

## Index

- accelerate/ion, 57
- accountability, 116–117
  - bankers, 117, 119, 153, 286
  - financially unaccountable public sector, 79
  - Iceland, 9
- accounting
  - generally accepted principles, 141
- adjustment, 1, 5, 10, 26, 40, 45, 71, 82, 95,
  - 103–104, 106, 112, 118, 121, 129, 136, 140, 164, 183, 185, 201–203, 205–208, 210–212, 214, 216–217, 219, 254, 256, 259, 282
  - macroeconomic, 140, 164, 212, 282
- Africa, 8, 11, 96, 99, 175, 220–223, 225–228, 230–234, 281
- American Task Force Argentina, 23
- anchor, 14, 17, 35, 41
- Anglo-Irish, 151, 153–154
- apartheid, 11, 220, 225–227, 230, 232–234
- appreciation, 14, 17, 26, 32, 35, 37, 41–43, 46, 60, 77, 134, 139–140, 174, 186, 247
- arbitrage, 172
- Argentina/ean, 2, 4, 6, 8, 12–18, 21–23, 25–27, 139, 198, 275, 277, 279, 281
- arrears, 16, 20, 113, 226, 278
- Asia, 3, 32, 123–125, 127, 131, 138, 140–141, 164, 166, 168, 171, 240, 242–243
- Asian crisis *see* East Asian crisis
- audit, 7, 49, 54
- austerity
  - culture, 160
  - fatigue, 207
- back-to-back operations, 14
- bad bank, 65
- baht, 123, 165
- bail(ing)
  - in, 76, 139, 141, 284–285
  - out, 1, 9, 11–12, 15, 26, 51, 65, 67–69, 75–76, 78–80, 139, 144, 156–160, 169, 201–219, 249, 254, 283–284
- Baker Plan, 183, 197–198
- banana preference system (of EU), 85
- Bank Negara Malaysia, 165, 169–171, 173, 178
- bank/banking
  - collapse, 11, 51, 79, 103–108, 114–116, 118–119, 127, 267
  - crisis, 16, 55, 103–104, 119–120, 144, 148, 150, 153, 155, 166, 203, 249
  - industry, 104, 119, 286
  - sector, 51, 104, 106, 123, 126, 135, 173, 201, 204–205, 211–212, 244
  - system, 73, 75, 134, 152–153, 155, 168, 171, 202, 205, 218, 239, 245, 252
- Basel Committee on Banking Supervision, 229, 234
- Basel II, 72, 274
- Basic Principles for Sovereign Debt Restructuring (of UN), 279–280
- basis point, 6, 73
- bond(s), 7, 16, 18–19, 21–25, 27, 36–37, 41, 48, 51–52, 55–58, 60–61, 63, 72–73, 76–77, 93, 143, 151, 155, 157, 180–181, 183–184, 187–188, 194, 198–199, 202, 205, 211, 217, 228, 250, 255, 269, 273, 277–278
- bondholder, 19, 23–24, 27, 52–53, 56–57, 59–60, 64, 84, 88, 90, 94, 140, 154, 188
- bonus, 273, 277
- Brady Plan, 10, 17, 40, 183, 185, 197–198
  - original author of, 40

- Brazil(ian), 7, 31–32, 34, 36–46, 131, 183, 198, 283  
     economy, 7, 31–34, 36, 38, 42–46  
 bubble, 26, 105, 113, 143–144, 146, 148, 151, 247, 254, 262, 268, 270  
 buyback, 49, 57, 69, 77  
 bypassing democratic institutions, 1 *see also* debt management
- CACs *see* collective action clauses  
 Cajas de Ahorro, 254, 264  
 capital  
     account, 10, 134–135, 139, 167  
     liberalization, 135, 138, 163, 167, 188  
     control(s), 10, 118, 123, 135–136, 138, 140, 163, 166–169, 173–174, 176–177, 179, 249–250, 250–251, 274–275  
     flight, 13, 26, 135, 137, 171, 243, 245, 248, 250  
     flow(s), 37, 140, 164, 167–168, 175, 191, 194–195, 198, 242, 283  
     inflow, 13, 17, 26, 35–36, 40, 50, 140, 166, 173, 176–177, 247, 270, 275  
     outflow (s), 14, 19, 35, 106, 166, 171, 174, 178–179, 194, 247  
     finance large and sustained, 10  
 Caribbean, 84, 86, 89–90, 93–96, 98–99, 101, 275  
     debt crisis *see also* home-grown program  
 carry-trade, 14, 17  
 cash sweetener (exceptionally large in Greece), 77  
 Cayman Islands, 277  
 Celtic Tiger, 144–145, 160  
 central bank, 15, 18, 22–23, 26, 30, 35, 37, 44, 81, 89, 105, 108, 115, 117, 120, 126–127, 143, 145, 152–153, 155, 157, 159–161, 180, 182, 263  
 chaebols, 240–241, 243–246, 249, 251  
 Chapter 9 insolvency, 3  
 Chile, 8, 10, 73, 177, 274, 276  
 China, 23–24, 58, 159, 204, 245, 249, 251, 263, 269  
 civil society, 8, 84, 89, 95, 98, 112, 119–120, 122, 233  
 collateral, 51, 202  
 collective action clauses, 2–3, 23  
 collective bargaining, 120  
 Colombia, 199  
 colonialism, 238  
 common currency, 65  
 conditionality, 20, 126, 128–129, 141, 160, 164, 181–182  
 Congress, 18, 24, *see also* Parliament
- contagion, 79, 172, 265  
 convergence criteria (Eurozone), 256, 263, 265, 270  
 Correa, Rafael, 48–49, 54, 56, 61  
 corruption, 59, 63, 78, 117, 135, 178, 265, 284  
     *see also* Greece  
 Costa Rica, 11, 198  
 country/ies  
     developed, 4–5, 16, 31, 46, 121, 125, 139  
     developing, 5, 7, 17, 32, 138, 226, 228  
 credit rating, 127, 172, 180, 184, 199  
     analysis, 180, 187  
     creditor(s)  
         consenting  
         taken hostage by court, 7  
     domestic, 19, 56, 86  
     risk, 63, 127, 172, 184  
     standards, very lax, 151 *see also* lender(s)  
 cronyism, 178  
 currency  
     board, 6, 139, 168, 275  
     free-floating, 20  
     peg, 161  
     union(s), 81, 143, 162, 216  
 current account, 31–32, 37–38, 41–42, 46, 139–140, 145, 160, 164, 171, 174–175, 205, 212, 216, 254, 259, 262, 270  
     deficit, 7, 11, 31–33, 37, 39–42, 44–45, 47, 134, 140, 161, 205, 209–210, 259, 262, 269  
     transaction(s), 10, 174  
 Cyprus, 73–74, 140
- Debt and Debt Service Reduction schemes (DDSR) *see* Brady Plan
- debt  
     audit commission (Ecuador), 48, 54  
     -based development strategy, 236–243  
     crisis, 1, 3, 5–10, 12–13, 15–16, 23, 27, 40, 48, 68, 73, 81, 83–84, 97, 111, 113, 125, 143–144, 148, 150, 155, 160–161, 181–183, 197, 205–206, 220–222, 228, 230–234, 263, 270, 273–274, 276, 282  
     inadequate response to, 1 *see also* financial crisis *see also* Caribbean debt crisis  
     excluded, 223  
     external factors private, 5, 11, 15, 73, 123  
     foreign, 105, 134, 236  
     forgiveness, 144, 159  
     illegitimate, 59, 61–62

- institutions, 1, 22, 39, 41, 54, 56, 96, 100, 159, 170–171, 181, 206, 219, 228, 232, 254–255, 257, 261, 271, 285
- management, 10, 15, 20, 27, 52, 66, 89, 96, 120, 181, 188, 255
  - antidemocratic bias of *see also* bypassing democratic negotiation
- odious/odiousness, 11, 61, 281
- overhang, 66, 87, 89, 131, 254–255, 257, 280
- relief, 8, 16, 48–49, 51, 56, 60–63, 65–68, 77, 84, 86, 89, 92–93, 95, 98–101, 104, 113, 118, 122, 160, 278, 283, 285
- repurchase, 58–60, 62–63
- restructuring, 4–5, 20–22, 25, 27, 33, 48–49, 51–52, 56, 58, 63, 71, 77, 81, 87–88, 98, 101, 127, 139–140, 183, 201, 211, 216, 219, 268, 271, 277, 280–281, 286
- service, 9, 40, 50–51, 53–55, 63, 84–86, 90, 108, 197, 285
- sovereign, 1, 4, 6, 10–13, 19, 25–27, 48–49, 51, 53, 56, 59, 62–63, 72–73, 76–77, 81, 89, 96, 99, 129, 139, 143–144, 148, 150, 155, 157, 159, 161, 194, 199, 201–202, 205–206, 220–221, 228–230, 233–235, 254, 256–257, 272, 278–283, 286
- stock, 5, 84, 86, 90, 93, 98, 132, 134
- sustainability, 17, 20–22, 26, 69, 81, 86–90, 92–93, 97, 100, 257, 269, 281, 283, 285
- trap, 218, 267–268
- unsustainable, 49, 55, 68, 143
  - workout (mechanism) *see also* sovereign debt
- debtor protection, 279, 281
- default, 5–7, 15, 17, 19, 21–23, 25–26, 48–49, 51–52, 55–58, 60–63, 85–86, 88, 90, 102, 153–154, 160–161, 169, 180–182, 185, 202, 244
- deficit, 14, 17–18, 26, 31–35, 38–39, 41, 45, 106, 137, 140, 145, 155, 161, 178, 186, 208–211, 254, 256–258, 260, 262, 265, 267, 269–270
- demand, 14, 33, 67, 80, 106, 113, 120, 161, 206, 212, 216, 241, 259, 261, 269, 275, 282
  - domestic, 21, 36, 39, 43–44
- democracy/democratic, 65, 80, 220, 227, 231, 243
- depreciation, 16, 33, 40, 42, 45, 106, 165, 174, 186, 247
- depression, 18
- deregulation, 14, 123, 128, 142, 152, 185, 199, 206, 221, 244, 273, 275–276, 282
- devaluation, 15, 20, 44, 106, 120, 123, 139, 183, 201, 206, 210–211, 216, 245, 256, 262, 266–267, 270
  - internal, 212
- development, 12, 20, 26, 36, 43, 46, 55, 62, 84–85, 122, 128, 141, 151, 162, 164, 228, 235–241, 243, 246, 248, 251, 253, 283
  - banks, 237, 239, 244, 246, 251
- developmental, 275
  - state, 240, 243
  - mindset, 236–237
- disaster, 50, 72, 247
  - hurricane clause *see also* shock natural, 85
- distribution(al), 13, 23, 112
- diversification, 8, 41, 84
- dividends, 37, 44, 174, 250
- dollarize/ation, 14
- Donegal, 278
- Draghi (Mario), 65, 67, 157, 285
  - “whatever it takes” speech, 157, 267
- East Asian, 131, 141, 165
  - Crisis, 131
  - Miracle, 164
- Eastern Caribbean Central Bank (ECCB), 89, 95
- Economic Planning Board (South Korea), 239
- economist/s, 8, 10, 33–34, 39, 77–78, 80, 141, 151–152, 155, 215, 237, 257–258, 270, 276
- Ecuador(ian), 7, 48–63, 183, 198
- education, 54–55, 107–108, 111, 128, 144, 174, 207, 209, 211, 214, 219, 240, 269
- equal treatment, 23, 100, 280
- Equator Principles, 230
- equity, 2, 37, 44–45, 73, 136, 152, 154, 197, 212, 221, 225, 243, 245, 249
- Euro, 1, 8–11, 65–69, 71–74, 76–82, 84–85, 89, 94, 115, 141, 154, 156, 158, 202–204, 206, 209, 211, 214, 216, 218–219, 254, 256–257, 259, 266–270, 275, 282–285
  - Treaty *see also* eurocrisis
- Euromarket, 181, 273
- Europe
  - Council of, 117
  - ECB, 5, 65, 68–69, 73, 75–76, 80, 82, 144, 156–157, 161, 202, 216–218, 256, 262, 264, 266–269, 271, 282, 284–285
- European
  - Banking Directive, 204
  - Charter of Fundamental Rights, 79
  - Monetary System (EMS), 145, 155, 259

- European (cont.)  
 Monetary Union (EMU), 204, 216, 218, 256, 262  
 Union (EU), 81, 115, 144, 214, 256, 260, 263  
 Eurostat, 66, 69, 146, 154, 205, 213, 259, 266  
 Evian treatment, 87–88  
 exchange rate(s)  
 insurance scheme (Argentina), 15  
 multiple, 36  
 overvaluation, 33  
 populism, 36  
 exit  
 consent, 51–53, 57  
 from single currency/Eurozone, 143, 162  
 expenditures, 19, 39, 66, 77, 79, 159, 284  
 export, 20, 128, 240  
 targets (South Korea), 240  
 taxes, 128  
 external  
 debt, 5, 8, 12–14, 16, 18–20, 22–23, 26, 28, 39, 47–50, 54–56, 59, 66, 84–86, 88–89, 99, 134, 136, 188–189, 199, 205, 214, 218, 221, 226, 243, 276  
 private, 11, 254  
 deficits, 31, 33  
 shocks, 50–51, 84, 101, 164, 188  
 weather, hurricanes, 50, 84  
 extraterritorial(ity), 27  
 financial  
 crisis, 11, 41, 43, 49, 51, 58–60, 64, 85, 101, 103, 105, 112, 116, 119, 121–123, 131, 139, 143, 165, 180, 188, 191, 206, 220, 241–242, 246, 275–276  
 liberalization, 12, 124, 242, 244, 275  
 fiscal  
 consolidation, 93, 113, 201, 206, 211–212, 217, 268–269, 281–282  
 multiplier, 71  
 policy, 11, 140, 143, 159, 162, 188, 217, 254, 269–271  
 fixed peg, 6, 176  
 Flexible Credit Line (FCL), 194  
 force (by European and international institutions to make Ireland socialize debts), 143, 156  
 forecasting ability (of economists), 258  
 foreign currency indexed loans, 114  
 foreign direct investment (FDI), 36, 205  
 Frank-Dodd Act, 276  
 fraud, 15, 116  
 free-market fundamentalism, 249  
 FTA (Free Trade Agreement), 180  
 futures, 247  
 G20, 5, 188, 199, 250  
 GDP-linked warrants, 21  
 gender  
 equality, 120  
 imbalances, 112  
 gold donation scheme (South Korea), 244  
 good governance, 82, 121, 141, 152  
 goodwill clause, 87  
 Greece/Greek  
 computed “rescue” costs until 2014, 68  
 corruption in, 78  
 generously forgiving German debts, 67  
 faked statistics, 74  
 measures more in line with a colony, 78  
 military spending (arms imports), 77–78  
 more effective use of “rescue” funds *see also* privatization  
 Grenada/ian, 8, 84–86, 88–90, 92–99, 102, 275  
 groupthink, 160  
 growth cum foreign savings policy, 33, 35, 40, 42  
 haircut, 2, 20–21, 53, 61, 67–68, 75, 79–80, 82, 90, 94–95, 154, 285  
 health, 54–55, 79, 107–108, 111, 118, 128, 207, 209, 211, 214, 219, 240, 263  
 Heavily Indebted Small Island Developing States (HISIDS) initiative, 8, 101  
 hedge fund, 76, 131, 277  
 herd behaviour, 172  
 HIPC, 3, 8–9, 87, 89, 91, 99–101, 278  
 holdout, 279  
 “me too”, 25 *see also* vulture fund  
 home-grown program, 95 *see also* Caribbean  
 homeless, 79  
 Hong Kong, 127, 135  
 annual Bretton Woods meeting, 168  
 house prices, 146, 148  
 Human Development Index, 119  
 human rights, 1–2, 4–6, 11, 65–66, 79–80, 104, 119–122, 220, 229–230, 234, 268, 272, 276–277, 279–281, 283–285  
 core obligations, 283  
 cultural rights, 103–104, 120–121, 214, 286  
 economic rights, 79, 111, 118–119, 277, 280  
 social rights, 2, 60, 66, 214, 218, 277, 281, 285  
 treaty, 67, 79  
 hurricane clause, 84–85, 88, 94, 96–98

- IBRD (International Bank for Reconstruction and Development) *see* World Bank
- Iceland(ic), 4, 9, 73, 77, 81, 83, 103–108, 110–113, 115, 117–118, 120–122, 135, 140, 275, 277, 282–283, 286
- early warnings ignored, 105
- unique responses to crisis, 103, 112
- imbalances, 16, 136, 216, 255, 257–258, 261–262, 264, 270, 275
- IMF, 2, 6–11, 16, 18–21, 30, 40–42, 50–55, 58–59, 67–68, 70–71, 73, 75–76, 81–82, 84–86, 89–90, 92–96, 98, 101, 105–106, 121, 125–131, 133–137, 139–140, 154, 156–157, 163–164, 166, 168–173, 177–178, 181–185, 187, 194, 197–198, 202, 207, 209–210, 212, 214–218, 222–223, 233, 236, 241, 243–252, 268, 274–275, 282
- programmes, 1, 10, 16, 21, 70–71, 84, 92, 96, 103–104, 112, 125, 127–129, 135–137, 156, 183
- immigration, 261
- import restrictions, 128
- income
- concentration, 14, 275
- elasticity of imports, 13
- incremental approach, 4
- industrialization, 13–14, 21, 39, 239
- infant mortality, 120
- infrastructure, 23, 26, 78, 108, 111, 120, 211, 260
- insider trading, 116–117
- insolvency, 3, 74, 100, 211, 277, 284
- delaying of (by EU in Greece), 3, 74
- sovereign, 3, 66, 83, 271, 279 *see also* Chapter 9
- institutional investor, 17, 21, 106, 268
- Inter-American Development Bank, 18
- interbank, 156, 165, 180, 222–223, 264
- borrowing, 155
- Interim Arrangement (s) in South Africa, 223–227
- internal devaluation, 256, 267, 270
- International Centre for Settlement of Investment Disputes (ICSID), 22
- investment-grade, 45
- Ireland/Irish, 9, 70, 76, 80, 93, 105, 143–147, 149, 151–152, 154–162, 202, 204, 215–216, 283
- blanket guarantee, 154
- new currency for, 160
- politically well-connected senior banking executives, 153
- sectoral balances, 6, 75, 143, 145 *see also* force
- Jamaica, 81, 86, 181
- Jubilee, 95, 233
- jurisdiction (foreign), 21, 23–25, 27, 52, 277
- labour, 92, 205, 210–211, 218, 262, 269
- market, 20, 111, 118, 206, 209–210, 244
- large exposure regime, 72
- Latin America, 7, 16, 32, 40, 48, 50, 58, 98–99, 183–184, 191, 255, 273, 276
- legality (of debts), 54, 281
- legitimacy (of debts), 60–62, 61
- Lehman Brothers, 105, 248
- lender(s)
- bilateral, 58, 64, 84
- multilateral, 16, 19, 26, 54, 56, 84, 87, 92, 96, 181, 198, 273, 284
- official, 50, 66, 69, 71, 82, 88, 231, 278, 279, 282, 284
- private, 3, 16, 226, 279, 284–285 *see also* creditor
- lending, 11, 15–16, 26, 56, 61–62, 72–73, 79, 87, 105, 146, 148, 151–152, 156, 164, 169, 181, 183, 191, 198, 229, 240, 245–246, 252, 273–274, 284–286 *see also* responsible lending and policy loans
- lesson(s) learned, 118–119, 125, 138–139, 215
- liberalisation, 14, 85, 123, 128, 241, 243–245, 253, 275–276 *see also* financial
- liquidity, 43, 72, 80, 105, 135, 137, 143, 156, 168, 171, 194, 198, 201–203, 211, 249, 256, 263, 267, 276
- coverage ratio, 72
- litigation, 21, 25, 27, 94, 233, 277–278, 281
- local currency, 32, 165, 174, 181, 184, 187–188, 224
- London Club, 181
- Maastricht Treaty, 8, 143
- convergence criteria, 9, 69
- Malaysia (n), 10, 136, 141, 163, 165, 167–174, 176–179, 275
- managed float, 20, 167, 176 *see also* currency
- matrix, 127
- maturity mismatch, 163
- megacanje, 18–19
- Mexico/an, 3, 10, 138, 180–184, 186–191, 194, 197–199, 275
- debt crisis, 181–182
- Minskyan property bubble, 143
- misinformation (of parliaments, decision-makers), 69, 71, 156 *see also* over-optimism
- Modern Monetary Theory, 155

- Mexico/an (cont.)  
   monetary  
     ceiling, 137  
     policy, 10, 35, 137, 139–140, 163, 168, 172, 175, 256, 264, 267, 269–271  
     union, 143–144, 161, 167, 262, 270  
     imperfect, 254, 263  
 moratorium, 40, 82, 136, 176, 223  
 mortgage, 105, 113, 118, 146, 148, 151–152, 265  
 MoU (Memorandum of Understanding), 211–212  
 Multilateral Debt Relief Initiative (MDRI), 100, 278  
 Mundell-Fleming trilemma, 138  
 municipality/ies, 112, 181, 187, 189, 191, 199  
 MYRA (Multiyear Rescheduling Agreement), 10
- Nación Fideicomisos, 24  
 NAFTA (North American Free Trade Agreement), 185, 194, 199  
 naked shorts, 136  
 natural disasters, 88, 96, 98, 101  
 negative pledge clause, 52  
 neoliberal/ism, 7, 10, 40, 69, 80, 143, 145, 218–219, 262, 273–274, 282  
 new developmentalism, x, 35  
 New Order, 81  
 Nigeria, 9, 198  
 no-bailout clause, 67, 74  
 non-payment terms, 52  
 non-performing loans (NPLs), 127, 170, 212  
 non-productive activities (financed by debts), 13
- OECD (Organisation for Economic Co-operation and Development), x, 3, 5, 66, 70, 72, 77, 88, 156, 164, 229, 242, 252, 259, 273–274  
 Office of the Special Prosecutor (Iceland), 116  
 Official Sector Involvement (OSI), 82  
 oil, 22, 39, 50, 182, 240, 242, 273  
   prices, 50–51, 54, 58, 188, 199, 205, 240, 257, 269  
 optimal currency area *see also* optimal monetary union  
 optimism, 71, 74, 269, 285 *see also* over-optimism  
 Orderly Bank Restructuring Fund (FROB), 266  
 outflow, 10, 18, 26, 43, 163, 165, 168, 171, 175, 179, 221, 225, 247  
 Outright Monetary Transactions (OMT), 157, 267
- over-indebtedness, 12, 84, 276  
 over-optimism (of public sector and IFIs), 69, 71  
 over-the-counter, 174
- pacta sunt servanda, 281  
 pari passu, 23, 25, 27  
 Paris Club, 16, 19, 22, 51, 53, 84, 87–89, 92, 98, 102, 129, 181, 278  
 Parliament, 16, 67, 69, 71, 75, 80–81, 104–106, 112, 114–117, 119, 206, *see also* Congress  
 Parliamentary Review Committee, 114  
 participation (of citizens), 116–117, 121–122  
 pension fund(s), 17–18, 22, 228, 275  
 Peru, 50, 181, 183, 198, 226  
 Pertamina, 273–274  
 Philippines, 165, 171, 198  
 Poland, 10, 151, 198–199  
 policy  
   encouraged/caused crashes, 73  
   loans, 11  
   mistakes, 123, 272  
   space, 11, 139, 280  
 portfolio investment, 36, 41, 140, 168, 175–176, 185–186, 191, 194  
 Portugal/guese, x, 6, 10, 70, 79, 201–204, 206, 208–210, 212, 214–218, 264, 283  
 poverty, 9, 23, 66, 112, 118, 158, 213–214, 219, 233  
   line, 129  
 practice(s)  
   bad, 119  
   good, 103  
 precautionary facility, 125  
 primary  
   exports, 13  
 prior action(s), 126  
 privatization, 17, 32, 40, 78, 127–128, 134, 142, 204, 206, 245, 255, 260  
 property  
   bubble, 151, 258, 261–262  
   crash, 151, 171  
 public sector's contribution to crises, 72  
 pull factors, 285  
 push factors, 13, 17
- quasi-slave economy (Greece), 65  
 Raffer Proposal, xiii  
 ratings agencies, 45, 72–73, 199, 202

- real estate, 148, 245, 247  
   boom, 147  
 recovery, 11, 17–18, 21–22, 31, 46, 59, 68, 70, 123,  
   127, 131, 159, 163, 171, 173, 176–179,  
   188, 201, 208, 217–219, 237–238, 244,  
   246, 248–249, 251, 254–255, 257  
 recycling, 274  
 referendum, 117, 120  
   and EU, 1, 80–81  
 regulation/regulatory, 92, 115, 117, 135, 140, 166,  
   185, 206, 211, 234, 247, 250, 265, 273–275  
   failure(s), 8, 73  
   original sin, 73  
 remittances, 175  
 repurchase, 8, 48–49, 56–58, 60  
 reputation, 49, 53, 60, 63–64, 123, 129, 279  
 reserves, 11, 15, 17–19, 22, 42, 44–46, 56, 60, 63,  
   132, 138, 161, 165, 169, 171, 175, 179,  
   186, 199, 204, 248–249  
 Resilience Fund, 98  
 responsible lending, 61, 229  
 restructuring, 8, 12, 170, 179, 211, 216, 243, 246,  
   269, 277, 279–281, 284. *see also* debt  
 Right upon Future Offers (RUFO) clause, 23, 25  
 ringgit, 136, 165, 168–169, 171–176, 178–179  
 risk, 14, 18, 26, 43, 72–73, 77, 98, 104, 114, 136,  
   140, 152, 154, 167, 184, 186, 199, 202,  
   216, 231, 240, 256–258, 261–264,  
   268–270, 273–274, 282  
   political, 185 *see also* Basel  
 Rodrik, Dani (on “reforms” and democracy), 282  
 rollover, 243  
 Roosevelt bank holiday measure, 135  
 rule of law, 6, 27, 82, 141, 279  
 Russia, Russian, 58  
   crisis, 19, 41, 51, 123, 131, 141  
 saving/s  
   domestic, 31–35, 37–38, 47, 283  
   foreign, 7, 31–32  
 sectoral balances, 145–146  
 securitization, 40, 264  
 senior bonds, 285  
 Severely Indebted Low Income Country  
   (SILIC), 9  
 shock, 2–3, 5, 18–19, 39, 67, 94, 120, 164, 242,  
   248–249, 263, 270  
 Singapore, xii, 124, 131, 136, 172, 174–176, 178  
 single currency, 143, 162  
 Small Island Developing State (SIDS), 8, 84,  
   96, 99, 101  
 social  
   protection, 79, 106–107, 111, 118  
   security, 22–23, 111, 120, 207, 210, 214  
   reforms, *see also* welfare  
 socialization of losses (of banks), 106  
 solidarity (with the Greek), 73, 75, 77  
   and actual resources benefiting them, 74  
 South Africa (n), 220–223, 225–228, 230–234,  
   281  
 South Korea (n), xiii, 11, 236–240, 242, 247, 251,  
   285  
 sovereign  
   debt, 1, 4, 6, 10–11, 13, 19, 24–27, 48–49, 51,  
   53, 56, 59–60, 62–63, 72–73, 76–77,  
   89, 95–96, 99, 129, 139, 143–162,  
   180–200, 202, 205–206, 220–221,  
   228–230, 233–235, 256–257, 272,  
   277–280, 283  
   insolvency *see also* Chapter 9  
 sovereignty, 266, 268, 281  
 Spain, Spanish, ix, 6, 11, 18, 70, 76, 79–80, 97,  
   204, 215, 254–255, 259–265, 267,  
   269–270  
 Special Investigative Commission (of the  
   Parliament in Iceland), 104, 114–115  
 speculator (s), 72, 150, 152, 168, 186, 256,  
   267–268, 276, 282–284  
 spread, 6, 43, 72, 256, 267, 274, 282  
 standards, international, 228–229, 233–235, 252,  
   255  
 state debt, 191  
 Steering Committee, 170, 181  
 subordinate/ion, 12, 23, 74, 157, 239  
 subprime (US)  
   crisis, 124, 141  
   instruments, 73  
 supervision (of banks), 152–153, 166, 211, 229  
 surplus  
   country/ies, 11  
   primary, 42, 65, 68, 284  
 sustainability, 82, 89, 91, 94, 268, 281, 285  
 Sweden, 135  
 Taiwan, 88, 90, 93–94, 102  
 TARP (Troubled Asset Relief Program, US), 74  
 tax, 3, 9, 19, 43, 71, 92–93, 96, 103, 106, 112, 116,  
   118, 120, 149, 160, 176, 188, 207, 211,  
   217, 250, 255, 260–261, 265, 281, 283  
 taxation, 104, 112, 118, 120–121  
 taxpayers, 8, 67, 69, 71, 74–78, 82, 139, 282, 285  
 Tequila Crisis, 138, 275

terms of trade, 42, 44, 58  
 tesobonos, 275  
 Thailand, 18, 126, 131, 134, 139, 141, 163, 165,  
     168, 171, 173  
 top-up relief, 89, 100 *see also* HIPC  
 tourism, 85, 101, 107  
 trade union(s), 120, 159  
 transfer, 10, 14  
 transparency, 54, 121, 141  
 troika, 66–67, 76, 80, 156, 201  
 trustee, 57  
 Truth Commission, 75  
 Turkey, 181  
  
 UNCTAD, ix–x, 4–5, 61, 175, 227, 229, 234, 276  
 underspending (by public sector), 161  
 unemployment, 66, 107, 109, 111, 113, 118, 120,  
     146, 149, 158, 201, 207–208, 210, 219,  
     233, 252, 255–256, 260–261, 265  
     benefits, 111, 265  
     Iceland, 111, 118  
     youth, 66, 146, 213, 252, 265  
 United Kingdom, 105, 117, 261  
 United Nations, 3, 214, 279–280  
     Basic Principles for Sovereign Debt  
         Restructuring, 4  
     Committee on Economic, Social and  
         Cultural Rights, 214

General Assembly, 3, 24  
 Human Rights Council, 103–104  
 Independent Expert, 104  
 United States, 14, 23, 25, 124, 135–136, 141, 172,  
     197, 259, 261, 277  
 unorthodox policies, 106, 168, 172  
 U-shaped recovery, 163  
  
 volatility, 39, 97, 182, 194, 198  
 V-shaped recovery, 138, 163  
 vulnerability, 5, 17, 35, 37, 42, 84, 96–98, 165,  
     172, 184, 240, 248, 263, 269  
     macroeconomic, 26  
 vulture funds, 12, 23, 25, 27, 76, 277–278, 281  
     *see also* holdout  
  
 wage(s), 5, 19, 33, 43, 92, 111, 206, 210–211, 246  
     restraint, 111, 212  
 waiver of sovereign immunity, 52  
 Washington Consensus, 164, 168  
 Welfare Watch (Iceland), 112, 119  
 welfare  
     system, 9, 103, 120–122  
 windfall, 27  
  
 Zaire, 181  
 Zambia, 278  
 Zero Deficit Law (Argentina), 18, 26