INTERNATIONAL RISK MANAGEMENT CONFERENCE 2012

"Global Standards for Risk Measurement, Management and Regulation"

Rome, Italy: June 18th-19th, 2012

<table>
<tr><td>Edition:</td><td>5th</td><td>Location</td><td colspan="2">Pontifical Lateran University</td><td>Date</td><td colspan="2">June 18th-19th</td></tr>
<tr><td>Title:</td><td colspan="7">Global Standards for Risk Measurement,Management and Regulation</td></tr>
<tr><td>Host Institution</td><td colspan="7">Italian Deposit Insurance Fund</td></tr>
<tr><td>Permanent Conference Co-Chairmen</td><td colspan="7">University of Florence - Prof. Oliviero Roggi
NYU - Stern School of Business, Salomon Center – Prof. Edward. Altman</td></tr>
<tr><td>Host Institution Chairman</td><td colspan="7">Italian Deposit Insurance Fund – Roberto Moretti, Riccardo De Lisa</td></tr>
<tr><td>Co-Organizer</td><td colspan="7">Corporate Governance Unit of the International Finance Corporation - Maxine Garvey
European Commission, Joint Research Center - Francesca Campolongo</td></tr>
<tr><td>Keynote Speakers e Invited Speakers</td><td colspan="7">Prof. Edward Altman - NYU Stern School of Business
Gabriel Bernardino – EIOPA European Insurance and Occupational Pensions Authority
Zvi Bodie – Boston University
Robert Engle - NYU Stern School of Business
Massimo Marchesi - European Commission
Stefano Micossi – Assonime
Sebastian Schich - OECD
Andrea Sironi – Bocconi Univeristy
Marti Subrahmanyam - NYU Stern School of Business
Clas Wihlborg – Chapman University</td></tr>
<tr><td>Consultants</td><td colspan="7">Maurizio Dallocchio - Bocconi University
Maurizio Fanni – University of Trieste
Giorgio Bertinetti - University of Venice
Herbert Rijken – VU University Amsterdam</td></tr>
<tr><td>Registered Participants</td><td colspan="3">193</td><td>Guests & Authorities</td><td colspan="3">30</td></tr>
<tr><td>Papers submitted</td><td>112</td><td>Papers Accepted</td><td colspan="2">69</td><td colspan="2">Paper Presented</td><td>54</td></tr>
<tr><td>Scientific Committee</td><td colspan="7">Viral Acharya (New York University - Stern)
Edward Altman (New York University – Stern)</td></tr>
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Monday June 18th 2012- Morning **Location: Pontifical Lateran University – Rome**

Time	Event
8.00 – 9.00	Conference registration
9.15 – 10.45	**Opening and plenary session (1)** **Chairmen:** 9.00 Welcoming remarks VU University, Local Authorities greetings, Conference Opening **Edward Altman**: "Predicting Default and Recovery Rates" **Zvi Bodie:** "Integrated Wealth and Risk Management: first Principles" Q&A
10.45-11.00	Coffee Break
11.00 – 12.45	**Parallel session (A)**

Area	A1. Risk Regulatory Framework & Financial Safety Net	A2. Systemic Risk	A3. Quantitative Tools for Risk Management	A4. Risk Management and Value
	Chairman:	Chairman:	Chairman:	Chairman:
	Room 103	Room 104	Room 106	Room 107
11.00 – 11.25	"Empirical Analysis of Bank Capital and New Regulatory Requirements for Risks in Trading Portfolios" Authors: Jacobs M.- Inanoglu H.- Karagozoglus A. K.	"Systematic tail risk" Authors: Van Oordt M.- Zhou C.	"Safe Haven Assets and Investor Behaviour under Uncertainty" Authors: McDermott T.- Baur D.	"The value of ERM : an empirical analysis of the Italian listed companies" Authors: Gardenal G.- Bertinetti G.- Cavezzali E.
11.25 – 11.50	"Investigating Alternative Safety-Net Designs" Authors: Cariboni J.- Maccaferri S.- Petracco Giudici M.- Marchesi M.	"The Role of Capital in Financial Institutions and Systemic Risk" Author: Corvasce G.	"A moment matching market implied calibration" Authors: Guillaume F.- Schoutens W.	"Profitability, growth and different flow concepts implications for failing firms" Author: Laitinen E. K.
11.50 – 12.15	"What Matters most in the Measuring Banks' Exposure to the Interest Rate Risk in the Banking Book?" Authors: Curcio D.- Cocozza R.- Gianfrancesco I.	"Modeling Correlated Systemic Liquidity and Solvency Risks in a Financial Environment with Incomplete Information" Authors: Barnhill T.- Schumacher L.	"Reconciling Conflicting Evidence on Firm versus Market Skewness: A Systematic Downside Risk Approach" Author: Zhang Q.	"Currency risk exposure and the value of European firms" Authors: Parlapiano F.- Alexeev V.
12.15 - 12.40	"Banking on Regulation?" Authors: Larsson B. - Wijkander H.	"Identifying systemically important financial institutions: size and other determinants" Authors: Moore K. - Zhou C.	"Behavioral Finance and the Pricing Kernel Puzzle: Estimating Sentiment, Risk Aversion, and Time" Authors: Barone-Adesi G. - Mancini L. -Shefrin H.	"Strategic risk management and corporate value creation" Authors: Andersen T. – Roggi O.
12.40-13.00	"Banking PD model for EU Banks" Authors: Rijken H. - Campolongo F. - De Lisa R.	"FIX - The Fear Index measuring market fear" Author :Forys M.- Dhaene J.- Dony J.- Shoutens W. -Linders D.		
13.00 -14.00	Lunch			

Monday June 18h 2012- Afternoon **Location: Pontifical Lateran University – Rome**

Time	Event				
14.15 – 16.15	**Parallel session (B)**				
Area	**B1. Macroeconomic risks and modeling**	**B2. COCOs**	**B3. Quantitative Tools for Risk Management**	**B4. Risk Management and portfolio analysis**	**B.5 Credit Risk & Rating**
	Chairman:	Chairman:	Chairman:	Chairman:	Chairman:
	Room Pio XI	**Room 103**	**Room 104**	**Room 106**	**Room 107**
14.15 – 14.40	"Follow the money: The monetary roots of bubbles and crashes" Authors: Corsi F. - Sornette D.	"Steering a bank around a death spiral: Multiple Trigger CoCos" Authors: De Spiegeleer J.- Schoutens W.	"Alternative Modeling for Long Term Risk" Authors: Zhao X. - Guegan D.	"Managing the Risks of Corporate Bond Portfolios: New Evidence in the Light of the Subprime Crisis" Authors: Barone Adesi G. - Carcano N. - Dall'O H.	"Which market drives credit spreads in tranquil and crisis periods? An analysis of the contribution to price discovery of bonds, CDS, stocks and options" Authors: Avino D.- Lazar E.- Varotto S.
14.40 – 15.05	"Circuit Breakers and Market Runs" Authors: Draus S. - Van Achter M.	"Coco-bonds, conversion prices and risk shifting incentives. How does the conversion ratio affect management's behaviour?" Authors: Roggi O. - Giannozzi A.- Mibelli L.	"On the (Mis)Use of Conditional Value-at-Risk and Spectral Risk. Measures for Portfolio Selection – A Comparison with Mean-Variance Analysis" Author: Brandtner M.	"Testing predictability of mutual fund performance" Authors: Matallin-Saez J.C. - Tortosa-Ausina E. - Soler-Dominguez A.	"The Time Varying Properties of Credit and Liquidity. Components of CDS Spreads" Authors: Varotto S.- Corò F.-Dufour A.
15.05 – 15.30	"Determinants of Households Risk" Authors: Callado F. J. - Gozalez N. U.	"Contingent Conversion Convertible Bond: New Avenue to raise bank capital" Authors: Di Girolamo F.- Campolongo F.- De Spiegeleer J.-Schoutens W.	"Risk Model-at-Risk" Authors: Maillet B. B. - Boucher C. M. -Danielsson J. -Kouontchou P. S	"The Risk measurement choice in selecting REITs: evidence from the U.S. financial institutions" Authors: Mattarocci G.- Giannotti C.	"Default Risk Estimation, Bank Credit Risk, and Corporate Governance" Authors: Switzer L. - Wang J.
15.30 – 15.55	"Interest rate trap, or: Why does the central bank keep the policy rate too low for too long time?" Authors: Illing G.- Cao J.	"Contingent-Claim-Based Expected Stock Returns" Author: Chen Z.	"Deleveraging can kill diversity" Authors: Schoutens W. - Madan D.B.	"Temporal Profiles of Cash Flows: implications for financial leverage" Authors: Choi J.- Lee J.	"Bayesian credit rating assessment" Authors: Giudici P.- Cerchiello P.- Rocca E.
16.15 -16.30	Coffee Break				
16.30 – 18.30	**Plenary session (2) Chairman:** **Robert Engle: "**The Dynamic Conditional Beta Model for Systematic Risk" Q&A Featured Lecture: **Clas Wihlborg -**"Implicit Guarantees, Governance and Bank Risk-Taking through the Crisis" Q&A				
20.00	Gala Dinner				

Tuesday June 19th 2012- Morning **Location: Pontifical Lateran University – Rome**

Time	Event
08.45 – 10.20	**Professional workshop on Sovereign Risk, Financial Stability and Regulation** **08:45 - P. Savona** (FITD Chairman) opening **09.00 Edward Altman** (NYU Stern School of Business) Title:*"Current Conditions & Outlook for Global Sovereign and Corporate Credit Markets"* **09.40 Robert Engle** (NYU Stern School of Business) Title:*"How Does Systemic Risk Look Today"* **Moderator: O. Roggi** (UNIFI & NYU)
10.20-10.35	Coffee break
10.35 – 11.50	**I Round Table discussion on Sovereing risk and financial stability** **Opening speech: G. Bernardino** (Chairman EIOPA European Insurance and Occupational Pensions Authority) **D. Focarelli** (Chief Economist, ANIA - Ass. Italiana Imprese Assicuratrici, ESRB – European Systemic Risk Board) **M. Esentato** (Managing Director, Classis Capital) **M. Pierdicchi** (Managing Director, Standard and Poor, Italy) **S. Schich** (Principal Economist, OECD) **Bank of Italy TBA** **Moderator: F. Campolongo** (Joint Research Centre, European Commission)
10.50 –13.00	**II Round Table discussion on Sovereing risk and financial stability** **Opening speech: Stefano Micossi** (General Director; Assonime – Associazione fra le Società italiane per Azioni) **D. Alfonsi** (Head of Risk, Banca Intesa SanPaolo) **F. Carns** (Director of Officer of International Affairs, FIDC – Federal Deposit Insurance Corporation) **M. Marchesi** (Financial Stability Unit, European Commission) **G. Niolu** (KPMG) **TBA** (FBCC - Italian Co-operative Banks Deposit Protection Fund) **Moderator: R. De Lisa** (Unica & FITD)
13.00 -14.00	**Lunch**

Tuesday June 19th 2012- Afternoon **Location: Pontifical Lateran University – Rome**

Time	Event							
14.00-16.00	**Plenary session (3) Chairman:** **Marti Subrahmanyam:** "Does the Tail Wag the Dog? The Effect of Credit Default Swaps on Credit Risk" Q&A Featured lecture: **Andrea Sironi -** "The impact of government ownership on bank risk" Q&A							
16.00 -16.15	Coffee Break							
16.15 – 18.30	**Parallel session (C)**							
Area	**C1. Contagion Risk**		**C2. Compensation, Governance & Banking**		**C3. Quantitative Tools for Risk Management**		**C4. Financial Crisis**	
	Chairman:		Chairman:		Chairman:		Chairman:	
16.15– 16.40	**Room 103**	"The impact of network inhomogeneities on contagion and system stability" Authors: Walther U.- Hübsch A.	**Room 104**	"Basel III and CEO compensation in banks: A new regulatory attempt after the crisis" Authors: Gill A.- Eufinger C.	**Room 106**	"Modeling and Forecasting Volatility of Energy Forwards" Authors: Olesen K. V. - Lunde A.	**Room 107**	"Active Risk Management and Financial Stability: Theory and Evidence" Author: Silva Buston C.
16.40 – 17.05		"Conditional probabilities and contagion measures for Euro Area sovereign default risk" Authors: Schwaab B.- Zhang X.- Lucas A.		"Regulating Pay in Banking: Does CEO Bonus. Compensation Increase Bank Default Risk?" Authors: Vallascas F.- Hagendorff J.		"Real Estate Forward Contracts: Pricing on Italian Data." Authors: Frascarolo A. - Luciano E.		"Anatomy of Financial Institutions in Crisis: Endogenous Modeling of Bank Default Risk" Authors: Chidambaran N.K.- Chen R.R.- Imerman M. B.- Sopranzetti B.J.
17.05 – 17.30		"Analysis of the Impact of Contagion Flow on Bond Portfolio" Authors: Gupta A.- Edirisinghe C.- Roth W.		"The theoretical and practical influence of the level of compliance with corporate governance codes of practice on financial reporting - An empirical study, evidence from Australia" Authors: Safari M.- Mirshekary S.		"Intercorporate guarantees, leverage and taxes" Authors: Nicodano G. - Luciano E.		"Bank Risk-Taking and the Lender of Last Resort" Author: Mink M.
17.30 – 17.55		"Liquidity commonality and risk management" Authors: Weiß G. - Supper H.		"The effect of Basel III on Italian Banking system" Authors: DeMeo E.- Capuano C.- Tizzanini G.		"Ratings based capital adequacy for Securitizations" Authors: Lützenkirchen K. - Rösch D. - Scheule H.		"Were multinational banks taking excessive risks before the recent financial crisis?" Authors: Pozzolo A. F.- Gulamhussen M. A.- Pinheiro C.