



INTERNATIONAL MONETARY FUND

FINANCIAL SURVEILLANCE STRATEGY ONE YEAR PROGRESS REPORT PRESENTATION

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September 12, 2013

FINANCIAL SURVEILLANCE STRATEGY



SCOPE OF PRESENTATION



Three Pillars



One-Year Progress

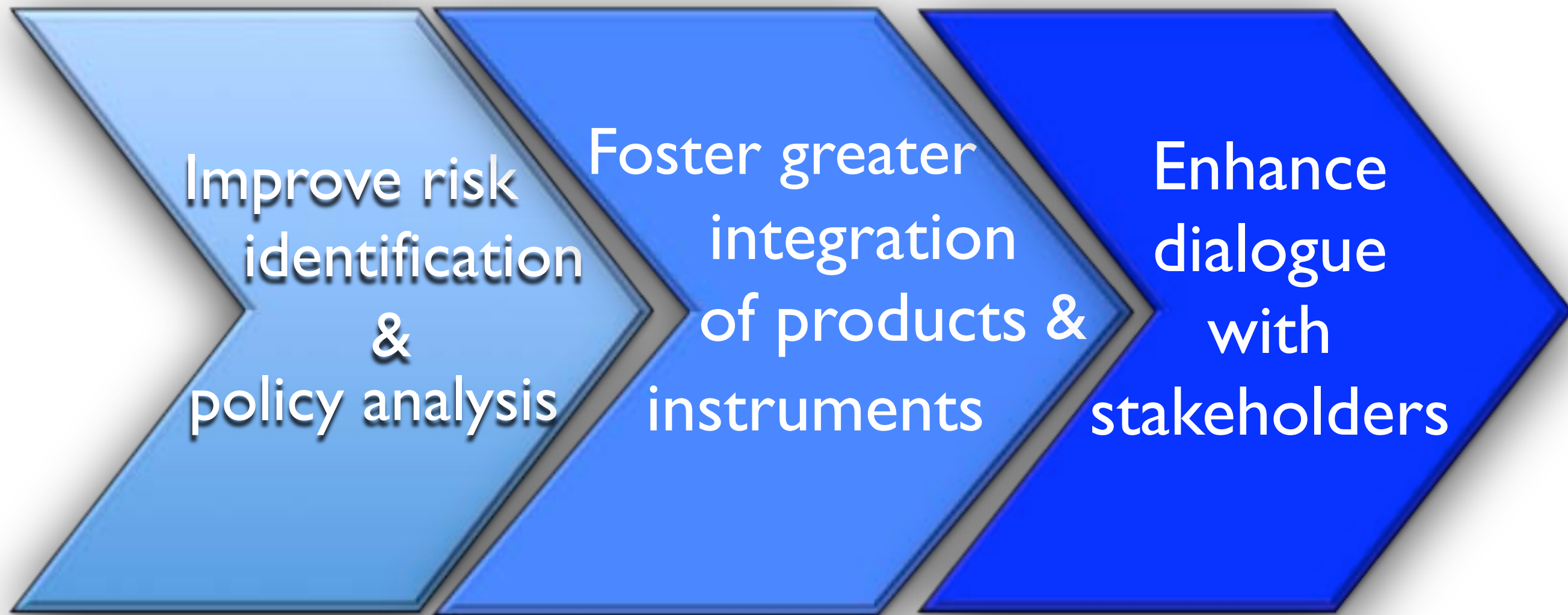


Work Ahead



Three Pillars

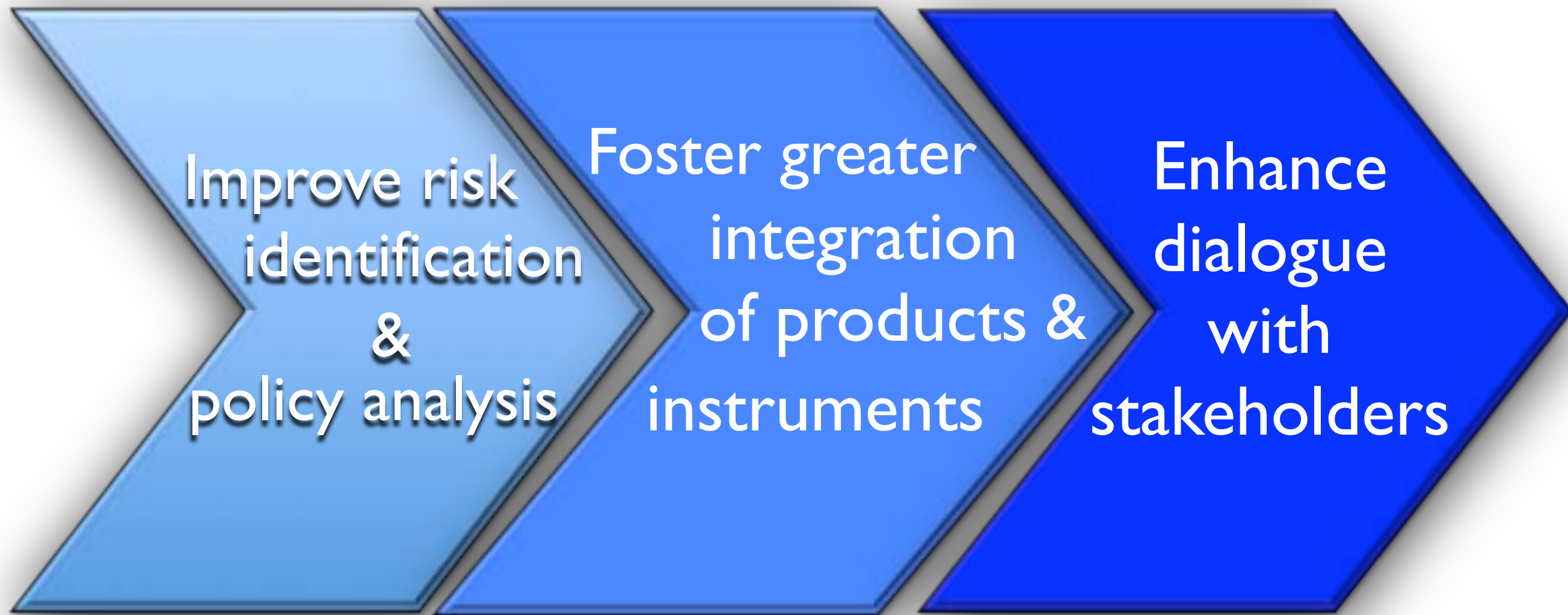
FSS: THREE PILLARS





One-Year Progress

PILLAR I



ANALYSIS

PILLAR I
PROGRESS

Crossborder
Linkages

Monetary
Policy

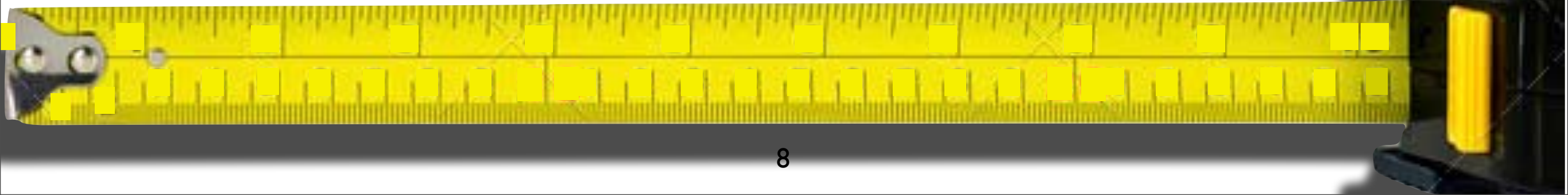
Macropru
Policy

Sovereign-
Bank
Feedback
Loops

Assessing
Regulatory
Reforms

Capital
Flows

Financial
Deepening



**PILLAR I
EXAMPLE I**

MACROPRUDENTIAL POLICY

2010



**AN
ORGANIZING
FRAMEWORK**

2011-2013

SERIES OF WORK



2013

ACHIEVEMENTS

- Systemic Risk Identification
- Policy Tools
- Institutional Arrangements
- Policy Interactions
- Multilateral Aspects
- Guidance Note

ASSESSING REGULATORY REFORMS

PILLAR I
EXAMPLE II

**Assessment of
global progress:
Board briefings**

**Impact on other
economies**

**Impact on
structure: SDN,
GFSR**



MONETARY POLICY

PILLAR I
EXAMPLE III

**UNPRECEDENTED
POLICY ACTION**

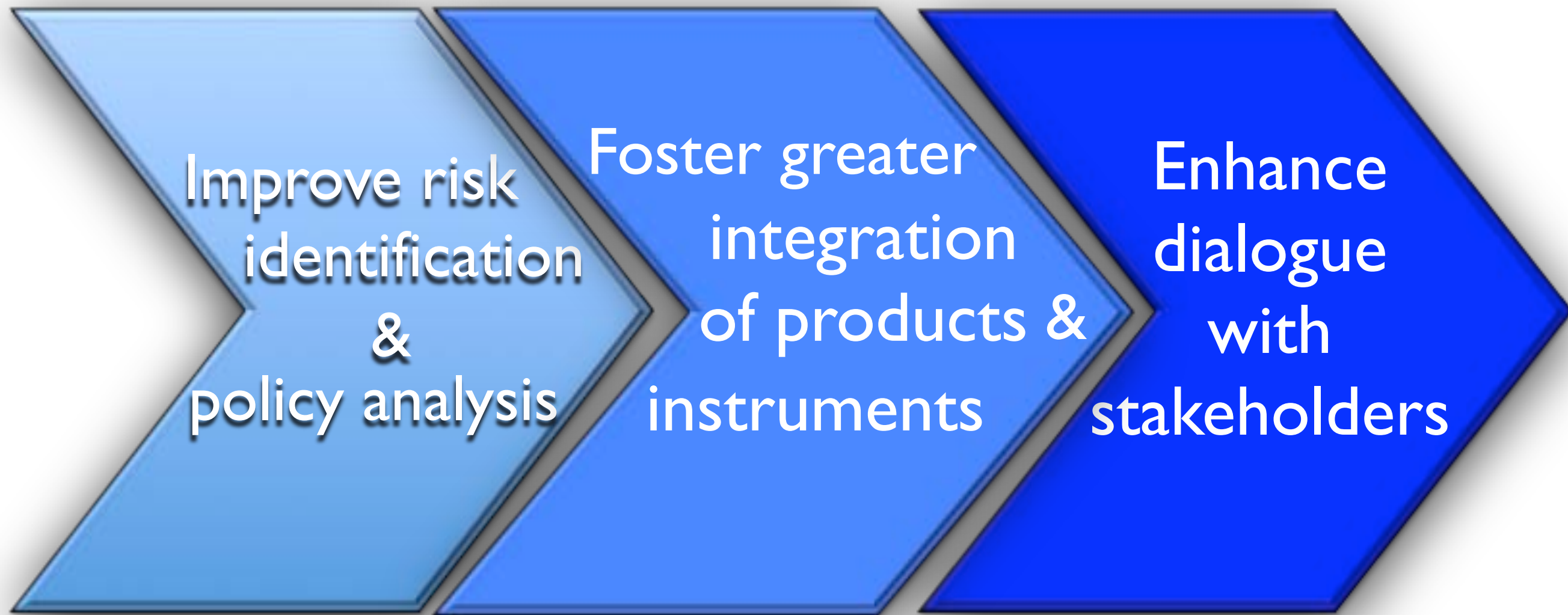
Financial
Stability
Implication
[GFSR, SDN]

Experiences
&
Prospects
[UMPI]

Global Impact
[Spillover Reports,
UMP2]

Future
Frameworks

PILLAR II



PRODUCTS & INSTRUMENTS

**PILLAR II
PROGRESS**

Cluster Level
Surveillance

Financial
Surveillance
in A4

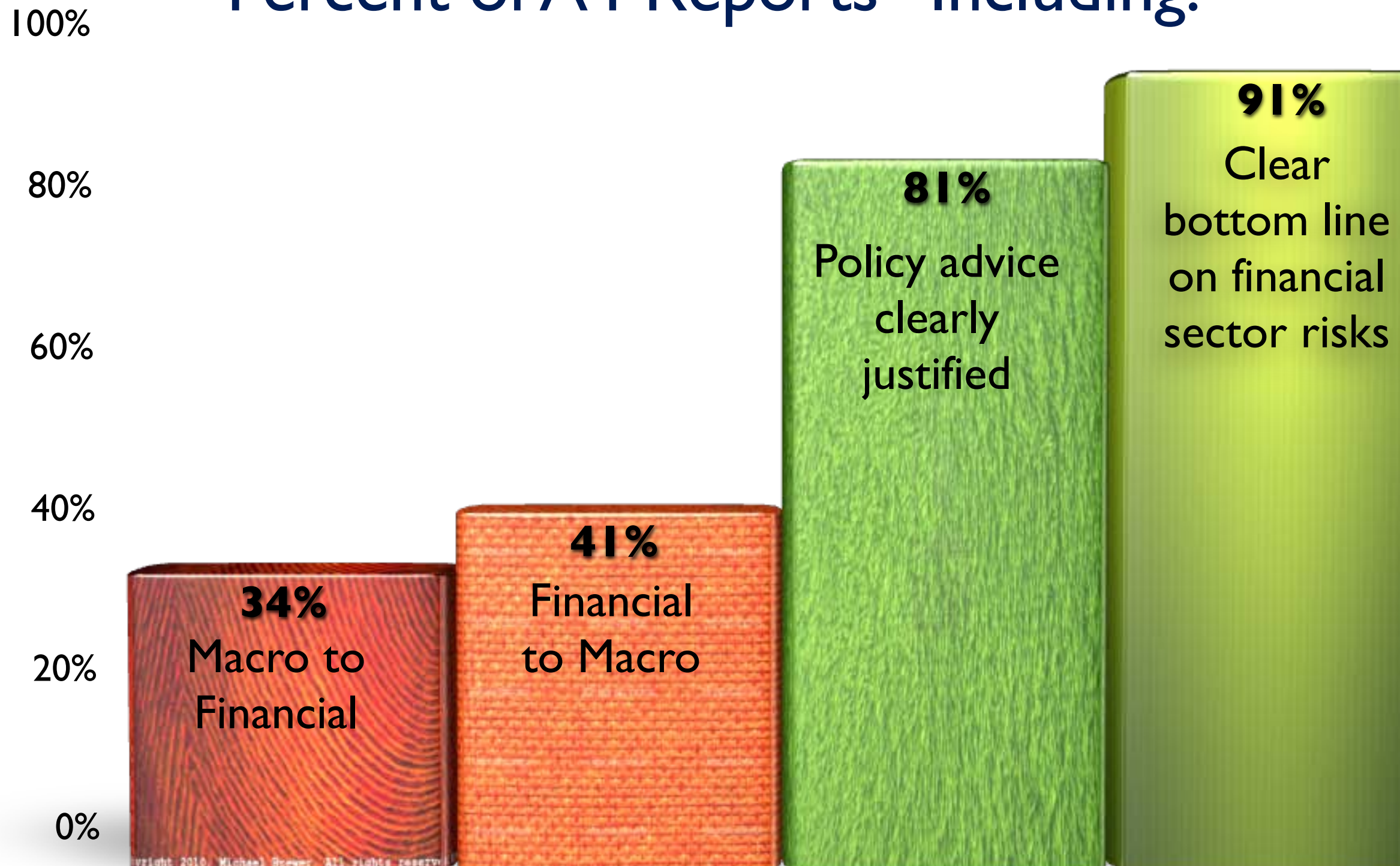
Non S25
FSAPs

Review

Integrated
Risk

ARTICLE IVs: MACROFINANCIAL LINKAGES & CLARITY

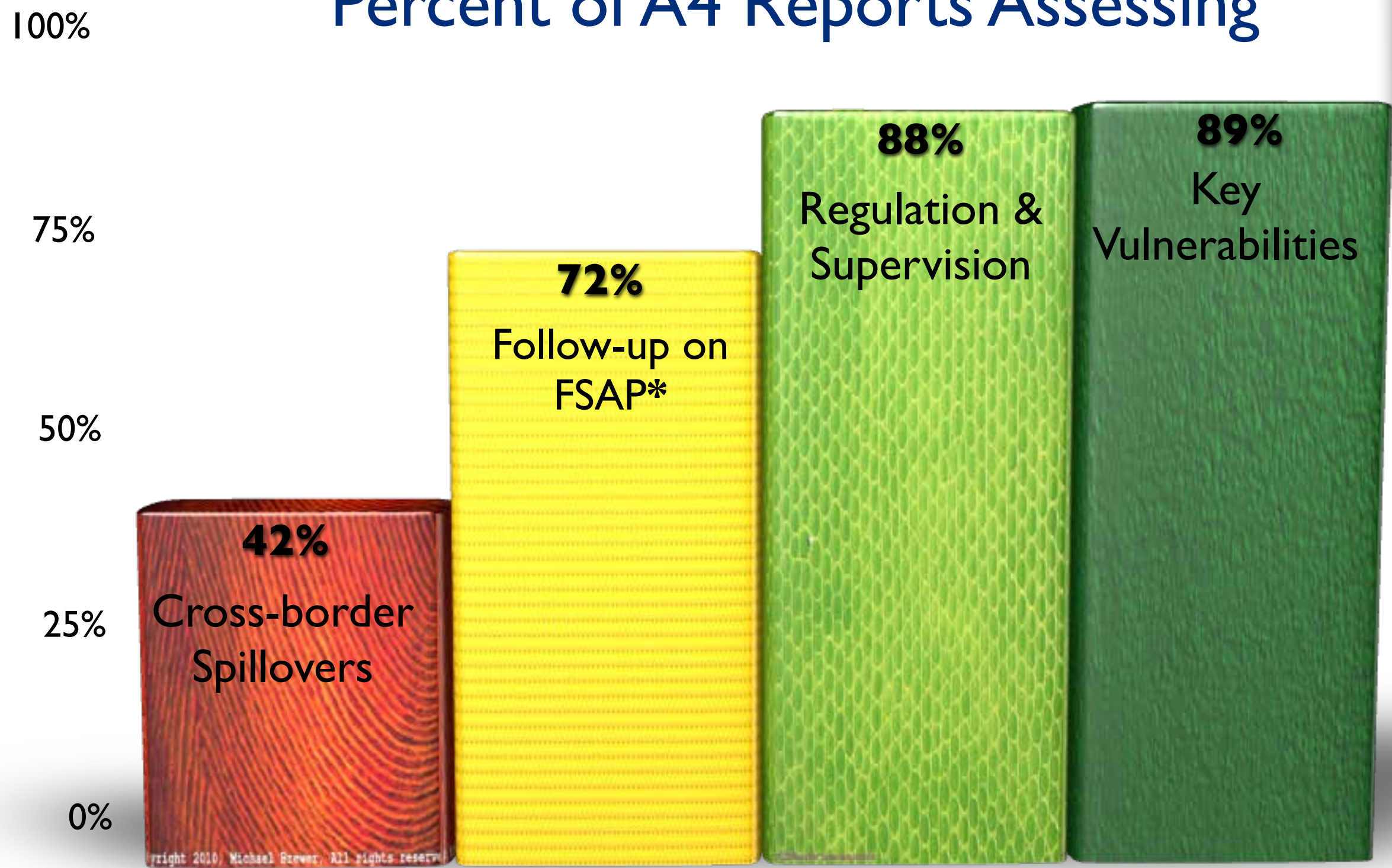
Percent of A4 Reports* Including:



*Based on 95 reports from Dec 2012 to Jul 2013

ARTICLE IVs: COVERAGE OF FINANCIAL SECTOR ISSUES

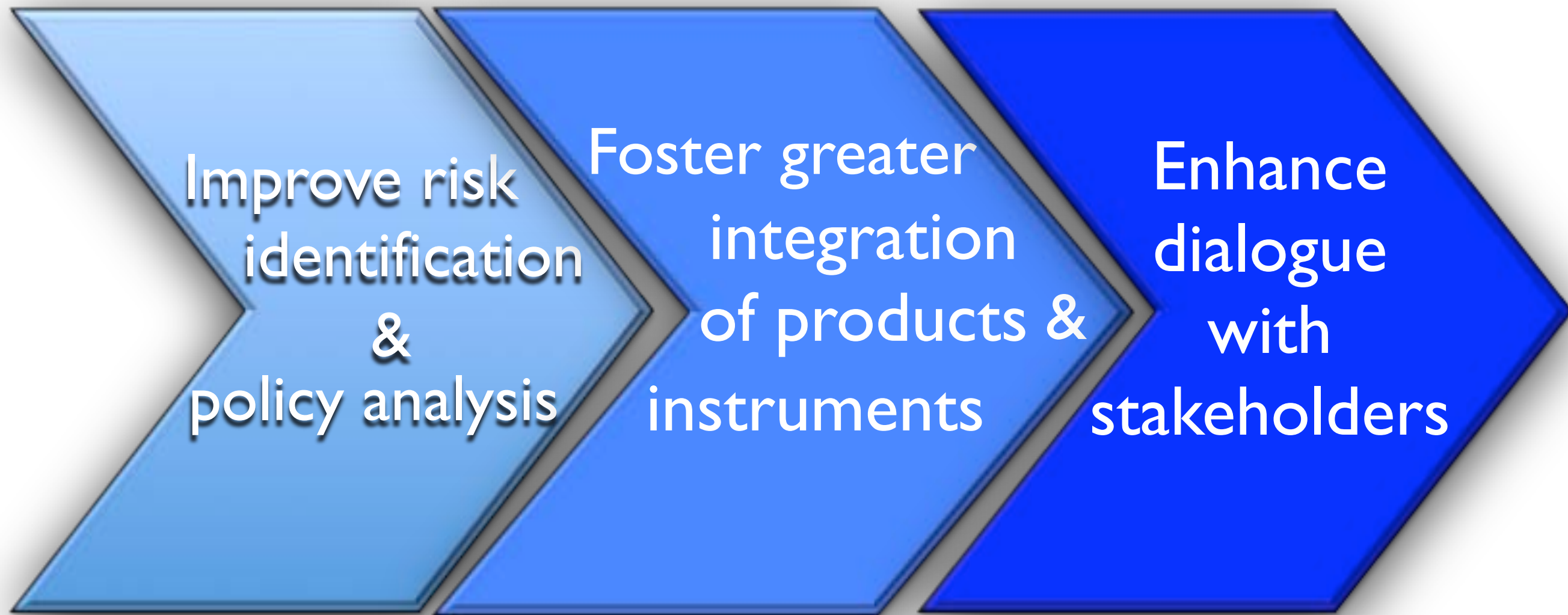
Percent of A4 Reports Assessing



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*Based on FSAPs in the last 5 years

PILLAR III



ACTIVE ENGAGEMENT

**PILLAR III
PROGRESS**

Deepen
collaboration
with the WB

Address
data gaps

Serve as
global risk
advisor

Serve as
global
facilitator

Contribute
to reg reform
agenda

HIGH LEVEL EVENTS

PILLAR III
EXAMPLE I



DATA GAPS

**PILLAR III
EXAMPLE II**

Board Paper:
Identified
Data
Deficiencies

I-to-I
Reporting
Template for
Global Financial
Institutions

Global Flow of
Funds Database

Data Gaps
Initiative
Implementation

Severe Data Gaps



Work Ahead

ANALYSIS

Sovereign-
Bank
Feedback
Loops

Financial
Deepening

Monetary
Policy:
Future
Frameworks

Interconn
&
Spillover
Work

PILLAR I
WORK AHEAD

PRODUCTS

PILLAR II WORK AHEAD

Using
guidance
notes for A4s

Leveraging
tools &
internal
networks

Multilateral
products
messages

Cluster level
surveillance

Integrated
Risk

FSAPs for
non S25
countries

ACTIVE ENGAGEMENT

INCREASE SUPPORT

Macroprudential Frameworks

INTERCONNECTEDNESS

Collaboration with Central Banks & the BIS

HIGH LEVEL EVENTS

Macropru Spillovers/UMP

DATA GAPS

Accessing Data

IMPLEMENTATION CHALLENGES



Pillar I

Integrated Macrofinancial
Framework

Pillar II

Resources & Skills
Gaps

Pillar III

Managing Policy
Spillovers