

Index

- accountability, to
 - government, 111
 - National Assembly, 112
- Aggregate Credit Ceiling Loan (ACCL), 168
- Asian financial crisis, 237, 326
- asset price inflation, 59
- Bank Intermediated Lending Support Facility (BILSF), 169–171, 324
- Bank of Chosun, 35
- Bank of England, 298, 324
 - Funding for Lending Scheme, 324
 - Monetary Policy Committee, 95
- Bank of Japan
 - Policy Board, 94
 - Quantitative and Qualitative Easing, 150
 - yield curve control, 209
- Bank of Korea, 7, 16, 22, 46, 114, 117, 122, 171, 175, 182, 196, 211, 280, 287, 315
 - balance sheet, 167
 - communication, 136–137
 - Department of Bank Supervision and Examination, 83
 - Financial Market Department, 177, 195
 - Financial Markets Department, 179
 - financial supervision, 267, 269
 - foundation, 81–84
 - General Principles of Monetary Operations, 131
 - independence, 84–87
 - long-term interest rates and, 205–206
 - Office of Treasury and Debt Securities, 177, 179
 - Reserve Management Group, 225
- Bank of Korea Act, 18, 81, 83, 101, 267, 300
 - Article 1, 27, 96
 - Article 19, 103
 - Article 75, 104
 - Article 79, 44
 - Article 80, 296, 302
 - second revision, 84–87, 211
 - seventh revision, 109
 - sixth revision, 17, 87–88, 96
- Bank Recapitalisation Fund, 292, 299
- base rate, 62, 69, 73, 128, 131, 132, 135, 169, 175, 180, 182, 184, 193, 195, 205, 260, 316, 321
- Basel III, 278
 - capital buffers, 279
 - counter-cyclical capital buffer (CCyB), 282
 - Liquidity Coverage Ratio (LCR), 279
 - minimum capital ratio, 279
 - Net Stable Funding Ratio (NSFR), 279
- beggar-thy-neighbour policy, 229
- Bernanke, Ben, 20, 69, 319
- Blinder, Alan, 99, 287
- Bloomfield, Arthur I. and John P. Jensen, 35, 81
- Board of Audit and Inspection (BAI), 109
- Bond Market Stabilisation Fund, 292, 294, 299, 300, 302, 323
- call rate, 122, 172, 175, 180, 182, 190, 191, 193, 195, 197, 200, 251
- CAMEL-R, 269
- CAMELS, 269
- capital outflow, 235–236
- CD rate, 202, 203
- central bank digital currency (CBDC), 43
- chaebols*, 9, 254

- cheques, 37
- Chiang Mai Initiative
 - Multilateralisation, 304
- chonsei*, 154–159
- coinless society, 45
- collective intelligence, 97, 100
- communication, 135, 136, 206, 207, 210, 317
- Comprehensive Economic Stabilisation Programme (CESP), 8
- Corporate Bond-Backed Lending Facility (CBBLF), 302
- corridor system, 198
- Cost of Funds Index (COFIX), 204
- covered interest parity (CIP), 220
- COVID-19, 132, 167, 169, 175, 178, 236, 238, 260, 294, 295, 300, 305, 320, 322, 323, 327
- credit aggregates, 60
- credit cards, 45
- Credit Management Fund, 262
- currency crisis, 9, 16, 69, 87, 116, 121, 188, 213, 217, 230, 237, 240, 251, 255, 262, 290, 291, 295, 304
- Debt Service Ratio (DSR), 273
- debt to income (DTI), 271
- decoupling principle, 192
- deflation, 56, 58, 151, 153
- digital currency, 48
- dilemma, 231
- ECB, 145, 192, 298, 317, 324
- fear of floating, 231
- Federal Reserve System, 35, 82, 152, 167, 208, 258, 305, 324
 - Board of Governors, 94
 - Federal Open Market Committee, 94, 134
- financial liberalisation, 16, 172, 235
- Financial Services Commission (FSC), 263, 264, 268, 269, 272, 280, 283, 290
- Financial Stability Report, 28, 112, 280
- financial supervision, 261
- Financial Supervisory Commission, 263
- Financial Supervisory Service (FSS), 263, 264, 268, 269, 272, 280
- floor system, 201
- forecasting, economic, 128
- foreign currency fund market, 213
- Foreign Exchange Control Act, 211
- Foreign Exchange Equalisation Fund, 225
- foreign exchange market intervention, 212, 240
 - forward market intervention, 217, 241, 246
 - non-deliverable forward (NDF) intervention, 218
 - spot market intervention, 241
- Foreign Exchange Stabilisation Fund, 97
- forward guidance, 73, 319
- FX derivative positions regulation, 278
- FX swap market, 219
- global financial crisis, 16, 26, 59, 96, 162, 165, 173, 185, 222, 237, 257, 267, 269, 272, 273, 278, 280, 292, 296, 305, 322
- Greenspan's conundrum, 73, 208
- Gross Domestic Product (GDP), 19, 124–128
 - gap, 21, 24
 - potential, 21
- household debt, 134, 175, 272, 326
- Industrial Production Index, 125
- inflation
 - core CPI, 139
 - CPI, 54, 138, 142, 154
 - real estate, 60
 - rent, 154
- inflation targeting, 120
 - anchoring, 121, 140, 144
 - asymmetry, 148, 150
 - commitment, 121
 - price level targeting and, 152
 - symmetry, 146
 - target point, 140
- Insurance Supervisory Committee, 262
- inter-firm credits, 41
- international lender of last resort, 304
 - currency swap, 305, 330
- Intraday Overdraft Facility, 298
- Japanification, 314

- Korea Asset Management Corporation (KAMCO), 290
- Korea Credit Fund, 296
- Korea Deposit Insurance Corporation (KDIC), 262, 290
- Korea Development Bank, 292, 299, 302, 323
- Korea Financial Telecommunications and Clearings Institute (KFTC), 46
- Korea Inter-Bank Offered Rate (KORIBOR), 203
- Korean treasury bonds (KTBs), 177, 178
- Korean-style quantitative easing, 326
- lender of last resort (LOLR), 286
 - classical doctrine, 294
 - New York Fed View, 294, 300
 - Richmond Fed View, 294, 299
- liquidity aggregate, 49
- loan to value (LTV), 271
- macro-prudential policy, 269, 272
- macro-prudential stability levy, 278
- merchant banking corporations, 248, 249, 252, 262
- micro-prudential policy, 267
- Ministry of Economy and Finance, 7, 68, 103, 115, 177, 211, 212, 218, 224, 225, 229, 248, 264, 277
- Ministry of Finance, 7, 82, 85, 86, 93, 110, 261, 262
- Ministry of Finance and Economy, 261, 264
- monetary aggregates, 60
 - L, 49
 - M1, 49
 - M2, 49, 51
 - MCT, 52
- monetary and fiscal policies
 - Asian currency crisis, 251
 - COVID-19 crisis, 260
 - global financial crisis, 258
- Monetary Policy Board, 18, 26, 81, 82, 93, 115, 169, 196, 206, 208, 212, 224, 262, 283
 - Bank of Korea and, 321
 - members, 101
 - minutes and, 136
- Monetary Policy Management Board, 85
- Monetary Policy Report, 112, 142
- Monetary Stabilisation Account, 180
- Monetary Stabilisation Bonds, 107, 164, 165, 174, 178, 224, 292
- monetary targeting, 118
- monetary transmission, through
 - credit, 68
 - exchange rate, 67
 - expectations, 69
 - interest rate, 61
 - real estate prices, 66
- money market fund (MMF), 39
 - cash management accounts (CMAs), 41
 - money market deposit accounts (MMDAs), 41
- multiplier, 188
- National Assembly, 12, 17, 28, 77, 81, 91, 101, 112, 142, 240, 266, 300
- natural (or neutral) interest rate, 23
- natural rate of unemployment, 22, 124
- objectives
 - economic policy, 3
 - monetary policy, 16
- Office of Bank Supervision, 262
- official foreign reserves, 223, 246
 - free, 246
- open market operation, 298, 300
 - fine-tuning operation, 180
 - history, 175
 - structural adjustment, 176
- open mouth policy, 195
- output
 - gap, 19
 - stability, 18
- owners' equivalent rent (OER), 159
- Phillips curve, 75, 151
- Plaza Accord, 115
- pro-cyclicality, 269, 271, 278, 282
- Public Capital Management Fund, 227
- quantitative easing, 56, 73, 165, 192, 315, 316

<i>Index</i>	351
real effective exchange rate, 116	
reserve requirement, 171	
restructuring, 252	
Securities Supervisory Committee, 262	
Shirakawa, Masaaki, 57	
Special Purpose Vehicle (SPV) loan scheme, 302	
stability, 61	
financial, 27	
output, 18	
price, 17	
standby facility, 199	
Liquidity Adjustment Deposits Facility, 182	
Liquidity Adjustment Loans Facility, 182	
sterilisation, 165, 224, 225	
stigma effect, 201	
Stock Market Stabilisation Funds, 294	
swap rate, 222	
Taylor equation, 25	
trilemma, 230	
<i>won</i> , Korean, 31, 237	
yield curve, 178, 206, 316, 317	