African Finance in the 21st Century

Edited by

Marc Quintyn

and

Geneviève Verdier





Contents

List of Figures		vii
List of Tables		ix
Lis	st of Boxes	xi
Foreword		xii
Les	slie Lipschitz	
No	otes on Contributors	xiv
	troduction and Overview arc Quintyn and Geneviève Verdier	1
	rt I Finance in Africa—Developments, agnosis and Determinants	
1	The Finance-Growth Nexus: Theory, Evidence, and Implications for Africa Stephen Haber	11
2	Finance in Africa: A Diagnosis Patrick Honohan	32
3	Financial Deepening in the CFA Franc Zone: The Role of Institutions Raju Jan Singh, Kangni Kpodar and Dhaneshwar Ghura	45
4	Developing a Sound Banking System in Sub-Saharan African Countries Louis Kasekende	63
5	From Informal Finance to Formal Finance—Lessons from Linkage Efforts Ernest Aryeetey and Ama Pokuaa Fenny	87
6	African Stock Markets—Opportunities and Issues Lemma W. Senbet and Isaac Otchere	104
Pa	nrt II Finance in Africa—Policy Issues and Case Studies	
7	Regulatory Frameworks in Sub-Saharan Africa: Ensuring Efficiency and Soundness	145

vi Contents

8	Building Supervisory Structures in Africa—An Analytical Framework Marc Quintyn and Michael Taylor	187
9	Regional Financial Integration as a Potential Engine for Financial Development in sub-Saharan Africa John Wakeman-Linn and Smita Wagh	219
10	Access to Finance in Africa—Consolidating the Positive Trends Jennifer Isern, Estelle Lahaye, and Audrey Linthorst	246
11	Developing Credit Reporting in Africa: Opportunities and Challenges Nataliya Mylenko	268
12	Case Study on Microfinance Institutions and Policies in Madagascar: Promoting a Viable Sector Emma Andrianasolo	280
13	Financial Sector Development Program (FSDP): The Case of Rwanda Consolate Rusagara	299
Ind	Index	