



2017 FINEST Summer Workshop

Complexity, Uncertainty and Challenges in the Financial Sector

6 July 2017

Workshop Venue: Essex Business School, University of
Essex, Colchester, CO4 3SQ - **Room EBS 2.34**

Hosted by:
Essex Finance Centre (EFiC)
Essex Business School

FINEST

Financial Intermediation Network of European Studies

The Financial Intermediation Network of European Studies (FINEST) acts as a research and discussion forum for Banking and Financial Intermediation researchers and practitioners throughout Europe. FINEST operates as an open research network facilitating research and other analytical synergies among academic staff involved in various European Universities as well as policymakers and financial sector practitioners.

The FINEST is a private non-profit association (network) of researchers from various universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance. The FINEST is currently hosted by the University of Rome III, Italy.

All those that wish to cooperate with FINEST activities can join the Network. Membership can be asked by individual researchers from universities, central banks, financial authorities, other research institutes and practitioners who are interested in exploring all aspects of banking and finance.

Activities

1. Working papers. The working paper series gives the possibility to share the research effort among all interested researchers dealing with banking and Financial Intermediation issues. At the same time, working papers will be highly viewed in the academic environment. Working papers will be reviewed following a double-blind review system.
2. Research Projects. FINEST promotes research groups, surveys and observatories on specific complex areas of Banking and Financial Intermediation in Europe with the aim to originally contribute to international research on these issues.
3. Conferences. FINEST organizes periodical (e.g. annual or bi-annual) conferences on a specific Banking and Financial Intermediation issue.
4. Workshops. FINEST promotes workshops to present high quality papers providing authors with a deep and open discussion before the paper submission to top academic journals.
5. Summer schools. FINEST organizes short summer courses on issues related to banking and financial intermediation in Europe for undergraduate and postgraduate students in accounting, economics, finance and management.

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Workshop Organizers

Claudia Girardone, Essex Business School, University of Essex, UK
Sotirios Kokas, Essex Business School, University of Essex, UK
Michael Straughan, Bank of England
José Liñares-Zegarra, Essex Business School, University of Essex, UK
Franco Fiordelisi, University of Rome III, Italy

FINEST President

Franco Fiordelisi, University of Rome III, Italy

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Notes on the Keynote Speakers and Invited Discussants

Francesca Cornelli (Keynote speaker, London Business School) is Professor of Finance at London Business School. She is also the Director of Private Equity at LBS. She previously held positions or taught at the Wharton School, the Fuqua School of Business at Duke University, The London School of Economics, the Indian School of Business in Hyderabad and the New Economic School in Moscow. Her interests include corporate governance, private equity, privatization, bankruptcy, IPOs and innovation policy. She has published several papers in the major finance and economics journals and she gives regular talks in major conferences and Universities. She is an editor of the Review of Financial Studies, and has been an associate editor of the Journal of Finance, of the Journal of Financial Intermediation and of the Review of Economic Studies. She is a Research Fellow of the Center for Economic and Policy Research (CEPR), an ECGI (European Corporate Governance Institute) Research Member and a director of the Society of Financial Intermediation. She has been a member of the Council of the European Economic Association, of the Council of the Royal Economic Society, a director of the American Finance Association and a member of the Scientific Committee of the Banque de France Foundation. She is a member of the board of Banca Intesa SanPaolo, Swiss Re Europe, Swiss Re International and Telecom Italia. She obtained her B.A. at Università Commerciale Bocconi, in Milano, Italy, and her M.A. and Ph. D. in Economics at Harvard University, USA.

Manthos Delis (University of Surrey) completed his PhD in 2007. At age 33 he was appointed a Chaired Professorship of Financial Economics and Banking in the University of Surrey. He has previously held posts at the University of Ioannina (Lecturer) and at Cass Business School (Senior Lecturer). From September 1st onward he will be a Research Professor in Montpellier Business School. Manthos has a wide spectrum of research interests, with truly multidisciplinary nature. Most of his research analyses elements of financial stability, financial regulation and supervision, and the role of banks in the real economy. However, part of his recent work also looks into elements of corporate governance, international financial accounting, and household finance. He has had more than 40 academic papers published in top-tier journals in a number of fields.

Michael Lamla (University of Essex) is Professor in Finance at the Essex Business School and PhD Director. He obtained his PhD from the University of Zurich in 2008 and was Assistant Professor at the ETH Zurich until 2013. He is Associated Research Professor at the ETH Zurich and conducted several consultancy projects for the World Bank. While his research interests center around monetary policy issues he has several papers in different fields in economics as well as political science.

Alexander Michaelides (Imperial College London) is a Professor of Finance at Imperial College Business School since September 2013, Head of the Department of Finance since October 2014, and Research Fellow at CEPR (International Macroeconomics and Financial Economics Programmes), at CFS (Frankfurt) and NETSPAR (The Netherlands). Alexander Michaelides' research interests include household finance (for example, portfolio choice over the life cycle), asset pricing with heterogeneous agents and financial frictions, housing markets and topics in the intersection of macroeconomics and finance. Alexander was previously a lecturer (2001-2006) and associate professor (2006-2010) at the Department of Economics, London School of Economics, and a professor of finance at the Department of Public and Business Administration, University of Cyprus in 2010-2014. Before that he was lecturer (1998-2000) and assistant professor (2000-2001) at the Department of Economics, University of Cyprus.

Francesc Rodriguez Tous (Cass Business School London) is a Lecturer in Banking at Cass Business School. He received in Economics from the Universitat Pompeu Fabra, in Barcelona. He has previously worked at the Bank of England, Deutsche Bundesbank, and Banco de España. Francesc's research is about banking, with a particular focus on banking regulation and systemic risk.

John O.S. Wilson (University of St Andrews) is Professor of Banking & Finance and Director of the Centre for Responsible Banking & Finance at the University of St Andrews. He has published over 50 refereed journal articles, and is the author/co-author of numerous books, including: *European Banking: Efficiency, Technology and Growth*; and *Banking: A Very Short Introduction*. John co-edited the first and second editions of the *Oxford Handbook of Banking* (with Allen Berger and Phil Molyneux). He has also advised the Scottish, Irish and Northern Irish Governments on issues pertaining to credit unions.

Notes on the Presenters

Marco Boldini (Industry Expert Talk, ETF securities) is a fully qualified lawyer in Italy and the UK, where he is both a solicitor and barrister. He is also a member of the Luxembourg Bar. Marco currently serves as European Regulatory Counsel (Director) at ETF Securities, an asset management firm focused on exchange-traded funds (ETFs), exchange-traded commodities (Commodity ETCs) and exchange-traded currencies (Currency ETCs) with offices in Jersey, London, New York, Sydney and Ireland. Marco is responsible for overseeing all regulatory functions across Europe and analysing the impact of emerging regulations. He is also chairman of ETF Securities' MiFID II committee, a member of its worldwide risk and compliance committee and leads the company's advocacy and lobbying efforts by engaging with various European regulators. Prior to joining ETF Securities, Marco worked at a number of international banks, including as legal counsel at State Street Bank, where he mainly oversaw corporate governance and regulatory matters. As a senior associate in the regulatory department of Gianni, Origoni, Grippo, Cappelli & Partners in Milan, one of the Italian top law firms, Marco was seconded to Credit Suisse where he launched the bank's payment services directive, helped to implement third anti-money laundering directive changes and advised on tax amnesty provisions. He also participated in the designing of a training programme on regulatory issues for sales and products specialist teams. He was also seconded to Merrill Lynch (GWM) as compliance officer responsible for designing and implementing policies and procedures to ensure MiFID compliance. Marco was recently nominated as one of the Rising Stars in UK by Legal 500 (GC – Powerlist 2017).

Barbara Casu (Cass Business School London) is the Director of the Centre for Banking Research at Cass Business School, where she is Professor of Banking and Finance. Her main research interests are in empirical banking, although several of Barbara's research projects are cross-disciplinary and include aspects of financial regulation, structured finance, accounting and corporate governance. Barbara has published widely and has recently co-edited the *Palgrave Handbook of European Banking*.

Franco Fiordelisi (University of Rome III) is Professor of Banking and Finance at the University of Rome III, Italy. He is also (part-time) professor of Finance at the Middlesex Business School in London, UK, and affiliated faculty member at the SDA Bocconi in Milan, Italy. His work has been published in various finance journals such as the *Journal of Financial and Quantitative Analysis*, *Review of Finance*, *Journal of Corporate Finance*, *Journal of Banking and Finance*, and *Journal of International Money and Finance*.

Programme

10.00-10.25

Registration and coffee

10.25-10.30

Welcome remarks

Claudia Girardone (Essex Business School)

Session 1

Chair: **Sotirios Kokas** (Essex Business School)

10.30-11.15 (25 min presentation + 15 discussion +5 min general discussion)

Title: *Democracy and Credit*

Authors: **Manthos Delis**, Iftekhar Hasan and Steven Ongena

Discussant: **Michael Lamla**

11.15-12.00

Title: *Credit Market Spillovers: Evidence from a Syndicated Loan Market Network*

Authors: Abhimanyu Gupta, Sotirios Kokas, **Alexander Michaelides**

Discussant: **John O.S. Wilson**

Keynote Speech

12.00-12.45

Francesca Cornelli, London Business School

Issues in Corporate Governance

12.45-13.00

Q&As

Lunch

13.00-14.15

Session 2

Chair: **Jose Linares Zegarra** (Essex Business School)

14.15-15.00

Title: *Use it or lose it. Credit Lines and Liquidity Risk Management*

Authors: **Barbara Casu**, Laura Chiaramonte, Ettore Croci and Stefano Filomeni

Discussant: **Manthos Delis**

15.00-15.45

Title: *Taxation and Bank Liquidity Creation*

Authors: Sanjay Banerji, Dimitris Chronopoulos, Anna Sobiech and **John O.S. Wilson**

Discussant: **Alex Michaelidis**

15.45-16.30

Title: *Contingent Convertible Capital Instruments and Bank Risks*

Authors: **Franco Fiordelisi**, Ornella Ricci, George Pennacchi

Discussant: **Francesc Rodriguez Tous**

Coffee break

16.30 – 17.00

Session 3

Industry Expert Talk

Chair: **Michael Straughan** (Bank of England)

17.00-17.45

Marco Boldini, ETF Securities

Brexit: The future of the City of London

Few thoughts from an asset management perspective

17.45-18.00

Q&As

18.00-18.05

Concluding remarks

Claudia Girardone

Franco Fiordelisi

18.05-18.40

Drinks reception in EBS foyer

19.00-

Conference Dinner at Wivenhoe House



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The FINEST is hosted by the University of Rome III, Italy. The FINEST is widely supported by various academic research centers as:

- ❖ Institute for European Finance, Bangor University, U.K.
- ❖ Centre for Responsible Banking and Finance, University of St. Andrews, U.K.
- ❖ The Institute of Finance, University of Leicester, U.K.
- ❖ Centre for Banking Research, Cass Business School, U.K.
- ❖ Laboratoire d'Analyse et de Prospective Economiques, Université de Limoges, France
- ❖ Essex Finance Centre, University of Essex, U.K.
- ❖ The Libera Università del Mediterraneo (LUM), Italy
- ❖ Credifact, Italian Factoring Association, Italy

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For further details, please visit:
www.finet.uniroma3.it/membership.