



Université
de Limoges



2019 LAPE-FINEST Workshop

Bank performance and financial stability

05 June 2019

Venue: Amphi 400A, Faculté de Droit et de Sciences Économiques
Université de Limoges, Limoges



Workshop Theme:

Bank performance and financial stability

Program

(WEDNESDAY, 05 JUNE 2019)

08.30 - 09.00: Welcome & Registration

Session 1 (09.00 - 10.40): Chairman: Wolf Wagner, Rotterdam School of Management, Netherlands and CEPR, United Kingdom

09.00 - 09.30: *Regulatory arbitrage and cross-border syndicated loans*

By Asli Demirgüç-Kunt (World Bank), **Bálint L. Horváth*** (University of Bristol, United Kingdom) and Harry Huizinga (Tilburg University, Netherlands and CEPR)

09.30 - 10.00: *Private deposit insurance, deposit flows and bank lending*

By Piotr Danisewicz (University of Bristol, United Kingdom), **Chun Hei Lee*** (University of Bristol, United Kingdom), and Klaus Schaeck (University of Bristol, United Kingdom)

10.00 - 10.25: Discussion by **Iftekhar Hasan**, Fordham University, United States and Bank of Finland

10.25 - 10.40: General discussion

10.40 - 11.00: *Coffee break*

Session 2 (11.00 - 12.40): Chairman: Iftekhar Hasan, Fordham University, United States and Bank of Finland

11.00 - 11.30: *The Making of Financial Regulation - Voting on the U.S. Congress*

By Joao Rafael Cunha (University of St Andrews, United Kingdom)

11.30 - 12.00: *Agreement is boring: Market and regulatory bank-risk perceptions and corporate lending*

By Manthos D. Delis (Montpellier Business School, France), Suk-Joong Kim (The University of Sydney, Australia), Panagiotis N. Politsidis (The University of Sydney, Australia) and **Eliza Wu*** (The University of Sydney, Australia)

12.00 - 12.25: Discussion by **Michalis Doumpos**, Technical University of Crete, Greece

12.25 - 12.40: General discussion

12.40 - 13.45: *Lunch*

Session 3 (13.45 - 15.25): Chairman: Michalis Doumpos, Technical University of Crete, Greece

13.45 - 14.15: *Digital Currency Runs*

By David Skeie (Texas A&M University, United States)

14.15 - 14.45: *Weak Banks Eat up Reform Gains: Bank Financing Conditions and Labour Market Reforms*

By **Moritz Stieglitz*** (Halle Institute for Economic Research, Germany) and Ralph Setzer (European Central Bank, Germany)

14.45 - 15.10: Discussion by **Wolf Wagner**, Rotterdam School of Management, Netherlands and CEPR, United Kingdom

15.10 - 15.25: General discussion

*presenting author

PhD/Young Scholar session (15.25 - 16.10) (5 minutes + 10 minutes of Q&A): Chairman: Franco Fiordelisi, University of Rome III, Italy

Bank Capital Regulation in a Zero Interest Environment

By Robin Döttling (Erasmus University, Netherlands)

Financial Crisis and Corporate Innovation

By Joon Ho Kong (Fordham University, United States)

A one-sided Vysochanskii-Petunin inequality with financial applications

By **Mathieu Mercadier*** (Université de Limoges & JPLC SASU, France) and Frank Strobel (University of Birmingham, United Kingdom)

16.10 - 16.30: Coffee break

PhD/Young Scholar session (16.30 - 17.15) (5 minutes + 10 minutes of Q&A): Chairman: Amine Tarazi, University of Limoges, France

Bank Funding Strategy After the Bail-in Introduction

By Franco Fiordelisi (University of Rome III, Italy) and **Giulia Scardozi*** (University of Rome Tor Vergata, Italy)

Trust and Credit Availability: A Comparative Study in Islamic and Conventional Bank in Indonesia

By **Ibrahim Fatwa Wijaya*** (Universitas Sebelas Maret, Indonesia), Andrea Moro (Cranfield University, United Kingdom), and Yacine Belghitar (Cranfield University, United Kingdom)

Stock Price Synchronicity and Price Informativeness: Evidence from Diversification in Banking Industry

By Pejman Abedifar (University of St Andrews, United Kingdom), Kais Bouslah (University of St Andrews, United Kingdom), **Yeliangzi Zheng*** (University of St Andrews, United Kingdom)

17.15 - 18.00: Open session general discussion

Workshop committees:

Workshop Scientific Committee

Franco Fiordelisi, University of Rome III, Italy

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

Amine Tarazi, Université de Limoges, France

Wolf Wagner, Erasmus University Rotterdam, Netherlands

Workshop Organizing Committee

Emmanuelle Nys, Université de Limoges, France

Amine Tarazi, Université de Limoges, France

*presenting author

Notes on the Discussants

Michalis Doumpos holds a PhD in operations research (2000) from the Technical University of Crete, where he currently holds a full Professor position. He was director of the postgraduate program of the School of Production Engineering and Management during 2013-2015 and deputy Dean of the School (2016-2017). His research interests include multiple criteria decision making, decision support systems, machine learning, financial risk management, and energy economics. He has published over 80 research articles in premier international journals as well as several books, edited volumes, book chapters, conference papers, and edited special issues. He has extensive consulting experience in banking and financial services.

Iftekhhar 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 more than 325 publications in print, including 16 books and edited volumes, and more than 225 peer-reviewed articles in finance, economics, accounting, and management journals. Professor Hasan has presented his research at more than 550 professional meetings and institutions worldwide and has been a consultant or a visiting scholar for numerous international organizations, including the World Bank, the IMF, the United Nations, the Federal Reserve Bank of Atlanta, the Office of the Comptroller of Currency of the U.S. Treasury, the Banque de France, Development Bank of Japan, and the Italian Deposit Insurance Corporation. He has been serving as a research fellow at the Financial Institution Center at the Wharton School and a visiting fellow at the Finance Department of the NYU Stern School of Business and Halle Institute for Economic Research (IWH), Germany. He is a Fulbright 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.

Wolf Wagner is a Professor of Finance at the Rotterdam School of Management and a fellow of CEPR. He is also a member of ERIM, EBC and a Senior Member of TILEC. His work has been published in various academic journals, such as the *Journal of Finance*, the *Journal of Financial Economics*, the *Review of Finance*, *Management Science*, the *Journal of Money, Credit, and Banking*, the *Journal of International Economics* and the *Journal of Financial Intermediation*. Wolf Wagner's work focuses on banking and financial markets. Key themes in his research are the wider implications of financial innovation for the efficiency and stability of the financial system, as well as the role of diversity in creating a more resilient economy. Recent interests include the impact of systemic liquidation risk on asset prices, macroprudential policies, and the joint banking and sovereign debt crisis in the Eurozone.

Notes on the speakers

Joao Rafael Cunha is a Lecturer in the School of Economics and Finance at the University of St Andrews. Previously, he was a Research Fellow in the Faculty of Economics at the University of Cambridge, a Max Weber Fellow in the Robert Schuman Centre and the Department of Economics at the European University Institute and a Marie Curie Research Fellow at the London School of Economics.

Robin Döttling is an Assistant Professor in Finance at the Rotterdam School of Management, Erasmus University. His research interests span topics in financial intermediation, corporate finance, and macroeconomics. Before joining Erasmus University, Robin completed his PhD at the University of Amsterdam and the Tinbergen Institute. During his PhD, he also conducted research visits at New York University, CEMFI, Frankfurt School of Finance & Management, as well as the Bank of England

Bálint Horváth is a Lecturer in Finance (Assistant Professor) at the University of Bristol. His research focuses on various issues in financial economics, including the optimal design of bank regulation; determinants of credit supply; and the interaction between public finance and bank stability. His work has been published in the Journal of Financial Stability; the Journal of Money, Credit and Banking; and the Review of Finance. Prior to joining Bristol he has worked in the Research Department of the World Bank and obtained his PhD at Tilburg University.

Joon Ho KONG grew up in Korea, and he is currently a 3rd year Ph.D. student at Fordham University Gabelli School of Business. Upon completion of a double major in Economics and Mathematics from Emory University, He joined Virginia Tech and obtained a master's degree in Economics. His research interests extend over a wide spectrum, including corporate finance and financial accounting, with particular interests in corporate governance and disclosure decisions. Outside of work, he enjoys running and listening to music.

Chun Hei Lee is a PhD student under the supervision of Professor Klaus Schaeck and Dr Piotr Danisewicz in Finance at University of Bristol in the United Kingdom. His research interests lie in empirical banking, particularly the role of the government in banking systems in terms of regulation and supervision, and the design features of the financial safety net. His recent research examines the role of private deposit insurance for deposit flows and bank lending during a financial crisis. He completed his MSc in Money, Banking and Finance at Lancaster University in the United Kingdom.

Mathieu Mercadier is a PhD student in Economics at the University of Limoges (LAPE) and a market finance consultant at JPLC SASU, an independent financial markets and portfolio risk management advisory firm. He specializes in programming and machine learning applied in finance. His research is on the refinement of risk indicators and the improvement of their accuracy using machine learning algorithms. Additionally, he is a lecturer in machine learning, VBA programming and derivatives for postgraduates at the University of Limoges and the ESC Clermont. He received his master's degree in Economics from the University of Limoges and a M.Sc. in Financial Engineering from Skema Business School.

Giulia Scardozi is a Ph.D. student in banking and finance at University of Rome Tor Vergata, Italy. Her research focuses mainly on policy evaluation; specifically on the regulation effects on bank behaviour. She did part of her research at European Central Bank in Financial Research Division.

David Skeie is an Assistant Professor of Finance at Texas A&M Mays Business School. He was previously a Senior Economist at the Federal Reserve Bank of New York, visiting Senior Economist at the Federal Reserve Board, Adjunct Assistant Professor at NYU Stern, trader at Citadel Investment Group, and senior associate at Capital Market Risk Advisors. Dr. Skeie's research has been published in leading finance and economics journals. His research fields include financial intermediation, financial crises, interbank markets, fintech, contract theory, and corporate finance. He has developed and taught undergraduate, masters, MBA, and Ph.D. courses in corporate finance, macroeconomics, money and banking, and macro finance. Dr. Skeie received his Ph.D. in Economics from Princeton and S.B. in Economics from MIT.

Moritz Stieglitz is a third-year PhD student at the Halle Institute for Economic Research, Germany. The second year of his PhD studies included a research stay at the European Central Bank. His research focuses on banking and the intersection of labour and finance. He received his bachelor's degree from Düsseldorf University and his master's degree from Goethe University Frankfurt.

Ibrahim Wijaya is a lecturer at Faculty of Economics and Business, Universitas Sebelas Maret, Indonesia. Currently, he is registered as a third year PhD student at Cranfield University, UK. Ibrahim's research interests are mainly on entrepreneurial finance and Islamic banks.

Eliza Wu is an Associate Professor in Finance at the University of Sydney Business School. Her research is focused on international capital markets, risks of financial institutions, the impact of financial regulations, credit risk and corporate governance. Eliza has published over 40 international academic journal articles and book chapters and her research papers

have been accepted for presentations in leading academic conferences and awarded best paper prizes. Eliza teaches Banking and Finance at the Undergraduate and Postgraduate levels and also Executive Education programs in Banking. She has held various academic positions and taught internationally in Australia, Switzerland and the UK.

Yeliangzi Zheng is a first year PhD student at the University of St Andrews, School of Management. She holds an MSc in Banking and Finance from the university and a BSc in Finance from the Southwestern University of Finance and Economics, China. Her research focuses on banking and stock informativeness. Specifically, she is interested in how the stock market responds to bank opacity. Before she pursued a PhD, she worked as a financial industry analyst assistant in one of the most influential Chinese investment banks. Her PhD study is funded by the China Scholarship Council – University of St Andrews Scholarships.

FINEST

Financial Intermediation Network of European Studies

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 Università di Roma Tre, 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 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.

Contact:

Financial Intermediation Network of European Studies (FINEST)
Università di Roma Tre, Via S. D'Amico 77, 00145 Rome, Italy, 4 floor, Room 23
e-mail: info@finest-network.eu
phone: +39 0657 335 672

FINEST President

Franco Fiordelisi, University of Rome III, Italy and Middlesex Business School, UK

FINEST Steering Committee

Alessandro Carretta, University of Rome Tor Vergata, Italy

Philip Molyneux, University of Sharjah, U.A.E.

Amine Tarazi, Université de Limoges, France

John O.S. Wilson, University of St. Andrew, U.K.

FINEST Working Papers Editorial Board

Barbara Casu, Cass Business School, City University, U.K.

Santiago Carbó Valverde, CUNEF Business School, Spain, and Bangor Business School, U.K..

Olivier de Jonghe, Tilburg University, Netherlands

Meryem Duygun Fethi, University of Nottingham, U.K

Claudia Girardone, Essex University, U.K.

Roman Matousek, University of Kent, U.K.

Stefano Monferrà, University Parthenope of Naples, Italy

Fotios Pasiouras, Technical University of Crete, Greece

Daniele A. Previati, University of Rome III, Italy

Andrea Sironi, Bocconi University, Italy

Enrico Sette, Banca d'Italia, Italy

Thomas Weyman Jones Loughborough University, U.K.

FINEST Advisory Board

Viral V. Acharya, Stern School of Business, New York University, U.S.

Thorsten Beck, Cass Business School, City University, U.K

Allen Berger, Moore School of Business, The University of South Carolina, U.S.

Elena Carletti, Bocconi University, Italy

John A. Doukas, Old Dominion University, U.S.

Gianni De Nicolò, International Monetary Fund, U.S.

Robert DeYoung, KU School of Business, Kansas University, U.S.

Bill B. Francis, Lally School of Management, Rensselaer Polytechnic Institute, US

Giorgio Gobbi, Banca d'Italia, Italy

Ifthekar Hasan, Gabelli School of Business, Fordham University, U.S.

Luc Laeven, European Central Bank, Germany.

Loretta J. Mester, Federal Reserve Bank of Cleveland, U.S.

Steven Ongena, University of Zurich, Switzerland

George Pennacchi, College of Business, University of Illinois at Urbana-Champaign

João A. C. Santos, Federal Reserve Bank of New York, U.S.

Anjan Thakor, Olin Business School, Washington University in St. Louis, U.S.

Gregory F. Udell, Indiana University, U.S.



Contact:

Financial Intermediation Network of European Studies (FINEST)

University of Rome III
Department of Business Studies
Via S. D'Amico 77
00145 Rome, Italy
4 floor, Room 15
phone: +390657335717
fax: +390657335797
e mail: info@finest-network.eu

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.
- ❖ Laboratoire d'Analyse et de Prospective Economiques, Université de Limoges, France
- ❖ Centre for Responsible Banking and Finance, University of St. Andrew , U.K.
- ❖ Centre for Banking Research, Cass Business School, U.K.
- ❖ The Libera Università del Mediterraneo (LUM), Italy
- ❖ Essex Finance Centre, Essex University, U.K.
- ❖ Banking, Risk and Intermediation (BRI) research group, Durham Business School, U.K.
- ❖ Credifact, Italian Factoring Association, Italy
- ❖ Banking, Investment and Finance Association, Middlesex University, U.K

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:

<http://www.finest-network.eu>

www.finest.uniroma3.it/membership.