

Seminar in the summer term 2025

In the summer term 2025, we will offer a seminar on

„The Economic Consequences of Geopolitical Tensions“.

We will discuss the measurement of geopolitical risk, the macroeconomic effects of wars and other conflicts, the consequences of sanctions, the costs of an increased economic fragmentation and many other issues.

This is a joint seminar for Bachelor students (i.e. a Pro-Seminar) and Master students, in particular for students of the Economics of Global Risk program. Our working language is English.

Each student has to give a presentation in one of the seminar sessions, serve as a discussant of another presentation and submit a written seminar thesis at the end of the semester. In addition, we expect each student to participate in the discussions. The participation in the weekly sessions is mandatory.

The seminar will take place weekly on **Tuesday, 14:15 – 15:45**. The kick-off meeting will be on **April 22, 2025**. In the kick-off meeting, you will learn more about all other organizational details, the presentations, the thesis, the grading etc.

If you are interested, you should apply for a place in this seminar. There is a centralized application for all seminars, which is handled by the Student Examination Office. Please check their website for the application process and the deadline.

The following papers will be the basis for your presentations and seminar theses. Please look into these articles and submit your preferences on the papers you would like to cover. Please submit a ranking of your favorite papers with a least four positions. You should submit this ranking before the kick-off meeting. We will allocate the paper based on your submitted preferences.

Please feel free to contact me (peter.tillmann@wirtschaft.uni-giessen) in case you have further questions.

Papers suitable for Bachelor students

- B1.** Novta, N. and E. Pugacheva (2021): „The macroeconomic costs of conflict“, *Journal of Macroeconomics* 68, 103286.
- B2.** Agoraki, M. E., H. Wu, T. Xu and M. Yang (2024): „Money never sleeps: capital flows under global risk and uncertainty“, *Journal of International Money and Finance* 141, 103013.
- B3.** Federle, J., A. Meier, G. Müller and V. Sehn (2023): „Proximity to war: the stock market response to the Russian invasion of Ukraine“, forthcoming, *Journal of Money, Credit and Banking*.
- B4.** Felbermayr, G., A. Kirilakha, C. Syropoulos, E. Yalcin and Y. Yotov (2020): „The global sanctions data base“, *European Economic Review* 129, 103561.
- B5.** Clifton, M. T., C. Syropoulos and Y. Yotov (2023): „Economic sanctions: evolution, consequences, and challenges“, *Journal of Economic Perspectives* 37, 3-30.

B6. B6. Görg, H., A. Jacobs and S. Meuchelböck (2023): „Who is to suffer? Quantifying the impact of sanctions on German firms“, *Kiel Working Papers*, No. 2248, Kiel Institute for the World Economy.

B7. Alfaro, L. and D. Chor (2023): „Global supply chains: the looming ‚great reallocation‘“, *NBER Working Paper* No 31661, National Bureau of Economic Research.

Papers suitable for Master students

M1. Federle, J., A. Meier, G. Müller, W. Mutschler and M. Schularick (2024): „The price of war“, *unveröffentlicht*, University of Tübingen.

M2. Ha, J., S. Lee and I. So (2022): „The impact of uncertainty shocks: evidence from geopolitical swings on the Korean peninsula“, *Oxford Bulletin of Economics and Statistics* 84, 21-56.

M3. Crosignani, M., M. Machiavelli and A. Silva (2024): „Pirates without borders: the propagation of cyberattacks through firms‘ supply chains“, *unpublished*, Federal Reserve Bank of New York.

M4. Caldara, D. and M. Iacoviello (2022): „Measuring geopolitical risk“, *American Economic Review* 112, 1194-1225.

M5. Rogers, J., B. Sun and T. Sun (2023): „US-China Tension“, *unpublished*, University of Virginia.

M6. Bondarenko, Y., V. Lewis, M. Rottner and Y. Schüler (2024): „Geopolitical risk perceptions“, *Journal of International Economics*, 104005.

M7. Jamilov, R., H. Rey and A. Tahoun (2021): „The anatomy of cyber risk“, *unpublished*, London Business School.

M8. Hassan, T. A., S. Hollander, L. v. Lent and A. Tahoun (2019): „Firm-level political risk: measurement and effects“, *The Quarterly Journal of Economics* 134, 2135-2202.

M9. Shekhar, A., D. Malacrino and A. F. Presbitero (2024): „Investing in friends: the role of geopolitical alignment in FDI flows“, *European Journal of Political Economy* 83, 102508.

M10. Federle, J., D. Rohner and M. Schularick (2025): „Who wins wars?“, *Kiel Working Papers* No. 2280, Kiel Institute for the World Economy.

M11. Hirshleifer, D., D. Mai and K. Pukthuanthong (2025): „War discourse and disaster premium: 160 years of evidence from the stock market“, *The Review of Financial Studies* 38, 457-506.

M12. Khalil, M., D. Osten and F. Strobel (2025): „Trade dynamics under geopolitical risk“, *Discussion Paper* No. 03/2025, Deutsche Bundesbank.