

Recommended Readings for the Invited Lectures

Winter School 2018

Delhi School of Economics

Christopher Udry

Deaton, *The Analysis of Household Surveys*, Chapters 4.2 and 6

Chiappori, Pierre-Andre, and Maurizio Mazzocco. 2017. "Static and Intertemporal Household Decisions." *Journal of Economic Literature*, 55(3): 985-1045

Foster, Andrew, Mark Rosenzweig. 1995. "Learning by Doing and Learning from Others: Human Capital and Technical Change in Agriculture". *Journal of Political Economy*

Dean Karlan, Robert Osei, Isaac Osei-Akoto, and Christopher Udry (2014) Agricultural Decisions after Relaxing Credit and Risk Constraints. *Quarterly Journal of Economics* 129 (2): 597-652

LaFave, D., Thomas, D. (2016). Farms, Families, and Markets: New Evidence on Agricultural Labor Markets. *Econometrica*

Townsend, Robert (1994) Risk and Insurance in Village India *Econometrica* 62(3), 539-591

George Mailath

Lecture notes

Mailath, G. J. (2019): *Modeling Strategic Behavior: A Graduate Introduction to Game Theory and Mechanism Design*. Chapter 7. World Scientific Press.

An introduction to non-cooperative game theory

Gibbons, R. (1992): *Game Theory for Applied Economists*. Princeton University Press, Princeton, NJ

Osborne, M. J. (2004): *An Introduction to Game Theory*. Oxford University Press, New York.

Manuel Arellano

A non-technical introduction to applied quantile regression analysis including empirical examples

Koenker, Roger and Kevin Hallock (2001): Quantile Regression, *Journal of Economic Perspectives*, 15(4), 143-156.

A survey that brings together a historical perspective with recent developments.

Koenker, Roger (2017): Quantile Regression: 40 Years On, *Annual Review of Economics*, 9, 155-176

The authoritative monograph on the statistical and computational foundations of the subject.

Koenker, Roger (2005): *Quantile Regression*, Cambridge University Press

Participants interested in more advanced readings can sample some of the source papers for the ideas and tools that will be covered in the lectures:

Quantile treatment effects

Abadie, Alberto, Josh Angrist, and Guido Imbens (2002): Instrumental variables estimates of the effect of subsidized training on the quantiles of trainee earnings, *Econometrica*, 70, 911-117.

Chernozhukov, Victor, and Christian Hansen (2005): An IV Model of Quantile Treatment Effects, *Econometrica*, 73, 245-261.

Firpo, Sergio (2007): Efficient semiparametric estimation of quantile treatment effects, *Econometrica*, 75, 259-276.

Quantiles and panels

Arellano, Manuel, and Stphane Bonhomme (2016): Nonlinear Panel Data Estimation via Quantile Regressions, *Econometrics Journal*, 19, C61-C94.

Arellano, Manuel, Richard Blundell and Stphane Bonhomme (2017): Earnings and Consumption Dynamics: A Nonlinear Panel Data Framework, *Econometrica*, 85, 693-734.

Quantiles and sample selection

Arellano, Manuel, and Stphane Bonhomme (2017): Quantile Selection Models with an Application to Understanding Changes in Wage Inequality, *Econometrica*, 85, 1-28.

John Leahy

Readings for Lecture on Rational Inattention

Sims, Christopher (1998), Stickiness, *Carnegie-Rochester Conference Series on Public Policy*, 49, 317-356.

Matejka, Filip and Alisdair McKay (2015), Rational Inattention to Discrete Choices: A New Foundation for the Multinomial Logit Model, *American Economic Review*, 105, 272-98.

Caplin, Andrew, Daniel Csaba, John Leahy and Oded Nov (2018), Rational Inattention, Competitive Supply, and Psychometrics, *NBER Working Paper 25224*.

Readings for Lecture on Robust Control

Hansen, Lars Peter and Thomas Sargent (2001), Acknowledging Misspecification in Macroeconomic Theory. *Review of Economic Dynamics* 4, 519-535.

Bhandari, Anmol, Jarda Borovicka, and Paul Ho (2017), Survey data and Subjective Beliefs in Business Cycle Models, *Working paper*.

Readings for Lecture on Endogenous Beliefs

Benabou, Roland, and Jean Tirole (2016), Mindful Economics: The Production, Consumption, and Value of Beliefs, *Journal of Economic Perspectives* 30, 141-164.

Caplin, Andrew, and John Leahy (2001), Psychological Expected Utility, *Quarterly Journal of Economics* 116, 55-79.

Caplin, Andrew, and John Leahy (2018), Wishful Thinking, *Working paper*.