

1. Record Nr.	UNINA9910464014103321
Autore	De Nicolo Gianni
Titolo	Financial intermediation, competition, and risk [[electronic resource]] : a general equilibrium exposition / / prepared by Gianni De Nicolo and Marcella Lucchetta
Pubbl/distr/stampa	[Washington D.C.], : International Monetary Fund, 2009
ISBN	1-4623-6889-1 1-4527-8538-4 1-4518-7252-6 9786612843204 1-282-84320-6
Descrizione fisica	1 online resource (31 p.)
Collana	IMF working paper ; ; WP/09/105
Altri autori (Persone)	LucchettaMarcella
Soggetti	Intermediation (Finance) Competition Electronic books.
Lingua di pubblicazione	Inglese
Formato	Materiale a stampa
Livello bibliografico	Monografia
Note generali	Description based upon print version of record.
Nota di bibliografia	Includes bibliographical references.
Nota di contenuto	Table of Contents; I. Introduction; II. The Basic Model; A. Time, Endowments and Preferences; B. Technologies; C. Contracts and Information; III. Equilibrium with Banks and Depositors; A. Moral Hazard; B. No Moral Hazard; IV. Optimality and Intermediary Rents; V. Equilibrium with Firms, Intermediaries and Depositors; A. The Extended Model; B. Perfectly Correlated Projects; C. Independent Projects; VI. Conclusion; Appendix; References
Sommario/riassunto	We study a simple general equilibrium model in which investment in a risky technology is subject to moral hazard and banks can extract market power rents. We show that more bank competition results in lower economy-wide risk, lower bank capital ratios, more efficient production plans and Pareto-ranked real allocations. Perfect competition supports a second best allocation and optimal levels of bank risk and capitalization. These results are at variance with those obtained by a large literature that has studied a similar environment in partial equilibrium. Importantly, they are empirically rele

