

Executive training course

Macprudential Policy Implementation Academy

21 October-14 November 2024

Location: EUI Premises in Florence and Online

Course Directors

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Introduction

Safeguarding the stability of the financial system requires more than a sound and thorough supervision of single financial institutions. The Global Financial Crisis has indeed revealed that the mere reliance on microprudential policy tools could lead to looming systemic risks being missed or ignored. The general recognition of this gap in surveillance led to the accelerated implementation, throughout the world, of macroprudential policies.

Against this background, this course will first introduce the key objectives of macroprudential policy as well as the use and interaction of their instruments in the European and global context. It will then engage in more details with the implementation and use of selected macroprudential instruments (e.g. the countercyclical capital buffer, systemic risk buffers, instruments for the real estate sector, liquidity instruments). Based on their expertise in the field, the course instructors will lastly expose participants to the lessons learned from the implementation of macroprudential policies and set out the need for tools for non-banking financial sector.

Format: Blended

Level: Intermediate

Approach: Qualitative

Learning Objectives:

- Gain an overview of the type, scope and use of macroprudential instruments
- Become familiar with the institutional framework, objectives and instruments of macroprudential policy in the European Union
- Learn to apply certain macroprudential instruments in real-life cases
- Understand calibration dilemmas
- Become exposed to lessons learned of macroprudential policy
- Draw conclusions from past experiences for the non-bank financial sector

Programme

21 October 2024 - Online

09:00 Opening of the online platform. Access to the following modules:

Module 1: Objectives and Concepts of Macroprudential Policy

Module 2: Capital-based macroprudential instruments

Module 3: Liquidity instruments and systemic liquidity

6 November 2024 – EUI Premises, Florence

10:00 – 10:30 Mod.4.1 - Kick-off session

10:30 – 11:15 Mod.4.2 - Macroprudential policy: introduction, objectives, concepts

11:15 – 11:30 *Coffee break*

11:30 – 12:30 Mod.5.1 - Macroprudential policy action after the pandemic

12:30 – 13:30 *Lunch*

13:30 – 14:30 Mod.5.2 - Exercise: Case study on capital-based instruments

14:30 – 15:15 Mod.6.1 - Macroprudential instruments for real estate: Part I

15:15 – 15:45 *Coffee break*

15:45 – 16:30 Mod.6.2 - Macroprudential instruments for real estate: Part II

16:30 – 17:30 Mod.6.3 - Exercise: Case study on real estate-related instruments

17:30 (Optional) Tour of Villa Schifanoia

7 November 2024 – EUI Premises, Florence

- 09:30 - 10:30 Mod.7.1 – Impact assessment and evaluation
- 10:30 - 11:30 Mod.7.2 – Cost-benefit analysis
- 11:30 - 12:30 *Coffee Break*
- 12:00 - 12:45 Mod.7.3 – Two examples of impact assessment and cost-benefit analysis
- 12:45 – 14:00 *Lunch*
- 14:00 - 15:00 Mod.8.1 – Global dimensions of macroprudential policymaking
- 15:00 - 16:00 Mod.8.2 – Capital flows, macroprudential, and capital account management tools
- 16:00 - 16:30 *Coffee Break*
- 16:30 - 17:30 Mod.8.3 – Exercise on the trilemma index
- 18:00 - 19:00 *Cocktail*
- 19:00 - 21:00 *Dinner at the venue, Sala Bandiere*

8 November 2024 – EUI Premises, Florence

- 09:00 - 10:00 Mod.9.1 – Macroprudential policy beyond banking (part 1)
- 10:00 - 11:00 Mod.9.2 – Macroprudential policy beyond banking (part 2)
- 11:00 - 11:30 *Coffee Break*
- 11:30 - 12:30 Mod.10.1 – The concept of macroprudential stance
- 12:30 - 13:00 Mod.10.2 – Macroprudential policy stance in practice
- 13:00 - 14:00 *Light Lunch*

14 November 2024 – Online

- 12:30 - 13:30 Closing lecture and roundtable discussion