

Shaofang Li

Financial Regulation and Bank Performance



上海交通大学出版社
SHANGHAI JIAO TONG UNIVERSITY PRESS



Springer

Contents

1	Introduction	1
1.1	Motivation of This Study	1
1.2	Research Questions Addressed in This Study	2
1.3	Structure and Contents	4
	References	5
2	Quality of Bank Capital, Competition, and Risk-Taking	9
2.1	Overview	9
2.2	Introduction	9
2.3	Literature Review	11
2.4	Data and Variable Definition	13
2.4.1	Data Sources	13
2.4.2	Variable Definition	14
2.4.3	Descriptive Statistics and Correlation	16
2.5	Research Design	19
2.6	Empirical Analysis	25
2.6.1	Basic Analysis	25
2.6.2	Impact of Competition on the Relationship Between Capital Structure and Risk-Taking	29
2.6.3	Impact of the Financial Crisis on the Relationship Between Capital Structure and Risk-Taking	36
2.6.4	Robustness Checks	40
2.7	Conclusion	45
	References	46
3	Banking Sector Reform, Competition, and Bank Stability	51
3.1	Overview	51
3.2	Introduction	51
3.3	Banking Sector Reform in Transition Countries and Literature Review	53

3.3.1	Banking Sector Reforms in Transition Countries	53
3.3.2	Literature Review	54
3.4	Data and Variables	55
3.4.1	Sample	55
3.4.2	Variables	56
3.4.3	Summary Statistics	59
3.5	Empirical Methodology	62
3.6	Empirical Analysis	67
3.6.1	Basic Results	67
3.6.2	Impact of Bank Regulation on the Relationship Between Competition and Stability	69
3.6.3	Robustness Checks	74
3.7	Conclusion	85
	References	86
4	The Impact of Bank Regulation and Supervision on Competition ...	91
4.1	Overview	91
4.2	Introduction	91
4.3	Literature Review	93
4.3.1	Previous Studies on Competition	93
4.3.2	Bank Regulation and Effects on Bank Competition	95
4.4	Estimation Methodology and Data	96
4.4.1	Estimation of Competition Variables	96
4.4.2	Data Sources, Sample Selection, and Variable Definitions	99
4.4.3	Statistical Results	102
4.4.4	Determinants of Bank Competition	105
4.5	Empirical Results	105
4.5.1	Bank Regulation, Supervision, and the <i>H</i> -Statistic	105
4.5.2	Alternative Measures of Competition	110
4.5.3	Impact of the Financial Crisis	114
4.5.4	Further Tests: Foreign Banks Versus Domestic Banks	115
4.5.5	Robustness Checks	122
4.6	Conclusion	122
	References	130
5	Bank Competition, Regulation, and Efficiency	133
5.1	Overview	133
5.2	Introduction	133
5.3	Related Literature Review	135
5.3.1	The Impact of Competition on Bank Efficiency	135
5.3.2	Literature Review on Bank Regulation and Bank Efficiency	135

5.4	Variables Definition and Research Design	137
5.4.1	Bank Efficiency Estimation and Main Variables Definition	137
5.4.2	Model Specification	141
5.4.3	Data Selection	141
5.4.4	Summary Statistics	145
5.5	Empirical Results	145
5.5.1	Basic Results	145
5.5.2	Impact of Bank Regulation on the Relationship Between Competition and Efficiency	152
5.5.3	Further Test: Foreign Banks Versus Domestic Banks	156
5.5.4	Robustness Checks	163
5.6	Conclusions	170
	References	176
6	Conclusion	179
6.1	Overview	179
6.2	Summary of the Main Findings	179