

Executive Training Course

Bank Resolution Academy

23-25 September 2024

Location:

23-24 September: *Theatre room, Badia Fiesolana, Via dei Roccettini 9, 50014 San Domenico di Fiesole (FI) - Italy*

25 September: *Conference room, Villa La Fonte, Via delle Fontanelle 18, 50014 San Domenico di Fiesole (FI)*

Format: Residential

Level: Intermediate

Approach: Qualitative

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:

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

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

Monday 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* | Maria Ana Barata, Thorsten Beck, and Livia Hinz
- 14:00 - 15:30 Session 1 – Background and Fundamentals of Bank Resolution | Thorsten Beck and Emiliano Tornese
- 15:30 - 16:00 *Coffee break*
- 16:00 - 18:00 Session 2 – Resolution Planning and Resolvability Assessment | Svetlana Dimova and Katerina Theodossiou
- 18:15 - 19:00 Guided tour of Badia Fiesolana
- 19:00 - 19:45 *Cocktail*

Tuesday 24 September

- 09:15 - 10:45 Session 3 – Economic perspectives on global and cross-border banks | Gyöngyi Lóránth
- 10:45 - 11:15 *Coffee break*
- 11:15 - 13:15 Session 4 – The Funding of Bank Resolution and the role of DGS in Resolution | Maria Ana Barata, Nicola Costa, and Seraina Grünewald
- 13:15 - 14:15 *Lunch*
- 14:15 - 15:45 Session 5 – Group Activity: Case studies, led by Maria Ana Barata and Katerina Theodossiou
- 15:45 - 16:15 *Coffee break*
- 16:15 - 17:30 Session 6 – Looking forward: Crisis Management and Deposit Insurance Review | Nicola Costa and Luís Silva Morais
- 18:15 - 18:45 *Cocktail*
- 18:45 - 19:15 Keynote Speech by Jan Reinder De Carpentier: *SRB after 9 years, state of plays and priorities*, introduced by Thorsten Beck, and followed by Q&A.
- 19:15 - 20:30 *Dinner*

Wednesday 25 September

- 9:00 - 10:30 Session 7 – Roundtable on “The 2023 banking turmoil and lessons learnt for bank regulation, supervision and resolution” moderated by Emiliano Tornese with Thorsten Beck, Alain Girard, Seraina Grünewald, and Katerina Theodossiou
- 10:30 - 11:15 Keynote Speech by Alain Girard: *International cooperation in time of crisis, before it and after it - FINMA’s experience*, introduced by Seraina Grünewald, followed by Q&A.
- 11:15 - 11:45 *Coffee break*
- 11:45 - 13:15 Session 8 – Bail-in Execution | Iacopo Donati
- 13:15 - 14:15 *Lunch*
- 14:15 - 15:30 Session 9 – Roundtable on Case-Law on bank resolution moderated by Maria Ana Barata, Iacopo Donati, Seraina Grünewald, and Luís Silva Morais
- 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? | Conversation moderated by Luís Silva Morais between Svetlana Dimova and Jan Reinder De Carpentier