



12 June 2007

BS/07/14

## **Second Call for Papers**

### **A Conference on the Interaction of Market and Credit Risk on 6–7 December 2007**

Research Task Force of the Basel Committee on Banking Supervision and the  
*Journal of Banking & Finance*, hosted by the Deutsche Bundesbank

The rapid pace of financial innovation has brought the relationship between market and credit risk to the forefront of researchers' attention. A driving force behind this development is the strong growth of market instruments which blur the dividing lines between established concepts of market and credit risk. Leading examples are the steadily increased trading of credit products, the development of structured credit, improved counterparty credit risk management and the use of bank-wide portfolio management tools.

In light of these market developments a workshop on the "Interaction of Market and Credit Risk" will be held (1) to present state-of-the-art research on advances in risk modelling in this area; and (2) to provide a forum for debate among policy makers, researchers and market participants.

The organisers are inviting the submission of empirical, policy-oriented, and theoretical research papers on the relationships between market and credit risk. Researchers from universities, private sector institutions, supervisory authorities and central banks are encouraged to submit papers for presentation. Submissions should be of high quality, originality and of relevance to risk management or bank supervision. The topics listed below are of particular interest. Furthermore, they should be limited to unpublished, recent work in progress. Accepted papers will be eligible for a special issue of the *Journal of Banking & Finance*, subject to a referee process.

#### **Topics**

The programme committee is encouraging the submission of papers in the following areas:

- (a) Integrated modelling and management of market and credit risk.
- (b) Joint pricing and trading of market and credit risk.
- (c) Potential implications of the integrated modelling and pricing of market and credit risk for bank behaviour and capital holding.

### **Key note speakers**

Hayne Leland, Arno Rayner Professor of Finance and Management, University of California at Berkeley, and E. Gerald Corrigan, Managing Director at Goldman Sachs and Former President of the Federal Reserve Bank of New York.

The workshop will also include a panel discussion including high-level speakers from academia, the private sector and policy authorities.

### **Location and time**

The workshop will take place in Berlin, Germany, on 6–7 December 2007, hosted by the Deutsche Bundesbank.

### **Expenses**

Travel (economy class round-trip) and accommodation expenses will be covered for academic speakers within certain limits. Participation is free for registered participants.

### **Submission information**

Papers should be sent to the Basel Committee Secretariat via email ([baselcommittee@bis.org](mailto:baselcommittee@bis.org)). The submission deadline is 13 July 2007. The authors of selected papers will be informed by 21 September 2007.

### **Organizers**

Klaus Düllmann (Deutsche Bundesbank), Philipp Hartmann (European Central Bank), William Perraudin (Cambridge University)

### **Scientific Committee**

Matthias Drehmann (European Central Bank), Thierry Foucault (HEC School of Management), Rüdiger Frey (Leipzig University), Peter Grundke (University of Cologne), Paul Kupiec (Federal Deposit Insurance Corporation), David Lando (University of Copenhagen), Simone Manganelli (European Central Bank), Matthew Pritsker (Federal Reserve Board), Peter Raupach (Deutsche Bundesbank), Til Schuermann (Federal Reserve Bank of New York)