

# Variety of institutional framework of macro-prudential supervision in Europe

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Work Plan for 2012-13

## I. General aims

The project aims to contribute to the academic debate on the ideal institutional framework of banking regulation and supervision.

The project has two **major aims**:

1. contribute to academic debate about ideal institutional set-up of banking supervision in Europe with comparative analysis of Slovenian and Hungarian experiences;
2. connect concepts and methods of economics of banking and that of political sciences to take advantage from the joint application of the two sets of concepts

## II. Expected results

**Final product:** an original research paper published in a referenced journal and/or as a working paper about the lessons learned from the Hungarian and Slovenian experiences in relation to the ideal institutional setup of banking supervision

**Internal products:**

- 6 published papers and book chapters in Hungarian or international peer reviewed journals
- 4 conference presentation on international and Hungarian conferences

## III. Detailed Research plan including methodology

### **A. Summary of key activities**

<b>Timeframe</b>	<b>Activity to be carried out</b>
January-August 2012	<ol style="list-style-type: none"><li>1. Literature review of the changes in bank regulation as a consequence of the present financial crisis</li><li>2. Literature review on international institutions influence on financial supervisory agency design in Hungary and Slovenia</li></ol>

	<p>3. Data collection on Slovenian and Hungarian banking sector and banking behaviour (working up wide range of quantitative and qualitative data including the data of the Bank Lending Surveys)</p>
September-December 2012	<p>4. Extending literature review to the institutional aspects of banking regulation and supervision in general (changing paradigm from micro-, to macro-prudential regulation and supervision)</p> <p>5. Extending literature review to the changing approach to the “too-big-to-fail” concept</p> <p>6. compile a questionnaire on the specialities and efficiency of national supervisory structures</p>
January-July 2013	<p>7. organizing the filling up of the questionnaires both in Hungary and Slovenia with relevant persons, taking active part in banking supervision</p> <p>8. complement the questionnaires results with personal interviews</p> <p>9. prepare the final document of the research project</p>

**B. Detailed description of each planned research activity, including necessary resources and expected outputs**

1. Writing a policy paper on the basis of the literature review of the changes in bank regulation as a consequence of the present financial crisis.
2. Writing a discussion paper on the international institutions influence on financial supervisory agency design in Hungary and Slovenia.
3. The extended data collection serves as the basis of all the on-going and future work during the research project. An individual output of this stage of the work is a conference presentation on the indicator based analysis of the Hungarian banking sector.
4. Writing a comprehensive literature review, based on the literature of both

the economic and political aspects of the topic.

Expected output: publication in a Hungarian journal (Külgazdaság or Hitelintézeti Szemle)

Necessary resources: human resources only – research by Dora Piroska and Katalin Mero

5. Writing a policy paper on the basis of the literature review of the changing approach to the “too-big-to-fail” concept.

Expected output: publication as a book chapter

Necessary resources: human resources only – research by Katalin Mero

6. To compile a questionnaire on the specialities and efficiency of national supervisory structures involves the utilization of all the knowledge accumulated during the literature review and data collection stage of the project. The appropriateness of the questionnaire is a key element from the point of view of the success of the whole research project. The questionnaire will serve as a basis for comparative analysis of the Hungarian and Slovenian institutional framework of banking supervision, including their advantages and disadvantages and the main challenges they have to face.

Necessary resources: human resources only – compile the questionnaire by Dora Piroska

Expected output: the questionnaire

7. and 8. In these stages of the project the careful selection of the participant who will be asked to answer the questionnaire and who will be interviewed personally seems to be crucial.

Necessary resources (other than human resources of Piroska Dora and Katalin Mero):

- 4 days travel to Slovenia to interview the Slovenian participants

(Dóra Piroska)

- typewriting capacity for typing the interviews

9. The final document will be prepared using all the previous research of the project. This is the most challenging part of our work. As a result of our research project we hope to take relevant contribution to the literature about the ideal institutional framework of banking supervision.

Necessary resources: human resources only – research by Dora Piroska and Katalin Mero

Expected output: an original research paper published in a referenced journal and/or as a working paper