

## Capital in Banking

*Capital in Banking* traces the role of capital in US, British, and Swiss banking from the nineteenth to the twenty-first century. The book discusses the impact of perceptions and conventions on capital ratios in the 19th century, the effects of the First and Second World Wars, and the interaction of crises and banking regulation during the 1930s and the 1970s. Moreover, it emphasises the origins of the risk-weighted assets approach for measuring capital adequacy and explains how the 2007/2008 crisis led to a renaissance of unweighted capital ratios. The book shows that undisclosed reserves, shareholders' liability, and hybrid forms of capital must be considered when assessing capital adequacy. As the first long-run historical assessment of the topic, this book represents a reference point for publications in economics, finance, financial regulation, and financial history.

This title is also available as Open Access on Cambridge Core.

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*The Role of Capital in Banking in the 19th and 20th Century: The United Kingdom, the United States, and Switzerland*

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Shaftesbury Road, Cambridge CB2 8EA, United Kingdom

One Liberty Plaza, 20th Floor, New York, NY 10006, USA

477 Williamstown Road, Port Melbourne, VIC 3207, Australia

314-321, 3rd Floor, Plot 3, Splendor Forum, Jasola District Centre,  
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103 Penang Road, #05-06/07, Visioncrest Commercial, Singapore 238467

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a department of the University of Cambridge.

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Information on this title: [www.cambridge.org/9781009276894](http://www.cambridge.org/9781009276894)

DOI: [10.1017/9781009276887](https://doi.org/10.1017/9781009276887)

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Published with the support of the Swiss National Science Foundation.

When citing this work, please include a reference to the DOI [10.1017/9781009276887](https://doi.org/10.1017/9781009276887)

First published 2025

*A catalogue record for this publication is available from the British Library.*

*A Cataloging-in-Publication data record for this book is available from the Library of Congress*

ISBN 978-1-009-27689-4 Hardback

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