
Contents

Acknowledgments	xi
Translating Market Socialism with Chinese Characteristics into Sustained Prosperity	1
Joseph P. H. Fan, Randall Morck, and Bernard Yeung	
 I. FINANCIAL SYSTEM AND ITS GOVERNANCE	
1. The Governance of China's Finance	35
Katharina Pistor	
<i>Comment:</i> Zheng Song	
2. China's Financial System: Opportunities and Challenges	63
Franklin Allen, Jun "QJ" Qian, Chenying Zhang, and Mengxin Zhao	
<i>Comment:</i> Chenggang Xu	
 II. GOVERNANCE OF STOCK MARKETS	
3. Assessing China's Top-Down Securities Markets	149
William T. Allen and Han Shen	
<i>Comment:</i> Qiao Liu	
4. Institutions and Information Environment of Chinese Listed Firms	201
Joseph D. Piotroski and T. J. Wong	
<i>Comment:</i> Li Jin	

III. CAPITAL ACCUMULATION

- | | |
|--|-----|
| 5. Why Are Saving Rates So High in China? | 249 |
| Dennis Tao Yang, Junsen Zhang,
and Shaojie Zhou | |
| <i>Comment:</i> Leslie Young | |
| 6. The Chinese Corporate Savings Puzzle:
A Firm-Level Cross-Country Perspective | 283 |
| Tamim Bayoumi, Hui Tong,
and Shang-Jin Wei | |
| <i>Comment:</i> Ning Zhu | |

IV. PUBLIC FINANCE

- | | |
|--|-----|
| 7. Financial Strategies for Nation Building | 313 |
| Zhiwu Chen | |
| <i>Comment:</i> Jiahua Che | |
| 8. Provincial and Local Governments in China:
Fiscal Institutions and Government Behavior | 337 |
| Roger H. Gordon and Wei Li | |
| <i>Comment:</i> Zhigang Li | |
| Contributors | 373 |
| Author Index | 377 |
| Subject Index | 383 |