

Gerard Caprio
Director, Financial Sector Operations and Policy Department

Gerard Caprio (Ph.D. in Economics, University of Michigan; A.B., Economics, Williams College) is the Director of the Operations and Policy Department in the World Bank's Financial Sector Vice Presidency, having previously served as head of the financial sector research team in the Bank's Development Research Group. Before joining the Bank in 1988, he was Vice President and Head of Global Economics at JP Morgan, previously serving as an economist at the Federal Reserve Board, the IMF, and also teaching as an adjunct professor at George Washington University. Jerry has researched and written extensively on financial sector policy, financial reform, and banking crises, including *Financial Reform: Theory and Experience*, and *Financial Liberalization: How Far, How Fast* (all Cambridge University Press). He co-authored *Finance for Growth: Policy Choices in a Volatile World*, with Patrick Honohan, and with him and Thorsten Beck edits the bi-monthly electronic newsletter, *Interest Bearing Notes*. His current research is on the links between financial sector regulation and supervision and the development and stability of the financial sector.

Recent Publications:

“Governance and Bank Valuation,” with Luc Laeven and Ross Levine, World Bank Policy Research Working Paper 3202, January 2004 (and NBER Working Paper, November 2003).

“Banking regulation: shadow views,” *Journal of Financial Stability*, December 2004.

“Bank Regulation and Supervision: What Works Best,” with Ross Levine and James Barth, *Journal of Financial Intermediation*, Vol. 12, April, 2004, pp 205-248.

“Corporate Governance in Finance: Concepts and International Observations,” with Ross Levine, forthcoming in *Building the Pillars of Financial Sector Governance: The Roles of the Private and Public Sectors* (The Brookings Institution Press, Fall 2002).

“Banking Policy and Macroeconomic Stability: An Exploration,” with Patrick Honohan, World Bank Policy Research Working Paper, June 2002, and forthcoming in William C. Hunter and George Kaufman, *Asset Price Bubbles*.

“Reducing the Cost of Bank Crises: Is Basel Enough?” with Patrick Honohan, forthcoming in Max Fry Festschrift, David Dickinson and Eddie George, eds., *Managing Money in the Economy* (London: Routledge, Feb 2002.)

Finance for Growth: Policy Choices in a Volatile World, with Patrick Honohan, Oxford University Press, May 2001.

“Bank Regulation and Supervision: A New Database,” with James Barth and Ross Levine, World Bank Policy Research Working Paper, March 2001, and forthcoming in Robert Litan and Richard Herring, eds., *Brookings-Wharton Papers on Financial Services*, 2001.

Financial Liberalization: How Far, How Fast? edited with Patrick Honohan and Joseph Stiglitz, Cambridge University Press, 2001. Also, chapter there on “The Case for Liberalization

and Some Drawbacks,” with James Hanson.

“Banking Systems Around the Globe: Do Regulation and Ownership Affect Performance and Stability?” With James Barth and Ross Levine, Prudential Regulation and Supervision: What works and what doesn’t, National Bureau for Economic Research, 2001.

“Avoiding Disaster: Policies to Reduce the Risk of Banking Crises,” with Maria Soledad Martinez Peria. Egyptian Center for Economic Studies Working Paper No. 47.

“Financial Fragility and Mexico’s 1994 Peso Crisis: An Event-Window Analysis of Market Valuation Effects,” with Berry Wilson, Journal of Money, Credit, and Banking, August 2000.

“Does Financial Reform Raise or Reduce Savings,” with Oriana Bandiera, Patrick Honohan, and Fabio Schiantarelli, Review of Economics and Statistics, January, 2000 (earlier version, World Bank Policy Research Working Paper, February 1999).

“Mexico’s Financial Sector Crisis: Propagative Links to Devaluation,” with Berry Wilson and Tony Saunders, The Economic Journal, January 2000.

Beyond Capital Ideals: Restoring Banking Stability, with Patrick Honohan, Journal of Economic Perspectives, 1999, and reprinted in The South African Journal of Economics, vol. 68, (1), March 2000.

“The Role of Long Term Finance: Theory and Evidence,” with Asli Demirguc-Kunt, Policy Research Working Paper number 1746, April 1997, World Bank Research Observer, May 1998.

Reforming Financial Systems: Historical Implications for Policy, edited with Dimitri Vittas, Cambridge University Press, May 1997.

“Safe and Sound Banking in Developing Countries: We’re Not in Kansas Anymore,” World Bank Policy Research Working Paper 1739, March 1997, and in FDICIA: Bank Reform Five Years Later and Five Years Ahead, JAI Press, December 1997.

“Bank Insolvency: Bad Luck, Bad Policy, or Bad Banking?” with Daniela Klingebiel, paper presented at the 1996 Annual Bank Conference on Development Economics, World Bank Economic Review, January 1997.

“The Lender of Last Resort Function Under a Currency Board: The Case of Argentina,” with Michael Dooley, Danny Leipziger, and Carl Walsh, in the Open Economies Review, 7: pp. 617-42, July 1996.

“Financial Reform: Beyond Laissez Faire,” with Lawrence H. Summers, in Stability of the Financial System, edited by Dimitri Papadimitriou, MacMillan Press 1996 (earlier version as World Bank Policy Research Working Paper 1171, August 1993).

“The Role of Financial Intermediaries in Transitional Economies,” Carnegie-Rochester Conference on Public Policy, June 1995.

Works Online

Featured Resources

- [Financial Liberalization: How Far, How Fast?](#)
- [Finance for Growth: Policy Choices in a Volatile World](#)

World Bank Research Datasets

- Episodes of Systemic and Borderline Financial Crises January 22, 2003
- Episodes of Systemic and Borderline Financial Crises July 10, 2002
- Bank Regulation and Supervision Database February 27, 2002

Works by this author

- [Can the Unsophisticated Market Provide Discipline? August 5, 2004](#)
- [Governance and Bank Valuation January 28, 2004](#)
- [Banking Policy and Macroeconomic Stability: An Exploration June 20, 2002](#)
- [Financial Liberalization: How Far, How Fast? November 1, 2001](#)
- [Bank Regulation and Supervisions: What Works Best? April 26, 2001](#)
- [Financial History: Lessons of the Past for Reformers of the Present November 1, 1995](#)
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