



30 May 2017

## BIS Symposium: CIP - RIP?

Monday and Tuesday, 22-23 May 2017, BIS, Basel, Room B

### Programme

#### Monday 22 May

<b>12:00-13:00</b>	Buffet lunch
<b>13:00-13:15</b>	<b>Opening remarks</b> <b>Jaime Caruana</b> , Bank for International Settlements
<b>13:15-14:00</b>	<b>Richard Levich</b> , New York University "CIP then and now"
<b>14:00-16:00</b>	<b>Session 1: CIP and money and bond markets</b> Chair <b>Hyun Song Shin</b> , Bank for International Settlements Presenting author <b>Adrien Verdelhan</b> , Massachusetts Institute of Technology Paper "Deviations from covered interest parity" (with W Du and A Tepper) Presenting author <b>Gordon Liao</b> , Harvard Business School Paper "Credit migration and covered interest rate parity" Discussants <b>David Lando</b> , Copenhagen Business School <b>Eila Kreivi</b> , European Investment Bank <b>Tepei Nagano</b> , Bank of Japan
<b>16:00-16:30</b>	Coffee break
<b>16:30-18:30</b>	<b>Session 2: The role of balance sheet constraints</b> Chair <b>Andrea Maechler</b> , Swiss National Bank Presenting author <b>Nao Sudo</b> , Bank of Japan Paper "Regulatory reforms and the dollar funding of global banks: evidence from the impact of monetary policy divergence" (with T Iida and T Kimura) Presenting author <b>Vlad Sushko</b> , Bank for International Settlements Paper "The failure of covered interest parity: FX hedging demand and costly balance sheets" (with C Borio, R McCauley and P McGuire) Discussants <b>Angelo Ranaldo</b> , University of St Gallen <b>Fabiola Ravazzolo</b> , Federal Reserve Bank of New York
<b>19:30-21:00</b>	Dinner Dinner speaker <b>Guy Debelle</b> , Reserve Bank of Australia "How I learned to stop worrying and love the basis"



**Tuesday, 23 May**

**08:15-8:30**

Morning coffee

**08:30-10:30**

**Session 3: Money market frictions and limits to arbitrage**

Chair **Guy Debelle**, Reserve Bank of Australia

Presenting author **Dagfinn Rime**, BI Norwegian Business School

Paper "Segmented money markets and covered interest parity arbitrage" (with A Schrimpf and O Syrstad)

Presenting author **Gino Cenedese**, Bank of England

Paper "Limits to arbitrage in the foreign exchange market: evidence from FX trade repository data" (with P Della Corte and T Wang)

Discussants **Suresh Sundaresan**, Columbia Business School  
**Matthew Boge**, Reserve Bank of Australia  
**Itay Tuchman**, Citibank

**10:30-10:45**

**Pascal Nicoloso**, European Central Bank  
"Developments in FX swap markets – Money market statistical reporting perspective"

**10:45-11:00**

Coffee break

**11:00-11:45**

**Darrell Duffie**, Stanford University  
"Dealer pricing distortions and the leverage ratio rule"

**12:00-13:15**

Lunch

**13:15-15:15**

**Session 4: Bank business models and dollar funding**

Chair **Claudio Borio**, Bank for International Settlements

Presenting author **Victoria Ivashina**, Harvard University

Paper "Dollar funding and the lending behaviour of global banks" (with J Stein and D Scharfstein)

Presenting author **Wenxin Du**, Board of Governors of the Federal Reserve

Paper "The dollar, bank leverage and the deviation from covered interest parity" (with S Avdjiev, C Koch and H S Shin)

Discussants **Andrea Buraschi**, Imperial College London  
**Farooq Akram**, Central Bank of Norway  
**Fabio Bassi**, JP Morgan

**15:15-15:30**

Coffee break

**15:30-17:00**

**Session 5: Panel discussion**

**Should the basis worry us? What, if anything, should we do about it?**

Chair **Claudio Borio**, Bank for International Settlements

Panellists **Andrea Maechler**, Swiss National Bank  
**Anna Nordstrom**, Federal Reserve Bank of New York  
**Beatrice Devillon-Cohen**, Société Générale  
**James Hassett** Barclays