



# De l'Hyperfinance prédatrice, globalisée et dérégulée à l'AlterFinance du Développement

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DEFI  
[www.developingfinance.org](http://www.developingfinance.org)

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The Institute of International Finance, Inc.  
THE GLOBAL ASSOCIATION OF FINANCIAL INSTITUTIONS

## Rôle et fonctions de L'Institute for International Finance

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## EXECUTIVE OFFICE



**Tim Adams**  
President and Chief  
Executive Officer



**Karen Dozier**  
Board Administrator &  
Executive Assistant to the  
CEO



**Wendy Long**  
Executive Assistant



**Clay Lowery**  
Executive Vice President,  
Research and Policy



**Greer Meisels**  
Chief of Staff



**Melissa Paul**  
Senior Program Assistant



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## Rôle de l'Institution ?

- **Global association of financial institutions**
- **1983 : in response to international debt crisis**
- **2010-20: spokesman of banking industry for macroprudential regulation**

Members:

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

[www.iif.com](http://www.iif.com)



**500 members**

**70 countries**



# 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.

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## Institute of International Finance (IIF)

### Membership and organization:

- **Board of Directors is composed of 30 members**
- Chairman & CEO: 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.



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## Objectifs:

**“Being the most influential global association of financial institutions”**

- 1. To support the financial industry in prudently managing risks**
- 2. Developing best practices and standards**
- 3. Advocating regulatory, financial, and economic policies**
- 4. To Foster global financial stability**

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## How ?

### **Providing:**

- Reports
- Outlooks
- Briefings
- Overviews
- Bulletins

### **Topics:**

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

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## 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)

### **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.

## Guiding Principles

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

## Membership and organization:

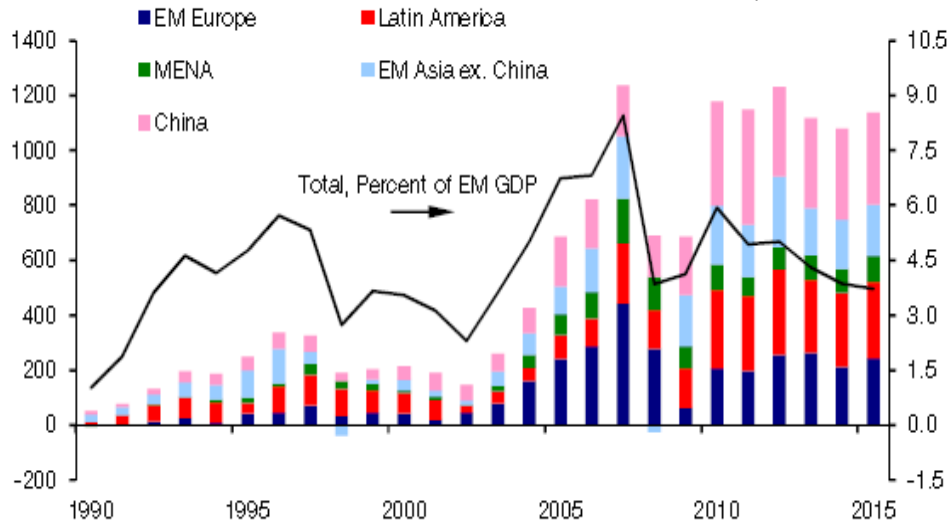
- Includes commercial banks, investment banks, insurance companies, multinational corporations, trading companies, export credit agencies...
- Approx. half of the IIF's members are Euro-based financial institutions
- Representation from the leading financial institutions in emerging market countries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

## Flux de capitaux privés vers les pays émergents (nets)

**Emerging Market Private Capital Inflows, Net**

\$ billion

percent of EM GDP

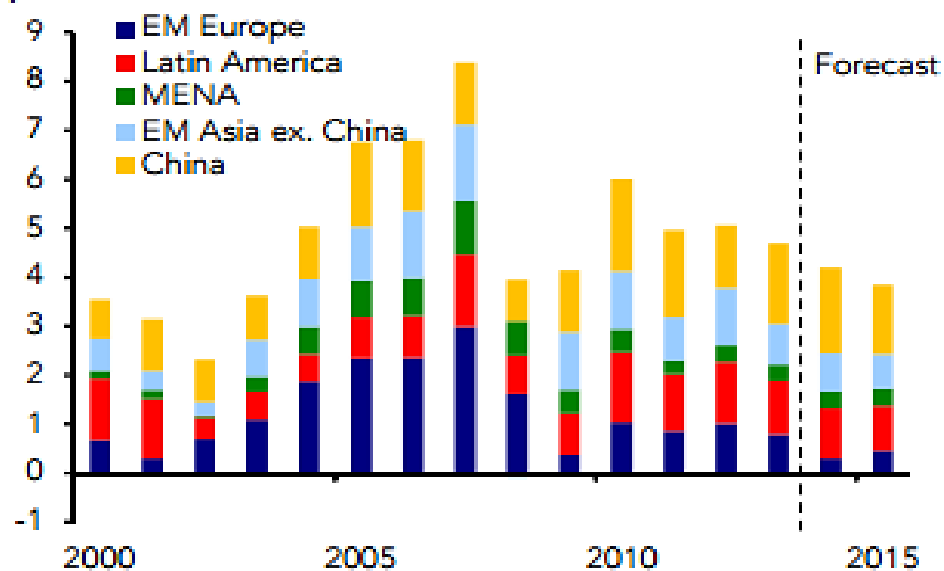


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**Emerging Market Private Capital Inflows, Net**

percent of EM GDP



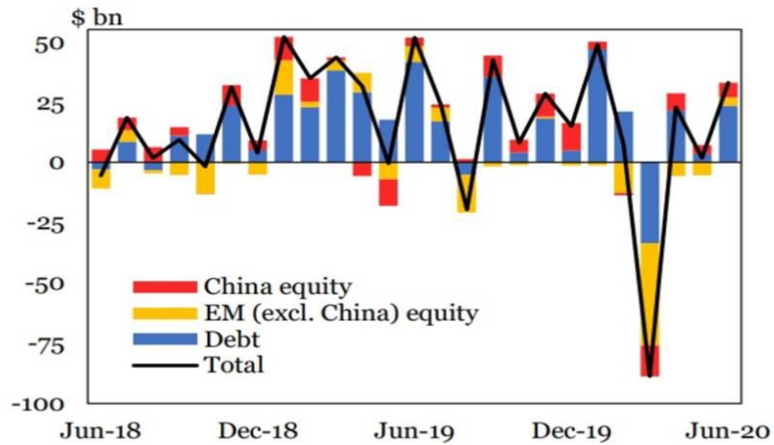
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## Shrinking capital flows to EMCs 2017-20

**Exhibit 1. Non-Resident Portfolio Flows to EM**



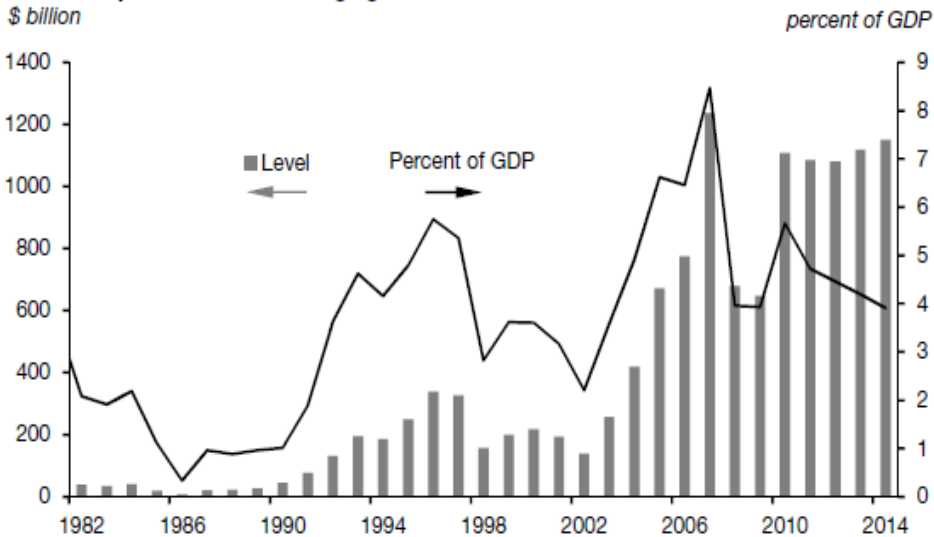
Source: Haver, IIF

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## Flux de capitaux privés nets vers les pays émergents 1982-2014 (IIF)

**Private Capital Inflows to Emerging Market Economies**



IIF 2012

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**Emerging Market Economies: Capital Flows**

\$ billion

	2012	2013	2014	2015
<b>Capital Inflows</b>				
<u>Total Inflows, Net:</u>	<u>1291</u>	<u>1270</u>	<u>1201</u>	<u>1207</u>
<b>Private Inflows, Net</b>	<b>1256</b>	<b>1241</b>	<b>1162</b>	<b>1158</b>
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
<b>Capital Outflows</b>				
<u>Total Outflows, Net</u>	<u>-1312</u>	<u>-1372</u>	<u>-1532</u>	<u>-1470</u>
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
<b>Memo:</b>				
<u>Net Errors and Omissions</u>	<u>-253</u>	<u>-128</u>	<u>0</u>	<u>0</u>
<u>Current Account Balance</u>	<u>274</u>	<u>231</u>	<u>331</u>	<u>264</u>

Source: IIF

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## 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:

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**Develop more effective and efficient approaches to regulation.**

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## 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.

## Basel II-III & the IIF

## Basel II

### **Purpose:**

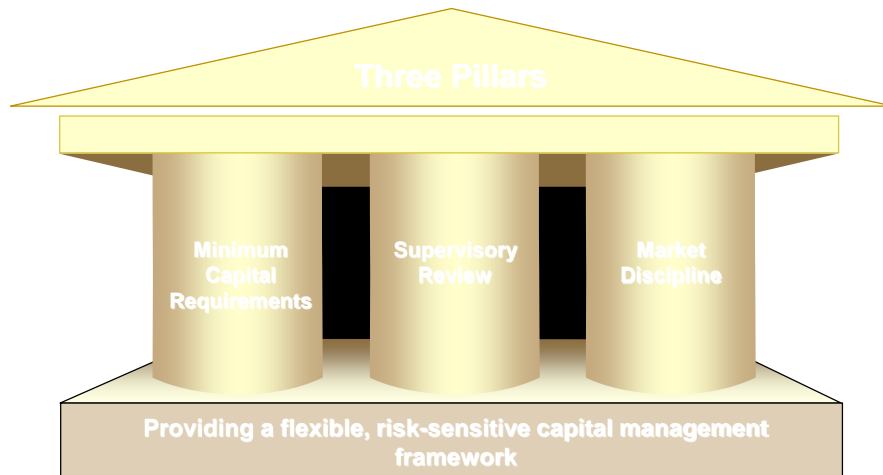
Create an international standard that banking regulators can use when creating regulations about how much capital banks need to put aside to guard against types of financial and operational risks banks face

## 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.

## Basel II



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## 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

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