

Contents

Foreword — V

Preface — VII

Introduction — XIX

The Authors — XXIII

Klaas Knot

Daring to know in Times of Uncertainty and structural Shifts — XXXIII

I. Macroeconomic Factors

Claudio Borio

Macro-Financial Challenges — 3

Sarah Breeden

Systemic Risks posed by the Non-Bank Sector, and the Need for Policy Action — 7

Alice Carr

(Credible, Comparable, Comprehensive) Transition Planning beats no Transition Planning — 19

Axel A. Weber

Financial Markets and monetary Policy in the Eurozone Economy - Outlook and Risks ahead — 29

Dominik Weh and Lisa Quest

The Solution for a polycrisis World: bold Action and bold Actors — 35

II. Crypto Assets and Cybersecurity

Michael J. Hsu

Tokenization and AI in Banking: how Risk and Compliance can facilitate responsible Innovation — 45

Edward Bowles

The giddy Pace of Change — 55

Cecilia Skingsley

How should we approach Crypto Assets — 57

III. NBFIs

Tobias Adrian

Policy approaches towards NBFi Vulnerabilities — 61

Joanna Cound

We need a holistic Perspective on Liquidity Stress — 67

Martin Moloney

Building the financial Stability of Investment Funds — 75

Patrick Kenadjian

Reforming MMFs and Bond OEFs is good, but providing reliable Liquidity to the Treasury Market is better — 115

IV. Regulated financial Service Providers

Andreas Dombret and Oliver Wunsch

The Risks from false Illusions in financial Policy Making — 137

Torry Berntsen

A “Five C” Approach to managing Risk. Proactively navigating the evolving Risk Landscape — 151

José Manuel Campa

Higher Interest, Inflation and lower Output: Challenges for the EU Banking Sector — 155

Stuart Graham

Key systemic Risks faced by global Banks — 163

Kerstin af Jochnick

Fostering stable Banks in the Union — 169

Luiz Awazu Pereira da Silva

**The broad Context in January 2023 for financial Stability and the Risks
in a poly-crisis World — 175**