14th Bank Research Conference

Sponsored by the Federal Deposit Insurance Corporation's Center for Financial Research and the *Journal of Financial Services Research*

September 18-19, 2014

L. William Seidman Center
Hove Auditorium C-3050
3501 Fairfax Drive
Arlington, Virginia 22226
Program Committee:
Sanjiv Das, Itay Goldstein, Beverly Hirtle, Albert Kyle, George Pennacchi, Mitchell Peterson, Edward S. Prescott, Manju Puri, Anjan Thakor, Larry Wall
Organizing Committee:
Troy Kravitz, Jon Pogach, Jack Reidhill, Haluk Unal
14th Annual Bank Research Conference Summary

Thursday, September 18, 2014

8:30 - 9:00 **Registration & Continental Breakfast**

9:00 - 9:15 **Opening Remarks**:
Martin J. Gruenberg, Chairman, FDIC

9:15 - 10:15 **Keynote Address: Governance, Risk Management, and Risk-Taking in Banks**,
Rene Stulz, The Ohio State University
Presentation 288KB

10:15 - 10:30 **- Break -**

10:30 - 12:00 **Liquidity and Credit Risk Management During and After the Crisis**
Session Chair and Discussant: Mitchell Petersen, Northwestern University
Presentation 326KB
Measuring Liquidity Mismatch in the Banking Sector
Jennie Bai, Georgetown University
Arvind Krishnamurthy, Northwestern University and NBER
Charles-Henri Weymuller, Harvard University
Loan Sales and Bank Liquidity Risk Management: Evidence from the Shared National Credit Program
Rustom M. Irani, University of Illinois at Urbana-Champaign
Ralf R. Meisenzahl, Federal Reserve Board
Sadra Amiri Moghadam, University of Illinois at Urbana-Champaign
Risk Taking and Low Longer-term Interest Rates: Evidence from the U.S. Syndicated Loan Market
Sirio Aramonte, Federal Reserve Board
Seung Jung Lee, Federal Reserve Board
Viktors Stebunovs, Federal Reserve Board
Presentation 189KB

12:00 - 1:15 **- Lunch -**

12:30 - 1:00 **Luncheon Speaker**:
Thomas M. Hoenig, Vice Chairman, FDIC

1:30 - 3:00 **Intermediation and the Real Economy**
Session Chair and Discussant: Itay Goldstein, University of Pennsylvania,

Presentation 62KB
Did Saving Wall Street Really Save Main Street? The Real Effects of TARP on Local Economic Conditions
Allen N. Berger, University of South Carolina, Wharton Financial Institutions Center, and European Banking Center
Raluca A. Roman, University of South Carolina
Presentation 456KB
Real Activity Forecasts Using Loan Portfolio Information
Urooj Khan, Columbia University
N. Bugra Ozel, University of California at Los Angeles
Presentation 355KB
The Firm-level Real Effects of Bank-scope Deregulation: Evidence from the Rise of Universal Banking
Daniel Neuhann, University of Pennsylvania
Farzad Saidi, University of Cambridge

3:00 - 3:30 **- Break -**

3:30 - 4:30 **Systemic Risk: Sources of Vulnerability**
Session Chair and Discussant: Edward Simpson Prescott, Federal Reserve Bank of Richmond
Presentation 92KB
Systemic Risk in Clearing Houses: Evidence from the European Repo Market
Charles Boissel, HEC Paris
François Derrien, HEC Paris
Evren Örs, HEC Paris
David Thesmar, HEC Paris
Presentation 189KB
Systemic Risk, Bank Capital, and Deposit Insurance around the World
Denefa Bostandzic, Ruhr-Universität Bochum
Matthias Pelster, Technische Universität Dortmund
Gregor N.F. Weiß, Technische Universität Dortmund
Presentation 402KB

4:30 - 4:45 **- Break -**

4:45 - 5:45 **Common Shocks and Bond Markets**
Session Chair and Discussant: Albert "Pete" Kyle, University of Maryland
Presentation 55KB
CDS and Sovereign Bond Market Liquidity
Batchimeg Sambalaibat, Carnegie Mellon University
Exploring the Sources of Default Clustering
S. Azizpour, Apollo Global Management
K. Giesecke, Stanford University
G. Schwenkler, Boston University

5:45 - 6:30 **- Reception -**

Friday, September 19, 2014

8:30 - 9:15 **- Continental Breakfast**

9:15 - 10:15 **Credit Ratings in Lending and Regulation**
Session Chair and Discussant: Manju Puri, Duke University
Presentation 189KB
Risk Management and Rating Segmentation in Credit Markets

Giacomo Rodano, Bank of Italy
Nicolas Serrano-Velarde, Bocconi University
Emanuele Tarantino, University of Bologna
The Removal of Credit Ratings from Capital Regulation: Implications for Systemic Risk
Kathleen Weiss Hanley, University of Maryland
Stanislava Nikolova, University of Nebraska-Lincoln

10:15 - 10:30 **- Break -**

10:30 - 12:00 **International Perspectives on Capital Requirements**
Session Chair and Discussant: George Pennacchi, University of Illinois
Presentation 189KB
Bank Capital Requirements and Loan Pricing: Loan-level Evidence from a Macro Prudential Within-Sector Policy
Bruno Martins, Central Bank of Brazil
Ricardo Schechtman, Central Bank of Brazil
Presentation 411KB
Higher Bank Capital Requirements and Mortgage Pricing: Evidence from the Counter-Cyclical Capital Buffer
Christoph Basten, ETH Zurich and FINMA
Catherine Koch, University of Zurich
Presentation 189KB
Risk-Based Capital Requirements for Banks and International Trade: Evidence from Basel II Implementation in Turkey
Banu Demir, Bilkent University
Tomasz Michalski, HEC Paris and CNRS

Evren Örs, HEC Paris and CNRS
Presentation 189KB

12:00 **- Lunch and Adjournment -**