

Abbreviations

CA	Collective action
CB	Currency board
CBI	Central bank independence
CPI	Consumer-price index
CWN	Cukierman, Webb and Neyapti (1992)
ECB	European Central Bank
EU	European Union
FD	Fiscal decentralization
FDI	Foreign direct investment
FMD	Financial market development
FOI	Financial opposition to inflation
GDP	Gross domestic product
HH	Von Hagen and Harden (1995)
IFD	Index of fiscal discipline
IMF	International Monetary Fund
ISI	Import-substitution industrialization
IT	Inflation targeting
NIE	New institutional economics
NDE	New development economics
MU	Monetary union
OECD	Organisation for Economic Co-operation and Development
RS	Bank regulation and supervision
SGP	Stability and Growth Pact
SIG	Special-interest group
TC	Transaction cost
TOR	Turnover rate (of central bank governors)
TSLS	Two-stage least squares