The Center for Financial Innovation and Stability (Federal Reserve Bank of Atlanta) and the Center for the Economic Analysis of Risk (Georgia State University), are organizing the conference “The Role of Liquidity in the Financial System” to be held at the Federal Reserve Bank of Atlanta on November 19-20, 2014.

**Location:** Federal Reserve Bank of Atlanta (1000 Peachtree Street N.E.), Azalea Room, Third Floor.

**Schedule:**

**Thursday, November 19**

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

8:50 a.m.  **Welcome**

9:00 a.m.  **Shadow banking**
  Chair: Larry Wall, Federal Reserve Bank of Atlanta

  Giovanni di Iasio, Bank of Italy and INET Shadow Banking Colloquium
  Zoltan Pozsar, Credit Suisse and INET Shadow Banking Colloquium
  “A Model of Shadow Banking: Crises, Central Banks and Regulation” (Preliminary)

  Stephan Luck, University of Bonn and Max Planck Institute for Research on Collective Goods
  Paul Schempp, Max Planck Institute for Research on Collective Goods
  “Regulatory Arbitrage and Systemic Liquidity Crises” (Preliminary)

10:30 a.m.  **Break**

11:00 a.m.  **Capital and liquidity**
  Chair: Enrico Biffis, Georgia State University

  Gazi Ishak Kara, Office of Financial Stability Policy and Research, Board of Governors of the Federal Reserve System
  S. Mehmet Ozsoy, Ozyegin University
  “Bank regulation under resale externalities” (Preliminary)

  Santiago Carbo-Valverde, Bangor Business School
  Eduardo Maqui, Universidad de Granada and European Central Bank
  Francisco Rodriguez-Fernandez, Universidad de Granada
  “Insolvency and liquidity risk: Which is more systemic?”

12:30 p.m.  **Lunch**
1:30 p.m.  **Information and bank liquidity**  
Chair: Lixin Huang, Georgia State University

Francisco Blasquesa, VU University Amsterdam and Tinbergen Institute  
Falk Bräuninga, VU University Amsterdam and Tinbergen Institute  
Iman van Lelyveld, De Nederlandsche Bank and Bank for International Settlements  
“A Dynamic Network Model of the Unsecured Interbank Lending Market”

Michal Kowalik,  
“To sell or to borrow? A Theory of Bank Liquidity Management”

Fabio Castiglionesi, Tilburg University  
Zhao Li, Universitat Pompeu Fabra  
Kebin Ma, Warwick Business School  
“Bank Information Sharing and Liquidity Risk” (Preliminary)

3:45 p.m.  **Break**

4:15 p.m.  **Measuring liquidity risk**  
Chair: Gerald Dwyer, Clemson University

Kartik Anand, Deutsche Bundesbank  
Céline Gauthier, Université du Québec en Outaouais  
Moez Souissi, International Monetary Fund  
“Quantifying contagion risk in funding markets: A model-based stress-testing approach”  
(Preliminary)

Jennie Bai, Georgetown University  
Arvind Krishnamurthy, Stanford University  
Charles-Henri Weymuller, French Treasury  
“Measuring Liquidity Mismatch in the Banking Sector”

6:00 p.m.  **Reception**

6:45 p.m.  **Dinner**

7:30 p.m.  **Speaker**

Larry Harris, University of Southern California
Friday, November 19

7:30 a.m.  Continental Breakfast

8:00 - 10:15  Liquidity in financial markets
   Chair: Pete Kyle, University of Maryland

   Daniel Bauer, Georgia State University
   Enrico Biffi, Georgia State University
   Luz Rocío Sotomayor, Georgia State University
   "Optimal Collateralization with Bilateral Default Risk" (Preliminary)

   Itay Goldstein, Wharton School
   Hao Jiang, Michigan State University
   David T. Ng, Cornell University
   "Investor Flows and Fragility in Corporate Bond Funds" (Preliminary)

   Jonathan Goldberg, Federal Reserve Board
   "What drives liquidity? Identifying shocks to market makers’ supply of liquidity and their role in economic fluctuations" (Preliminary)

10:15 - 10:45  Break

10:45- 12:15  Central Bank lending programs
   Chair: Maria Nieto, Banco de España

   Celine Gauthier, Université du Québec
   Alfred Lehar, University of Calgary
   Hector Perez-Saiz, Bank of Canada
   Moez Souissi, International Monetary Fund
   "Emergency liquidity facilities, signaling, and funding costs"

   Allen N. Berger, University of South Carolina,
   Lamont K. Black, DePaul University
   Christa H.S. Bouwman, Texas A&M University
   Jennifer Dlugosz, Washington University in St. Louis
   "The Federal Reserve’s Discount Window and TAF Programs: “Pushing on a String?”

12:15 - 1:15  Lunch

1:15 - 2:45  Impact of Unconventional Policy
   Chair: Bin Wei, Federal Reserve Bank of Atlanta

   Nathan Foley-Fisher, Federal Reserve Board
   Rodney Ramcharan, University of Southern California
   Edison Yu, Federal Reserve Bank of Philadelphia
   "The Impact of Unconventional Monetary Policy on Firm Financing Constraints: Evidence from the Maturity Extension Program"

   Viral Acharya, New York University
   Diane Pierret, HEC - University of Lausanne
   Sascha Steffen, European School of Management and Technology
   "Do Central Bank Interventions Limit the Market Discipline from Short-Term Debt?" (Preliminary)