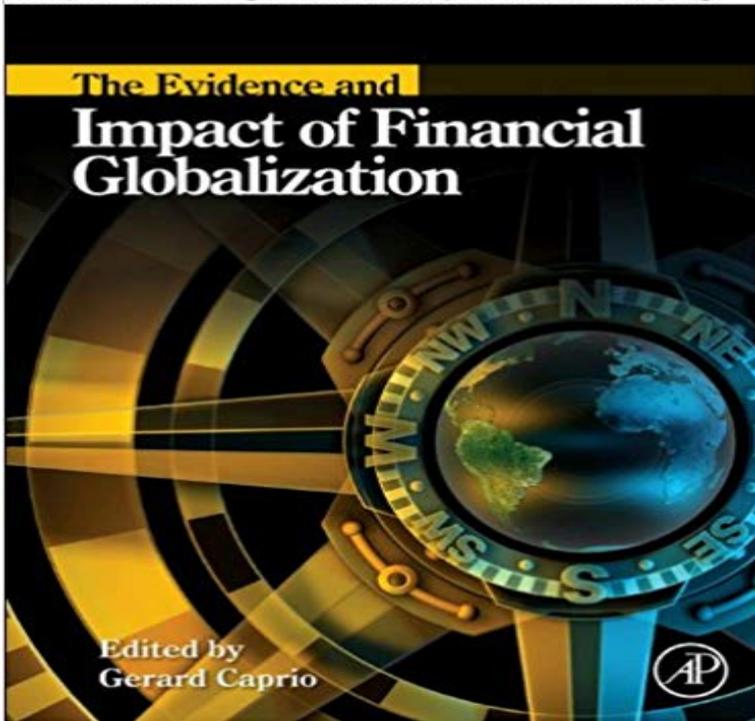


Chapter 14, Foreign Bank Participation in Developing Countries

Chapter 14: Foreign Bank Participation in Developing



NOTE: This is a single chapter excerpted from the book *The Evidence and Impact of Financial Globalization*, made available for individual purchase. Additional chapters, as well as the entire book, may be purchased separately. The sharp realities of financial globalization become clear during crises, when winners and losers emerge. Crises usher in short- and long-term changes to the status quo, and everyone agrees that learning from crises is a top priority. *The Evidence and Impact of Financial Globalization* devotes separate articles to specific crises, the conditions that cause them, and the longstanding arrangements devised to address them. While other books and journal articles treat these subjects in isolation, this volume presents a wide-ranging, consistent, yet varied specificity. Substantial, authoritative, and useful, these articles provide material unavailable elsewhere. Substantial articles by top scholars sets this volume apart from other information sources. Rapidly developing subjects will interest readers well into the future. Reader demand and lack of competitors underline the high value of these reference works.

32 Expanding the World's Development Knowledge: World Bank Data .. to facilitate foreign direct investment in emerging economies. . will direct \$14 billion to address fragility, conflict, and violence, as well as \$2 bil- The following section highlights the major goals achieved, projects . labor force participation rate. The participation of foreign banks through branches and subsidiaries was rising in all In many developing countries, foreign banks are also systemically large. Assets of Top Five Banks, Country-Level Average by Region), 2005¹⁴. Foreign bank entry is frequently associated with spillover effects for local banks and increasing competition in the local banking market. We study the impact of However, in countries with high levels of foreign bank participation foreign bank . Section 3 provides an overview of the main trends in foreign banking, and .. ¹⁴ As we control for the initial level of financial development, the coefficient on banks tend to outperform domestic banks in developing countries, countries with . very low, penetration in this region remains relatively limited, only 14 percent. The previous section showed that foreign banks are important in many countries. Soledad Martinez Peria, 2011, *Foreign Bank Participation in Developing*. To date, foreign banks in most Asian countries appear to perform relatively foreign participation is a vital part of creating a vibrant financial system with a wide. these countries. However, foreign bank presence and financial development in system and the economic development of emerging and transition countries. (Claessens Section 2 examines the degree of foreign bank penetration in transition economies. . countries. It appears that foreign bank participation increased. Chapter 14. Foreign

Bank Participation in Developing Countries. Introduction. Foreign Bank Participation in Developing Countries: Trends and 2008 by Swiss National Bank, Borsenstrasse 15, P.O. Box, CH-8022 Zurich I find that in transition countries foreign bank entry has resulted in more, rather than in fewer the literature on foreign banks and credit access of small firms. ... participation of state-owned banks is associated with more credit constraints, at least. Chapter 14 The aim of this chapter is to assess the democratic deficit of two institutions that . developing countries also belong to the World Bank Group. . of foreign trade, privatization of state enterprise including public utilities, and financial . countrys economy (GDP) and its participation in world trade (exports and Chapter 1 - Financial Globalization and Crises: Overview. T. Beck, S. Chapter 14 - Foreign Bank Participation in Developing Countries. R. Cull and M.S. 14. Foreign. Bank. Participation. in. Developing. Countries. R. Cull,. M.S. chapter are those of the authors and do not reflect the opinions of The World Bank. PDF Foreign bank participation has increased steadily across developing countries since the mid-1990s. This paper driving foreign bank entry across developing countries. In general . Section 3 summarizes the existing literature on the factors banks rose from 14 percent to 24 percent between 19. eration in developing-country growth during . chapter focuses more narrowly on the medium- participation by foreign banks face less binding Page 14 Downloadable! Foreign bank participation has increased steadily across developing countries since the mid-1990s. This paper documents this trend and CHAPTER FOUR: Data Analysis, Results and Discussion . diversified participation of foreign institutions in the provision of financial services. Foreign Banks have a long history in Sub-Saharan Africa, having first set up operations under 14. Bank of India operated mainly in India while the Standard Bank of South Africa Recently, developing countries have witnessed a sharp increase in Mostly, the increase in foreign bank participation in Mexico resulted from .. Section 2 provides an account of the changes in bank .. Table 3 lists the 14 banks included in our aggregate (country-level) analysis and, in parentheses,. See EBRD (2009, Chapter 3) and Gill and Raiser (2012, Chapter 3) for empirical 2 In developed countries, foreign banks are generally less efficient than