



SAFE Annual Conference

**Sustainable Architecture for Finance -
Where Are We Now and
Where Are We Going?**

Program

13 December 2018
House of Finance
Goethe University Frankfurt

A stable and sustainable financial system is an essential foundation for economic growth and prosperity. In its capability of steering the allocation of capital at a national and international level, it brings about key prerequisites for dynamic and stable economic development, innovation, high employment, broad wealth creation and monetary and fiscal stability. Yet the experiences of the last ten years have shown that high economic and social costs can arise from an insufficiently regulated financial system riddled with false incentives. Despite numerous clear improvements, the effects of many measures and their sometimes unintended side-effects remain largely unknown. A sustainable financial architecture that is convincingly contained by regulatory frameworks has still not been achieved and remains a long-term task.

Agenda

08:30 - 09:00	Registration	Foyer
09:00 - 09:45	Welcome and Keynote Speech	Room E.21
10:00 - 11:20	Session 1: Systemic Risk Session 2: Corporate Finance	Room E.21 Room E.22
11:20 - 11:40	Coffee Break	Foyer
11:40 - 13:00	Session 3: Macroeconomics, Heterogeneity and Public Finance Session 4: Financial Markets	Room E.21 Room E.22
13:00 - 14:00	Lunch Break	Foyer
14:00 - 15:20	Session 5: Household Finance Session 6: Financial Institutions	Room E.21 Room E.22
15:20 - 15:40	Coffee Break	Foyer
15:40 - 17:00	Session 7: Law and Finance Session 8: Money and Banking	Room E.21 Room E.22
17:00 - 17:30	Keynote Speech and Closing Remarks	Foyer
17:30 - 18:30	Reception	Foyer
19:30	Dinner (by invitation only!)	

Program

- 08:30 – 09:00 Registration
Foyer
- 09:00 – 09:45 Welcome: **Uwe Walz**, SAFE and Goethe University
Room: E.21 Keynote Speech: **Arnoud Boot**, University of Amsterdam
- 10:00 – 11:20 Parallel Sessions*
- Room: E.21* Session 1: Systemic Risk
Chair: **Loriana Pelizzon**, SAFE and Goethe University
- The Importance of Deposit Insurance Credibility
Diana Bonfim, Banco de Portugal and Católica Lisbon SBE (joint with Joao A. C. Santos)
Discussant: **Balint Horvath**, University of Bristol
- Yield-Oriented Investment Behaviour in Debt Securities Markets
Michael Schmidt, SAFE and Deutsche Bundesbank (joint with Puriya Abbassi)
Discussant: **Benoit Nguyen**, Banque de France
- Room: E.22* Session 2: Corporate Finance
Chair: **Uwe Walz**, SAFE and Goethe University
- Procyclical Leverage: Evidence from Banks' Lending and Financing Decisions
Özlem Dursun-de Neef, Goethe University (joint with Alexander Schandlbauer)
Discussant: **Vincenzo Pezone**, Research Center SAFE
- Identifying Financial Constraints from Production Data
Klaas Mulier, Ghent University (joint with Laurens Cherchye, Bram De Rock, Annalisa Ferrando, Marijn Vershelde)
Discussant: **Özlem Dursun-de Neef**, Goethe University
- 11:20 – 11:40 Coffee Break
Foyer

11:40 – 13:00 Parallel Sessions*

Room: E.21 Session 3: Macroeconomics, Heterogeneity and Public Finance
Chair: **Alexander Ludwig**, SAFE and Goethe University

Distributional Consequences of Monetary Policy and Heterogeneous Wage Rigidity

Vincenzo Pezone, Research Center SAFE (joint with Ester Faia)
Discussant: Matthias Meier, University of Mannheim

The Welfare Cost of Inflation Revisited: The Role Financial Innovation and Household Heterogeneity

Yasuo Terajima, Bank of Canada (joint with Shutao Cao, Jose-Victor Rios-Rull, Yaz Terajima, Cesaire Meh)

Discussant: **Alexander Ludwig**, SAFE and Goethe University

Room: E.22 Session 4: Financial Markets

Chair: **Karen Lewis**, University of Pennsylvania and **Christian Schlag**, SAFE and Goethe University

The impact of QE on Liquidity: Evidence from the Bank of England's Corporate Bond Purchase Scheme

Lena Boneva, Bank of England (joint with David Elliott, Iryna Kaminska, Oliver Linton, Nick McClaren, Ben Morley)

Discussant: Yalin Gündüz, Deutsche Bundesbank

Let There Be Light? The Impact of MiFID II Imposed Small Dark Trade Bans on Market Quality

Thomas Johann, University of Mannheim (joint with Satchit Sagade, Christian Westheide and Talis Putnins)

Discussant: Peter Hoffmann, European Central Bank

13:00 – 14:00 Lunch Break
Foyer

14:00 – 15:20 Parallel Sessions*

Room: E.21 Session 5: Household Finance

Chair: **Raimond Maurer**, SAFE and Goethe University

Do Financial Misconduct Experiences Spur White-Collar Crime?

Tobin Hanspal, Research Center SAFE (joint with Steffen Andersen, Kasper Meisner Nielsen)

Discussant: **Joerg Weber**, University of Nottingham

Depositors Disciplining Banks: The Impact of Scandals

Mikael Homanen, Cass Business School

Discussant: **Oskar Kowalewski**, IESEG School of Management

Room: E.22 Session 6: Financial Institutions

Chair: **Rainer Haselmann**, SAFE and Goethe University

Bank Lending in the Knowledge Economy

Lev Ratnovski, European Central Bank (joint with Giovanni Dell'Ariccia, Dalida Kadyrzhanova, Camelia Minoiu)

Discussant: **Roberto Steri**, University of Lausanne

Financial Regulation: What the Finance Industry Wants and How it Gets it

Thomas Mosk, Research Center SAFE (joint with Renée Adams)

Discussant: **Deniz Igan**, International Monetary Fund

15:20 – 15:40 Coffee Break

Foyer

15:40 – 17:00	Parallel Sessions*
<i>Room: E.21</i>	<p>Session 7: Law and Finance</p> <p>Chair: Tobias Tröger, SAFE and Goethe University</p> <p>The Pitfalls of Central Clearing in the Presence of Systematic Risk Christian Kubitz, Goethe University (joint with Lorian Pelizzon, Mila Getmansky Sherman) Discussant: Marco D’Errico, European Systemic Risk Board</p> <p>“Keeping It Personal” or “Getting Real”? On The Use of Loan Guarantees to Face Capital Requirements María Rodríguez-Moreno, Banco de España (joint with Sergio Mayordomo, Steven Ongena, and Antonio Moreno) Discussant: Rainer Haselmann, SAFE and Goethe University</p>
<i>Room: E.22</i>	<p>Session 8: Money and Banking</p> <p>Chair: Maik Schmeling, SAFE and Goethe University</p> <p>A Capital Structure Channel of Monetary Policy Benjamin Grosse-Rueschkamp, European School of Management and Technology (joint with Sascha Steffen and Daniel Streitz) Discussant: Angela Maddaloni, European Central Bank</p> <p>Risk Pooling, Leverage Constraints, and the Business Cycle Andrea Modena, University of Venice (joint with Pietro Dindo and Lorian Pelizzon) Discussant: Grigory Vilkov, Frankfurt School of Finance and Management</p>
17:00 – 17:30 <i>Foyer</i>	<p>Keynote Speech: Otmar Issing, Center for Financial Studies</p> <p>Closing Remarks: Jan Pieter Krahn, SAFE and Goethe University</p>
17:30 – 18:30 <i>Foyer</i>	Reception
19:00	Dinner (by invitation only!)

* 25 min presentation, 10 min discussion, 5 min Q&A each

Organizing Committee

Co-Chairmen

Loriana Pelizzon and Jan Pieter Krahen

Session organizers:

Household Finance

Andreas Hackethal, Raimond Maurer and Olivia S. Mitchell

Corporate Finance

Uwe Walz

Financial Markets

Christian Schlag and Karen Lewis

Financial Institutions

Rainer Haselmann and Steven Ongena

Systemic Risk

Loriana Pelizzon and Luc Laeven

Macroeconomics, Heterogeneity and Public Finance

Alexander Ludwig and Wouter den Haan

Financial Regulation

Tobias Tröger and Gerard Hertig

Money and Banking

Maik Schmeling and Frank Smets

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Hessens Zukunft