

Banka Slovenije
in cooperation with
**the Research Centre of the School of Economics and
Business**, invites you to a seminar

The Transmission of Targeted Monetary Policy to Bank Credit Supply

Author and speaker:

Matjaž Volk
Banka Slovenije

The seminar will be held in the
Great Hall (Avla) of Banka Slovenije
on Thursday 15 December 2022 at 14:00 CEST

Abstract:

In this paper I estimate the impact of Targeted Longer-Term Refinancing Operations (TLTRO) on the evolution of lending amounts and rates in Slovenia. I use a combination of difference-in-differences and instrumental variable approach, which together with detailed credit register data enable the identification of supply side effects of the TLTRO policy. The results show a supporting impact of targeted operations on bank loan supply, resulting in higher credit growth and lower rates. I find that the TLTRO-I was supportive through both, quantity and price channel, whereas the TLTRO-II only shows a sizeable impact on quantity of credit. Further, I find the transmission was higher through larger and better capitalised banks and the increase in lending was directed more to safe firms.

About the speaker:

Matjaž Volk joined the monetary policy analysis division at the Bank of Slovenia in July 2021, where his main field of work is bank-based transmission of monetary policy. Previously he worked in the area of financial stability, starting his career in 2009 at the Bank of Slovenia and later joined the stress test modelling division at the European Central Bank in 2018, where he contributed to development of macroprudential stress test model. His research in the field of empirical banking has been published in the Journal of Banking and Finance, International Journal of Central Banking, Quarterly Review of Economics and Finance, and others. He holds a PhD in economics from University of Ljubljana.

How to sign up:

Please send an email to sign up for the seminar to seminar@bsi.si. You can sign up by Tuesday 13 December 2022. The seminar will be in English.