CONTENTS

List of figures    page vii
List of tables    ix
List of contributors    x
Foreword – Vítor Constâncio    xii
Editors’ preface    xxi
Acknowledgements    xxiv

PART I  Micro- and macro-prudential regulation    1

1 The road from micro-prudential to macro-prudential regulation
ESTER FAIA AND ISABEL SCHNABEL    3

2 Lessons from the European financial crisis
MARCO PAGANO    23

3 Bank stress tests as a policy tool: the European experience during the crisis
ATHANASIOS ORPHANIDES    49

4 Monetary policy in a banking union
TOBIAS LINZERT AND FRANK SMETS    61

5 Competition and state aid rules in the time of banking union
IGNAZIO ANGELONI AND NIALL LENIHAN    89

6 Bail-in clauses
JAN PIETER KRAHNEN AND LAURA MORETTI    125

7 Shadow resolutions as a no-no in a sound Banking Union
LUCA ENRIQUES AND GERARD HERTIG    150

8 A political economy perspective on common supervision in the Eurozone
TOBIAS H. TRÖGER    167
### CONTENTS

#### PART II  Investor and borrower protection  193

9  Keeping households out of financial trouble  
**Michael Haliassos**  195

10  Financial market governance and consumer protection in the EU  
**Niamh Moloney**  221

11  Financial advice  
**Andreas Hackethal**  245

12  U.S. financial regulation in the aftermath of the Global Financial Crisis  
**Howell E. Jackson**  271

13  Risk aversion and financial crisis  
**Luigi Guiso**  290

14  Household finance and the law – a case study on economic transplants  
**Katja Langenbucher**  313

**Index**  336