



Capital Flows, Systemic Risk, and Policy Responses

April 28 - 29, 2016
Reykjavik, Iceland

Program

Thursday, April 28th

Venue: Hilton Reykjavik Nordica

08:45 – 09:15 Registration

09:15 – 09:30 Introductory Remarks: Már Guðmundsson (Governor Central Bank of Iceland)

9:30 – 10:30 Keynote Address: Stijn Claessens (Senior Adviser at the Board of Governors of the Federal Reserve System)
Introduction by Már Guðmundsson (Governor Central Bank of Iceland)

10:30 – 10:50 Coffee Break

10:50 – 12:40 Session #1: Policy Responses: Implementation of Macroprudential Policies (I)

Chair: Jean-Pierre Zigrand (Systemic Risk Centre, LSE)

Jeffrey M. Chwioroth (London School of Economics) and Christopher Gandrud (City University London): When Do Regulators Lean Against the Wind?: The Political Economy of Implementing Macro-prudential Regulatory Tools

Gurnain Pasricha (Bank of Canada): Motivations for Capital Controls and Their Effectiveness

Sebastian Krug (Kiel University): The Interaction between Monetary and Macroprudential Policy

Discussion led by Sigríður Benediktsdóttir (Central Bank of Iceland)

12:40 – 13:40 Lunch



13:40 – 15:30 Session #2: Policy Responses: Implementation of Macroprudential Policies (II)

Chair: Marco Arena (IMF)

Fatih Altunok (Central Bank of Turkey): Credit Growth and Reserve Requirements as a Macroprudential Policy: Evidence from Loan-Level Data

Dennis Reinhardt (Bank of England): Regulatory Arbitrage in Action: Evidence from Banking Flows and Macroprudential Policy

Sebnem Kalemli-Ozcan (University of Maryland): International Spillovers and Local Credit Cycles: What Do Firm-Bank-Loan Level Data Tell Us?

Discussion led by Ásgeir Jónsson (University of Iceland)

15:30 – 15:50 Coffee Break

15:50 – 17:40 Session #3: Capital Flows and Policy Responses

Chair: Sigríður Benediktsdóttir (Central Bank of Iceland)

Rodrigo Cifuentes (Central Bank of Chile): Facing Volatile Capital Flows: The Role of Exchange Rate Flexibility and Foreign Assets

Damiano Sandri (IMF): Capital Controls or Macroprudential Regulation?

John Beirne (European Central Bank): Capital Flows and Macroprudential Policies - A Multilateral Assessment of Effectiveness and Externalities

Discussion led by Charles Goodhart (Systemic Risk Centre, FMG, LSE)

17:45 Reception at the Hilton Reykjavik Nordica



Friday, April 29th

Venue: Hilton Reykjavik Nordica

09:00 – 10:50 Session #4: Capital Flows and Financial Stability

Chair: Katja Neugebauer (Systemic Risk Centre, LSE)

Stephanie Curcuru (Board of Governors of the Federal Reserve System): International Capital Flows and Unconventional Monetary Policy

Deniz Igan (IMF): Capital Inflows, Credit Growth, and Financial Systems

Teodora Paligorova (Bank of Canada): Cross-Border Bank Flows and Monetary Policy

Discussion led by Luis Catão (IMF)

10:50 – 11:10 Break

11:10 – 12:10 Special Policy and Case Study Session

Chair: Arnor Sighvatsson (Central Bank of Iceland)

Jon Danielsson (Systemic Risk Centre, LSE): Financial Policy in Highly Volatile Economies

Thorvardur Tjorvi Olafsson (Central Bank of Iceland): Financial Cycles, Capital Flows and Policy Responses in Iceland

12:10 – 13:30 Lunch

Venue: Harpa

14.00 – 15:00 Keynote Address: Maurice Obstfeld (Chief Economist IMF)

Introduction by Jean-Pierre Zigrand (Director Systemic Risk Centre, LSE)

15:00 – 15:20 Break



15:20 – 17:00 Policy Panel

Moderator: Jörg Decressin (Deputy Director, European Department, IMF)

Karnit Flug (Governor Central Bank of Israel)

Már Guðmundsson (Governor Central Bank of Iceland)

Turalay Kenç (Deputy Governor Central Bank of Turkey)

Luiz A. Pereira da Silva (Deputy General Manager BIS)

Carmen Reinhart (Minos A. Zombanakis Professor of the International Financial System, Harvard Kennedy School)

17:00 – 17:15 Closing Remarks: Jon Danielsson (Director Systemic Risk Centre, LSE)