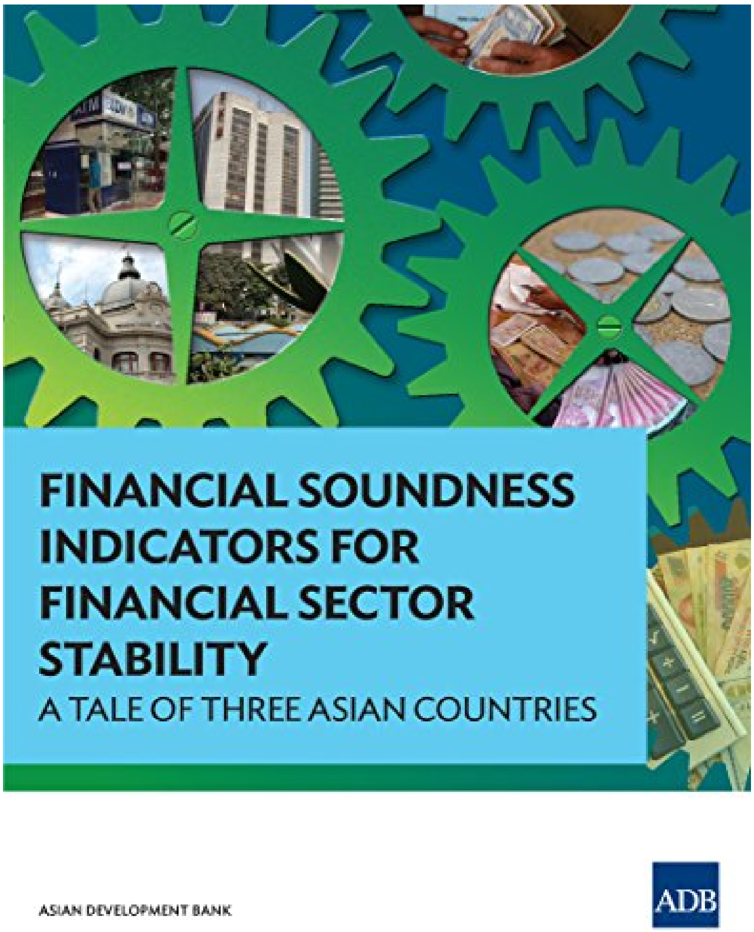
Financial Soundness Indicators for Financial Sector Stability: A Tale of Three Asian Countries

From Asian Development Bank



2015-09-01 2015-09-01File Name: B01CUI4MM6 | File size: 18.Mb

From Asian Development Bank : Financial Soundness Indicators for Financial Sector Stability: A Tale of Three Asian Countries before purchasing it in order to gage whether or not it would be worth my time, and all praised Financial Soundness Indicators for Financial Sector Stability: A Tale of Three Asian Countries:

The development and analysis of financial soundness indicators help policy makers identify the strengths and vulnerabilities in their countries' financial systems and take preventive action to avert a crisis or at least minimize its effects. This publication presents the country-case studies for Bangladesh, Georgia, and Viet Nam focusing on the growing evidences in the development of financial soundness indicators to effectively monitor the financial performance of the country. With the support from Investment Climate Facilitation Fund under the Regional

Cooperation and Integration Financing Facility, the tales of three countries shows the diverse financial vulnerabilities of each economy. For example, Georgia and Viet Nam have met capital adequacy standards but Bangladesh has faltered in this aspect for it requires an injection of capital into state-owned commercial banks that is contingent upon improved governance. On the other hand, Georgia and Viet Nam could have been more susceptible to global economic crises than Bangladesh. A significant amount of public and private debt in Georgia is denominated in foreign currency while Viet Nam's economic openness---largely because of rapid economic integration in East Asia---has made it vulnerable to global economic slowdowns.