



SCUOLA  
NORMALE  
SUPERIORE

## **NO FREE LUNCH SEMINAR**

seminari di finanza quantitativa

**Giovedì 19 febbraio 2014**

ore 13.00

Scuola Normale Superiore

Pisa

Aula Bianchi (Scienze)

**Roberto Baviera**

*Financial Engineering, Dipartimento di Matematica, Politecnico di Milano*

Terrà un seminario dal titolo:

### **“A thermometer for financial instability in the euro area economy and the role of carry trade”**

**Abstract:**

*This study suggests a simple financial instability indicator for the euro area economy.*

*It works as a discrete thermometer with three possible outcomes depending on the severity of the crisis. This indicator is based on the specific shape of the credit term structure for the two main peripheral countries in the area. The paper discusses how some key features of term structure are linked to government debt carry trade.*

*In order to assess the performance of the proposed market-based indicator, the paper shows how the identified episodes of financial turmoil are related with the timing and the intensity of unconventional measures in the euro area.*

Tutti gli interessati sono invitati a partecipare.

Classe di Scienze Matematiche e Naturali