

# St. Louis Fed—Tsinghua Monetary Policy and Financial Stability

## Conference

Organized by

PBC School of Finance, Tsinghua University

National Institute of Financial Research at Tsinghua University

School of Economics and Management, Tsinghua University

National Institute for Fiscal Studies at Tsinghua University

China Society for Finance & Banking

Federal Reserve Bank of St. Louis

May 21-22, 2016

PBC School of Finance

Tsinghua University

Beijing, China

### Program

The Federal Reserve Bank of the United States at St. Louis, the China Society for Finance & Banking, the PBC School of Finance and the School of Economics and Management at Tsinghua University, Beijing, are organizing the 2016 annual conference series on global finance and monetary policy, to be held at Tsinghua University, Beijing, China, May 21-22, 2016. Our goal is to get together some academic economists and policy makers from the People's Bank of China and the Federal Reserve System to discuss financial and monetary policy issues relevant to the current global economic situation. We will have a policy panel discussions and a set of papers presented at an academic session, with discussants, over the 2-day conference, and a panel discussion by central bankers.

### Local Organizers

Chong-en Bai, Tsinghua University

Hao Zhou, Tsinghua University

Stephen Williamson, Federal Reserve Bank of St. Louis

Yi Wen, St. Louis Fed and Tsinghua University

## **May 21**

### **Morning Session (China-U.S. Monetary Policy Conference)**

#### **9:00-9:20 Welcoming Remarks**

1. Yong Qiu (President of Tsinghua University, TBD)
2. Xiaoling Wu (Chairwoman & Dean of Tsinghua PBC School of Finance and former Deputy Governor of PBoC, TBD)

#### **9:20-10:20 Keynote Address**

1. Gang Yi (Deputy Governor of PBoC, TBD), "The Efficacy of Monetary Policy and Concerns for Negative Interest Rate"
2. Donald Kohn (former Vice Chairman of the Board of Governors of the Federal Reserve System and current FPC Member of BoE)
3. James Bullard (CEO and President of Federal Reserve Bank of St. Louis)

#### **10:20-10:35 2016 China Financial Policy Report (15 minutes)**

1. Haifeng He (Director, Institute of Financial Policy of Chinese Academy of Social Sciences)

#### **10:35-12:30 Policy Panel (Suggested Themes: RMB exchange rate reform, financial regulatory reform, negative interest rate, etc.)**

1. Yudong Yao (Director General, Research Institute, PBoC, TBD)
2. Christopher Waller (Executive Vice President and Director of Research, St. Louis Fed)
3. Jun Ma (Chief Economist, PBoC, TBD)
4. David Altig (Executive Vice President and Director of Research, Atlanta Fed)
5. John Rogers (Senior Economic Adviser, Board of Governors)
6. Darrell Duffie (Dean Witter Distinguished Professor of Finance, Stanford Graduate School of Business)
7. Chong-en Bai (Mansfield Freeman Chair Professor and Associate Dean, Tsinghua SEM)

Moderator: Hao Zhou (Unigroup Chair Professor and Associate Dean, Tsinghua PBC School of Finance)

#### **12:30-14:00 Lunch**

### **Afternoon Session (40 minutes for presenters, 10 minutes for discussants, 5 minutes for Q&A)**

- 14:00-14:55
1. Kartik Athreya (Richmond Fed), TBA
- Discussant: Yi Wen (St. Louis Fed and Tsinghua University)

- 14:55-15:05 *Coffee Break*
- 15:05-16:00 2. Pablo D'Erasmus (Philadelphia Fed), "Capital Requirements in a Quantitative Model of Banking Industry Dynamics"  
Discussant: Gianni de Nicolo (IMF)
- 16:00-16:55 3. Tao Zha (Atlanta Fed), "Was China's Rising Shadow Banking a Problem?"  
Discussant: Hong Yan (Shanghai Jiaotong University)
- 16:55-17:05 *Coffee Break*
- 17:05-18:00 4. Ed Nosal (Chicago Fed), "Who Wants to be a Middleman?"  
Discussant: Stephen Williamson (St. Louis Fed)
- 18:30 *Dinner (Hosted by People's Bank of China)***

**May 22 (8:30am-5:30pm, Moderator: Stephen Williamson)**

- 8:40-9:35 5. James Bullard (St. Louis Fed), "Optimal Monetary Policy at the Zero Lower Bound"  
Discussant: Pedro Gomis Porqueras (Deakin University, Sydney Australia)
- 9:35-10:30 6. Jonathan Chiu (Victoria University of Wellington, New Zealand), "Living' on the Edge with Ratings: Liquidity, Efficiency and Stability"  
Discussant: Chris Waller (St. Louis Fed)
- 10:30-10:40 *Coffee Break*
- 10:40-11:35 7. Nicolas Petrosky-Nadeau (San Francisco Fed), "Labor and Credit Market Frictions Over the Business Cycle"  
Discussant: Ji Zhang (Tsinghua PBC School of Finance)
- 11:35-12:30 8. Shouyong Shi (Pennsylvania State University), "Limited participation, asset distribution and monetary policy"  
Discussant: Erica Li (CKGSB Finance)
- 12:30-14:00 *Lunch***
- 14:00-17:30 Sightseeing
- 18:00 *Dinner***