

FY20 Work Plan - May 2019 to April 2020: Financial Sector Supervision (FSS)

TA Area	Objective	Country	Outcome Targeted	Activity	May 2019 - April 2020 (in person-days)			Number of Missions/ Activities	Milestones	Comments	Planned Date	Experts
					PFTAC resident advisors	ST experts	Total					
Financial Sector Supervision	1. Develop and strengthen banking regulations in line with international standards	Cook 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	Assistance in finalizing draft Prudential Standards following stakeholder consultation	0	12	12	1	Applicable guidelines and regulations are finalized and formally issued		1-May-19	TBC
			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.					Applicable guidelines and regulations are finalized and formally issued				
		Fiji	To be established in CDPort	Second follow-up mission from the Regional Workshop on Insurance Legislation and Prudential Standards	0	10	10	1	To be established in CDPort	Workshop to review and establish revision plan for insurance legislation and prudential standards held in May 2018. Follow up bilateral mission held in November 2018. Second follow-up.	1-May-19	TBC
		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 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.	Assistance in finalizing draft Prudential Standards following stakeholder consultation	0	12	12	1	Applicable credit risk guidelines and regulations drafted and sent for industry consultation		1-Jun-19	TBC
									Applicable credit risk guidelines and regulations are finalized and formally issued			
		Samoa	To be established in CDPort	Second follow-up mission from the Regional Workshop on Insurance Legislation and Prudential Standards	0	10	10	1	To be established in CDPort	Workshop to review and establish revision plan for insurance legislation and prudential standards held in May 2018. Follow up bilateral mission held in November 2018. Second follow-up.	1-May-19	TBC
		Tonga	To be established in CDPort	Second follow-up mission from the Regional Workshop on Insurance Legislation and Prudential Standards	0	10	10	1	To be established in CDPort	Workshop to review and establish revision plan for insurance legislation and prudential standards held in May 2018. Follow up bilateral mission held in November 2018. Second follow-up.	1-May-19	TBC
		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 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.	Develop a comprehensive suite of prudential standards	5	10	15	1	To be established in CDPort		1-Nov-19	TBC
		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 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.	Develop a comprehensive suite of prudential standards	5	10	15	1	To be established in CDPort		1-Nov-19	TBC
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 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.	Develop a comprehensive suite of prudential standards	5	0	5	1	To be established in CDPort		1-Nov-19	TBC		
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	Assistance in finalizing revised risk-based approach to on-site examination	0	17	17	1	Structured approach to on-site examination reporting (including terminology framework) imbedded		1-May-19	TBC
			2.5 Bank risk assessment frameworks strengthened	Assistance in developing a financial analysis process that effectively identifies risk	5	0	5	1	TBC	Need an outcome indicator / Milestone description for improving financial risk analysis	1-Aug-19	
		PNG	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	Supervision Framework Enhancement Program - on-site examination - finalize reform	12	20	32	1	Supervision Framework Enhancement project - On-site examination reform embedded	Use follow up market and liquidity risk examination assistance to finalize reform	1-May-19	Tijs de Bie
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation									
		Solomon Islands	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	Assistance in developing a financial analysis process that effectively identifies risk	5	0	5	1			1-Jul-19	
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation									
Tuvalu	2.3 Bank risk assessment frameworks strengthened: a) Quality and timeliness of regulatory data enhanced; and b) Flexibility of reporting system improved.	Develop prudential reporting	3	0	3	1			1-Jul			

		Vanuatu	2.4 Strengthened institutional structure and operational and procedures for RBS Implementation	Assistance in developing a financial analysis process that effectively identifies risk	5	0	5	1			1-Sep-19		
			2.4 Strengthened institutional structure and operational and procedures for RBS Implementation										
		Regional	2.6 Supervisors have sufficient capacity to effectively implement risk-based supervision and other supervisory processes.	Regional Workshop - Northern Pacific - Financial Risk Analysis	5	0	5	1				1-Sep-19	
				AFSPC Annual Meeting	5	0	5	1				1-Oct-19	
				AFSPC Governance and Capital forum	5	0	5	1				1-Jun-19	
	2.6 Supervisors have sufficient capacity to effectively implement risk-based supervision and other supervisory processes.	AFSPC Prudential Reporting	5	0	5	1				1-Jul-19			
Total Days:					65	111	176	18					

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						Finalize revised draft legislation, for internal stakeholder and industry consultation	Workshop to review and establish revision plan for banking legislation and prudential standards held in July 2017. First Follow up bilateral mission held in February 2019. Second follow-up.	1-Feb-20	TBC 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.	Second Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards	0	12	12	1		Finalize revised draft prudential standards, for internal stakeholder and industry consultation				
		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							i) Applicable guidelines and regulations are drafted.	Workshop to review and establish revision plan for banking legislation and prudential standards held in July 2017. First Follow up bilateral mission to be held in May 2019.	1-May-19	TBC 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.	Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards	0	12	12	1		j) Applicable guidelines and regulations are drafted.				
		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							Finalize revised draft legislation, for internal stakeholder and industry consultation	Workshop to review and establish revision plan for banking legislation and prudential standards held in July 2017. First Follow up bilateral mission held in May 2018. Second follow-up.	1-Jun-19	TBC 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.	Second Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards	0	12	12	1		Finalize revised draft prudential standards, for internal stakeholder and industry consultation				
		RMI	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							Finalize revised draft legislation, for internal stakeholder and industry consultation	Workshop to review and establish revision plan for banking legislation and prudential standards held in July 2017. First Follow up bilateral mission held in June 2018. Second follow-up.	1-Jun-19	TBC 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.	Second Follow-up mission from the Regional Workshop on Banking Legislation and Prudential Standards	0	12	12	1		Finalize revised draft prudential standards, for internal stakeholder and industry consultation				
		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							TBC			1-May-19	TBC 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.	Review of Banking legislation	0	12	12	1		TBC				
		Total Days:					-	60	60	5				