



## Liquidity, market frictions, and the economy

Bank of France conference center facility in Paris, 27-28 June 2016

### Monday 27 June 2016

#### Vehicles of liquidity

- 10 am ***Incentive Constrained Risk Sharing, Asset Pricing and Intermediation***  
**Bruno Biais** (Toulouse School of Economics), Johan Hombert (HEC Lausanne)  
and Pierre-Olivier Weill (UCLA)  
Discussant: Bruno Sultanum, Richmond Fed
- 11 am ***Limited Commitment and the Demand for Money***  
**Aleks Berentsen** (Basel Universität and Saint Louis Fed), Samuel Huber (Basel  
Universität) and Alessandro Marchesiani (University of Bath)  
Discussant: Chao Gu, University of Missouri
- 12 am Lunch

#### Over-the-counter matches, Intermediation and liquidity

- 1 pm ***Heterogeneity in Decentralized Asset Markets***  
Julien Hugonnier (EPF Lausanne), Ben Lester (Philadelphia Fed) and **Pierre-  
Olivier Weill** (UCLA)  
Discussant: Fabrizio Mattesini, University of Rome Tor Vergata
- 2 pm ***Tough Middlemen***  
**Guido Menzio** (University of Pennsylvania)  
Discussant: Andrei Shevshenko (MSU)
- 3 pm Break

#### Payments and the economy

- 3:30 pm ***On the Origin of Money***  
**Luis Araujo** (MSU and FGV São Paulo), Vincent Bignon (Bank of France), Régis  
Breton (Bank of France) and Braz Camargo (FGV São Paulo)  
Discussant: Christophe Chamley, Boston University
- 4:30 pm ***The Effects of Monetary Policy (and other) Announcements***  
Chao Gu (University of Missouri), Han Han (University of Wisconsin-Madison)  
and **Randy Wright** (University of Wisconsin-Madison)  
Discussant: Chris Waller, Saint Louis Fed
- 5:30 pm Adjourn

**Tuesday 28 June 2016**

**Financial markets and the transmission of monetary policy**

10:30 am ***Corporate Finance and Monetary Policy***  
Guillaume Rocheteau (Irvine), Randy Wright (University of Wisconsin-Madison) and **Cathy Zhang** (Purdue)  
Discussant: Etienne Wassmer, Sciences Po

11:30 am ***Turnover Liquidity and the Transmission of Monetary Policy***  
**Ricardo Lagos** (New York University) and Shengxing Zhang (LSE)  
Discussant: Jérôme Dugast, Banque de France

12:30 am Lunch

**Roots of liquidity and financial stability**

1:30 pm ***Unifying Bank-Run Theories and the Trap of Financial Integration***  
Jefferson D. P. Bertolai (University of São Paulo FEARP), **Ricardo Cavalcanti**  
(FGV Rio de Janeiro) and Paulo K. Monteiro (FGV Rio de Janeiro)  
Discussant: Régis Breton, Banque de France

2:30 pm ***Monetary Policy and Financial Instability***  
**David Andolfatto** (Simon Fraser University and St. Louis Fed), Aleks Berentsen  
(Basel Universität and St. Louis Fed) and Fernando Martin (St. Louis Fed)  
Discussant: Guillaume Plantin, Sciences Po

3:30 pm Break

**Matches and the economy**

4 pm ***A Phillips-Curve in a Random Matching Model***  
Tai-Wei Hu (Northwestern) and **Neil Wallace** (Penn State University)  
Discussant: Braz Camargo, FGV São Paulo

5 pm ***The Macro-dynamics of Sorting between Workers and Firms***  
**Jean-Marc Robin**, Sciences Po  
Discussant: Ludo Visschers, University of Edinburgh

6 pm: End of the conference

Conveners: Vincent Bignon (Bank of France), Régis Breton (Bank of France), Sébastien Lotz (Paris 2), Guillaume Plantin (Sciences Po), Guillaume Rocheteau (Irvine), Mariana Rojas Breu (Dauphine)