

September 23/24, 2010, Mannheim

3rd Conference on Financial Integration and Stability: Systemic Risk and Incentives

Jointly organized by the Center for European Economic Research (ZEW), the University of Mannheim and the European Business School (EBS), Wiesbaden

Financial Support is provided by the "Stiftung Geld und Wahrung"

Thursday, September 23rd, 2010

9:00 – 9:30 **Welcome**
9:30 – 10:00 Chair: Reint Gropp
Keynote Address: Axel Wieandt (former CEO Hypo Real Estate)

10:00 – 10:15 Coffee

10:15 – 13:15 **Session 1: Household Finance and Mortgage Markets**
Chair: Reint Gropp

Financial Liberalization and its Impact on U.S. Consumption, Housing and Mortgage Markets
John Muellbauer (Oxford) and David Williams (Oxford)
Discussant: Sascha Steffen (Mannheim)

Risk and Default: Understanding Macro Drivers of Personal Bankruptcy
Ethan Cohen-Cole (Maryland)
Discussant: Harry Huizinga (Tilburg)

The Failure of Models that Predict Failure: Distance, Incentives and Defaults
Uday Rajan (Michigan), Amit Seru (Chicago) and **Vikrant Vig** (LBS)
Discussant: Roland Füss (EBS)

13:15 – 14:15 Lunch

14:15 – 16:15 **Session 2: Liquidity**
Chair: Michael Schroeder (ZEW)

Dynamic Debt Runs
Zhiguo He (Chicago) and Wei Xiong (Princeton)
Discussant: Marie Hoerova (ECB)

Repo Runs
Antoine Martin (Federal Reserve Bank of New York), David Skeie (Federal Reserve Bank of New York), **Elu von Thadden** (Mannheim)
Discussant: Elena Carletti (EUI)

16:15 – 16:30 Coffee and end of first day

19:00 Conference Dinner (Kulturbrauerei, Heidelberg)

Friday, September 24th, 2010

9:00 – 11:00 **Session 2: Liquidity (cont.)**

Chair: Michael Schroeder (ZEW)

How to Insure Systemic Risk Without Provoking Moral Hazard

Xavier Freixas (Pompeu Fabra) and **Jean-Charles Rochet** (Toulouse)

Discussant: Lixin Huang (Georgia State)

Financial Crises and the Optimality of Debt for Liquidity Provision

Tri Vi Dang (Yale), Gary Gorton (Yale) and Bengt Holmström (MIT)

Discussant: Enisse Kharroubi (Banque de France)

11:00 – 11:15 Coffee

11:15 – 13:15 **Session 3: Governance**

Chair: Elu von Thadden (Mannheim)

Corporate Governance Propagation Through Overlapping Directors

Christa Bouwman (CASE)

Discussant: Ernst Maug (Mannheim)

Bank Owners or Bank Managers: Who is Keen on Risk? Evidence from the Financial Crisis

Reint Gropp (EBS) and Matthias Köhler (ZEW)

Discussant: Harald Hau (INSEAD)

13:15 – 14:15 Lunch

14:15 – 16:15 **Session 3: Governance (cont.)**

The Limitations of Stock Market Efficiency: Price Informativeness and CEO Turnover

Gary Gorton (Yale), **Lixin Huang** (Georgia State) and Qiang Kang (Miami)

Discussant: Florian Heider (ECB)

Seeking Alpha: Excess Risk Taking and Competition for Managerial Talent

Viral Acharya (NYU), **Marco Pagano** (Naples) and Paolo Volpin (LBS)

Discussant: Hendrik Hakenes (Hannover)

16:15 – 16:30 Closing remarks and end of conference

Organizers

Reint Gropp (EBS and ZEW)

Anil Kashyap (University of Chicago)

Matthias Köhler (ZEW)

Michael Schroeder (ZEW)

Elu von Thadden (University of Mannheim)

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