

For information  
**BAFFI CAREFIN**  
Tel. +39 025836.5907/5908  
bafficarefin@unibocconi.it

Participation is free.  
Registration online required at  
[www.unibocconi.it/eventi](http://www.unibocconi.it/eventi)

BAFFI CAREFIN  
Centre for Applied Research on  
International Markets, Banking,  
Finance and Regulation

## Supervision, Market Discipline and the Challenge of Bank Profitability

24 October 2016

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Intesa Sanpaolo

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University of Illinois at Urbana-Champaign

# Bocconi



Università Commerciale  
Luigi Bocconi

Via Sarfatti 25  
20136 Milano

In collaboration with  
INTESA  SANPAOLO

8:30am  
Aula Magna  
via Gobbi 5

8:30am **Foyer Aula Magna via Gobbi 5**  
**Registration of Participants**

9:00am **Plenary Session**  
**Aula Magna via Gobbi 5**

**Welcome Addresses**

**Andrea Sironi** Rector, Bocconi University

**Carlo Messina** CEO, Intesa Sanpaolo

**Keynote Speech**

**Safe and Sound Banks for a Strong Economy:  
The benefits and challenges of European  
banking supervision**

**Danièle Nouy** Chair of the Supervisory Board of  
the Single Supervisory Mechanism (SSM), ECB

10:00am **Coffee Break**

10:30am **Plenary Session**

**Bank Risk Taking**

Chair: **Philipp Hartmann** European Central Bank

**Why Does Fast Loan Growth Predict Poor  
Performance for Banks?**

**Ruediger Fahlenbrach** (S) École Polytechnique  
Fédérale de Lausanne; **Robert Prilmeier** Tulane  
University; **Rene Stulz** The Ohio State University

Discussant: **Philipp Hartmann** European Central  
Bank

**Equity Versus Bail-In Debt in Banking:  
An agency perspective**

**Caterina Mendicino** European Central Bank;

**Kalin Nikolov** European Central Bank;

**Javier Suarez** (S) Centro de Estudios Monetarios  
y Financieros

Discussant: **Robert Marquez** UC Davis

**Higher Bank Capital Requirements and  
Mortgage Pricing: Evidence from the  
Countercyclical Capital Buffer (CCB)**

**Christoph Basten** (S) ETH Zürich;

**Cathérine Koch** BIS

Discussant: **Steven Ongena** University of Zurich

**End of the Plenary Session**

12:30pm **Lunch Break**

1:45pm **Parallel Sessions**  
**via Röntgen 1**

**Session 1A - Seminar Room AS01**

**Lender of Last Resort and Credit Ratings**

Chair: **Sascha Steffen** University  
of Mannheim

**The (Unintended?) Consequences of the  
Largest Liquidity Injection Ever**

**Matteo Crosignani** (S) Board of Governors of the  
Federal Reserve System; **Miguel Faria-e-Castro**  
New York University; **Luís Fonseca** London  
Business School

Discussant: **Sascha Steffen** University  
of Mannheim

**Lending Standards over the Credit Cycle**

**Giacomo Rodano** Bank of Italy;

**Nicolas Serrano-Velarde** (S) Bocconi University;

**Emanuele Tarantino** University of Mannheim

Discussant: **Olivier De Jonghe** Tilburg University

**Does a Larger Menu Increase Appetite?  
Collateral Eligibility and Bank Risk Taking**

**Sjoerd Van Bakkum** (S) Erasmus School of  
Economics; **Marc Gabarro** Erasmus School of  
Economics; **Rustom M. Irani** University of Illinois at  
Urbana-Champaign

Discussant: **Matteo Crosignani** Board of  
Governors of the Federal Reserve System

**Session 1B – Deutsche Bank Room (AS02)**  
**Bank Capital and Supervision**

Chair: **Paolo Fulghieri** The University  
of North Carolina at Chapel Hill

**Unique Equilibrium in Market-Triggered  
Contingent Capital**

**Tobias Berg** Frankfurt School of Finance &  
Management; **Eva Schliephake** (S) CES,  
Harvard University

Discussant: **George Pennacchi** University of Illinois  
at Urbana-Champaign

**Endogenous Market Participation and Bank  
Capital**

**Elena Carletti** Bocconi University;

**Robert Marquez** UC Davis; **Silvio Petriconi** (S)  
Bocconi University;

Discussant: **Paolo Fulghieri** The University  
of North Carolina at Chapel Hill

**The Economics of Bank Supervision**

**Thomas M. Eisenbach** Federal Reserve Bank of  
New York; **David O. Lucca** (S) Federal Reserve  
Bank of New York; **Robert M. Townsend**  
Massachusetts Institute of Technology;

Discussant: **Gyöngyi Lóranth** Universität Wien

3:30pm **Coffee Break**

4:00pm **Parallel Sessions  
via Röntgen 1**

**Session 2A – Seminar Room AS01  
Syndicated Lending**

Chair: **Paolo Colla** Bocconi University

**Systemic Risk Taking at Banks: Evidence from  
the pricing of syndicated loans**

**Di Gong** (S) University of International Business  
and Economics; **Wolf Wagner** Rotterdam School  
of Management

Discussant: **Paolo Colla** Bocconi University

**Risk Taking and Low Longer-Term Interest  
Rates: Evidence from the US syndicated loan  
market**

**Sirio Aramonte** Federal Reserve Board;  
**Seung Jung Lee** Federal Reserve System;  
**Viktors Stebunovs** (S) Board of Governors of the  
Federal Reserve System

Discussant: **Andrea Polo** Universitat Pompeu  
Fabra

**Equity Short Selling and Bank Loan Market:  
A controlled experiment**

**Po-Hsin Ho** National Taipei University;  
**Chih-Yung Lin** Yuan Ze University;  
**Tse-Chun Lin** (S) The University of Hong Kong  
Discussant: **Evren Örs** HEC Paris

**Session 2B – Deutsche Bank Room (AS02)  
Borrower Information and Credit Markets**

Chair: **George Pennacchi** University of Illinois at  
Urbana-Champaign

**Show Me Yours and I'll Show You Mine: Sharing  
borrower information in a competitive credit  
market**

**Jaap Bos** Maastricht University; **Ralph De Haas** (S)  
European Bank for Reconstruction and  
Development; **Matteo Millone** Vrije Universiteit  
Amsterdam

Discussant: **Guillaume Vuillemey** HEC Paris

**Some Borrowers Are More Equal Than Others:  
Bank funding shocks and credit reallocation**

**Olivier De Jonghe** (S) Tilburg University;  
**Hans Dewachter** National Bank of Belgium;  
**Klaas Mulier** Ghent University; **Steven Ongena**  
University of Zurich; **Glenn Schepens** European  
Central Bank

Discussant: **Ralph De Haas** European Bank for  
Reconstruction and Development

**Moral Incentives: Experimental evidence from  
repayments of an Islamic credit card**

**Leonardo Bursztyn** University of Chicago;  
**Stefano Fiorin** (S) UCLA Anderson;  
**Daniel Gottlieb** Washington University in St. Louis  
**Martin Kanz** The World Bank

Discussant: **Selim Gulesci** Bocconi University

5:45pm **End of Conference**