

8th International Conference on Sovereign Bond Markets.

# Sovereign Capital Markets in pandemic times

## April 7-8 2022

Bank of England, London, United Kingdom

Preliminary Programme (all times are GMT+1)

### DAY 1 – 7<sup>th</sup> April

11:30 Registration opens for in-person participants

12:00-13:15 Lunch

13:15 Opening Remarks **Huw Pill (Chief Economist, MPC, Bank of England)**

13:30-15:45 Session on **MONETARY POLICY & REAL EFFECTS IN PANDEMIC TIMES**

- *The Core, the Periphery, and the Disaster: Corporate-Sovereign Nexus in COVID-19 Times*  
Presenter: **Alberto Plazzi (Università della Svizzera Italiana)**  
Co-authors: Loriana Pelizzon and Ruggero Jappelli  
Discussant: **Pierre Collin-Dufresne (EPFL)**
- [\*Exorbitant Privilege? Quantitative Easing and the Bond Market Subsidy of Prospective Fallen Angels\*](#)  
Presenter: **Tim Eisert (Erasmus Rotterdam)**  
Co-authors: Viral V. Acharya, Ryan Banerjee, Renee Spigt  
Discussant: **Howard Kung (LBS)**
- [\*Liquidity, liquidity everywhere, not a drop to use: Why flooding banks with central bank reserves may not expand\*](#)  
Presenter: **Viral V. Acharya (NYU Stern)**  
Co-authors: Raghuram Rajan

Discussant: **Zhiguo He (University of Chicago)**

15:45-16:15 Coffee Break

16:15-17:30 Policy Panel on **Sovereign Bond Markets in Pandemic Times** (under Chatham House rule)

Moderator: **Marti Subrahmanyam (NYU Stern)**

Panellists:

**Silvia Ardagna (Chief European Economist, Barclays)**

**Jon Relleen (Head of Capital Markets Division, Bank of England)**

**Andreas Schrimpf (Head of Financial Markets, BIS)**

**Guido Galassi (MTS Markets)**

## **DAY 2 – 8<sup>th</sup> April**

10:00-10:30 Coffee and registration for in person attendees

10:30-12:45 Session on **SOVEREIGN DEFAULT RISK & GLOBAL FINANCE**

- [\*An unintended consequence of holding dollar assets\*](#)  
Presenter: **Robert Czech (Bank of England)**  
Co-authors: Shiyang Huang, Dong Lou, Tianyu Wang  
Discussant: **Miguel Anton (IESE Business School)**
- *News-Implied Sovereign Default Risk Currency Crashes and Sovereign Defaults: Two Risks But Only One Insurance Needed*  
Presenter: **Chukwuma Dim (Frankfurt School F&M)**  
Co-authors: Kevin Koerner, Marcin Wolski, Sanne Zwart  
Discussant: **Can Gao (SAFE)**
- [\*Currency Crashes and Sovereign Defaults: Two Risks But Only One Insurance Needed\*](#)

Presenter: **Ljubica Georgievska (UCLA)**

Discussant: **Mirela Sandulescu (Uni Michigan)**

12:45-13:45 Lunch

13:45-14:30 Keynote Speech *'How should Monetary Policy respond to Supply Shocks?'*

Presenter: **Charles Goodhart**

14:30-16:45 Session on **SOVEREIGN BOND MARKETS IN PANDEMIC TIMES**

- [\*Euro area sovereign bond risk premia during the Covid-19 pandemic\*](#)  
Presenter: **Stefano Corradin (ECB)**  
Co-authors: Niklas Grimm, Bernd Schwaab  
Discussant: **Svetlana Bryzgalova (London Business School)**
- 15:00-15:15 Coffee Break
- *Price elasticity of demand and risk-bearing capacity in sovereign bond auctions*  
Presenter: **Rui Albuquerque (Boston College)**  
Co-authors: Jose Miguel Cardoso-Costa, Jose Afonso Faias  
Discussant: **Michael Fleming (NY Fed)**
- [\*LTCM Redux? Hedge Fund Treasury Trading and Funding Fragility during the COVID-19 Crisis\*](#)  
Presenter: **Sumudu Watugala (Cornell University)**  
Co-authors: Mathias Kruttli, Phillip Monin, Lubomir Petrasek  
Discussant: **Laura Silvestri (Bank of England)**

16:45-17:00 Closing Remarks

The scientific committee

Kartik Anand, Deutsche Bundesbank

Andrea Buraschi, Imperial College

Antonio Diez de los Rios, Bank of Canada

Robert Engle, NYU Stern

Michael Fleming, Federal Reserve Bank of New York

Iryna Kaminska, Bank of England

Simone Manganelli, European Central Bank  
Emanuel Moench, Frankfurt School  
Paolo Pasquariello, Ross School of Business, University of Michigan  
Loriana Pelizzon, Research Center SAFE at Goethe University Frankfurt  
Stephen Schaefer, London Business School  
Marti G. Subrahmanyam, NYU Stern  
Toshinao Yoshiba, Bank of Japan and Tokyo Metropolitan University