
IMF – Singapore Regional Training Institute (STI)
Seminar on Selected Issues in the Evolving Financial
Regulatory Framework (ST17.05)

Singapore

March 20 – 24, 2017

READING LIST

Monday, March 20, L–1: Overview of Bank Prudential Regulations: Basel I to Basel III

Bank for International Settlements, October 2014, BCBS, “A Brief History of the Basel Committee.”

<http://www.bis.org/bcbs/history.pdf>

Bank for International Settlements, 2015, “From Vasa to the Basel Framework: the Dangers of Instability,” Speech by Stefan Ingves, Chairman of the Basel Committee and Governor of Sveriges Riksbank, at Unique Lecture at the 2015 Annual Convention of the Asociación de Mercados Financieros, 2 November.

<https://www.bis.org/speeches/sp151102.htm>

Jose Viñals et.al, The Making of Good Supervision: Learning to Say "No", IMF Staff Position Note No. 2010/8

<http://www.imf.org/external/pubs/ft/spn/2010/spn1008.pdf>

Coen, William, December 2016. The global financial crisis and the future of international standard setting

<https://www.bis.org/speeches/sp161213.htm>

Monday, March 20, L–2: Overview of Capital Market-Based Financial Intermediation

FSB on the policy framework for Shadow Banking Entities

<http://www.fsb.org/2016/05/fsb-publishes-thematic-review-on-the-implementation-of-its-policy-framework-for-shadow-banking-entities/>

FSB paper on re-hypothecation of client assets and collateral reuse

<http://www.fsb.org/2017/01/fsb-publishes-reports-on-the-re-hypothecation-of-client-assets-and-collateral-re-use/>

FSB on financial stability issues (re collateral reuse)

<http://www.fsb.org/2017/01/re-hypothecation-and-collateral-re-use-potential-financial-stability-issues-market-evolution-and-regulatory-approaches/>

FSB and G-20 on the global financial system

<http://www.fsb.org/2016/08/fsb-chairs-letter-to-g20-leaders-building-a-resilient-and-open-global-financial-system-to-support-sustainable-cross-border-investment/>

Basel Shadow Banking Rules

<http://www.risk.net/regulation/basel-committee/2453856/basel-shadow-banking-rules-leave-industry-dark>

The economics of shadow banking

<http://www.risk.net/economics/2477202/economics-shadow-banking>

The debate about leverage ratio

<http://www.risk.net/risk-magazine/news/2438568/basel-committee-will-move-to-more-sensitive-leverage-ratio>

Will leverage ratio be diluted?

<http://www.risk.net/risk-magazine/news/2438242/carney-leverage-ratio-could-limit-clearing-benefits>

Bank of England, The Future of Repo—too much or too little, Andrew Hauser

<http://www.bankofengland.co.uk/publications/Pages/speeches/2013/665.aspx>

Financial Stability Board on resolution:

http://www.financialstabilityboard.org/2014/10/r_141015/

Gourinchas, Pierre- Olivier and Olivier Jeanne, 2012, “Global Safe Assets,” BIS Working paper No. 399 (December).

<http://www.bis.org/publ/work399.htm>

Caballero, Ricardo and Emmanuel Farhi, “A Model of the Safe Asset Mechanism (SAM): Safety Traps and Economic Policy”

<http://www.nber.org/papers/w18737>

Hannoun, Hervé, 2011, “Sovereign Risk in Bank Regulation and Supervision: Where do we stand?” Financial Stability Institute High-Level Meeting, October 26 (Basel: Bank for International Settlements).

<http://www.bis.org/speeches/sp111026.htm>

Tuesday, March 21, L-3: Selected Issues on Basel III: Definitions of Capital, Buffers, Liquidity and Leverage

The impact of the Basel III leverage ratio on risk-taking and bank stability. Financial Stability Review. November, 2015

<https://www.ecb.europa.eu/pub/pdf/other/sfainancialstabilityreview201511.en.pdf>

Simplicity, Risk Sensitivity and Comparability: the Regulatory Balancing Act, Speech by Wayne Byres, Secretary General of the Basel Committee on Banking Supervision, prepared for the BCBS-EMEAP-FSI High-Level Meeting, Seoul, Korea, 25–26 February 2013

<http://www.bis.org/speeches/sp130226.pdf>

Implementing the Regulatory Reform Agenda - the Pitfall of Myopia, Speech by Stefan Ingves, Chairman, Basel Committee on Banking Supervision and Governor, Sveriges Riksbank at the Federal Reserve Bank of Chicago, 6 November 2014.

<http://www.bis.org/speeches/sp141118.htm>

Tuesday, March 21, L-4: Selected Issues on Nonbank Finance: Markets and Instruments

Securities Lending under scrutiny

<http://www.risk.net/asset-management/3856606/securities-lending-by-asset-managers-facing-scrutiny>

Repos

<http://www.risk.net/risk-magazine/feature/2392094/grim-repo-clearing-touted-as-saviour-for-shrinking-market>

Do repo(s) need to be centrally cleared?

<http://www.rba.gov.au/publications/consultations/201503-central-clearing-of-repos-in-australia/costs-benefits-repo-ccp.html>

Why the leverage ratio distorts market making

<http://www.risk.net/cutting-edge/views/2479855/why-leverage-ratio-distorts-market-making>

Hyun, Song Shin, 2014, “Financial Stability Risks: Old and New”, BIS, December,

<http://www.bis.org/speeches/sp141217.htm>

Caruana, Jaime, 2014, “How much capital is enough?” – Challenges for the future of banking: regulation, supervision and the structure of banking” London, November,

<http://www.bis.org/speeches/sp141216.htm>

Singh, Manmohan, 2012, “Financial System – The Economics of Collateral-Chains,” *Dossier Le Collateral*, January, pp. 16–17.

[Financial System- The Economics of Collateral-Chains](#)

_____, 2011, “Velocity of Pledged Collateral: Analysis and Implications,” IMF Working Paper 11/256 (Washington: International Monetary Fund).

<http://www.imf.org/external/pubs/ft/wp/2011/wp11256.pdf>

_____, “Collateral and Monetary Policy”; see chapter 11 of link (else ask for hard copy)

<http://dx.doi.org/10.5089/9781782723172.071>

Wednesday, March 22, L-5: Derivatives Regulation and the Bank/Nonbank Nexus

Equivalence Issues (US vs EU) and what this means for Asia

<http://www.risk.net/regulation/3947031/swinburne-hits-out-at-politicised-eu-equivalence-process>

Financial Stability Board, 2016, "OTC Derivatives Market Reforms: Eleventh Progress Report on Implementation," August 26.

<http://www.fsb.org/2016/08/fsb-publishes-progress-reports-on-implementation-of-reforms-to-the-otc-derivatives-market-and-on-removal-of-barriers-to-trade-reporting/>

Heath, Alexandra Heath, Kelly, Gerard and Manning, Mark, 2015, "Central Counterparty Loss Allocation and Transmission of Financial Stress," Research Discussion Paper-RDP2015-02, Reserve Bank of Australia, March.

<http://www.rba.gov.au/publications/rdp/2015/2015-02/>

Barros, Roberto, 2015, "Shell may shift trading to US or Singapore over Mifid II," Risk.net, December 8.

<http://www.risk.net/energy-risk/news/2437967/shell-may-shift-trading-to-us-or-singapore-over-mifid-ii>

Madigan, Peter, 2015, "Unclear incentives: do capital and margin rules support CCPS?," Risk.net, March 20.

<http://www.risk.net/risk-magazine/feature/2400516/unclear-incentives-do-capital-and-margin-rules-support-ccps>

Sourbes, Cecile, 2015, "EU regulators split over using initial margin to resolve CCPs," Risk.net, December 10.

<http://www.risk.net/risk-magazine/news/2438592/eu-regulators-split-over-using-initial-margin-to-resolve-ccps>

Contiguglia, Catherine, 2015, "Regional swaps booking replacing global hubs," Risk.net, September 4.

<http://www.risk.net/risk-magazine/feature/2423975/regional-swaps-booking-replacing-global-hubs>

CCP recovery/resolution:

<http://www.revue-banque.fr/risques-reglementations/article/limiting-taxpayer-bailouts-example-ccps>

Bank of England, 2012, *OTC Derivatives Reform and Collateral Demand Impact*, Sidanius, Che and Filip Zikes, Financial Stability Paper No. 18, October.

<http://www.bankofengland.co.uk/paper18.pdf>

Bliss and Kauffman, 2006, "Derivatives and Systemic Risk: Netting, Collateral, and Closeout", Journal of Financial Stability

http://papers.ssrn.com/sol3/papers.cfm?abstract_id=730648

Bolton, Patrick, and Martin Oehmke, 2012, "Should Derivatives Be Privileged in Bankruptcy?" March 5.

<http://ssrn.com/abstract=2023227>

Financial Times, 2013, Banks Face Derivatives Shake up in Asia,

<http://www.ft.com/intl/cms/s/0/f4b15fca-d403-11e2-a464-00144feab7de.html#axzz2jnhKhw3s>

“Macroeconomic impact assessment of OTC derivatives regulatory reforms, BIS’s MAGD study, 2013.

<https://www.bis.org/publ/othp20.htm>

Pollack, Lisa, 2011, “Merrill Lynch’s Derivatives Set Sail for Safe Harbors,” *Financial Times Alphaville*, October 24.

<http://ftalphaville.ft.com/tag/safe-harbor/>

Manmohan Singh, 2013, New Regulations and Collateral Requirements – Implications for the OTC Derivatives Market, SWIFT Institute

http://www.swiftinstitute.org/wp-content/uploads/2013/10/SWIFT-Institute-Working-Paper-No-2012-004-New-Regulations-and-Collateral-OTC-Derivatives-Singh_v7-FINAL.pdf

Summe, Kimberly, 2011, “An Examination of Lehman Brothers’ Derivatives Portfolio Post-Bankruptcy: Would Dodd–Frank Would Have Made Any Difference?” August.

Elliot, David, 2013, “Central Counterparty Loss Allocation Rules,” Bank of England, Financial Stability Paper No. 20.

http://www.bankofengland.co.uk/research/Documents/fspapers/fs_paper20.pdf

Wednesday, March 22, L–6: Impacts of the Reform and the Frontier of Banking Regulation

Have we passed “peak finance”?

<https://www.bis.org/speeches/sp170228.htm>

Higher Capital Requirements: The Jury is in. Stephen Cecchetti.

<http://www.voxeu.org/article/verdict-higher-capital-requirements>

Overview of the potential implications of regulatory measures for banks’ business models. European Banking Authority, February 2015.

<https://www.eba.europa.eu/...implications...business+models.../fd839715>

Bank risk weights: Cheesed off. Basel reminds investors that banks’ returns can still get worse

<https://www.ft.com/content/466b6da2-d652-11e6-944b-e7eb37a6aa8e>

The Future of Large and Internationally Active Banks. Speech by Dan Tarullo at 18th Annual International Banking Conference, sponsored by the Federal Reserve Bank of Chicago and the World Bank, Chicago, Illinois. November 2015.

<http://www.federalreserve.gov/newsevents/speech/tarullo20151105a.htm>

Andrew G Haldane: The dog and the Frisbee, Speech by Andrew G Haldane, Executive Director, Financial Stability, Bank of England, and Vasileios Madouros, Economist, Bank of England, at the Federal Reserve Bank of Kansas City’s 366th economic policy symposium, “The changing policy landscape”, Jackson Hole, Wyoming, 31 August 2012.

<http://www.bis.org/review/r120905a.pdf>

Financial Stability Board, 2016, “Report to the G20 on the Implementation and Effects of the Financial Reform”, November.
<http://www.fsb.org/2016/08/implementation-and-effects-of-the-g20-financial-regulatory-reforms-2/>

Impact and Implementation Challenges of the Basel Framework for Emerging Market, Developing and Small Economies, BCBS Working Papers No 27, November 2014
<http://www.bis.org/bcbs/publ/wp27.pdf>

Standardised Measurement Approach for Operational Risk – consultative document
<https://www.bis.org/bcbs/publ/d355.htm>

Revisions to the Standardised Approach for credit risk – second consultative document
<https://www.bis.org/bcbs/publ/d347.htm>

References:

Bank for International Settlements, September 2012, BCBS, **Core Principles for Effective Banking Supervision.**
<http://www.bis.org/publ/bcbs230.pdf>

_____, June 2016, BCBS, **Basel II: International Convergence of Capital Measurement and Capital Standards: a Revised Framework.**
<http://www.bis.org/publ/bcbs128.pdf>

_____, June 2011, BCBS, **Basel III: A Global Regulatory Framework for more Resilient Banks and Banking Systems - Revised Version June 2011.**
<http://www.bis.org/publ/bcbs189.pdf>

_____, November 2011, BCBS, **Basel III Leverage Ratio Framework and Disclosure Requirements**, BCBS, January 2014
<http://www.bis.org/publ/bcbs270.pdf>

_____, November 2011, BCBS, “**Global Systemically Important Banks: Assessment Methodology and the Additional Loss Absorbency Requirement**”, Final Document.
<http://www.bis.org/publ/bcbs207.pdf>

_____, October 2012, BCBS, “**A Framework for Dealing with Domestic Systemically Important Banks - Final Document.**”
<http://www.bis.org/publ/bcbs233.pdf>

_____, January 2013, BCBS, “**Basel III: The Liquidity Coverage Ratio and Liquidity Risk Monitoring Tools.**”
<http://www.bis.org/publ/bcbs238.pdf>

_____, October 2014, BCBS, “**Basel III: the Net Stable Funding Ratio.**”
<http://www.bis.org/bcbs/publ/d295.pdf>

_____, December 2014, BCBS, “**Capital Floors: the Design of a Framework Based on Standardized Approaches.**” - Consultative Document, BCBS.
<http://www.bis.org/bcbs/publ/d306.pdf>

_____, October 2014, **Seventh Progress Report on Adoption of the Basel Regulatory Framework.**”
<http://www.bis.org/publ/bcbs290.pdf>

_____, March 27, 2015, BCBS, “**Revisions to the Standardised Approach for Credit Risk,**” - Consultative Document.
<http://www.bis.org/bcbs/publ/d307.pdf>

Financial Stability Board, 2015, “**Total Loss Absorbing Capacity – TLAC**”, November.
<http://www.financialstabilityboard.org/2015/11/total-loss-absorbing-capacity-tlac-principles-and-term-sheet/>

Financial Stability Institute, July 2014, “**FSI Survey - Basel II, 2.5 and III Implementation,**”
<http://www.bis.org/fsi/fsiop2014.pdf>

Gobat, Jeanne, Yanase, Mamoru, and Maloney, Joseph, 2014, “**The Net Stable Funding Ratio: Impact and Issues for Consideration,**” IMF Working Paper No. 14/106, June.
<http://www.imf.org/external/pubs/ft/wp/2014/wp14106.pdf>

International Monetary Fund, 2012, “**The Key Attributes of Effective Resolution Regimes for Financial Institutions—Progress to Date and Next Steps,**” August.
<http://www.imf.org/external/np/pp/eng/2012/082712.pdf>

FSB reports on shadow banking, repo, sec-lending CCPs etc:
<http://www.financialstabilityboard.org/2015/11/global-shadow-banking-monitoring-report-2015/>

<http://www.financialstabilityboard.org/2012/04/fsb-report-on-securities-lending-and-repos-market-overview-and-financial-stability-issues/>

<http://www.financialstabilityboard.org/2015/11/otc-derivatives-market-reforms-tenth-progress-report-on-implementation/>

<http://www.financialstabilityboard.org/2015/11/regulatory-framework-for-haircuts-on-non-centrally-cleared-securities-financing-transactions-2/>

plus: Readings on the STI “Moodle” (where links in public domain were not available)