



**The 18<sup>th</sup> Annual Bank Research Conference**  
September 6-7, 2018

Sponsored by Federal Deposit Insurance Corporation's  
Center for Financial Research and the Journal of Financial Services Research

L. William Seidman Center • Sheila C. Bair Auditorium  
3501 Fairfax Drive, Arlington, VA 22226

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**Thursday, September 6, 2018**

8:30-9:00 AM – **Registration & Continental Breakfast -**

9:00-9:30 **Opening Remarks**  
**Jelena McWilliams**, Chairman of the FDIC

9:30-11:00 **Tradeoffs in Bank Regulation**  
Session Chair and Discussant: **Itay Goldstein**, University of Pennsylvania

**Bank Bailouts, Bail-ins or No Regulatory Intervention? A Dynamic Model and Empirical Tests of Optimal Regulation**

*Allen N. Berger, University of South Carolina  
Charles P. Himmelberg, Goldman Sachs & Co.  
Raluca A. Roman, Federal Reserve Bank of Philadelphia  
Sergey Tsyplov, University of South Carolina*

**The Welfare Effects of Bank Liquidity and Capital Requirements**

*Skander J. Van den Heuvel, Federal Reserve Board*

**The Effects of Capital Requirements on Good and Bad Risk Taking**

*N. Aaron Pancost, University of Texas at Austin  
Roberto Robatto, University of Wisconsin-Madison*

11:00-11:30 – **Break –**

11:30-12:30 **Regulations, Institutions, and Bank Behavior**  
Session Chair and Discussant: **Catherine Schrand**, University of Pennsylvania

**Creditor Rights and Bank Losses: A Cross-Country Comparison**

*Amanda Rae Heitz, Tulane University  
Gans Narayanamoorthy, Tulane University*

**Government Guarantees and Banks' Earnings Management**

*Manuela M. Dantas, Cornell University  
Kenneth J. Merkley, Cornell University  
Felipe Bastos G. Silva, Cornell University*

12:30-1:30 – **Lunch –**

1:30-3:00 **Segmentation of the Lending Markets**  
Session Chair and Discussant: **Elena Loutskina**, University of Virginia

**The Effects of Competition on Consumer Credit Markets**

*Stefan Gissler, Federal Reserve Board*

*Rodney Ramcharan, University of Southern California*  
*Edison Yu, Federal Reserve Bank of Philadelphia*

**Nonbank Lending**

*Sergey Chernenko, Purdue University*  
*Isil Erel, The Ohio State University*  
*Robert Prilmeier, Tulane University*

**What Drives Global Syndication of Bank Loans? Effects of Capital Regulations**

*Janet Gao, Indiana University*  
*Yeejin Jang, Purdue University*

3:00-3:30

– Break –

3:30-5:00

**Stress Spillovers through Banks**

Session Chair and Discussant: **Linda Goldberg**, Federal Reserve Bank of New York

**The Fire-Sale Channels of Universal Banks in the European Sovereign Debt Crisis**

*Giulio Bagattini, Frankfurt School of Finance and Management*  
*Falko Fecht, Frankfurt School of Finance and Management*  
*Patrick Weber, Deutsche Bundesbank*

**Friend or Foe? Cross Border Linkages Contagious Banking Crises, and “Coordinated”  
Macroprudential Policies**

*Seung Mo Choi, International Monetary Fund*  
*Laura Kodres, International Monetary Fund*  
*Jing Lu, International Monetary Fund*

**The Cleansing Effect of Banking Crises**

*Reint Gropp, IWH and University of Magdeburg*  
*Steven Ongena, University of Zurich, Swiss Finance Institute, KU Leuven, and CEPR*  
*Jörg Rochell, ESMT Berlin and ECGI*  
*Vahid Saadi, IE Business School*

5:00-6:00

**Fast Track Session**

**The Micro Impact of Macroprudential Policies: Firm-Level Evidence**

*Meghana Ayyagari, George Washington University*  
*Thorsten Beck, University of London and CEPR*  
*Maria Soledad Martinez Peria, International Monetary Fund*

**Resolving Too Big to Fail**

*Nicola Cetorelli, Federal Reserve Bank of New York*  
*James Traina, University of Chicago*

**Are Contingent Convertibles Going-Concern Capital?**

*Franco Fiordelisi, University of Rome III*  
*George Pennacchii, University of Illinois*  
*Ornella Ricci, University of Rome III*

**How Banks Respond to Negative Interest Rates: Evidence from the Swiss Exemption  
Threshold**

*Christoph Basten, University of Zurich*  
*Mike Mariathasan, KU Leuven*

**Acquiring Failed Banks**  
*Siddharth Vij, University of Georgia*

**The Wisdom of Crowds and Information Cascades in FinTech: Evidence from Initial Coin Offerings**

*Jongsub Lee, University of Florida*  
*Tao Li, University of Florida*  
*Donghwa Shin, Princeton University*

6:00-7:00 – Reception –

**Friday, September 7, 2018**

8:00-8:30 AM – Continental Breakfast –

8:30-9:30 **The Internal Organization of Bank Holding Companies**

Session Chair and Discussant: **Mitchell Berlin**, Federal Reserve Bank of Philadelphia

**The Dark-Side of Banks' Non-bank Business: Internal Dividends in Bank Holding Companies**

*Jonathan Pogach, Federal Deposit Insurance Corporation*  
*Haluk Unal, University of Maryland and Federal Deposit Insurance Corporation*

**Business Complexity and Risk Management: Evidence from Operational Risk Events in U.S. Bank Holding Companies**

*Anna Chernobai, Syracuse University*  
*Ali Ozdagli, Federal Reserve Bank of Boston*  
*Jianlin Wang, University of California at Berkeley*

9:30-10:30 **Keynote Address**

**Bailouts**

*Deborah Lucas, Massachusetts Institute of Technology*

10:30-11:00 – Break –

11:00-12:00 **Managing Default Risk: Competition, Regulation, and Capital**

Session Chair and Discussant: **Mitchell Petersen**, Northwestern University

**The Effects of Banking Competition on Growth and Financial Stability: Evidence from the National Banking Era**

*Mark Carlson, Federal Reserve Board*  
*Sergio Correia, Federal Reserve Board*  
*Stephan Luck, Federal Reserve Board*

**The Impact of Risk Retention Regulation on the Underwriting of Securitized Mortgages**

*Craig Furfine, Northwestern University*

12:00-1:00 – Lunch –

1:00-2:30 **FinTech**

Session Chair and Discussant: **Nagpuranand Prabhala**, University of Maryland

**Reintermediation in FinTech: Evidence from Online Lending**

*Tetyana Balyuk, Emory University*  
*Sergei Davydenko, University of Toronto*

**Fintech and Firm Selection: Evidence from E-Commerce Platform Lending**

*Yi Huang, Graduate Institute of International and Development Studies*

*Ye Li, The Ohio State University*

*Hongzhe Shan, Swiss Finance Institute*

**Winners and Losers of Marketplace Lending: Evidence from Borrower Credit Dynamics**

*Sudheer Chava, Georgia Institute of Technology*

*Nikhil Paradkar, Georgia Institute of Technology*

2:30-3:00

– Break –

3:00-4:00

**Depositor Reaction to Increased Risk at Banks**

Session Chair and Discussant: **Richard Rosen**, Federal Reserve Bank of Chicago

**Paying Attention to Banks: Evidence from Offshore Deposits**

*Pablo Slutzky, University of Maryland*

*Matthieu Chavaz, Bank of England*

**Deposit Inflows and Outflows in Failing Banks: The Role of Deposit Insurance**

*Christopher Martin, Federal Deposit Insurance Corporation*

*Alexander Ufier, Federal Deposit Insurance Corporation*

*Manju Puri, Duke University, Federal Deposit Insurance Corporation, and the National Bureau of Economic Research*