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PRELIMINARY PROGRAMME

Money, Finance and Demography – the Consequences of Ageing

October 12–14, 2006, Lisbon

in co-operation with the Universidade Nova de Lisboa
jointly organized with and sponsored by the
Banco de Portugal and by Millennium bcp



General Information

Location

The Colloquium will be held at the

Nova Reitoria + Seminar Rooms
of the Faculdade of Economia
Universidade Nova de Lisboa
Campus de Campolide
P-1099-032 Lisboa



*Reitoria left building – Faculdade of Economics
in the background*

Costs for Members and Non-Members of SUERF

Non-members of SUERF may decide to join SUERF to take advantage of the very much reduced Colloquium fees for members. Being a member does not only mean qualifying for the reduced Colloquium fee but also being invited to all other SUERF Events (such as Seminars, Annual Lecture, Conferences) that are free of charge to members. **Therefore: the earlier you subscribe for this year the more you will benefit in 2006.** Members receive three Newsletters and a minimum of four *SUERF Studies* (or even more at no extra charge) per

year. Members are provided with a password to download all *SUERF Studies* from our website www.suerf.org. Please see the Subscription Forms attached to this Newsletter: If you wish to take advantage of this offer, you are asked to complete the subscription form and to return it to the SUERF Secretariat together with your registration form. If you do not want to become a SUERF member, but wish to participate, you are requested to pay the full amount of EUR 2.500.

Colloquium Registration Fees for SUERF Members

	Early registration discount registration until 15 August 2006*	Registrations as of 16 August 2006
Students (proof of student status!)	EUR 50	EUR 60
AIM – up to 3 people, each additional participant	EUR 100 EUR 200	EUR 120 EUR 240
Personal Members	EUR 250	EUR 300
Staff members of Corporate Members*	EUR 550	EUR 660
Non-members not wanting to join SUERF	EUR 2500	EUR 2500

Only for payments by cc

Included in the registration fee are the lunches and the evening reception/dinner. Partners will, however, have to pay EUR 30 for attendance of the reception and of the dinner.

Depending on need a limited number of grants are available for residents from Central and Eastern Europe (academics and members of non-profit institutions). Applications must be addressed by 31st July, 2006 to the

SUERF Secretariat.

Registration

- Please return the completed **Registration Form** to the SUERF Secretariat (ANNEX E).
- For the **Hotel Reservation** as well as the Application for the **Official Conference Excursion** and for the **Partner Programmes** please contact

the local Conference Agency MundiConvenius www.mundiconvenius.pt in Lisbon. Click on the SUERF Logo button and you will be guided through the electronic form and receive also all necessary local information.

Note that you will receive a confirmation of your registration from the SUERF Secretariat, respectively from MundiConvenius for your hotel and excursion bookings. No invoices will be sent!

The amount due for Registration is to be paid **before 28th September, 2006** into the

SUERF Account BE03 439794700784
BIC/SWIFT Code: KREDBEBB
at KBC Bank, Arenbergstraat 11
B-1000 Brussels, BELGIUM

or you allow us to charge your credit card (**VISA** or **MASTER CARD**) by returning the completed form (see ANNEX E). Please note that the early booking bonus is only applicable for registrations made until 15th August and paid by Visa or Master card.

Corporate Members or other Institutions which support SUERF are invited to send one or more delegates at the above fee. **New Corporate Members are entitled to send one participant free of costs!***

Hotel Accommodation

Arrangements have been made with four hotels at different price levels. All hotels are located in the vicinity of the venue. For detailed information on special rates and addresses see below.

Hotel reservation (and registration for social excursion and partner programmes) must be made by **ON-LINE REGISTRATION** under

<http://www.mundiconvenius.pt> with

MundiConvenius

Av. 5 de Outubro, 53-2º

P-1050-048 Lisboa

Tel. 351-21 315 51 35

Fax 351-21 355 80 02

The deadline for booking and full payment is September 28th, 2006. After that date no guarantee can be given on available rooms at the special rate. Please note the cancellation policy!

Hotel Le Meridien *****

Rua Castilho 149

P-1090-034 Lisbon

www.lemeridien.com

single 169 EUR – twin / double 187 EUR

SANA Malhoa Hotel****

Avenida José Malhoa 8

P-1099-098 Lisboa

www.sanahotels.com

single 82,50 EUR – twin / double 93 EUR

Novotel ****

Avenida José Malhoa – Lote 1642

P-1099-051 Lisboa

www.novotel.com

single / twin / double 80 EUR

SANA Rex Classic Hotel***

Rua Castilho 169

P-1070 051 Lisbon

www.sanahotels.com/e_rex.html

single 72 EUR – twin / double 82 EUR

Social Programme

For the afternoon of Saturday, 14th October, 2006 an **Official Conference Excursion** will be arranged. On 12th October a 1/2 day and on 13th October a 3/4 day

excursion will be offered to partners. For details see please the last page of this Programme (page 9).

Procedure for the Colloquium

The official Conference language is English. After the opening Plenary Session, the participants will meet in three discussion groups, the Commissions. The authors will give a short presentation of their papers followed by a general discussion. **Papers presented at the commissions will only be made available for participants for downloading from the internet. A password will be**

provided. No papers will be made available at the conference!

On Saturday morning, there will be a concluding panel discussion followed by the **Marjolin Lecture** delivered by Professor Barry Eichengreen and the presentation of the **Marjolin Prize**.

The Marjolin Lecture

Global Imbalances:

What Does Population Ageing Imply for their Evolution?

by **Professor Barry Eichengreen**

The Marjolin Lecture of the 26th SUERF Colloquium will be delivered by Professor Barry Eichengreen, George C. Pardee and Helene N. Pardee Professor of Economics and Political Science, University of California, Berkeley on **Saturday, 14th October, 2006 from 10.45 to 11.45 at the room A14, Faculdade de Economia, Universidade de Lisboa.**

The Marjolin Prize

The **Prix Marjolin** (EUR 2000) will be awarded to the author(s) of the paper selected by the SUERF Council of Management for having made the best contribution to the Colloquium. The award is restricted to author(s) below the age of 40 on the 14th October, 2006 (all authors of the chosen paper must fulfil this restriction).

Robert Marjolin (1911–1986) was one of the most distinguished European economists of his generation and a leading architect of post-war Europe. From 1948 until 1955 he was the first Secretary General of the OEEC (Organization for European Economic Co-operation). This organization was established to channel US Marshall Aid into the reconstruction of Europe. Marjolin was a leading negotiator of the Treaty of Rome for France and Vice President of the European Commission for finance and economics for ten years. He served as a Professor of Economics at the University of Paris and the University of Nancy, and in the private sector as advisor to leading European and US Companies.

In awarding the Prix Marjolin SUERF wishes to honour his memory by supporting a young outstanding author's publication.

The Marjolin award will be presented by the Marjolin Lecturer 2006, Professor **Barry Eichengreen**. The awarded contribution will be published in the *Special SUERF Series – Colloquium Papers*.

PRELIMINARY PROGRAMME

Thursday morning, 12 Oct., 2006

Venue	Reitoria of the Universidade Nova de Lisboa Campus Campolide P-1099-032 Lisboa
9.00	Opening Session
Welcome Addresses	Catherine Lubochinsky SUERF President José António Ferreira Machado Dean, Universidade Nova de Lisboa
	Plenary Sessions – Speakers:
9.15	Fernando Teixeira dos Santos Minister of Finance, Portugal <i>Fiscal Consolidation and Sustainability: Structural Reforms in Portugal</i>
10.00	Ignazio Visco Central Manager for International Affairs Banca d'Italia <i>Longevity Risk and Financial Markets</i>
10.45	<i>Coffee break at the Hall of the Reitoria</i>
11.15	Commission work in three parallel sessions.
Venues:	Commission I – room 102, 1st floor Commission II – room 240, 2nd floor Commission III – room 241, 2nd floor Faculdade of Economics Universidade Nova de Lisboa Campus Campolide
13.00	<i>Buffet lunch at the Hotel SANA Malhoa</i>

Thursday afternoon, 12 Oct., 2006

14.45	Commission work
Venues:	Commission I – room 102, 1st floor Commission II – room 240, 2nd floor Commission III – room 241, 2nd floor
19.00	<i>Visit to the Portuguese Ancient Art Museum, Welcome Cocktail/Reception in the gardens of the Museum (included in the fee for participants – partners must pay a registration fee)</i>

Friday 13 Oct., 2006 – full day

Venue	Room A14 Faculdade de Economia Universidade Nova de Lisboa
9.00	Keynote Speech Vitor Constâncio , Governor Banco de Portugal <i>Ageing and Financial Stability</i>
9.50	<i>Coffee Break</i>
10.30	Commission Work
Venues:	Commission I – room 102, 1st floor Commission II – room 240, 2nd floor Commission III – room 241, 2nd floor
12.15	<i>Buffet lunch at the Hotel SANA Malhoa</i>
14.00	Commission work
17.45	SUERF General Assembly
19.00	<i>Conference Dinner at “Espaço Tejo” (included in the fee for participants – partners must pay a registration fee)</i>

Saturday morning, 14 Oct., 2006

Venue	Room A14 Faculdade de Economia Universidade Nova de Lisboa
9.00	Plenary Session Concluding panel discussion
Chairperson:	Catherine Lubochinsky , President of SUERF
Panel Members:	Three Chairmen of the Commissions
	<i>Coffee Break</i>

10.45

Marjolin Lecture

to be delivered by

Professor Barry Eichengreen

George C. Pardee and Helene N. Pardee
Professor of Economics and Political
Science, University of California,
Berkeley

*Global Imbalances: What Does
Population Ageing Imply for their
Evolution?*

Robert Marjolin Prize

Award for the best contribution to the
Colloquium given by author(s) below the
age of 40.

Concluding Remarks by the
SUERF President and the
Dean of the Universidade Nova de Lisboa

approx.

12.00

End of the Colloquium

Afternoon

**OFFICIAL CONFERENCE
EXCURSION WITH DINNER**

*Optional excursion to Alcobaca, Nazare
and Obidos including Dinner in Obidos
(not included in the participation fee). See
also page 10*

On the Commissions

In addition to the plenary sessions, the commission reporting session, and the Marjolin Lecture, one and a half days is reserved for presentation and discussion of some 45 papers in three parallel commissions.

► **Commission I**

**The Real Economy, Public Finances and
Demography**

Submitted papers may address inter alia the following issues:

- Productivity and real growth issues
- Migration and employment issues
- Effects on budget expenditure and debt as well as sustainability issues
- Tax policy, pensions and savings issues
- Financial versus real resources implication of ageing
- The balance between public and private financing arrangements

- Types of tax incentives to save for retirement
- Possible punishment of early retirement

Chairpersons: Morten Balling

Professor, Department of Accounting,
Finance and Logistics
The Aarhus School of Business
mb@asb.dk

Vasco Santos

Professor, Faculty of Economics
Universidade Nova de Lisboa
vascos@fe.unl.pt

Speakers Commission I:

Antoine Deruennes, **Per Eckefeldt**, and Marko Mrsnik,
European Commission: *Budgeting for Ageing – Long-term Sustainability of Public Finances in the EU*

Vincenzo Galasso, IGIER-Università Bocconi and CEPR: *The Political Feasibility of Postponing Retirement*

Hana Genorio, Bank of Slovenia, *General Government Debt Sustainability in Slovenia*

Gunnvald Grønvik*, Norges Bank: *The Pension Reform in Norway – A useful step, but more funding could be beneficial*

Daniel Gros*, CEPS: *Demographic Decline: a Problem without a Solution*

Ross Guest, Griffith University, Australia: *Population Ageing, Fiscal Pressure and Tax Smoothing: A CGE Application to Australia*

Juha Kilponen, Helvi Kinnunen and Antti Ripatti, Bank of Finland: *Demographic Ageing in a Small Open Economy - Policy Experiments Using a Life-Cycle Model*

Markus Knell, Oesterreichische Nationalbank: *The Optimal Mix Between Funded and Unfunded Pensions Systems When People Care About Relative Consumption*

Debora E. Kusmerski Bilard, University of Amsterdam and Tinbergen Institute: *Intergenerational Risk Sharing, Aggregate Saving and Optimal Social Security*

Charlie Berger and **Anne Lavigne***, LEO, Université d'Orléans: *Pension Reserve Funds as Solutions to Expected Financial Unsustainability of PAYG Pension Systems: an Application on French Data and Projections*

Giuseppe Carone, Declan Costello, Nuria Diez Guardia, **Gilles Mourre**, Bartosz Przywara, and Aino Salomäki, European Commission DG Economic and Financial Affairs: *The Economic Impact of Ageing Populations in the EU25 Member States*

J. Ignacio Conde Ruiz, Spanish Prime Minister's Economic Bureau and FEDEA, Vincenzo Galasso, Università Bocconi – IGIER, and CEPR, **Paola Profeta**, Università Bocconi: *Early Retirement and Social Security: A long term perspective*

Nandini Krishnan, Silvia Prina, **Pietro Rizza**, Rezeda Zakirova, Boston University, and Mukesh Chwala, The World Bank: *Generational Accounting in the ECA Region*

Alfred M. Pereira, The College of William and Mary, USA, and **Pedro G. Rodrigues***, Portuguese Ministry of Finance: *Taking Stock of the Public Pension Systems in Portugal*

Joachim Thøgersen, Agder University College and University of Oslo: *Funding Strategies, Unemployment and Growth - Assessing Growth Effects of Alternative Social Security Systems*

Tarmo Valkonen and Jukka Lassila, The Research Institute of the Finnish Economy - ETLA: *Demographic Uncertainty and Fiscal Sustainability*

Martin Werding*, ifo Munich: *Implicit Pension Debt and Fiscal Sustainability: An Assessment for Germany*

Thursday, 12 October, 2006

Session I from 11.15 to 13.00

Sessions II - III from 14.45 to 18.50

Friday, 13 October, 2006

Session IV from 10.30 to 12.15

Session V – VI from 14.00 to 17.30

► Commission II

Monetary and Financial Stability, Supervision and Demography

Submitted papers may address inter alia the following issues:

- The impact of ageing on inflation and the interest rate (structure)
- Ageing and the (future) stability of the financial system
- The impact of ageing on exchange rates and the international monetary system
- The intra- and intergenerational distribution of ageing risks
- The funding ratio of pension funds
- The use of fair value accounting by pension funds
- The regulatory view on pension fund investment policies

- The optimal mix of DC and DB elements in pension schemes
- Other regulatory issues

Chairpersons: **Ryszard Kokoszczyński**

Director, Bureau of Macroeconomic Research National Bank of Poland
ryszard.kokoszczyński@mail.nbp.pl

Manuel Sebastião

Executive Director
 Banco de Portugal
msebastiao@bportugal.pt

Speakers Commission II:

António Afonso, European Central Bank and ISEG/UTL - Technical University Lisbon, : *Ricardian Fiscal Regimes in the European Union*

Nuran Topal Asilbay: *The Nature of Turkish Pension Problems: Should Turkey Reform its Pension System?*

Wim W. Boonstra, Rabobank Nederland: *Ageing, Saving and the International Investment Position. The Experience of the Netherlands*

Roberto de Santis, European Central Bank and Melanie Lührmann, Universität Mannheim: *On the Determinants of External Imbalances and Net International Portfolio Flows: The Role of Ageing*

Virgínio Maria Granate Costa e Sousa, University of Aveiro: *ESA95 – A System for the Financial Stability in the Ageing Time*

Karl-Olof Hammarkvist*, Stockholm School of Economics: *From defined benefit to defined contribution. Experiences from the first five years of the Swedish Premium Pension Scheme*

Willem L. Heeringa, De Nederlandsche Bank: *Optimal Pension Funding: A Portfolio Approach*

Jan B. Kuné*, ABP Pension Fund / Staff Concern: *Global Aging: Can we grow older comfortably?*
 Williams College **David A. Love**, and Paul A. Smith, Federal Reserve Board, Washington: *Cracking Open the Nest Egg: Are Older Households Withdrawing Too Fast from Their DC Plans?*

Angela Maddaloni, Alberto Musso, Philipp Rother, Melanie Ward-Warmedinger, and Thomas Westermann, European Central Bank: *Macroeconomic Implications of Demographic Developments in the Euro Area*

Maria Teresa Medeiros Garcia, Technical University of Lisbon, Carlos Manuel Pereira da Silva, and João Paulo Tomé Calado: *Pensions – State or Private Managed Capitalisation?*

Ismail Seyrek, Gazi Üniversitesi Corum İİBF: *Comparison of Financial Effect of Aging among Countries: A Panel Data Analysis*

Pierre L. Siklos*, Wilfrid Laurier University and Eduard Hochreiter, Oesterreichische Nationalbank: *Rules versus the 'Wisdom of Men': How Necessary are Central Bank Governance Principles?*

Juha M. Alho, University of Joensuu, Jukka Lassila, and **Tarmo Valkonen**, ETLA: *Longevity Adjustment as a Pension Policy Instrument*

Casper van Ewijk*, CBP Netherlands Bureau for Economic Policy Research: *Demographic Uncertainty and Sustainability of Government Finances*

Engin Kara, York University, and **Leopold von Thadden**, European Central Bank: *Monetary Policy Aspects of Demographic Changes*

Geoffrey E Wood, City University, London and and University of Buckingham: *The Implications of an Ageing Population for the Banking Sector*

Peter Zweifel, University of Zurich: *Life-cycle Effects of Social Security in an Open Economy: A theoretical and empirical survey*

Thursday, 12 October, 2006

Session I from 11.15 to 13.00

Sessions II - III from 14.45 to 18.50

Friday, 13 October, 2006

Session IV from 10.30 to 12.15

Session V – VI from 14.00 to 17.30

► Commission III

Financial Institutions, Markets and Demography

Submitted papers may address inter alia the following issues:

- The financial innovation (inflation-linked, longevity, perpetual ... bonds)
- The future of company pension schemes
- The institutionalisation of individual savings via e.g. mutual funds
- The revitalisation of sleeping capital in the hands of aged people (succession, heritage, etc.)
- The asset allocation of pension funds and group insurances (IAS 19, deficits, absolute versus relative return, etc.)
- The implications for equity and bond markets

- The developments in the housing markets (reverse mortgages, real estate prices, etc.)
- The strategies of financial institutions (banks, insurance companies, asset management companies, etc.)

Chairpersons: **Frank Lierman**

Chief Economist
DEXIA BANK BELGIUM
frank.lierman@dexia.be

Manuel Alves Monteiro

Former Head of the Lisbon Stock Exchange and Executive Director of Euronext
amonteiro@mail.telepac.pt

Speakers Commission III:

Pablo Antolin-Nicolás and Hans Blommestein, OECD: *Governments and the Market for Longevity-Index Bonds (LIBs)*

Marianna Brunetti, Università degli Studi di Bergamo, and Costanza Torricelli, University of Modena and Reggio Emilia: *The Ageing in Italy: Effects on Financial Asset Returns and on Portfolio Allocation*

Etienne de Callataÿ*, Bank Degroof, Brussels: *Why promoting private savings is only part of the aging solution*

Koen De Leus, KBC Securities: *Asset meltdown in Europe ... or not?*

Franz Diboky and Eva Ubl, University of Vienna: *Ownership, Efficiency and Policyholder Concerns: Evidence from the Trichotomy in the German Life Insurance Market*

Yu-Wei Hu, Brunel Business School: *Pension Funds, Institutions and Financial Markets*

Theo Peeters*, KU Leuven and Ageing Study Group in Belgium: *Financial Threats of Ageing. The Case of Belgium*

Sonja Püntener and **Sigrid Röhrs**, University of St.Gallen: *Sleeping Capital in the Hands of Aged People and How Reverse Mortgage Can Help*

Stefan W. Schmitz, Oesterreichische Nationalbank: *The Impact of Projected Demographic Developments on Funded Pension Provision in Austria*

Helge Brunborg and **Nils Martin Stølen**, Statistics Norway: *How to Prevent Increased Pension Expenditures in a Defined Benefit System when Life Expectancy Improves*

Siegfried Utzig, Bundesverband deutscher Banken: *Increasing Financial Risk in the Household Sector*

Bart Van Craeynest and **Johan Van Gompel**, KBC Asset Management: *How Socio-demographic Factors Shape European Investors' Risk Profile*

Juan Ayuso, Juan Francisco Jimeno, and **Ernesto Villanueva**, Banco de España: *Fiscal Incentives to Retirement Saving and Saving Rates: Evidence from Consumption Data*

Sebastian Schich, OECD and **Mark Andreas Weth**, Deutsche Bundesbank: *Pension-Related Demand for High Quality Bonds - What Demographics May Imply*

Gunther Wuyts, Pierrick Stinglhamber, Christian Valenduc and Marie-Denise Zachary, National Bank of Belgium: *The Determinants of Saving for Pensions in an Aging Society*

Panel Discussion:

- Bank of Ulster, **P. McArdle**
- BBVA
- EFAMA (European Federation of Asset Managers), **Steffen Matthias**

Thursday, 12 October, 2006

Session I from 11.15 to 13.00

Sessions II - III from 14.45 to 18.50

Friday, 13 October, 2006

Session IV from 10.30 to 12.15

Session V – VI from 14.00 to 17.30

The Official Conference Excursion

Saturday, 14th October, 2006 – 13.30 – 23.00



Guided excursion to **Alcobaca**, **Nazare** and **Obidos** with a Colloquium Dinner in Obidos included. **Price: 80 EUR**

Partner Programmes

Thursday, 12th October, 2006



Guided Lisbon Tour from ca. 10.00 – 13.00 – **39.00 EUR** (minimum participants: 15).

Participants will be visiting the “**Jerónimos Monastery**” the “**Tower of Belem**” and the **Saint Georges Castle**. Meeting point for this excursion is the “Sana Malhoa Hotel”.

In the evening partners may wish to join the **Colloquium Welcome Cocktail** at the **Portuguese Ancient Art Museum** followed by a Welcome Cocktail in the gardens of the Museum (see registration fee for Colloquium participants - attending partners will be charged 30 EUR).

Friday, 13th October, 2006



Guided tour from ca. 10.00 – 17.00 to Queluz, Sintra passing Cascais and Estoril on the way back to Lisbon. **77.00 EUR** with lunch included (minimum participants 15). Meeting point for this excursion is the “Sana Malhoa Hotel”.

In the evening partners may wish to join the **Colloquium Dinner** at “Espaço Tejo” (see registration fee for Colloquium participants – attending partners will be charged **30 EUR**).

More forthcoming SUERF events

In 2006:

- Annual Lecture 2006 in Munich in November

In 2007:

- SUERF Seminar *Governance Issues in Financial Institution*, on 29/30 March, 2007 with the Central Bank of Cyprus
- SUERF Seminar *Financial Integration in the Alp-Adriatic Area* with the Hypo-Alpe-Adria Bank and the University of Klagenfurt in Klagenfurt (Austria) in May 2007
- SUERF Annual Lecture 2007
- SUERF Conference with the Bank of Finland in Helsinki in the Autumn 2007

Further information on the programmes and more events to follow.