

## LATEST NEWS

- The AEA Job Market in Chicago has been a success as two new researchers will join our department later this year. Emmanuel de Veirman is from Belgium, has obtained his degree at the John Hopkins University and is currently by the Reserve Bank of New Zealand. Andrea Colciago is from Italy and currently works as assistant-professor at the University of Milano Bicocca where he also obtained his PhD. We are very pleased to welcome Emmanuel and Andrea to our team.
- A paper by [Joris de Wind](#) (joint with Wouter den Haan of the London School of Economics) entitled "Nonlinear and stable perturbation-based approximations" has been accepted for publication in the Journal of Economic Dynamics and Control. In this paper, the authors propose a nonlinear perturbation-based approximation method that--unlike standard higher-order perturbation--does generate stable time paths for sure and does not have odd shapes. Moreover, the proposed approximation method avoids the drawbacks that hamper pruning, a procedure proposed by Kim, Kim, Schaumburg, and Sims (2008) to avoid the instability problems of standard higher-order perturbation. The authors find that both the proposed approximation as well as the pruning procedure give a good qualitative insight in the nonlinear aspects of the true solution, but--with a few exceptions--differ from the true solution in some quantitative aspects, especially in severe peaks and troughs.
- The list of DNB Journals has been updated. Please [click](#) to follow link.

## FORTHCOMING CONFERENCES

- 28-29 June 2012: [Conference on Post-Crisis Banking, Amsterdam](#)
- 25-26 October 2012: [15th Annual DNB Research Conference](#) 'Household Finances and Behavior in times of crisis.'
- 8-9 November 2012: [DNB/CGIC Workshop on Corporate Governance of Financial Institutions](#)

## CALL FOR PAPERS

[DNB / CGIC Workshop on Corporate Governance of Financial Institutions](#)  
Location and Date  
Venue: Amsterdam, the Netherlands, De Nederlandsche Bank  
Date: 8 – 9 November 2012

### Workshop description

Since the financial and economic crisis a great deal of scrutiny by investors, the media, governments and regulatory institutions has focused on corporate governance failures within financial institutions. In academia, research has particularly focused on the relationship between on the one hand, lax board oversight of risk management and executive compensation and, on the other hand, excessive risk-taking and bad corporate performance. While the primary focus has been on governance deficiencies at banks, the financial and economic crisis has also emphasized the importance of good corporate governance for other types of financial institutions such as insurance companies and pension funds. The purpose of this workshop is to contribute to the emerging trends in academic research and to take stock of the most important developments in the theory, policy and practice of the corporate governance of financial institutions. The workshop aims at attracting original and relevant contributions on this theme. Theoretical as well as empirical contributions aimed at delivering

policy-relevant results with respect to, for instance, the following topics are actively solicited:

- o Executive compensation within financial institutions;
- o Boards of directors and risk oversight;
- o Expertise and composition of boards of directors within financial institutions;
- o Internal corporate governance and the role external supervisors;
- o Hard and soft law and the corporate governance of financial institutions;
- o The role of corporate governance in systemic crises;
- o Ownership of financial institutions;
- o Regulation, risk-taking and corporate governance;
- o Pension fund governance;
- o A behavioral perspective on corporate governance within financial institutions;

#### Organisers

Jakob de Haan, De Nederlandsche Bank and University of Groningen (j.de.haan@dnb.nl)

Hans van Ees, University of Groningen (h.van.ees@rug.nl)

Niels Hermes, University of Groningen (c.l.m.hermes@rug.nl)

Reggy Hooghiemstra, University of Groningen (r.b.h.hooghiemstra@rug.nl)

#### Deadlines:

Full papers have to be submitted before 31 July 2012 to k.barth-romp@dnb.nl.

Participants will be informed by 15 September 2012.

## FORTHCOMING RESEARCH SEMINARS

*(Please follow this link to read how you can attend)*

26 April 2012: Giovanni Dell'Ariccia – International Monetary Fund (Joint Cifra/ DNB seminar at UVA)

1 May 2012: Giancarlo Corsetti – Cambridge University

15 May 2012: Jan Jacobs – University of Groningen

21 May 2012: Takeo Hoshi – University of California

22 May 2012: Charles Goodhart – London School of Economics

29 May 2012: Olivier de Jonghe – Tilburg University

19 June 2012: Luisa Farinha – Banco de Portugal

4 September 2012: Nikola Tarashev – Bank of International Settlements

18 September 2012: Bruno Parigi – University of Padova

## PUBLISHED ARTICLES (2012)

- **Being a foreigner among domestic banks: Asset or liability?**, Stijn Claessens and Neeltje van Horen, *Journal of Banking and Finance*, 2012, 36, 1276-1290
- **The role of regional information in the optimal composition of a committee**, Robert-Paul Berben, Beata Bierut and Philipp Maier, *Economics Bulletin*, 2012, 32(1), 510-517
- **Investment strategies of institutional investors: Evidence from Dutch flow-of-funds data**, Leo de Haan and Jan Kakes, *Applied Economics Letters*, 2012, 19(2), 155-159
- **Government bond yields and foreign ownership of debt**, Menno Broos and Jakob de Haan, *Applied Economics Letters*, 2012, 19(5), 435-438
- **Bank size, market concentration, and bank earnings volatility in the US**, Tigran Poghosyan and Jakob de Haan, *Journal of International Financial Markets, Institutions & Money*, 2012, 22(1), 35-54
- **Market timing and corporate capital structure: a transatlantic comparison**, Allard Bruinshoofd and Leo de Haan, *Applied Economics*, 2012, 44 (28), 3691-3703
- **Exceedance probability of the integral of a stochastic process**, Ana Ferreira, Laurens de Haan and Chen Zhou, *Journal of Multivariate Analysis*, 2012, 105(1), 241-257
- **Mean reversion in international stock markets: an empirical analysis of the 20th century**, Jacob Bikker, Pieter van den Hoek and Laura Spierdijk, *Journal of International Money and Finance*, 2012, 31, 228-249

## PUBLISHED ARTICLES 2011

- **Capital regulation and tail risk**, Enrico Perotti, Lev Ratnovski and Razvan Vlahu, *International Journal of Central Banking*, 2011, 7(4), 123-163.
- **A utility-based comparison of pension funds and life insurance companies under regulatory constraints**, Dirk Broeders, An Chen and Birgit Koos, *Insurance: Mathematics and Economics*, 2011, 49(1), 1-10
- **Does the Clarity of Central Bank Communication Affect Volatility in Financial Markets?** David-Jan Jansen, *Contemporary Economic Policy*, 2011, 29(4), 494-509
- **Communication in a monetary policy committee**, Jan Marc Berk and Beata Bierut, *European Journal of Political Economy*, 2011, 27(4), 791-801



- **Time-variation in term premia: International survey-based evidence**, Ron Jongen, Willem Verschoor and Christian Wolff, *Journal of International Money and Finance*, 2011, 30(4), 605-622
- **Urban Growth and Uninsured Rural Risk: Booming Towns in Bust Times**, Steven Poelhekke, *Journal of Development Economics*, 2011, 96(2), 461-475
- **Price level convergence and regional Phillips curves in the US and EMU**, Jan Marc Berk and Job Swank, *Journal of International Money and Finance*, 2011, 30, 749-763
- **Financial literacy and retirement preparation in the Netherlands**, Rob Alessie, Annamaria Lusardi and Maarten van Rooij, *Journal of Pension Economics and Finance*, 2011, 10(4), 527-546
- **Card acceptance and surcharging: The role of costs and competition**, Nicole Jonker, *Review of Network Economics*, 2011, 10(2), article 4
- **Is the negative relation between leverage and historical market-to-book specific to US and ICT firms?**, Allard Bruinshoofd and Leo de Haan, *International Review of Finance*, 2011, 11(2), 227-243
- **Mumbling with great incoherence: Was it really so difficult to understand Alan Greenspan?**, David-Jan Jansen, *Economics Letters*, 2011, 113(1), 70-72
- **Bank-specific daily interest rate adjustment in the Dutch mortgage market**, Leo de Haan and Elmer Sterken, *Journal of Financial Services Research*, 2011, 39(3), 145-159
- **Subjective measures of risk aversion, fixed costs, and portfolio choice**, Arie Kapteyn and Federica Teppa, *Journal of Economic Psychology*, 2011, 32, 564-580
- **Does central bank communication really lead to better forecasts of policy decisions? New evidence based on a Taylor rule model for the ECB**, Jan-Egbert Sturm and Jakob de Haan, *Weltwirtschaftliches Archiv*, 2011, 147(1), 41-58
- **Labor Market Flexibility and the Impact of the Financial Crisis**, I. Kadek Dian Sutrisna Artha and Jakob de Haan, *Kyklos*, 2011, 64(2), 213-230
- **How Anchored are Inflation Expectations in EMU Countries?** Carin van der Crujisen and Maria Demertzis, *Economic Modelling*, 2011, 28(1-2), 281-298
- **Momentum or contrarian investment strategies: Evidence from Dutch institutional investors**, Leo de Haan and Jan Kakes, *Journal of Banking and Finance*, 2011, 35 (9), 2245-2251
- **Does money matter in the ECB strategy? New evidence based on ECB communication**, Helge Berger, Jakob de Haan and Jan-Egbert Sturm, *International Journal of Finance and Economics*, 2011, 16, 16-41
- **Is corruption really persistent?**, Harry Seldadyo and Jakob de Haan, *Pacific Economic Review*, 2011, 16(2), 192-206
- **Political Regime Change, Economic Liberalization and Growth Accelerations**, Richard Jong-A-Pin and Jakob de Haan, *Public Choice*, 2011, 146 (1-2), 93-115
- **Financial literacy and stock market participation**, Rob Alessie, Annamaria Lusardi and Maarten van Rooij, *Journal of Financial Economics*, 2011, 101(2), 449-472
- **Financial literacy and retirement planning in the Netherlands**, Alessie, Annamaria Lusardi and Maarten van Rooij, *Journal of Economic Psychology*, 2011, 32, 593-608
- **Forecasting the fragility of the banking and insurance sector**, Kerstin Bernoth and Andreas Pick, *Journal of Banking and Finance*, 2011, 35(4), 807-818
- **Extreme residual dependence for random vectors and processes: with an application to systemic risk of banking system**, Laurens de Haan and Chen Zhou, *Advances in Applied Probability*, 2011, 43(1), 217-242
- **Variable selection, estimation and inference in multiperiod forecastig problems**, Hashem Pesaran, Andreas Pick and Allan Timmerman, *Journal of Econometrics*, 2011, 164(1), 173-187
- **Stock market expectations of Dutch Households**, Michael Hurd, Maarten van Rooij and Joachim Winter, *Journal of Applied Econometrics*, 2011, 26(3), 416-436
- **The myth of financial innovation and the great moderation**, Wouter den Haan and Vincent Sterk, *Economic Journal*, 2011, 121(553), 707-739
- **Did the crisis affect inflation expectations?**, Gabriele Galati, Steven Poelhekke and Chen Zhou, *International Journal of Central Banking*, 2011, 7(1), 167-207
- **The pungent smell of "red herrings": Subsoil assets, rents, volatility and the resource curse**, Frederick van der Ploeg and Steven Poelhekke, *Journal of Environmental Economics and Management*, 2011, 60(1), 44-55
- **Restructuring of the Dutch nonlife insurance industry: Consolidation, organisational form and focus**, Jacob Bikker and Janko Gorter, *Journal of Risk and Insurance*, 2011, 78, 163-194

- **An Empirical assessment of reinsurance risk**, Manuel Kampman, Iman van Lelyveld and Franka Liedorp, *Journal of Financial Stability*, 2011, 7(4) 191-203
- **A new approach to measuring competition in the loan markets of the euro area**, Jacob Bikker, Christoffer Kok-Sorensen, Michiel van Leuvensteijn and Adrian van Rixtel, *Applied Economics*, 2011, 43, 3155-3167

## ***WORKING PAPERS 2012***

(please click on the title to open pdf)

- No.343 - Jacob Bikker and Laura Spierdijk, Mean Reversion in Stock Prices: Implications for Long-Term Investors
- No.342 - Jan Willem van den End and Mark Kruidhof, Modelling the liquidity ratio as macroprudential instrument
- No.341 - Maarten van Oordt, Securitization and the dark side of diversification
- No.340 - Robert Vermeulen and Jakob de Haan, Net Foreign Asset (Com)position: Does Financial Development Matter?
- No.339 - Anneke Kosse, Do newspaper articles on card fraud affect debit card usage?
- No.338 - Janko Gorter and Paul Schilp, Risk preferences over small stakes: Evidence from deductible choice
- No.337 - Michael Ehrmann and David-Jan Jansen, The pitch rather than the pit: investor inattention during FIFA World Cup matches
- No.336 - Paul Cavelaars and Joost Passenier, Follow the money: what does the literature on banking tell prudential supervisors on bank business models?
- No.335 - Mark Mink and Jakob de Haan, Contagion during the Greek Sovereign Debt Crisis

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Editors:  
Karin Barth-Romp  
Nera Herceglic  
[secretariaat-ebo@dnb.nl](mailto:secretariaat-ebo@dnb.nl)