

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

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Potential competing interests: No potential competing interests to declare.

This is a good article.

There are typos that need to be corrected e.g. "SVB was forced to its government bonds holdings at a loss in order to meet liquidity needs." I think the authors meant to say ...SVB was forced to sell its government bonds.

With regard to SVB and CBDCs, I think the most effective way through which CBDCs could prevent a SVB-style collapse in the future would be the quick transfer to large sums of money to SVB from the Federal Reserve using CBDC such that, as depositors withdraw their money from the bank, the FED can respond by pumping in more money to the bank to digitally offset the run on bank deposits.