

The Future Regulation of the
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Table 1

Variable	Time-Period	Frequency	Developed/ Developed Mean Correlation Coefficient	Developed/ Developing Mean Correlation Coefficient	Test Statistic ($H_0: M_x = M_y$) Critical Value of 0.05% one-tailed test in parentheses
Syndicated	1993-2002	Monthly	0.37	0.14	3.33 (3.29)
ROA	1988-2001	Annual	0.10	-0.08	4.40 (3.29)
ROC	1988-2001	Annual	0.14	-0.11	6.92 (3.29)
GDP	1985-2000	Six-monthly	0.44	0.02	9.08 (3.29)
GDP HP	1950-1998	Annual	0.35	0.02	9.41 (3.29)
STIR	1985-2000	Six-monthly	0.72	0.23	11.09 (3.29)
STIRR	1985-2000	Six-monthly	0.66	0.22	10.93 (3.29)
GBI-EMBI	1991-2002	Daily	0.78	0.53	5.45 (3.29)
GBI-EMBI	1991-1997	Daily	0.90	0.74	4.64 (3.29)
GBI-EMBI	1998-2002	Daily	0.42	0.09	5.87 (3.29)
IFCI-COMP	1990-2000	Daily	0.58	-0.15	7.83 (3.29)
IFCG-COMP	1990-2000	Daily	0.58	-0.17	8.06 (3.29)

Table 1. Comparison of non-industrially diversified portfolios

1. Diversified developed/developing				2. Diversified developed				
Total Exposure = 117,625,333.00				Total Exposure = 117,625,333.00				
Percentile	Loss value	Unexpected loss (%)		Percentile	Loss value	Unexpected loss (%)	Percentage Difference	
99.8	22,595,312	19.21		99.8	27,869,349	23.69	+23.34	
99.9	26,390,246	22.44		99.9	32,187,075	27.36	+21.96	

Table 1. CARs for the USA

PERIOD	Standardised	IRB F	ICRM
1982	9.597967	8.591044	8.070189
1983	8.933900	7.185306	6.802057
1984	8.933900	7.624870	7.032411
1985	9.133900	8.024912	7.262765
1986	9.463390	9.989917	8.736384
1987	9.463930	9.824500	8.545390
1988	9.463930	8.659141	6.990717
1989	9.563390	10.804149	6.488127
1990	9.563390	11.677029	7.601025
1991	9.986339	11.434979	7.541649
1992	9.687739	8.064210	6.470195
1993	9.287739	6.468979	4.665018
1994	8.901877	5.395182	3.783256
1995	8.507394	5.561594	4.087216
1996	8.246774	5.646111	4.316443
1997	8.294313	5.940010	4.837646
1998	8.312774	6.508256	5.831926
1999	8.403155	7.810893	6.704727
2000	8.410316	8.126805	7.163834
2001	8.531238	8.245881	7.242604
2002	8.312375	8.180511	6.779526
2003	8.107739	6.603000	6.258685
Average	8.959430	8.016694	6.509627
Variance	0.339964	3.392352	1.945790

Table 2: CARs for Mexico

PERIOD	Standardised	IRB F	ICRM
Mar-95	8.765096	13.864230	10.462123
Jun-95	9.221855	16.650790	12.285877
Sep-95	9.299730	17.103009	12.714591
Dec-95	9.493498	18.151470	12.820000
Mar-96	9.251044	17.067542	12.589874
Jun-96	9.494958	18.448561	13.248221
Sep-96	9.557249	19.415843	14.891864
Dec-96	10.303734	24.230942	17.645355
Mar-97	9.430354	19.088714	15.153354
Jun-97	9.273425	17.500911	13.895955
Sep-97	9.396601	18.254201	14.344051
ec-97	8.928781	15.194116	14.796451
Mar-98	8.813186	14.397932	13.673818
Jun-98	8.851211	14.428160	12.256023
Sep-98	9.058278	15.545394	11.622476
Dec-98	9.040916	15.456234	11.797630
Mar-99	9.052107	15.519282	12.003802
Jun-99	8.981783	15.296608	12.251375
Sep-99	9.135013	15.979265	12.725803
Dec-99	8.968905	15.345409	12.100842
Average	9.215886	16.846931	13.163974
Variance	0.122662	5.644965	2.588205

Chart 1.

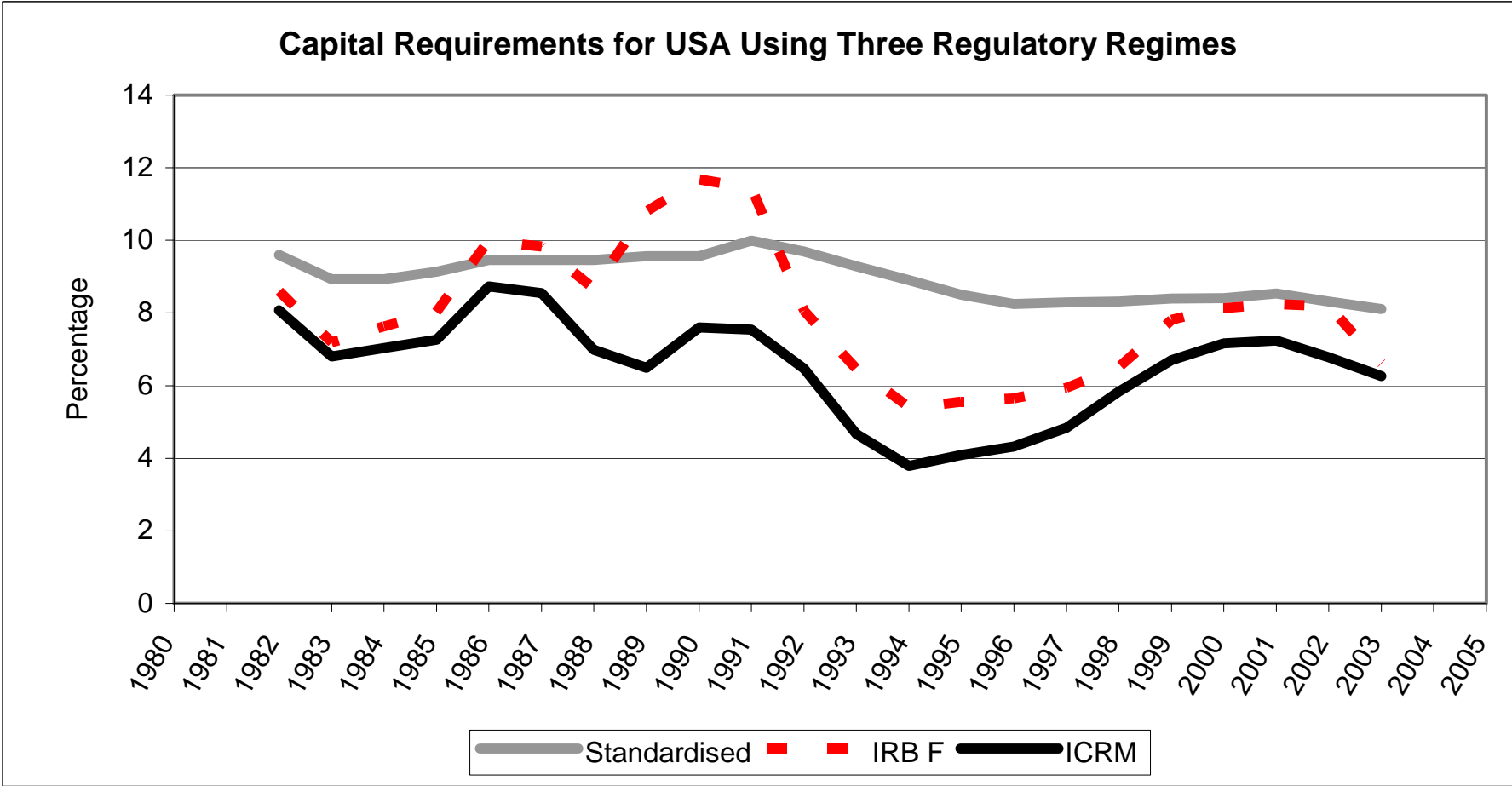


Chart 2.

