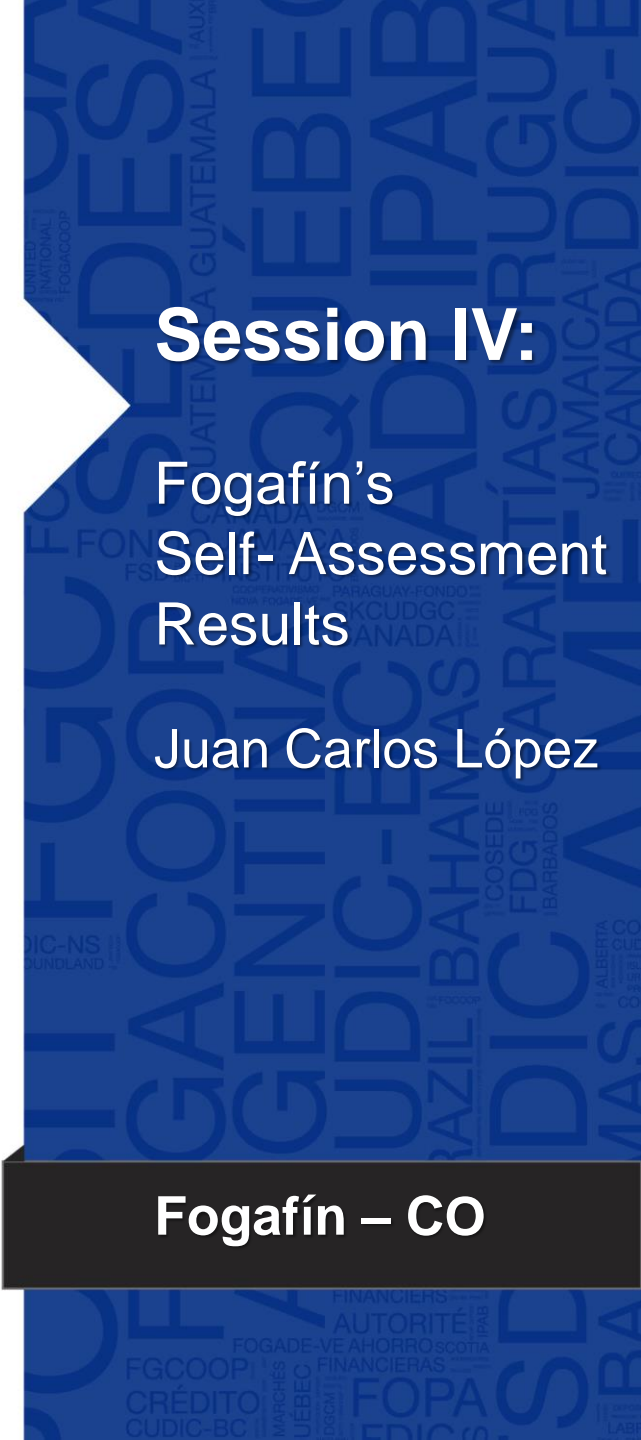




Foro

Foro de Seguro de Depósitos de las Américas Americas Deposit Insurance Forum



Session IV:

Fogafín's Self- Assessment Results

Juan Carlos López

Fogafín – CO

The good, the bad, and the ugly



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62.5% of the CPs are C or LC

(10 out of 16)



25% is MNC

(4 out of 16)



12.5% is NC

(2 out of 16)



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The public policy objectives, mandates and basic functions of the DIA are well developed by Fogafín

CP: 1, 2, 7, 8, 10 & 12

- The design of the DIA allows it to fulfill its public policy objectives
- The operational independence is granted
- Our public policy objectives are periodically reviewed
- Fogafín's mandate is clearly stated and its powers are sufficient and well aligned with the mandates from the other safety-net members
- Our DIA has direct access to depositor records (major improvement)
- Coverage is clearly defined and subject to a periodical review
- Coverage does not affect market discipline and is credible
- Long-term public awareness strategy



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Governance and resolution are areas to be improved in the short-term

CP: 3, 6, 13 & 14

Governance

- The Managing Director and the Board of Directors do not have a fixed term
- Safety-net members are majority in the Board; the Minister of Finance presides the meetings
- Removals are discretionary

Contingency planning

- Simulation exercises at the safety-net level are required

Early detection and timely intervention

- Early detection and timely intervention criteria are not clearly defined
- Early detection activities heavily rely on the Financial Supervisor

Resolution

- There are some activities that be carried out by more than one safety-net member (simulation exercise)
- Legal protection (double jeopardy?)



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Legal protection & Cross-border issues

CP: 5 & 11

Colombian banks have a material presence in Central America (Only us?)

Items that must be discussed

- Formal information sharing
- Coordination arrangements
- Communication protocols

Items that we consider are clear

- There are no cross-border responsibilities in terms of coverage (EU)

How are we going to address:

The presence of “R-SIBs” that are not subject to the FSB KA’s

The good,
the bad,
the ugly...

And the innovative



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