



Rôle et fonctions de L'Institute for International Finance

Février 2020
ESC-Sfax
Michel Henry BOUCHET



1

Rôle et fonctions de l'IFI (IIF)

Un organisme international financier privé

Chairman Douglas FLINT, HSBC



Timothy D. Adams
President and CEO

Timothy Adams is currently President and CEO of the IIF. As the Institute's Chief Executive Officer, Mr. Adams is responsible for developing and executing the Institute's programs under the guidance of the Board of Directors.

Rôle de l'Institution ?

- ▣ Global association of financial institutions
- ▣ 1983 : in response to international debt crisis
- ▣ 2010: spokesman of banking industry for macroprudential regulation

www.iif.com

Members:

- commercial banks
- investment banks
- insurance companies
- investment management firms
- export credit agencies
- multilateral agencies
- Law firms



500 members

70 countries



M.H. Bouchet -Global Finance 2020

3

Objectifs:

"Being the most influential global association of financial institutions"

- To support the financial industry in prudently managing risks
- Developing best practices and standards
- Advocating regulatory, financial, and economic policies
- To Foster global financial stability

M.H. Bouchet -Global Finance 2020

4

How ?

Providing:

- ▣ Reports
- ▣ Outlooks
- ▣ Briefings
- ▣ Overviews
- ▣ Bulletins

Topics:

- ▣ Country risk assessment
- ▣ Emerging Markets
- ▣ Issues in Global Finance

About IIF

- ▣ The world's only global association of financial institutions
- ▣ Created in 1983
- ▣ Headquartered in Washington D.C.
- ▣ 2020: close to 500 members from 70 countries
- ▣ <https://www.iif.com/about-us>

Institute of International Finance (IIF)

Membership and organization:

- Board of Directors is composed of 30 members
- Chairman & CEO: Mr. Timothy Adams
- Includes commercial banks, investment banks, insurance companies, multinational corporations, trading companies, export credit agencies...
- Approx. half of the IIF's members are Euro-based financial institutions
- Representation from the leading financial institutions in emerging market countries is also increasing steadily (ex: U.A.E)
- More than 400 members headquartered in more than 70 countries.



M.H. Bouchet -Global Finance 2020

7

IIF Headquarters 1333 H St NW, Suite 800E Washington, DC 20005- 4770 Tel: +1 202 857-3600 Fax: +1 202 775-1430 Email: info@iif.com	IIF Middle East and Africa Regional Office DIFC, The Gate Building, Level 15 P.O. Box 121208 Dubai, United Arab Emirates Tel: +971 4401 9651	IIF Asia Pacific Regional Office - Beijing Winland International Finance Centre Suite F920, 9F No.7 Jinrong Avenue Xicheng District, Beijing 100032, PRC Tel: +86 10 5836 9100 Fax: +86 10 5836 9300	IIF Asia Pacific Regional Office - Singapore 50 Raffles Place #22-06 Singapore Land Tower Singapore 048623 Tel: +65 6592 5089	IIF European Representative Office Square de Meeûs 23 14th Floor 1000 Brussels Belgium Tel: +32 2 430 37 08	IIF Regional Office 10 Upper Bank St. London E14 5NP Tel: +44 207 006 4173
--	---	---	--	---	---

M.H. Bouchet -Global Finance 2020

8

Institute of International Finance (IIF)

Main roles:

- ▣ Providing analysis and research to its members on emerging markets and other central issues in global finance.
- ▣ Developing representative views and proposals that influence the public debate on particular policy proposals and broad themes of common interest to participants in global financial markets.
- ▣ Coordinating a network for members to exchange views for effective dialogue among policymakers, regulators, and private sector financial institutions.

Missions

- ▣ Support the financial industry in prudently managing risks, including sovereign risk.
- ▣ Advocating regulatory, financial, and economic policies that are in the broad interest of its members
- ▣ Foster global financial stability

Main Activities

- ▣ Systematically identify, analyze, and shape regulatory, financial, and economic **policy issues** of relevance
- ▣ Providing **analysis and research** to its members on emerging markets and other central issues in global finance.
- ▣ Developing representative views and proposals that **influence** the public debate on particular policy proposals and broad themes of common interest to participants in global financial markets.
- ▣ Coordinating a network for members to exchange views for **effective dialogue** among policymakers, regulators, and private sector financial institutions.

M.H. Bouchet -Global Finance 2020

11

Guiding Principles

- ▣ Main principles:
 - Commitment to its members
 - Sound, Sustainable Finance
 - Focus and Relevance
 - Professional Excellence and Impartiality

M.H. Bouchet -Global Finance 2020

12

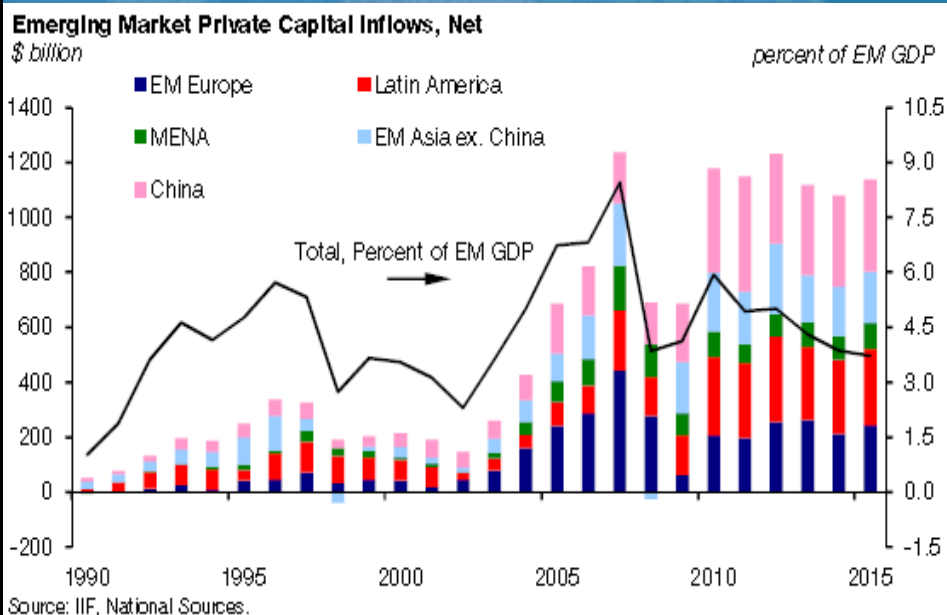
Membership and organization:

- Includes commercial banks, investment banks, insurance companies, multinational corporations, trading companies, export credit agencies...
- Approx. half of the IIF's members are Euro-based financial institutions
- Representation from the leading financial institutions in emerging market countries is also increasing steadily (ex: U.A.E)
- More than 350 members headquartered in more than 60 countries.

M.H. Bouchet -Global Finance 2020

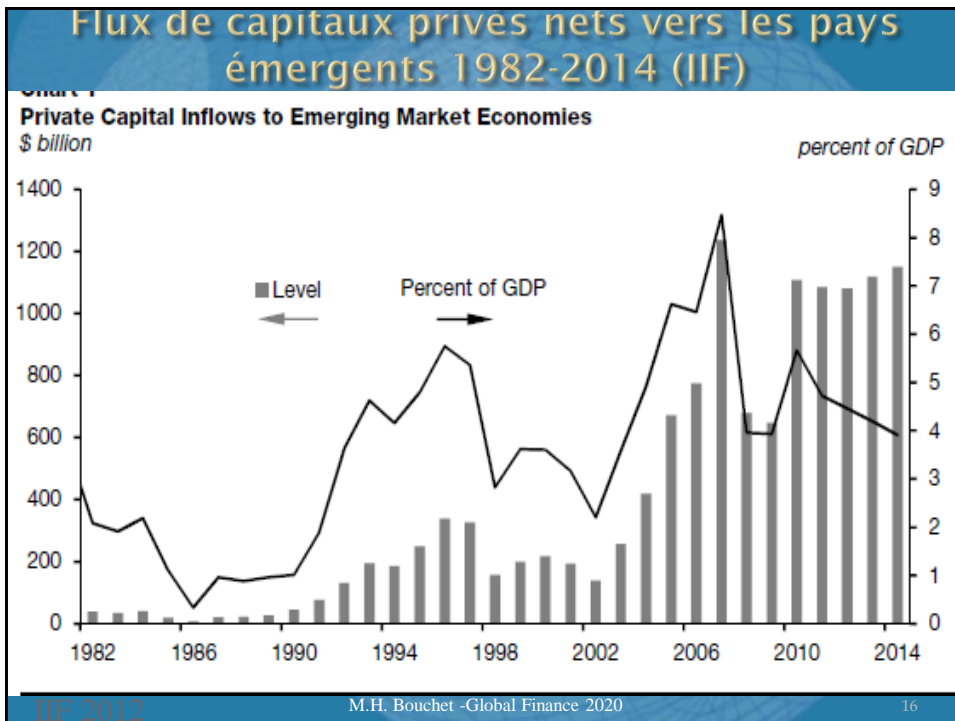
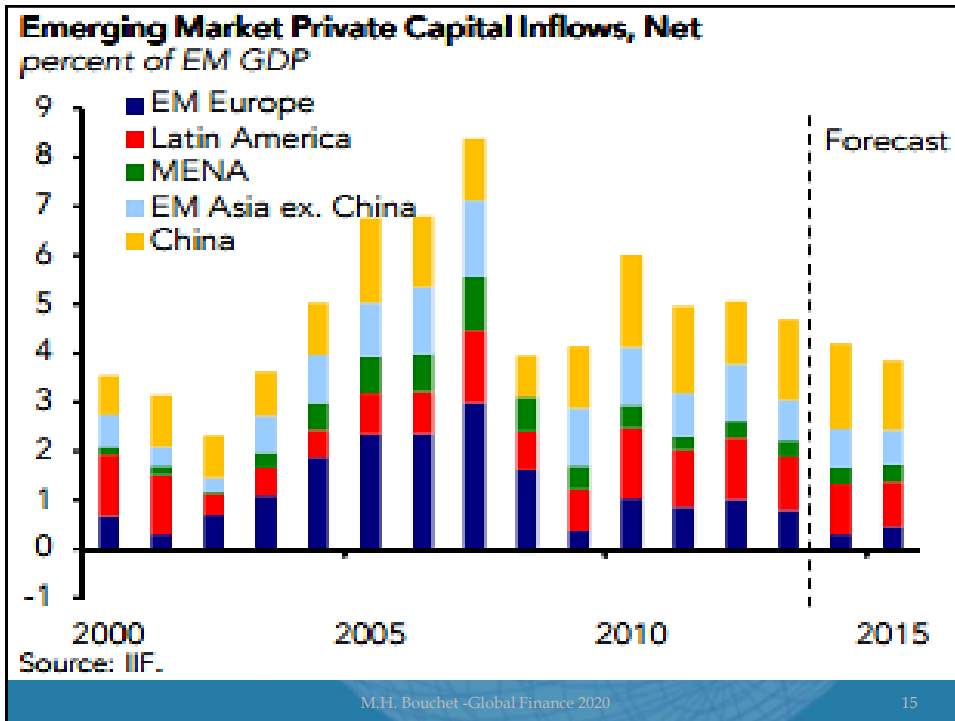
13

Flux de capitaux privés vers les pays émergents (nets)



M.H. Bouchet -Global Finance 2020

14



Emerging Market Economies: Capital Flows				
<i>\$ billion</i>				
	2012	2013	2014	2015
Capital Inflows				
<i>Total Inflows, Net:</i>	<i>1291</i>	<i>1270</i>	<i>1201</i>	<i>1202</i>
Private Inflows, Net	1256	1241	1162	1158
Equity Investment, Net	659	656	705	715
Direct Investment, Net	535	577	566	570
Portfolio Investment, Net	124	79	138	145
Private Creditors, Net	597	585	457	443
Commercial Banks, Net	119	191	147	161
Nonbanks, Net	478	394	310	283
Official Inflows, Net	36	29	39	48
International Financial Institutions	5	-3	20	29
Bilateral Creditors	30	31	19	19
Capital Outflows				
<i>Total Outflows, Net</i>	<i>-1312</i>	<i>-1372</i>	<i>-1532</i>	<i>-1470</i>
Private Outflows, Net	-949	-833	-995	-987
Equity Investment Abroad, Net	-334	-411	-389	-389
Resident Lending/Other, Net	-615	-423	-607	-597
Reserves (- = Increase)	-363	-539	-536	-484
<i>Memo:</i>				
<i>Net Errors and Omissions</i>	<i>-253</i>	<i>-128</i>	<i>0</i>	<i>0</i>
<i>Current Account Balance</i>	<i>274</i>	<i>231</i>	<i>331</i>	<i>264</i>
Source: IIF				

M.H. Bouchet -Global Finance 2020

17

Global Regulation of Financial Services

□ Institute's Regulatory Affairs Department, in 2006, initiated dialogues on:

- Capital adequacy (including Basel II implementation)
- Effective regulation
- Liquidity risk management.
- International accounting and audit standards

□ The main goal of the dialogue:

=

Develop more effective and efficient approaches to regulation.

M.H. Bouchet -Global Finance 2020

18

Emerging Markets Policy Issues

- Main goal:

=

Implementation of Principles for Stable Capital Flows and Fair Debt Restructuring in Emerging Markets

- Monitoring the application of principles in emerging markets:
 - Policy progress and positive market sentiment
 - Mixed policy performance and market concerns
 - Restructuring.

M.H. Bouchet -Global Finance 2020

19

Basel II-III & the IIF

M.H. Bouchet -Global Finance 2020

20

Basel II

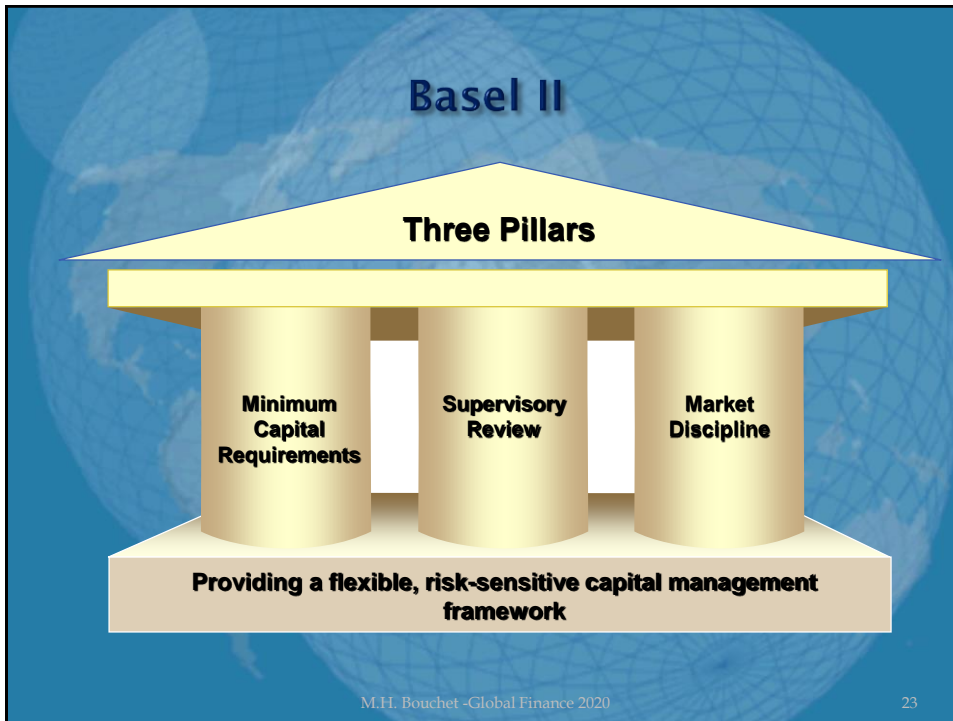
Purpose:

Create an international standard that banking regulators can use when creating regulations about how much capital banks need to put aside to guard against types of financial and operational risks banks face

Basel II

Final Objectives:

- ▣ Ensuring that capital allocation is more risk sensitive
- ▣ Separating operational risk from credit risk, and quantifying both
- ▣ Attempting to align economic and regulatory capital more closely to reduce the scope for regulatory arbitrage.



The slide features a blue background with a globe. The title 'Steering Committee on Regulatory Capital' is centered at the top. Below the title, the text 'Main objective:' is followed by a list of three bullet points. The background has a subtle grid pattern.

Steering Committee on Regulatory Capital

Main objective:

- To implement the Basel Accord
- To continue the evolution of regulatory capital standards toward modern risk management practices.
- To implement the models for risk parameters' calculation and establish the supervisory conditions

M.H. Bouchet -Global Finance 2020 24