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## Kristin J. Forbes

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### Work Experience

**MIT-Sloan School of Management:** Cambridge, MA. 1998-present.  
Professor of Economics. 2009-present.  
Associate Professor of Economics with tenure. 2004-2009.  
Associate Professor of Economics. 2002-2004.  
Mitsubishi Career Development Chair of International Management. 2001-2004.  
Assistant Professor of Economics. 1998-2002.

**Council of Economic Advisers:** Washington, DC. 2003-2005.  
Member of the White House's Council of Economic Advisers (CEA).

**U.S. Treasury Department, International Affairs:** Washington, DC. 2001-2002.  
Deputy Assistant Secretary of Quantitative Policy Analysis, Latin American and Caribbean Nations. 2002.  
Deputy Assistant Secretary of Quantitative Policy Analysis (QPA). 2001-2002.

**National Council of Applied Economic Research:** New Delhi, India. Summer 1996.  
Research fellow in Macroeconomics Group.

**World Bank, Policy Research Department:** Washington, DC. 1993-94.  
Project Assistant in the Department of the Director.

**Morgan Stanley, Mergers and Acquisitions:** New York, NY. 1992-93.  
Financial Analyst in Investment Banking Division, Financial Institutions Group.

### Education

**Massachusetts Institute of Technology:** Cambridge, MA, 1998.  
Ph.D. in Economics. Majors: international and development economics. Minors: macroeconomics and econometrics. Thesis committee: Rudi Dornbusch, Paul Krugman and Jaume Ventura. Awarded Solow Prize for excellence in teaching and research.

**Williams College:** Williamstown, MA, 1992.  
B.A., *summa cum laude*, with Highest Honors, in Economics. *Phi Beta Kappa*.

### Current Affiliations and Professional Activities

**Governor's Council of Economic Advisers (for Massachusetts):** 2009-present.  
**Congressional Budget Office:** Panel of Economic Advisers, 2009-present.  
**DeWorm the World:** Executive Committee and Board Member, 2007-present.  
**Trilateral Commission:** Member, 2007-present.  
**American Economic Journal: Economic Policy:** Editorial Board, 2007-present.  
**National Bureau of Economic Research:** Research Associate, 2005-present. Faculty Research Fellow, 2000-2005.  
**Peterson Institute for International Economics:** Vice-chair (2009-present) and member of Academic Advisory Board (2005-present).  
**Center for Global Development:** Academic Advisory Board, 2005-present.  
**Council on Foreign Relations:** Member, 2009-present. Term Member, 2004-2009.  
Advisory Board for Center for Geoeconomic Studies and various special reports.

**Past Professional Activities and Visiting Scholar Positions**

*Emerging Markets Review*: Associate Editorial Board, 2002-2003.  
*Journal of Economic Integration*: Editorial Board, 2002-2003.  
*Federal Reserve Bank of Minneapolis*: Visiting Scholar. October 2002.  
*International Monetary Fund*: Visiting Scholar. Washington, DC. May-July, 2002.  
*Indian Council for Research on International Economic Relations (ICRIER)*: Visiting Scholar. New Delhi, India. December 2000, April 2001.  
*Federal Reserve Board*: Visiting Fellow. Washington, DC. May 2001.

**Honors, Fellowships, and Grants**

*Teacher of the Year Award*: Sloan School of Management at MIT, 2008-2009.  
*Michael Brennan Award*: Runner up for best paper published in the *Review of Financial Studies* (joint with Mihir Desai and C. Fritz Foley), 2009.  
*Jamieson Prize for History of Excellence in Teaching at MIT*: awarded in 2008.  
*Excellence in Teaching Award*: Sloan School of Management at MIT, 2005-06, 2006-07.  
Named a "Young Global Leader" at World Economic Forum at Davos, 2005-present.  
Named 1 of 100 "Global Leaders for Tomorrow" at World Economic Forum at Davos, 2003-04.  
*Teacher of the Year Award*: Sloan School of Management at MIT, 2000-2001.  
*Mellon Fellowship*: Research at Brookings Institution, 2001-02. (Declined for U.S. Treasury)  
*Ford Foundation Fellowship*: Research on India, 2000-01.  
*Milken Prize*: Distinguished economic research, 2000.  
*Solow Prize*: Excellence in research and teaching at MIT, 1998.  
*National Science Foundation*: Fellowship in economics, 1994-97.  
*World Economy Laboratory*: Grant for applied research in India, 1996, 2001.  
*David Wells Prize in Economics*: Best economics thesis at Williams College, 1992.  
*Captain of New England Championship Tennis Team*: Williams College, 1992.  
*Most Valuable Player* of nationally-ranked (top-ten) Squash Team: Williams College, 1992.  
*Phi Beta Kappa*: First election at Williams College, 1991.  
*Volvo-Academic All-American*: In tennis, 1991 and 1992.  
*Presidential Scholar*: 1988.  
*National Merit Scholar*: 1988.

**Published Papers**

**Financial Constraints and Growth: Multinational and Local Firm Responses to Currency Crises** (2008). Joint with Mihir Desai and Fritz Foley. *Review of Financial Studies* 21(6): 2857-2888.

**One Cost of the Chilean Capital Controls: Increased Financial Constraints for Smaller Traded Firms** (2007). *Journal of International Economics* 71(2), pgs. 294-323.

**The Microeconomic Evidence on Capital Controls: No Free Lunch** (2007). In Sebastian Edwards, ed. *Capital Controls and Capital Flows in Emerging Economies: Policies, Practices, and Consequences*. Chicago: University of Chicago Press, pgs. 171-199.

**Trade Linkages and Output-Multiplier Effects: A Structural VAR Approach with a Focus on Asia** (2005) with Tilak Abeyasinghe. *Review of International Economics* 13(2), pgs. 356-375.

**A Decomposition of Global Linkages in Financial Markets Over Time** (2004) with Menzie Chinn. *Review of Economics and Statistics* 86(3, August), pgs. 705-722.

**Published  
Papers  
(cont.)**

**Capital Controls: Mud in the Wheels of Market Discipline** (2004). In William Hunter, George Kaufman, Claudio Borio, and Kostas Tsatsaronis, eds. *Market Discipline Across Countries and Industries*. Cambridge, MA: MIT Press, pgs. 197-210.

**The Asian Flu and Russian Virus: The International Transmission of Crises in Firm-Level Data** (2004). *Journal of International Economics* 63(1, May), pgs. 59-92.

**Cheap Labor Meets Costly Capital: The Impact of Devaluations on Commodity Firms** (2002). *Journal of Development Economics* 69 (2, December), pgs. 335-365.

**No Contagion, Only Interdependence: Measuring Stock Market Co-Movements** (2002) with Roberto Rigobon. *The Journal of Finance* LVII (5, October), pgs. 2223-2261.

**How Do Large Depreciations Affect Firm Performance?** (2002). *IMF Staff Papers* 49, pgs. 214-238.

**Are Trade Linkages Important Determinants of Country Vulnerability to Crises?** (2002). In Sebastian Edwards and Jeffrey Frankel, eds. *Preventing Currency Crises in Emerging Markets*. University of Chicago Press.

**Skill Classification Does Matter: Estimating the Relationship Between Trade Flows and Wage Inequality** (2001). *Journal of International Trade and Economic Development* 10(2, June), pgs. 175-209.

**Contagion in Latin America: Definitions, Measurement, and Policy Implications** (2001) with Roberto Rigobon. *Economia* 1(2, Spring), pgs. 1-46. Lead article.

**How are Shocks Propagated Internationally? Firm-Level Evidence from the Asian and Russian Crises** (2001). In Reuven Glick, Ramon Moreno, and Mark M. Spiegel, eds. *Financial Crises in Emerging Markets*. Cambridge University Press, pgs. 106-159.

**Measuring Contagion: Conceptual and Empirical Issues** (2001) with Roberto Rigobon. In Stijn Claessens and Kristin Forbes, eds. *International Financial Contagion*. Kluwer Academic Publishers, pgs. 43-66.

**International Financial Contagion: An Overview** (2001) with Stijn Claessens. In Stijn Claessens and Kristin Forbes, eds. *International Financial Contagion*. Kluwer Academic Publishers, pgs. 3-17.

**A Reassessment of the Relationship Between Inequality and Growth** (2000). *American Economic Review* 90 (4, September), pgs. 869-887.

**Published  
Book**

**International Financial Contagion** (2001). Volume edited by Stijn Claessens and Kristin Forbes. Kluwer Academic Publishers.

**Published  
Discussions,  
Book  
Reviews &  
Shorter  
Articles**

**Financial Deepening and Global Currency Usage** (2009, forthcoming). In Jean Pisani-Ferry and Adam Posen, eds. *The Euro at Ten: The Next Global Currency?* Washington, DC: Peterson Institute of International Economics.

**Capital Controls** (2008). *The New Palgrave Dictionary of Economics*, 2<sup>nd</sup> edition.

**Global Imbalances: A Source of Strength or Weakness?** (2007). *The Cato Journal* 27(2): pgs. 193-202.

**Published  
Discussions,  
& Shorter  
Articles  
(cont)**

**Comment on “The Unsustainable U.S. Current Account Position Revisited” by Maurice Obstfeld and Kenneth Rogoff.** (2007). In Richard Clarida, ed., *G-7 Current Account Imbalances: Sustainability and Adjustment*. Chicago: University of Chicago Press, pgs. 367-75.

**The Microeconomic Evidence on Contagion, Capital Controls and Capital Flows** (2006/7). *NBER Reporter* Winter, pgs. 13-15

**A Shock-Smoothing Facility (SSF) for the IMF** (2006). In Edwin Truman, ed. *Reforming the IMF for the 21<sup>st</sup> Century*. Washington, DC: Institute of International Economics, pgs. 365-384.

**Comment on “Addressing Global Imbalances: The Role for Macroeconomic Policy” by Otmar Issing** (2005). In *Productivity, Competitiveness and Globalisation*. Paris: Banque de France, pgs.123-127.

**A Perfect Storm?** (2006). In *Global Agenda – Publication at the Annual Meetings of the World Economic Forum*, pgs. 98-99.

**Financial Market Integration, the Euro, and the Role of Growth** (2005). In Adam Posen, ed. *The Euro at Five: Ready for A Global Role?*. Washington, DC: Institute of International Economics, pgs. 99-110.

**Capital Controls: Mud in the Wheels of Market Efficiency** (2005). *The Cato Journal* 25(1), pgs. 153-166.

**U.S. Manufacturing: Challenges and Recommendations** (2004). *Business Economics* (July), pgs. 30-37.

**“Dancing in Unison?: Economists Lack Evidence of Increasing Synchronization of the World’s Economies”** (2003), with Robin Brooks, Jean Imbs, and Ashoka Mody. *Finance and Development*, June, pgs. 46-49.

**Comment on “Securities Transaction Taxes and Financial Markets” by Karl Habermeier and Andrei Kirilenko.** (2003) *IMF Staff Papers*, 50, pgs. 181-186.

**Global Linkage Pre-Conference** (2002), with Robin Brooks and Ashoka Mody. *IMF Research Bulletin*, September.

**Comment on “Long-Term Capital Movements” by Gian Maria Milesi-Ferretti and Philip Lane** (2002). In Ben Bernanke and Kenneth Rogoff, eds., *NBER Macroeconomics Annual 2001*. Cambridge, MA: MIT Press, pgs. 116-126.

**How do Currency Crises Spread Internationally?** (2000). *Corporate Finance Review* 5 (3, Nov/Dec), pgs. 3-10.

**Review of *New Theories in Growth and Development*** (1999). Edited by F. Coricelli, M. di Matteo, and F. Hahn. In *The Economic Journal*, 109(459), pgs F806-807.

## **Working Papers and Work in Progress**

**Watch What I Do, Not What I Say: The Unintended Consequences of the Homeland Investment Act** (2009). Joint with Dhammika Dharmapala and C. Fritz Foley. *NBER Working Paper #15023*.

**Why do Foreigners Invest in the United States?** (2008). *NBER Working Paper #13908*. Revised and resubmitted to the *Journal of International Economics*.

**Cross-Border Banking during Crises** (2009). Joint with C. Fritz Foley.

**Sovereign Wealth Funds in a Portfolio Maximization Framework** (2008). Joint with Brent Neiman and Matt Weinzurl.

**Politics and Capital Flows: A Case Study of the Iraq War** (2008).

**Trade with Mars? Explaining the Global Current Account Surplus** (2008). Joint with Brent Neiman.

## **Courses Taught**

15.012: Applied Macro and International Economics (MBA)

15.014: Applied Macro and International Economics-extended course (MBA)

15.018: Global Economic Challenges (MBA)

15.227: Macro-Economic Issues in International Management (Executive MBA)

## **Refereeing**

*American Economic Journal: Economic Policy, American Economic Journal: Macroeconomics, American Economic Review (AER), The Economic Journal, International Finance, International Review of Economics and Finance (IREF), Journal of Development Economics (JDE), Journal of Economic Growth, Journal of Finance (JOF), Journal of International Economics (JIE), Journal of International Money and Finance (JIMF), Journal of International Trade and Economic Development (JITED), Journal of Monetary Economics (JME), Journal of Public Economics, Review of Economics and Statistics (RESTAT), Quarterly Journal of Economics (QJE), Review of International Economics (RIE), Studies in Comparative International Development (SCID), World Bank Economic Review (WBER)*

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