



Emerging Markets Finance and Trade >

Volume 47, 2011 - [Issue sup2](#)

1,013 204

Views | CrossRef citations to date | Altmetric

12

Original Article

The Transmission of Financial Stress from Advanced to Emerging Economies

Ravi Balakrishnan, Stephan Danninger, Selim Elekdag & Irina Tytell

Pages 40-68 | Published online: 07 Dec 2014

🗨️ Cite this article 🔗 <https://doi.org/10.2753/REE1540-496X4703S203>

Sample our
Economics, Finance,
Business & Industry Journals
>> [Sign in here](#) to start your access
to the latest two volumes for 14 days

📖 References

🗨️ Citations

📊 Metrics

🖨️ Reprints & Permissions

Read this article

🔗 Share

Abstract

This paper studies how financial stress, defined as periods of impaired financial intermediation, is transmitted from advanced to emerging economies using a new financial stress index for emerging economies. Previous financial crises in advanced economies passed through strongly and rapidly to emerging economies. The unprecedented spike in financial stress in advanced economies elevated stress across emerging economies above levels seen during the Asian crisis but with significant cross-country variation. The extent of pass-through of financial stress is related to the depth of financial linkages between advanced and emerging economies. Higher current account and fiscal balances do little to insulate emerging economies from the transmission of acute financial stress in advanced economies, although they may still help dampen the impact on the real economy.

Keywords:

[← Previous article](#)[View issue table of contents](#)[Next article >](#)

Related research

[People also read](#)[Recommended articles](#)[Cited by
204](#)[Bridging the Gap between Housing Stress and Financial Stress: The Case of Australia >](#)

Steven Rowley et al.

Housing Studies

Published online: 11 Dec 2014

[Explaining Financial Satisfaction in Marriage: The Role of Financial Stress, Financial Knowledge, and Financial Behavior >](#)

Yoon G. Lee et al.

Marriage & Family Review

Published online: 21 Jan 2021

Information for

[Authors](#)

[R&D professionals](#)

[Editors](#)

[Librarians](#)

[Societies](#)

Opportunities

[Reprints and e-prints](#)

[Advertising solutions](#)

[Accelerated publication](#)

[Corporate access solutions](#)

Open access

[Overview](#)

[Open journals](#)

[Open Select](#)

[Dove Medical Press](#)

[F1000Research](#)

Help and information

[Help and contact](#)

[Newsroom](#)

[All journals](#)

[Books](#)

Keep up to date

Register to receive personalised research and resources by email



Sign me up



Copyright © 2026 Informa UK Limited [Privacy policy](#)

[Cookies](#) [Terms & conditions](#) [Accessibility](#)

Registered in England & Wales No. 01072954
5 Howick Place | London | SW1P 1WG



Taylor & Francis
by informa