Regulatory Forbearance in Stress Testing, CoCo Conversion, and Bank Resolution

CEPR and Risk and Macro Finance Center, University of Amsterdam

June 8 (Friday), 2018
Amsterdam Business School
Plantage Muidergracht 12, Amsterdam
Room M3.02

9:00–9:10 Welcome from R&MF

9:10–10:30 Contingent Convertible Capital

- “Regulatory Forbearance, CoCos, and Bank Risk-Shifting” by Stephanie Chan (Xiamen University) and Sweder van Wijnbergen (University of Amsterdam). Discussant: Jean-Edouard Colliard (HEC Paris).

- “Are CoCo Bonds a Good Substitute for Equity? Evidence from European Banks” by Gabriela Znamenackova (University of Geneva) and Harald Hau (University of Geneva). Discussant: Stefan Avdjiev (Bank for International Settlements).

10:30–11:00 Coffee

11:00–12:20 Stress Testing

- “Model Secrecy and Stress Tests” by Yaron Leitner (Federal Reserve Bank of Philadelphia) and Basil Williams (New York University). Discussant: Jing Zeng (Frankfurt School of Finance and Management).

- “Modeling Your Stress Away” by Friederike Niepmann (Federal Reserve Board) and Viktor Stebunovs (Federal Reserve Board). Discussant: Rainer Haselmann (Goethe Universität).

12:20–14:00 Lunch

14:00–15:20 Regulatory Forbearance

- “Bank Capital Forbearance” by Natalya Martynova (Deutsche Bundesbank), Enrico Perotti (University of Amsterdam) and Javier Suárez (CEMFI). Discussant: Lucy White (Boston University).


15:30–16:00 Coffee

16:00–17:00 Policy Panel (Giuseppe Cappelletti, European Central Bank; Olaf Sleijpen, De Nederlandsche Bank; Tobias Tröger, Goethe Universität; and Lucy White, Boston University)