

# Contents

## I Background

- 1 Introduction 3
- 2 A Century of Capital Flows 13

## II Capital Account Liberalization

- 3 Capital Account Liberalization: What Do the Cross-Country Studies Tell Us? 49
- 4 When Does Capital Account Liberalization Help More Than It Hurts? 71  
with Carlos Arteta and Charles Wyplosz

## III Crises

- 5 Exchange Market Mayhem: The Antecedents and Aftermath of Speculative Attacks 99  
with Andrew Rose and Charles Wyplosz
- 6 Contagious Currency Crises 155  
with Andrew Rose and Charles Wyplosz
- 7 The Baring Crisis in a Mexican Mirror 187
- 8 The EMS Crisis in Retrospect 213
- 9 Understanding Asia's Crisis 251

**IV Policy Implications****10 Capital Controls: Capital Idea or Capital Folly? 279****11 Taming Capital Flows 289**

Notes 307

References 337

Acknowledgments 363

Index 365