

PROF. DR. FALKO FECHT

ADDRESS:

Prof. Dr. Falko Fecht
Deutsche Bundesbank
Research Centre
Mainzer Landstrae 46
60325 Frankfurt am Main
Germany

EDUCATION:

- PhD in Economics, 2005, J.W. Goethe University Frankfurt (summa cum laude)
- Master in Economics (Diplom-Volkswirt), 1997, J.W. Goethe University Frankfurt (best student award)

EXPERIENCE:

- Head of Research at Deutsche Bundesbank, since November 2022
- Visiting Professor at Frankfurt School of Finance and Managements, since November 2022
- Full Professor for Financial Economics at Frankfurt School of Finance and Managements, May 2012 - October 2022
- Deutsche Bundesbank Research Professor, January 2010 - October 2022
- Full Professor at the EBS Business School and Endowed Chair for Economics of Financial Institutions, January 2009 - April 2012
- Visiting Scholar at the European Central Bank, October - December 2015
- Visiting Scholar at the Federal Reserve Bank of Cleveland, July and August 2009
- Visiting Scholar at the Dutch National Bank, April 2009
- Economist the Research and Economics Departments at the Deutsche Bundesbank, October 2000-December 2008
- Visiting Scholar at Wharton School, University of Pennsylvania, April 2006
- Visiting Researcher at the European Central Bank, November 2005-April 2006
- Visiting Researcher at the Federal Reserve Bank of Kansas City, October 2004

- Research Assistant (wissenschaftlicher Mitarbeiter), Department of Economics and Business Administration, J.W. Goethe University Frankfurt, 1998-2000
- Economist at the BHF Bank, Frankfurt, 1998

REFEREED PUBLICATIONS:

- "Cross-Border Interbank Liquidity, Crises, and Monetary Policy" (with Puriya Abbassi, Falk Bräuning, and Jose-Luis Peydro), *Journal of International Economics*, 2022, Vol. 139.
- "Private Value of Central Bank Liquidity and Banks' Bidding Behavior in Variable Rate Tender Auctions" (with Patrick Weber), *Journal of Banking and Finance*, 2022, Vol. 136.
- "Fear, Deposit Insurance Schemes, and Deposit Reallocation in the German Banking System" (with Stefan Thum and Patrick Weber), *Journal of Banking and Finance*, 2019, Vol. 105, pp. 151-165.
- "Dealer behaviour in the Euro money market during times of crisis" (with Stefan Reitz) *Applied Economics*. 2019, Vol. 50, No. 48, pp. 5204-5219.
- "Is proprietary trading detrimental to retail investors?" (with Andreas Hackethal and Yigitcan Karabulut), *Journal of Finance*, 2018, Vol. 73, No. 3, pp. 1323-1361.
- "Variation in Market Liquidity and the Intraday Interest Rate" (with Puriya Abbassi and Johannes Tischer), *Journal of Money, Credit, and Banking*, 2017, Vol. 49, No. 4, pp. 733-765.
- "Relationship Lending in the Interbank Market and the Price of Liquidity" (with Falk Bräuning), *Review of Finance*, 2017, Vol. Volume 21, No. 1, pp. 33-75.
- "The Role of Interbank Relationships and Liquidity Needs" (with Ben Craig and Günseli Tümer-Alkan), *Journal of Banking and Finance*, 2015, Vol. 53, pp. 99-111.
- "The dark and the bright side of liquidity risks: Evidence from open-end real estate funds in Germany" (with Michael Wedow), *Journal of Financial Intermediation*, 2014, Vol. 23, pp. 376-339.
- "Financial Integration, Specialization, and Systemic Risk (with Hans Peter Grüner and Philipp Hartmann), *Journal of International Economics*, 2012, Vol. 88, pp. 150-161.
- "The Price of Liquidity: The Effects of Market Conditions and Bank Characteristics" (with Kjell Nyborg and Jörg Rocholl), *Journal of Financial Economics*, 2011, Vol. 102, No. 2, pp. 344-362.

- "The marketability of bank assets, managerial rents and banking stability" (with Wolf Wagner), *Journal of Financial Stability*, 2009, Vol. 5, No. 3, pp. 272-282.
- "Banks, Markets, and Efficiency" (with Antoine Martin), *Annals of Finance*, 2008, Vol. 5, No. 2, pp. 131-160.
- "Financial Intermediaries, Markets, and Growth" (with Kevin Huang and Antoine Martin), *Journal of Money, Credit and Banking*, 2008, Vol. 40, No. 4, pp 701-720.
- "Liquidity Management and Overnight Rate Calendar Effects: Evidence from German Banks" (with Kjell G. Nyborg and Jörg Rocholl), *North American Journal of Economics and Finance*, 2008, Vol. 19, No. 1, 7-21.
- "Limits to International Banking Consolidation" (with Hans Peter Grüner), *Open Economies Review*, 2008, Vol. 19, No. 5, pp. 651-666.
- "Open End Real Estate Funds in Germany- Genesis and Crisis" (with Christina Bannier and Marcel Tyrell), 2008, *Kredit und Kapital*, Nr. 1/08, pp. 9-36.
- "The Eurosystem Money Market Auctions: A Banking Perspective" (with Ben Craig), *Journal of Banking and Finance*, 2007, Vol. 31, No. 9, pp. 2925-2944.
- "On the Stability of Different Financial Systems", *Journal of the European Economic Association*, 2004, Vol. 2, No. 6, pp. 969-1014.

OTHER PUBLICATIONS:

- "Information Transmission between Banks and the Market for Corporate Control" (with Christian Bittner, Melissa Pala, and Farzad Saidi), *SUERF Policy Brief*, No 424, 2022.
- "Contagious Zombies" (with Christian Bittner and Co-Pierre Georg), *SUERF Policy Brief*, No 178, 2021.
- "What We Can Learn from the Introduction of Blanket Deposit Guarantees in Germany 2008 about the Benefits of EDIS", (with Patrick Weber), in *ifo Institute*, 2019, *ifo DICE Report* 17 (1), 26-29
- "Optimal Lender of Last Resort Policy in Different Financial Systems" (with Marcel Tyrell), in: F. Heinemann, U. Klüh, and S Watzka (eds.), *Monetary Policy, Financial Crises, and the Macroeconomy*, Springer Publishing, 2016.
- "Die EZB steht sich selbst im Weg", article in *NZZ*, 15.4.2015.
- "Fatale 'Schwarze Null'" (with Adalbert Winkler) article in *Handelsblatt*, 12.1.2015.
- "Der unbesicherte Geldmarkt–Blinddarm des Finanzsystems?", *Zeitschrift für das gesamte Kreditwesen*, 2013, Vol. 66(7), pp. 338–343.

- "Banken: Ein Nachruf", in: A. Schnieder and T. Sommerlatte (eds.), Die Zukunft der deutschen Wirtschaft - Visionen für 2030, Publicis, 2010.
- "Bad Bank: ein alternativer Vorschlag" (with Hans Peter Grüner), ifo Schnelldienst, 13/2009, pp. 3-7.
- "Current State of Financial Globalization" (with Hans Peter Grüner and Philipp Hartmann), in: D. Evanoff and G. Kaufman (eds.), Globalization and Systemic Risk, World Scientific Publishing, 2009.
- Book review of "Globalization of Capital Markets and Monetary Policy" edited by Jens Hölscher and Horst Tomann, Journal of Economics, 2006, Vol. 90, No. 1, pp. 109-111.
- "Is Competition in the Financial Sector a Good Thing?" (with Antoine Martin), Journal of Financial Transformation, 2006, Vol. 17, pp.123-129.
- "Financial Integration through the Interbank Market—Stability and Welfare Implications" (with Hans Peter Grüner), in: K. Liebscher, Christl, J., Mooslechner, P., Ritzberger-Grünwald, D. (eds.), Financial Development, Integration and Stability: Evidence from Central, Eastern and South-Eastern Europe, Edward Elgar, 2006.
- "The Institutional Design of Central Banks" (with Gerhard Illing) in: A. Mullineux and V. Murinde (eds.), Handbook of International Banking, Edward Elgar, 2003.

WORKING PAPERS:

- "Information Transmission between Banks and the Market for Corporate Control" (with Christian Bittner, Melissa Pala and Farzad Saidi), Discussion Paper Deutsche Bundesbank No. 30/2022.
- "Banks' Equity Stakes in Firms: A Blessing or Curse in Credit Markets?" (with Jose-Luis Peydre, Günseli Tümer-Alkan and Yuejuan Yu), mimeo.
- "Liquidity support and distress resilience in bank-affiliated mutual funds" (with Giulio Bagattini and Angela Maddaloni), mimeo.
- "Contagious Zombies" (with Christian Bittner and Co-Pierre Georg), Discussion Paper Deutsche Bundesbank No. 15/2021.
- "Liquidity Support in Financial Institutions" (with Egemen Genc and Yigitcan Karabulut), mimeo.
- "Managerial Overconfidence and Access to Funding: Do Banks Help Managers to Avoid Investment Mistakes?" (with Regina Opaleva), mimeo.
- "The fire-sale channels of universal banks in the European sovereign debt crisis" (with Giulio Bagattini and Patrick Weber), Discussion Paper Deutsche

Bundesbank No. 43/2019.

- "Wholesale and Retail Deposit Funding in Equilibrium: Implications for Risk Taking and Regulation" (with Roman Inderst and Sebastian Pfeil), mimeo.
- "Strains on money market makers and money market tensions" (with Stefan Reitz and Patrick Weber), mimeo. R&R Journal of Financial Stability.
- "Banks, Markets, and Financial Stability" (with Armin Eder and Thilo Pausch), Discussion Paper Deutsche Bundesbank No. 31/2014.
- "Interbank market frictions and banks' demand for liquidity from the lender of last resort" (with Patrick Weber), mimeo.
- "Substitutability between gross and net payment system - A concern for financial stability?" (with Ben Craig), Discussion Paper Series 2 No. 16/2011, Deutsche Bundesbank .
- "The Welfare Effects of Cross-Border Financial Integration", (with Hans Peter Grüner and Philipp Hartmann), Discussion Paper Series 2 No. 10/07, Deutsche Bundesbank.
- "The Allocation of Liquidity Risk between Banks - The Role of Options" (with Hendrik Hakenes), Discussion Paper Series 2 No. 12/06, Deutsche Bundesbank.
- "Financial Integration and Systemic Risk" (with Hans Peter Grüner), Discussion Paper Series 2 No. 11/05, Deutsche Bundesbank.

PRESENTATIONS:

- Invited Seminars:
Federal Reserve Bank of Kansas City (2004), European Central Bank (2005), CentER University of Tilburg (2005), University of Mannheim (2005), European Central Bank (2006), University of Mannheim (2006), Institute for Economic Research Halle (2007), European Central Bank (2007), Sveriges Riksbank (2007), Federal Reserve Bank of New York (2007), Bank of England (2008), University of Mainz (2008), Finance at University of Tilburg (2008), Dutch National Bank (2009), WHU (2009), Vrije Universiteit Amsterdam (2009), Deutsche Bundesbank (2010), University of Leipzig (2011), University of Hannover (2011), University of Konstanz (2011), University of St. Gallen (2011), Frankfurt School of Finance (2011), University of Kiel (2012), Norwegian Central Bank (2012), Finance at University of Tilburg (2012), University of Düsseldorf (2012), University of Osnabrück (2012), Bangor Business School (2013), Newcastle University Business School (2014), South African Reserve Bank (2014), University of Stellenbosch, Cape Town (2014), University of Cologne (2014), Newcastle University (2015), DIW (2016), University

of St. Gallen (2017), Banque de France (2018), Stuttgart-Hohenheim (2018), University College Dublin (2018), Irish Central Bank (2018), Stockholm Business School (2019), Bank of Canada (2019), University of Bristol (2020), Ifo (2020), SNB (2021).

- At conferences:

German Economic Association (2003), Committee on Monetary Theory and Policy of the German Economic Association (2004), European Economic Association (2004), Annual Meeting of the Society for Economic Dynamics (2004), ProBanker Symposium (2005), Global Finance Conference (2005), European Economic Association Meeting (2005), International Finance Conference Copenhagen (2005), German Economic Association Meeting (2005), ECB-CFS-OeNB-Conference on European Economic Integration (2005), CFS Workshop "German Banking System Architecture" March (2006), CERF Conference on "The Changing Nature of the Financial System and Systemic Risk" (2006), 2nd FIRS Conference in Shanghai (2006), Workshop of the Christian-August-Gesellschaft on "Locations, Regions and Global Competition" (2006), 4th INFINITI Conference on International Finance (2006), 2. Kleistvilla Workshop: "Structural changes in the financial system and the consequences" Potsdam (2006), European Finance Association (2006), German Economic Association (2006), CEUS Workshop on "Financial Market Integration in Europe" (2007), ProBanker Symposium Maastricht (2007), European Economic Association Meeting Budapest (2007), 10th International Banking Conference of IMF and FED-Chicago on Globalization and Systemic Risk (2007), German Economic Association Meeting in Munich (2007), Spring Economists' Meeting at the BIS (2008), 10th Bundesbank Spring Conference "Central Banks and Globalization" (2008), 6th INFINITI Conference (2008), 47th FED Chicago Conference on Bank Structure and Competition (2011), NBER Summer Institute "Household Finance" (2011), DGF (2011), 12th KIT Symposium on Finance, Banking, and Insurance (2011), ROME Workshop Autumn (2012), BdF-TSE Conference "Banking models and banking structures". Bundesbank Workshop "Supervising Financial Networks" (2013), Workshop Financial Intermediation University of Mainz (2013), VIII Seminar on Risk at the Banco Central do Brasil (2013), Jahrestagung VfS (2013), BMF Workshop "Ansteckungsgefahren und Vernetzung im Finanzsektor" (2013), Bank of Canada Conference on Collateral, Liquidity and Central Bank Operations (2014), ECB Workshop on Structural developments in money markets: implications for monetary policy implementation (2014), Tor Vergata (2014), 21st DGF Annual Meeting and 13th KIT Symposium (2014), Financial Safety Net Conference Stockholm (2015), European Economic Association (2015), LSE's 11th Annual Paul Woolley Centre Conference (2018), European Finance Association (2018), 12th Swiss Winter Conference on Financial Intermediation (2019), Western Finance Association (2019), FMA (2019), ASSA-IBEF (2022), FSB

Conference "Understanding and addressing systemic risks in non-bank financial intermediation" (2022).

- Discussant:
at the 1st FIRS Conference (2004), at the CEPR-ECB-CFS-BNB-Conference on Competition, Stability and Integration in European Banking (2005), at the CFS-Research Conference on Risk Transfer between (Re)Insurers, Banks, and Markets (2005), at the CNB-Open-Research-Day (2006), at the 2nd FIRS Conference (2006), at the 4th INFINITI Conference (2006), at the 2. CIBIF Conference in Groningen (2008), at the 6. INFINITI Conference (2008), at the OeNB-Conference on the "Economics of Financial Stability" (2008), at the DNB Conference "'Financial Stability and Financial Crises: Theory and Policy'" (2008), at the CEPR-EBC Conference "Procyclicality and Financial Regulation" (2010), Bundesbank Workshop on "Interconnectedness of Financial Institutions: Microeconomic Evidence, Aggregated Outcomes, and Consequences for Economic Policy" (2010), ECB Workshop "The bank lending channel in the euro area: new models and empirical analysis" (2010), ECB Workshop "The Role of Financial Market Liquidity in Periods of Turbulence: Theory, Empirical Evidence and Implications for Policy" (2010), Bundesbank-ZEW-Conference on "Basel III and Beyond: Regulating and Supervising Banks in the Post-Crisis Era" (2011), CEPR-OeNB-WU-Conference on "Bank Supervision and Resolution: National and International Challenges" (2011), 8th European Winter Finance Summit (2012), CESifo-Bundesbank Conference "The Banking Sector and the State" (2012), 4th CEPR-EBC Financial Stability Conference in Tilburg (2012), ECB-NY FED-Conference "Bank Funding" (2012), DFG/MPI conference on The Structure of Banking Systems and Financial Stability (2013), Annual EFA meeting in Lugano (2014), 6th EBC Financial Stability Conference in Tilburg (2014), Annual EFA meeting in Vienna (2015), Bundesbank conference 'Financial intermediaries and the real economy' (2015), 8th RSM Conference on Professional Asset Management (2016), ECB-IMF Workshop on 'Money Markets, Monetary Policy Implementation and Market Infrastructures' (2016), Annual EFA meeting Mannheim (2017), RTF-CEPR Conference Basel (2017), ECB Money Market Workshop (2017), ECB Money Market Workshop (2019), SGF Conference (2021), FIRS (2021), Norges Bank Conference on "Low Interest Rate and Unconventional Monetary Policy" (2021), EFA (2021).
- Professional presentations:
European Banking Summit (2009), Seminar for the European Supervisor Education Initiative (2010), 9th Concern Meeting of the DZ-Bank (2010), Euro-Finance Week (2010), Institut für Staatswissenschaften Universität Hannover "Perspektiven der Europäischen Bankenregulierung" (2013), Annual Meeting of the GIZ on "Values for Money? Towards a Value-Based Transformation of

the Financial System” (2013), Keynote address at the Bundesbank Meeting for Money Market Traders (2014), Member of the Policy Panel at the ECB Money Market Workshop (2014), Presentation in the Mannheim Seminar Series ”Aktuelle Themen der Wirtschaftspolitik” on current ECB Policy (2014), Bundesbank Lecture Series on ’Financial Institutions and Crises’ at Freiburg University (2015), FSB-CBoI Workshop on Non-bank Financial Intermediation (2018), 8. Jahreskonferenz Gesamtbanksteuerung (2020), 157. Vertreter Versammlung der VA BW (2021).

TEACHING:

- Macroeconomics (Bachelor)
- Money, Banking, and Financial Markets (Bachelor)
- Commercial and Investment Banking (MBA)
- Microeconomics of Banking (Master of Science)
- Economics of Corporate Finance (Master of Science)
- Financial Institutions and Markets (Master of Science)
- Advanced Theory of Corporate Finance (PhD)
- Microeconomics of Banking (PhD)

PROFESSIONAL SERVICES:

- Associate Editor ”Journal of Financial Stability”
- Referee for the Journal of Finance, Journal of the European Economic Association, Review of Finance, Journal of Financial Intermediation, Journal of Economic Dynamics and Control, European Economic Review, Journal of Financial Stability, Journal of International Money and Finance, Journal of Financial Services Research, the Journal of Money, Credit, and Banking, Economics Letters, Financial Markets and Portfolio Management, Journal of Banking and Finance, European Financial Management, International Review of Economics and Finance, Homo Oeconomicus.
- Session chair at the Annual EFA meeting 2014, 2016 & Member of the Program Committee since 2016
- Program Committee Member FIN-FIRE (2020,2021), SGF (2018-2021), IBEFA (2021), DGF (2021)
- Coorganizer of the 4th, 5th, 6th, 7th, 8th, and 9th Workshop ”Monetary, Banking and Financial Markets” (2006-2012).
- Referee for British Academy BA/Leverhulme Small Research Grants (2013),

the European Science Foundation (ESF) in 2013, DFG in 2021, ESF 2021.

- Scientific Committee for the Joint conference of the 21st Annual Meeting of the German Finance Association and the 13th Symposium on Finance, Banking, and Insurance (2014), CFS-ECB-Bundesbank-Conference on "Financial System Modernization and Economic Growth in Europe" (2006).
- Coorganizer of the CESifo-Bundesbank conference on "Liquidity: Concepts and Risks" in Munich (2008), the Bundesbank-EBC-EBS conference "Liquidity and Liquidity Risks" (2010).
- Visiting Lecturer for a master's course on "Financial Crisis" at the University of Mainz, 2008.

ACADEMIC SERVICES:

- Academic director of the Master of Finance at Frankfurt School (2021-22)
- Section Co-Head for Finance in the PhD-Program at Frankfurt School (2021-22)
- Academic director of the PhD-Program at EBS Business School (2011-2012).

SUPERVISED AND CO-SUPERVISED PHD-THESES:

- Matthias Köhler (2010)
- Maximilian Brauers (2012)
- Markus Wiemann (2013)
- Armin Eder (2014)
- Patrick Weber (2014)
- Tobias Prokesch (2015)
- Philipp Grüber (2015)
- Philipp Rindler (2015)
- Dominik Rehse (2016)
- Ralf Meyer (2016)
- Calebe de Roure (2017)
- Daniel Ruf (2018)
- Lisa Cycon (2018)
- Amirhossein Sadoghi (2019)
- Manuela Storz (2021)

EXTERNAL REFEREE FOR PHD-THESES:

- Pierre Olivier Fortin (Durham Business School 2012)
- Nicholas Garvin (University Pompeu Fabra 2018)
- Vanessa Sternbeck Fryxell (Stockholm Business School 2019)
- Daniel Vullings (University of Groningen 2021)
- Alexander Singer (University of Leipzig 2022)

PROFESSIONAL AFFILIATIONS:

- American Finance Association
- American Economic Association
- European Economic Association
- European Finance Association
- German Economic Association (Verein für Socialpolitik)

October 25, 2022