



IMFS Conference on Monetary and Financial Stability 2015

**March 10-11, 2015
Frankfurt am Main**

Day 1: March 10, 2015

IMFS-CEPR Research Meeting on "Global Banking and Bank Resolution"

(jointly with the Centre for Economic Policy Research, CEPR)

Venue:

Goethe University
Campus Westend, Hörsaalzentrum HZ 12
Theodor-W.-Adorno-Platz
Frankfurt am Main

Day 2: March 11, 2015

The ECB and Its Watchers XVI

(jointly with the Center for Financial Studies, CFS)

Venue:

Goethe University
Campus Westend, Casino Festsaal
Theodor-W.-Adorno-Platz
Frankfurt am Main

Day 1: Research Meeting on Global Banking and Bank Resolution

Tuesday, March 10, 2015

Goethe University Frankfurt
Campus Westend, Hörsaalzentrum 12

Program

- 8:45 – 9:00 am **Welcome**
Hermann Remsperger (Stiftung Geld und Währung)
- 9:00 – 10:30 am **Global Banking**

“The Great Mortgaging: Housing Finance, Crises, and Business Cycles”
Moritz Schularick (University of Bonn); Òscar Jorda; Alan M. Taylor
Discussant: **Martin Götz** (Goethe University Frankfurt)

“What determines the composition of international bank flows”
Friederike Niepmann (Federal Reserve Bank of New York), Cornelia Kerl

Discussant: **Frederic Boissay** (European Central Bank)

Chair: **Gernot Müller** (University of Bonn)
- 10:30 – 11:00 am *Coffee break*
- 11:00 – 12:30 pm **Financial Stability**

“Government guarantees and financial stability”
Agnese Leonello (European Central Bank), Elena Carletti; Franklin Allen; Itay Goldstein
Discussant: **Esa Jokivuolle** (Bank of Finland)

“Securities Trading by Banks: Micro Evidence”
Puriya Abbassi (Deutsche Bundesbank), Rajkamal Iyer, Jose-Luis Peydro, Francisc R. Tous
Discussant: **Anne-Laure Delatte** (CNRS and Sciences Po)

Chair: **Reinhard H. Schmidt** (Goethe University Frankfurt)
- 12:30 – 2:00 pm *Lunch*

- 2:00 – 3:15 pm **Keynote address:**
“Bank Resolution in Europe: the Unfinished Agenda of Structural Reform”
Jeffrey Gordon (Columbia University)
- “Exit, Exclusion and Parallel Currencies in the Euro Area”*
Helmut Siekmann (Goethe University Frankfurt and IMFS, Frankfurt)
- Chair: **Vikrant Vig** (London Business School and IMFS, Frankfurt)
- 3:15 – 3:45 pm *Coffee break*
- 3:45 – 5:15 pm **Bailouts**
- “Decision-Making during the Crisis: Why did the Treasury let Commercial Banks fail?”*
Gerard Hertig (ETH Zürich), **Ettore Croci** (Universita’ Cattolica del Sacro Cuore),
Eric Nowak
- Discussant: **Daniel Gros** (CEPS, Brussels)
- “The political economy of bank bailouts”*
Vikrant Vig (London Business School and IMFS, Frankfurt), Markus Behn, Rainer
Haselmann, Thomas Kick
- Discussant: **Uwe Vollmer** (University of Leipzig)
- Chair: **Tobias Tröger** (Goethe University Frankfurt)
- 5:15 – 6:00 pm *Snacks*



THE ECB
AND ITS
WATCHERS



Day 2: The ECB and its Watchers XVI Wednesday, March 11, 2015

Goethe University Frankfurt
Campus Westend, Festsaal Casino, Cas 823

Program

- 8:30 – 8:55 am *Registration and Coffee*
- 8:55 – 9:00 am **Welcome**
Günter Beck (IMFS and CFS)
- 9:00 – 9:30 am **President's Address**
Mario Draghi (President, European Central Bank)
- 9:30 – 10:45 am **Debate: Low-interest-rate Policy and Non-standard Monetary Policy Measures: Effectiveness and Challenges.**
- Will the non-standard monetary policy measures adopted be effective and contribute to a recovery of the real economy?
 - How do the potential costs of these measures (such as moral hazard problems for governments or increased risk-taking) compare to their (desired) benefits?
 - What will be potential downsides of the (inevitable) exit from the unconventional policy measures? How can it be managed to minimize the foreseeable negative effects?
 - Doesn't the situation of a (possibly) „secular stagnation“ in the euro area call for alternative/additional, non-monetary-policy measures? If so: Which ones?

Chair:

Otmar Issing (Center for Financial Studies)

Speakers:

Peter Praet (Member of the Executive Board of the ECB)

Jordi Gali (CREI)

Volker Wieland (IMFS and German Council of Economic Experts)

Lead questions:

Kai Carstensen (University of Kiel)

Paul Sheard (Standard & Poor's)

Michael Wickens (University of York)

10:45 – 11:15 am *Coffee Break*

11:15 – 12:30 pm **Debate: Monetary Policy within the New European Financial Regulatory Architecture.**

- a) How has the ECB managed the challenges resulting from its double role as monetary policy maker and financial supervisor?
- b) What are the challenges of macroprudential policies for central banks? What (possibly new) role should financial stability play in the monetary policy strategy?
- c) What are the likely effects of the new regulatory framework on the structure of the European financial system? Will the monetary transmission mechanism be affected by these changes? If so how?

Chair:

Hans-Helmut Kotz (SAFE Policy Center; Harvard University)

Speakers:

Erkki Liikanen (Bank of Finland)

Stephen Cecchetti (Brandeis International Business School)

Casper G. de Vries (Erasmus University Rotterdam and Dutch Council of Economic Advisors)

Lead questions:

Elga Bartsch (Morgan Stanley)

Luigi Buttiglione (Brevan Howard Investment Products Ltd.)

12:30 – 2:00 pm *Lunch*

2:00 – 3:30 pm **Debate: International Challenges for Monetary Policy.**

- a) How large are the international spillover effects (on advanced and emerging market economics) of unconventional monetary policy measures?
- b) What are the likely consequences of the divergence of the ECB's monetary policy from the Fed's, BoE's, ... monetary policy?
- c) What challenges does the new international financial landscape pose for monetary policy?

Chair:

Michael Binder (IMFS, Goethe University Frankfurt)

Speakers:

Ewald Nowotny (Oesterreichische Nationalbank)

Arminio Fraga Neto (Gávea Investimentos)

Richard Koo (Nomura Research Institute)

André Sapir (Université Libre de Bruxelles)

Lead questions:

Erik Nielsen (UniCredit Bank AG)

Beat Siegenthaler (UBS)

3:30 – 3:40 pm *Closing Remarks*