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## Upcoming Seminars

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### *Hans-Moeller-Seminar*

10/30/2018, 5:00-6:15 pm

Ludwigstraße 28/II (Vgb.), International Economics Library (room 221)

- jointly with CRC TRR190 -

**MICHAELA PAGE, COLUMBIA BUSINESS SCHOOL**

“Fully Closed: Individual Responses to Realized Capital Gains and Losses”

*Abstract: We use transaction-level data of portfolio trades and holdings linked to checking, savings, and settlement account transactions and balances to explore how individuals respond to realized capital gains and losses. To identify the effects of realized gains and losses, we exploit plausibly exogenous mutual fund liquidations. Specifically, we estimate the marginal propensity to reinvest one dollar received from a forced sale event, when the investor either achieved a capital gain or a loss relative to his or her initial investment. Theoretically, if individuals held optimized portfolios, the marginal propensity to reinvest out of forced liquidations should be 100% independent of realizing a gain or a loss. Individuals should just reinvest all of their liquidity immediately into a fund with similar characteristics. Empirically, individuals keep a share of their newly found liquidity in cash, save it, consume it, or reinvest it into different funds, stocks, or bonds. Moreover, individuals reinvest 80% if the forced sale resulted in a capital gain, but only 40% in the event of a loss. Such differential treatment of gains and losses is inconsistent with active rebalancing or tax considerations, but consistent with mental accounting and the idea that individuals treat realized losses differently from paper losses. We thus provide evidence for realization utility and effects (Barberis and Xiong, 2012; Imas, 2016) and argue that individuals do not appear to learn rationally from experiences in the stock market.*

## **Brown Bag Seminars**

### **Micro Workshop (Le Yaouanq, Schwardmann)**

10/29/2018, 12:30-1.30 pm

Ludwigstraße 28, 301

- jointly with CRC TRR190 –

**FELIX BIERBRAUER, UNIVERSITY OF COLOGNE**

“Politically feasible reforms of non-linear tax systems” (with Pierre Boyer)

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### **Research Workshop “Empirical Economics” (Cantoni, Steinmayr, Sunde, Winter)**

10/30/2018, 2:00-3.30 pm

Prof.-Huber-Platz 2, W401

**TANYA WILSON, UNIVERSITY OF GLASGOW**

“Long-run Health and Mortality Effects of Exposure to  
Universal Health Care at Birth”

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### **IO and Trade Seminar (Eckel, Schnitzer)**

10/30/2018, 12:15-01:30 pm

Akademiestraße 1/III, Library of the Seminar for Comparative Economics

**FELIX POEGE, MAX-PLANCK-INSTITUTE FOR INNOVATION AND COMPETITION**

“A Firm Scientific Community: Do Scientific Conferences Facilitate Knowledge  
Transmission to Private Firms”

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### **Macro Research Seminar (Dürnecker, Zorn)**

10/31/2018, 10:30-12:00 pm

Ludwigstraße 28 (Rgb.), Room 024

**GERRIT MEYERHEIM, LMU**

“Income and Democracy Revisited”

**CHRISTIAN WITTNEBEN, IFO INSTITUTE**

“Automatic Stabilizers in Monetary and Fiscal Unions”

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## **MPI for Innovations**

10/15/2018, 12:00-1:30 pm

MPI for Innovations, Marstallplatz 1, room 313

**JUSTINE BULKAERT, UNIVERSITY OF LIEGE**

**“Do the Rules Play the Game? SEP License Negotiations Under  
Evolving Regulation”**

<https://www.ip.mpg.de/en/the-institute/events/brown-bag-seminar-do-the-rules-play-the-game-sep-license-negotiations-under-evolving-regulation.html>

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## Visitors

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### **Research visits**

#### *CESifo Guests*

**DANIEL WALDENSTRÖM, PARIS SCHOOL OF ECONOMICS**

10/22/2018-10/26/2018

**SPENCER BASTANI, LINNAEUS UNIVERSITY**

10/19/2018-11/09/2018

#### *CES visitor*

**STANLEY WINER, CARLETON UNIVERSITY**

09/24/2018-11/05/2018

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### ***Munich Economics Newsletter*** ***Volkswirtschaftliche Fakultät – Department of Economics***

Dean: Prof. Dr. Uwe Sunde

Editor: Ana Antonovic, Ludwigstr. 28 VG, 80539 München

Web: <http://www.econ.lmu.de>

Phone +49 89 2180 2327, Fax +49 89 2180 99 2327

E-Mail: [newsletter@econ.lmu.de](mailto:newsletter@econ.lmu.de)

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