



**Durham**  
University  
Business School

## 2016 FINEST Summer Workshop

# **“After the crisis and re-regulation: rethinking banking business models”**

23 June 2016

Venue: Senate Room, Durham Castle, Durham, DH1 3RW

Hosted by:

Banking, Risk and Intermediation (BRI) Research Centre  
Durham University 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.

### Contact:

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## **Workshop Organizers**

Dennis Philip, Durham University Business School, UK

Franco Fiordelisi, University of Rome III, Italy and Middlesex Business School, UK

## **FINEST President**

Franco Fiordelisi, University of Rome III, Italy

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João A. C. Santos, Federal Reserve Bank of New York, U.S.

Anjan Thakor, Olin Business School, Washington University in St. Louis, U.S.

Gregory F. Udell, Indiana University, U.S.

## Notes on the Keynote Speaker and Invited Discussants

**Richard J. Rosen** (Keynote speaker) is a vice president and research advisor in the economic research department at the Federal Reserve Bank of Chicago. He conducts research on issues relating to banking, insurance, mergers, and real estate and housing. In addition, Richard is part of the Chicago Fed's insurance initiative which conducts research on insurance and provides expertise on the insurance industry within the Federal Reserve System. Richard's research is published in numerous leading academic journals including *the Journal of Finance*, *the Journal of Financial Economics*, *the Journal of Business*, *the Journal of Money, Credit and Banking* and *the Rand Journal*. Prior to coming to the Chicago Fed, Richard taught in the finance departments at the Kelley School of Business at Indiana University, the Wharton School at the University of Pennsylvania and the School of Business at Georgetown University. He has also worked at the Board of Governors of the Federal Reserve System.

**Bill B. Francis** is Warren H. and Pauline U. Bruggeman Distinguished Professor of Finance at the Lally School of Management of the Rensselaer Polytechnic Institute, US, where is also Director of the Ph.D. Program, Area Coordinator of Accounting and Finance. He conducts his research on issues in initial public offerings, corporate restructurings, and international asset-pricing. He has published numerous articles in reputed finance and economics journals such as *the Journal of Financial Economics*, *the Review of Financial Studies*, *the Journal of Financial and Quantitative Analysis*, *the Journal of Banking and Finance*, *the Journal of Corporate Finance*, *the Journal of International Money and Finance*, and *the Journal of Money, Credit and Banking*. He is currently on the Editorial Board of the Journal of Financial Stability.

**Philip Molyneux** is Professor of Banking and Finance, and the Dean of the College of Business, Law, Education and Social Sciences at Bangor Business School, UK. His main area of research is on the structure and efficiency of banking markets and he has published widely in this area. He has also published a variety of texts on banking areas and in the past has acted as a consultant to: New York Federal Reserve Bank, World Bank, European Commission, UK Treasury; Citibank Private Bank, Barclays Wealth, McKinsey & co, Credit Suisse and various other international banks and consulting firms.

## Notes to Presenters and Discussants

**Each paper in the main session is allotted 45 minutes, split into 25 minutes for presentation, 15 minutes for the discussant and 5 minutes of general discussion.**

**Each paper in the "Early Ideas" session is allotted 15 minutes, split into 10 minutes for presentation and 5 minutes for general discussion.**

# Programme

08.15-9.00

**Registration (and coffee/tea)**

09.00-9.05

**Welcome remarks**

Dennis Philip

## Session 1

Chair: Franco Fiordelisi

**09.10-09.55**

Title: **Why Do Banks Hold Excess Cash?**

Authors: Elena Beccalli, Laura Chiaramonte, [Ettore Croci](#)

Discussant: Philip Molyneux

**09.55-10.40**

Title: **Thrust to Compete: The Role of Ownership Structure, Earnings Management and Crash Risk**

Authors: Panayiotis Andreou, Franco Fiordelisi, [Terry Harris](#), and Dennis Philip

Discussant: Bill Francis

## Keynote Speech

**10.40-11.20**

**Richard Rosen**, Federal Reserve of Chicago, U.S.

## Refreshments Break

**11.20-11.45**

## Session 2 (“Early Ideas” Session)

Chair: Julian Williams

**11.45-12.00**

**Market Reactions to Bail-In Announcements: An Empirical Analysis on Stock Prices and CDS of Listed European Banks**

Presenter: Federica Minnucci

**12.00-12.15**

**Credit Information Sharing and Stock Price Crash Risk: The Role of Information Asymmetry and Bank Regulation**

Presenter: Chanon Teeranutrano

**12.15-12.30**

**CEO Age and Stock Price Crash Risk**

Presenter: Christodoulos Louca

## **Lunch**

**12.30-13.30**

## **Session 3**

Chair: Frankie Chau

**13.30-14.15**

Title: **Endogenous Political Connections**

Authors: Marika Carboni and Franco Fiordelisi

Discussant: Richard Rosen

**14.15-15.00**

Title: **Bank Loan Loss Accounting Treatments, Credit Cycles and Crash Risk**

Authors: Panayiotis Andreou, Ian Cooper, Christodoulos Louca, and Dennis Philip

Discussant: Philip Molyneux

## **Refreshments Break**

**15.00-15.30**

## **Session 4**

Chair: Abderrahim Taamouti

**15.30-16.15**

Title: **On the Relationship between Regulatory Liquidity and Bank Lending in the Euro Area**

Authors: Barbara Casu and Laura Chiaramonte

Discussant: Bill Francis

**16.15-17.00**

Title: **The Effects of Taxation on Bank Margins: Evidence from a Quasi-Natural Experiment**

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

Discussant: Richard Rosen

17.00-17.10

**Concluding remarks**

Franco Fiordelisi

17.30-18.30

*Tour of Durham Castle\**

18.30 onwards

*Reception and Gala Dinner (Joachim Room, College of St Hild & St Bede)\**

*\* Pre-booking required*



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- ❖ Institute for European Finance, Bangor University, U.K.
- ❖ Centre for Responsible Banking and Finance, University of St. Andrew, U.K.
- ❖ The Institute of Finance, University 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, Essex University, U.K.
- ❖ The Libera Università del Mediterraneo (LUM), Italy
- ❖ Credifact, Italian Factoring Association, Italy

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For further details, please visit:  
[www.finest.uniroma3.it/membership](http://www.finest.uniroma3.it/membership).