



Basel Committee on Banking Supervision

BANK FOR INTERNATIONAL SETTLEMENTS



Centre for Economic  
Policy Research

Research Excellence, Policy Relevance

## Impact of regulation in a changing world: innovations and new risks

**A joint workshop by the Research Task Force of the Basel Committee  
on Banking Supervision and the Centre for Economic Policy Research**

**Bank for International Settlements, Room A  
Basel, Switzerland,  
9–10 July 2019**

## Tuesday 9 July

**8.30 Registration and coffee**

**9:00 Opening remarks**

*Olivier de Bandt, Bank of France and Co-Chair of the Research Task Force*

**9.05 Session 1: Regulation and liquidity**

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

**9:05 Bank capital and liquidity transformation**

*Jonathan Acosta-Smith (Bank of England)*

*Guillaume Arnould (Bank of England)*

*Kristoffer Milonas (Moody's Analytics)*

*Quynh-Anh Vo (Bank of England)*

Discussant: Alejandro Van der Ghote (European Central Bank)

**9:55 Liquidity management, fire sale and liquidity crises in banking: the role of leverage**

*Fabiana Gomez (University of Bristol)*

**Quynh-Anh Vo** *(Bank of England)*

Discussant: Tanju Yorulmazer (University of Amsterdam)

**10.45 Coffee break**

**11:10 Can banks use their liquid asset buffers?**

*Guillaume Arnould (Bank of England)*

**Antoine Lallour** *(Bank of England)*

Discussant: Missaka Warusawitharan (Board of Governors of the Federal Reserve System)

**12.00 Lunch**

**13.00 Keynote speech: Asset price booms and busts and policies to counter them**

*Franklin Allen (Imperial College)*

**14.00 Session 2: Regulatory interaction**

**Chair:** *Franklin Allen (Imperial College)*

**14:00 Insolvency-illiquidity, externalities and regulation**

**Ester Faia** (*Goethe University Frankfurt*)

Discussant: Valerio Scalone (Bank of France)

**14:50 Capital regulation, market-making, and liquidity**

**Rainer Haselmann** (*Goethe University Frankfurt*)

*Thomas Kick (Deutsche Bundesbank)*

*Shikhar Singla (London School of Economics)*

*Vikrant Vig (London School of Economics and CEPR)*

Discussant: Carlo E Wix (Board of Governors of the Federal Reserve System)

**15.40 Coffee break**

**16:10 Session 3: Complexity and heterogeneity**

**Chair:** *Ester Faia (Goethe University Frankfurt)*

**16:10 Measuring regulatory complexity**

**Jean-Edouard Colliard** (*HEC Paris*)

*Co-Pierre Georg (University of Cape Town and Deutsche Bundesbank)*

Discussant: Iman van Lelyveld (The Netherlands Bank)

**17:00 Banking regulation, market liquidity, and the macro-economy**

**Frédéric Boissay** (*Bank for International Settlements*)

*Fabrice Collard (Toulouse School of Economics)*

*Ulf Lewrick (Bank for International Settlements)*

Discussant: Mark Mink (The Netherlands Bank)

**17.50 End Day 1**

## Wednesday 10 July

### 8.45 Session 4: New risks

**Chair:** *Iman van Lelyveld (The Netherlands Bank)*

### 8:45 A finance approach to climate stress testing

**Henk Jan Reinders** (*Erasmus University Rotterdam and DNB*)

*Dirk Schoenmaker (Erasmus University Rotterdam and CEPR)*

*Mathijs van Dijk (Erasmus University Rotterdam)*

Discussant: Jean-Stéphane Mésonnier (Bank of France)

### 9:35 Can bank resolution regimes increase systemic risk?

*Thorsten Beck (Cass Business School)*

**Deyan Radev** (*University of Bonn*)

*Isabel Schnabel (University of Bonn)*

Discussant: Misa Tanaka (Bank of England)

### 10.25 Coffee break

### 10.45 Session 5: Financial markets

**Chair:** *Diana Hancock (Board of Governors of the Federal Reserve System)*

### 10:45 Capital regulation and clearing: an unexpected interaction

*Jonathan Acosta-Smith (Bank of England)*

**Gerardo Ferrara** (*Bank of England*)

*Francesc Rodriguez-Tous (Cass Business School)*

Discussant: Tosten Ehlers (Bank for International Settlements)

### 11:35 Currency mispricing and dealer balance sheets

*Gino Cenedese (Fulcrum Asset Management)*

**Pasquale Della Corte** (*Imperial College London*)

*Tianyu Wang (Tsinghua University)*

Discussant: Olav Syrstad (Norges Bank)

### 12.25 Lunch

**13.25 Session 5: Financial markets (cont'd)**

**Chair:** *Diana Hancock (Board of Governors of the Federal Reserve System)*

**13:25 Unintended consequences of the global derivatives market reform**

*Pauline Gandré (Uni Paris-Nanterre, EconomiX)*

*Mike Mariathasan (KU Leuven)*

**Ouarda Merrouche** (*Uni Paris-Nanterre, EconomiX*)

*Steven Ongena (University of Zurich, SFI and KU Leuven)*

Discussant: Thibaut Piquard (Bank of France)

**14.15 Session 6: Low interest rate environment**

**Chair:** *Daniel Foos (Deutsche Bundesbank)*

**14:15 Regulatory effects on short-term interest rates**

*Angelo Ranaldo (University of St Gallen)*

**Patrick Schaffner** (*University of St Gallen and Bank of England*)

*Michalis Vasios (Bank of England)*

Discussant: Giovanni Calice (Loughborough University)

**15.05 Coffee break**

**15:35 Capital requirements, the safe real interest rate and the fundamental problem of bank risk taking**

**Chuan Du** (*Yale University*)

*David Miles (Imperial College London)*

Discussant: Ulf Lewrick (Bank for International Settlements)

**16:25 Negative interest rates, deposit funding and bank lending**

*Tan Schelling (Swiss National Bank)*

**Pascal Towbin** (*Swiss National Bank*)

Discussant: Tumer Kapan (International Monetary Fund)

**17.15 Closing remarks**

*Diana Hancock, Board of Governors of the Federal Reserve System and  
Co-Chair of the Research Task Force*

**17.30 End of workshop**



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### **Programme committee**

*Samuel Da Rocha Lopes (European Banking Authority)*

*Olivier de Bandt (Bank of France)*

*Daniel Foos (Deutsche Bundesbank)*

*Diana Hancock (Board of Governors of the Federal Reserve System)*

*Kjell Bjørn Nordal (Central Bank of Norway)*

*Min Qi (Office of the Comptroller of the Currency)*

*Mario Quagliariello (European Banking Authority)*

*Greg Sutton (Bank for International Settlements)*

*Razvan Vlahu (Netherlands Bank)*

*Smith Williams (Federal Deposit Insurance Corporation)*

### **Workshop organisation**

*Martin Birn (Basel Committee Secretariat)*

*Amy Baker (Basel Committee Secretariat)*