

FEDERAL RESERVE "DAY AHEAD" CONFERENCE ON FINANCIAL MARKETS AND INSTITUTIONS
Federal Reserve Bank of Chicago
Thursday, January 5, 2012

8:00 a.m. **Continental Breakfast**

8:25 a.m. **Welcome**
Daniel Sullivan, Federal Reserve Bank of Chicago

8:30 a.m. **Session 1: Empirical Asset Pricing**

Chair:

Financial Intermediaries and the Cross-Section of Asset Returns

Tobias Adrian, Federal Reserve Bank of New York

Erkko Etula, Federal Reserve Bank of New York

Tyler Muir, Northwestern University

Pricing Deflation Risk with US Treasury Yields

Jens Christensen, Federal Reserve Bank of San Francisco

Jose Lopez, Federal Reserve Bank of San Francisco

Glenn Rudebusch, Federal Reserve Bank of San Francisco

Foreign Official Holdings of US Treasuries and US Interest Rates:

A Lens on the Savings Glut

Daniel Beltran, Federal Reserve Board of Governors

Maxwell Kretchmer, Federal Reserve Board of Governors

Jaime Marquez, Federal Reserve Board of Governors

Charles Thomas, Federal Reserve Board of Governors

Discussants:

Eric Engstrom, Federal Reserve Board of Governors

Andrea Ajello, Federal Reserve Board of Governors

Michael Bauer, Federal Reserve Bank of San Francisco

10:00 a.m. Break

10:30 a.m. **Session 2: Liquidity**

Chair:

Liquidity Management of US Global Banks: Internal Capital Markets in the Great Recession

Nicola Cetorelli, Federal Reserve Bank of New York

Linda Goldberg, Federal Reserve Bank of New York

Liquidity Hoarding

Douglas Gale, New York University

Tanju Yorulmazer, Federal Reserve Bank of New York

Banks as Passive Liquidity Backstops? Deposit Rates and Flows during the 2007-2009 Crisis

Nada Mora, Federal Reserve Bank of Kansas City

Viral Acharya, New York University

Arbitrage, Liquidity, and Exit: The Repo and Fed Funds Markets Before, During, and After the Financial Crisis

Morten Bech, Bank for International Settlements

Elizabeth Klee, Federal Reserve Board of Governors

Viktors Stebunovs, Federal Reserve Board of Governors

Discussants:

TBA

Ned Prescott, Federal Reserve Bank of Richmond

Francisco Covas, Federal Reserve Board of Governors

Arvind Krishnamurthy, Northwestern University

12:30 p.m. Lunch

2:00 p.m. **Session 3: Federal Reserve Policy**

Chair:

Large Scale Asset Purchases had Large International Effects

Christopher Neely, Federal Reserve Bank of St. Louis

Large Excess Reserves in the US: A View from the Cross-Section of Banks

Huberto Ennis, Federal Reserve Bank of Richmond

Alexander Wolman, Federal Reserve Bank of Richmond

Drain, Baby, Drain: Term Deposits, Reserves, and Interbank Rates

Morten Bech, Bank for International Settlements

Spence Hilton, Federal Reserve Bank of New York

Discussants:

Hesna Genay, Federal Reserve Bank of Chicago

Larry Wall, Federal Reserve Bank of Atlanta

TBA

3:30 p.m. Break

4:00 p.m. **Session 4: Financial Markets and the Macroeconomy**

Chair:

Credit Spreads as Predictors of Real Time Economic Activity:

A Bayesian Moving Average Approach

Jon Faust, Johns Hopkins University

Simon Gilchrist, Boston University

Jonathan Wright, Johns Hopkins University

Egon Zakrajsek, Federal Reserve Board of Governors

The Unreliability of Credit-to-GDP Ratio Gaps in Real Time and the Implications for Counter-cyclical Capital Buffers

Rochelle Edge, Federal Reserve Board of Governors

Ralf Meisenzahl, Federal Reserve Board of Governors

Modeling Credit Contagion via the Updating of Fragile Beliefs

Luca Benzoni, Federal Reserve Bank of Chicago

Pierre Collin-Dufresne, Columbia University

Robert Goldstein, University of Minnesota

Jean Helwege, University of South Carolina

Discussants:

John Duca, Federal Reserve Bank of Dallas

TBA

Greg Duffie, Johns Hopkins University

5:30 p.m. Adjournment and Reception