

**Bank of England, Centre for Central Banking Studies
&
Joint Vienna Institute**

Course on Interaction of Monetary and Financial Stability Policies

Vienna, Austria

November 23-27, 2015

READING LIST

Session	Topic
L-1	<p>Monetary Policy After the Crisis</p> <p>Chadha, Jagjit S. (2015) ‘The new art of central banking’, National Institute Economic Review 234 November</p> <p>Bank of England (2014) ‘Monetary policy tradeoffs and forward guidance: A policy statement’, January</p> <p>Fahri, E. and Tirole, J. (2012) ‘Collective Moral Hazard, Maturity Mismatch, and Systemic Bailouts’, American Economic Review 102(1), 60-93</p> <p>IMF (2013), ‘The Interaction of Monetary and Macroprudential Policies’, January</p>
L-2	<p>Macroprudential Policy: The New Kid on the Block</p> <p>International Monetary Fund, 2013, “Key Aspects of Macroprudential Policy.”</p> <p>International Monetary Fund, 2011, “Macroprudential Policy: An Organizing Framework.”</p> <p>Claessens, S., 2014, “An Overview of Macroprudential Policy Tools”, IMF WP 14/214.</p>
L-3	<p>Coordinating Monetary and Macroprudential Policies</p> <p>Blake, A. P. and T. Kirsanova (2011) ‘Inflation conservatism and monetary-fiscal policy interactions’ International Journal of Central Banking 7 (2), 41-83</p> <p>Cecchetti, S. G. and M. Kohler (2014) ‘When capital adequacy and interest rate policy are substitutes (and when they are not)’, International Journal of Central Banking 10 (3), 204-231</p> <p>De Paoli, B. and M. Paustian (2013) ‘Coordinating monetary and macroprudential policies’, Federal Reserve Bank of New York Staff Reports No. 653</p>

	<p>Quint, D. and P. Rabanal (2014) ‘Monetary and macroprudential policy in an estimated DSGE model of the Euro Area’, International Journal of Central Banking 10 (2), 169-236</p>
L-4	<p>Asset Price Bubbles and Monetary Policy</p> <p>Goetzmann, William N. (2015) ‘Bubble Investing: Learning from History’, NBER Working Paper No. 21693, October</p> <p>Mishkin, Frederick S., (2013) Central Banking after the Crisis, November, Central Bank of Chile</p> <p>Shiller, Robert J. (2005) Irrational Exuberance, Princeton University Press, 2nd edition</p> <p>Garber, Peter M. (2000) Famous First Bubbles, MIP Press</p>
L-5	<p>Financial Cycles</p> <p>Claessens, S., Kose, M. A., Terrones, M.E., 2011, “Financial Cycles: What? How? When?” IMF WP 11/76.</p> <p>Claessens, S., Kose, M. A., Terrones, M.E., 2011, “How Do Business and Financial Cycles Interact?” IMF WP 11/88.</p> <p>Drehmann, M., Borio, C., Tsatsaronis, K., 2012, “Characterising the financial cycle: don’t lose sight of the medium term!” BIS Working Paper 380.</p>
L-6	<p>Interaction between Monetary and Macroprudential Policy in the UK</p> <p>Frank Smets (2014) ‘Financial Stability and Monetary Policy: How Closely Interlinked?’, International Journal of Central Banking, June</p> <p>Kevin Warsh (2014) Transparency and the Bank of England’s Monetary Policy Committee, December</p>
L-7	<p>Policy Trade-off with Financial Frictions</p> <p>Galí, J., (2008) Monetary Policy, Inflation and the Business Cycle: An Introduction to the New Keynesian Framework, PUP, Chs 4&5</p> <p>Miao, J (2014) Economic Dynamics in Discrete Time, MIT Press, Ch 9</p>
L-8	<p>Optimal Discretionary Monetary and Macroprudential Policy</p> <p>Bean, C. (1998) ‘The new monetary arrangements: a view from the literature’, Economic Journal 108(451), 1795-1809</p> <p>Angelini, P., S. Neri and F. Panetta (2014) ‘The Interaction between Capital Requirements and Monetary Policy’, Journal of Money, Credit and Banking 46(6)</p>

<p>L-9</p>	<p>Policies for Credit-Funded Housing Booms</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.</p> <p>He, D., 2014, “The effects of macroprudential policies on housing market risks: evidence from Hong Kong,” Financial Stability Review No 18, Banque de France, April.</p> <p>Kim, C., 2014, “Macroprudential policies in Korea. Key measures and experiences,” Financial Stability Review No 18, Banque de France, April.</p>	
<p>L-10</p>	<p>Monetary Policy, FX Lending, and Macroprudential Response</p> <p>European Systemic Risk Board (ESRB), 2011, “Recommendation on Lending in Foreign Currencies”, ESRB/2011/1</p> <p>Yesin, P., 2013, “Foreign Currency Loans and Systemic Risk in Europe,” Federal Reserve Bank of St. Louis Review, May/June.</p> <p>Kokeyne, A., Ley, J., Veyrune, R., 2010, “Dedollarization,” IMF Working Paper 10/188.</p>	