



# ***Financial Structure: The Issues***

***Friday, May 17, 2013 : IMF HQ2 – Conference Hall 1***  
***700, 19th St N.W., Washington, D.C.***

Recent financial reform debates have focused on three structural issues: altering the permissible activities of financial institutions; adapting the balance of banks, capital markets and shadow banks in the financial system; and changing the systems for supervisory oversight and intervention across borders. The conference will take stock of latest analysis and policy proposals on these issues. The conference will have a keynote and three panels. Each panelist will have 15 minutes, following by an open discussion.

**1:30 pm**      ***Keynote: Donald Kohn, “Structural issues in banking”***  
*Brookings Institution (former Vice Chairman of the Board of Governors)*  
***Introduction: Olivier Blanchard, Economic Counsellor and Director of Research***

**2:00 pm**      ***Size and Complexity***

The session will ask whether banks are too large and complex, and offer an analytical perspective on recent policy proposals to restrict bank scope.

Moderator: **Enrica Detragiache** (*European Department, IMF*)

**Luc Laeven (RES)** – *Are Banks too Large and Complex?*  
**Stan Maes (European Commission)** – *Structural Reform in the EU Banking Sector*  
**Ceyla Pazarbasioglu (MCM)** – *Structural Measures to Address the Too-Big-To-Fail Conundrum*

**3:00 pm**      ***Shadow Banks***

The session will discuss the economic role and organization of shadow banking: its macroeconomic relevance, relationship with traditional banks, and sources of systemic risk.

Moderator: **Charles Kramer** (*Western Hemisphere Department, IMF*)

**Stijn Claessens/Lev Ratnovski (RES)** – *The Drivers of Shadow Banking*  
**Nicola Cetorelli (New York Fed)** – *Links Between Banks and Non-banks*  
**Laura Kodres (MCM)** – *Regulatory View of Shadow Banking*

**4:00 pm**      ***Cross-Border Banking***

The session will discuss challenges in cross-border banking, with a specific focus on regulation, supervision and resolution of banks in the context of the European common market.

Moderator: **Giovanni Dell’Ariccia** (*Research Department, IMF*)

**Mahmood Pradhan (EUR)** – *A Banking Union for the Euro Area*  
**Dirk Schoenmaker (Duisenberg School)** – *Supervision and Resolution of International Banks*  
**Ross Leckow (LEG)** – *A Legal Perspective on Cross-border Bank Resolution*

The conference is jointly organized by European, Monetary and Capital Markets, and Research Departments. Coordinator: Lev Ratnovski. Contact: Helen Hwang, [HHwang@imf.org](mailto:HHwang@imf.org).