



**Charles Goodhart**  
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Charles Goodhart, CBE, FBA is a member of the Financial Markets Group at the London School of Economics. Until his retirement in 2002, he had been the Norman Sosnow Professor of Banking and Finance at LSE since 1985. Before then, he had worked at the Bank of England for seventeen years as a monetary adviser, becoming a Chief Adviser in 1980. In 1997, he was appointed one of the outside independent members of the Bank of England's new Monetary Policy Committee until May 2000. Earlier he had taught at Cambridge and LSE.

Besides numerous articles, Professor Goodhart has written a couple of books on monetary history; a graduate monetary textbook, *Money, Information and Uncertainty* (2nd Ed. 1989); two collections of papers on monetary policy, *Monetary Theory and Practice* (1984) and *The Central Bank and The Financial System* (1995); and a number of books and articles on financial stability, on which subject he was Adviser to the Governor of the Bank of England, and numerous other studies relating to financial markets and to monetary policy and history.

## **The Emerging New Architecture of Financial Regulation**

### Abstract

*The paper assesses the measures that are being discussed in the financial regulation reforms and finds that, despite the enthusiasm and effort, in several respects the proposed reforms are incomplete and/or partially misdirected. What this implies is that the focus of regulation should have been on the manifold sources of the leverage cycle, rather than so narrowly on banks.*