

International Financial Instability: Cross-Border Banking and National Regulation

In conjunction with the **International Association of Deposit Insurers (IADI)**, the **Federal Reserve Bank of Chicago** will host its ninth annual International Banking Conference on October 5 and 6, 2006. There will also be a special meeting of the IADI Research and Guidance Committee on 4 October 2006 in Chicago.

The theme of the Conference is "**International Financial Instability: Cross-Border Banking and National Regulation.**" Financial stability depends in large part on appropriate prudential supervision and regulation. While banking has increasingly become international and operates across borders, prudential regulation has largely remained national and its jurisdiction limited to financial institutions operating only within national borders. This conference will identify implications of this mismatch for international financial stability and examine recommendations for mitigating any adverse effects without reducing gains from cross-border banking activities. This mismatch is also particularly significant in the areas of deposit insurance, lender of last resort operations, and official insolvency recognition and resolution. Thus, the conference will explore, among other issues, whether we need more cross-border cooperation, cross-border organizations, or cross-border harmonization.

The two-day conference will feature keynote presentations by **Stefan Ingves**, Chairman of the Executive Board, Bank of Sweden/Riksbank; **J. P. Sabourin**, Chief Executive Officer of the Malaysia Deposit Insurance Corporation, and Chair of the Executive Council and President, International Association of Deposit Insurers; and **Raghuram G. Rajan**, Director of Research, International Monetary Fund. **Sheila Bair**, the recently appointed Chair of the Federal Deposit Insurance Corporation, will present a keynote address.

What are the conference topics and who are the speakers?

This conference features internationally recognized speakers from different countries who are both experts in the area and represent a wide array of affiliations from an equally wide array of countries.

The topics and speakers in the sessions are as follows:

- **Session I** features "Landscape of International Banking and Financial Crises", and will be moderated by Douglas D. Evanoff, Federal Reserve Bank of Chicago. The *Current State of Cross-Border Banking* will be examined by Dirk Schoenmaker, Ministry of Finance, Netherlands and two other papers will be presented during this session.
- **Session II** features "Causes and Conditions for Cross-Border Instability Transmission and Threats to Stability", and will be moderated by Craig Furfine, Federal Reserve Bank of Chicago. *Cross-Border Currency Crises* by Jon Danielsson, London School of Economics, and Gabriele Galati, Bank for



International Settlements and two other papers will be presented during this session.

- **Session III** features "Prudential Supervision", and will be moderated by Dalvinder Singh, Oxford Brookes University. *Home-Host Country Conflicts* by Richard Herring, University of Pennsylvania and two other papers will be presented during this session.
- **Session IV** features "Government Safety Net", and will be moderated by David Walker, Canada Deposit Insurance Corporation. *Deposit Insurance across Borders* will be examined by Joseph Norton, Southern Methodist University and two other papers will be presented during this session.
- **Session V** features "Insolvency Resolution", and will be moderated by Ray LaBrosse. In the session *Cross-Border Resolution Conflicts* will be examined by Rosa Lastra, Queen Mary, University of London and two other papers will be presented during this session.
- **Session VI** features "Cross-Border Crisis Prevention: Public and Private Strategies", and will be moderated by Richard J. Rosen, Federal Reserve Bank of Chicago. *Multinational/Transnational Organizations* by David Hoelscher and David Parker, International Monetary Fund and two other papers will be presented during this session.
- **Session VII** will be moderated by George Kaufman, Loyola University Chicago and Federal Reserve Bank of Chicago. The esteemed panels will include Mutsuo Hatano (Deposit Insurance Corporation of Japan), Andrei G. Melnikov (Deposit Insurance Agency, Russian Federation), Arthur J. Murton (Federal Deposit Insurance Corporation), Guy Saint-Pierre (Canada Deposit Insurance Corporation), and Lawrence R. Uhlick (Institute for International Bankers).

How to register and where to get further information?

Registration is possible via:

www.chicagofed.org/news_and_conferences/conferences_and_events/2006_international.cfm

Further information on the program, please contact Regina Langston (Tel: (+1 312) 322-5641, Email: rlangston@frbchi.org) or Pam Suarez (Tel: (+1 312) 322-8103, Email: pam.suarez@chi.frb.org).

This Research Letter was issued on 28 July 2006.

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