

Professional Training Course

Bank Resolution Academy



23rd - 25th September 2024

Location: Badia and Fattoria di Maiano

Academy Directors:

- **Seraina Grünwald (EUI-FBF and University of St. Gallen)**
- **Katerina Theodossiou (SRB)**
- **Emiliano Tornese (EUI-FBF and European Commission)**

Academy Coordinator:

- **Maria Ana Barata (EUI-FBF and European Banking Federation)**

Teaching Associates:

- **Livia Hinz (EUI-FBF)**
- **Mikaella Yiatrou (EUI-FBF)**

Faculty:

- **Thorsten Beck (EUI-FBF)**
- **Jan Reinder De Carpentier (SRB)**
- **Nicola Costa (EUI-FBF)**
- **Svetlana Dimova (Kreissparkasse Köln)**
- **Iacopo Donati (University of Siena and UNIDROIT/Bank of Italy)**
- **Alain Girard (FINMA)**
- **Gyöngyi Lóránth (EUI-FBF and University of Vienna)**
- **Luís Silva Morais (University of Lisbon and SRB Appeal Panel)**

Level: Intermediate

Approach: Qualitative

Delivery mode: Residential

Target Audience: Intermediate profiles in EU Institutions, in the three ESAs, ministries of finance, and central banks with prior exposure of a minimum of 2 years to bank resolution topics. Emerging scholars on financial topics and private sector practitioners (e.g., trade associations, journalists, law firms, consultancies, banks, investment funds).

Introduction

The Bank Resolution Academy provides an in-depth exploration of the European Union's Bank Resolution legal and institutional framework, designed for professionals with prior knowledge of bank resolution seeking to expand their expertise in this critical area. Tailored for an intermediate audience, this Academy blends theoretical insights with practical applications to equip participants with the necessary knowledge to understand the implications of bank failures and the importance of effective resolution mechanisms in maintaining financial stability.

Building upon prior foundational knowledge, participants will be guided through the complexities of bank resolution within the EU context, discuss real-life cases, and assess the application of resolution tools, such as bail-in measures, transfer tools, and resolution planning, to address potential financial distress within banking institutions.

The Academy will also look at the evolving landscape of bank resolution, highlighting current challenges and emerging trends shaping the EU regulatory framework. Participants will engage in discussions on cross-border resolution cooperation, the role of deposit guarantee schemes, and the integration of cyber-security considerations in resolution planning.

By the end of the Academy, participants will have gained a comprehensive understanding of the EU Bank Resolution legal and institutional framework, enabling them to effectively navigate regulatory requirements, mitigate risks, and contribute to the stability and resilience of the banking sector within the European Union.

Learning Objectives:

- Understand the historical context and fundamental principles underlying the EU Bank Resolution legal framework, including its objectives, regulatory foundations, and the role of key stakeholders in maintaining financial stability.
- Evaluate the efficacy of resolution tools and strategies available under the EU Bank Resolution framework, including bail-in measures, transfer tools, and resolution planning, to effectively address financial distress and mitigate systemic risks.
- Apply theoretical knowledge to real-world scenarios and case studies, examining past bank failures and resolution processes to develop practical insights into the application of resolution mechanisms and the challenges encountered in practice.
- Distinguish the different resolution options available under the EU Bank Resolution legal framework for non-viable banks under the EU resolution framework.
- Identify the goals of resolution financing under the EU Bank Resolution legal framework: differences between loss absorption and liquidity support tools.
- Understand the expected changes introduced by the Crisis Management Deposit Insurance review to the EU Bank Resolution legal framework.
- Analyse court cases involving the SRB, in particular, *ex-ante* contributions to the SRF and past resolution cases.
- Evaluate the future challenges to the EU resolution framework, including emerging risks.

Programme

23 September

- 12:00 - 13:00 *Lunch*
- 13:00 - 14:00 Session 0 – Presentation of the School, general presentation, and outline of the course, followed by an ice-breaking activity and a *Tour de Table*
- 14:00 - 15:30 Session 1 – Background and Fundamentals of Bank Resolution
- 15:30 - 16:00 *Coffee break*
- 16:00 - 18:00 Session 2 – Resolution Planning and Resolvability Assessment
- 18:15 *Social Activity*

24 September

- 09:15 - 10:45 Session 3 – Economic perspectives on global and cross-border banks
- 10:45 - 11:15 *Coffee break*
- 11:15 - 13:15 Session 4 – The Funding of Bank Resolution and the role of DGS in Resolution
- 13:15 - 14:15 *Lunch*
- 14:15 - 15:45 Session 5 – Group Activity
- 15:45 - 16:15 *Coffee break*
- 16:15 - 17:30 Session 6 – Looking forward: Crisis Management and Deposit Insurance Review
- 18:15 *Cocktail* and Keynote Speech “*SRB after 9 years, state of plays and priorities*” by Q&A

25 September

- 9:00 - 10:15 Session 7 – Roundtable on “The 2023 banking turmoil and lessons learnt for bank regulation and supervision”
- 10:15 - 11:00 Keynote Speech “*International cooperation in time of crisis, before it and after it - FINMA’s experience*” followed by Q&A.
- 11:00 - 11:30 *Coffee break*
- 11:30 - 13:00 Session 8 – Practical Activity on Bail-in Execution
- 13:00 - 14:15 *Lunch*
- 14.15 – 15.30 Session 9 – Roundtable on Case-Law on bank resolution
- 15:30 - 16:00 *Coffee break*
- 16:00 - 17:15 Session 10 – Emerging risks and key challenges affecting bank resolution in the Banking Union and beyond?