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*Special Features*

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**GLOBAL FINANCIAL REFORM**

1

JEROME LEVINSON

---

**THE INTERNATIONAL FINANCIAL SYSTEM:  
A FLAWED ARCHITECTURE**

The international financial system and the dubious foundations upon which it is built are to blame for recent economic crises. State and international organization policies have placed undue burden on U.S. workers and borrower countries.

57

BARRY EICHENGREEN

---

**BAILING IN THE PRIVATE SECTOR:  
BURDEN SHARING IN INTERNATIONAL  
FINANCIAL CRISIS MANAGEMENT**

International financial institutions' recent bailouts of collapsing economies raise concern that such efforts shield investors from the consequences of their investment behavior. Alternatives bail out the countries while bailing in investors.

77

WARREN COATS

---

**THE ASIAN MELTDOWN OF 1997: THE ROLE OF THE  
FINANCIAL SECTOR AND OF BANK EXIT POLICIES**

The accumulation of unproductive investments led to a decline in international competitiveness. Increased bank portfolio risks heightened the danger of loan defaults as macroeconomic conditions deteriorated.

87

LAURENT JACQUE

---

**THE ASIAN FINANCIAL CRISIS:  
LESSONS FROM THAILAND**

The origin of the crisis lies in the private sector, which misallocated financial resources with government approval. Inappropriate Western-style policies—aimed to improve economic conditions—only worsened the situation.

109

ADAM POSEN

---

**FINANCIAL FRAGILITY AND THE RISKS OF CRISIS:  
THE CASE OF JAPAN**

Even economic giants such as Japan cannot afford to pursue laissez-faire economic policies. Macroeconomic stabilization of consumer confidence, the financial system and the strength of the currency should be the top priority.

131

CEM KARACADAG &  
BARBARA SAMUELS II

---

**IN SEARCH OF THE MARKET FAILURE  
IN THE ASIAN CRISIS**

The private sector's inadequate country risk analysis is at the heart of the crisis. This led to high-risk cross-border lending and investment in the region as the market lacked the information it required to function properly.

145

G O H A R B I L A L

---

**ISLAMIC FINANCE: ALTERNATIVES TO THE  
WESTERN MODEL**

The growing Islamic financial services industry provides sophisticated instruments for Muslim borrowers and lenders. These instruments give more importance to the valuation of anticipated profits than to collateral.

161

JEAN-FRANÇOIS SEZNEC

---

**ETHICS, ISLAMIC BANKING AND THE  
GLOBAL FINANCIAL MARKET**

Islamic finances could serve as an alternative model for reintroducing ethical guidelines into the global financial market. This could help both individual depositors and developing countries in need of finance capital.

---

**Issues & Policy**

171

CHARLES DAVIDSON

---

**THE CHALLENGE TO DEMOCRATIZATION:  
ARAFAT AND THE NEW ELITE**

Despite encouraging strides toward self rule, many obstacles stand in the way of the full realization of democracy in the Palestinian territory. Paradoxically, the conditions of Israeli occupation gave rise to a thriving civil society, which the Arafat regime views as a potential threat.

191

BASSAM TIBI

---

**THE FUNDAMENTALIST CHALLENGE TO THE  
SECULAR ORDER IN THE MIDDLE EAST**

The competition between secular elites and Islamist counter-elites presents a new threat to security in the Middle East, necessitating new approaches to ensuring stability in the region.

**211**

**IAN BOWLES & CYRIL KORMOS**

---

**THE AMERICAN CAMPAIGN FOR ENVIRONMENTAL  
REFORMS AT THE WORLD BANK**

Owing largely to input from environmental organizations, the U.S. Congress has, since the 1980s, used its influence to pressure the World Bank to address the negative environmental impacts of its lendings policies.

**227**

**BABAK NIKRAVESH**

---

**QUEBEC AND TATARSTAN IN  
INTERNATIONAL LAW**

Quebec and Tatarstan's increasing diplomatic and paradiplomatic activities bring into question the status of federal components in international law.

---

***Reviews & Commentary***

**259**

**RUSSELL CRANDALL**

---

**A TANGLED WEB: THE MAKING OF FOREIGN POLICY  
IN THE NIXON PRESIDENCY** by WILLIAM BUNDY

**265**

**ZEYNEP OGUT**

---

**ALLIES DIVIDED: TRANSATLANTIC POLICIES  
FOR THE GREATER MIDDLE EAST**  
edited by ROBERT BLACKWILL AND MICHAEL STUERMER

**271**

**PHILIP RITCHESON**

---

**SOURCES OF CONFLICT IN THE 21<sup>ST</sup> CENTURY:  
REGIONAL FUTURES AND U.S. STRATEGY**  
edited by ZALMAY KHALILZAD AND IAN O. LESSER

**275**

**AGNÈS HUBERT**

---

**EU-U.S. RELATIONS AND EUROPEAN ECONOMIC  
AND MONETARY UNION**

**285**

**MILTON EZRATI**

---

**IN JAPAN, CHANGE IS ALREADY EVIDENT**

**291  
295**

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# 1998

## GLOBAL FINANCIAL REFORM

WINTER • SPRING Vol. 23:1

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SUMMER • FALL Vol. 23:2

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