From:	mnedelchev@bgid.org
To:	Basel Committee, Service
Subject:	Core principles for effective banking supervision - consultative document
Date:	Thursday 23, February, 2012 17:57:06

To: Basel Committee on Banking Supervision
Bank for International Settlements
CH-4002 Basel,
Switzerland
baselcommittee@bis.org

Re: Core principles for effective banking supervision - consultative document

23.02.2012, Sofia

Dear Sirs,

The Bulgarian Institute of Directors (BID) welcomes the opportunity to comment on the Consultative Document "Core principles for effective banking supervision". This is the BID's response to the request for views on the above proposals.

The new challenges require new supervisor principles.
There is a need of new licensing criteria (Essential criteria 7, Principle 5.). The licensing authority determines whether the bank's board members and senior management have sound knowledge of modern corporate governance practices.
There is a need of new assessment approach to corporate governance (Essential criteria 2, Principle 14.). The supervisor annually assesses a bank's corporate governance policies and practices, and their implementation, and determines that the bank has robust corporate governance policies and processes commensurate with its risk profile and systemic importance. The assessment will be free for all stakeholders.

We hope that you will find our comments useful.

Yours faithfully,

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