



Seminar on Financial Stability and Stress Testing

Basel, Switzerland, 6–8 May 2014

Agenda

Tuesday 6 May

08:30 **Registration**

09:00 **Seminar overview and introduction**

Mr Stefan Hohl, FSI, BIS

09:30 **Assessing financial stability – a toolkit including stress testing**

- Macroprudential tools used to support financial stability
- Bottom-up versus top-down, macro and micro stress testing
- Use of stress testing in assessing financial stability

Mr Christian Schmieder, BCBS Secretariat, BIS

10:45 Group photo and coffee/tea break

11:15 **Assessing and stress-testing the value of credit risk portfolios**

- An in-house stress testing tool: the forward-looking exercise on Spanish banking (FLESB)
- The recent asset quality review in Spain
- Some lessons from the Spanish experience: disclosure and credibility

Mr Daniel Pérez, Bank of Spain

12:30 Lunch – 1st floor foyer

13:45 **The macroprudential framework in the United Kingdom**

- Objectives and responsibilities of the new framework for micro- and macroprudential supervision
- Role of stress testing in the United Kingdom
- Current stress testing activities at the Bank of England

Mr Vasileios Madouros, Bank of England

15:00 Coffee/tea break



15:30 Stress testing activities at the European Central Bank

- ECB involvement in stress testing activities in Europe, including the comprehensive assessment
- The use of top-down stress testing tools in bottom-up stress test exercises
- How to account for and make use of contagion and macro feedback effects
- Applying the top-down stress test tool for impact assessments of macro-prudential policies

Mr Christoffer Kok, ECB

16:45 Stress testing activities in Europe

- Objectives of and approach to the current stress testing exercise in Europe
- The methodology applied and its impact
- Stress testing – application in Germany

Ms Christine Ott, Deutsche Bundesbank

18:00 End of session, followed by buffet reception – 18th floor

Wednesday 7 May

09:00 Macroprudential risk analysis in the Netherlands

- Role and use of the “macro register”
- Risk metrics used in identifying macro risks
- The macro-register supporting the supervisory approach in the Netherlands

Mr Tijmen Daniels, Netherlands Bank

10:15 Coffee/tea break

10:45 Role of stress testing in the United States

- Objectives of US stress tests
- Linking stress testing with a bank’s recovery and resolution plans (RRP)
- The Comprehensive Capital Analysis Review (CCAR) in the United States

Ms Kathleen Johnson, Federal Reserve Board

12:00 Roundtable discussion on stress testing

Mr Stefan Hohl, FSI, BIS

Mr Tijmen Daniels, Netherlands Bank

13:00 Lunch – 1st floor foyer

14:15 Stress-testing liquidity risk – a challenge?

- An introduction to liquidity risk
- The BCBS research task force project on liquidity stress testing (LST)
- What to include in LST

Mr Iman van Lelyveld, Monetary and Economic Department, BIS



15:45 Coffee/tea break

16:15 **Stress testing activities at Deutsche Bank**

- Design of stress tests and reverse stress tests
- Linking stress tests to recovery and resolution planning
- Main challenges in the use of stress tests

Mr Wilfried Paus, Deutsche Bank, Germany

17:45 End of session

18:15 Bus departs from in front of the BIS for dinner at Restaurant Merian

Thursday 8 May

09:00 **The countercyclical capital buffer – implementation issues**

- The capital buffers in Basel III
- Implementation challenges for the countercyclical buffer
- Data issues

Mr Mathias Drehmann, Monetary and Economic Department, BIS

10:15 Coffee/tea break

10:45 **Aspects of the assessment of financial stability in Switzerland**

- Assessing the financial stability of the banking sector
- Stress testing tools at the Swiss National Bank
- Challenges in addressing structural breaks
- Trade-offs in disclosing stress test results

Mr Roland Goetschmann, Swiss National Bank

12:00 Sandwich lunch – 1st floor foyer

12:45 **Micro and macroprudential measures – the case in Singapore**

- The micro- and macroprudential framework in Singapore
- Measures to cool down the real estate market

Ms Carolyn Neo, Monetary Authority of Singapore

13:45 **Financial stability issues in Sweden**

- Current challenges for financial stability in Sweden
- Stress testing tools at Sveriges Riksbank
- Assessing residential and commercial real estate

Mr Ulf Holmberg, Senior Economist, Sveriges Riksbank

15:00 **Wrap-up and closing remarks**

Mr Stefan Hohl, FSI, BIS