

CURRICULUM VITAE

June 1, 2010

NAME: Mitsuhiro FUKAO

TITLES:

Trustee and Senior Research Fellow, Japan Center for Economic Research
Professor, Faculty of Business and Commerce, Keio University

EDUCATION:

Bachelor of Engineering, Kyoto University, Kyoto, Japan, 1974
M.A., Economics, University of Michigan, Ann Arbor, U.S.A., 1980
Ph.D., Economics, University of Michigan, Ann Arbor, U.S.A., 1981

SPECIALIZATION:

International Finance, Monetary Theory, Corporate Governance

JOB EXPERIENCE:

Junior Economist, Research Department, Bank of Japan, 1974-75;
Analysis of inflation in Japan.

Junior Economist, Kobe Branch, Bank of Japan, 1975-77;
Analysis of local industry in Kobe area.

Officer, Banking Department, Bank of Japan, 1977-78;
Financial analysis of foreign bank branches in Japan.

Economist, Monetary and Economic Studies Department, Bank of Japan, 1981-83;
Empirical studies of exchange rate determination.

Senior Economist, Economic Planning Agency (A Ministry of the Japanese Government), 1983-85; Preparation of official white papers on the Japanese economy.

Administrator, Organisation for Economic Cooperation and Development (O.E.C.D.), 1985-87; Analysis of monetary policy in OECD countries.

Senior Economist, Institute for Monetary and Economic Studies, Bank of Japan, 1987-1989; Analysis of international financial problems.

Manager, Foreign Department, Bank of Japan, 1989-1990;
Analysis of international financial transactions of financial institutions.

Because of the reorganization, the Foreign Department is renamed as the International Department (May 1990).

Principal Administrator, Organisation for Economic Cooperation and Development (O.E.C.D.), 1991-1993; Analysis of financial markets in member countries, a G-10 secretary.

Head, Strategic Research Division, Research and Statistics Department, Bank of Japan, 1993-1997; Management of Research Projects on Econometric Analysis of Japanese Economy and on Japanese Financial Markets.

Professor, Faculty of Business and Commerce, Keio University, 1997-present; Teaching International Finance and Monetary Economics.

Research Director on Financial Studies, Japan Center for Economic Research, 1999-2010; Analysis of Japanese Financial Institutions and Monetary Policy.

President, Japan Center for Economic Research, June 2005-May 2010; Management of Research Projects on Japanese Economy at Japan Center for Economic Research.

Trustee and Senior Research Fellow, Japan Center for Economic Research, June 2010-present; Chairman of the Study Group on Modern Economics (Gendai Keizai Kenkyu Group) that oversees research projects on Japanese Economy.

MAJOR PAPERS AND PUBLICATIONS:

The Risk Premium in the Foreign Exchange Market, doctoral dissertation, University of Michigan, University Microfilm International: Ann Arbor, May 1981.

"The Theory of Exchange Rate Determination in a Multi-Currency World," *Bank of Japan Monetary and Economic Studies* Vol. 1, No. 2, October 1983.

"The Risk Premium in the Foreign Exchange Market," *Zeitschrift fur Nationalokonomie*, Supplement 3, 1983.

Exchange Rate and Financial Markets, (Kawase Reito to Kin'yuu Shijo), Toyo keizai Shimpo Sha: Tokyo, 1983 (in Japanese).

"International Linkage of Interest Rates: The Case of Japan and the United States," (with T. Okubo) *International Economic Review*, February 1984.

"International Ripple Effects of Interest Rates," *Economic Eye*, Keizai Koho Center: Tokyo, March 1984.

"The Effectiveness of Coordinated Intervention," in *A Second Look at Foreign Exchange Market Interventions, JCIF Policy Study Series* No. 3, April 1985.

"Public Pensions and the Saving Rate," (with M. Inouchi) *Economic Eye*, Keizai Koho Center: Tokyo, June 1985.

"Internationalisation of Financial Markets: Some Implications for Macroeconomic Policy and for the Allocation of Capital," (with M. Hanazaki), OECD Department of Economics and Statistics Working Papers No. 37, November 1986.

"Internationalisation of Financial Markets and the Allocation of Capital," (with M. Hanazaki), *OECD Economic Studies* No. 8, Spring 1987.

"A Risk Premium Model of the Yen-Dollar and DM-Dollar Exchange Rates," *OECD Economic Studies* No. 9, autumn 1987.

"Balance of Payments Imbalances, Long-Term Capital Movements and Their Prospects," proc. of The Fourth EPA International Symposium, "Global and Domestic Policy Implications of Correcting External Imbalances," March 15-17, 1988.

"Internationalization of Financial Markets and Balance of Payments Imbalances: A Japanese Perspective," (with K. Okina) in Karl Brunner and Allan H. Meltzer ed., *International Debt, Federal Reserve Operations and Other Essays, Carnegie-Rochester Conference Series on Public Policy*, Volume 30, Spring 1989.

"Exchange Rate Fluctuations, Balance of Payments Imbalances and Internationalization of Financial Markets", *The Bank of Japan Monetary and Economic Studies*, Vol. 7, No. 2, August 1989.

"The Liberalization of Japanese Exchange Controls and Structural Changes in the Balance of Payments," *The Bank of Japan Monetary and Economic Studies*, Vol. 8, No. 2, September 1990.

International Finance (Kokusai Kin'yuu), Toyo Keizai Shimpo Sha: Tokyo, 1990 (in Japanese).

"Exchange Rate Movements and Capital-Asset Ratio of Banks: On the Concept of Structural Positions," *The Bank of Japan Monetary and Economic Studies*, Vol. 9, No. 2, September 1991.

"Japan's Experience in the Immediate Postwar Period: Process Toward a Single Exchange Rate and Denationalization of Trade," (with Masao Oumi and Kimihiro Etoh), in *The Japanese Experience of Economic Reforms*, ed. by Juro Teranishi and Yutaka Kosai, St. Martin's Press, 1993, pp. 105-125.

"International Integration of Financial Markets and the Cost of Capital,"

The Journal of International Securities Markets, Vol. 7, (Spring/Summer, 1993).

Financial Integration, Corporate Governance, and the Performance of Multinational Companies, Brookings: Washington, 1995.

International Comparison of Corporate Governance Structures (Kigyo Governance Kozo no Kokusai Hikaku), (with Yasuko Morita), Nihon Keizai Shinbun Sha: Tokyo, 1997, (in Japanese).

"Questions asked of Japanese Style Corporate Governance," *Look Japan*, Vol. 43, No. 502, January 1998.

"Reviving Japan's Financial System: Problems to be Solved," *NIRA Review*, Vol. 6, No. 1, National Institute for Research Advancement, winter 1999, pp. 8-12.

"Japanese Financial Instability and Weaknesses in the Corporate Governance Structure," *Seoul Journal of Economics*, Vol. 11, No. 4, 1999, pp 381-422.

Introduction to Corporate Governance (Corporate Governance Nyumon), Chikuma Shobo: Tokyo, 1999, (in Japanese).

"Financial Crisis in Japan," paper presented at the Symposium hosted by the Economic Research Institute of Economic Planning Agency of Japan in Budapest on November 22-23, 1999.

Empirical Analysis of Financial Depression (*Kinyu Fukyo no Jissho Bunseki*), Nihon Keizai Shinbun Sha: Tokyo, 2000 (in Japanese), editor.

Life Insurance Crisis (*Kensho Seiho Kiki*), Nikkei Shinbun Sha: Tokyo, 2000 (in Japanese), editor.

Recapitalizing Japan's Banks: The Functions and Problems of Financial Revitalization Act and Bank Recapitalization Act, in *Keio Business Review*, Keio University Press: Tokyo, No. 38, 2000, pp. 1-16.

"Financial Deregulations, Weakness of Market Discipline, and Market Development: Japan's Experience and Lessons for Latin America and the Caribbean," paper presented at IDB-JCIF Workshop: Financial Crises: Japan's Experience and Implications for Latin America and the Caribbean Co-sponsored by the Japan Bank for International Cooperation on June 11-12, 2001.

"Why Aren't Japan's Banks Making Profits?," in *Japan Echo*, Keizai Koho Center: Tokyo, August 2001.

Japanese Crisis (Nihon Hatan), Kodansha Gendai Shinsho: Tokyo, 2001 (in Japanese).

Life Insurance Crisis has not Ended (Seiho Kiki ha Owaranai), Toyo Keizai Simpo Sha: Tokyo, 2002 (in Japanese), editor.

"Financial Sector Profitability and Double-Gearing," in *Structural Impediments to Growth in Japan*, Magnus Blomstrom, Jennifer Corbett, Fumio Hayashi, and Anil Kashyap, The University of Chicago Press: Chicago, 2003, pp. 9-35.

Examining Banking Crisis (Kensho Ginko Kiki), Nikkei Shinbun Sha: Tokyo, 2003 (in Japanese), editor.

Truth of Life Insurance Crisis (Seiho Kiki no Shinjitsu), Toyo Keizai Simpo Sha: Tokyo, 2003 (in Japanese), editor.

"Capital Account Liberalization: the Japanese Experience and Implications for China," in *China's Capital Account Liberalization: International Perspectives*," BIS Papers No. 15, April 2003.

"Financial Strains and the Zero Lower Bound: The Japanese Experience," BIS Working Papers No. 141, September 2003.

"Japan's Lost Decade and Weaknesses in Its Corporate Governance Structure," in *Japan's Economic Recovery*, ed. by Robert M. Stern, Edward Elgar: Northampton, 2003.

"Weakening Market and Regulatory Discipline in the Japanese Financial System," in *Market Discipline across Countries and Industries*, ed. by Claudio Borio, William Curt Hunter, George Kaufman, and Kostas Tsatsaronis, MIT Press: Cambridge, 2004.

"Japan's Lost Decade and its Financial System," in *Japan's Lost Decade: Origins, Consequences and Prospects for Recovery*, ed. by Gary R. Saxonhouse and Robert M. Stern, Blackwell Publishing: Oxford, 2004, pp. 365-384.

Profitability of Japanese Companies, (Nihon no Shueki Ryoku), Chuo Keizai Sha: Tokyo, 2004 (in Japanese), editor.

"Privatization of Japanese Postal System," (Yusei San Jigyo no Mineika), in *Reforming Government Controlled Market*, (Kansei Shijo Kaikaku), ed. by Naohiro Yashiro, Nihon Keizai Shinbun Sha: Tokyo, 2005 (in Japanese).

"Fixing Japanese Life-Insurance Companies," in *Reviving Japan's Economy*, ed. by

Takatoshi Ito, Hugh T. Patrick and David E. Weinstein, The MIT Press, 2005.

"The Effects of 'Gesell' (Currency) Taxes in Promoting Japan's Economic Recovery," *International Economics & Economic Policy*, January 2005.

Mitsuhiro Fukao, Yoshihiro Kaneko, Daigo Nakata, and Ryo Hasumi, "Establishing Principles for a More Sustainable Pension System in Japan, and Identifying Challenges," Mimeo, Research Institute of Economy, Trade and Industry (RIETI), 2005.

"Financial Strains and the Zero Lower Bound; The Japanese Experience," in ed. Takatoshi Ito and Andrew Rose, *Monetary Policy with Very Low Inflation in the Pacific Rim*, University of Chicago Press: Chicago, 2006, pp. 203-232.

Macro-Economic Analysis of China, (Chugoku Keizai no Macro Bunseki), Nihon Keizai Shinbun Sha: Tokyo 2006, (in Japanese), editor

"Financial Crisis and the Lost Decade," *Asian Economic Policy Review*, Vol. 2, No. 2, December 2007.

"Future of the Financial Supervision and Regulation after Lehman Shock," AECF/KIF Conference on "Financial Regulation after the Financial Crisis," Seoul, October 22, 2009.

Introduction to International Finance (Kokusai Kinyu Nyumon), Nikkei Shuppan Sha: Tokyo, forthcoming (in Japanese).

TESTIMONIES

The United States Senate, Committee on Finance, "Regaining confidence in Japanese banking sector to stimulate its economy," July 14, 1998.

The House of Representatives of Japan, Committee on Budget, "On Fiscal and Monetary Policy," February 10, 1999.

The House of Councilors of Japan, Committee on Budget, "On the Revitalization of Japanese Financial System under Deflation," November 14, 2002.

The House of Representatives of Japan, Committee on Financial System, "On the Reduction of Guaranteed Return on Life Insurance Policies," June 4, 2003.

The House of Councilors of Japan, Committee on Budget and Finance, "On the Fiscal Policy to Stimulate the Japanese Economy without increasing Budget Deficits," March 23, 2010.

GOVERNMENT COUNCILS

Working Group on Insurance Regulations, Financial Services Agency of Japan.

Working Team on the Reform of Government Sponsored Lending Agencies,
Cabinet Secretariat of Japan

Committee on Medium Term Target on Greenhouse-Gas Emissions, 2008-2009.