## **Contents**

Series Foreword vii

- 1 Introduction and Overview 1
  Pierre L. Siklos and Jan-Egbert Sturm
- I Central Bank Communication: Some Theoretical Considerations
- Central Bank Communication When Agents Experience
   Cognitive Limitations 25
   Paul De Grauwe
- 3 Transparency, Flexibility, and Macroeconomic Stabilization 49 Petra M. Geraats
- II Empirical Methods in Central Bank Communication Research
- 4 Central Bank Communication and Financial Stress 85 Marianna Blix Grimaldi
- Interest Rate Expectations in the Media and Central Bank
   Communication 101
   Michael J. Lamla and Jan-Egbert Sturm
- 6 Extreme Views Make News 113
  Helge Berger, Michael Ehrmann, and Marcel Fratzscher

## III The Fed's Experience

- Deconstructing Alan: A Quantitative Assessment of the Qualitative Aspects of Chairman Greenspan's
   Communication 123
   Michelle Bligh and Gregory Hess
- 8 Greenspan Shrugs: Central Bank Communication, Formal Pronouncements, and Bond Market Volatility 149
  Robert S. Chirinko and Christopher Curran

## IV The ECB's Experience

- 9 An Assessment of the Consistency of ECB
   Communication 183
   David-Jan Jansen and Jakob de Haan
- 10 Are You Clear Now? The ECB's Written Communication on Monetary Policy 203 Aleš Bulíř, Martin Čihák, and Kateřina Šmídková
- V The International Experience
- 11 Uncertainty and Monetary Policy 23 David Mayes and Alberto Montagnoli
- Voting Record and Monetary Policy Predictability: Evidence on Six Central Banks 251
   Roman Horváth, Kateřina Šmídková, and Jan Zápal
- 13 A Bridge Too Far? RBNZ Communication, the Forward Interest Rate Track, and the Exchange Rate 273
  Özer Karagedikli and Pierre L. Siklos

Contributors 311 Index 313