

INTERNATIONAL MONETARY FUND
Institute for Capacity Development / AFRITAC EAST
Course on Exchange Rate Policy
September 18, 2017 –September 22, 2017
PROGRAM*

Monday, September 18

8:30 a.m. – 9:00 a.m.		Administrative Briefing
9:00 a.m. – 9:15 a.m.		Opening Remarks Mr. Norbert Funke, Assistant Director, IMF Institute for Capacity Development; Mr. Hervé Joly, Center Coordinator, AFRITAC East, Mr. Marin Moloşag, Advisor, AFRITAC East
9:15 a.m. – 10:15 a.m.		Course Overview, Test
10.30 – 11.00	L-0	Introduction External Vulnerabilities in AFE countries Mr. Hervé Joly
11:00 a.m. – 12:30 p.m.	L-1	Basic Principles of Exchange Rate Analysis Mr. Hervé Joly <ul style="list-style-type: none">• <i>Key definitions and concepts used in exchange rate analysis</i>• <i>The determinants of the real effective exchange rate (REER)</i>
2:00 p.m. – 3:30 p.m.	L-2	The Role of the Real Exchange Rate Ms. Anna Unigovskaya, Senior Economist, IMF Institute for Capacity Development <ul style="list-style-type: none">• <i>The role of the exchange rate in achieving internal and external balance</i>• <i>The REER as an indicator of external competitiveness</i>• <i>The relationship between REER and economic growth</i>
4:00 p.m. – 4:30 p.m.	L-3	Equilibrium REER and REER Misalignment Mr. Funke. <ul style="list-style-type: none">• <i>Exchange rate assessment methodologies</i>• <i>The External Balance Assessment (EBA) model</i>• <i>Computing the EBA current account gap</i>

Tuesday, September 19

9:00 a.m. – 10:30 a.m.	L-3 Cont.	Equilibrium REER and REER Misalignment (cont). Mr. Funke <ul style="list-style-type: none"> • <i>Equilibrium real exchange rate approach</i> • <i>External sustainability approach</i> • <i>Limitations, extensions, and the role of judgement</i>
11:00 a.m. – 12:30 p.m.	W-1	Workshop on the External Balance Assessment Facilitated by Ms. Unigovskaya, Messrs. Funke
2:00 p.m. – 5.30 p.m.	W-1 Cont.	Workshop on the External Balance Assessment (Cont.) Facilitated by Ms. Unigovskaya, Messrs. Funke

Wednesday,

9:00 a.m. – 10:30 a.m.	L-4	FX Interventions Ms. Unigovskaya <ul style="list-style-type: none"> • <i>Sterilized and non-sterilized interventions</i> • <i>Channels and effectiveness of FX interventions</i> • <i>Objectives and modalities of FX interventions</i>
11:00 a.m. – 12:30 p.m.	L-5	FX Reserve Adequacy Mr. Funke <ul style="list-style-type: none"> • <i>Trends in FX reserve accumulation</i> • <i>Indicators of FX reserve adequacy</i>
2:00 p.m. – 3:30 p.m.	W-2	Workshop: FX Reserve Adequacy Facilitated by Ms. Unigovskaya, Messrs. Funke
4.00 p.m. – 5:30 p.m		Preparation of Participant Presentations <ul style="list-style-type: none"> • <i>Exchange rate assessment</i> • <i>Assessment of reserve adequacy</i> • <i>External vulnerabilities</i>

Thursday,

9:00 a.m. – 10:30 a.m.	L-6	Exchange Rate Regimes and Macroeconomic Policy Mr. Moloşag <ul style="list-style-type: none"> • <i>Models of exchange rate determination and exchange rates in practice</i> • <i>Policy tradeoffs and trilemmas</i> • <i>Exchange rate and inflation targeting</i>
11:00 a.m. – 12:30 p.m.	PP-1	Linkages between Monetary Policy and the Exchange Rate Presentations by selected participants <ul style="list-style-type: none"> • <i>Monetary policy regime</i> • <i>Link between monetary policy regime and exchange rate</i> • <i>Policy challenges (e.g., capital flows and exchange rate volatility; level of the exchange rate, interventions...)</i>
2.00 p.m. – 5.30 p.m.	W-3	Preparation of Participant Presentations

Friday,

9:00 a.m. – 11:00 a.m.

L-10

Participant Presentations

Mr./Ms.

- Eritrea, Ethiopia, Kenya, Malawi, Rwanda, Tanzania, Uganda [Burundi, South Sudan]

11:15 a.m. – 12.45 p.m.

Course Evaluation, Quiz

12:45 p.m. – 1:15 p.m.

Presentations of Certificates

Facilitated by Mr./Ms., Mr./Ms., and Mr./Ms.
