



Evaluating financial regulation: (un)intended effects and new risks

How do banks react to the new regulatory
standards in the current macro-economic
environment?

**A joint virtual workshop by the Research Group of the
Basel Committee on Banking Supervision, Deutsche Bundesbank and
the Centre for Economic Policy Research**

20–21 April 2021



Tuesday 20 April

All times are given in Central European Summer Time (CEST = GMT+2).

13:00 Opening remarks

Alexander Schulz, Deutsche Bundesbank and Co-Chair of the Research Group

13.15 Session 1: Real effects of banking regulation and supervision

Chair: **Alexander Schulz,**
Deutsche Bundesbank and Co-Chair of the Research Group

13:15 Unearthing zombies

Nirupama Kulkarni, CAFRAL (Reserve Bank of India)

S K Ritadhi, Reserve Bank of India

Siddharth Vij, Terry College of Business, University of Georgia

Katherine Waldock, McDonough School of Business, Georgetown University

Discussant: Tim Eisert, Erasmus University Rotterdam and CEPR

13:55 Completing the European banking union: Capital cost consequences for credit providers and corporate borrowers

Michael Koetter, Halle Institute for Economic Research and

Otto-von-Guericke University Magdeburg

Thomas Krause, Halle Institute for Economic Research

Eleonora Sfrappini, Halle Institute for Economic Research

Lena Tonzer, Halle Institute for Economic Research and Martin Luther University Halle-Wittenberg

Discussant: Samuel Da Rocha Lopes, European Banking Authority

14.35 Break

14.50 Keynote speech: Evaluating the effectiveness of Basel III during Covid-19 and beyond

Pablo Hernández de Cos

Governor of the Bank of Spain and Chairman of the Basel Committee on Banking Supervision

15.50 Break



16.05 Session 2: Information disclosure and transparency of banks

Chair: *Loriana Pelizzon, Goethe University Frankfurt and CEPR*

16:05 Bank stress test disclosures, private information production, and price informativeness

Amanda Heitz, Tulane University
Barrett Wheeler, Tulane University

Discussant: Itay Goldstein, Wharton School, University of Pennsylvania

16:45 Risk-mitigating effects of being prompt and transparent

Seung Jung Lee, Board of Governors of the Federal Reserve System
Lucy Qian Liu, International Monetary Fund

Viktors Stebunovs, Board of Governors of the Federal Reserve System

Discussant: Diana Bonfim, Bank of Portugal

17.25 Break

17.40 Session 3: Banks' response to macro-prudential regulation

Chair: *Daniel Foos, Deutsche Bundesbank*

17:40 How do banking groups react to macroprudential policies? Cross-border spillover effects of higher capital buffers on lending, risk-taking and internal markets

Giuseppe Cappelletti, European Central Bank
Aurea Ponte Marques, European Central Bank
Carmelo Salleo, European Central Bank
Diego Vila Martin, European Central Bank

Discussant: Camelia Minoiu, Board of Governors of the Federal Reserve System

18:20 GSIB status and corporate lending: an international analysis

Hans Degryse, KU Leuven and CEPR
Mike Mariathan, KU Leuven
Hien T Tang, KU Leuven

Discussant: Hein Bogaard, Office of the Comptroller of the Currency

19.00 Dinner speech

Joachim Wuermeling, Member of the Executive Board of Deutsche Bundesbank

19.30 End Day 1



Wednesday 21 April

All times are given in Central European Summer Time (CEST = GMT+2).

13:00 Panel discussion on the evaluation of the effectiveness of the Basel Committee's reforms

Dominique Laboureix, French Prudential Supervisory Authority and co-chair of the Task Force on Evaluations

Jing Yang, Bank of Canada and co-chair of the Task Force on Evaluations

Missaka Warusawitharana, Board of Governors of the Federal Reserve System and co-chair of the Task Force on Evaluations Covid-19 work stream

Xavier Freixas, Universitat Pompeu Fabra and CEPR

Andres Portilla, Institute of International Finance

15.00 Break

15.15 Session 4: Banking structure and competition

Chair: *Thorsten Beck, Florence School of Banking and Finance and CEPR*

15:15 Bank runs, bank competition and opacity

Toni Ahnert, Bank of Canada and CEPR

David Martinez-Miera, Universidad Carlos III and CEPR

Discussant: Natalya Martynova, Deutsche Bundesbank

15:55 Separating deposit-taking from investment banking: evidence from the UK

Matthieu Chavaz, Bank of England

David Elliott, Bank of England and Imperial College London

Discussant: Michael Koetter, Halle Institute for Economic Research (IWH)

16.35 Break



16.50 Keynote speech: Loan guarantees, bank underwriting policies and financial fragility

Elena Carletti, Bocconi University and CEPR

17.50 Session 5: Regulation, supervision and risk-taking

Chair: *Olivier de Bandt, Bank of France and Co-Chair of the Research Group*

17:50 Bank capital regulation and risk after the Global Financial Crisis

Deniz Anginer, Simon Fraser University

Ata Can Bertay, Sabanci University, Istanbul

Robert Cull, World Bank

Asli Demirgüç-Kunt, World Bank

Davide S Mare, World Bank

Discussant: Christian Schmieder, Bank for International Settlements

18.30 Closing remarks

Olivier de Bandt, Bank of France and Co-Chair of the Research Group

18.45 End of workshop



Programme committee

Thorsten Beck, Florence School of Banking and Finance and CEPR
Hein Bogaard, Office of the Comptroller of the Currency, US Department of Treasury
Christa Bouwman, Texas A&M University
Samuel Da Rocha Lopes, European Banking Authority
Olivier de Bandt, Bank of France
Daniel Foos, Deutsche Bundesbank
Xavier Freixas, Universitat Pompeu Fabra and CEPR
Diana Hancock, Board of Governors of the Federal Reserve System
Kjell Bjørn Nordal, Central Bank of Norway
Steven Ongena, University of Zurich and CEPR
Loriana Pelizzon, Goethe University Frankfurt and CEPR
Enrico Perotti, University of Amsterdam and CEPR
Greg Sutton, Bank for International Settlements
Razvan Vlahu, Netherlands Bank
Smith Williams, Federal Deposit Insurance Corporation

Workshop organisation

Martin Birn, Basel Committee Secretariat
Daniel Foos, Deutsche Bundesbank