

**Third Workshop of the ECB-CFS Research Network on
“Capital Markets and Financial Integration in Europe”**

hosted by the Bank of Greece in Athens, November 20-21, 2003.

DAY 1

Thursday November 20, 2003

- | | |
|-------------|-------------------------------------------------------------------------------------------|
| 9:30- 10:00 | Welcoming Coffee |
| 10:00-10:15 | Nikolaos Tsaveas (Bank of Greece) <i>Opening Remarks</i> |
| 10:15-11:00 | Tour of the Exhibition Celebrating the 75 th Anniversary of the Bank of Greece |
| 11:00-13:00 | Parallel sessions |

SESSION 1.1: GOVERNMENT BOND MARKET MICROSTRUCTURES; LIQUIDITY AND SPILLOVERS
CHAIR: Eli Remolona (Bank for International Settlements)

Avanidhar Subramahnyam (UCLA), *An Empirical Analysis of Stock and Bond Market Liquidity*
(with Goizueta Tarun Chordia, Emory University and Arsani Sarkar, FRB New York)

Yui Chung Cheung (University of Amsterdam), *Trading European Sovereign Bonds: The
Microstructure of the MTS Trading Platforms* (with Frank De Jong, University of Amsterdam and
Barbara Rindi, Bocconi University)

Michael J. Fleming (Federal Reserve Bank of New York), *Heat Waves, Meteor Showers, and
Trading Volume: An Analysis of Volatility Spillovers in the U.S. Treasury Market* (with Jose A.
Lopez, Federal Reserve Bank of San Francisco)

12:30- 12:45 Discussant: **Albert Menkveld** (Vrije Universiteit Amsterdam)

12:45-13:00 Open discussion

**SESSION 1.2: TOPICS IN THE GOVERNANCE AND INTEGRATION OF EUROPEAN FINANCIAL
MARKETS**

CHAIR: Charles Kahn (University of Illinois)

Mariassunta Giannetti (Stockholm School of Economics), *Investor Protection and Equity-
holdings: An Explanation of Two Puzzles?* (with Yrjo Koskinen, Stockholm School of Economics)

Leo Kaas (University of Vienna) *Financial Market Integration and Loan Competition: When is
Entry Deregulation Socially Beneficial?*

Cyril Monnet (European Central Bank) *Guess What: It's the Settlements!* (with Thor Koepl,
European Central Bank)

12:30-12:45 Discussant: **Hans Degryse** (University of Leuven and CentER)

12:45-13:00 Open discussion

13:00-14:30

Lunch

P. Thomopoulos (Deputy Governor of the Bank of Greece)
Lunch Speech on Financial Liberalisation, The Greek Experience

14:30-15:15

Marco Da Rin (University of Turin, ECGI, and IGIER)
Key Lecture on European Venture Capital

15:15-15:30

Discussion

15:30-16:00

Coffee Break

16:00-18:00

Parallel sessions

SESSION 2.1: CORPORATE BOND FINANCING AND THE COST OF CAPITAL

CHAIR: Joseph Bisignano (Bank for International Settlements)

John J. Puthenpurackal (Ohio University), *Security Fungibility and the Cost of Capital:
Evidence from Global Bonds* (with Darius P. Miller, Indiana University)

Yigal Newman (Stanford University), *Illiquidity Spillovers: Theory and Evidence from European
Telecom Bond Issuance* (with Michael Rierson, CitiGroup)

Joao Santos (Federal Reserve Bank of New York), *Why Firm Access to the Bond Market Differs
Over the Business Cycle: A Theory and Some Evidence*

17:30-17:45 Discussant: **Arnaud Mares** (European Central Bank)

17:45-18:00 Open discussion

SESSION 2.2: IPOs IN NEW MARKETS

CHAIR: Vicente Pons (Yale University)

Armin Schwienbacher (University of Amsterdam) *Liquidity of Exit Markets and Venture Capital Finance* (with Grant Fleming, Australian National University and Douglas Cumming, University of Alberta)

Tereza Tykvova (ZEW) *Are IPOs of Different VCs Different?* (with Uwe Walz, University of Frankfurt and CFS)

Vicente Pons (Yale University), *Who Benefits from IPO Underpricing? Evidence from Hybrid Bookbuilding Offerings*

17:30-17:45 Discussant: **Wolfgang Bessler** (Giessen University)

17:45-18:00 Open discussion

DAY 2

Friday November 21, 2003

8:30- 9 :00 Coffee

9:00- 11:00 Parallel sessions

SESSION 3.1: SECURITIES SETTLEMENT SYSTEMS

CHAIR: Vitor Gaspar (European Central Bank)

Jens Tapping (European Central Bank), *Raising Rival's Costs in the Securities Settlement Industry* (with Cornelia Holthausen, European Central Bank)

Karlo Kauko (Bank of Finland), *Interlinking Securities Settlement Systems: A Strategic Commitment?*

Heiko Schmiedel (European Central Bank), *Economies of Scale and Technological Developments in Securities Depository and Settlement Systems* (with Markku Malkamaki, Bank of Finland and Juha Tarkka, Bank of Finland)

10:30-10:45 Discussant: **Charles Kahn** (University of Illinois)

10:45- 11:00 Open discussion

SESSION 3.2: THE DETERMINANTS OF VC INVESTMENTS

CHAIR: Jan-Pieter Krahn (CFS)

Douglas Cumming (University of Alberta), *The Legal Road to Replicating Silicon Valley* (with John Armour, University of Cambridge)

Tuomas Takalo (Bank of Finland), *Investor Protection and Business Creation* (with Ari Hyytinen, University of California, Berkeley)

Giovanna Nicodano (University of Turin), *What Drives the Structure of Private Equity Investment?* (with Marco Da Rin, University of Turin, ECGI, and IGIER and Alessandro Sembenello, University of Turin)

10:30-10:45 Discussant: **Heather Gibson** (Bank of Greece)

10:45- 11:00 Open discussion

11:00- 11:30 Coffee Break

11:30 -13:00 **POLICY PANEL: EUROPEAN SECURITIES SETTLEMENT SYSTEMS**

MODERATOR: Alberto Giovannini (Unifortune)

Joël Mérére (CEO, Euroclear France)

Randy Kroszner (University of Chicago)

Gertrude Tumpel-Gugerell (Member of the Executive Board of the European Central Bank)

Kenneth Garbade (Federal Reserve Bank of New York)

13:00- 13:15 Concluding remarks