



Centre for Economic  
Policy Research  
*Research Excellence, Policy Relevance*

Brevar Howard Centre  
for Financial Analysis



STUDY CENTER  
GERZENSEE

## EUROPEAN SUMMER SYMPOSIUM IN FINANCIAL MARKETS

Generously hosted by  
Study Center Gerzensee

18-22 July 2016

### PROGRAMME

#### WEEK 1 (ASSET PRICING)

++ Presenters: 30 mins; Discussants: 20 mins; General discussion: 10 mins ++

#### MONDAY 18 JULY

##### **Morning Session:**

**Chair:** Gur Huberman (Columbia University and CEPR)

**08.30 - 09.30**

##### **Understanding Leverage Dynamics**

\*Pietro Veronesi (Booth School of Business, University of Chicago and CEPR)  
Tano Santos (Columbia University and CEPR)

*Discussant:*

*Norman Schürhoff (HEC Lausanne and CEPR)*

**09.30 - 10.30**

##### **The Mortgage Credit Channel of Macroeconomic Transmission**

\*Daniel L. Greenwald (New York University)

*Discussant:*

*Hongjun Yan (DePaul University)*

**10.30 - 11.00**

##### **Coffee Break**

**11.00 - 12.00**

##### **Learning in Crowded Markets**

\*Péter Kondor (Central European University and CEPR)

*Discussant:*

*Nina Boyarchenko (Federal Reserve Bank of New York)*

#### TUESDAY 19 JULY

##### **Focus Session:**

*Organiser:*

##### **Asset Pricing under Collateral and Margin Constraints**

*Bruno Biais (Toulouse, Imperial College London and CEPR)*

**08.30 - 08.50**

##### **Overview**

**08.50 - 09.40**

##### **Title - TBA**

\*John Geanakoplos (Yale University)

<b>09.40 - 10.30</b>	<b>Incentive constrained risk sharing, asset pricing and intermediation</b> *Johan Hombert (HEC Paris and CEPR)
<b>10.30 - 11.00</b>	<b>Coffee Break</b>
<b>11.00 - 11.50</b>	<b>Margin constraints and the security market line</b> *Petri Jylhä (Imperial College London)

\*\*\* This focus session is sponsored by ERC Grant 295484 “Trading and Post Trading” \*\*\*

### **WEDNESDAY 20 JULY**

<b>Morning Session:</b>	<b>Chair:</b> <i>Michela Verardo (London School of Economics)</i>
<b>08.30 - 09.30</b>	<b>Information Percolation, Momentum, and Reversal</b> *Daniel Andrei (UCLA)
<i>Discussant:</i>	Adrian Buss (INSEAD)
<b>09.30 - 10.30</b>	<b>Strategic Connections: A Cautionary Tale on Bank Opacity</b> *Maryam Farboodi (Princeton University) Ana Babus (Federal Reserve Bank of Chicago and CEPR)
<i>Discussant:</i>	<i>Thierry Foucault (HEC Paris and CEPR)</i>
<b>10.30 - 11.00</b>	<b>Coffee Break</b>
<b>11.00 - 12.00</b>	<b>Does the Ross Recovery Theorem work Empirically</b> *Jens Carsten Jackwerth (University of Konstanz) Marco Menner (University of Konstanz)
<i>Discussant:</i>	<i>Anisha Ghosh (Carnegie Mellon University)</i>

### **THURSDAY 21 JULY**

<b>Focus Session:</b>	<b>Frictions, Government Policies and Financial Markets</b>
<i>Organiser:</i>	<i>Robin Greenwood (Harvard Business School)</i>
<b>08.30 - 08.45</b>	<b>Overview</b>
<b>08.45 - 09.40</b>	<b>Credit-Market Sentiment and the Business Cycle</b> *Egon Zakrajsek (Board of Governors of the Federal Reserve System) David López-Salido (Board of Governors of the Federal Reserve System and CEPR) Jeremy C. Stein (Harvard University)
<b>09.40 - 10.35</b>	<b>Show Me the Money: The Monetary Policy Risk Premium</b> *Ali Ozdagli (Federal Reserve Bank of Boston) Mihail Velikov (Federal Reserve Bank of Richmond)
<b>10.35 - 11.05</b>	<b>Coffee Break</b>

11.05 - 12.00

**Forward Guidance in the Yield Curve: Short Rates versus Bond Supply**

\*Robin Greenwood (Harvard Business School)

Samuel G. Hanson (Harvard Business School)

Dimitri Vayanos (London School of Economics and CEPR)

**FRIDAY 22 JULY**

**Morning Session:**

**Chair:** Nikolai Roussanov (*University of Pennsylvania*)

**08.30 - 09.30**

**Fear Trading**

\*Fabio Trojani (Swiss Finance Institute and University of Geneva)

Paul Schneider (University of Lugano)

*Discussant:*

*Grigory Vilkov (Frankfurt School of Finance & Management)*

**09.30 - 10.30**

**Emergency Preparedness: Rare Events and the Persistence of Uncertainty**

\*Savitar Sundareshan (Columbia University and Imperial College London)

*Discussant:*

*Lars-Alexander Kuehn (Carnegie Mellon University)*

**10.30 - 11.00**

**Coffee Break**

**11.00 - 12.00**

**A tough act to follow**

\*Sam Hartzmark (Booth School of Business, University of Chicago)

Kelly Shue (Booth School of Business, University of Chicago)

*Discussant:*

*Terry Hendershott (UC Berkeley)*

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\* Indicates the presenter.

**Organisers:**

**Andrea Buraschi** (Imperial College Business School and CEPR)

**Marcin Kacperczyk** (Imperial College Business School and CEPR)



# EUROPEAN SUMMER SYMPOSIUM IN FINANCIAL MARKETS

Generously hosted by  
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25-29 July 2016

## PROGRAMME

### WEEK 2 (CORPORATE FINANCE)

++ Presenters: 30 mins; Discussants: 20 mins ; General discussion: 10 mins ++

#### MONDAY 25 JULY

##### **Morning Session: Credit Markets**

08.30 - 09.30

##### **High-Cost Debt and Borrower Reputation: Evidence from the U.K.**

Andreas Liberman (NYU), \*Daniel Paravisini (London School of Economics and CEPR), and Vikram Pathania (University of Sussex)

*Discussant:*

Kelly Shue (Booth, University of Chicago)

09.30 - 10.30

##### **Ultimate Ownership and Bank Competition**

\*Jose Azar (Charles River Associates), Sahil Raina (University of Michigan) and Martin Schmalz (University of Michigan)

*Discussant:*

Per Johan Strömberg (Stockholm School of Economics and CEPR)

10.30 - 11.00

##### **Coffee Break**

11.00 - 12.00

##### **Sequential Credit Markets**

\*Ulf Axelson (London School of Economics) and Igor Makarov (London School of Economics)

*Discussant:*

Christine Parlour (University of Berkeley)

#### TUESDAY 26 JULY

##### **Focus Session: Theoretical Issues in Financial Regulation**

08.30 - 09.30

##### **Aggregate Bank Capital and Credit Dynamics**

\*Jean-Charles Rochet (University of Zurich and CEPR)

09.30 - 10.30

##### **Bank Resolution and the Structure of Global Banks**

\*Patrick Bolton (Columbia University and CEPR)

<b>10.30 – 11.00</b>	<b>Coffee Break</b>
<b>11.00 – 12.00</b>	<b>Supervisory Incentives in a Banking Union</b> <i>*Robert Marquez (UC Davis), Elena Carletti (Bocconi University and CEPR) and Giovanni Dell'Ariccia (IMF and CEPR)</i>

### **WEDNESDAY 27 JULY**

#### **Morning Session: New Approach to Old Problems**

<b>08.30 - 09.30</b>	<b>Parsing the Content of Bank Supervision</b> <i>*Paul Goldsmith-Pinkham, Beverly Hirtle and David Lucca (all Federal Reserve Bank of New York)</i>  <i>Discussant: Jose Liberti (DePaul University and Northwestern University)</i>
<b>09.30 - 10.30</b>	<b>A Macroeconomic model with Financially constrained producers and intermediaries</b> <i>Vadim Elenev (NYU), *Tim Landvoigt (UT Austin), Stijn Nieuwerburgh (NYU)</i>  <i>Discussant: Zhiguo He (University of Chicago)</i>
<b>10.30 - 11.00</b>	<b>Coffee Break</b>
<b>11.00 - 12.00</b>	<b>Good and Bad CEOs</b> <i>*Dirk Jenter (London School of Economics), Lukas Roth and Egor Matveyev (both University of Alberta)</i>  <i>Discussant: Farzad Saidi (Stockholm School of Economics)</i>

### **THURSDAY 28 JULY**

#### **Focus Session: Empirical Issues in Financial Regulation**

<b>08.30 - 09.30</b>	<b>Self-fulfilling Runs: Evidence from the U.S. Life Insurance Industry</b> <i>Nathan Foley-Fisher, Borghan Narajabad and *Stéphane Verani (all Federal Reserve Board)</i>
<b>09.30 - 10.30</b>	<b>Risk Management in Financial Institutions</b> <i>*Adriano Rampini (Duke University and CEPR), S. "Vish" Viswanathan (Duke University) and Guillaume Vuillemeys (HEC Paris)</i>
<b>10.30 – 11.00</b>	<b>Coffee Break</b>
<b>11.00 – 12.00</b>	<b>The Political Economy of Bank Bailouts</b> <i>Markus Behn (European Central Bank), Rainer Haselmann (Goethe University), Thomas Kick (Deutsche Bundesbank) and *Vikrant Vig (LBS and CEPR)</i>

## **FRIDAY 29 JULY**

### **Morning Session:     Housing and Banking**

**08.30 - 09.30            Financial regulation: a view from the trenches**  
*\*Hyun Shin (Bank for International Settlements and CEPR)*

*Discussant:            Uday Rajan (University of Michigan)*

**09.30 - 10.30            Government Debt and Capital Structure Decisions: International Evidence**  
*\*Irem Demirci (University of Mannheim), Jennifer Huang (Cheung Kong Graduate School of Business), and Clemens Sialm (University of Texas at Austin)*

*Discussant:            Adrien Matray (Princeton University)*

**10.30 - 11.00            Coffee Break**

**11.00 - 12.00            Social Networks and Housing Markets**  
Michael Bailey (Facebook), Ruiqing Cao (Harvard University), Theresa Kuchler (Stern, NYU) and *\*Johannes Ströbel (Stern, NYU)*

*Discussant:            Tony Cookson (University of Colorado, Boulder)*

*\* Indicates the presenter.*

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### **Organiser:**

Amit Seru (University of Chicago, Booth School and NBER)