



A Senior Policy Seminar on

Managing Capital Flows and Growth During the Global Crisis

May 18-21, 2009

Paris, France

Location: World Bank Office in Paris

Tentative Program and Biographies of Speakers

Monday, May 18 — Module 1 on Challenges to the Global Economic Growth

8:30 am - 9:00 am Registration

9:00 am – 12 noon Opening Session

Speakers:

Mark Spiegel, Vice President, Federal Reserve Bank of San Francisco

Jean-Patrick Yanitch, Head, International and European Relations, Banque de France

World Bank Speaker: The global financial crisis and economic downturn: Issues and challenges facing the developed and developing economies.

12:00 pm– 1:30 pm Lunch Break

1:30 am - 3:00 pm Session 2: The Recent Dynamics of Capital Flows to Emerging Markets and Developing Economies

This session will analyze the impact of the global financial crisis on capital flows and highlight the roles of push and pull factors and discriminate across recipient countries with different policy characteristics.

Speaker: Philip Lane, Director, Institute for International Integration Studies, Trinity College, Dublin

3:00 pm - 3:30 pm Coffee break

3:30 pm - 5:00 pm Session 3: Reaping the Gains from International Financial Integration

The crisis underlines the risks involved with international financial integration. This session considers the potential gains from international financial integration and the policies that are required to secure these gains. In addition to domestic policy choices, improving the operation of the international financial system also includes reforms in global governance, which will also be addressed here.

Speaker: Philip Lane, Trinity College Dublin

Tuesday, May 19 — Module 2 on Globalization and Financial Regulation

9:00 am - 10:15 am *Session 4 : Financial Integration: Emerging Market Economies and the US sub-prime crisis*
Speaker: Mark Spiegel, Vice President, Federal Reserve Bank of San Francisco

10:15 am - 10:45 am *Coffee Break*

10:45 am - 12:00 pm *Session 5: International Banking Standards: After the Crash*
The focus will be on Basel II implementation, additional national and international regulations required, and the effectiveness of such regulations
Speaker: Mark Spiegel, Federal Reserve Bank of San Francisco

12:00 noon – 1:30 pm *Lunch Break*

1:30 pm - 3:00 pm *Session 6: Banking Stability, Capital Flows and the Future of Cross-border Banking*
Speaker: Ms. Piroska Nagy, EBRD.

3:00 pm - 3:30 pm *Coffee break*

3:30 pm - 5:00 pm *Session 7: Transparency in Financial Markets*
Speaker: Roumeen Islam, Manager, World Bank

Reception hosted by the World Bank

Wednesday, May 20 — Module 3 on Macroeconomic Policies and Exchange Rate Regimes

9:00 am - 10:15 am *Session 8: Contagion and Recent Financial Crisis*
The focus will be on the direct and indirect real and financial channels through which different countries have been affected by the crisis and the extent of impact
Speaker: Reuven Glick, Federal Reserve Bank of San Francisco

10:15 am - 10:45 am *Coffee Break*

10:45 am -12:00 pm *Session 9: Policy Responses by Emerging Market Economies.*
Responses of policy makers in the short term, including fiscal stimulus, monetary easing, bank guarantees, trade finance support etc. It will also discuss scope for cutting policy rates and implementing expansionary fiscal policy in different countries and experience during the past year.
Speaker: Ramon Moreno, Head of Emerging Market Issues, Bank for International Settlement

12:00 noon – 1:30 pm *Lunch Break*

1:30 pm - 3:00 pm *Session 10: Policy Responses by Emerging Europe and Low income countries*
Speakers: on Emerging Europe - Ms. Piroska Nagy, EBRD
On Low Income Developing Countries – speaker to be identified

3:00 pm - 3:30 pm *Coffee break*

3:30 pm - 5:00 pm *Round Table Presentations by Senior Officials from Participating Countries*
Financial Crisis and Policy Responses: Presentations by participants on individual
country experiences
Moderated by Reuven Glick, Raj Nallari and other speakers

Thursday, May 21 — Module 4 on Policy Options For Managing Capital Flows during Global Crisis

9:00 am - 10:15 am *Session 11: Monetary Unions: Lessons from the EMU, Gulf, and Africa*
What should countries do with their exchange rates during crisis? For example, countries inside EU prefer to be outside Euro zone, and countries outside want to be inside. Gulf countries moved towards a monetary union to respond to dollar appreciation.
Speaker: Reuven Glick, Group Vice President, Federal Reserve Bank of San Francisco

10:15 am - 10:45 am *Coffee Break*

10:45 am - 12:00 pm *Session 12: Sovereign Wealth Funds: Past, Present, and Future*
Tom Fearnley, Director, Norwegian Pension Fund:

12:00 noon – 1:30 pm *Lunch Break*

1:30 pm - 3:30 pm *Round Table*
Risks for 2009-10 and Global Policy Reforms
Policy Changes necessary to prevent financial sector problems from happening in the future
Panelists: Reuven Glick, Federal Reserve Bank of San Francisco,
Mark Spiegel, Federal Reserve Bank of San Francisco
Tom Fearnley, Norway
Roumeen Islam, World Bank
Raj Nallari, World Bank
Participating policy makers

3:30 pm - 4:00 pm *Seminar Evaluation*

[Biographies by Sessions](#)

Reuven Glick is Group Vice President in charge of International Research within the Economics Research Department of the Federal Reserve Bank of San Francisco. He served as Director of the Bank's Center for Pacific Basin Studies as well as chief of the International Research section from 1992 through 2004. Prior to joining the Bank staff in 1985, Dr. Glick was a professor of Economics and International Business in the Graduate School of Business at New York University. He has also taught in the Economics Department at the University of California at Berkeley and served as a consultant to the World Bank. He is the author of many journal articles and other professional writings. In addition, he edited (with Ramon Moreno and Mark Spiegel) *Financial Crises in Emerging Markets* (Cambridge University Press, 2001), *Managing Capital Flows and Exchange Rates: Perspectives from the Pacific Basin* (Cambridge University Press, 1998), and (with Michael Hutchison) *Exchange Rate Policy and Interdependence: Perspectives from the Pacific Basin* (Cambridge University Press, 1994). Dr. Glick received a Ph.D. degree in economics from Princeton University and a B.A. degree in economics from the University of Chicago. Dr. Glick can be reached at Reuven.Glick@sf.frb.org.

Raj Nallari is currently the Program Leader of Poverty and Growth Program of the World Bank Institute. He has a Ph.D. in economics from the University of Texas at Austin. He joined the World Bank in July 1992 and since then has worked on economic issues of several African, Caribbean and South Asian countries. He was on a two-year secondment to the IMF Policy Development and Review Department. He is the co-author of one book on Macroeconomic Stabilization and Growth (by Oxford University Press), and has published several monographs for the World Bank, and papers in reputed economic journals. Mr. Nallari can be reached at Rnallari@worldbank.org.

Philip Lane is the Director of the Institute for International Integration Studies (IIIS) at Trinity College Dublin, where he is Professor of International Macroeconomics and a College Fellow. He received a doctorate in Economics at Harvard University in 1995 and was an Assistant Professor of Economics and International Affairs at Columbia University during 1995-1997. He is a research fellow in the International Macroeconomics programme of the London-based Centre for Economic Policy Research (CEPR) and has been a visiting scholar at the International Monetary Fund and the Federal Reserve Bank of New York and a consultant to the European Commission, European Central Bank and World Bank. His research interests include international macroeconomics, economic growth, European Monetary Union and Irish economic performance. He is on the editorial boards of the Journal of Economic Perspectives, Journal of the European Economic Association, Economic and Social Review, Open Economies Review, International Journal of Central Banking and Moneda y Credito. In 2001, he received the German Bernacer Award in Monetary Economics as most outstanding young monetary economist among eurozone member countries. Mr. Lane can be reached at plane@tcd.ie.

Mark Spiegel is Vice President, International Research and Director of the Center for Pacific Basin Studies at the Federal Reserve Bank of San Francisco. Prior to joining the Federal Reserve, he served as an assistant professor in the Department of Economics at New York University. He has served as a visiting professor in the Economics Department of U.C. Berkeley, as well as a lecturer at the Haas School of Business at U.C. Berkeley. He has also served as a consultant at the World Bank, as a visiting scholar at the Bank of Japan, and as Chairman of the Federal Reserve System Committee on International Economic Analysis. Dr. Spiegel received his Ph.D. in economics from the University of California at Los Angeles and his B.A. in economics from the University of California at Berkeley. Dr. Spiegel has published numerous articles in both academic and policy-oriented journals on international financial issues and on economic issues associated with Asian economies. He is currently associate editor of the journal *Japan and the World Economy*. Mr. Spiegel can be reached at Mark.Spiegel@sf.frb.org.

Ramon Moreno is Head of Emerging Market Issues, Bank for International Settlements. The primary responsibility of his group is to provide analyses of emerging market issues for use in meetings of central banks. Previously, he was a Research Advisor in the International Studies Section and Associate Director, Center for

Pacific Basin Monetary and Economic Studies, Federal Reserve Bank of San Francisco, where his research focused largely on open economy macroeconomics and monetary economics. Prior to joining the Federal Reserve Bank, Mr. Moreno served in various capacities with the UNDP. He has also taught at Columbia College, Hunter College, Mills College and the University of San Francisco. Mr. Moreno has a Ph.D. and M.Phil. in economics from Columbia University. Mr. Moreno's recent work appears in BIS papers on meetings of emerging market Deputy Governors, on topics such as fiscal issues and central banks, globalization and monetary policy, and foreign exchange market intervention. Mr. Moreno can be reached at Ramon.Moreno@bis.org.

Roumeen Islam is currently manager of the World Bank Institute's Poverty Reduction and Economic Management Division. Before joining WBI, she was director of the World Bank's World Development Report 2002: Building Institutions for Market, leading a large multi disciplinary team of experts. From 1998-2000 she was advisor to the Chief Economist and Senior Vice President in the Bank's Development Economics group. She has extensive publications covering a broad set of topics, ranging from public expenditure rationalization, fiscal stability, growth strategies, trade and exchange rate issues, sovereign debt rationalization, financial sector reform and private sector development. Her recent publications include "What are the Right Institutions in a Globalizing World", "What determines the quality of institutions?" "Should capital flow be regulated: a look at the issues and policies". Ms. Islam joined the World Bank in 1990 through its highly competitive Young Professionals program. She holds a BA in Economic from Harvard University, a Masters from Princeton University and a Ph.D. in Economics from Columbia University. Ms Islam can be reached at rislam@worldbank.org.

Piroska Nagy is currently Senior Adviser to the Chief Economist of EBRD. She is responsible for financial sector stability and regulatory issues, and crisis response in the financial sector. During 1986-July 2008, she worked in various departments of the IMF as Division Chief, Adviser and in other capacities. While on leave from the IMF, during 2003-04, Piroska worked in Fitch Ratings, London, and in EBRD, London, during November 2004-August 2006. During 1981-85, she has also worked for the Research Department, National Bank of Hungary. She was a member of the editorial board of the IMF journal "Finance and Development" during 1999-2003, taught at Hebrew University in 1996/97, and at University of Budapest during 1980-84, and has authored and co-authored articles and books on economic and financial policies. Piroska has advanced degrees in Economics and Finance from the University of Budapest, Hungary, and from George Washington University in USA.

Ole Rummel is Adviser for Econometric Modelling, Financial Stability and Financial Markets at the Centre for Central Banking Studies at the Bank of England, a position he has held since October 2006. He has also worked in the Financial Stability, Markets and Monetary Analysis areas of the Bank. Prior to joining the Bank of England in 1999, Mr. Rummel spent three years in the Chief Economist's Division of the European Investment Bank, the European Union's long-term financing institution. He also spent two years working in the capital markets group of Société Générale in Frankfurt. His research work has been published in, among others, several journals as well as the Bank of England's *Financial Stability Review* and the *Quarterly Bulletin*. Mr. Rummel received a Ph.D. degree in economics from the University of Strathclyde and a B.A. degree in quantitative economics from Stanford University. He can be reached at ole.rummel@bankofengland.co.uk.

Tom Fearnley Tom Fearnley is one of the Investment Directors for Norway's Government Pension Fund, working at the Asset Management Department at the Norwegian Ministry of Finance. Before joining the Ministry as Investment Director in early 2007, Tom was senior economist at the Norwegian Central Bank, working in the Governor's Staff for Investment Strategy, responsible for advising the Ministry of Finance and the Central Bank on investment strategy for the Government Pension Fund and the foreign currency reserves, respectively. In his earlier years, before studying economics and

finance, Tom was a physicist working at the European Organization for Nuclear Research (CERN), in Geneva, Switzerland, for many years. He was also associate research professor at Niels Bohr Institute in Copenhagen. Tom holds two doctoral degrees: a Ph.D. in International Economics from the Graduate Institute of International Studies, University of Geneva, and a Ph.D. in physics from Oslo University. He also holds two Masters degrees, one in International Economics from Graduate Institute of International Studies, University of Geneva, and one in physics from Oxford University. Furthermore, his first degree, a Bachelor degree from Oslo University, was in Natural Science and Mathematics. He can be reached at Tom.fearnley@fin.dep.no

Course Coordinator: Raj Nallari, Lead Economist, World Bank Institute.