
ENDOGENOUS FINANCIAL NETWORKS AND EQUILIBRIUM DYNAMICS: ADDRESSING CHALLENGES *of* FINANCIAL STABILITY AND MONETARY POLICY Paris, July 09-10, 2015

Thursday July 9

8:45 - 9:15 Registration and Coffee

9:15 - 9:20 Opening address: Benoit Mojon, Director of the Monetary and Financial Studies Directorate
Banque de France

9:20 - 11:10 Session I Endogenous Network Dynamics
Chair: Benoit Mojon (Banque de France)

Endogenous Market Making and Network Formation. Shengxing Zhang (LSE), Briana Chang
Discussant: Remy Praz (Copenhagen Business School)

Bank Networks: Contagion, Systemic Risk and Prudential Policy. Iñaki Aldasoro (Goethe University Frankfurt), Domenico Delli Gatti, Ester Faia
Discussant: Michael Gofman (UW-Madison)

11:10 - 11:30 Coffee Break

11:30 - 13:20 Session II Network Formation and Asymmetric Information
Chair: Dilyara Salakhova (Banque de France)

Risk Incentives in an Interbank Network. Miguel de Faria e Castro (New York University)
Discussant: Falk Bräuning (VU University Amsterdam)

Strategic Opaqueness: A Cautionary Take on Securitization. Maryam Farboodi (Princeton University),
Ana Babus
Discussant: François Koulischer (Banque de France)

13:20 - 14:40 Lunch

14:40 - 17:45 Session III Empirical Analysis of Information in Networks
Chair: Ben Craig (Federal Reserve Bank of Cleveland)

A network map of information percolation. Björn Hagströmer (Stockholm University),
Albert J. Menkveld
Discussant: Lorenzo Frattarolo (SAFE-Goethe University Frankfurt)

Testing Information Diffusion in the Decentralized Unsecured Market for Euro Funds.
Edoardo Rainone (Bank of Italy)
Discussant: Julia Schaumburg (VU University Amsterdam)

16:30 - 16:50 Coffee Break

A Two Stage Approach to Spatio-Temporal Analysis with Strong and Weak Cross-Sectional Dependence. Natalia Bailey (Queen Mary, University of London), Sean Holly, M.Hashem Pesaran
Discussant: Paul Elhorst (University of Groningen)

19:00 Dinner (on invitation only)

Friday July 10

9:15 - 9:30 Coffee

9:30 - 11:20 Session IV Inefficiency of Financial Networks
Chair: Albert Menkveld (VU University Amsterdam)

The Price of Complexity in Financial Networks. Tarik Roukny (Université Libre de Bruxelles),
Stefano Battiston, Guido Caldarelli, Robert M. May, Joseph E. Stiglitz
Discussant: Kartik Anand (Bank of England)

Externalities and Contagion in Banking Networks. Regina Martinez (George Washington University)
Discussant: Jean-Edouard Colliard (HEC Paris)

11:20 - 11:40 Coffee Break

11:40 - 13:30 Session V The Network Core: Formation and Business Practices
Chair: Jean-Stéphane Mésonnier (Banque de France)

The formation of a core periphery structure in heterogeneous financial networks. Daan in't Veld
(University of Amsterdam, SEO Economic Research), Marco van der Leij, Cars Hommes
Discussant: Filomena Garcia (Indiana University Bloomington)

Credit Risk and Interdealer Networks. Nina Boyarchenko (Federal Reserve Bank of New York),
Anna M. Costello, Jennifer La' O, Or Shachar
Discussant: Giulia Iori (City University and ISEG/UECE)

13:30 - 14:30 Lunch

PROGRAM COMMITTEE

Ben Craig (Federal Reserve Bank of Cleveland)
Jean-Stéphane Mésonnier (Banque de France)
Frank Page (Systemic Risk Center, London School of Economics and Indiana University)
Dilyara Salakhova (Banque de France)

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