

## Banking on Stability



# Banking on Stability

Japan and the Cross-Pacific  
Dynamics of International  
Financial Crisis Management

*Saori N. Katada*

Ann Arbor

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*For my parents,  
Toru and Hiroko Nakai*



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# List of Abbreviations

ADB	Asian Development Bank
AGRI	Asia Growth and Recovery Initiative
AMF	Asian Monetary Fund
APEC	Asia Pacific Economic Cooperation
ASEAN	Association of Southeast Asian Nations
BAC	bank advisory committee
BIS	Bank for International Settlements
DAC	Development Assistance Committee
EFF	Extended Fund Facility
ESAF	Enhanced Structural Adjustment Facility
ESF	Exchange Stabilization Fund
FBIS	Foreign Broadcast Information System
FDI	foreign direct investment
FILP	Fiscal Investment and Loan Program
FTAA	Free Trade Area of the Americas
G-5	Group of Five (France, Germany, Japan, the United Kingdom, and the United States)
G-7	Group of Seven (G-5 plus Canada and Italy)
G-10	Group of Ten (G-7 plus Belgium, the Netherlands, Sweden, and Switzerland)
G-77	Group of Seventy-Seven
GAB	General Arrangements to Borrow
GAO	General Accounting Office (of the United States)
GDP	gross domestic product
GNP	gross national product
IBRD	International Bank for Reconstruction and Development
IDA	International Development Association
IDB	Inter-American Development Bank
IFC	International Finance Corporation
IFI	international financial institutions
IIMA	Institute for International Monetary Affairs
IMF	International Monetary Fund
JBIC	Japan Bank for International Cooperation
JCIF	Japan Center for International Finance
JEXIM Bank	Export-Import Bank of Japan
JICA	Japan International Cooperation Agency
LDP	Liberal Democratic Party

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LIBOR	London Inter-Bank Offered Rate
LDC	less developed country
MITI	Ministry of International Trade and Industry
MOF	Ministry of Finance
MOFA	Ministry of Foreign Affairs
MOSS	Market-Oriented Sector Selective
NAB	New Arrangements to Borrow
NAFA	North American Framework Agreement
NAFTA	North American Free Trade Agreement
ODA	official development assistance
OECD	Organization for Economic Cooperation and Development
OECF	Overseas Economic Cooperation Fund
OMA	orderly marketing agreement
OOF	other official flows
OPEC	Organization of Petroleum Exporting Countries
PBL	policy-based lending
PCSE	panel-corrected standard errors
PKO	price-keeping operation
SAF	Structural Adjustment Facility
SAL	Structural Adjustment Loan
SECAL	Sector Adjustment Loan
SII	Structural Impediments Initiative
SRF	Supplemental Reserve Facility
TSCS	time-series cross-section
UN	United Nations
UNCTAD	United Nations Conference on Trade and Development
UNU	United Nations University
VER	voluntary export restraint
WIDER	World Institute for Development Economics Research