



Central Deposit Insurance Corporation

Future Common Issues for Deposit Insurers in Asia

Presented by Mr. Johnson C. S. Chen Central Deposit Insurance Corporation

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CDIC Profile

Four Issues Need to be Focused

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CDIC Profile

- Main Responsibilities
 - Handling Deposit Insurance
 - Examining Insured Institutions
 - Managing Insured Risk
 - Handling Problem and Failed Insured Institutions

- Role
 - "Risk-Minimizer" rather than "Pay Box"

DIG Four Issues Need to be Focused

- Independence
- Powers
- Corporate Governance
- Interrelationships



A Separate Entity

Independent Decision-Making



CDIC Experience

- Voluntary DIS before 1999

– Mandatory DIS since 1999

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Powers

Under Voluntary DIS - Formulation of Deposit Insurance **Standards** Bank Examinations - Financial Early-Warning System - Terminating the Participation of **Financial Institutions in Deposit** Insurance

Powers

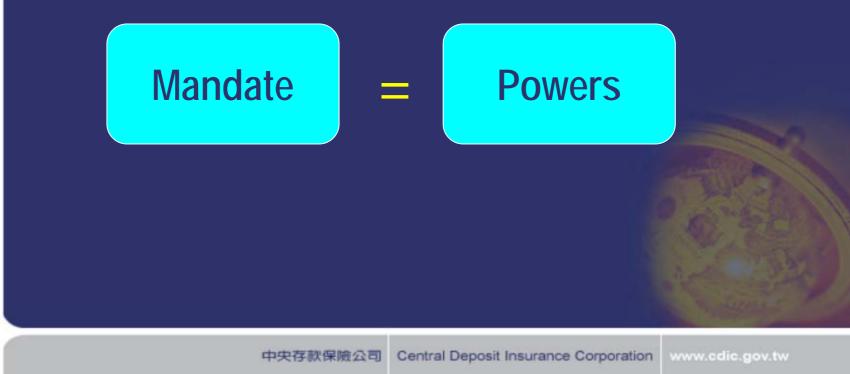
Under Mandatory DIS
On-Site Examinations
Financial Early-Warning System
Terminating the Participation of Financial Institutions in Deposit Insurance

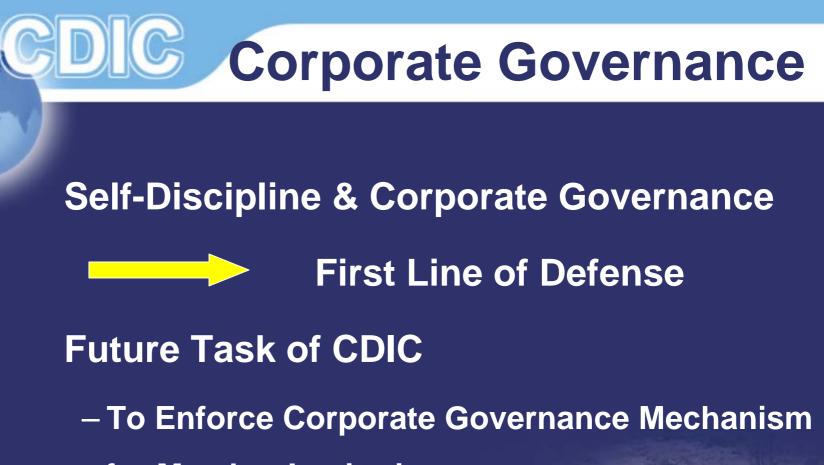
Internet On-Line Transmission System

Account Officer System



Future Task of CDIC – Amending Deposit Insurance Act





for Member Institutions

- To Promote Financial Information Disclosure

Interrelationships

Establishing Effective Coordination Mechanisms

- Information Exchange
- Examination
- Penalties for Violators
- Financial Assistance
- Systemic Risk



For Risk Minimizers

- Positive

- Preventive

- Proactive

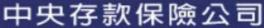
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Thank You.

For more information, please go to:

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