

‘ALTERNATIVES TO BLANKET GUARANTEES FOR CONTAINING A SYSTEMIC CRISIS’ by Kane & Klingebiel

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CRISIS MANAGEMENT – THE HEALTH WARNING

- A systemic crisis like a massive heart attack, can happen at any time, anywhere and with little advance warning.
- Like a heart attack, the damage will be only be contained by timely and skilful treatment.
- Successful intervention ultimately requires that we have appropriately skilled emergency response teams in place.



CRISIS MANAGEMENT – THE PATIENTS

- The systemically important and solvent.
 - lender-of-last-resort support
- The systemically unimportant and insolvent.
 - ‘closed resolution’?
- The systemically important and solvent
 - ‘open resolution’

