

G20 GERMANY 2017

Financial Inclusion and the G20 Agenda

ISI Regional Statistics Conference
Bali, 22-24 March 2017

German Presidency of G20 in 2016/17

Overview

- G20 established in 1999.
- Most important industrial and emerging economies (~86% of World GDP).
- Central forum for international cooperation in economic and financial policies.
- Aiming at strengthening and broader sharing the benefits of globalisation.
- Presidency changing on a yearly basis:
China 2016 – Germany 2017 – Argentina 2018.



German Presidency of G20 in 2016/17

Priorities of the G20 Summit -
Shaping an interconnected world

Building resilience

- **World Economy**
- Trade and Investment
- Employment
- Financial markets /
International financial
architecture
- International tax
cooperation

Improving sustainability

- Climate and energy
- Agenda 2030
- **Digitalisation**
- Global health
- Empowering
women

Assuming responsibility

- Tackling the causes
of displacement
- **Partnership with
Africa**
- Fighting terrorism
- Anti-corruption
- Agriculture / food
security

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Priorities of the Finance Track

1. **Enhancing economic resilience**
2. **Improving investment conditions: Partnership with Africa**
3. **Shaping digitalisation**

Ensuring continuity, pursuing the G20 agenda:

- Strengthening the international financial architecture
- Making taxation fair and reliable worldwide
- Fostering financial market stability
- Combat money laundering and terrorist financing
- Green finance

Implementation and compliance monitoring play an increasingly important role.

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Overview of finance track events



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Financial Inclusion and the G20 - Global Partnership for Financial Inclusion

- G20 Leaders recognised financial inclusion as one of the main pillars of the global development agenda at the G20 Summit in Seoul (2010) and endorsed a Financial Inclusion Action Plan (FIAP).
- Launch of the Global Partnership for Financial Inclusion (GPFII) in December 2010: main implementing mechanism for the FIAP
- GPFII is an inclusive platform for G20 countries, non-G20 countries and relevant stakeholders for peer learning, knowledge sharing , policy advocacy and coordination.



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Financial Inclusion and the 2017 G20 Agenda

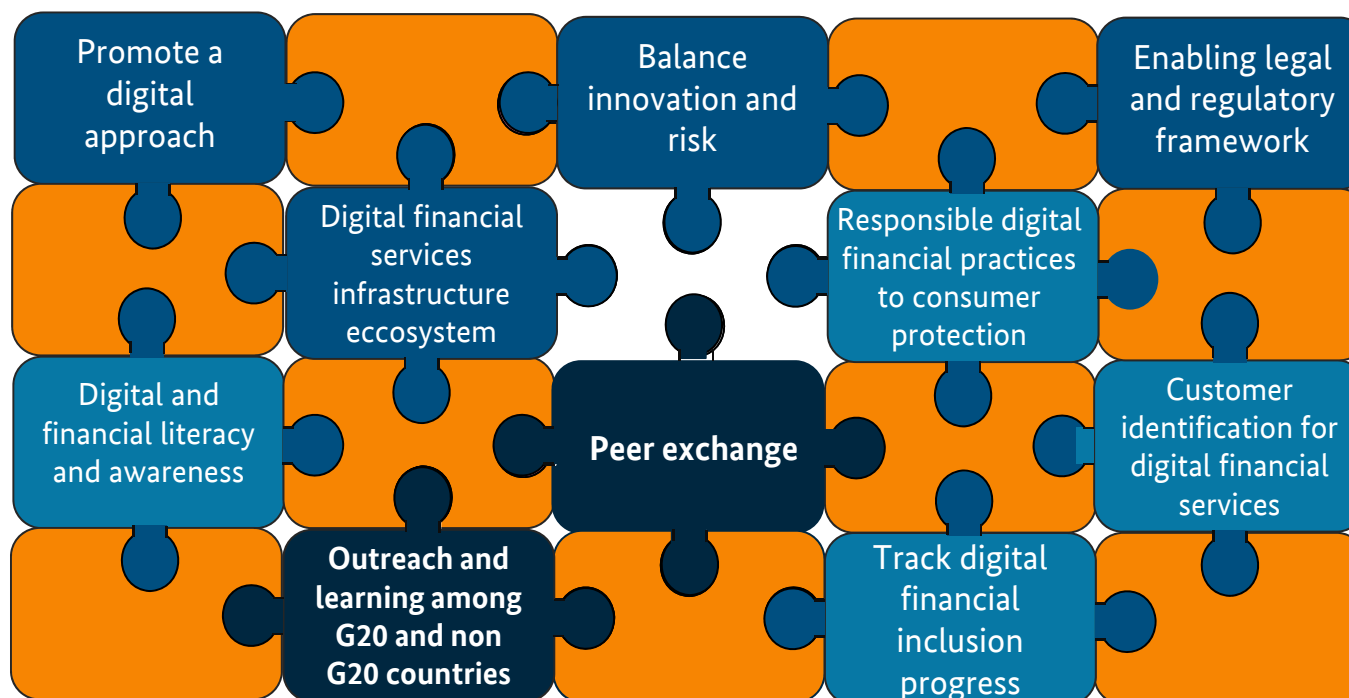
Focal areas for the GPMI guided by priorities of the German G20 Presidency:

- Review and Update of the Financial Inclusion Action Plan
- Implementation of the High Level Principles for Digital Financial Inclusion
- Leverage relevance of and increasing Financial Literacy
- Implementation of the G20 Action Plan on SME Financing
- Financial Inclusion of Vulnerable Groups: Forcibly Displaced Persons
- Further work on improving conditions for remittances

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Implementation of High Level Principles of Digital Financial Inclusion

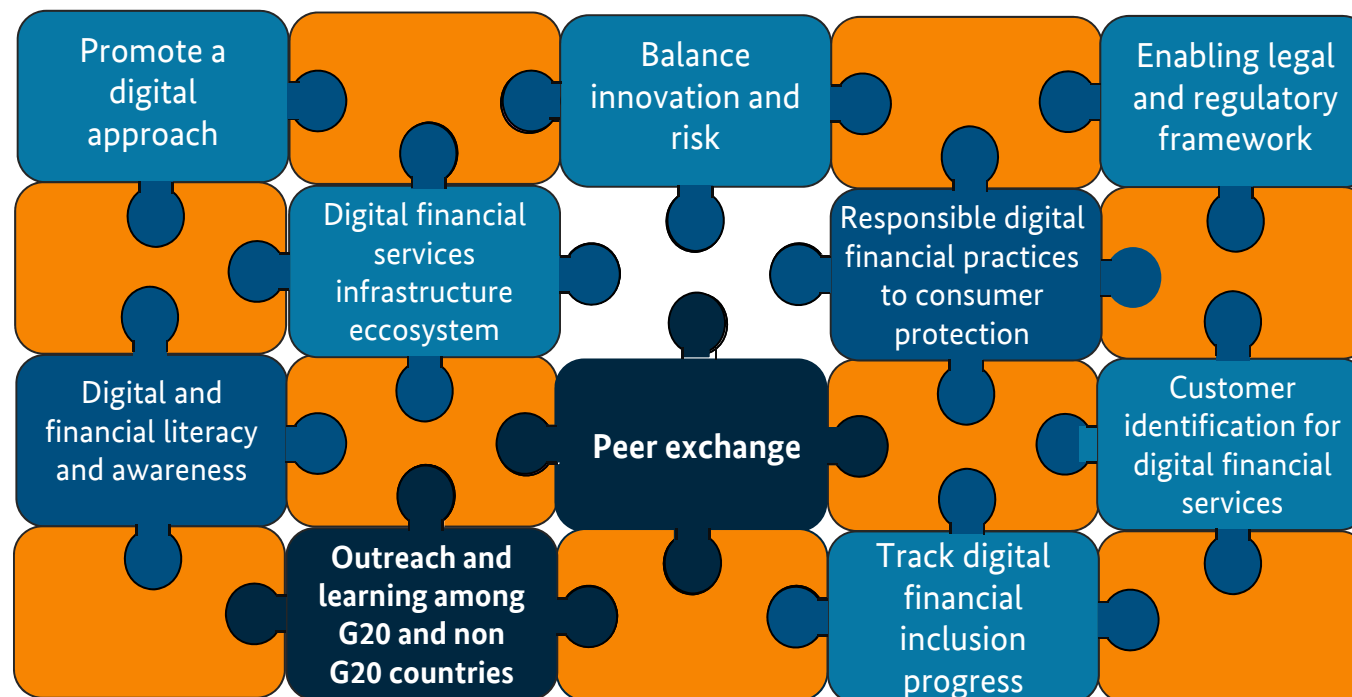
(1) World Bank report on emerging practices of digital financial inclusion



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Implementation of High Level Principles of Digital Financial Inclusion

(2) Report of the OECD /International Network for Financial Education (INFE) on ensuring financial education and consumer protection for all in the digital age



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Leverage relevance of and increasing Financial Literacy

- Aspects of affordability and the ability to use financial services, which involves a certain level of financial literacy.
- OECD/INFE report on the level of financial literacy in G20 countries; surveys based on OECD/INFE toolkit as starting point to foster research on the impact of financial literacy programmes.



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Implementation of the G20 Action Plan on SME Financing

- G20 Action Plan on SME Financing Implementation Framework:
 - self-assessment by all G20 countries regarding the status of frame conditions for SME financing
 - consolidation into a baseline report by mid 2017, to be updated every two years.
- Investigate how innovative financing approaches, programs and platforms may promote integration of SMEs into sustainable global value chains
- Increasing Resilience against Climate-Related Risks, in particular for rural SMEs

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Financial Inclusion of Vulnerable Groups: Forcibly Displaced Persons

- Defining fields of action on the basis of available surveys and drafting policy recommendations in consultation with non-G20 countries (temporary working group to draft a policy paper).
- Report by the Alliance for Financial Inclusion (AFI) to examine current regulatory practice including the role of the central bank or the financial regulator and other sectoral actors, and to consider related challenges and how these are being/could best be addressed.
- Workshop/conference/event to engage relevant countries and stakeholders and to link with other relevant work realms (humanitarian) or G20 work streams (e.g. remittances)

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Improving the Framework for Remittances

- Remittances are a key source of income for millions of households and businesses
- Efforts to strengthen competition, making use of new digital technologies
- Improving transaction infrastructure
- Strengthening consumer protection
- Address the issue of de-risking: improve regulatory framework conditions for remittances.

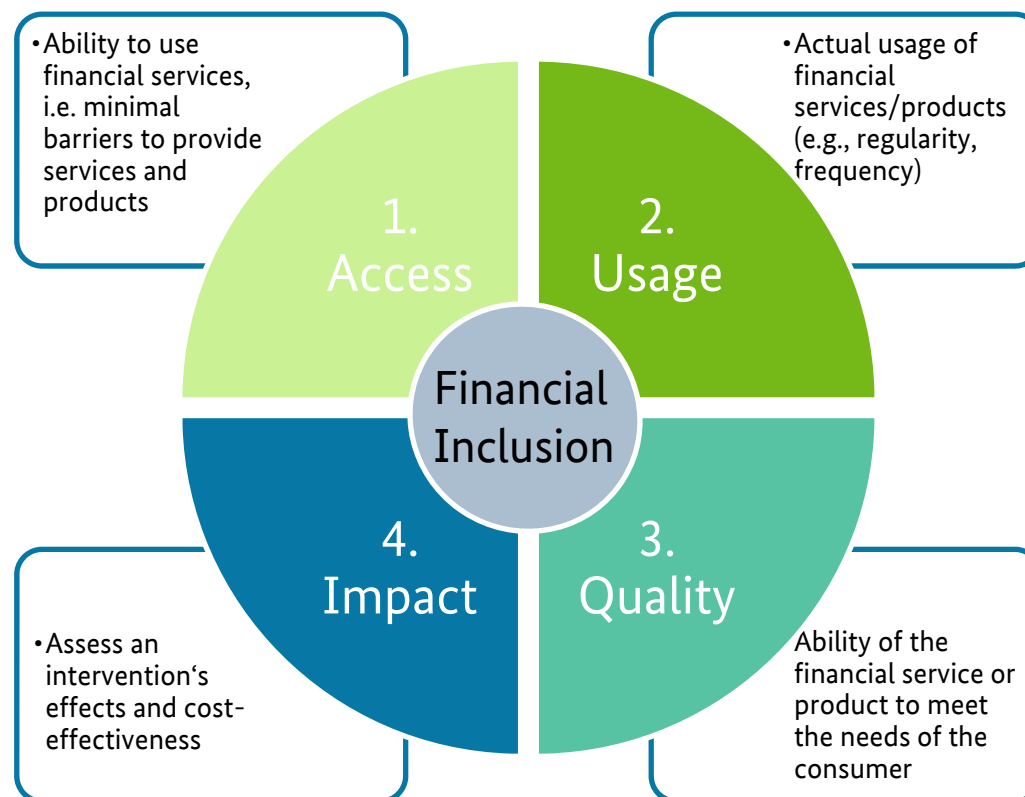


- Achieve the right balance between the need to combat money laundering and the financing of terrorism and keeping the costs of sending remittances to the receiving countries low (goal of Agenda 2030).

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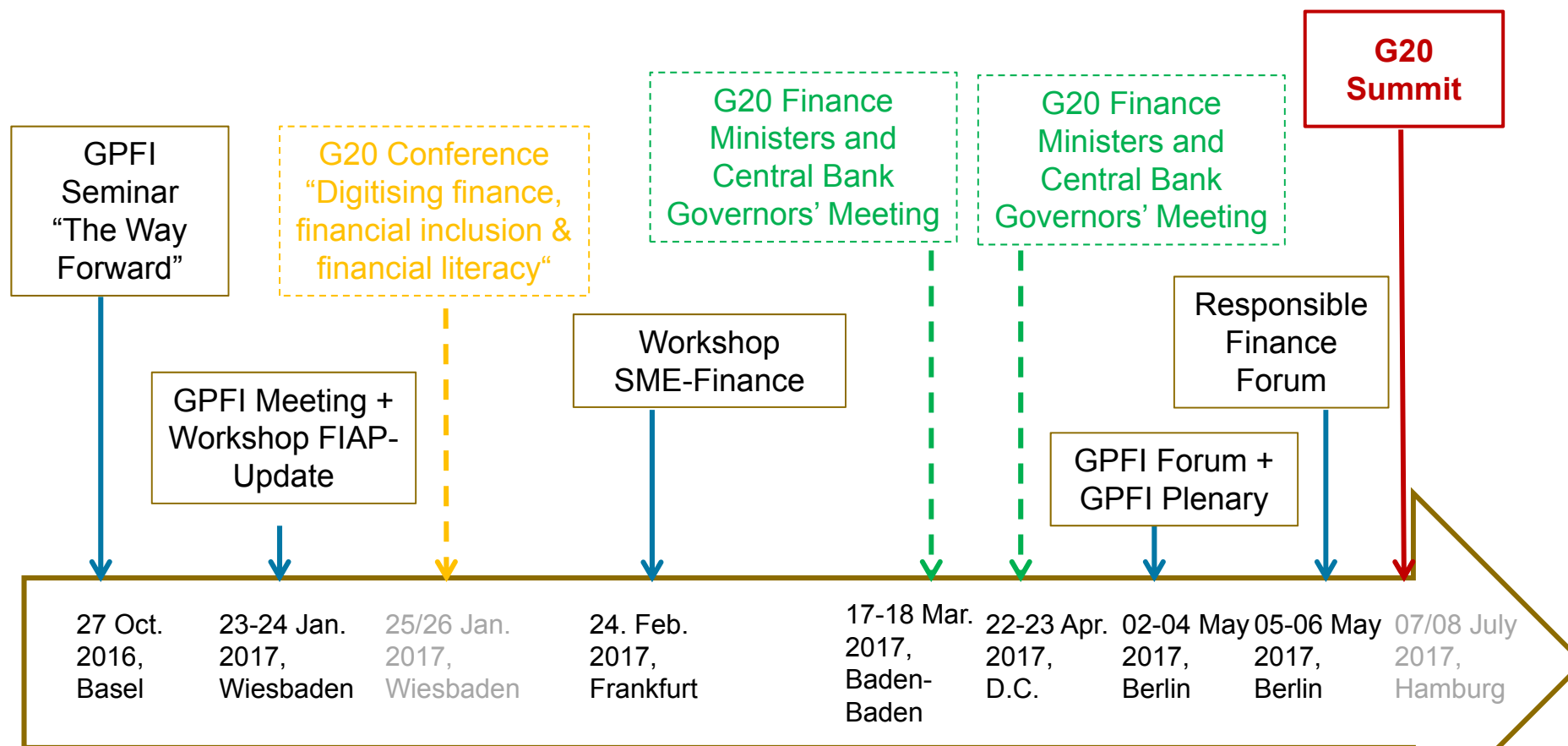
Statistics: Measuring Dimensions of Financial Inclusion

- Update and Review of the Financial Inclusion Indicators during CHN Presidency
- German Presidency:
 - ✓ G20 Data on Financial Literacy and Inclusion through surveys based on OECD/INFE toolkit in 2016/2017
 - ✓ Further work on fostering evaluation of financial literacy programmes



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Overview of GPFII timeline





Questions & Answers

Thank you for your attention.

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