Systemically important global financial institutions – recommendations 8 and 9

Nigel Jenkinson
Financial Stability Board

Implementing the G-20 data gaps recommendations: Washington
30 March 2011
Set up in March 2010.

Chaired by Aerdt Houben, Director of Financial Stability Division-Netherlands Bank

**Mandate:** The mandate is to deliver on **Recommendations 8 and 9** of the joint IMF/FSB Report on “Financial Crisis and Information Gaps” that was endorsed by the G-20 in late 2009.

**Responsibilities:**

- Developing a template which incorporates proposals to improve the information on the interconnectedness of G-SIFIs and their common exposures to different financial sectors and national markets.

- Improving the sharing of information taking into account important confidentiality and legal issues.
The Draft Report

• 2 sets of Recommendations in the Draft Report:
  – on data requirements
  – on confidentiality and access
## Overview of the Draft Report

### Data Recommendations:

<table>
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<th>Institution to Institution</th>
<th>Institution to Aggregate</th>
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<td>- Counterparty credit exposures (SSG)</td>
<td>- Credit exposures to countries, sectors and markets</td>
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<td>- Funding dependencies on other individual institutions</td>
<td>- Funding dependencies on sectors and instruments</td>
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Overview of the Draft Report

- **Data Recommendations:**

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<th>Possible Dimensions</th>
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<td>Exposure</td>
<td>G-SIFI's bilateral credit exposures</td>
<td>G-SIFI's funding dependencies on largest funding providers</td>
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<td>Funding</td>
<td>G-SIFI's credit exposures to national financial sectors and markets</td>
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**Possible Dimensions:**
- **Instruments**
- **Instrument-Maturity**
- **Country-Sector-Instrument-Currency-Maturity**
- **Instrument-Currency-Maturity-(Sector)-(Country)**
Overview of the Draft Report

• Recommendations on Confidentiality and Access

Seeks to ensure that

– the right data are collected efficiently to support improved risk assessment and policy responses;
– authorities have access to the right data to fulfil the responsibilities under their mandate;
– commercially sensitive data are accorded the highest protection, and national laws and legal frameworks governing the collection, access to, and use of such data are respected.

• May require changes in frameworks
Timeline of the Work by the WG

• Presented its First Draft Report to the FSB Steering Committee.

• Will present more options to the FSB Plenary Meeting in early April incorporating the comments made by the Steering Committee members.

• Proposed consultation process on potential costs during summer.

• Will be followed by 3 implementation workstreams.