

INTERNATIONAL MONETARY FUND
Joint Vienna Institute / Institute for Capacity Development
Course on Exchange Rate Policy
Vienna, Austria
July 2—13, 2018
PROGRAM

Monday, July 2

8:30 a.m. – 9:00 a.m.		Administrative Briefing Luka Zupancic, Program Officer, JVI
9:00 a.m. – 9:30 a.m.		Opening Remarks Mr. Thomas Richardson, Director, JVI, Ms. Samya Beidas-Ström, IMF Mr. Alexei Miksjuk, JVI Ms. Hali Edison, Consultant
9:30 a.m. – 10:00 a.m.		Quiz
10:30 a.m. – 12:00 p.m.	L-1	Introductory lecture Ms. Beidas-Ström <ul style="list-style-type: none">• <i>Structure of the course</i>• <i>Lectures</i>• <i>Workshops</i>
2:00 p.m. – 3:30 p.m.	L-2	Basic Principles of Exchange Rate Analysis Ms. Edison <ul style="list-style-type: none">• <i>Key definitions and concepts</i>• <i>The determinants of the real effective exchange rate (REER)</i>
4:00 p.m. – 5:30 p.m.	L-3	The Role of the Real Exchange Rate Mr. Miksjuk <ul style="list-style-type: none">• <i>The exchange rate in internal and external balance</i>• <i>The REER as an indicator of external competitiveness</i>• <i>The relationship between REER and economic growth</i>

Tuesday, July 3

9:00 a.m. – 12:30 p.m.	L-4	Equilibrium REER and REER Misalignment Ms. Beidas-Ström <ul style="list-style-type: none">• <i>Exchange rate assessment methodologies</i>• <i>The External Balance Assessment (EBA) model</i>• <i>Limitations, extensions, and the role of judgement</i>
12:30 p.m. – 12:45 p.m.		Group Photo

Unless otherwise noted, coffee breaks are from 10:30 – 11:00 a.m. and 3:30 p.m. – 4:00 p.m. Lunch breaks are during 12:30 – 2:00 p.m.

2:00 p.m. – 5:30 p.m. W-1 **Workshop on the External Balance Assessment**
Facilitated by Ms. Beidas-Ström

Wednesday, July 4

9:00 a.m. – 10:30 a.m. L-5 **Size and Structure of the Global Foreign Exchange (FX) Market**
Ms. Edison

- *Size and trends, Instruments*
- *Currencies traded, market participants*
- *Models of exchange rate determination*

11:00 a.m. – 12:30 p.m. L-6 **FX Interventions**
Ms. Edison

- *Sterilized and non-sterilized interventions*
- *Channels and effectiveness of FX interventions*
- *Objectives and modalities of FX interventions*

2:00 p.m. – 3:30 p.m. L-7 **FX Reserve Adequacy**
Ms. Edison

- *Trends in FX reserve accumulation*
- *Indicators of FX reserve adequacy*

4:00 p.m. – 5:30 p.m. W-2 **Workshop: FX Reserve Adequacy**
Facilitated by Ms. Edison

Thursday, July 5

9:00 a.m. – 10:30 a.m. L-8 **Exchange Rate Regimes: An Overview**
Mr. Miksjuk

- *Taxonomy of exchange rate regimes*
- *The trilemma between exchange rate regime, policy independence and capital mobility*
- *History of exchange rate arrangements*

11:00 a.m. – 12:30 p.m. L-9 **Exchange Rate Regimes and Macroeconomic Policy**
Mr. Miksjuk

- *The exchange rate as nominal anchor*
- *External adjustment and crises*
- *Exchange rates and economic integration*

2:00 p.m. – 5:30 p.m. W-3 **Workshop: Choice of the Exchange Rate Regime**
Facilitated by Mr. Miksjuk

Friday, July 6

- 9:00 a.m. – 12:30 p.m. L-10 **Practical Problems of Exchange Rate Policies in Developing and Emerging Market Economies**
Ms. Beidas-Ström
- *Fear-of-floating*
 - *The use of hybrid exchange rate regimes*
 - *Policies to alleviate the fear-of-floating*
- 2:00 p.m. – 5:30 p.m. W-4 **Workshop: Managed Floats**
Facilitated by Ms. Beidas-Ström
-

Monday, July 9

- 9:00 a.m. – 10:30 a.m. W-5 **Workshop: Policy and Responses in Selected Emerging and Developing Economies to External Shocks**
Facilitated by Ms. Edison
- 11:00 a.m. – 12:30 p.m. L-11 **Transitions from Fixed to Flexible Exchange Rate Regimes**
Ms. Edison
- *Elements for smooth transitions from fixed to flexible regimes*
 - *Selected country experiences*
- 2:00 p.m. – 5:30 p.m. W-6 **Workshop: Transitions from Fixed to Flexible Exchange Rate Regimes**
Facilitated Ms. Edison
-

Tuesday, July 10

- 9:00 a.m. – 10:30 a.m. L-12 **Currency Crises**
Mr. Miksjuk
- *Models of currency crises*
 - *Links between currency crises and other types of financial crises*
 - *The role of macroeconomic policies in currency crisis prevention*
- 11:00 a.m. – 12:30 p.m. L-13 **Early Warning Systems for Currency Crises**
Mr. Miksjuk
- *Building an Early Warning System*
 - *Performance of the EWS*
 - *Examples in the literature*
- 2:00 p.m. – 5:30 p.m. W-7 **Workshop: Early Warning Systems for Currency Crises**
Facilitated by Mr. Miksjuk
-

Wednesday, July 11

9:00 a.m. – 12:30 p.m.	O-1	Preparation for Participants' Presentations (case studies on FX intervention). Facilitated by Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison
2:00 p.m. – 5:30 p.m.	O-1	Preparation for Participants' Presentations (case studies on FX intervention). Facilitated by Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison

Thursday, July 12

9:00 a.m. – 12:30 p.m.	O-1	Preparation for Participants' Presentations (case studies on FX intervention). Facilitated by Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison
2:00 p.m. – 5:30 p.m.	O-1	Preparation for Participants' Presentations (case studies on FX intervention). Facilitated by Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison

Friday, July 13

9:00 a.m. – 10:30 a.m.	O-1	Participants' Presentations Moderators: Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison
11:00 a.m. – 11:45 a.m.		Course Evaluation and Final Quiz
11:45 a.m. – 12:30 p.m.		Closing Session and Presentation of Certificates Ms. Beidas-Ström, Mr. Miksjuk & Ms. Edison
