

FY21 Work Plan - May 2020 to April 2021: Financial Sector Supervision (FSS)

TA Area	Objective	Country	Outcome Targeted	Activity	May 2020 - April 2021 (in person-days)			Number of Missions/Activities	Updated Post COVID Inputs at Jul 31, 2020 (person-days - changes in red)			Number of Missions/Activities	% of updated plan delivered at end-Jul	Delivery Status	COVID Status	Milestones	Comments	Planned Date	Experts
					PFTAC resident advisors	ST experts	Total		PFTAC resident advisors	ST experts	Total								
Financial Sector Supervision	1. Develop and strengthen banking regulations in line with international standards	Palau	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Second Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - review revised draft banking law and regulations and propose final amendments	-	15	15	1	-	5	5	1	100%	Jul 13 - 17, 2020 (remote)	2 - Indirectly COVID Related	Applicable guidelines and regulations are sent to industry for consultation	Continuation of the Banking Regulatory Reform project.		Heerden (LEG)
				Finalization of legislation and stakeholder consultation	-	-	-	-	5	12	17	1	0%	Mar 8 - 12, 2021 (in-country)	2 - Indirectly COVID Related	Applicable guidelines and regulations are finalized and formally issued Amendments and redrafting of laws, regulations in line with BCP 11			
		PNG	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	SFEP - Regulatory Framework - Prudential Standards - Assist BPNG develop a comprehensive suite of risk management prudential standards covering topics like General risk management guidelines, Governance, Liquidity Risk, Market Risk, Interest Rate Risk and IT Risk (Desk review)	12	-	12	1	10	-	10	1	0%	Oct 5 - 16, 2020 (remote)	2 - Indirectly COVID Related	Applicable guidelines and regulations drafted Applicable guidelines and regulations are finalized and formally issued	Continuation of the SFEP - regulatory component of project		Kumar
				Second Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - review revised draft banking law and regulations and propose final amendments	-	15	15	1	5	15	20	1	0%	Mar 1 - 5, 2021/ Mar 1 - 12, 2021 (in-country)	2 - Indirectly COVID Related	Applicable guidelines and regulations are sent to industry for consultation Applicable guidelines and regulations are finalized and formally issued Amendments and redrafting of laws, regulations in line with BCP 11	Continuation of the Banking Regulatory Reform project.		Kumar/ LEG
		Solomon Islands	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	SFEP - Regulatory Framework - Prudential Standards - Assist CBSI with industry and stakeholder consultation for new suite of prudential standards	5	-	5	1	5	5	10	1	0%	Nov 2 - 6, 2020 (in-country)	2 - Indirectly COVID Related	Applicable guidelines and regulations drafted Applicable guidelines and regulations are finalized and formally issued	Continuation of the SFEP - regulatory component of project		Kumar/ STX
				1.2 Supervisors and regulations require banks to have robust governance policies and processes covering among others effective board and senior management oversight and sound control environment.	Assist with Quantitative Impact Study (QIS) on IFRS 9 regulation	-	14	14	1	5	14	19	1	0%	Apr 12 - 16, 2021 (in-country)	1 - Not COVID Related			
		Vanuatu	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	SFEP - Regulatory Framework - Prudential Standards - Assist RBV develop comprehensive suite of prudential standards	5	10	15	1	10	10	20	1	0%	Sep 7 - 18, 2020 (remote)	2 - Indirectly COVID Related	Applicable guidelines and regulations drafted	Continuation of the SFEP - regulatory component of project		Kumar/ STX
				1.2 Supervisors and regulations require banks to have robust governance policies and processes covering among others effective board and senior management oversight and sound control environment.	SFEP - Regulatory Framework - Prudential Standards - Assist RBV develop comprehensive suite of prudential standards - industry and stakeholder consultation	-	-	-	-	-	-	-	-	0%	FY22		Applicable guidelines and regulations are finalized and formally issued		FY22
Regional	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis	PFTAC-MCM Online Roundtable Discussion on Banking and Regulation Supervision during the COVID-19 Pandemic	-	-	-	-	2	-	2	1	100%	May 13, 2020 (remote)	4 - Predominantly COVID Related				Stefanou/ MCM HQ		
Financial Sector Supervision	1. Develop/strengthen regulation of insurance companies (IC) and risk based supervision capability of the insurance supervisor (IS)	Fiji	1.1 Effective risk based supervision in place and being used for their intended purpose(s)	Assist RBF finalize revised insurance law and consult with industry and stakeholders	-	7	7	1	-	7	7	1	0%	Feb 3 - 7, 2021 (in-country)	2 - Not COVID Related	Draft insurance law developed Industry consultation of draft law completed	Continuation of Insurance Regulatory Reform project		
				Provide overview and training on draft example law and Prudential Standards	-	4	4	1	4	4	8	1	100%	Jul 13 - 16, 2020 (remote)	1 - Not COVID Related	New insurance law finalized and submitted for legislative process		1 STX will be paid by HQ	Stefanou/ Claxton
		Samoa	1.1 Effective risk based supervision in place and being used for their intended purpose(s)	Assist CBS finalize revised insurance law and consult with industry and stakeholders	-	7	7	1	-	7	7	1	0%	Feb 8 - 12, 2021 (in-country)	1 - Not COVID Related	New insurance law finalized and submitted for legislative process	Continuation of Insurance Regulatory Reform project		
				Assist CBS finalize revised insurance prudential standards and consult with industry and stakeholders	-	4	4	1	4	4	8	1	100%	Jul 2020 (remote)	1 - Not COVID Related	New prudential standards finalized and issued		1 STX will be paid by HQ	Stefanou/ Claxton
		Tonga	1.1 Effective risk based supervision in place and being used for their intended purpose(s)	Assist NRBT finalize revised insurance law and consult with industry and stakeholders	-	7	7	1	-	7	7	1	0%	Feb 13 - 17, 2021 (in-country)	1 - Not COVID Related	New insurance law finalized and submitted for legislative process	Continuation of Insurance Regulatory Reform project		
				Assist NRBT finalize revised insurance prudential standards and consult with industry and stakeholders	-	4	4	1	4	4	8	1	100%	Jul 2020 (remote)	1 - Not COVID Related	New prudential standards finalized and issued		1 STX will be paid by HQ	Claxton/ Rush
		Regional	1.1 Effective risk based supervision in place and being used for their intended purpose(s)	PFTAC-MCM Online Roundtable Discussion on Insurance Regulatory and Supervisory Responses During the COVID-19 Pandemic	-	-	-	-	2	-	2	1	100%	Jul 15, 2020 (remote)	4 - Predominantly COVID Related				Stefanou/ MCM HQ
Financial Sector Supervision	1. Develop/strengthen cybersecurity regulations and prudential norms	Fiji	1.1 Sound policies & processes to identify, measure, monitor and control cyber risks	Cyber Risk Regulation and Supervision Project - third component - onsite examination	5	10	15	1	5	10	15	1	0%	Apr 2021 (in-country)	3 - Moderately COVID Related	Cyber Risk on-site examination framework implemented	On-site examinations to include regional participants		Kumar/ STX
				Cyber Risk Regulation and Supervision Project - third component - onsite examination	5	10	15	1	5	10	15	1	0%	Apr 2021 (in-country)	3 - Moderately COVID Related	Cyber Risk on-site examination framework implemented	On-site examinations to include regional participants		Kumar/ STX
		Samoa	1.1 Sound policies & processes to identify, measure, monitor and control cyber risks	Cyber Risk Regulation and Supervision Project - third component - onsite examination	-	-	-	-	-	-	-	-	0%	FY22		Cyber Risk on-site examination framework implemented	FY22 - On-site examinations to include regional participants		
				Cyber Risk Regulation and Supervision Project - third component - onsite examination	-	-	-	-	-	-	-	-	-	0%	FY22		Cyber Risk on-site examination framework implemented	FY22 - On-site examinations to include regional participants	
		Regional	1.1 Sound policies & processes to identify, measure, monitor and control cyber risks	PFTAC-MCM Online Roundtable Discussion on Cyber Risks of Remote Work during the COVID-19 Pandemic	-	-	-	-	2	-	2	1	100%	Jun 10, 2020 (remote)	4 - Predominantly COVID Related				Stefanou/ MCM HQ
Financial Sector Supervision	2. To implement a risk-based supervision (RBS) system and upgrade other supervisory processes	Cook Islands	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	SFEP - Finalize off-site financial risk analysis reform	5	-	5	1	5	-	5	1	0%	Dec 7 - 11, 2020 (in-country)	2 - Indirectly COVID Related	Detailed Quarterly Financial Risk Report embedded	Finalization of the SFEP for the Cook Islands		Kumar
				SFEP - Finalize risk rating reforms	5	-	5	1	5	-	5	1	0%	Dec 14 - 18, 2020 (in-country)	1 - Not COVID Related	Risk rating model, including impact index, is developed and implemented			Kumar

Financial Sector Supervision	Legal	Palau	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	Risk Based Supervision Training	-	10	10	1	5	10	15	1	100%	Jun 15 - 28, 2020 (remote)	1 - Not COVID Related	Detailed Quarterly Financial Risk Report embedded	Commencement of supervision CD for Palau. Reference SFEP.		Stefanou/ De Bie	
		PNG	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	SFEP - Finalize off-site financial risk analysis reform	5	-	5	1	5	-	5	1	0%	Oct 18 - 22, 2020 (remote)	2 - Indirectly COVID Related	Detailed Quarterly Financial Risk Report embedded	Finalization of the SFEP supervision components for PNG.		Kumar	
				SFEP - Finalize market and liquidity risk examination reform	-	10	10	1	-	18	18	1	0%	Apr 5 - 16, 2021 (in-country)	2 - Indirectly COVID Related	On-site examination framework for liquidity and market risk embedded				
		RMI	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	Risk Based Supervision Training						4	5	9	1	0%	Sep 1 - 4, 2020 (remote)	1 - Not COVID Related			Kumar/ Tijs	
		Solomon Islands	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	SFEP - Assistance in developing a financial analysis process that effectively identifies risk	5	-	5	1	5	-	5	1	0%	Mar 1 - 5, 2021 (in-country)	2 - Indirectly COVID Related	Revised Reporting templates are developed	Continuation of SFEP		Kumar	
				SFEP - Finalize off-site financial risk analysis reform	5	-	5	1	-	-	-	-	0%	FY22		Detailed Quarterly Financial Risk Report embedded				
				SFEP - Finalize Risk Rating and Supervisory Action Planning	-	10	10	1	5	-	5	1	0%	Mar 8 - 12, 2021 (in-country)	1 - Not COVID Related				Kumar	
		Vanuatu	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	SFEP - Finalize off-site financial risk analysis reform	5	-	5	1	5	-	5	1	0%	(in-country)	2 - Indirectly COVID Related	Detailed Quarterly Financial Risk Report embedded	Continuation of SFEP		Kumar	
				SFEP - Finalize Risk Rating and Supervisory Action Planning	-	10	10	1	-	-	-	-	0%	FY22						
		Tuvalu	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	SFDP - Finalize off-site financial risk analysis reform	5	-	5	1	5	-	5	1	0%	Oct 19 - 23, 2020 (in-country)	2 - Indirectly COVID Related	Detailed Quarterly Financial Risk Report embedded	Continuation of Supervision Framework Development project		Kumar	
		Regional	AFSPC Annual Meeting	AFSPC Annual Meeting	5	7	12	1	5	7	12	1	0%	Mar - Apr 2021 (tentative)	3 - Moderately COVID Related		in PNG		Kumar/ STX	
			AFSPC Annual Workshop	AFSPC Annual Workshop	5	7	12	1	5	7	12	1	0%	Mar - Apr 2021 (tentative)	3 - Moderately COVID Related		in PNG		Kumar/ STX	
			PFTAC MCM Roundtable	PFTAC-MCM Online Roundtable Discussion on Central Bank Support to the Financial Markets during the COVID-19 Pandemic							2	-	2	1	100%	Jun 24, 2020 (remote)	4 - Predominantly COVID Related			Stefanou/ MCM HQ
			Southern Workshop	TBC	5	7	12	1	-	-	-	-	0%	FY22						

Total Days:	82	168	250	28
Updated Post COVID-FY21 Workplan:	124	161	285	31
Increase from Baseline Plan:	51%	-4%	14%	11%

Delivered as at Qtr. 1	25	27	52	9
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Financial Sector Supervision	Legal	FSM	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Third Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - review revised draft banking law and propose final amendments - desk review	-	10	10	1	-	10	10	1	0%	(remote)	2 - Indirectly COVID Related	Revised banking law subjected to industry and other stakeholder consultation and finalized	Continuation of the Banking Regulatory Reform project.		LEG
		Kiribati	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - Develop first draft of banking legislation in line with international standards - (desk review)	-	20	20		-	20	20			0%	(remote)	2 - Indirectly COVID Related			
				Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - Provide training to MFED and the Kiribati Attorney General's Office (KAG) on proposed reform and enhancements	-	10	10	3	-	10	10	3	0%	(in-country)	2 - Indirectly COVID Related				
				1.2 Supervisors and regulations require banks to have robust governance policies and processes covering among others effective board and senior management oversight and sound control environment.	Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards - Develop second draft of banking legislation in line with international standards - (desk review)	-	10	10		-	10	10		0%	(remote)	2 - Indirectly COVID Related			
		Timor-Leste	1.1 Supervisors and regulations require banks to apply sound policies and processes to identify, measure, monitor and control their financial risks on a timely basis and assess their capital adequacy in relation to their risk profile	Review of Banking legislation	-	12	12	1	-	12	12	1	0%	(in-country)	2 - Indirectly COVID Related				LEG
1.2 Supervisors and regulations require banks to have robust governance policies and processes covering among others effective board and senior management oversight and sound control environment.																			

Total Days:	-	62	62	5
Updated Post COVID-FY21 Workplan:	-	62	62	5
Increase from Baseline Plan:	0%	0%	0%	0%

Delivered as at Qtr. 1	-	-	-	-
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Total Days:	82	230	312	33
Updated Post COVID-FY21 Workplan:	124	223	347	36
Increase from Baseline Plan:	51%	-3%	11%	9%

Delivered as at Qtr. 1	25	27	52	9
Percent Delivered of Updated Plan	20%	12%	15%	25%

COVID Distribution				
1 - Not COVID Related	36	62	98	11
2 - Indirectly COVID Related	60	127	187	17
3 - Moderately COVID Related	20	34	54	4
4 - Predominantly COVID Related	8	-	8	4