

Review of: "From Tech Hub to Banking Failure: Exploring the Implications of CBDCs on the Destiny of Silicon Valley Bank"

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This article provides useful information about very recent example of bank's failure and also stresses out the importance of preserving financial stability. Researching topics regarding financial stability, impact of financial innovations as well central bank digital currencies is sufficient contribution to better understanding the significance of these issues. Explaining benefits and threats of CBDCs helps readers understand the purpose and concerns regarding it. Authors in this article give brief chronology of the recent collapse of SVB bank which is valuable especially to those who are not familiar with the sequence of events which proceeded the bank's collapse or follows after it. They argue that CBDC issuance might help to prevent further problems in banks through enhancing the monetary policy and promoting financial stability. Accordingly, it can contribute to better regulating and supervising of banks. Probably, in their future writings the authors may further explain what model of CBDC they suggest. From this article, it might be concluded that it refers to so called direct CBDC, with direct claim on the central bank which handles all payments in real time, whereas so far there are suggested in the literature different possible versions and types of CBDC including those with or without intermediaries.