
Table of contents

About the Financial Stability Report	I
I. Overview.....	1
II. Macro environmental factors potentially affecting financial sector	13
2.1 International economic and financial conditions	13
2.2 Domestic economic and financial conditions	32
2.3 Non-financial sectors	42
III. Financial sector assessment.....	54
3.1 Financial markets	54
3.2 Financial institutions	62
3.3 Financial infrastructure	92
IV. Measures to maintain financial stability	100
4.1 Measures taken by the CBC to promote financial stability	100
4.2 Measures undertaken by the FSC to maintain financial stability.....	103
Box 1 Depreciation of the Japanese yen and its impacts on Taiwan’s economy	27
Box 2 Taiwanese government’s policy responses to the global economic slowdown.....	38
Box 3 Plan to enhance the soundness of the housing market: progress and effectiveness	51
Box 4 Domestic banks’ offshore banking units: Retrospect and prospect.....	84
Box 5 Implementation of Basel III in domestic banks in Taiwan	88
Appendix: Financial soundness indicators	107
Explanatory notes: Compilation of financial soundness indicators	110
Abbreviations	118

