Falk Mazelis (2015)
Shadow banking in the Business Cycle

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Main findings

- Model
  - "shadow banks" are introduced into the state-of-the-art monetary DSGE model
- Impulse response functions
  - correspondence to empirical findings: shadow banks increase loans following a monetary policy tightening; banks vice versa
- Transmission mechanism
  - balance sheet and lending channel of monetary policy separated
- Bayesian estimation of shocks' parameters
  - preliminary analysis of posterior distributions

Discussion suggestions

- realism of balance sheet/lending channel separation
- Bayesian estimation for fundamental parameters/IRFs
- matching functions for banks
- change of regulatory regimes: robustness check with post-crisis period data