

**INTERNATIONAL MONETARY FUND**  
**Joint Vienna Institute / IMF Institute for Capacity Development**  
**Macro-Prudential Policies (JV15.29)**  
**Vienna, Austria**  
**September 28 – October 2, 2015**  
**READING LIST**

Session	Readings
L-1	<p><b>Macro-Prudential Policies (MPP): Rationales and Instruments</b></p> <p>Hanson, Samuel, Anil Kashyap, and Jeremy C. Stein, 2011, “A Macroprudential Approach to Financial Regulation,” <i>Journal of Economic Perspectives</i>, Vol. 25, No. 1, (Winter), pp. 3–28.  <a href="http://A Macroprudential Approach to Financial Regulation">http://A Macroprudential Approach to Financial Regulation</a></p> <p>De Nicolò, Gianni, Giovanni Favara, and Lev Ratnosvski, 2014, “Externalities and Macroprudential Policy,” <i>Journal of Financial Perspectives</i>,  <a href="http://www.imf.org/external/pubs/ft/sdn/2012/sdn1205.pdf">http://www.imf.org/external/pubs/ft/sdn/2012/sdn1205.pdf</a></p> <p>Operationalising the selection and application of macroprudential instruments, CGFS Publications No 48, December 2012  <a href="http://www.bis.org/publ/cgfs48.pdf">www.bis.org/publ/cgfs48.pdf</a></p>
L-2/ W-1	<p><b>The Basel III Countercyclical Capital Buffer</b></p> <p>Basel Committee on Banking Supervision, 2010, “Guidance for National Authorities Operating the Countercyclical Capital Buffer,” December (Basel: Bank for International Settlements).  <a href="http://www.bis.org/publ/bcbs187.pdf">http://www.bis.org/publ/bcbs187.pdf</a></p> <p>Drehmann, Mathias, Claudio Borio, Leonardo Gambacorta, Gabriel Jiménez and Carlos Trucharte, 2010, “Countercyclical capital buffers: exploring options,” BIS Working Paper No 317, July.  <a href="http://www.bis.org/publ/work317.htm">http://www.bis.org/publ/work317.htm</a></p>

<p><b>L-3/ W-2</b></p>	<p><b>Macro Stress Testing</b></p> <p>Borio, Claudio with Mathias Drehman and Kostas Tsatsaronis, 2012, “Stress-testing macro stress testing: does it live up to expectations?” BIS Working Papers No 369 (Basel: Bank for International Settlements)  <a href="http://www.bis.org/publ/work369.pdf">http://www.bis.org/publ/work369.pdf</a></p> <p>Oura, Hiroko, and Liliana Shumacher, 2012, “Macrofinancial Stress Testing: Principles and Practices,” IMF Paper on Policy (Washington: International Monetary Fund).  <a href="http://www.imf.org/external/np/pp/eng/2012/082212.pdf">http://www.imf.org/external/np/pp/eng/2012/082212.pdf</a></p> <p>Čihák, Martin, 2007, “Introduction to Applied Stress Testing,” IMF Working Paper 07/59 (Washington: International Monetary Fund).  <a href="http://www.imf.org/external/pubs/ft/wp/2007/wp0759.pdf">http://www.imf.org/external/pubs/ft/wp/2007/wp0759.pdf</a></p>
<p><b>L-4/ W-3</b></p>	<p><b>Caps on Loan-To-Value (LTV) and Debt-To-Income (DTI) Ratio</b></p> <p>Crowe, C., Dell’Ariccia, G., Igan, D., Rabanal, P., 2011, “How to Deal with Real Estate Booms: Lessons from Country Experiences,” IMF Working Paper 11/91.  <a href="https://www.imf.org/external/pubs/ft/wp/2011/wp1191.pdf">https://www.imf.org/external/pubs/ft/wp/2011/wp1191.pdf</a></p> <p>Kim, C., 2014, “Macroprudential policies in Korea. Key measures and experiences,” Financial Stability Review No 18, Banque de France, April.  <a href="https://www.banque-france.fr/fileadmin/user_upload/banque_de_france/publications/FSR18_Kim.pdf">https://www.banque-france.fr/fileadmin/user_upload/banque_de_france/publications/FSR18_Kim.pdf</a></p>
<p><b>L-5</b></p>	<p><b>Systemic Liquidity Risk</b></p> <p>Borio, C., 2010, “Ten Propositions about Liquidity Crises,” BIS Working Paper no. 293  <a href="http://www.bis.org/publ/work293.pdf">www.bis.org/publ/work293.pdf</a></p> <p>Brunnermeier, M. and Pedersen, L., 2009, “Market Liquidity and Funding Liquidity,” Review of Financial Studies 22(6), 2201-2238  <a href="http://www.princeton.edu/~markus/research/papers/liquidity.pdf">www.princeton.edu/~markus/research/papers/liquidity.pdf</a></p> <p>Severo, T., 2012, “Measuring Systemic Liquidity Risk and the Cost of Liquidity Insurance.” International Monetary Fund Working paper, WP/12/194.  <a href="http://www.imf.org/external/pubs/ft/wp/2012/wp12194.pdf">www.imf.org/external/pubs/ft/wp/2012/wp12194.pdf</a></p>

<p><b>L-6</b></p>	<p><b>New Liquidity Standards in a Macro-Prudential Context</b></p> <p>International Monetary Fund, 2011, “How to Address the Systemic Part of Liquidity Risk,” Chapter 2, <i>Global Financial Stability Report</i>, April (Washington: International Monetary Fund) <a href="http://www.imf.org/external/pubs/ft/gfsr/2011/01/pdf/chap2.pdf">www.imf.org/external/pubs/ft/gfsr/2011/01/pdf/chap2.pdf</a></p> <p>Basel Committee on Banking Supervision, 2013, “Basel III: The Liquidity Coverage Ratio and Liquidity Risk Monitoring Tools”, January <a href="http://www.bis.org/publ/bcbs238.pdf">www.bis.org/publ/bcbs238.pdf</a></p> <p>Basel Committee on Banking Supervision, 2014, “Basel III: The Net Stable Funding Ratio,” October <a href="http://www.bis.org/bcbs/publ/d295.pdf">http://www.bis.org/bcbs/publ/d295.pdf</a></p>
<p><b>L-7/ W-4</b></p>	<p><b>Systemic Risk Measurement</b></p> <p>Acemoglu, Daron, Asuman Ozdaglar, and Alireza Tahbaz-Salehi, 2015, Systemic Risk and Stability in Financial Networks, <i>American Economic Review</i>, 105(2): 564–608, <a href="http://economics.mit.edu/files/10433">http://economics.mit.edu/files/10433</a></p> <p>Espinosa-Vega, Marco, and Juan Solé, 2010, “Cross-Border Financial Surveillance: A Network Perspective,” IMF Working Paper 10/105 (Washington: International Monetary Fund). <a href="http://www.imf.org/external/pubs/ft/wp/2010/wp10105.pdf">http://www.imf.org/external/pubs/ft/wp/2010/wp10105.pdf</a></p> <p>International Monetary Fund, 2009, Global Financial Stability Report, April: <i>Assessing the Systemic Implications of Financial Linkages</i>, Chapter 2 (Washington). <a href="http://www.imf.org/external/pubs/ft/gfsr/2009/01/pdf/chap2.pdf">http://www.imf.org/external/pubs/ft/gfsr/2009/01/pdf/chap2.pdf</a></p>
<p><b>L-8</b></p>	<p><b>Monitoring &amp; Regulating the Shadow Banking System</b></p> <p>Financial Stability Board, 2014, <i>Global Shadow Banking Monitoring Report 2014</i> (October) <a href="http://www.financialstabilityboard.org/2014/11/global-shadow-banking-monitoring-report-2014">www.financialstabilityboard.org/2014/11/global-shadow-banking-monitoring-report-2014</a></p> <p>Financial Stability Board, 2013, <i>Strengthening Oversight and Regulation of Shadow Banking</i> (August) <a href="http://www.financialstabilityboard.org/wp-content/uploads/r_130829c.pdf">www.financialstabilityboard.org/wp-content/uploads/r_130829c.pdf</a></p> <p>International Monetary Fund, 2014, “Shadow Banking Around the Globe: How Large, and How Risky?” Chapter 2, <i>Global Financial Stability Report</i>, October (Washington: International Monetary Fund) <a href="http://www.imf.org/external/pubs/ft/gfsr/2014/02/pdf/c2.pdf">www.imf.org/external/pubs/ft/gfsr/2014/02/pdf/c2.pdf</a></p>

<p><b>L-9</b></p>	<p><b>Interactions between Monetary and Macro-Prudential Policies</b></p> <p>Antipa P., Matheron J., 2014, "Interactions between monetary and macroprudential policies," Financial Stability Review No 18, Banque de France, April.  <a href="https://www.banque-france.fr/fileadmin/user_upload/banque_de_france/publications/FSR18_Antipa.pdf">https://www.banque-france.fr/fileadmin/user_upload/banque_de_france/publications/FSR18_Antipa.pdf</a></p> <p>Medina, Juan Pablo, and Jorge Roldos, 2014, "Monetary and Macroprudential Policies to Manage Capital Flows," IMF Working Papers 14/30 (Washington: International Monetary Fund).  <a href="http://www.imf.org/external/pubs/ft/wp/2014/wp1430.pdf">http://www.imf.org/external/pubs/ft/wp/2014/wp1430.pdf</a></p>
<p><b>L-10</b></p>	<p><b>Macro-Prudential Instruments: Country Experiences</b></p> <p>International Monetary Fund, 2013, <i>Key Aspects of Macroprudential Policy</i> (Washington: International Monetary Fund)  <a href="http://www.imf.org/external/np/pp/eng/2013/061013b.pdf">www.imf.org/external/np/pp/eng/2013/061013b.pdf</a></p> <p>International Monetary Fund, 2011, <i>Macroprudential Policy: An Organizing Framework</i> (Washington: International Monetary Fund)  <a href="http://www.imf.org/external/np/pp/eng/2011/031411.pdf">www.imf.org/external/np/pp/eng/2011/031411.pdf</a></p> <p>International Monetary Fund, September 2011, "Toward Operationalizing Macroprudential Policies: When to Act?" Chapter 3, <i>Global Financial Stability Report</i>, September (Washington: International Monetary Fund)  <a href="http://www.imf.org/external/pubs/ft/gfsr/2011/02/pdf/ch3.pdf">http://www.imf.org/external/pubs/ft/gfsr/2011/02/pdf/ch3.pdf</a></p>
<p><b>L-11</b></p>	<p><b>Systemic Risk and the Regulatory Architecture</b></p> <p>International Monetary Fund, 2010, "Systemic Risk and the Redesign of Financial Regulation," Chapter 2, <i>Global Financial Stability Report</i>, April (Washington: International Monetary Fund)  <a href="http://www.imf.org/external/pubs/ft/gfsr/2010/01/pdf/chap2.pdf">http://www.imf.org/external/pubs/ft/gfsr/2010/01/pdf/chap2.pdf</a></p> <p>Nier, Erlend W., Jacek Osinski, Luis I. Jácome, and Pamela Madrid, 2011, "Institutional Models for Macroprudential Policy," <i>IMF Staff Discussion Note 11/18</i> (Washington: International Monetary Fund)  <a href="http://www.imf.org/external/pubs/ft/sdn/2011/sdn1118.pdf">www.imf.org/external/pubs/ft/sdn/2011/sdn1118.pdf</a></p>