

# The Finance–Growth Nexus: Evidence from Bank Branch Deregulation

[Get access >](#)

Jith Jayaratne , Philip E. Strahan

*The Quarterly Journal of Economics*, Volume 111, Issue 3, August 1996, Pages 639–670, <https://doi.org/10.2307/2946668>

**Published:** 01 August 1996

## Abstract

This paper provides evidence that financial markets can directly affect economic growth by studying the relaxation of bank branch restrictions in the United States. We find that the rates of real, per capita growth in income and output increase significantly following intrastate branch reform. We also argue that the observed changes in growth are the result of changes in the banking system. Improvements in the quality of bank lending, not increased volume of bank lending, appear to be responsible for faster growth.

This content is only available as a PDF.

© 1996 by the President and Fellows of Harvard College and the Massachusetts Institute of Technology

**Issue Section:** [Articles](#)

You do not currently have access to this article.

## Sign in

 [Get help with access](#)

### Personal account

- Sign in with email/username & password
- Get email alerts
- Save searches

### Institutional access



Sign in through your institution

[Sign in through your institution](#)

- Purchase content
- Activate your purchase/trial code
- Add your ORCID iD

Sign in >

[Register](#)

[Sign in with a library card](#)

[Sign in with username/password](#)

[Recommend to your librarian](#)

### **Institutional account management**

[Sign in as administrator](#)

## Purchase

[Subscription prices and ordering for this journal](#)

[Purchasing options for books and journals across Oxford Academic](#)

## Short-term Access

To purchase short-term access, please sign in to your personal account above.

Don't already have a personal account? [Register](#)

The Finance-Growth Nexus: Evidence from Bank Branch Deregulation\* - 24 Hours access

EUR €39.00

GBP £33.00

USD \$43.00

## Rental



This article is also available for rental through DeepDyve.