



## EBC/TSE Conference on the Political Economy of the Financial Crisis

*Friday, April 09, 2010*

at the *Toulouse School of Economics*, Toulouse, France  
Organizers: Augustin Landier (TSE) and Luc Laeven (IMF)

The aim of this conference is to add to the debate on the political economy aspects of the ongoing global financial crisis, and to stimulate research in this area. Topics that will be discussed include: regulatory capture and lobbying, bailout negotiations, and consumer protection. The conference is co-sponsored by the European Banking Center (EBC) at Tilburg University and the Toulouse School of Economics (TSE).

## Program



### 9h00→9h30 : Welcome coffee

### 9h30→10h50: Bailouts and Rents

Paper 1: *Collective Moral Hazard, Maturity Mismatch and Systemic Bailouts* Emmanuel Farhi (Harvard U) and **Jean Tirole** (TSE)

Discussant: Giovanni Dell’Ariccia (IMF)

Paper 2: *Human Capital in the US Financial Sector: 1909-2006* **Ariell Reshef** (U Virginia) and Thomas Philippon (NYU Stern)  
Discussant: Gilles St-Paul (TSE)

### 10h50→11h10 :Break

### 11h10→12h30: Regulatory Capture and Lobbying

Paper 3: *Banking on Politics*  
Mattias Braun (IM Trust) and **Claudio Raddatz** (World Bank)  
Discussant: Thorsten Beck (Tilburg U)

Paper 4: *A Fistful of Dollars: Lobbying and the Financial Crisis*  
Deniz Igan, Prachi Mishra, and **Thierry Tressel** (all IMF)  
Discussant: Enrico Perotti (University of Amsterdam)

### 12h30→14h: Lunch

### 14h→15h: Open Talks on the Political Economy of the Financial Crisis

Open Talk 1: Luigi Zingales (U of Chicago)  
Open Talk 2: Edward Kane (Boston College)  
Open Talk 3: Phillip Swagel (Georgetown U)

### 15h00→15h20 Break

### 15h20→16h40: Consumer Protection

Paper 5: *Consumer Protection in Finance*

**Roman Inderst** (LSE) and Marco Ottaviani (Northwestern U)  
Discussant: Hans Degryse (Tilburg U)

Paper 6: *Obfuscation, Learning, and the Evolution of Investor Sophistication* **Bruce Carlin** (UCLA) and Gustavo Manso (MIT)  
Discussant: David Thesmar (HEC)

### 16h40→17h00 :Break

### 17h→18h: Closing Panel on the Political Economy of the Financial Crisis

Chair: Jacques DELPLA (Conseil d’Analyse Economique)

*Panel members:*

Patrick Honohan (Central Bank and Financial Services Authority of Ireland)  
Lex Hoogduin (De Nederlandsche Bank)  
Mathias Dewatripont (ULB)  
Sweder van Wijnbergen (U Amsterdam)  
Denis Kessler, (CEO Scor)

### 19h30 : Dîner

#### Format:

**Paper** (40 min): 15 min (author) + 15 min (discussant) + 10 min (audience)

**Open Talk:** 15 min (author) + 5min (audience)

**Panel:** (60 min): 5 participants, 10 min each + 10 min discussion