

**Advanced Macroeconomics  
University of Pavia  
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**Reading List on Investment Theory**

**Investment**

Main references:

Bagliano Fabio Cesare and Bertola Giuseppe (2004): *Models for Dynamic Macroeconomics*, Oxford University Press. Chapter 2.

Additional useful textbook reference

David Romer (2006): *Advanced Macroeconomics*, 3<sup>rd</sup> Edition, McGraw-Hill, New York.  
Chapter 8: Consumption, from pag.349-352.

Useful Readings

- Pindyck, R.S., Irreversibility, Uncertainty, and Investment, *Journal of Economic Literature*, 1991, 29 (3), 1110-1148.
- Chirinko, R.S., Business Fixed Investment Spending: Modeling Strategies, Empirical Results, and Policy Implications, *Journal of Economic Literature*, 1993, 31 (4), 1875-1911.
- Caballero, R.J., Aggregate Investment, 1997, NBER wp 6264 and *Handbook of Macroeconomics*.
- Taylor, M.P., Real Interest Rates and Macroeconomic Activity, *Oxford Review of Economic Policy*, 1999, 15 (2), 95-113.
- Kopcke, R.W., and Brauman, R.S., The Performance of Traditional Macroeconomic Models of Businesses' Investment Spending, *New England Economic Review*, 2001, 2, 3-39.
- A. B. Abel, A. K. Dixit, J. C. Eberly, R. S. Pindyck, 1996, *Options, the Value of Capital, and Investment*, *The Quarterly Journal of Economics*, Vol. 111, No. 3 (Aug., 1996), pp. 753-777.
- A. B. Abel and J. C. Eberly, 1994, *A Unified Model of Investment Under Uncertainty*, *The American Economic Review*, Vol. 84, No. 5 (Dec., 1994), pp. 1369-1384