

**DERIVATIVES**  
**Financial innovation and financial stability**

Launch Conference of the Financial Stability Review 14

Hôtel Westin  
3 rue de Castiglione  
Paris 75001, Paris, France  
8 July 2010  
09:00 – 17:00

Confirmed speakers

8:30-9:00	<b>Welcome coffee and registration</b>
Opening 9:00	<b>Robert Ophèle</b> , <i>Director General, DG Operations, Banque de France</i>
9:15-11:00	<p><b>SESSION 1: SYSTEMIC LIQUIDITY AND MARKET INFRASTRUCTURES</b></p> <p><i>This session will focus on</i></p> <ul style="list-style-type: none"> <li>- <i>The expected benefits from CCP</i></li> <li>- <i>New types of SIFIS and risk management issues</i></li> <li>- <i>Optimal CCP set up?: liquidity, procyclicality and impact on collateral demand</i></li> <li>- <i>The role of central banks...</i></li> </ul> <p>Moderator: <b>Robert Ophèle</b>, <i>Director General, DG Operations, Banque de France</i></p> <ul style="list-style-type: none"> <li>• <b>Patrick Pearson</b>, Head of unit, Financial Markets Infrastructure, EU Commission</li> <li>• <b>Alexander Yavorsky</b>, Vice-President, Moodys</li> <li>• <b>Jean-Pierre Zigrand</b>, London School of Economics</li> <li>• <b>Manmohan Singh</b>, Senior Economist, International Monetary Fund</li> <li>• <b>Daniela Russo</b>, General Director, European Central Bank</li> </ul>

11:00-11:30 Coffee break

11:30-11:50	<p>Keynote address</p> <p><b>Jean-Paul Redouin</b>, <i>Deputy Governor, Banque de France</i></p>
11:50-13:30	<p><b>SESSION 2: FINANCIAL INNOVATION AND REGULATORY CHALLENGES</b></p> <p><i>Issues to be addressed include inter alia:</i></p> <ul style="list-style-type: none"> <li>- <i>Rationale for innovation in finance: an optimal response to incomplete markets?</i></li> <li>- <i>Has financial innovation induced financial fragility?</i></li> <li>- <i>Sectoral regulations (banks and insurance): how has microprudential supervision approached financial innovation ?</i></li> </ul>

	<ul style="list-style-type: none"> <li>- <i>Strengthening markets' regulation: towards a banning approach?</i></li> <li>- <i>Focusing on current debates: Sovereign CDS; role of speculators</i></li> </ul> <p>Moderator: <b>Gillian Tett</b>, Financial Times</p> <ul style="list-style-type: none"> <li>• <b>Søren Willemann</b>, Vice-President, Barclays capital</li> <li>• <b>Darrell Duffie</b>, Stanford University</li> <li>• <b>Nicola Gennaioli</b>, Universitat Pompeu Fabra, co-author of "Financial Innovation and Financial Fragility" with A. Shleifer and R. Vishny, April 2010</li> <li>• <b>Patricia Jackson</b>, head of prudential advisory at Ernst &amp; Young</li> <li>• Autorité de Contrôle Prudentiel, <i>tbd</i></li> </ul>
13:30-14:30	Lunch break
14:30-14:50	<p>Keynote address</p> <p><b>Jean-Pierre Jouyet</b>, Chairman, AMF</p>
14:50-16:50	<p><b>SESSION 3: FUTURE OF OTC MARKETS: REACHING EFFICIENCY AND RESILIENCE</b></p> <p>This session will focus on, <i>inter alia</i>:</p> <ul style="list-style-type: none"> <li>- <i>Price discovery function and risk shifting: what social benefits? CDS, becoming a leading indicator?</i></li> <li>- <i>Trading activities by non-financial corporations in commodity derivatives and emission allowances: What are the risks?</i></li> <li>- <i>Transparency in the OTC market: What challenges ahead?</i></li> <li>- <i>Use of derivatives by non financial institutions, i.e. how they hedge, how much they hedge? Derivatives and the insurance sector.</i></li> </ul> <p>Moderator: <b>Svein Andresen</b>, General Secretary of the Financial Stability Board (FSB)</p> <ul style="list-style-type: none"> <li>• <b>Ron Anderson</b>, London School of Economics</li> <li>• <b>Luigi Zingales</b>, University of Chicago</li> <li>• <b>Frédéric Janbon</b>, Head of Fixed income, BNPP</li> <li>• <b>Odette Cesari</b>, CIO de AXA France</li> <li>• <b>Marc Verspyck</b>, Senior VP Finance, Air France</li> <li>• <b>Hervé de Villeroché</b>, French Treasury, Assistant Secretary Financial sector department</li> </ul>
16:50-17:00	<p>Closing session</p> <p><b>Robert Ophèle</b>, <i>Director General, Operations, Banque de France</i> (or <b>Sylvie Mathérat</b>, <i>Director of Financial Stability</i>)</p>