

# Workshop on the Risks of Wholesale Funding

August 13, 2014

8:15 a.m. **Continental Breakfast**

9:00 a.m. Introductory Remarks: Michael Fleming, Federal Reserve Bank of New York

9:05 a.m. Welcoming Remarks: William Dudley, President, Federal Reserve Bank of New York

9:20 a.m. Keynote Remarks: Eric Rosengren, President, Federal Reserve Bank of Boston

9:50 a.m. **Session 1** (Chair: Tobias Adrian, Federal Reserve Bank of New York)

**The Macroeconomics of Shadow Banking**  PDF

Alan Moreira, Yale University (presenter)

Alexi Savov, New York University

**The Transmission of Shocks to the Financial System through Capital Markets: The Case of Commercial Paper Dealers**

Ethan Cohen-Cole, Econ One Research

Judit Montoriol, La Caixa

Gustavo Suarez, Federal Reserve Board (presenter)

Jason Wu, Federal Reserve Board

10:50 a.m. **Break**

11:10 a.m. **Session 2** (Chair: Nellie Liang, Federal Reserve Board)

**The Flight from Maturity**  PDF

Gary Gorton, Yale University (presenter)

Andrew Metrick, Yale University

Lei Xie, AQR Capital

Presentation >>


**Moral Hazard and Debt Maturity**  PDF

Gur Huberman, Columbia University

Rafael Repullo, CEMFI (presenter)

Presentation >>

12:10 p.m. **Lunch**

1:10 p.m. **Session 3** (Chair: Simon Kwan, Federal Reserve Bank of San Francisco)  
**Lenders on the Storm of Wholesale Funding Shocks: Saved by the Central Bank?**  PDF

Leo de Haan, De Nederlandsche Bank  
Jan Willem van den End, De Nederlandsche Bank (presenter)  
Philip Vermeulen, European Central Bank  
Presentation >>

**Loan Sales and Bank Liquidity Risk Management: Evidence from the Shared National Credit Program**  PDF

Rustom Irani, University of Illinois at Urbana-Champaign  
Ralf Meisenzahl, Federal Reserve Board (presenter)  
Sadra Moghadam, University of Illinois at Urbana-Champaign  
Presentation >>

2:10 p.m. **Session 4** (Chair: Patrick deFontnouvelle, Federal Reserve Bank of Boston)  
**Money for Nothing: The Consequences of Repo Rehypothecation**  PDF

Sebastian Infante, Federal Reserve Board (presenter)  
Presentation >>

**Intermediary Funding Liquidity and Rehypothecation as a Determinant of Repo Haircuts and Interest Rates**  PDF

Egemen Eren, Stanford University (presenter)  
Presentation >>

3:10 p.m. **Break**

3:30 p.m. **Session 5** (Chair: Susan McLaughlin, Federal Reserve Bank of New York)

**Rolling Back the Repo Safe Harbors**  PDF

Edward Morrison, University of Chicago  
Mark Roe, Harvard University (presenter)  
Christopher Sontchi, United States Bankruptcy Judge for the District of Delaware

**When Should Repos Be Exempt from Bankruptcy and Other Failure Resolution Processes?**

Darrell Duffie, Stanford University (presenter)  
Presentation >>

4:45 p.m. **Conference Adjourns**

**A reception will immediately follow at the Bank:**

East Wing, 1<sup>st</sup> Floor  
33 Liberty Street  
New York, NY