
Author Index

- Abraham, J.P. 19, 33
Aliber, R. 84
Aliber, R.Z. (Mayer *et al.*) 234
Andersen, L.C. 232
Archer, B.H. 193, 206, 207
Asian Development Bank 107
Atiyah, P.S. 163
Australian, Government of 167
Australian Financial Review 165
Australian Financial System
 Inquiry 41
Azzopardi, P.V. 211
- Babb, C.T. (Burger *et al.*) 232
Bahrain Monetary Agency 139, 140,
 141, 153
Baltensperger, E. 268
Bank Financial Management
 International 272
Bank for International Settlements 21,
 22, 54, 68, 153
Bank of Japan 40
Bank Negara Malaysia 57, 58, 68
Banker, The 12, 146-147, 268, 288
Basle Committee 247, 248, 259, 267,
 273, 276, 279, 282-284, 289
Baumol, W.J. 234
Beckett, S. 225
Begg, I. 16, 20
Bell, G. 93
Bervaes, N. (Abraham *et al.*) 19, 33
- Bhagwhati, J.N. 11
Bhanupongse, N. 39
Bierwag, G.O. 279
Bingham, L. 266
Blanden, M. 272
Blattner, N. 28
Blazic-Metzner, B. 116
Blinder, A.S. 234
Bollen, B. 287
Boorman, J.T.A. 232
Bowe, M. 268
Briguglio, L. 215
Brunner, K. 232
Buckley, P. 84
Burger, A.E. 232
- Cagan, P. 226
Cain, P. 87
Cameron, J. (Cole *et al.*) 85
Carey, D. 38, 42
Casanegra de Jantscher, M. 112, 113,
 128
Casson, M. 84
Central Bank of Cyprus 227
Central Bank of Malta 61, 211, 219, 227
Chaikin, D.A. 167
Cho, K. 84
Choi, S. 83
Coakley, J. 83-85, 86-89
Cohen, J.B. 274
Cole, K. 85

- Cole, R. 103
 Coleman, W.O. 36, 37, 39, 44, 51
 Compton, E.N. 272
 Consiglio, J.C. 211
 Cooke, P. 289
 Cordina, G. 211
 Crawford, J. 155
 Cutajar, T. 211
- Dale, R. 253, 254, 268
 Davis, K.T. 31
 Dean, J.W. 40, 211
 Dermine, J. 268
 Deutsche Bundesbank 285
 Dewatripont, M. 273
 Diamond, D. 83
 Diamond, W. 83
 Dimson, E. 268
 Doggart, C. 30, 83-84
 Drysdale, P. 36
 Duca, J.V. 226
 Duesenberry, J.S. (Mayer *et al.*) 234
 Dufey, G. 11
 Duffy, N. (Kay *et al.*) 27, 30
- EC 247, 268, 286
Economist, The 113, 165
 Economist Intelligence Unit 103, 106, 132
 Edwards, C. (Cole *et al.*) 85
 Ehrenfeld, R. 83
Euromoney 71
- Falzon, J. 241
 Felmingham, B. 41
 Feuring, W. 268
Financial Times 287
 Flakena, H.B. 273, 274
 Flint, J.H.L. 272, 273
Forbes 165
 Fowle, M. 268
 Freeman, S. 235
 Friedman, M. 225, 233
- Galdes, A.P. 211, 219
 Gallagher, R. 167
 Garfinket, M.R. 233
 Garnaut, R. 49
 Gertler, M. 240
 Giddy, I. 11, 84
 Gilchrist, S. 240
 Gild, M.E. 161
 Gordon, R.A. 161
- Gray, J.M. 161
 Group of Thirty 251
 Grubel, H. 84, 86, 94
 Gruson, M. 268
 Guillaumier, M.A. 211, 215
 Guinotte, A. (Abraham *et al.*) 19, 33
 Gurley, J.G. 233
- Hall, M.J.B. 260, 268, 283
 Hamilton, A. 98
 Hampton, M. 31, 81, 88, 92, 95, 98, 112, 132
 Harris, L. 87, 86-89
 Hasler, G. 28
 Havrilesky, T.M. 232
 Hazeldine, T. 49
 Hilferding, R. 86
 Hilton, A. 87
 Hondo, K. 37, 45
 Hopkins, A. 87
 Horvitz, P.M. 274
 Hughes, H. 37, 45, 116
 Hymer, S. 84
- Ingham, G. 87
Institutional Investor 288
 International Monetary Fund 68, 111, 159, 227
 Islands Business Pacific 114
- Jayaraman, T.K. 105, 106, 109, 126
 Johannes, J.M. 233
 Johns, R. 12, 83, 84, 96, 97, 105
 Jordan, J.L. 232
- Kalish, L. (Burger *et al.*) 232
 Kay, J. 27, 30
 Keating, D. 127
 Kelly, M.V. 273-275
 Kennedy, J. 32, 33
 Keynes, J.M. 225
 Khatkhate 215
 Kindleberger, C.P. 11
 King, R. 226
 Kok, W.J. (Falkena *et al.*) 273, 274
- Langer, M. 83, 166
 Laslett, R. (Kay *et al.*) 27, 30
 Le Marchant, C. 83
 Leite, S.P. 221, 222
 Lenin, V.I. 86
 Lessard, D. 84

- Leveson, I.F. 15
 Lewis, M.K. 31
 Llewellyn, D.T. 271
 Lomax, D. 283
 Lothian, J.R. 233
- Malaysia, Government of 211, 213
 Malta, Government of 211, 213
 Marsh, P. 268
 Mas, I. 219
 Mayer, T. 234
 McCarthy, I. 105, 115, 118, 125
 McKee, D. 129
 McKinnon, R.I. 214
 Meijer, J.H. (Falkena *et al.*) 273, 274
 Meltzer, A.H. 232
 Mendelsohn, M. 80
 Meulendyke, A.M. 232
 Mirakhor, A. 219, 221, 222
 Mishkin, F.S. 230, 232, 234
 Morgan, D.P. 226, 240
 Morris, C.S. 225
 Muller, H.J. 286
 Myers, M. 88
- Naylor, R. 83, 84, 106, 159
NCB Economist, The 152
New Zealand Herald 169
 New Zealand, House of
 Representatives 168
 Newton, A. 25
- O'Connell, T. 32, 33
Offshores Centres Report 159
Offshore Finance Magazine 94, 95
 O'hUiginn, P. 32
 Owens, J. 80, 100
- Pacific Island Monthly* 161
 Park, Y. 83, 84, 99
 Peagam, N. 132
 Peters, B.G. 162
 Plosser, C. 226
 Pollard, S. 88, 89
 Porter, M. 38
 Powell, G.C. 91, 93
- Raikes, D. 25
 Rasche, R.H. 233
 Reed, H. 83
 Registrar of Companies, Bermuda 195,
 197
- Reid, M. 100
 Reserve Bank of Vanuatu 110, 114,
 122, 123, 125
 Revell, J. 30
 Rhodes, J. 209, 216
 Roberts, R. 268
 Robinson, K.J. 241
 Rutherford, W. 87, 95
- Sampson, A. 155
 Sassen, S. 83
 Saunders, P. 45
 Schwartz, A.J. 225
 Shavell, S. 249, 268
 Shaw, E.S. 214, 233
 Sims, C. 225, 226
 Spencer, G. 38, 42
 Spitz, B. 83
 St John, S. 49
 States of Jersey 86
 Steil, B. 253, 268, 272
 Stock, J. 225
 Summers, R.S. 163
 Sundararajan, V. 221, 222
Sunday Times (Malta) 224
 Systems Programming Ltd 276
- Tabone, J. 211
 Talley, S.H. 219
 Tarling, R.J. 209, 216
 Theobald, T. 84
 Thomas, L.B. Jr 234
*Thomson's International Banking
 Regulator* 289
 Thornton, D.L. 233, 234
 Thrift, N. 83
Time Australia 159
 Tirole, J. 273
 Tisdell, C. 129
 Treadgold, M.L. 166
 Treasury Management
 International 276
 Tschoegl A. (Choi *et al.*) 83
- Valentine, T.J. 50
 Van Fossen, A. 166, 169
 Van Gend, G.O. 274
 Vassallo, F.J. 211
 Villanueva, D. 215, 219, 221, 222
- Walter, I. 83, 84, 106
 Ward, R.A. 274
 Warr, P.G. 39

Watson, M. 225
Wentworth, L. 166
Wilkes, O. 159
Williamson, J. 84
Williamson, P. 88
Winslow, D.A. 164
World Bank 107, 128

Wyderko, L.W. 275

Yu, P. (Choi *et al.*) 83, 85

Zeikel, A. (Cohen *et al.*) 274

Zinbarg, E.D. (Cohen *et al.*) 274

Zwick, J. 83, 99

Subject Index

- Abu Dhabi 141
accounting standards 71
administrative requests 60
agriculture 171, 173, 177, 185
ALCO (Asset and Liability
Committee) 273
ALMAN 276
ancillary financial services 15-16
annual licensing fee 56
Arab Banking Corporation 141-147
Asian tigers 36
Association of South East Asian Nations
(ASEAN) 55
asymmetric effects 226
Australia 35, 37-38, 41, 44, 155-169
Australian Taxation Office (ATO) 164
automated clearing system 79
- 'back-office' systems 10, 21, 32
Bahamas 53, 82
Bahrain 82, 134-154
balance of payments 70, 71, 206
Bank for Credit and Commerce
International 54
Bank of England 94, 288
Bank for International Settlements 54
Bank of Mauritius 77
bank panic 231
banking 172, 173, 178, 180, 181-182
banking infrastructure 69
bank reserves 232
- Barbados 82
Basle Concordat 252, 256
BCCI 66, 263-266
Belize 62-68
Belize Offshore Practitioners
Association 64
Bermuda 81, 192-207, 257
Bermuda Chamber of Commerce 201,
203, 255
Bermuda, Ministry of Labour and
Home Affairs 198, 200-202
Borneo 55
borrowing 286-287
British business practices 64
British Virgin Islands 82
Brunei Darrusalam 55
business visitors 205
- Canada 41, 44
capital accord 279-282
capital adequacy 282-290
Capital Adequacy Directive 247, 248,
255-257, 259, 261, 266, 267
capital adequacy regulation 247-263
Capital Adequacy Standard 73
capital flight 215
capital inflows 243
capital standards 241-253
Caribbean 66
Cayman Islands 13, 31, 82, 162
Central Bank 69, 79, 233

- Central Bank of Malta 211–213, 223
 Channel Islands 9, 30–31, 53, 285
 China 36
 CIA 158
 Citibank-Manila 67
 COMESA Clearing House 2, 77
 competition 43–45, 180–181, 186–187
 confidentiality 60
 Confucianism 37
 consolidated supervision 252, 258, 259,
 265–267
 constitutional relations 171
 Cook Islands 155–169
 credit ceilings 70, 72
 credit rating 71
 crime 129, 159
 cross-border financial activity 53
 customs union 183, 185
 Cyprus 53, 82, 225–244

 debt servicing 70
 deregulation 38–45
 derivatives 4, 13, 14, 25, 27, 38–40
 domestic credit 241
 domestic monetary assets 229
 double-taxation treaty 76
 Dublin 31–33
 Dublin International Financial Services
 Centre 31–33
 duration of portfolio 275
 duration-weighted assets 279

 East Asian countries 35, 40
 economic growth 69, 72–73
 economic stabilization 70, 71
 economic strategy 182–184, 190–191
 Edinburgh 29–30
 employment 175, 200, 203, 207
 Entrepôt 11, 59
 Euro currency markets 11–12
 Eurobanking 67
 Euromarket 84, 93
 European Financial Centres 16–21
 Euro-yen market 41
 European Union 39, 70–72, 79,
 171–172, 182–184, 188–189
 exchange controls 56, 172, 177, 182
 exchange rates 38–39
 expatriate community 60
 expected return on assets 231

 fiat money 226
 financial capital 87–89
 financial centres – types 11–16
 financial instruments 216
 financial services system 69
 'Finanzplatz Deutschland' 28
 fiscal incentives 74
 flag of convenience 156
 Foreign Bank Enhanced Supervision
 Act 1991 54
 foreign exchange market 42
 foreign exchange reserves 70
 foreign exchange trading 22–23
 Frankfurt 27–28
 fraud 163
 Freeport 75
 French Polynesia 163
 fund management 25–27, 29, 30, 31,
 32, 62
 futures and options markets 26

 G7 – central banks 41
 G10 284, 289
 gap analysis 274
 Gibraltar 53
 government accounts 174, 183–184
 government controls 214, 216
 government funding requirement 243
 Guam 156–169
 Guernsey 31, 82

 high-powered money 233
 Hong Kong 35–37, 44, 53, 285

 IFS 276
 IMF 288
 inadmissible assets 60
 income distribution 49
 independence 155
 Indian Ocean Rim Organization 71
 Indonesia 39, 44, 68
 industrial capital 89
 inflation 70, 172, 175, 213
 input-output analysis 192, 198–207
 inside money 226
 insurance 56, 173, 178, 181–2
 interest rate risk 273
 interest rates 70, 210, 213, 219
 intermediate target of monetary
 policy 233
 International Accounting
 Standards 30 (IAS 30) 73
 international banking facilities
 (IBFs) 66
 international banking institutions
 (IBIs) 61

- international business companies (IBCs) 62
- international competitiveness 43-45
- international financial markets 174, 176, 178, 180
- International Securities Markets Association (ISMA) 24-25
- Isle of Man 9, 31, 53, 82, 162, 171-191, 285
- Japan 36-41, 44
- Jersey 30, 80-82, 89-99, 158
- judicial requests 60
- jurisdiction 6
- Labuan 54-58, 64-68
- legal system 149-150
- legislation 162, 189-190
- lending 286-287
- liberalization 71, 209, 211-212, 216, 221
- Libor 212
- Libya 141
- Liechtenstein 9
- linkages 127
- liquidity ratios 60
- location 6, 9-33, 73
- Lome Convention 71
- London 11-12, 16, 19, 21, 28, 53, 71
- Luxembourg 12, 21, 27, 33
- Macaulay duration 275
- macro-economic environment 221
- Malaysia 35-36, 44
- Malta 9, 35, 43-45, 53, 58, 62, 64-68, 209-223, 224-244, 286-290
- Malta Banking Act 1994 60
- Maltese lira 223
- Manila 67
- manpower issues 174, 175, 176, 181, 182, 184
- manufacturing 172, 173, 174, 185
- market distortion 218
- market knowledge 220
- market niche 6
- market risk 247-248, 250, 251, 256-257, 260
- marketing 184, 189
- Marshall Islands 69, 156-169
- Mauritius 69-79
- Mauritius Export manufacturing activity 71
- Mauritius Offshore Business Activities Authority 75
- Micronesia (Federated States of) 166
- 'mini-Singapore' 67
- mobilization of payments 70
- modified duration 275
- monetary base 232, 233
- monetary transmission mechanism 240
- monetary union 183
- money stock 225
- money supply process 225-244
- money-laundering 159
- monocrop sugar economy 69
- Moody's 55
- narcotics trafficking 159
- national income 171, 179, 181
- NATO 193
- Nauru 155-169
- net foreign assets 241
- net interest income 277
- Netherlands Antilles 82
- New Caledonia 163
- New Zealand 35, 37-38, 42-44, 155-169
- New Zealand - monetary policy 42-43
- niche market 168
- Niue 168
- nominal fiat money 235
- Norfolk Island 156-169
- Northern Marianas 156-169
- OECD 282-284
- 'OECD Club rule' 282-290
- offshore banking 45-48, 50, 63, 249, 250, 263-266
- offshore financial centres (OFCs) 1, 12-13, 35, 45-58, 55, 80-100, 103-132, 155-169
- oligopoly 214, 217
- open economy 242, 244
- open market operations 72
- operating target of monetary policy 233
- outlier banks 272, 279
- outside money 226
- outward orientation of economy 71
- Pacific Islands 155-169
- Pacific Rim 38-50
- Palau 156-169
- People's Republic of China 36-37, 44, 66
- Philippines 67

- population 173, 190
- portfolio composition 229
- Privy Council 64
- professional services 174, 182
- proprietary models 248-249, 255, 258, 260
- prudential regulation 219
- public debt 214
- public sector revenue 206
- Qatar 134
- regional financial centres 15-16, 20, 75
- regulation 3, 182, 185, 253-259, 285
- regulatory incentives 54
- required reserve ratios 56, 234
- Reserve Bank of Australia 42
- Reserve Bank of New Zealand 43
- risk 247, 249, 250-255, 257-259, 262, 271-280
- risk aversion 218
- risk-weightings 282-283
- rogernomics 42-44
- Sabah 56
- savings deposits 232
- secrecy 77, 96-97, 108, 160
- securities market 23
- shared cultural tradition 37
- ship registration 62, 110
- Singapore 35-37, 44, 53, 285
- small size 7
- small states 286
- solvency margins 60
- sound economic management 71
- South African Development Community 71
- South Korea 44
- sovereignty 156-169
- splintering of financial services 11
- stability 106
- stamp duties 56
- stateless capital 156, 160
- sterling OFC 92-94
- stock exchange 72, 73
- stock markets 23-24
- structural adjustment 70, 71
- structural shift 241
- supervision 73, 127, 129, 285
- surveillance 249-253, 259-263
- Switzerland 28-29, 58
- systemic risk 247, 249, 250-255, 257-259, 262
- Taipei 66
- Taiwan 36, 44
- tax avoidance/evasion 160
- tax haven 63, 90-95, 105-106, 159-169
- taxation 95-96, 111, 124, 147, 187, 189
- technological improvements 115
- term structure 274-275
- terms of trade 70
- Thailand 35-36, 44
- time deposits 232
- time zone 78, 114
- Tonga 155-169
- tourism xiv, 98, 112, 126
- trading book 254, 256
- transnational capital 169
- transnational corporations 81, 82, 156
- treaty shopping 165
- Trust Act 1992 62
- ultimate target of monetary policy 233
- uncertainty 213
- underground economy 232
- unemployment 70
- United Arab Emirates 134
- Vanuatu 53, 67, 81, 103-132, 155, 169
- vulnerability 7
- wealth elasticity 230
- Western Samoa 155-169
- yield curves 274-276