

LUISS SCHOOL OF EUROPEAN POLITICAL ECONOMY

Newsletter - 01/2017
(No.29)

- RECENT EVENTS
- WORKING PAPERS
- POLICY BRIEFS
- OPPORTUNITIES
- IN THE PRESS

Villa Emiliani



UPCOMING EVENTS

Roberto Tamborini: Why is there an interdependence war in Europe and how can it be stopped?

PAST EVENTS

January 24, 2017 - Europe 2017: Make It or Break It?

December 2, 2016 - Debora Revoltella: The Investment Crisis in Europe

December 1, 2016 - Guntram Wolff: Economic Challenges for the EU and its Governance

November 30, 2016 - Francesco Papadia: A

RECENT EVENTS



Europe 2017: Make It or Break It?



Europe 2017: Make It or Break It?

WORKING PAPERS

D. Focarelli: Why Insurance Regulation is Crucial for Long-term Investment and Economic Growth

This paper focuses on the role of insurers as providers of funds for long-term investment in the real economy, with an examination of the European market. The thesis is that financial regulation, and prudential insurance regulation in particular, crucially affects insurers' investment behavior and therefore their contribution to financial stability and economic growth, which for many reasons will be increasing in the near future. Accordingly, careful assessment of the effects of Solvency II on the insurance industry is required, bearing in mind the regulatory review planned for 2018. [Continue Reading](#)

POLICY BRIEFS

M. Buti & K. Pichelmann: European Integration & Populism - Addressing Dahrendorf's Quandary

After a decades-long process where national economies became more and more entangled and interdependent at both the international and regional level, increasing strains to economic integration are evident both at the global and the European level. [Continue Reading](#)

New Epoch in Central Banking?

November 16, 2016 - Angel Ubide: European Macroeconomic Policy

November 14, 2016 - George Papakonstantinou: [Book Presentation] Game Over - The Inside Story of the Greek Crisis

November 7, 2016 - Riccardo De Bonis & Marco Marinucci: A first look at the links between aggregate household wealth and some macroeconomic variables

October 28, 2016 - Launch of the Global Sustainability Forum

October 19, 2016 - Alessandro Leipold: L'equilibrio tra bail in e bail out

October 12, 2016 - Marco Buti: Più o meno Europa? Euro, nuovi beni pubblici europei e priorità della politica economica

October 12, 2016 - Marco Buti: Le sfide della politica economica italiana in chiave europea

July 20, 2016 - Fabio Landini: Distortions in the process of firm selection during the Great Recession - a comparison across European countries

July 12, 2016 - Matteo Bugamelli: La produttività in Italia - Andamenti e (possibili) determinanti

June 22, 2016 - Giancarlo Corsetti: The Economic Consequences of an Incomplete Monetary Union

June 13, 2016 - Alessandra Marcelletti: Capital Requirements - Leverage Ratio or Risk Weighted Assets

C. Bastasin: Europe's Choice - An Autocratic Free-Trader vs. A Democratic Protectionist

President Trump's scathing statements about NATO, Europe, free trade, and Merkel came in the very hours when Chinese President Xi Jinping arrived in Europe to deliver his support for global trade and international cooperation. [Continue Reading](#)

F. Bruni, S. Fabbrini & M. Messori: Europe 2017 - Make It or Break It ?

We highlight the drastic downsizing of the ambition to deepen EU and/or EMU integration. These diminished ambitions are an obstacle to blending doses of risk reduction into national policies and pursuing supranational risk sharing initiatives. [Continue Reading](#)

L. Codogno & M. Monti: Italy's Recent Support to its Banks - The Start of a New Wave of Public Intervention in the EU

Italy's constitutional referendum is fast approaching and financial markets are already jittery. While some observers have pointed out the risk of the Five Star Movement getting into power, or even of Italy leaving the euro, these are extremely unlikely scenarios, at least in the short term. [Continue Reading](#)

C. Bastasin: The Good Ol' Days of Banking that Outlived the Lira and Resists the Euro

In the final weeks of 2016, the Italian banks' saga threatened to unsettle the euro area. The failure to implement a market recapitalization of Monte dei Paschi di Siena (MPS) led to a sizable state intervention. [Continue Reading](#)

M. Messori: Monte dei Paschi di Siena - The Ball is in the Italian Government's Court

In the final days of 2016, the definitive failure to implement a market recapitalization of Monte dei Paschi di Siena (MPS) led to the launch of a public "precautionary recapitalization" and connected decree-law (see Decreto-Legge 237/2016, December 23d: DL 2016). However, the MPS saga is far from over. [Continue Reading](#)

S. Micossi: Italy and Europe - Time to Restart the Dialogue

The current relationship between Italy and the European Union is far from ideal. Even more worrisome is the widening distance between the national élites and the public opinion. Yet, there has been no shortage, at every level, of positive economic policy decisions that have contributed to the system's cohesion. [Continue Reading](#)

V. Milano & P. Reichlin: Risk Sharing across the US and EMU - The Role of Public Institutions

Risk sharing across EMU countries falls short of the level achieved in other federations (such as Canada, Germany and the US) by a wide margin. This observation has been documented in various studies, such as Sala-i-Martin and Sachs (1991), Bayoumi and Klein (1997), Sorensen and Yosha (1998) and Von Hagen and Hepp (2013). [Continue Reading](#)

May 27, 2016 - Autorità e consenso nelle decisioni amministrative: il ruolo delle scienze comportamentali

May 26, 2016 - Lorenzo Codogno: Beyond Pride and Prejudice - The impact of Brexit on the rest of the EU

May 26, 2016 - Tito Boeri: Il futuro del lavoro

May 18, 2016 - Marcello Messori - L'Europa ha un futuro?

May 13, 2016 - Pier Carlo Padoan: A quanta sovranità si può rinunciare? L'ora del governo europeo

May 4, 2016 - Alessandro Profumo: Perché le banche italiane sono diverse da quelle europee?

April 20, 2016 - Lorenzo Bini Smaghi: Riforme o declino? La sfida della secular stagnation all'Europa

April 13, 2016 - Luigi Abete: Perché le imprese italiane hanno perso produttività?

April 4, 2016 - Peter Praet: Una nuova governance per l'euro un passo indietro o uno in avanti per la Bce?

March 22, 2016 - William Drozdiak: Fractured Continent - Europe's Crises and the Fate of the West

March 18, 2016 - Fabio Panetta: Banking Union

March 1, 2016 - Gian Luigi Tosato: Implicazioni giuridiche del negoziato su Brexit

February 16, 2016 - Carmine Guerriero: Endogenous (In)Formal Institutions

OPPORTUNITIES

Master in Scienze Comportamentali e Amministrazioni

10 full scholarships are available from the *Scuola Nazionale dell'Amministrazione* for public administration employees wishing to pursue the Italian language Master's in Behavioral Science (SCA) at SEP. [More Information](#)

IN THE PRESS

January 30, 2017 – *Radio Rai 1* aired an interview with SEP Director **Marcello Messori**, in which he discusses recent economic developments.

January 30, 2017 – *AffarInternazionali* published an editorial by SEP Senior Fellow **Ferdinando Nelli Feroci**, in which he discusses the implications of Donald Trump's presidency for the European Union.

January 29, 2017 – *L'Espresso* published an article on government intervention in the economy, which quotes an interview with SEP Director **Marcello Messori**.

January 29, 2017 – *QN* published an interview with SEP Senior Fellow **Jean-Paul Fitoussi**, in which he discusses the possibility of EU sanctions against Italy for not complying with the Fiscal Compact.

January 26, 2017 – *L'Unità* published an editorial by SEP Senior Fellow **Pietro Reichlin**, in which he discusses economic policy.

January 25, 2017 – *Borsa Italiana* reported on the event jointly organized yesterday by the LUISS School of European Political Economy, the LUISS School of Government, and ISPI, during which ECB Chief Economist Peter Praet discussed the Bank Recovery and Resolution Directive (BRRD)

January 23, 2017 – *La Repubblica* published an article on the shrinking Italian stock market, which quotes an interview with SEP Director **Marcello Messori**.

January 22, 2017 – *Corriere della Sera* published an editorial by SEP Senior Fellow **Maurizio Ferrera**, in which he discusses European "sovereignism."

January 21, 2017 – *Il Sole 24 Ore* published an editorial by SEP Senior Fellow **Carlo Bastasin**, in which he discusses the Better Way tax plan proposed by US House Republicans.

January 19, 2017 – *Class CNBC* aired an interview with SEP Director **Marcello Messori**, in which he discusses the possible outcomes of the first Governing Council meeting of the European Central Bank.

January 19, 2017 – *Il Sole 24 Ore* published an editorial by SEP Senior Fellow **Lorenzo Codogno**, in which he presents predictions about the new American president's economic policies.

January 12, 2017 – *Radio Rai 1* aired an interview with SEP Scientific Council member **Stefano Manzocchi**, in which he discusses recent

February 2, 2016 - Franco Bruni: The Euro, optimal currency area theory

January 28, 2016 - Roberto Tamborini: How can it work? On the impact of quantitative easing in the Eurozone

January 20, 2016 - Marcello Messori & Piero Esposito: Improved structural competitiveness or deep recession?

pronouncements regarding the legal prosecution of bank managers.

January 11, 2017 - *Radio Rai 1* aired an interview with SEP Scientific Council member **Stefano Manzacchi**, in which he discusses Minister Padoan's recent comments regarding state aid to banks.

January 10, 2017 - *Radio Rai 1* aired an interview with SEP Scientific Council member **Stefano Manzacchi**, in which he comments on recent data indicating a small decrease in non-performing loans and an increase in lending to households.

January 9, 2017 - *Radio Rai 1* aired an interview with SEP Scientific Council member **Stefano Manzacchi**, in which he analyzes recent unemployment data released by ISTAT.

January 5, 2017 - *TG3* aired an interview with SEP Scientific Council member **Stefano Manzacchi**, in which he discusses America's possible return to protectionism and its implications for Europe.

January 5, 2017 - *Radio Rai 1* aired an interview with SEP Director **Marcello Messori**, in which he discusses recent ISTAT data on Italy.

January 5, 2017 - *Il Sole 24 Ore* published an editorial by SEP Senior Fellow **Carlo Bastasin**, in which he discusses the implications of Donald Trump's ascendancy for Europe.

January 5, 2017 - *ADNkronos* published an interview with SEP Senior Fellow **Jean-Paul Fitoussi**, in which he discusses closer business ties between France and Italy.

January 4, 2017 - *La Repubblica* published an editorial on a possible change in European monetary policy, which quotes an interview with SEP Director **Marcello Messori**.

January 3, 2017 - *Il Sole 24 Ore* published an editorial by SEP Scientific Council member **Gianni Toniolo**, in which he argues that, contrary to popular perception, 2016 was, economically speaking, a pretty good year.

January 3, 2017 - *Il Sole 24 Ore* published an editorial by SEP Senior Fellow **Lorenzo Codogno**, in which he discusses the government bailout of Monte dei Paschi di Siena.

January 1, 2017 - *First Online* published an editorial by SEP President **Stefano Micossi**, in which he discusses the need for more dialogue between Italy and the European Commission.

December 30, 2016 - *Class CNBC* aired an interview with SEP Director **Marcello Messori**, in which he discusses the recapitalization of Monte dei Paschi di Siena.

December 30, 2016 - *La Stampa* published an interview with SEP Director **Marcello Messori**, in which he discusses the government bailout of Monte dei Paschi di Siena.

December 29, 2016 - *TGCOM24* aired an interview with SEP Scientific Council member **Francesco Saraceno**, in which he discusses the recapitalization of Monte dei Paschi di Siena.

December 23, 2016 – TG3 aired an interview with SEP Scientific Council member **Francesco Saraceno**, in which he discusses the recapitalization of Monte dei Paschi di Siena.

[Edit your subscription](#) | [Unsubscribe](#)

LUISS School of European
Political Economy
Via di Villa Emiliani, 14
00197 Rome, Italy

Email: sep@luiss.it
Tel: +39 06 8522 5091
Fax: +39 06 8522 5056