



SCUOLA
NORMALE
SUPERIORE

NO FREE LUNCH SEMINAR
seminari di finanza quantitativa

Lunedì 7 ottobre 2013

ore 13.00

Scuola Normale Superiore

Pisa

(Aula Bianchi)

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Politecnico di Milano

Terrà un seminario dal titolo:

**“Does a countercyclical buffer affect bank
management?”**

Abstract

We analyze the effect of the countercyclical capital buffer, as provided by the Basel III regulation, on bank management.

The goal of the regulation is to reduce bank leverage and excess risk taking.

We show that the countercyclical buffer increases the incentive for equity holders to take excess risk investing in assets with high drift rate independently of their volatility. Therefore, the buffer induces risk-shifting incentives, however it is effective in reducing the bank size and its leverage but the magnitudo is rather small.

Joint work with Luca Del Viva, ESADE Business School

Tutti gli interessati sono invitati a partecipare.

Classe di Scienze