

EBI Global Annual Conference on Banking Regulation

An event jointly organised with Goethe University,
the European Stability Mechanism (ESM)
and the Institute for Monetary and Financial Stability (IMFS)
in Frankfurt am Main
Germany

21 & 22 February 2019

*Goethe University Frankfurt
Campus Westend
IG-Farben-Haus
(Room IG 311)
Norbert-Wollheim-Platz 1
60323 Frankfurt am Main
Germany*

Thursday, 21 February

8:30 a.m. – 9:00 a.m.

Registration and Coffee

9:00 a.m. – 9:15 a.m.

Welcoming remarks and introduction to the European Banking Institute

Tbc, Goethe University

Thomas Gstädtner, President of the Supervisory Board of the European Banking Institute

9:15 a.m. – 9:30 a.m.

Key note speech: Rolf Strauch, Management Board ESM

First session: Banking Markets and Prudential Regulation

I. Economic context

9:30 a.m. – 10:10 a.m.

Chair: Bart Joosen, EBI

Doriana Cucinelli, University of Milano Bicocca: *Banks' Business Model Migrations in Europe: Determinants and Effects*

Discussants: **Birgit Höpfner**, Bafin, **Michael Engelhard**, DSGV, **Jacqueline Mills**, AFME

10:10 a.m. – 10:50 a.m.

Chair: Matthias Lehmann, University Bonn and EBI

Jürgen Klaus, Technische Universität Dresden and **Eriks K. Selga**, University of Hong Kong: *Shaking the Capital Markets Tree: Euro Area Capital Market Sensitivity to Stakeholder Activities During the Negative Interest Rate Regime*

Discussant: **Alexander Düring**, ECB

10:50 a.m. – 11:10 a.m.

Coffee Break

II. New methodological approaches

11:10 a.m. – 11:50 a.m.

Chair: Dariusz Adamski, University of Wroclaw and EBI

Luca Enriques and **Thom Wetzer**, University of Oxford, U.K.: *Network-Sensitive Financial Regulation*

Discussant: **Pedro Machado**, Banco de Portugal

11:50 a.m. – 1:00 p.m.

Panel Discussion: *How to create a genuine banking and capital market in Europe?*

Chair: Thomas Gstädtner, ECB

Panellists: **John Berrigan**, European Commission, **Andreas Przewloka**, UBS, **Erik Tim Müller**, Eurex Clearing AG

Lunch Break

Second session: Bank failure and resolution

I. Assessing the new European regime

2:00 p.m. – 3:20 p.m.

Chair: Luis Silva Morais, University of Lisbon and EBI

Concetta Brescia Morra, University of Roma Tre and EBI: *The new EU framework for banking crisis management: Rules versus discretion*

Jens Binder, University of Tübingen: *The Relevance of Resolution Tools Within the SRM*

Discussants: **Victor de Serière**, University of Nijmegen, **Raffaele D'Ambrosio**, Bank of Italy, **Boudewijn Berger**, ABN Amro Bank, **Amélie Champsaur**, Cleary Gottlieb

3:20 p.m. – 4:30 p.m.

Chair: *tbc*

Danilo V. Mascia, University of Nottingham: *Bail-in rules and the pricing of Italian bank bonds*

Wolf-Georg Ringe and **Jatine Patel**, University of Hamburg: *The Dark Side of Bank Resolution: Counterparty Risk Through Bail-in*

Discussants: **Anna Gardella**, EBA, **Dennis McLaughlin**, LCH, **Orestis Nikou**, Deutsche Bank

4.30 p.m. – 5:00 p.m.

Coffee Break

II. Panel discussion: The challenges which lie ahead: liquidity after resolution and the role of DGS in resolution

5:00 p.m. – 6:00 p.m.

Chair: Marino Perassi, Bank of Italy

Panellists: **Christos Gortsos**, National and Kapodistrian University of Athens and EBI, **Mauro Grande**, Board Member of the SRB, **Christian Ossig**, CEO of the BdB

Friday, 22 February

Third session: Digitization, RegTech, FinTech etc.

- 9:00 a.m. – 9:40 a.m. **Chair: Dirk Zetsche**, University of Luxembourg and EBI
- Douglas Arner**, University of Hong Kong: *RegTech and the EU Single Financial Market: Big Bang II?*
- Discussant: **Levin Holle**, Germany's Federal Ministry of Finance
- 9:40 a.m. – 10:20 a.m. **Lars Hornuf**, University of Bremen: *How Do Banks Interact with Fintechs? Forms of Alliances and their Impact on Bank Value*
- Discussant: **Alvaro Martin Enriquez**, BBVA
- 10:20 a.m. – 10:40 a.m. **Coffee Break**

Fourth session: Corporate Governance of Financial Institutions

I. Organisational Culture

- 10:40 a.m. – 11:40 a.m. **Chair: Marco Lamandini**, University of Bologna and EBI
- Derville Rowland**, Irish Central Bank: *Insights from the Central Bank of Ireland Review of Behaviour and Culture in the Irish Banking Sector – Why Culture Matters*
- Alan Morrison**, University of Oxford: *Governance and Culture in the Banking Sector*
- Discussants: **Lodewijk Smeehuijzen**, Vrije Universiteit Amsterdam; **Blanaid Clarke**, Trinity College Dublin and EBI

II. Fitness & Probity

- 11:40 a.m. – 12:40 p.m. **Chair: Eddy Wymeersch**, University of Gent, and EBI
- Iris Palm-Steyerberg**, DNB: *Towards more cross-sectoral harmonisation*
- Olivier Voordeckers**, University of Luxembourg: *How to Handle Normative Divergence within a Single Rulebook? An Analysis of the Implementation of Fit and Proper Requirements within the Single Supervisory Mechanism*
- Discussants: **Sofia Toscano Rico**, ECB; **Will Dennis**, AFME and EBI Corporate Governance Task Force; **Gabriele Apfelbacher**, Cleary Gottlieb and EBI Corporate Governance Task Force

12:40 p.m. – 13:00 p.m. Closing Remarks and end of Conference

- Tobias Tröger**, Goethe University, Frankfurt, IMFS and European Banking Institute
- Enrico Leone**, Chancellor of European Banking Institute

The European Banking Institute

1. Overview

The European Banking Institute is an international center for banking studies resulting from the joint venture of the most highly regarded European academic institutions which have decided to share and coordinate their commitments and structure their research activities in order to provide the highest quality legal and economic studies in the fields of banking regulation and supervision in Europe.

The European Banking Institute's ambition is to become the point of reference for banking regulation research in Europe and an instrument to facilitate the interactions between academia, supervisors, regulators and industry. The close relationship with regulators, supervisors and the private sector is expected to guarantee an academic research production which is state of the art.

The European Banking Institute is strategically located in Frankfurt am Main (Germany) in order to benefit from the proximity to the European Central Bank, the biggest banking supervisor in Europe. The European Banking Institute is registered as a non-profit association "*Eingetragener Verein (e.V.)*" under German laws. The official language of the Institute is English and all its activities will be carried out in English.

2. The Institute

The European Banking Institute (hereafter also "**EBI**" or the "**Institute**") has been created to develop a pan-European research center for banking regulation and supervision which mirrors the pan-European character and the set-up of the SSM (hub and spokes model). EBI focuses on high-quality research into the legal and economic aspects of banking regulation and supervision. The Institute will focus its work in research projects in the field of law, economics and accounting. The Institute shall endeavor to provide academic input to banking regulators, supervisors and the private sector in Europe.

The purpose of the Institute is to conduct high quality research, to distribute knowledge and to promote the dialogue between scholars, regulators, industry representatives and advisors in relation to issues concerning the regulation and supervision of financial institutions and financial markets from a legal, economic and any other related viewpoint. EBI will thus collaborate mainly with European academic institutions and the relevant public and private sector institutions.

At a second stage, the EBI endeavors to develop a policy center with the target to establish a new truly pan-European think tank in the area of banking regulation, supervision and banking resolution and any related areas.

3. Membership

The Founding Members of the EBI are 24 European top-tier universities who have a research focus on banking regulation and supervision. They are the basis of the joint venture and are required, together with any members who will be accepted at a later stage, to contribute to the EBI by participating in research and policy projects. As of today, the Academic Members of the European Banking Institute are the following:

3.1 Academic Members

As of 1 June 2018, the Academic Members of the Institute are the following:

1. University of Antwerp, Antwerp, Belgium
2. Universiteit van Amsterdam, Amsterdam, The Netherlands
3. Πανεπιστήμιο Πειραιώς / University of Piraeus, Athens, Greece
4. Alma Mater Studiorum – Università di Bologna, Bologna, Italy
5. Academia de Studii Economice din București (ASE), Bucharest, Romania,
6. Universität Bonn, Bonn, Germany
7. Universidad Complutense, Madrid, Spain
8. Trinity College, Dublin, Ireland
9. Goethe-Universität, Frankfurt, Germany
10. Universiteit Gent, Ghent, Belgium
11. University of Helsinki, Helsinki, Finland
12. Universiteit Leiden, Leiden, The Netherlands
13. Universidade Católica Portuguesa, Lisbon, Portugal
14. Universidade de Lisboa, Lisbon, Portugal

15. Univerze v Ljubljani / University of Ljubljana, Ljubljana, Slovenia
16. Queen Mary University of London, London, United Kingdom
17. Université du Luxembourg, Luxembourg
18. Universidad Autónoma Madrid, Madrid, Spain
19. Johannes Gutenberg University Mainz (JGU), Mainz, Germany
20. University of Malta, Malta
21. Università Cattolica del Sacro Cuore, Milan, Italy
22. Πανεπιστήμιο Κύπρου / University of Cyprus, Nicosia, Cyprus
23. Radboud Universiteit, Nijmegen, The Netherlands
24. Université Panthéon - Sorbonne (Paris 1), Paris, France
25. Université Panthéon-Assas (Paris 2), Paris, France
26. Stockholms Universitet/University of Stockholm, Stockholm, Sweden
27. Tartu Ülikool / University of Tartu, Tartu, Estonia
28. Universität Zürich, Zurich, Switzerland

3.2 Supporting Members

European and national banking associations, law and accounting firms, banks and other financial institutions are being admitted as Supporting Members.

As of June 2018, the Supporting Members of the Institute are the following:

- Banking Sector
 1. European Banking Federation (EBF)
 2. European Savings and Retail Banking Group (ESBG)
 3. Association for Financial Markets in Europe (AFME)
 4. *Bundesverband deutscher Banken* / Association of German Banks (BDB)
 5. *Ελληνική Ένωση Τραπεζών* / Hellenic Bank Association (HBA)
 6. *Associazione Bancaria Italiana* / Italian Banking Association (ABI)
 7. *Asociația Română a Băncilor* / Romanian Banking Association (ARB)
 8. *Asociación Española de Banca* / Spanish Banking Association (AEB)

9. *Nederlandse Vereniging van Banken* / Dutch Banking Association (NVB)
 10. *Fédération Nationale des Caisses d'Epargne* / French association of savings banks (FNCE)
 11. *Deutscher Sparkassen- und Giroverband* / German association of savings banks (DSGV)
 12. *Confederación Española de Cajas de Ahorros* / Spanish confederation of savings banks (CECA)
 13. *Sparbankernas Riksförbund* / Swedish association of savings banks
- Advisory Company
 1. Cleary Gottlieb

4. Working Programme

The EBI is currently engaging in scholarly research in the following areas:

- Enhancements of the Single Rule Book and issues concerning convergence of supervisory practice in the EU;
- Proportionality of banking supervision laws, the limitation of risk orientated approaches and interaction between ICAAP/ILAAP and the SREP process;
- The interaction between early intervention measures and resolution planning and the need for pairing the SSM and SRM objectives;
- Bank business models, structural separation of trading and banking activities and profitability objectives;
- Interaction between macro prudential and micro prudential supervision, discretion of EU authorities and issues concerning a European level playing field;
- The foundations of enhanced supervision of significant and systemically important institutions: accounting, auditing, capital adequacy, cross border risk management and resolvability;
- Alignment of bank supervision, recovery and resolution objectives with principles of common insolvency law;
- Legal systems governing banks and their openness to innovation including FinTech;

- Individual rights in the financial regulatory structure including judicial adjudication of matters concerning market supervision in the EU and an impact assessment of the establishment of a specialised EU court; and
- Corporate governance models and remuneration policies for banks and the implementation of the governance provisions in the CRD IV package.

The EBI will welcome research of high international visibility that also employs innovative methods.

The 2016/2018 Academic Programme also includes:

- a) organising two pan-European conference(s) on banking regulation and supervision every year in Frankfurt;
- b) organising several local conferences every year in collaboration with one or more Academic Members;
- c) organising regular seminars on current topics of banking regulation and supervision;
- d) publishing the *EBI Working Paper Series* which include a selection of the academic researches published by EBI Academic Members;
- e) developing a pan-European policy center.

5. Information

Additional information on the European Banking Institute, its members and governing bodies are available on www.ebi-europa.eu.