

# Banks' liquidity in volatile macroeconomic and market environments

**A joint conference by the Research Group of the Basel Committee on  
Banking Supervision, the Bank for International Settlements and the  
Centre for Economic Policy Research**

**Bank for International Settlements, Room A  
Basel, Switzerland,  
15–16 May 2024**

Programme

## Wednesday 15 May

**8:30 Registration and coffee**

**9:00 Opening remarks**

*Alexander Schulz, Deutsche Bundesbank and Co-Chair of the Research Group*

**9:05 Session 1: Non-banks**

**Chair: David Aikman, King's College**

**9:05 Liquidity support and distress resilience in bank-affiliated mutual funds**

*Giulio Bagattini, Frankfurt School of Finance & Management and European Securities and Markets Authority*

**Falko Fecht**, Deutsche Bundesbank

*Angela Maddaloni, European Central Bank*

Discussant: Cristina Cella, Sveriges Riksbank

**9:50 Interest rate exposures of non-banks: market concentration and monetary policy implications**

**Gabor Pinter**, Bank for International Settlements

*Danny Walker, Bank of England*

Discussant: Azusa Takeyama, Bank of Japan

**10:35 The secular decline of bank balance sheet lending**

*Greg Buchak, Stanford Graduate School of Business and Stanford Institute for Economic Policy Research*

*Gregor Matvos, Northwestern University and National Bureau of Economic Research*

*Tomasz Piskorski, National Bureau of Economic Research*

**Amit Seru**, Stanford Graduate School of Business, Hoover Institution, Stanford Institute for Economic Policy Research and National Bureau of Economic Research

Discussant: Stefan Schmitz, Central Bank of the Republic of Austria

**11:20 Coffee break**

**11:40 Session 2: Monetary policy**

**Chair: Samuel Da Rocha Lopes, European Banking Authority**

**11:40 Scarce, abundant, or ample? A time-varying model of the reserve demand curve**

*Gara Afonso, Federal Reserve Bank of New York*

*Domenico Giannone, Amazon, University of Washington and CEPR*

**Gabriele La Spada**, Federal Reserve Bank of New York

*John C Williams, Federal Reserve Bank of New York*

Discussant: Enrico Perotti

**12:25 Central bank liquidity reallocation and bank lending: evidence from the tiering system**

*Carlo Altavilla, European Central Bank and CEPR*

*Miguel Boucinha, European Central Bank*

*Lorenzo Burlon, European Central Bank*

*Mariassunta Giannetti, Stockholm School of Economics and CEPR*

**Julian Schumacher**, European Central Bank

Discussant: Guillaume Horny, Bank of France

**13:10 Lunch**

**14:10 Keynote speech**

*Agnès Benassy-Quéré, Deputy Governor, Bank of France, and Paris School of Economics*

**14:50 Session 3: Deposits**

**Chair: Alexander Schulz, Deutsche Bundesbank and Co-Chair of the Research Group**

**14:50 Banking on uninsured deposits**

*Itamar Drechsler, Wharton School, University of Pennsylvania*

**Alexi Savov**, Stern School of Business, New York University

*Philipp Schnabl, Stern School of Business, New York University*

*Olivier Wang, New York University, Kaufman Management Center*

Discussant: Maximilian Jager, Frankfurt School of Finance & Management

**15:35 Coffee break**

**16:00 Foreign-borne interest rate risk: effects of foreign deposits on monetary policy and bank balance sheets**

**Rashad Ahmed**, Office of the Comptroller of the Currency

Discussant: Gabor Pinter, Bank for International Settlements

**16:45 Deposit convexity, monetary policy and financial stability**

*Emily Greenwald, Federal Reserve Bank of Dallas*

*Sam Schulhofer-Wohl, Federal Reserve Bank of Dallas*

**Joshua Younger**, Federal Reserve Bank of New York

Discussant: Stefano Ungaro, Bank of France

**17:30 Keynote speech**

*Viral Acharya, New York University Stern School of Business*

**18:15 End Day 1**

## Thursday, 16 May

**9:00**     **Joint session with the workshop on Tackling the risks in systemically relevant banks – lessons from March 2023, jointly organised by the Bank for International Settlements, the Swiss Financial Market Supervisory Authority and the Swiss National Bank**

**9:00**     **Introductory remarks**

*Agustín Carstens, General Manager, Bank for International Settlements*

**9:15**     **Panel session: The turmoil of March 2023 – causes and drivers**

**Chair:**     **Marlene Amstad, Chair, FINMA**

**Speakers:**     *Viral Acharya, New York University Stern School of Business  
Amit Seru, Stanford GSB, the Hoover Institution, SIEPR and NBER  
Beatrice Weder di Mauro, Geneva Graduate Institute and CEPR*

**10:45**     **Coffee break**

**11:15 Session 4: Bank runs**

**Chair: Olivier de Bandt (Bank of France)**

**11:15 Corporate runs and credit reallocation**

**Elena Carletti**, Bocconi University, Baffi Carefin, IGIER and CEPR  
**Filippo De Marco**, Bocconi University, Baffi Carefin, IGIER and CEPR  
**Vasso Ioannidou**, Bayes Business School and CEPR  
**Enrico Sette**, Bank of Italy and CEPR

Discussant: Valentin Schubert, Sveriges Riskbank

**12:00 Procyclical leverage and crisis probability in a macroeconomic model of bank runs**

**Daisuke Ikeda**, Bank of Japan  
**Hidehiko Matsumoto**, National Graduate Institute for Policy Studies (GRIPS)

Discussant: Haakon Solheim, Norges Bank

**12:45 Lunch**

**14:00 Distortive effects of deposit insurance: administrative evidence from deposit and loan accounts**

**Dominic Cucic**, National Bank of Denmark  
**Rajkamal Iyer**, Imperial College London and CEP  
**Sotirios Kokas**, University of Essex  
**José-Luis Peydro**, Imperial College London and CEPR  
**Stefano Pica**, Bank of Italy

Discussant: Chacko George, Federal Deposit Insurance Corporation (virtual)

**14:45 Coffee break**

**15:15 Session 5: Interest rate risk**

**Chair:** *David Lynch, Board of Governors of the Federal Reserve System and  
Co-Chair of the Research Group*

**15:15 As interest rates surge: from funding to financing**

**Giuseppe Cappelletti**, *European Central Bank*

*David Marques-Ibanez, European Central Bank*

*Alessi Reghezza, European Central Bank*

*Carmelo Salleo, European Central Bank*

Discussant: Daniel Foos, *Deutsche Bundesbank*

**16:00 LASH risk and interest rates**

*Laura Alfaro*

*Saleem Bahaj, University College London and Bank of England*

**Robert Czech, Bank of England**

*Jonathon Hazell, London School of Economics*

*Ioana Neamtu, Bank of England*

Discussant: Calixto López Castañón, *Bank of Mexico*

**16.45 Closing remarks**

*David Lynch, Board of Governors of the Federal Reserve System and  
Co-Chair of the Research Group*

**17.00 End of conference**

### **Programme committee**

*David Aikman, King's College*

*Thorsten Beck, European University Institute and CEPR*

*Laurent Clerc, French Prudential Supervision and Resolution Authority*

*Claudia Custodio, Imperial College London and CEPR*

*Samuel Da Rocha Lopes, European Banking Authority*

*Olivier de Bandt, Bank of France*

*Klaus Düllmann, European Central Bank*

*Gaston Gelos, Bank for International Settlements and CEPR*

*Mariassunta Giannetti, Stockholm School of Economics and CEPR*

*Vasso Ioannidou, City University of London and CEPR*

*Pablo Rovira Kaltwasser, National Bank of Belgium*

*David Lynch, Board of Governors of the Federal Reserve System*

*Andreas Schrimpf, Bank for International Settlements and CEPR*

*Alexander Schulz, Deutsche Bundesbank*

*Ilhyock Shim, Bank for International Settlements*

*Hyun Song Shin, Bank for International Settlements*

*Greg Sutton, Bank for International Settlements*

*Margarita Tsoutsoura, Washington University in St Louis and CEPR*

### **Conference organisation**

*Martin Birn, Basel Committee Secretariat*