



**BY INVITATION ONLY**

**EBRD - G20 French Presidency - Reinventing Bretton Woods Committee  
Joint Conference  
Developing Local Currency Finance and Local Capital Markets  
Astana, 18-19 May 2011  
The Pyramid**

*Registration: Ground floor  
Lunches and coffee: Level 3  
Sessions: Summit room*

**PROGRAMME**

**WEDNESDAY, 18 MAY 2011**

**12:00 – 13:45 Registration and buffet lunch**

**13:45 – 14:00 Opening remarks**

Erik Berglof - Chief Economist, EBRD

Benoit Coeuré - Deputy Director-General, Chief Economist, Ministry of Finance of France

Marc Uzan - Executive Director, Reinventing Bretton Woods Committee

**14:00 – 14:45 Keynote speeches**

Thomas Mirow – President, EBRD

Jong-Ku Choi - Deputy Minister of Strategy and Finance, Republic of Korea

*in the presence of H.E. Karim Massimov, Prime Minister of Kazakhstan*

**14:45 – 16:45 Session 1: Causes and consequences of over-borrowing in FX: new evidence**

What is the relative role of macroeconomic conditions, lack of financial development, and distortions in causing (excessive) dollarisation? Have capital inflows played a role in making dollarisation worse? What role did foreign banks play? How did the structure of bank funding – wholesale, parent bank funding, or deposit funding – influence the currency denomination of dollar lending? New evidence from emerging market economies, and lessons for emerging Europe and central Asia.

**Chair: Jeromin Zettelmeyer - Deputy Chief Economist, EBRD**

Presenters: Martin Brown – Professor of Banking, University of St. Gallen

Ralph De Haas – Lead Economist, EBRD

Herman Kamil – Economist, IMF

Discussants Frank Westermann – Professor of International Economic Policy, University of Osnabrück  
Philip Turner – Deputy Head, Monetary and Economic Department, BIS

16:45 – 17:15 Coffee break

**17:15 – 19:15 Session 2: Country case studies on de-dollarisation**

Case studies of countries that managed to de-dollarised after long histories of de-dollarisation and (in some cases) repeated attempts. What steps were followed? What distinguished successful de-dollarisation strategies from previous, less successful attempts?

**Chair: Erik Berglof - Chief Economist, EBRD**

Presenters: Erdem Basci – Governor, Central Bank of Turkey  
Alexey Ulyukaev – First Deputy Chairman, Bank of Russia  
Andrzej Raczko – Member of the Management Board, National Bank of Poland

Discussants: Leonardo Leiderman – Professor of Economics, Berglas School of Economics, Tel-Aviv University  
Mark Allen – Senior Regional Representative for Central and Eastern Europe, IMF

**19:30 Pick-up from The Pyramid and direct transfer to the dinner venue**

**20:00 Dinner at Alasha restaurant**

29 Turan street (left bank of the river)

tel: +7 7172 402121

<http://www.alasha.kz/astana>

**22:30** Shuttles back to the following hotels: Radisson, Rixos, King Hotel, Ramada, Duman and Beijing Palace

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**THURSDAY, 19 MAY 2011**

08:30 Arrival and coffee

**09:00 Session 3: The practice of developing local capital markets**

What is the relevance of domestic financial deepening in a financially integrated world? What preconditions should be in place? What are critical elements of market infrastructure? How can markets be made more liquid? What does it take to build a local investor base? Is there a minimum critical country size, and can it be overcome by building cross-border markets? What are effects and implications of more developed local currency capital markets? Do they have

macroeconomic consequences (e.g. on savings and the current account)? Could they lead to new fragilities?

**Chair: Manfred Schepers - Vice-President Finance, EBRD**

Panellists: Bernd Braasch – Bundesbankdirektor, Deutsche Bundesbank  
Eduardo Borensztein – Advisor, Inter-American Development Bank  
Robert Gray – Chair, Sovereign Advisory Group, HSBC  
Isabelle Laurent – Deputy Treasurer, EBRD  
Chris Marsh – Economist, Strategy Unit, IMF

10:45 Coffee break

**11:15 Session 4: Toward safer financial integration**

How financial integration be made “safer” – in the sense of reducing the incidence of crises, and making crises easier to resolve – without losing its growth benefits? Key issues include relationship between financial integration and domestic financial development, and the relative roles of policies at the national and international levels. What can be done to complement cross-border credit with domestic savings? What are the roles of macro- and microprudential regulation in managing global credit flows? Is regulation necessary to reduce dollarisation, and if so, what kind of regulations? What is the best way to structure and supervise cross-border banking?

**Chair: Benoit Coeuré - Deputy Director-General, Chief Economist, Ministry of Finance, France**

Panellists: Christian Durand - Deputy Director General Economics and International Relations, Banque de France  
Marisa Lago - Assistant Secretary, International Markets & Development, US Treasury  
Grigoriy Marchenko - Governor, National Bank of Kazakhstan  
Zhang Tao – Director General of International Department, People’s Bank of China

**12:45 Closing remarks**

Benoit Coeuré - Deputy Director-General, Chief Economist, Ministry of Finance, France

13:00 Buffet lunch

**14:30 Social Programme: Guided tour of Astana (2.5 hours)**  
Departure from the Pyramid