

Author Index

Note: The letter “n” following a number indicates a footnote.

- Abiad, A., 61, 108n
 Acemoglu, D., 217
 Aghion, P., 130
 Agosin, M., 255n
 Aizenmann, J., 269n, 290n
 Alesina, A., 50n, 267n, 272n
 Allen, M., 306n
 Anderson, J., 213n
 Argy, V., 32n
 Ariazu, R., 74n
 Ariyoshi, A., 245n
 Arrow, K., 216n, 219n
 Artis, M., 40n
 Athanasoulis, S., 298n, 301n
 Atiyas, I., 108n

 Bacchetta, P., 130
 Bakker, A., 61n
 Baldacci, E., 229n
 Baldwin, R., 5n, 221n
 Banerjee, A., 130
 Barro, R., 50n, 211n
 Barth, J., 257n
 Bartolini, L., 246n
 Baxter, M., 50n
 Bayoumi, T., 174
 Beck, T., 220n
 Becker, T., 308n
 Berg, A., 87n, 136n, 139n, 142n, 144n,
 152n, 182n, 222, 229n, 265n
 Berg, E., 231n, 234–235, 316n
 Bergsten, F., 51n, 264n
 Bernanke, B., 211n
 Bhagwati, J., 6n, 107n, 229n, 249n
 Bhalla, S., 227, 227n, 228
 Blinder, A., 109n

 Blustein, P., 109n, 137n, 138n, 141n,
 143n, 147n, 149n, 176n, 192n, 303n
 Bolton, P., 297n, 311n, 312n
 Boorman, J., 140n, 143n, 180n, 182n,
 184n, 287, 306n, 311n
 Bordo, M., 5n, 57n, 73n, 120n, 293n
 Borensztein, E., 87n, 224, 225, 265n,
 297n, 298, 299n, 300, 300n
 Bosworth, B., 225
 Botman, D., 127n
 Boughton, J., 36, 36n, 73n, 90n
 Bredenkamp, H., 177n
 Breuer, J., 48n
 Brooks, R., 44n
 Brown, W., 22n
 Bryant, R., 7n, 55n, 247n, 287n, 288n
 Buiters, W., 312
 Bulir, A., 132n, 140n
 Bulow, J., 167n, 292n, 293n, 315
 Burger, J., 272n, 293n
 Burnside, C., 130, 231n
 Burton, D., 273n

 Caballero, R., 298, 299n, 300
 Calomiris, C., 194n, 257n, 296, 296n
 Calvo, G., 61n, 63n, 78, 78n, 131, 164n,
 167n, 168, 168n, 170n, 178n, 247,
 260n, 263n, 264n, 265n, 266n, 301,
 302n, 303n, 304, 304n
 Caprio, G., 108n, 121, 257n
 Carkovic, M., 225
 Cashin, P., 229n
 Cassel, G., 48n
 Chamon, M., 297n
 Chang, R., 130
 Chapple, B., 61n

- Chen, S., 227n
 Chenery, H., 233n
 Chopra, A., 198n, 199, 199n, 200n, 201n
 Christofides, C., 84n, 155n
 Claessens, S., 172n, 191n
 Clark, P., 50n
 Clarke, S., 22n, 23n, 24n
 Coase, R., 214
 Collins, S., 225
 Collyns, C., 197n
 Cooper, R., 24n, 50n, 245n, 248n, 260n
 Cordella, T., 252n
 Corden, M., 182, 184, 184n, 311n
 Corsetti, G., 170n, 317n, 318n
 Crafts, N., 3n, 5n
 Crow, J., 74n, 80n, 105n, 109n, 153n, 156n, 158n
- Daban, T., 272n
 Deaton, A., 227n, 228, 228n
 Debreu, G., 216n, 219n
 De Gregorio, J., 224
 Dell'Ariccia, G., 196n, 245n
 De Mello, L., 229n
 Demirguc-Kunt, A., 122
 De Soto, H., 258n
 Despres, E., 25n, 33n
 Detragiache, E., 122, 245n, 272n, 299n
 De Vries, M., 36n, 37n, 38n, 73n
 Diamond, D., 130, 294n
 Diaz-Alejandro, C., 109n
 Di Bella, G., 272n
 Dobson, W., 63n, 171n, 292n, 295, 296n, 304
 Dollar, D., 165n, 217, 231n
 Domar, E., 210, 210n
 Dooley, M., 7n, 130, 167n, 247, 267, 271, 292n, 294n
 Dornbusch, R., 78, 78n, 96n, 127n, 129n, 135n, 146n, 163n, 172n, 266n, 267
 Drazen, A., 96n, 154n, 173n, 246n
 Dybvig, P., 130
 Dziobek, C., 190n, 191n, 273n
- Easterly, W., 210n, 212, 213n, 217, 218n, 231, 231n, 234, 273n, 315n
 Edison, H., 50n, 225
 Edwards, F., 148n
 Edwards, S., 7n, 146n, 256, 260n, 266, 267n
 Eichenbaum, M., 130
 Eichengreen, B., 5n, 7n, 13n, 16n, 17n, 18n, 19n, 20n, 21n, 24n, 26n, 27n, 30n, 40n, 79n, 120n, 121, 127n, 136n, 144n, 169n, 171n, 172, 174, 177n, 178n, 182, 182n, 245n, 247n, 250n, 251n, 255n, 263n, 264n, 287n, 293n, 297, 303, 307n, 308n, 309n
 Evans, O., 108n
- Faruquee, H., 48n, 86n, 87n
 Fazio, G., 174
 Feldstein, M., 7n, 179n, 188, 188n, 192
 Fetherston, M., 48n
 Ffrench-Davis, R., 255n
 Fischer, S., 7n, 78, 78n, 80n, 81, 81n, 82n, 84n, 113n, 123n, 142n, 146n, 150n, 155n, 156n, 166, 166n, 170n, 177n, 178n, 179, 179n, 183, 184n, 188n, 189, 189n, 190, 191n, 193n, 196n, 256n, 260n, 266n, 288, 293n, 317n
 Fishlow, A., 120n
 Fleming, M., 14
 Flood, R., 49, 50n, 127n
 Folkerts-Landau, D., 82n
 Forbes, K., 256n
 Fraga, A., 267n, 272n
 Frankel, J., 7n, 48n, 50n, 105n, 121–122, 217, 260n, 265n, 267n, 287n, 305n
 Fratianni, M., 37n, 40n
 Freund, C., 48n
 Froot, K., 48n
 Furman, J., 179n, 181
- Gagnon, J., 50n
 Garber, P., 127n, 249, 250, 251n, 252n, 255n, 256n
 Garcia, G., 121
 Gavin, M., 265n
 Geithner, T., 189n, 192, 193n, 287, 288n, 289n
 Gelos, G., 295n
 Gennotte, G., 168n
 Ghosh, A., 132n, 135n, 139n, 141n, 142n, 148n, 180n, 266n, 267n
 Giovannini, A., 40n
 Gold, J., 95n
 Goldfajn, I., 163n, 267n
 Goldsmith, R., 219
 Goldstein, M., 7n, 37n, 51n, 79n, 82n, 96n, 105n, 173n, 185n, 187n, 188n, 190, 190n, 191, 192n, 194n, 265n, 267n, 270n, 287n, 294n, 314n
 Gourinchas, P., 224n, 226
 Grossman, S., 168n
 Guimaraes, B., 170n

Author Index

361

- Gulde, A., 266n, 267n
 Gupta, S., 235n
 Gurkaynak, R., 211n
 Gyohten, T., 27n
- Habermeier, K., 245n
 Hacche, G., 48n
 Haggard, S., 138n, 139n, 144n, 145n, 198
 Haldane, A., 312, 312n, 313n
 Hall, R., 212n, 217
 Hallward-Driemeier, M., 165n
 Hamann, J., 180n
 Hanson, J., 108n
 Harrington, R., 60n
 Harrod, R., 210, 210n
 Hausmann, R., 264n, 265n, 293n, 297
 Hauvonen, J., 40n
 Hayak, F., 216n
 Helleiner, G., 277n
 Heller, P., 235n
 Helliwell, J., 6n
 Henderson, D., 127n
 Honohan, P., 257n
 Hoelscher, D., 191n
 Horsefield, K., 73n
 Hufbauer, G., 63n, 171n, 292n, 295, 296n, 304
 Hunt, B., 86n
 Husain, A., 44n
- Ikenberry, J., 27n, 28n
 Inchauste, G., 229n
 Irwin, D., 122n, 24n, 220n
 Isard, P., 14n, 48n, 50n, 51n, 86n, 87n, 90n, 128n, 131n
 Ize, A., 272n
- Jadresic, E., 177n
 Jager, H., 127n
 James, H., 6n, 73n
 Jarvis, C., 182n
 Jayaratne, J., 220
 Jeanne, O., 59n, 127n, 128n, 129, 130, 130n, 155n, 169n, 170n, 182n, 195n, 196n, 224n, 226, 252n, 265n, 272n, 288n, 292n, 293n, 294n, 297n, 313n, 317n, 318n
 Jenkins, R., 38n
 Johnson, S., 217
 Johnston, B., 177n
 Jones, C., 212n, 217
- Kaminisky, G., 61n, 121–122, 172n, 174, 175n
 Kanbur, R., 112n, 229–230, 230n
 Kane, E., 250n
 Kang, K., 198n
 Kaplan, E., 146n
 Karasulu, M., 198n
 Keehn, S., 296n
 Kenen, P., 7n, 27n, 36, 36n, 40n, 54n, 79n, 146n, 155n, 173n, 181n, 182, 182n, 188n, 196n, 200n, 255n, 256n, 257n, 288n, 289, 289n, 305, 306n, 312, 312n, 313n
 Keynes, J., 22, 22n, 24n
 Khatri, Y., 145n
 Kincaid, R., 48n, 197n
 Kindleberger, C., 18n, 21n, 25n, 26n, 33n, 38n, 120n, 163n
 King, R., 219–220
 Klenow, P., 211n
 Kletzer, K., 297n, 307n, 308n
 Klingebiel, D., 121, 191n
 Knight, M., 97n
 Kose, A., 224
 Kraay, A., 182n, 217
 Krueger, A., 102n, 137n, 140n, 142n, 190n, 221n, 222, 222n, 229n, 306n, 309, 311n
 Kruger, M., 312, 312n, 313n
 Krugman, P., 40n, 122n, 127, 127n, 129n, 130, 158n, 179n, 181, 181n, 182
 Kumar, M., 174
- Laeven, L., 5263n
 Lahiri, A., 182n
 Lane, P., 55n
 Lane, T., 132n, 140n, 143n, 180n, 182n, 184n
 Laurens, B., 245n
 Laxton, D., 86n
 Lee, I., 145n
 Lee, J., 224
 Leiderman, L., 63n
 Leland, H., 168n
 Levine, R., 217, 219, 219n, 220, 220n, 225, 231n, 257n
 Levy-Yeyati, E., 43n, 267n, 272n
 Liang, H., 198n
 Lindgren, C., 82n, 121, 250n
 Lipworth, G., 297n
 Liu, O., 145n
 Lopez-Claros, A., 40n
 Lustig, N., 235

- MacDonald, R., 174
 Madison, A., 3n
 Magendzo, I., 266, 267n
 Maher, M., 61n
 Marcouiller, D., 213n
 Marion, N., 127n, 269n
 Masson, P., 3n, 88n, 177n, 260n, 263n, 264n, 265n
 Mathieson, D., 108n, 109n
 Mauro, P., 169n, 217n, 229n, 265n, 297n, 298, 299n, 300, 300n
 Mayer, T., 40n
 McCallum, J., 50n
 McKinnon, R., 130, 166n
 Meese, R., 48n
 Meesook, K., 145n, 146n
 Meissner, C., 293n
 Meltzer, A., 194n
 Melvin, M., 50n
 Mendoza, E., 61n, 131, 168, 168n, 170n, 247, 265n, 266n, 302n, 304, 304n
 Mercer-Blackman, V., 188n
 Milesi-Ferretti, G., 55n, 87n, 272n
 Miller, M., 306n
 Minella, A., 267n
 Mishkin, F., 260n, 263n, 265n
 Mody, A., 44n, 61, 108n, 225, 308n
 Montiel, P., 256n
 Mulder, C., 84n
 Mundell, R., 14
 Murshid, A., 225
 Mussa, M., 5n, 59n, 76, 76n, 78n, 79n, 85, 88n, 90n, 94n, 96, 96n, 98, 99n, 100n, 102, 122, 123n, 128n, 131n, 138n, 141n, 156, 157n, 158, 158n, 159n, 176n, 177n, 190n, 196, 197n, 245n, 247n, 250n, 251n, 255n, 260n, 263n, 265n
 Neely, C., 245n, 255n
 North, D., 214, 216n, 217, 258n
 Nurkse, R., 22n
 Nysted, J., 297n
 Obstfeld, M., 15n, 50n, 55, 55n, 128n, 260n
 Ostry, J., 267n
 Orker-Robe, J., 245n
 Ozkan, F., 128n
 Pages-Serra, C., 265n
 Panagariya, A., 221, 229n, 231n
 Panizza, U., 264n, 293n
 Park, Y., 172n, 267
 Parrado, E., 272n
 Pattillo, C., 87n, 152n, 229n
 Pauls, D., 33n, 35n
 Pazarbasioglu, C., 190n, 191n, 273n
 Pericola, M., 172n
 Perotti, R., 272n
 Pesenti, P., 86n
 Philippon, T., 265n
 Phillips, S., 180n
 Pill, H., 130, 166n
 Polak, J., 95n, 256n
 Polyani, K., 30n
 Portes, J., 74n
 Porterba, J., 272n
 Prasad, E., 86n, 224, 224n
 Prebisch, R., 221n
 Pritchett, L., 211
 Quintyn, M., 191n
 Quirk, P., 108n
 Radelet, S., 136n, 171n, 188n
 Rajan, R., 55n, 218, 218n, 219n, 220, 220n, 224, 249n, 294n
 Ranis, G., 107n
 Ravallion, M., 227n
 Rebelo, S., 130
 Redish, A., 293n
 Reinhart, C., 43, 43n, 44, 51n, 63n, 121–122, 136n, 140n, 142n, 145n, 166, 172n, 174, 175n, 256n, 260n, 262n, 264n, 265n, 266n, 270n
 Reinhart, V., 51n, 265n
 Ricci, L., 225
 Richards, A., 308n
 Rigabon, R., 174
 Robinson, James, 217
 Robinson, Joan, 219n
 Rodriguez, F., 217
 Rodriguez-Clare, A., 211n
 Rodrik, D., 107n, 214n, 216–217, 217n, 221n, 222n, 250n, 256n, 274n, 275n, 276n
 Rogoff, K., 43, 43n, 44, 48n, 50n, 51n, 136n, 140n, 142n, 145n, 166, 167n, 195n, 224, 252n, 260n, 262n, 265n, 270n, 292n, 293n, 295n, 309n, 315
 Rojas-Suarez, L., 108n, 109n
 Roldos, J., 78n
 Romer, D., 217

Author Index

363

- Romer, P., 211n
 Roodman, D., 231n
 Rose, A., 48n, 50n, 121–122, 267n
 Rosenberg, T., 275n
 Roubini, N., 105n, 170n, 287n, 305n, 307
 Roy, D., 214n
 Rubin, R., 79n
 Saal, M., 121
- Sachs, J., 136n, 171n, 184n, 188n, 190n, 217, 222n
 Sadakov, A., 50n
 Sahay, R., 229n
 Sala-i-Martin, X., 211n, 227, 228
 Salant, S., 127n
 Salant, W., 33n
 Santaella, J., 78n, 97n
 Sarno, L., 50n
 Savastano, M., 78n, 94n, 96, 96n, 98, 99n, 100n, 102, 132n, 135n, 166, 177n, 260n, 265n, 270n
 Sbracia, M., 172n
 Scammell, W., 16n
 Schmukler, S., 61n, 265n
 Schnable, I., 196n
 Schneider, M., 130
 Schulze-Ghattas, M., 132n, 140n
 Schumpeter, J., 10, 212, 219n, 236
 Schwartz, A., 120n
 Servin, L., 265n
 Shambaugh, J., 15n
 Sharma, S., 177n
 Shiller, R., 298n, 299n
 Siebert, A., 312
 Sievers, S., 217n
 Singh, M., 292n
 Skeel, D., 297n, 311n
 Slok, T., 225
 Smith, A., 216n
 Solomon, R., 27n, 31n, 32n, 33n, 34n, 35n, 38n, 57n, 58n, 60n
 Solow, R., 210, 210n, 211, 212, 236
 Spilimbergo, A., 299n
 Srinivasan, T., 229n
 Stein, E., 264n, 265n
 Stiglitz, J., 107n, 108n, 109n, 146n, 168n, 179n, 182, 226, 274n, 275n, 311n
 Stockman, A., 50n
 Stone, M., 182n, 191n
 Strahan, P., 220
 Strout, A., 233n
 Sturzenegger, F., 43n, 267n
- Subramanian, A., 214n, 217
 Summers, L., 53, 54n, 79n, 150, 150n, 152n, 173n, 272n
 Sussman, N., 18n, 169n
 Sutherland, A., 128n
 Swoboda, A., 59n, 122, 123n, 177n
- Tamirisa, N., 50n
 Tavlas, G., 260n
 Taylor, A., 5n, 15n, 55
 Taylor, J., 233n
 Taylor, M., 40n, 49, 50n
 Tenreyro, S., 50n
 Thaicharoen, Y., 308n
 Thygesen, N., 74n
 Tiffin, A., 84n
 Tirole, J., 7n, 81n, 252n, 292n, 293n
 Tobin, J., 50n, 54n, 107n, 255
 Tornell, A., 130
 Townsend, J., 48n
 Trebbi, F., 217
 Triffin, R., 32, 32n
 Tsiang, S., 20n
 Tsikata, T., 231n, 232n
- Ungerer, H., 40n
 Unigovskaya, A., 188n
- Valdes, R., 163n
 Van Rijckeghem, C., 174
 Van Wincoop, E., 298n
 Vegh, C., 172n, 182n
 Velasco, A., 130
 Volcker, P., 27n, 59, 243
 Von Hagen, J., 37n, 40n
- Wall, L., 296n
 Wallich, H., 260
 Wallis, J., 216n
 Walsh, C., 247
 Warner, A., 217, 222
 Warnock, F., 272n, 293n
 Wasow, B., 207n
 Weder, B., 174
 Wei, S., 50n, 213n, 217n, 224, 295n
 Werner, A., 78, 78n, 135n
 Willett, T., 109
 Williams, J., 27n
 Williamson, Jeffrey, 5n
 Williamson, John, 61n, 105n, 265n, 267, 306
 Winters, A., 5n

Wolf, H., 266n, 267n	Zanello, A., 182n
Wyplosz, C., 121, 130, 170n, 317n, 318n	Zettelmeyer, J., 59n, 129, 130, 130n, 155n, 182n, 195n, 196n, 227n, 265n, 288n, 296n, 297, 297n, 309n
Yafey, Y., 169n	Zhang, L., 306n
Yeager, L., 15n, 18n, 19n, 20n, 22n, 24n, 25n, 27n, 29n	Zingales, L., 55n, 218, 218n, 219n, 220, 220n, 224, 249n
Young, A., 211n	

Subject Index

Note: The letter “n” following a number indicates a footnote.

- adjustment problem, 32–34
- aid
 - see* development assistance
- Articles of Agreement
 - Article I, 69
 - Article IV, 36, 70n, 74–75
 - Article XII, 192
 - First Amendment, 33
 - highlights of original Articles, 28–29
 - proposed amendment on capital account
 - liberalization, 108n, 256n
 - Second Amendment, 36, 69–70, 176
- Asian crisis
 - see* financial crises
- balance sheet mismatches, 129–130, 131, 169, 170, 176, 180–183, 202–203
- Bank for International Settlements, 83n, 135
- banking crises
 - see* financial crises
- basic policy trilemma
 - see* impossibility theorem
- Brady bonds, 61, 68, 305
- Bretton Woods system
 - adjustment and collapse, 29–35
 - capital controls, 30, 31–32, 65
 - creation and basic characteristics, 27–29
 - exchange rate realignments, 30, 34–35
 - international cooperation, 31
- Buffer Stock Financing Facility, 92n
- capital controls
 - Chilean-style controls, 278
 - effectiveness, 60, 66, 249
 - Malaysia’s controls, 145–146, 249n
 - pros and cons, 159–160, 245–257, 278
 - theory of the second best, 246, 278
 - see also* Bretton Woods system
 - see also* Tobin tax
- capital flows
 - see* international capital flows
- Capital Markets Consultative Group (CMCG), 86
- Committee of Twenty, 35, 52n
- common currency areas, 15n, 66
- communication and transportation
 - technologies
 - see* globalization, role of technological advance
- Compensatory Finance Facility (CFF), 91–92
- conditionality
 - see* IMF conditionality
- confidence problem, 33
- contagion, 9, 123, 147–148, 153n, 162, 171n, 172–174, 175, 322–323
- Contingent Credit Lines (CCL), 92n, 288
- contingent debt contracts, 11, 161, 298–301, 322
- convertibility of U.S. dollar
 - see* gold convertibility of U.S. dollar
- convertibility restrictions, wartime, 18–19, 27
- coordination mechanisms
 - see* debt coordination and resolution mechanisms
- corruption, 84n, 217–218, 246, 275–276, 282
- creative destruction, 10, 236, 238, 276n
 - see also* economic growth, role of technological change

- currency board mechanisms, 42, 156, 156n, 157, 158n, 176, 176n, 178, 178n, 261, 265–266
- currency crises
 - see* financial crises
- Dawes Plan, 21
- debt relief, 20–21, 85, 94, 233, 239
- debt coordination and resolution mechanisms
 - collective action clauses, 306–309, 314, 324
 - contractual standstill provisions, 307, 312–313, 325
 - general perspectives, 170–171, 292–293, 304–307, 313–314, 324
 - payment suspension/default, 110
 - seniority clauses, 296–297, 307, 321
 - statutory mechanisms, 307, 309–310, 312, 313–314, 324–325
- debt sustainability
 - assessment of, 166–168, 222, 269–270, 281
 - policies for maintaining, 268–272, 280–281
- derivative transactions, 65, 171, 171n, 251–255, 278
- development assistance
 - definition, 231n
 - donor practices, 234–235, 316–317, 325
 - historical perspectives, 230–232
 - problems and strategies, 231–233, 236, 275, 314–317, 325
 - see also* debt relief
- Development Committee, 52n
- Dissemination Standards Bulletin Board (DSBB), 81–82
- dollarization, 176, 261, 265–267
- Dutch disease, 226, 235–236
- early warning systems, 87, 87n, 152, 155n
- economic growth
 - cross-country regressions, 214, 217, 219–220, 224, 225
 - Harrod-Domar model, 210
 - historical perspectives, 207–209, 274–276, 281–282, 314
 - impact of international capital flows, 213, 223–225, 226, 239
 - incentives, 212, 212n, 213, 214–216, 224, 236, 238, 279, 288–291, 320
 - role of financial development, 218–220, 238
 - role of geography, 213–214, 217, 237
 - role of institutions, 10, 111, 213–217, 220, 223, 224–226, 234–235, 237–238, 239–240, 248–249, 257–258, 279
 - role of technological change, 210, 212–213, 236–237, 279
 - role of trade openness, 77, 213–214, 217, 220–223, 237, 238–239, 273–277, 281–282
- Solow model, 210–212, 236
- economic stabilization programs
 - financial programming framework, 101–103, 115–116
 - general perspectives, 94–96, 154n
 - Letters of Intent, 96, 98–99
 - ownership, 96, 96n, 158, 231–233, 236, 289
 - stages of evolution, 96–100
 - see also* conditionality
- EM-denominated assets, 298
- emergency assistance, 92
- Emergency Financing Mechanism, 80n, 91n
- Emerging Market Fund, 301, 322
- Enhanced Structural Adjustment Facility (ESAF), 90n
- Eurodollar market, 33, 60
- European Community, 35, 37, 38n, 40, 41n
- European monetary developments
 - Delors Report, 40–41
 - European currency unit (ecu), 38
 - European Monetary System (EMS), 38–40
 - Exchange Rate Mechanism (ERM) and realignments, 38, 39, 40
 - full monetary union, formation of the Euro Area, 41
 - inflation convergence, 39, 40
 - introduction of the euro, 41, 89
 - Maastricht Summit and Treaty, 40–41
 - snake, 35, 37–38, 87
 - Treaty of Rome, 40
 - Werner Report, 37
- European Union, 41, 41n, 42, 87
- ex ante conditionality
 - see* prequalification requirements
- exchange rate arrangements
 - categories, 42–43, 43n
 - exit strategies, 177, 263–264, 266, 280
 - IMF classification, 42–44
 - issues in choosing and sustaining, 176–178, 202, 260–268, 279–280

Subject Index

367

- Reinhart-Rogoff classification, 43–44
 - see also* currency board mechanisms
 - see also* dollarization
- exchange rate behavior
 - before and after financial crises, 125, 278
 - effects of variability, 50
 - see also* key currency exchange rates
- exit strategies
 - see* exchange rate arrangements
- Extended Fund Facility (EFF), 89–91, 95, 141n, 154n, 186, 188
- financial crises
 - Argentina, 156–159, 178, 265–266
 - Brazil (1998–99), 148–150
 - common characteristics, 119–120, 123, 150–152
 - conceptual models, 127–131, 180–181, 201–202
 - debt crises of the, 1980s 60, 122, 222
 - econometric studies, 121–122
 - ERM (1922–23), 41, 127–128, 131n
 - historical perspectives, 119–123
 - Indonesia (1997–98), 139–142
 - Korea (1997–98), 142–144, 197–201, 206
 - Malaysia (1997–98), 144–146
 - Mexico (1997–98), 78–135
 - multiple equilibria, 128, 128n, 129, 248n
 - need for expeditious responses to shocks, 272–273, 281
 - Russia (1998), 146–148
 - sources of vulnerability, 109n, 130–132, 150–151, 160–161, 176–177, 245, 257, 261–262, 277, 280
 - Thailand (1997–98), 136–139
 - U.S. savings and loan crisis, 250n, 296n
 - see also* contagion
 - see also* sudden stops
- financial liberalization
 - criticism, 106, 107, 108n, 109, 115, 277
 - historical experience, 60–65, 67, 250–251
 - prerequisites and strategies, 108, 109n, 144n, 245–257, 277–278
 - see also* capital controls
- financial market imperfections
 - distorted incentives of creditor-country institutions, 168, 171, 303–304, 323
 - general perspectives, 88, 132, 161, 201, 246–248
 - informational imperfections, 131, 161, 168–171, 175, 247, 301–304, 323
- financial programming framework
 - see* economic stabilization programs
- Financial Sector Assessment Program (FSAP), 83–260, 289–290, 303, 323
- financial sector and prudential framework, strengthening, 65, 82–83, 108–109, 223, 249–251, 257, 257n, 260, 278, 322
- Financial Stability Forum (FSF), 83, 83n, 257n
- Financial System Stability Assessment (FSSA), 84
- fiscal policy, 77, 183–185, 203, 270–272, 281
- foreign direct investment (FDI), 63, 68, 220, 223–224, 224n, 225, 226, 238–239, 251, 251n, 256, 274–275, 278, 291–292, 320–322
- GDP-indexed bonds, 298–300, 322
 - see also* contingent debt contracts
- General Agreement on Tariffs and Trade (GATT), 28
- General Arrangements to Borrow (GAB), 53, 92n, 291n
- General Data Dissemination System (GDDS), 81–82
- Genoa resolutions, 21, 22
- Global Financial Stability Reports, 86
- globalization
 - connotations, 4–5
 - consequences, 5–6
 - role of public policy, 4, 5, 6, 268, 277, 283–284, 318–319
 - role of technological advance, 3–4, 5, 60
- gold convertibility of U.S. dollar, 25, 29, 33n, 34–35
- gold standard, British return to, 22–23
- gold standard, pre-1914
 - evolution and basic characteristics, 15–16
- financial crises, 16
- international cooperation, 17
- longevity, 17, 65
- social and political environment, 17–18

- Group of Twenty-Four, 53
 growth
 see economic growth
- Heavily-Indebted Poor Country (HIPC)
 initiative, 94, 115, 233, 239, 315
 herding behavior, 131, 152, 168–170, 323
- IMF
 activities, 70, 103–104
 costs of membership, 92, 93n, 94
 creation, 27–28
 criticisms, 79, 101–102, 105–112,
 115–116, 178–179, 181–185,
 188–193, 194–197, 202–205,
 286–287
 membership, 69, 93n
 organizational and decision-making
 structure, 52, 70–72
 policy advice, broad principles, 76–77
 policy advice, impact, 76, 132, 137–139,
 153–159, 284–291, 325
 policy advice, quality, 70, 75–153,
 284–287, 319–320
 purposes, 69–70
 role in promoting growth and poverty
 reduction, 107, 110, 112
 transparency, 75, 75n, 79–81, 81n, 107,
 112, 155, 155n, 156, 285, 285n, 303,
 323
 quotas, 72, 72n, 73, 92, 92n
 see also Articles of Agreement
 see also economic stabilization programs
 see also IMF conditionality
 see also IMF lending
 see also IMF surveillance
- IMF conditionality
 elements, 94–95, 95n, 186–187
 general perspectives, 95–96, 96n, 99,
 100–101, 103, 110, 115, 287–288
 structural measures, 101, 106, 185,
 187n, 193, 203–205
 waivers/flexibility, 99–100, 102, 116,
 158–159
- IMF lending
 concessional financing, 89–90, 94,
 114–115
 policies and facilities, 88–94, 106,
 114–115, 123n, 317–318
 rationale and legal guidance, 70, 87–88,
 94, 115
 repayment record, 93–94, 114, 195
 see also moral hazard
- IMF programs
 see economic stabilization programs
- IMF surveillance
 bilateral, 73, 74–85
 changes since mid-1990s, 78–85
 effectiveness, 76, 78, 113, 152–159, 160,
 283–291
 general perspectives, 73–74
 multilateral, 73, 86–87
 regional, 87
 Staff Reports, 75, 98–99, 285, 303, 323
 impossibility theorem, 8, 14–15, 65
- Independent Evaluation Office (IEO), 71,
 74, 74n, 102n, 105n, 109n, 112n,
 141n, 153n, 156n, 182n, 184n, 285
- informational imperfections
 see financial market imperfections
- institutional investors, 63, 63n, 65, 148n
- institutions
 taxonomy of types, 216–217, 237, 258,
 279
 see also: standards and codes
 see also economic growth, role of
 institutions
- interest rate policy
 see monetary policy
- interest rate spreads, 84n, 123, 126, 154,
 196n
- Interim Committee, 52n, 79, 81
- Interim Committee Communiqué, Spring,
 1995 79–80, 81
- International Bank for Reconstruction and
 Development
 see World Bank
- international bankruptcy procedures
 see debt resolution mechanisms,
 statutory mechanisms
- international capital flows
 composition and its determinants, 63,
 64, 251–257, 291–298, 320–322
 historical perspectives, 54–60, 67–68
 recycling of OPEC revenues, 57–58, 68
 supply side, 63–65, 292, 295–296, 323
 see also capital controls
 see also contagion
 see also financial market imperfections
 see also sudden stops
- international financial integration, 57, 67
- International Monetary and Financial
 Committee (IMFC), 52, 52n, 71, 73,
 79, 87
- International Monetary Fund
 see IMF

Subject Index

369

- international monetary system, definition, 13
- international policy cooperation
 - counterproductive examples, 23–24, 67
 - general perspectives, 17, 53–54, 67
 - prevailing mechanisms for agenda setting, 52–53
- International Trade Organization (ITO), 28
- interwar monetary regimes
 - free floating, 19–21
 - gold-exchange standard, 22–24
 - managed floating, 26
 - uncoordinated hybrid system, 24–26
 - see also* convertibility restrictions, wartime
- key-currency exchange rates
 - medium-run swings, 46–47
 - predictability, 47–50
 - pros and cons of stabilization, 51–52, 66–67
 - short-run volatility, 44, 45, 46
- Lend-Lease assistance, 27
- lender of last resort (LOLR), 170, 317–318
- Letters of Intent
 - see* economic stabilization programs
- liquidity problem, 32–33
- London Interbank Offer Rate (LIBOR), 58, 59
- Long-Term Capital Management (LTCM), 147, 149n
- macroeconomic balance approach, 48n
- Marshall Plan, 31
- Meltzer Commission Report, 155n, 196n, 287n, 288n
- Millennium Challenge Account (MCA), 233n
- Millennium Development Goals (MDG), 85n, 227n, 231, 232n, 233, 239
- momentum strategies, 168, 170, 323
- monetary policy, 77, 178, 182n, 183, 202–203, 264–265, 270–272, 281
- moral hazard, 130–131, 194–197, 205, 306, 308n
- multiple equilibria
 - see* financial crises
- New Arrangements to Borrow (NAB), 80n, 92n, 291n
- North American Free Trade Agreement (NAFTA), 134, 235, 276
- official development assistance (ODA)
 - see* development assistance
- official settlements balance, 32n, 33n
- Oil Facility, 92n
- openness
 - see* economic growth, role of trade openness
 - see also* financial liberalization
- Organization for Economic Cooperation and Development (OECD), 83n, 212–230, 231, 231n, 233n
- Organization of Petroleum Exporting Countries (OPEC), 57–58
- ownership
 - see* economic stabilization programs
- Plaza Agreement, 54
- poverty
 - data, 226–228
 - strategies for reducing, 85–230, 233–234, 239–240
- Poverty Reduction and Growth Facility (PRGF), 89–90, 90n, 154n
- Poverty Reduction Strategy Papers (PRSPs), 85, 94
- prequalification requirements, 11, 155, 196, 232–233, 239–240, 288–291, 314–316, 317, 320, 325
- Purchasing Power Parity (PPP) hypothesis, 48, 49
- quotas
 - see* IMF
- rate of remuneration, 93n
- reparation payments, 20–21
- Reports on the Observance of Standards and Codes (ROSCs), 84–85, 259–260, 289–290, 303, 323
- Schumpeterian view, 10, 212, 236
- SDR interest rate, 89, 91
- second generation reforms, 77n
- seniority clauses
 - see* debt resolution mechanisms
- Smithsonian Agreement, 34, 37n
- Smoot-Hawley tariff, 24n
- Sovereign Debt Restructuring Mechanism (SDRM)
 - see* debt resolution mechanisms, statutory mechanisms
- sovereign immunity law, 292, 292n, 322

- Special Data Dissemination Standard (SDDS), 81–82, 302–303
 Special Drawing Rights (SDRs), 33, 34n, 89n, 90n
 speculative attacks
 see financial crises
 Staff Reports
 see IMF surveillance
 standards and codes, 81–85, 113–114, 217, 237–238, 258–260, 279
 Stand-By Arrangements (SBAs), 91, 123–140, 141n, 143, 149, 149n, 154n
 Stolper-Samuelson theorem, 229n
 Structural Adjustment Facility (SAF), 90n
 structural reforms
 see IMF conditionality, structural measures
 subordinated debt requirements, 296, 322
 sudden stops, 9, 124, 162, 163n, 164–171, 223, 246, 301, 323
 Supplemental Reserve Facility (SRF), 91, 110, 112, 143n
 surveillance
 see IMF surveillance
 Systemic Transformation Facility, 92n

 technical assistance and training, 70, 103–104
 technological progress
 see globalization, role of technological advance
 Tobin tax, 255

 trade openness
 see economic growth, role of trade openness
 transparency
 see IMF, transparency
 Triffin dilemma, 32
 Tripartite Monetary Agreement, 26
 Trust Fund, 90n

 UDROP, 312

 World Bank
 creation, 27–28
 development aid, debt relief, lending, 94, 114, 231n, 232n, 233n, 239, 297–298
 financial sector issues, 83n, 108–109, 145n
 focus of protests, 230
 institutional assessment index, 225
 moral hazard, 197
 poverty analysis, 111, 226, 227n, 228
 standards and codes exercise, 83–85, 259–260
 structural policies and institutions, 186n, 190, 192–193, 204, 217n
 World Economic Outlook (WEO), 86, 86n, 87
 World Trade Organization (WTO), 28, 276–277

 Y2K Facility, 92n