

Major Trends in Regulation and Supervision of the Financial Sector – 2017 and Beyond

jointly organized with the Banco de Portugal (Bank of Portugal) and the
Portuguese Authority of Insurance and Pension Funds (ASF)

1 June 2017

*Auditorium of the
Portuguese Authority of Insurance and Pension Funds
Avenida da República 76
1600-205 Lisboa*

Thursday, 1 June 2017

8:30 **Registration and coffee**

9:00 **Opening address**

José Almaça, Chairman of ASF – Portuguese Authority of Insurance and Pension Funds

Luís Silva Morais, European Banking Institute, Research Centre on Supervision and Regulation of the Financial Sector (CIRSF) and University of Lisbon

Thomas Gstädtner, President of the Supervisory Board of the European Banking Institute – Introduction to the European Banking Institute

9:45 **First session: New Developments in Banking and Insurance – SSM and Solvency 2**

Chair: Luis Silva Morais, European Banking Institute, CIRSF and University of Lisbon

Pentti Hakkarainen, Member of the Supervisory Board of the Single Supervisory Mechanism – Frankfurt, *“Banking Union in 2017 – Institutional Cooperation & Proportionality”*.

Carlos Montalvo, Former Member of Board of EIOPA/PwC, *“Status and prospects of Insurance regulation and supervision:prudential and conduct dimensions.”*

11:20 **Coffee break**

11:30 **Second session: Current Challenges to the Stability of European Banking Sector**

Chair: Luis Silva Morais, European Banking Institute, CIRSF and University of Lisbon

Andrea Enria, Chair of European Banking Authority (EBA), *“NPLs in the banking sector - Where there is a will, there is a way: completing the repair of the banking sector in Europe”*

Fernando Restoy, Chair of the Financial Stability Institute – Basel, *“The regulatory and supervisory agenda after the crisis”*

Keynote Speaker - Carlos Costa, Governor of the Bank of Portugal, *“Evolution of regulatory framework, financial stability and economic development”*

13:30 **Lunch break**

14:30 **Third session: Transparency of Supervision, NPLs, Resolution and Financial Stability**

Chair: (to be defined)

Pedro Gustavo Teixeira, General Secretary of the ECB – Frankfurt, *“Developments in central banking accountability and transparency”*

Jan Reinder De Carpentier, General Counsel of Single Resolution Board/SRB – Brussels, *“Legal complexities and challenges of the European resolution framework”*

Marco Lamandini/David Ramos Munoz, European Banking Institute and Università di Bologna, *“How to address NPLs – the experience of the Italian and Spanish”*

banking sectors”

César Henriques, Director – Portuguese Authority of Insurance and Pension Funds,
“The insurance sector in the context of macroprudential supervision”

16:00 **Coffee break**

16:20 **Fourth session: Review of ESAs and Other Major Issues of Financial Supervision – Liability of Supervisors and Investor Protection Regulation**

Chair: René Smits, University of Amsterdam, and **Bracinha Vieira** (CIRSF)

Danny Busch, European Banking Institute and University of Nijmegen, *“Liability of banking supervisors”*

Josina Kamerling, CFA Institute – Brussels, *“The 2017 review of the European Supervisory Authorities (EBA/ESMA/EIOPA)”*

Veerle Colaert, Leuven University, *“Recent trends in investor protection regulation (PRIIPs, MiFID II and IDD)”*

Final Session

18:30 **Closing Remarks**

Luis Silva Morais - European Banking Institute, Research Centre on Supervision and Regulation of the Financial Sector (CIRSF) and University of Lisbon/ **Paula Vaz Freire** – Board of Directors of FDL (University of Lisbon)/**Enrico Leone** – Chancellor of European Banking Institute/**Bank of Portugal/ Portuguese Authority of Insurance and Pension Funds**

19:00 **End of the Conference**

The European Banking Institute

1. Overview

THE EUROPEAN BANKING INSTITUTE IS AN INTERNATIONAL CENTER FOR BANKING STUDIES RESULTING FROM THE JOINT VENTURE OF THE MOSTLY REGARDED EUROPEAN ACADEMIC INSTITUTIONS WHICH HAVE DECIDED TO SHARE AND COORDINATE THEIR COMMITMENTS AND STRUCTURE THEIR RESEARCH ACTIVITIES IN ORDER TO PROVIDE THE HIGHEST QUALITY LEGAL AND ECONOMIC STUDIES IN THE FIELDS OF BANKING REGULATION AND SUPERVISION IN EUROPE.

THE EUROPEAN BANKING INSTITUTE'S AMBITION IS TO BECOME THE POINT OF REFERENCE FOR BANKING REGULATION RESEARCH IN EUROPE AND AN INSTRUMENT TO FACILITATE THE INTERACTIONS BETWEEN ACADEMIA, SUPERVISORS, REGULATORS AND INDUSTRY. THE CLOSE RELATIONSHIP WITH BOTH REGULATORS, SUPERVISORS AND THE PRIVATE SECTOR IS EXPECTED TO GUARANTEE AN ACADEMIC RESEARCH PRODUCTION WHICH IS STATE OF THE ART.

THE EUROPEAN BANKING INSTITUTE HAS BEEN LOCATED IN FRANKFURT AM MAIN (GERMANY) IN ORDER TO BENEFIT FROM THE PROXIMITY TO THE EUROPEAN CENTRAL BANK, THE BIGGEST BANKING SUPERVISOR IN EUROPE.

THE EUROPEAN BANKING INSTITUTE IS REGISTERED AS A NO PROFIT ASSOCIATION "EINGETRAGENER VEREIN (E.V.)" UNDER GERMAN LAWS. THE OFFICIAL LANGUAGE OF THE INSTITUTE IS THE ENGLISH LANGUAGE AND ALL ITS ACTIVITIES WILL BE CARRIED OUT IN ENGLISH.

2. Project

The European Banking Institute (hereafter also "EBI" or the "Institute") has been created to develop a pan-European research center for banking regulation and supervision which mirrors the pan-European character and the set-up of the SSM (hub and spokes model). EBI focuses on high-

quality research into the legal and economic aspects of banking regulation and supervision. The Institute will focus its work in research projects in the field of law, economics and accounting. The Institute shall endeavor to provide academic input to banking regulators, supervisors and the private sector in Europe.

The purpose of the Institute is to conduct high quality research, to distribute knowledge and to promote the dialogue between scholars, regulators, industry representatives and advisors in relation to issues concerning the regulation and supervision of financial institutions and financial markets from a legal, economic and any other related viewpoint. EBI will thus collaborate mainly with European academic institutions and the relevant public and private sector institutions.

At a second stage, the EBI endeavors to develop a policy center with the target to establish a new truly pan-European think tank in the area of banking regulation, supervision and banking resolution and any related areas.

3. Membership

The Founding Members of the EBI are 25 European top-tier universities who have a research focus on banking regulation and supervision. They are the basis of the joint venture and are required, together with any members who will be accepted at a later stage, to contribute to the EBI by participating in research and policy projects. As of today, the Academic Members of the European Banking Institute are the following:

3.1 Academic Members

As of the 1st June 2017 the Academic Members of the European Banking Institute are the following:

1. Universiteit van Amsterdam, Amsterdam, The Netherlands
2. Πανεπιστήμιο Πειραιώς / University of Piraeus, Athens, Greece
3. Alma Mater Studiorum – Università di Bologna, Bologna, Italy
4. Academia de Studii Economice din București (ASE), Bucharest, Romania,
5. Universität Bonn, Bonn, Germany

6. Trinity College, Dublin, Ireland
7. Goethe-Universität, Frankfurt, Germany
8. Universiteit Gent, Ghent, Belgium
9. Universiteit Leiden, Leiden, The Netherlands
10. Universidade Católica Portuguesa, Lisbon, Portugal
11. Universidade de Lisboa, Lisbon, Portugal
12. Univerze v Ljubljani / University of Ljubljana, Ljubljana, Slovenia
13. Queen Mary University of London, London, United Kingdom
14. Université du Luxembourg, Luxembourg
15. Universidad Autónoma Madrid, Madrid, Spain
16. Johannes Gutenberg University Mainz (JGU), Mainz, Germany
17. University of Malta, Malta
18. Università Cattolica del Sacro Cuore, Milan, Italy
19. Πανεπιστήμιο Κύπρου / University of Cyprus, Nicosia, Cyprus
20. Radboud Universiteit, Nijmegen, The Netherlands
21. Université Panthéon - Sorbonne (Paris 1), Paris, France
22. Université Panthéon-Assas (Paris 2), Paris, France
23. Labex ReFi, Paris, France
24. Stockholms Universitet/University of Stockholm, Stockholm, Sweden
25. Tartu Ülikool / University of Tartu, Tartu, Estonia

EBI is currently engaged in the procedure to select candidate academic institutions in a number of countries and targets to have one Academic Member in any European country by Q4 2017.

A number of professors, professionals, experts in relevant areas for the Institute have been accepted as Fellow Academic Members.

3.2 Institutional Members

Public institutions (regional, national and supranational), regulators, central banks and in general public and quasi sovereign entities may be admitted as Institutional Members.

3.3 Supporting Members

European and national banking associations, law and accounting firms, banks and other financial institutions are being admitted as Supporting Members.

As of January 2017 the Supporting Members of the European Banking Institute are the following:

- Banking Sector
 1. European Banking Federation (EBF)
 2. *Bundesverband deutscher Banken / Association of German Banks (BDB)*
 3. *Ελληνική Ένωση Τραπεζών / Hellenic Bank Association (HBA)*
 4. *Associazione Bancaria Italiana / Italian Banking Association (ABI)*
 5. *Asociația Română a Băncilor / Romanian Banking Association (ARB)*
 6. *Asociación Española de Banca / Spanish Banking Association (AEB)*
 7. *Nederlandse Vereniging van Banken / Dutch Banking Association (NVB)*
- Advisory Company
 1. Deloitte

4. Working Programme

The EBI is currently engaging in scholarly research in the following areas:

- Enhancements of the Single Rule Book and issues concerning convergence of supervisory practice in the EU;
- Proportionality of banking supervision laws, the limitation of risk orientated approaches and interaction between ICAAP/ILAAP and the SREP process;
- The interaction between early intervention measures and resolution planning and the need for pairing the SSM and SRM objectives;
- Bank business models, structural separation of trading and banking activities and profitability objectives;
- Interaction between macro prudential and micro prudential supervision, discretion of EU authorities and issues concerning a European level playing field;
- The foundations of enhanced supervision of significant and systemically important institutions: accounting, auditing, capital adequacy, cross border risk management and resolvability;
- Alignment of bank supervision, recovery and resolution objectives with principles of common insolvency law;
- Legal systems governing banks and their openness to innovation including FinTech;
- Individual rights in the financial regulatory structure including judicial adjudication of matters concerning market supervision in the EU and an impact assessment of the establishment of a specialised EU court; and
- Corporate governance models and remuneration policies for banks and the implementation of the governance provisions in the CRD IV package.

The EBI will welcome research of high international visibility that also employs innovative methods.

The 2016/2018 Academic Programme also includes:

- a) organising two pan-European conference(s) on banking regulation and supervision every year in Frankfurt;

- b) organising 3-4 local conferences every year in collaboration with one or more Academic Members;
- c) organising regular seminars on current topics of banking regulation and supervision;
- d) publishing the *EBI Working Paper Series* which include a selection of the academic researches published by EBI Academic Members;
- e) developing a pan-European policy center.

5. Information

Additional information on the European Banking Institute, its members and governing bodies please are available on www.ebi-europa.eu.