

### **OBJECTIVES and GRADING**

This seminar provides an exposure to the recent papers in a few of the interesting topics in banking, and more generally financial intermediation.

Final grades will depend on the quality of class participation and paper presentation, as well as a class paper that seeks to review, synthesize and extend research in a particular area of financial intermediation. The **completed** paper is due on **June 12, 2021**.

Topics must be approved by **March 24, 2021**.

### **February 1: Organization and Assignments**

#### **February 8: The Market Structure of the Banking Industry**

1. Huber, K., April 2020, “Are Bigger Banks Better? Firm Level Evidence from Germany.”
2. Berger, A., T. Kravitz and L. Shibus, 2020, “The Many Facets of Bank Competition: Evidence from an Extraordinary Dataset,” January.

#### **February 22: Lending Relationships**

1. Blickle, K., Q. Fleckenstein, S. Hillenbrand, and A. Saunders, May 2020, “The Myth of the Lead Arranger’s Share.”
2. Griffin, T., G. Nini and D. Smith, Dec. 2019, “Losing Control? The 20 Year Decline in Loan Covenant Restrictions.”

#### **March 1: Returns from Financial Intermediation**

1. Ma, Y. and J. Scheinkman, 2020, “Going-Concern Debt of Financial Intermediaries,” November 11, 2020.
2. Eckbo, B.E., K. Li and W. Wang, 2020, “Rent Extraction by Super-Priority Lenders,” March 13, 2020.

**March 8: Bank Liquidity Provision**

1. Santos, J. and S. Viswanathan, Aug. 2020, “Bank Syndicates and Liquidity Provision.”
2. Chodorow-Reich, G., O. Darmouni, S. Luck, and M. Plosser, “Bank Liquidity Provision Across the Firm Size Distribution,” October 11, 2020.

**March 15: Bank Governance**

1. Corraera, R. and L. Goldberg, July 2020, “Bank Complexity, Governance and Risk.”
2. Tsyplakov, S. A. Berger, S. Ongena, and S. Nistor, 2020, “Catch, Restrict and Release: The Real Story of Bank Bailouts,” Swiss Finance Institute Paper no. 20-45, October 27, 2020.

**March 22: FinTech**

1. Balyuk, T., A. Berger and J. Hackney, June 2020, “What is Fueling FinTech Lending? The Role of Banking Market Structure.”
2. Erel, I. and J. Liebersohn, 2020, “Does FinTech Substitute for Banks? Evidence from the Paycheck Protection Program,” Oct.

**April 5: Market Entry**

1. Davydiuk, T., T. Marchuk, and S. Rosen, 2020, “Direct Lenders in the U.S. Middle Market,” November 12, 2020.
2. Johnston-Ross, E., S. Ma and M. Puri, 2020, “Private Equity and Financial Stability: Evidence from Failed Bank Resolution in the Crisis.”

**April 12: Perverse Lending**

1. Bonfirm, D., G. Cerqueiro, H. Degryse and S. Ongena, January 2020, “On-Site Inspecting Zombie Lending.”
2. Schmidt, C., Y. Schneider, S. Steffen and D. Streitz, Nov. 1, 2020, “Capital Misallocation and Innovation.”

**April 19: Pandemic Risk and Central Bank Intervention**

1. Amiram, D. and D. Rabetti, 2020, “The Relevance of Relationship Lending in Times of Crisis,” November 4, 2020.
2. Granja, J., C. Makridis, C. Yannelis and E. Zwick, 2020, “Did the Paycheck Protection Program Hit the Target?” July 3, 2020.

**April 26: Systemic liquidity provision**

1. Chen, Q., I. Goldstein, Z. Huang and R. Vashistha, Sept. 2020, “Liquidity Transformation and Fragility in the US Banking Sector.”
2. Berger, A., H. Kim and X. Ma, April 2020, “Bank Management Sentiment and Liquidity Hoarding.”

**May 3: Loan Types**

1. Ivashina, V., L. Laeven and E. Moral-Benito, July 2020, “Loan Types and the Bank Lending Channel.”
2. Liberman, A., D. Paravisini and C. Pathania, Jan. 2020, “High Cost Debt and Perceived Creditworthiness: Evidence from the UK.”

**May 10: Monetary Policy Transmission**

1. Ben-David, I., A. Palvia, and R. Stulz, 2020, “How Important is Moral Hazard for Distressed Banks?” May.
2. Adelino, M., M. Ferreira, M. Giannetti and P. Pires, 2020, “Trade Credit and the Transmission of Unconventional Monetary Policy,” Sept.