



## Emerging Challenges for Deposit Insurance Systems and Policy Implications

A conference jointly organized by the International Association of Deposit Insurers (IADI) and The South East Asian Central Banks (SEACEN) Research and Training Centre

7 November 2024, Kuala Lumpur, Malaysia

Deposit insurance systems play a crucial role in maintaining depositor confidence and preserving financial stability. The speed of the events surrounding the failures of a number of banks in the United States in 2023, which were characterised by rapid deposit withdrawals, merits a closer examination of the key design elements of deposit insurance systems. As the cornerstone of the credibility of a deposit insurance system, sound funding and backstop arrangements are critical to its design and operation and for the maintenance of public confidence. As such, when setting risk-based deposit insurance premiums that a deposit insurance scheme charges, there may be merit in considering the exposure of individual banks to certain types of emerging risks. Further, as newer forms of money, such as payment stablecoins, gain more traction, whether and what type of user protection should be extended to institutions that offer these products will come into question. In addition, a careful review and calibration of the coordination mechanisms and roles of the various safety net participants will be key in addressing these emerging challenges. The IADI-SEACEN Conference will provide a forum for discussion of these emerging topics among deposit insurers and regulatory authorities in the Asia-Pacific region.

### Draft Agenda

#### Thursday 7 November 2024

**08.30 – 09.00**

**Registration**

**09.00 – 09.30**

**Welcome Remarks**

The South East Asian Central Banks (SEACEN) Research and Training Centre

**Keynote Address**

Alejandro López

Chair of the Executive Council and President of IADI  
International Association of Deposit Insurers

**09.30 – 09.45**

**Group Photo**

**09.45 – 11.15**

**Panel 1**

Key Challenges and Emerging Issues for Deposit Insurers

**Funding Arrangements for Deposit Insurers**

- Are differential premium systems a useful tool to minimize excessive risk taking by DIS member institutions and limit moral hazard?
- Do emergency liquidity assistance and backstop funding arrangements need be strengthened?
- What mechanisms should be put in place to recover funds under such arrangements?

**11.15 – 11.30**

**Coffee break**

**11.30 – 13.00**

**Panel 2**

Strengthening the Collaboration between Financial Safety Net Players

**Financial Safety Net Coordination and Cooperation**

- What types of information should be shared among deposit insurers, supervisors, resolution authorities, and central banks for effective coordination?
- Are there any specific models or frameworks for sharing information among financial safety net participants that have proven effective?
- How can technology and digital platforms facilitate better coordination and information sharing?
- How can we ensure that safety net policies are effectively coordinated and mutually enhancing?

**13.00 – 14.30**

**Lunch**

**14.30 – 16.30**

**Panel 3**

Coverage Level and Scope for Deposit Insurance Systems

**Remit of Scope and Coverage Level**

- Should the coverage and scope of deposit insurance be expanded? What elements should be considered in determining the scope of deposit insurance? What are the costs and side effects?

- Should deposit insurers adopt differential coverage frameworks? What are the implications for DI premiums?
- Should deposit insurers consider extending coverage to electronic money and digital financial products? If so, under what conditions?

**16.30 – 16.45**

**Closing Remarks**

Srichander Ramaswamy

The SEACEN Research and Training Centre

Eva Hüpkes

Secretary General

International Association of Deposit Insurers