

Macroeconomics

for Emerging East Asia

Calla Wiemer

29 November 2013

7. Finance

Elements of a Financial System

Financial Intermediaries

Financial Markets

Financial Deepening and Innovation

Financial Deepening

Financial Innovation

US Credit Boom of the 2000s

Finance in Emerging East Asia

Depth

Liquidity

Volatility & Fragility

The Special Case of Hong Kong

Hong Kong Monetary Institutions

Hong Kong As a Regional Financial Hub

Interest Rates and Asset Prices

Interest Rate Determination

Relationship between Interest Rates and Asset Prices

Finance and the Macroeconomy

Data Note

Bibliographic Note

Bibliographic Citations

List of Boxes

- 7.1 "Everyone can create money ..."
- 7.3 Securitization – Liquidity is generated, debt is piled on
- 7.4 The great divergence in finance

List of Charts

- 7.1 Financial Assets to GDP, Select Economies, 2010
- 7.2 Bonds Outstanding, Select Economies, 2012
- 7.3 Securities Turnover, Select Economies, 2011
- 7.4 Bank Z-Score, Select Economies, 2005-2010
- 7.5 Stock Price Volatility, Select Economies, 2005-2010

List of Figures

- 7.1 Market for Loanable Funds