2015 Spring Workshop
The post-crisis banking industry: how will banks respond to tighter regulatory constraints?

09 June 2015

Laboratoire d’Analyse et de Prospective Économiques (LAPE)
The Financial Intermediation Network of European Studies (FINEST) acts as a research and discussion forum for Banking and Financial Intermediation researchers and practitioners throughout Europe. FINEST operates as an open research network facilitating research and other analytical synergies among academic staff involved in various European Universities as well as policymakers and financial sector practitioners.

The FINEST is a private non-profit association (network) of researchers from various universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance. The FINEST is currently hosted by the University of Rome III, Italy.

All those that wish to cooperate with FINEST activities can join the Network. Membership can be asked by individual researchers from universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance.

Activities

1. **Working papers.** The working paper series gives the possibility to share the research effort among all interested researchers dealing with banking and Financial Intermediation issues. At the same time, working papers will be highly viewed in the academic environment. Working papers will be reviewed following a double-blind review system.

2. **Research Projects.** FINEST promotes research groups, surveys and observatories on specific complex areas of Banking and Financial Intermediation in Europe with the aim to originally contribute to international research on these issues.

3. **Conferences.** FINEST organizes periodical (e.g. annual or bi-annual) conferences on a specific Banking and Financial Intermediation issue.

4. **Workshops.** FINEST promotes workshops to present high quality papers providing authors with a deep and open discussion before the paper submission to top academic journals.

5. **Summer schools.** FINEST organizes short summer courses on issues related to banking and financial intermediation in Europe for undergraduate and postgraduate students in accounting, economics, finance and management.

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Notes on the Discussants

Robert (Bob) DeYoung is the Capitol Federal Professor in Financial Institutions and Markets at the University of Kansas School of Business. In addition to his teaching and research duties at KU, he is also Co-Editor of *the Journal of Money, Credit and Banking*; a Senior Research Fellow at the FDIC's Center for Financial Research; an adjunct member of the graduate economics faculty at the University of Limoges in France; and teaches at the Barcelona Summer Banking School. His research and writings on financial institutions have appeared in academic journals such as the Journal of Finance and the Journal of Business, in industry publications such as the American Banker and the Journal of Credit Risk Management, and in the economic reviews of the Federal Reserve Bank of Atlanta, Chicago, and Kansas City. Prior to joining KU, he was an Associate Director of Research at the FDIC (2005-2007); an Economic Advisor at the Federal Reserve Bank of Chicago (1998-2005); an adjunct member of the Finance Department at DePaul University (2000-2003); a Senior Financial Economist at the Office of the Comptroller of the Currency (1992-1998); and a Joyce Foundation Teaching Fellow at Beloit College (1988-1992). He earned a B.A. from Rutgers University-Camden in 1983 and a Ph.D. in economics from the University of Wisconsin-Madison in 1989.

Iftekhar Hasan is the E. Gerald Corrigan Chair in International Business and Finance at Fordham University's Schools of Business and co-director of the Center for Research in Contemporary Finance. He serves as the scientific advisor at the Central Bank of Finland and as president of the Eurasia Business and Economics Society. He is the managing editor of the *Journal of Financial Stability*. His research interests are in the areas of financial institutions, corporate finance, capital markets and entrepreneurial finance. He has been or continues to be an associate editor for a number of journals, including the *Journal of Money, Credit and Banking; Journal of Banking and Finance; and Journal of International Money and Finance*. He has been a consultant for numerous international organizations, including the World Bank, the IMF, the United Nations, the Federal Reserve Bank of Atlanta, the Banque de France and the Italian Deposit Insurance Corporation. He is a research fellow at the Berkley Center of Entrepreneurial Studies at New York University's Stern School of Business and serves on the advisory board of the Center for Financial Studies at the Rensselaer Polytechnic Institute. He is a Fulbright (Specialist) Scholar and holds an honorary PhD from the Romanian-American University in Bucharest. He has held visiting faculty positions at several American and European universities, including the University of Rome, Italy; the University of Strasbourg, France; the University of Carlos III, Madrid; EPFL at Lausanne, Switzerland; the University of Limoges, France; National Taiwan University at Taipei; the University of Romania at Bucharest; and NYU's Stern School of Business.

Kose John is professor of Banking and Finance at New York University Stern School of Business and teaches courses in corporate finance. Areas of his recent research include corporate governance, corporate bankruptcy, executive compensation, and corporate disclosure. He has also done research in the areas of financial markets and financial theory. He has published over a hundred articles in several top journals including American Economic Review, *Journal of Financial Economics, Journal of Finance, Review of Financial Studies* and Financial Management. He was awarded the prestigious Jensen Prize for the best paper published in Journal of Financial Economics in 2000. In addition to his research, Dr. John has bee recognized for his excellence in teaching and received the Citibank Excellence in Teaching Award in 1996. Dr. John received his Bachelor of Science in physics from the University of Kerala, India, his masters in computer science from the Florida Institute of Technology, and his Doctor of Philosophy in management science from the University of Florida.

Bill B. Francis is a distinguished Professor of Finance, Director of the Ph.D. Program, Area Coordinator of Accounting and Finance at Lally School of Management (the business school of Rensselaer Polytechnic Institute). Professor Francis conducts his research on issues in initial public offerings, corporate restructurings, and international asset-pricing. He has published numerous articles in reputed finance and economic journals such as the Journal of Financial Economics, the Review of Financial Studies, the Journal of Financial & Quantitative Analysis, the Journal of International Money and Finance, and the Journal of Macroeconomics. He is currently on the Editorial Board of the Journal of Financial Stability.
Workshop Theme:
The post-crisis banking industry: how will banks respond to tighter regulatory constraints?

Preliminary Program
(TUESDAY, 09 JUNE 2015)

08.30-09.00: Welcome & Registration

09.00-10.45: Paper presentations

Session 1 - Chairman: Robert De Young, Kansas University Federal Reserve Bank of Kansas City and Federal Deposit Insurance Corporation, United States

- 09.00-09.35: Capital Adequacy and Banking Risk by Thomas Conlon, School of Business, Dublin, Ireland, John Cotter, School of Business, Dublin, Ireland and Phil Molyneux*, Bangor University, United Kingdom
  Discussed by Kose John, New York University Stern School of Business, United States

- 09.35-10.10: Unorthodox monetary policy, local fiscal policy, and loan pricing by Michael Koetter*, Frankfurt School of Finance and Management, Germany and Lisa Cycon, Halle Institute for Economic Research, Germany
  Discussed by Bill B. Francis, Rensselaer Polytechnic Institute Lally School of Management, United States

- 10.10-10.45: The Single-Supervisory Mechanism launch in Europe: a comprehensive assessment of banks’ and investors’ reactions by Franco Fiordelisi*, Durham Business School, United Kingdom, Ornella Ricci, University of Rome III, Italy and Francesco Saverio Stentella Lopes, Bangor Business School, United Kingdom
  Discussed by Iftekhar Hasan, Fordham University, United States and Bank of Finland

10.45-11.20: coffee break

11.20-12.30: Ph.D. student session

Chairman: Iftekhar Hasan, Fordham University, United States and Bank of Finland

Jocopo Raponi, University of Rome III, Italy
Marika Carboni, University of Rome III, Italy
Tammuz Al Raheb, Université de Limoges, France

12.30-14.00: Lunch

*presenting author
14.00-15.10: Paper presentations

Session 2 Chairman: Bill B. Francis, Rensselaer Polytechnic Institute Lally School of Management, United States

- 14.00-14.35: How does the Eurozone crisis affect securities portfolios? by Klaus Schaeck*, Lancaster University, United Kingdom, Enrico Onali, Aston University, United Kingdom, Benedikt Ruprecht, Deutsche Bundesbank, Germany and Thomas Kick, Deutsche Bundesbank, Germany
  Discussed by Iftekhar Hasan, Fordham University, United States and Bank of Finland

- 14.35–15.10: Errare Humanum Est, Perseverare Autem Diabolicum: A Test of Investors learning from information spillover by Franco Fiordelisi, Durham Business School, United Kingdom, Francesco Saverio Stentella Lopes*, Bangor University, United-Kingdom, Amine Tarazi, Université de Limoges, France
  Discussed by Robert De Young, Kansas University Federal Reserve Bank of Kansas City and Federal Deposit Insurance Corporation, United States

15.10–15.30: coffee break

15.30–17.00: Ph.D. student session
Chairman: Kose John, New York University Stern School of Business, United States

Annick Pamen-Nyola, Université de Limoges, France
Aref Mahdavi, Université de Limoges, France
Lisa Cycon, Frankfurt School of Finance and Management, Germany
Yassine Bakkar, Université de Limoges, France

17.00–17.30 General discussion
The FINEST is a private association (network) of researchers from various European universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance.

The FINEST is hosted by the University of Rome III, Italy. The FINEST is widely supported by various academic research centers as:

- **Institute for European Finance, Bangor University, U.K.**
- Centre for Responsible Banking and Finance, University of St. Andrew, U.K.
- The Institute of Finance, University Leicester, U.K.
- Centre for Banking Research, Cass Business School, U.K.
- Laboratoire d’Analyse et de Prospective Economiques, Université de Limoges, France
- Essex Finance Centre, Essex University, U.K.
- Credifact, Italian Factoring Association, Italy

All those that wish to cooperate with FINEST activities can join the Network. Membership can be asked by individual researchers from universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance.

For further details, please visit: [www.finest.uniroma3.it/membership](http://www.finest.uniroma3.it/membership).