

## High Level Seminar on Crisis Prevention

Singapore, July 10-11, 2006

### Suggested Readings

#### 1. *Macroeconomic Management with Open Capital Accounts*

Calvo, Guillermo, 1996, "Capital Flows and Macroeconomic Management: Tequila Lessons," *International Journal of Finance and Economics*, Vol. 1, No. 3, pp. 207-23.

Calvo, Guillermo, and Carmen Reinhart, 1999, "When Capital Inflows Come to a Sudden Stop: Consequences and Policy Options," mimeo, available at <http://www.publicpolicy.umd.edu/faculty/reinhart/imfbook.pdf>.

Edwards, Sebastian, 1999, "How Effective are Capital Controls?," *Journal of Economic Perspectives*, Vol. 13, No. 4, pp. 65-84.

Frankel, Jeffrey, 1999, "No Single Currency is Right for All Countries or at All Times," *Essays in International Finance* No. 215 (Princeton: International Finance Section, Princeton University).

Gourinchas, Pierre-Olivier, Rodrigo Valdez, and Oscar Landerretche, 2001, "Lending Booms: Latin America and the World," Working Paper No. 8249 (Cambridge: National Bureau of Economic Research).

Ishii, Shogo, and Karl Habermeier, 2002, *Capital Account Liberalization and Financial Sector Stability*, Occasional Paper No. 211 (Washington: International Monetary Fund).

Kaminsky, Graciela and Carmen Reinhart, 1999, "The Twin Crises: The Causes of Banking and Balance-of-Payments Problems," *American Economic Review*, Vol. 89, No. 3, June, pp. 473-500.

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Krugman, Paul, 1999, *The Return of Depression Economics*, W.W. Norton & Company, New York.

Lane, Timothy, Leslie Lipschitz and Alex Mourmouras, 2005, “Real Convergence, Capital Flows, and Monetary Policy: Notes on the European Transition Countries,” pp. 61-69 in Schadler, Susan, ed., *Euro Adoption in Central and Eastern Europe: Opportunities and Challenges* (Washington: International Monetary Fund).

Reinhart, Carmen, and Vincent Reinhart, 1998, “Some Lessons for Policy Makers Dealing with the Mixed Blessing of Capital Inflows,” pp. 93-127 in Kahler, Miles, ed., *Capital Flows and Financial Crises* (New York: Council on Foreign Relations).

Singh, Anoop, Agnès Belaisch, Charles Collins, Paula De Masi, Reva Krieger, Guy Meredith, and Robert Rennhack, 2005, *Stabilization and Reform in Latin America: A Macroeconomic Perspective on the Experience Since the Early 1990s*, Occasional Paper No. 238 (Washington: International Monetary Fund).

## **2. Crisis Prevention, Self-Insurance and Preemptive Financing**

Allen, Mark, Christoph Rosenberg, Christian Keller, Brad Setser, and Nouriel Roubini, 2002, “A Balance Sheet Approach to Financial Crisis,” IMF Working Paper No. 02/210 (Washington: International Monetary Fund).

Berg, Andrew, Eduardo Borensztein, Gian Maria Milesi-Ferretti, and Catherine Pattillo, 1999, *Anticipating Balance of Payments Crises: The Role of Early Warning System*, Occasional Paper No. 186 (Washington: International Monetary Fund).

Borensztein, Eduardo, Marcos Chamon, Olivier Jeanne, Paolo Mauro, and Jeromin Zettelmeyer, 2004, *Sovereign Debt Structure for Crisis Prevention*, Occasional Paper No. 237 (Washington: International Monetary Fund).

Calvo, Guillermo, 2005, “Crises in Emerging Market Economies: A Global Perspective,” Working Paper No. 11305 (Cambridge: National Bureau of Economic Research).

Daseking, Christina, Atish Ghosh, Alun Thomas, and Timothy Lane, 2005, *Lessons from the Crisis in Argentina*, IMF Occasional Paper No. 236 (Washington: International Monetary Fund).

Dornbusch, Rudiger, 2001, “A Primer on Emerging Market Crises,” Working Paper No. 8326 (Cambridge: National Bureau of Economic Research).

Edwards, Sebastian, and Jeffrey Frankel, eds., 2003, *Preventing Currency Crises in Emerging Markets* (Cambridge and Chicago: National Bureau of Economic Research and University of Chicago Press).

Feldstein, Martin, 1999, "Self-Protection for Emerging Market Countries," Working Paper No. 6907 (Cambridge: National Bureau of Economic Research).

Flood, Robert and Nancy Marion, 2002, "Holding International Reserves in an Era of High Capital Mobility," in *Brookings Trade Forum: 2001*, ed. by Susan Collins and Dani Rodrik, pp. 1-68 (Washington: Brookings Institution Press).

Ghosh, Atish, 2006, "Capital Account Crises: Lessons for Crisis Prevention," International Monetary Fund, mimeo.

Ghosh, Atish, Timothy Lane, Marianne Schulze-Ghattas, Aleš Bulíř, Javier Hamann, and Alex Mourmouras, *IMF-Supported Programs in Capital Account Crises*, Occasional Paper No. 210 (Washington: International Monetary Fund).

Greenspan, Alan, 1999, "Currency Reserves and Debt," Remarks before the World Bank Conference on Recent Trends in Reserve Management, Washington DC, April 29, available at <http://www.federalreserve.gov/BoardDocs/Speeches/1999/19990429.htm>.

Guidotti, Pablo, 1999, Remarks to the G-33 Seminar, Bonn, Germany (March 11).

Hemming, Richard, Michael Kell, and Axel Schimmelpfennig, 2003, *Fiscal Vulnerability and Financial Crises in Emerging Markets*, Occasional Paper No. 218 (Washington: International Monetary Fund).

Ingves, Stefan, Alfredo Leone, Paul Hilbers, and Mark O'Brien, 2002, "Assessing Financial Sector Soundness: The Role of the IMF," Chapter 18 in *Financial Risks, Stability and Globalization* (Washington: International Monetary Fund).

IMF and World Bank, 2005, *Financial Sector Assessment—A Handbook*, available at <http://www.imf.org/external/pubs/ft/fsa/eng/index.htm>.

Lane, Timothy, Atish Ghosh, Javier Hamann, Steven Phillips, Marianne Schulze-Ghattas, and Tsidi Tsikata, 1999, *IMF-Supported Programs in Indonesia, Korea and Thailand: A Preliminary Assessment*, Occasional Paper No. 178 (Washington: International Monetary Fund).

Lindgren, Carl-Johan, Tomás Baliño, Charles Enoch, Anne Marie Gulde, Marc Quintyn, and Leslie Teo, 1999, *Financial Sector Crisis and Restructuring: Lessons from Asia*, IMF Occasional Paper No. 188 (Washington: International Monetary Fund).

Lipschitz, Leslie, 2006, "Notes on Crisis Prevention in Emerging Market Economies," International Monetary Fund, mimeo.

Moghadam, Reza, and team, 2005, *Turkey at the Crossroads: From Crisis Resolution to EU Accession*, Occasional Paper No. 242 (Washington: International Monetary Fund).

Mulder, Christian, Roberto Perrelli and Manuel Rocha, 2002, “The Role of Corporate, Legal and Macroeconomic Balance Sheet Indicators in Crisis Detection and Prevention,” IMF Working Paper 02/59 (Washington: International Monetary Fund).

Ortiz, Guillermo, 2002, “Recent Emerging Market Crises: What have we learned?,” Per Jacobsson Lecture Series, September (Available at <http://www.perjacobsson.org/lectures/2002-ortiz.pdf>).

Rodrik, Dani, 2006, “The Social Cost of Foreign Exchange Reserves,” Working Paper No. 11952 (Cambridge: National Bureau of Economic Research).

Rosenberg, Christoph, Ioannis Halikias, Brett House, Christian Keller, Jens Nystedt, Alexander Pitt, and Brad Setser, 2005, *Debt-Related Vulnerabilities and Financial Crises*, IMF Occasional Paper No. 240 (Washington: International Monetary Fund).

Sachs, Jeffrey, Andres Velasco, and Aaron Tornell, 1996a, “The Collapse of the Mexican Peso: What Have We Learned?” *Economic Policy* No. 22, pp. 13-64.

Sunderajan, V., Charles Enoch, Armida San José, Paul Hilbers, Russell Krueger, Marina Moretti, and Graham Slack, 2002, *Financial Soundness Indicators: Analytical Aspects and Country Practices*, Occasional Paper No. 212 (Washington: International Monetary Fund).

Wijnholds, Onno de Beaufort and Arend Kapteyn, 2001, “Reserve Adequacy in Emerging Market Economies,” IMF Working Paper 01/143 (Washington: International Monetary Fund).

### **3. *International Financial Architecture***

De Gregorio, Jose, Barry Eichengreen, Takatoshi Ito, and Charles Wyplosz, 1999, *An Independent and Accountable IMF* (London: Centre for Economic Policy Research).

De Rato, Rodrigo, 2006, “Adapting to the Changing Global Economy: The IMF’s Medium-Term Strategy,” available at <http://www.imf.org/external/np/speeches/2006/061606.htm>.

Eichengreen, Barry, 1999, *Toward a New Financial Architecture* (Washington: Institute for International Economics).

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Fischer, Stanley, 1999, "On the Need for an International Lender of Last Resort," *Journal of Economic Perspectives*, Vol. 13, No. 4, pp. 85-104.

Ghosh, Atish, Charis Christofides, Jun Kim, Laura Papi, Uma Ramakrishnan, Alun Thomas and Juan Zaldueño, 2005, *The Design of IMF-Supported Programs*, Occasional Paper No. 241 (Washington: International Monetary Fund).

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Lane, Timothy, 2005, "Tensions in the Role of the IMF and Directions for Reform," *World Economics*, Vol. 6, No. 2, pp. 1-20.

Mussa, Michael, 1999, "Reforming the International Financial Architecture: Limiting Moral Hazard and Containing Real Hazard," Reserve Bank of Australia, Proceedings from the Conference on Capital Flows and the International Financial System, pp. 216-36.

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Rogoff, Kenneth, 1999, "International Institutions for Reducing Global Financial Instability," *Journal of Economic Perspectives* Vol. 13, No. 4, pp. 21-42.

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Trichet, Jean-Claude, 2004, "The International Financial Architecture—Where Do We Stand?" speech at the conference on "Dollars, Debt and Deficits—60 Years After Bretton Woods," Madrid, June 14.

Truman, Edwin, 2006, *Strategy for IMF Reform* (Washington: Institute for International Economics).