Downloaded from UvA-DARE, the institutional repository of the University of Amsterdam (UvA) http://dare.uva.nl/document/340544

File ID 340544

Filename Contents / List of tables / List of figures

SOURCE (OR PART OF THE FOLLOWING SOURCE):

Type Dissertation

Title Banking on the public: market competition and shifting patterns of

governance

Author J.G.W. Blom

Faculty of Social and Behavioural Sciences

Year 2011 Pages V, 242

FULL BIBLIOGRAPHIC DETAILS:

http://dare.uva.nl/record/398055

Copyright

It is not permitted to download or to forward/distribute the text or part of it without the consent of the author(s) and/or copyright holder(s), other than for strictly personal, individual use.

Contents

Abbreviations		I	
Ackn	owledgements	III	
Chapte	er		
1	Shifting patterns of governance, changing market structures,		
	and public-private interaction	1	
	Global financial governance and the challenges of financial crises	1	
	Governing creditors and debtors: bank capital adequacy standards		
	and sovereign debt crisis resolution	8	
	Bank capital adequacy standards under the Basel Capital Accords	9	
	Sovereign debt crisis resolution for emerging markets	16	
	Main argument	22	
	Summary and thesis structure	25	
Chapte	er		
2	Theorising the global financial system: governance,		
	market structure and the policymaking process	27	
	Conceptualising global financial governance	30	
	Institutional approaches to governance	39	
	Analysing the policymaking process	45	
	Addressing market structures and governance simultaneously	56	
	Argument	60	
	Research methodology	65	
Chapte	er		
3	Setting the stage: financial market trends and institutions	70	
	The rise of the Euromarkets and the fall of Bretton Woods: 1945 - 1971	72	
	Governance institutions in search of a mission: 1971 – 1982	82	
	Regulatory competition and financialisation: 1982 – 2005	96	
	Summary and concluding remarks	103	
Chapte	er		
4	Bank capital adequacy under the Basel Capital Accords	106	
	Analysing the governance of bank capital adequacy	109	
	The onset: preliminary international coordination and confrontation		
	resulting in Basel I	112	
	The interlude: Basel I feeding into the market structure	119	
	Renegotiating the Basel Capital Accord into 'Basel II'	126	
	Analysis and preliminary conclusions	135	

α			4 -	
U	ıa	p	te	r

5 Governing sovereign debt crises: From Latin America to East Asia and	back 141
Analysing the governance of sovereign debt crises	145
The Latin American debt crisis	148
Bonding together: the Brady bonds and capital market financing	160
Global turmoil and the redesign of the 'International Financial Architecture	' 162
Analysis and preliminary conclusions	178
Chapter	
6 Global financial governance in the wake of the crisis	185
Global financial governance: 1980 - 2005	186
A world in turmoil: the 2007 financial crisis	194
The final word: new avenues for global finance in the 21st century?	208
Annex: data sources	
Bibliography	
English summary	233
Nederlandse samenvatting	238

List of tables

3.1	Growth of the Euromarkets, 1966 – 1980 (billion US\$)	78
3.2	Internationalisation of banking, 1960 – 1981	80
3.3.	Relative importance of foreign business for banks (% of total)	84
3.4	Bank claims on developing countries (billion US\$ and % of total claims)	85
3.5.	US bank capital ratios, 1970 – 1981 (% of equity to total assets)	87
3.6.	Foreign banks' assets (% of total domestic banking assets)	93
3.7	Cross-border transactions in bonds and equity (gross data, % of GDP)	101
4.1.	Foreign claims of banks in selected OECD countries (% GDP)	120
4.2.	Banking sector concentration (five biggest banks as % of total assets)	121
4.3.	Non-interest income as % of total income for G10 banks	122
4.4.	Results of QIS2	130
4.5.	Responses to BCBS consultative papers (% of total)	133
5.1	Exposure of Western banks to the HD17 (% of capital)	148
5.2	Net capital flows to Latin America, 1981 – 1985 (billion US\$)	150
5.3	Secondary market prices for selected debtor countries (% of face value)	154
5.4	International bond issues by developing countries (million US\$)	16
5.5	Foreign currency sovereign bond issuance by governing law 1995 – 2004	175
	of figures	
1.1	The interaction between governance pattern and market structure	24
2.1.	The relationship between shifting patterns of governance and	
	changing market structures	59
3.1.	Composition of long-term debt stocks of middle-income countries	86
3.2.	Bank balance sheet (assets) as % of GDP	99
3.3	Cumulative legal changes towards higher central bank independence	102
4.1.	Shifting patterns of governance: Basel I to Basel II	137
4.2	Linear representation of the feedback loop between market structure and	
	governance pattern in the case of bank capital adequacy standards	138
5.1.	Shifting patterns of governance: Baker/Brady (BB) to SDRM vs	
	CACs plus Principles	180
5.2	Linear representation of the feedback loop between market structure and	
	governance pattern in the case of the resolution of sovereign debt crises	181
6.1.	The interaction between governance and market structure	187