Asymmetries in Financial Globalization

Edited by:

Bala Batavia DePaul University, Chicago

Nicholas A. Lash

Loyola University Chicago

Anastasios G. Malliaris

Lovola University Chicago

STUDIES IN ECONOMIC TRANSFORMATION AND PUBLIC POLICY IN ASSOCIATION WITH THE ATHENIAN POLICY FORUM, INC.

 $z_i h$



APF Press Toronto, CANADA

Contents

 Malliaris PART I. THE ROLE OF BANKING IN FINANCIAL GLOBALIZATION 1. Lessons from Recent Global Financial Crises William C. Hunter 2. Banking Reform to Prevent Future Crises George G. Kaufman 3. Electronic Banking and Trans-National Corporate Activity: Conjectural Implications for National Monetary Policy and Future Monetary Arrangements Brenda Spotton Visano 4. Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION 5. Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis 6. The Gains of International Diversification in European Stock Markets and the Role of the Euro 	ix xi xiii xv 1
 Lessons from Recent Global Financial Crises William C. Hunter Banking Reform to Prevent Future Crises George G. Kaufman Electronic Banking and Trans-National Corporate Activity: Conjectural Implications for National Monetary Policy and Future Monetary Arrangements Brenda Spotton Visano Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis The Gains of International Diversification in European Stock 	
 William C. Hunter 2. Banking Reform to Prevent Future Crises George G. Kaufman 3. Electronic Banking and Trans-National Corporate Activity: Conjectural Implications for National Monetary Policy and Future Monetary Arrangements Brenda Spotton Visano 4. Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION 5. Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis 6. The Gains of International Diversification in European Stock 	
 Banking Reform to Prevent Future Crises George G. Kaufman Electronic Banking and Trans-National Corporate Activity: Conjectural Implications for National Monetary Policy and Future Monetary Arrangements Brenda Spotton Visano Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis The Gains of International Diversification in European Stock 	15
 Electronic Banking and Trans-National Corporate Activity: Conjectural Implications for National Monetary Policy and Future Monetary Arrangements Brenda Spotton Visano Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis The Gains of International Diversification in European Stock 	23
 Devaluations and Recessions: What is the Role of the Banking Sector in the Propagation of Devaluation Shocks to the Macroeconomy? Marc D. Hayford PART II. THE EUROPEAN MONETARY UNION Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies George M. von Furstenberg and David Teolis The Gains of International Diversification in European Stock 	47
 Specifying the Supply Side and Deriving the Objective Function of Large Closed and Small Open Nominal-Contract Economies <i>George M. von Furstenberg and David Teolis</i> The Gains of International Diversification in European Stock 	60
 Function of Large Closed and Small Open Nominal-Contract Economies <i>George M. von Furstenberg and David Teolis</i> The Gains of International Diversification in European Stock 	
6. The Gains of International Diversification in European Stock	73
	93
Bernd Kempa and Michael Nelles7. European Monetary Union and the Euro-Dollar Exchange Rate	103
 Simon Neaime, Christos Paraskevopoulos and John Paschakis 8. The Value-Added Tax and the Banking Sector: A Case Study for Greece Theodore Georgakopoulos and Andreas Koulouris 	125

PART III. THE ASIAN FINANCIAL EXPERIENCE

9.	Assessing the Condition of Japanese Banks: How Informative	141
	Are the Accounting Earnings?	
	Hesna Genay	
10.	Banking Sector Reforms in India, 1991-1998	162
	Bala Batavia	
11.	Thailand's Economic Growth: A Historical Perspective	179
	Nicholas A. Lash	
12.	Export Oriented Growth: Structural and Financial	196
	Asymmetries in Asia	
	Alex J. Kondonassis and Anastasios G. Malliaris	
13.	Political Economy of the 1997 Korean Financial Crisis	209
	S.J. Chang and Jin W. Choi	
14.	The Southeast Asian Crisis: [†] American and Japanese	223
	Perspectives	
	Khairy A. Tourk	

· Index

235