



## The Ninth Annual Meeting

Academic Sessions  
and  
Business Meeting

Boston, MA  
January 3-5, 1994

The Korea-America Economic Association

## Acknowledgments

The Korea-America Economic Association wishes to acknowledge the financial support received from the following organizations:

Anam Group

Coudert Brothers, Attorneys, New York

Korea Chamber of Commerce and Industry

Korea Development Institute

Korea Economic Research Institute

Korea Foundation

Korea Institute for International Economic Policy

Korean Airlines

Korea Securities Dealers Association

Korea-U.S. Economic Council

Maeil Kyungje - Economic Daily

Sanhak Foundation

## **I. Current Issues of the Korean Economy**

**Date** January 3 (Monday), 10:15 a.m.

**Place** Sheraton/Jefferson, Session #22

**Chair** **Kwan Koo Yun**, State University of New York-Albany

### **Papers**

**Sungwoo Kim**, Northeastern University -- A Feasibility Study on Direct Trade Between South and North Korea

**Sang Man Lee**, Chung Ang University -- Economic Costs of Korean Unification

**Bang Nam Jeon and Tae-Woon Kwak**, Drexel University -- The North American Free Trade Agreement (NAFTA): Its Impact on Korea's Exports

**Bun Song Lee**, University of Nebraska -- Employment in the Service Sector in Seoul, Korea

### **Discussants**

**Dong K. Jeong**, North Carolina A&T State University

**Keun Kwan Ryu**, University of California-Los Angeles

**Jong Keun You**, Rutgers University

**Chong Chul Hau**, Millersville State University

## **II. SYMPOSIUM: Korea's New Economy - Quo Vadis?**

**Date** January 3 (Monday), 5:00 p.m.

**Place** Sheraton/Faifax B, Session #34

**Chair** **Youn Suk Kim**, President, KAEA

### **Panelists**

**Hyung Yoon Byun**, Professor Emeritus of Seoul National University, and President, Seoul Institute of Economic and Social Studies

**Soon Cho**, Executive Advisor to the Bank of Korea, and Former Deputy Prime Minister

**Suk-Mo Koo**, Vice President, Korea Economic Research Institute

**Tong Hun Lee**, University of Wisconsin - Milwaukee

**John Riew**, Pennsylvania State University

### **III. Asian Economic Integration (AEA/KAEA Joint Session)**

**Date** January 4 (Tuesday), 8:00 a.m.

**Place** Sheraton/Commonwealth, Session #13

**Chair** **Jae Won Lee**, Baruch College-City University of New York

#### **Papers**

**Kwan Suk Kim**, Notre Dame University -- Economic Integration in Pacific-Asia: Issues and Perspectives

**Youn-Suk Kim**, Kean College of New Jersey, and **Kap Soo Oh**, Drexel University -- Asia Pacific Economic Cooperation in the Changing Global Economy

**Will Martin**, World Bank, **Peter Petri**, Brandeis University, and **Koji Yanashima**, World Bank -- Charting the Pacific: Empirical Analysis of Options for Economic Integration

**Jae Bong Roh**, Korea Institute for International Economic Policy -- The Trend of Regionalism and Korea's Policy Direction

#### **Discussants**

**Robert Lucas**, University of Chicago

**Jeffrey Schott**, Institute for International Economics

**Jene Kwon**, Northern Illinois University

**Soo-Bin Park**, Carleton University

### **IV. Economic Growth**

**Date** January 4 (Tuesday), 10:15 a.m.

**Place** Sheraton/Jefferson, Session #22

**Chair** **Eun Kwan Choi**, Iowa State University

#### **Papers**

**Joonmo Cho**, University of Oklahoma, and **Bun Song Lee**, University of Nebraska -- Is the Population Growth Endogenous After All?

**Sung Yeung Kwack**, Howard University -- The Rate of Return of Capital and Cost of Capital to the Manufacturing Sector of U.S., Japan, and Korea

**Jene K. Kwon**, Northern Illinois University, and **Seung Rok Park**, Korea Institute for Economics and Technology -- A Rapid Economic Growth with Substantial Scale Economics and Little or No Productivity Growth

**Ki-Jun Jeong**, Seoul National University -- A Model of Economic Growth of Korea

#### **Discussants**

**Hamid Beladi**, University of Dayton

**Yoonbai Kim**, University of Kentucky

**Kye-Sik Lee**, International Monetary Fund

**Danny Leipziger**, International Monetary Fund

## ***V. Macro and Trade Issues: Empirical Analyses***

**Date** January 4 (Tuesday), 2:30 p.m.

**Place** Sheraton/Jefferson, Session #22

**Chair** Hae-shin Hwang, Texas A&M University

### ***Papers***

**Young-Yong Kim and Gonyung Park**, University of Kentucky -- Sticky Price, Inventory and Exchange Rate Overshooting under Cash Advance Constraint

**Byung-Joo Lee and Doo Yong Yang**, University of Colorado -- Real Exchange Rates and the Terms of Trade: The Korean Capital Market Liberalization

**Chulsoo Kim**, Rutgers University -- Consumption under Asymmetric Labor Income

**Yen Kyun Wang**, Chung Ang University -- The Real Exchange Rates and International Competitiveness of Korea, Taiwan and Singapore

### ***Discussants***

**Jinook Jeong**, Emory University

**Choon-Geol Moon**, Rutgers University

**Dongchul Cho**, Texas A&M University

**Woosik Jung**, University of Colorado

## ***VI. Invited Lecture and Business Meeting***

### **Social Hours**

**Date** January 4 (Tuesday), 5:30-6:00 p.m.

**Place** Sheraton/Beacon A

### **Business Meeting**

**Date** January 4 (Tuesday), 6:00-7:30 p.m.

**Place** Sheraton/Fairfax B, Session #34

**Chair** Youn Suk Kim, President, KAEA

### ***Guest Speakers***

**Young Bum Cho**, President, Korean Economic Association, and Professor of Economics, Korea University

**Seung-Soo Han**, Korean Ambassador to the U.S.

**Han Sung Ryu**, General Secretary, Korean Economic Association, and Professor of Economics, Korea University

### **Dinner**

**Date** January 4 (Tuesday), 7:30 p.m. - ??

**Place** Arirang Restaurant

## **VII. Financial Economics (KAEA/KAFA Joint Session)**

**Date** January 5 (Wednesday), 2:30 p.m.

**Place** Sheraton/Jefferson, Session #22

**Chair** Yong H. Kim, University of Cincinnati

### **Papers**

**O. Felix Ayadi**, Savannah State College, **Young Guk Kim**, Soon Chun Hyang University, and **Chong Soo Pyun**, Memphis State University -- An Application of the Variance Ratio Test to Market Efficiency: The Case of Korean Stock Market

**Hun Young Park**, University of Illinois -- Implied Volatility in Options Prices

**Suk Heun Yoon**, Korea Institute of Finance, and **Tae H. Park**, Concordia University -- Credit Market Signalling Equilibria under Fixed and Free Loan Rate Regulations

**Ann B. Gillette**, Indiana University, and **Hae-shin Hwang**, Texas A&M University -- Information Market Equilibrium with Restricted Access to Differential Information

### **Discussants**

**Chan-Wung Kim**, University of Massachusetts-Boston

**Dosoung Choe**, State University of New York-Buffalo

**Yul W. Lee**, University of Rhode Island

**Gyu-Taek Oh**, University of Iowa