

Program

International Conference on

The Structure of Banking Systems and Financial Stability September 19-20, 2013

Organized by the Special Priority Program (SPP 1578) “Financial Market Imperfections and Macroeconomic Performance” and the Max Planck Institute (MPI) for Research on Collective Goods (Bonn)

Location: Max Planck Institute for Research on Collective Goods, Bonn

Thursday, 19 September 2013

11.30 – 12.00 **Registration, sandwich lunch**
12.00 – 12.10 **Welcoming words**

Session 1: Financial fragility

12.10 – 12.55 **Intermediary Leverage Cycles and Financial Stability**
Nina Boyarchenko (Federal Reserve Bank of New York)
Tobias Adrian (Federal Reserve Bank of New York)
Discussant: Ester Faia (Goethe University Frankfurt)

12.55 – 13.40 **Strategic Complementarity, Fragility, and Regulation**
Xavier Vives (IESE Business School)
Discussant: Falko Fecht (Frankfurt School of Management & Finance)

13.40 – 14.25 **Government Guarantees and Financial Stability**
Franklin Allen (University of Pennsylvania)
Elena Carletti (European University Institute, IGIER, Bocconi University, and CEPR)
Itay Goldstein (University of Pennsylvania)
Agnese Leonello (University of Pennsylvania)
Discussant: Frank Heinemann (TU Berlin)

14.25 – 14.45 **Coffee break**

14.45 – 15.30 **Keynote speech by Jean-Charles Rochet**
(University of Zurich)

Session 2: Bank business models

15.30 – 16.15 **Banking and Trading**
Arnoud W. A. Boot (University of Amsterdam and CEPR)
Lev Ratnovski (International Monetary Fund)
Discussant: Christian Laux (University of Vienna)

16.15 – 17.00 **Proprietary Trading and the Real Economy**
Stefan Arping (University of Amsterdam)
Discussant: Hendrik Hakenes (University of Bonn)

17.00 – 17.20 **Coffee break**

17.20 – 18.05 **Loan Sales and Screening Incentives**
Helmut Bester (Free University of Berlin)
Thomas Gehrig (University of Vienna)
Rune Stenbacka (Hanken School of Economics)
Discussant: Andreas Haufler (LMU Munich)

Session 3: Poster session

18.05 – 19.15 **Non-executive compensation and bank risk taking**
Nora Bock (GSEFM Frankfurt/Mainz/Darmstadt)
Tim Eisert (GSEFM Frankfurt/Mainz/Darmstadt)
Christian Hirsch (Goethe University Frankfurt)

**Wishful Thinking or Effective Threat? Tightening Bank
Resolution Regimes and Bank Risk-Taking**
Magdalena Ignatowski (GSEFM Frankfurt/Mainz/Darmstadt)
Josef Korte (GSEFM Frankfurt/Mainz/Darmstadt)

**Private and Public Supply of Liquidity:
Bank Runs and Roll-Over Risk**
Stephan Luck (MPI Bonn)
Paul Schempp (MPI Bonn)

Why do U.S. banks contribute more to global systemic risk?
Gregor Weiß (TU Dortmund)

19.15 **Conference dinner**
Keynote speech by Charles Goodhart
(London School of Economics)

Friday, 20 September 2013

Session 4: Bank risk-taking

- 9.00 – 9.45 **Wholesale and Retail Deposit Funding in Equilibrium:
Implications for Risk Taking and Regulation**
Roman Inderst (Goethe University Frankfurt)
Falko Fecht (Frankfurt School of Finance and Management)
Sebastian Pfeil (Goethe University Frankfurt)
Discussant: Gerhard Illing (LMU Munich)
- 9.45 – 10.30 **Convertible Bonds and Bank Risk-Taking**
Natalya Martynova (University of Amsterdam)
Enrico Perotti (University of Amsterdam)
Discussant: Katri Mikkonen (European Central Bank)
- 10.30 – 10.50 **Coffee break**

Session 5: Crisis interventions

- 10.50 – 11.35 **On Zombie Banks and Recessions after Systemic Banking
Crises: It Does Matter How Governments Intervene**
Timotej Homar (University of Amsterdam)
Sweder van Wijnbergen (University of Amsterdam and Tinbergen
Institute)
Discussant: Isabel Schnabel (Johannes Gutenberg University Mainz)
- 11.35 – 12.20 **The Political Economy of Bank Bailouts**
Markus Behn (University of Bonn)
Rainer Haselmann (University of Bonn)
Thomas Kick (Deutsche Bundesbank)
Vikrant Vig (London Business School)
Discussant: Reint Gropp (Goethe University Frankfurt)
- 12.20 – 13.20 **Buffet lunch**
- 13.20 – 14.05 **Keynote speech by Martin Hellwig (MPI Bonn)**
- 14.05 – 14.25 **Coffee break**

Session 6: Systemic crises14.25 – 15.10 **Channels of Crisis Transmission in the Global Banking Network**

Galina Hale (Federal Reserve Bank of San Francisco)

Tumar Kapan (Fannie Mae)

Camelia Minoiu (International Monetary Fund)

Discussant: Mathias Hoffmann (University of Zurich)

15.10 – 15.55 **Are Banks Too Large and Complex?**

Luc Laeven (International Monetary Fund)

Lev Ratnovski (International Monetary Fund)

Hui Tong (International Monetary Fund)

Discussant: Martin Summer (Oesterreichische Nationalbank)

Around 16.00 **End of conference**

Speakers have 25 minutes, discussants 10 minutes, and 10 minutes are for general discussion.

Organizers:

Claudia M. Buch (Halle Institute for Economic Research, IWH)

Martin Hellwig (MPI Bonn)

Gerhard Illing (University of Munich)

Isabel Schnabel (Johannes Gutenberg University Mainz)

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