

## Dr. rer. pol. Paul Schempp

for work on liquidity provision by banks, shadow banks and the government, and the implications for financial stability

Max Planck Institute for Research on Collective Goods, Bonn

**Research field:** financial economics

**Current activity:** postdoctoral fellow at the Max Planck Institute for Research on Collective Goods, Bonn



Bundesarchiv, Bild 102-12023 / Georg Pahl / CC-BY-SA 3.0

My topic of interest

My research addresses the question of the efficiency and stability of financial intermediation by banks and other institutions and markets. In the normative dimension, I am concerned with how a financial system should be optimally designed, and in the positive dimension, why our actual financial system is different and what risks this might carry.

My motivation

Financial economics is a fascinating field that combines microeconomic and macroeconomic methods and findings. The financial crisis of 2007–09 reminded us once again of the key role the financial sector plays in our economy. The crisis showed that not all aspects of financial intermediation have been adequately studied or implemented in regulations. There is still a need for research on some very fundamental questions, but also concerning the application of research findings, for example in the implementation of financial regulations. The latter is particularly challenging in view of the constant innovation of financial products.

My next professional station

I am looking forward to continuing my work as a postdoctoral fellow at the Max Planck Institute for Research on Collective Goods.