Friday, June 10, 2011 (continued)

13:45–15:15  Session VI: Monetary Policy and Real Economy
(Chair: Ansgar Belke)

Presentation 1 (20 minutes):
A Theory of the Non-Neutrality of Money with Banking Frictions and Bank Recapitalization
Zhixiong Zeng (Department of Economics, Monash University, Australia)
Discussant (10 minutes): Ulrike Neyer (Department of Economics, University of Düsseldorf)

Presentation 2 (20 minutes):
Stock Returns and Monetary Policy: Are There Any Ties?
Hafedh Bouakez, Badye-Omar Essid and Michel Normandin (Department of Economics, HEC Montréal, CIRPÉE)
Discussant (10 minutes): Giovanni Urga (Faculty of Finance, Cass Business School, UK)

15:15–15:20  Farewell
Dorothea Schäfer

16:45  Start of boat trip around the center of Berlin
(3.5 hours)
Departure/Arrival: Jannowitz-Brücke
08:15–09:15  Registration

09:15–09:30  Welcome Address, Introduction
Georg Weizsäcker (Vice-Chairman of DIW Berlin)

09:30–11:00  Session I: Financial Sector and Real Economy Risk (Chair: Andreas Pfingsten)
Presentation 1 (20 minutes):
Gianni De Nicolò (IMF Research Department and CESifo) and Marcella Lucchetta (European University Institute Firenze, Italy)
Discussant (10 minutes): Andrea Schertler (University of Groningen, Netherlands)

Presentation 2 (20 minutes):
The Impact of Banking Sector Stability on the Real Economy
Pierre Monnin (Swiss National Bank) and Terhi Jokipii (Swiss National Bank)
Discussant (10 minutes): Helmut Elsinger (Oesterreichische Nationalbank)

11:00–11:30  Coffee break

11:30–12:30  Keynote Speech with discussion (Chair: Georg Weizsäcker)
Regulation and Financial Markets: Lessons learned
Wolfgang Schäuble (German Minister of Finance)
Discussion (up to 30 minutes)

13:45–15:15  Session II: Default Modelling and Estimation (Chair: Edward Kane)
Presentation 1 (20 minutes):
Systematic Risk and Parameter Uncertainty in Mortgage Securitizations
Daniel Rösch (Institute of Banking and Finance, University of Hannover, Germany) and Harald Scheule (Department of Finance, Faculty of Business and Economics, University of Melbourne, Australia)
Discussant (10 minutes): Joseph Mason (Louisiana State University, USA)

Presentation 2 (20 minutes):
A Regime Switching Unobserved Component Analysis of the CDS Index Term Premium
Giovanni Calice (University of Southampton, UK), Christos Ioannidis, RongHui Miao (both: University of Bath, School of Management, UK)
Discussant (10 minutes): Alexander Karmann (Technical University Dresden, Germany)

15:15–15:45  Coffee break

15:45–17:15  Session III: Lessons from Alternative Lending (Chair: Dorothea Schäfer)
Presentation 1 (20 minutes):
Skin in the Game: Evidence from the Online Social Lending Market
Thomas Hildebrand (ESMT Berlin), Manju Puri (Duke University and NBER) and Jörg Rocholl (ESMT Berlin)
Discussant (10 minutes): Benjamin Klaus (Banque de France)

Presentation 2 (20 minutes):
Of Religion and Redemption: Evidence from Default on Islamic Loans
Lieven Baele (Netspar and CentER-Tilburg University), Moazzam Farooq (CentER-Tilburg University) and Steven Ongena (CentER-Tilburg, University and CEPR)
Discussant (10 minutes): Eva Terberger (University of Mannheim)

19:15  Conference Dinner

09:00–10:30  Session IV (invited papers): Banks and the Real Economy (Chair: Thilo Liebig)
Presentation 1 (25 minutes):
Quantifying the Too-big-to-fail Subsidy
Kenichi Ueda (IMF) and Beatrice Weder di Mauro (University of Mann)
Discussant (10 minutes): Jörg Rocholl (ESMT Berlin)

Presentation 2 (25 minutes):
Macroeconomic Shocks and Risks in Banking
Claudia Buch (University of Tübingen), Sandra Eickmeier (Deutsche Bundesbank) and Esteban Prieto (University of Tübingen)
Discussant (10 minutes): Eva Söbbeke (Deutsche Bundesbank)

10:30–11:00  Coffee break

11:00–12:30  Session V: Consequences of Leveraging (Chair: Christopher F. Baum)
Presentation 1 (20 minutes):
Sovereign Defaults: The Price of Haircuts
Christoph Trebesch (FU Berlin and Hertie School of Governance) and Juan Cruces (Universidad Torcuato Di Tella, Argentina)
Discussant (10 minutes): Mustafa Caglayan (University of Sheffield, UK)

Presentation 2 (20 minutes):
Minsky’s Financial Instability Hypothesis and the Leverage Cycle
Sudipto Bhattacharya (London School of Economics), Charles A.E. Goodhart (London School of Economics), Dimitrios P. Tomocos (University of Oxford) and Alexandros P. Vardoulakis (Banque de France)
Discussant (10 minutes): Julia Darby (University of Strathclyde, UK)

12:30–13:45  Lunch