

Birkbeck 2.13 FIR. Bibliography of items used in preparing the course.

A. General background.

Buckle, Mike and Thompson, John (2004). *The UK financial system: theory and practice*. Fourth edition. Manchester: Manchester University Press.

Carlin, Wendy and Soskice, David (2006). *Macroeconomics: imperfections, institutions, and policies*. Oxford: Oxford University Press.

Dell, Edmund (1996). *The Chancellors: a history of the Chancellors of the Exchequer, 1945-90*. London: Harper Collins.

Heffernan, Shelagh (2005). *Modern banking*. New Jersey, etc.: John Wiley.

Howells, Peter and Bain, Keith (2005). *The economics of money, banking and finance: a European text*. Third edition. Harlow, etc.: FT Prentice Hall.

Keegan, William (1984). *Mrs Thatcher's economic experiment*. Harmondsworth: Penguin Books.

Keegan, William (2003). *The prudence of Mr Gordon Brown*. John Wiley and Sons.

Keynes, John Maynard. *The General Theory of Employment, Interest and Money*. London: Macmillan.

Lawson, Nigel (1992). *The view from No. 11: memoirs of a Tory radical*. London: Bantam Press.

Matthews, Kent and Thompson, John (2005). *The economics of banking*. New Jersey, etc.: John Wiley.

Mishkin, Frederic S. (2006). *The economics of money, banking, and financial markets*. 7th edition update. Boston, etc.: Pearson, Addison Wesley. [Page references are to this new edition, but previous editions are almost identical.]

Oxford dictionary of finance and banking. Third edition. 2005.

Sloman, John (2003). *Economics*. Fifth edition. Harlow: Prentice Hall.

Smith, David (1987). *The rise and fall of monetarism*. Harmondsworth: Penguin Books.

Spencer, Peter D. (2000). *The structure and regulation of financial markets*. Oxford University Press.

WEB MATERIAL

Bank of England website: <http://www.bankofengland.co.uk/history.htm>

Click on “Monetary Policy”, then “Core Purposes”, and “Monetary Policy Framework”. See also “Monetary Policy Committee”, “History of the Bank of England”, etc.

B. References relating to banking regulation.

The following are largely non- technical:

Mishkin: chapter 11. Emphasis on US, but much useful information, including on regulation and banking crises. See also chapter 10 on competition issues, and M2: 37-41.

Spencer: S11 and S12 give a somewhat more theoretical perspective on regulatory issues. Note S9.1 on convexity (concavity) of payoffs to holders of equity (debt).

Howells and Bain: chapter 25 (includes European and international regulation).

Heffernan: chapter 4 (global regulation); 5.2 (bank structure and regulation in UK); see also chapter 9 (competition issues).

The following are more technical:

Buckle and Thompson: chapter 17.

Matthews and Thompson: chapter 11.

Dewatripont, Mathias and Tirole, Jean (1993). *The prudential regulation of banks*. Cambridge Mass. and London: The MIT Press. Pursues the theme that the primary motive for regulation is the representation of small depositors.

Freixas, Xavier and Rochet, Jean-Charles (1999). *Microeconomics of Banking*. Cambridge Mass. and London: The MIT Press. Chapter 9.

Relevant web material:

For general mission statements, etc., on the FSA website, see

<http://www.fsa.gov.uk/Pages/about/index.shtml>

For a 1999 FSA paper by David Llewellyn on “The economic rationale for financial regulation”, which extensively reviews debates on regulatory issues, see

<http://www.fsa.gov.uk/pubs/occpapers/OP01.pdf>

See also relevant pages of the BoE website, e.g.

<http://www.bankofengland.co.uk/publications/speeches/financialstability.htm>