



FY18 Work Plan - May 2017 to April 2018: Financial Sector Supervision (FSS) - PROJECTED OUTTURN THROUGH END-APRIL 2018

TA Area	Objective	Country	Outcome Targeted	Activity	Planned Inputs (in person-days)				Updated Inputs at Nov 1 (red)				Delivery Status	Projected Outturn at end-FY18 (person-days - changes in red)				% of updated plan projected by end-April	Milestones	Comments	Experts	
					LTX	STX	Total	#	LTX	STX	Total	#		PFTAC resident advisors	ST experts	Total	#					
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	RBS framework enhancement program. Second follow-up mission. Develop more in-depth and risk-based on-site examination assessment.	7	16	23	1	10	16	26	1	Feb 2018	10	16	26	1	100%	i) Risk rating model, including impact index, is developed and implemented. October 2018 ii) Risk-based supervisory action planning process developed and implemented. October 2018	Assisting with documenting on-site examination framework, on-the-job training and technical training in assessment of key bank risk areas.	Stefanou/Expert	
			Bank risk assessment frameworks strengthened: a) Quality and timeliness of regulatory data enhanced; and b) Flexibility of reporting system improved.	RBS framework enhancement program. Revise prudential return pack to be in line with capital standards.	-	-	-	-	-	-	-	-	-	-	March 2018	-	7	7	1	100%	i) Revised Reporting templates are developed April 2019 ii) All banks start reporting to new requirements regularly and with high degree of accuracy and timeliness. April 2019	Part of the overall reform of prudential reporting and financial analysis. To be undertaken off-site
		FSM	2.6 Supervisors have sufficient capacity to effectively implement risk-based supervision and other supervisory processes.	Provide training to supervisors on supervision and assessment of banking key risk areas - Postponed until FY19	-	12	12	1	-	-	-	-	-	Postponed until FY19 May 2018	-	-	-	-	0%	1. A training program is designed and delivered to supervisors	Training is the assessment of credit risk, operational risk, liquidity risk, market risk and investment risk. Training mission to be followed up in 2019 with on-site examination on-the-job training.	Expert
		RMI	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	Provide guidance and training for on-site examination, using an actual on-site examination as a working case.	-	19	19	1	-	19	19	1	July 2017	-	19	19	1	100%	i) Use of CAMELS assessment framework embedded in organization. April 2018	Follow-up TA mission to the on-site examination mission undertaken in February 2017	Expert	
		PNG	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. Diagnostic to assess effectiveness and efficiency of RBS framework and develop TA strategy and plan	7	16	23	1	7	16	23	1	June 2017	7	16	23	1	100%	i) RBS Framework Enhancement Strategy and TA Plan developed and initiated. April 2018	Initial mission to determine current RBS implementation status and identify priority TA	Stefanou/ Expert	
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. First follow-up mission from diagnostic. Focus to be on a key RBS component: Risk Rating and Supervisory Action Planning	7	16	23	1	10	16	26	1	November 2017	10	16	26	1	100%	i) Risk rating model, including impact index, is developed and implemented. October 2018 ii) Risk-based supervisory action planning process developed and implemented. October 2018 iii) Supervisory attention framework developed and implemented. April 2019	Continuation of RBS framework enhancement program. Risk rating and supervisory action planning.	Stefanou/ Expert	
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. Second follow-up mission from diagnostic. MCMFR led. LTX manage. Focus to be on a key RBS component: Risk Identification and Assessment - on-site examination.	-	-	-	-	5	-	5	1	February 2018	12	-	12	1	100%	i) Risk-based supervisory action planning process developed and implemented. October 2018 ii) Supervisory attention framework developed and implemented. April 2019	Mission from HQ. LTX managing as part of PFTAC / Bank PNG supervision framework enhancement program	Stefanou/ MCM / Expert	
		Solomon Islands	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. Diagnostic to assess effectiveness and efficiency of RBS framework and develop TA strategy and plan	5	12	17	1	7	12	19	1	September 2017	7	12	19	1	100%	i) RBS Framework Enhancement Strategy and TA Plan developed and initiated. April 2018	Initial mission to determine current RBS implementation status and identify priority TA	Stefanou/ Expert	
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. First follow-up mission from diagnostic. Focus to be on a key RBS component: Regulation; Risk Identification and Assessment; Risk Rating; or Supervisory Action Planning	5	12	17	1	10	12	22	1	Postponed to FY19 - July 2018	-	-	-	-	0%	i) Milestones for follow-up missions to be based on RBS Framework Enhancement Strategy and TA Plan	Continuation of RBS framework enhancement program. Mission scope determined by diagnostic mission.	Stefanou/ Expert	
		Timor-Leste	2.6 Supervisors have sufficient capacity to effectively implement risk-based supervision and other supervisory processes.	Provide training to supervisors on supervision and assessment of banking key risk areas - postponed until FY19	5	-	5	1	-	-	-	-	Postponed until FY19	-	-	-	-	0%	1. A training program is designed and delivered to supervisors	Training is the assessment of credit risk, operational risk, liquidity risk, market risk and investment risk. Training mission to be followed up in 2019 with on-site examination on-the-job training.	Expert	
		Tuvalu	2.3 Bank risk assessment frameworks strengthened: a) Quality and timeliness of regulatory data enhanced; and b) Flexibility of reporting framework	Development of basic prudential reporting framework	5	-	5	1	3	-	3	1	November 2017	3	-	3	1	100%	i) Revised Reporting templates are developed. April 2019	This mission confirmed the proposed Banking Supervision Program, initiated by PFTAC in FY2017.	Stefanou	
		Vanuatu	2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. Diagnostic to assess effectiveness and efficiency of RBS framework and develop TA strategy and plan	7	16	23	1	7	16	23	1	May 2017	7	16	23	1	100%	i) RBS Framework Enhancement Strategy and TA Plan developed and initiated. October 2017	Initial mission to determine current RBS implementation status and identify priority TA. Mission on-site undertaken. Finalization of mission work in progress.	Stefanou/ Expert	
			2.4 Strengthened institutional structure and operational and procedures for RBS implementation	RBS framework enhancement program. First follow-up mission from diagnostic. Focus to be on a key RBS component: Regulation; Risk Identification and Assessment; Risk Rating; or Supervisory Action Planning	5	19	24	1	8	13	21	1	Postponed to FY19	-	-	-	-	0%	i) Milestones for follow-up missions to be based on RBS Framework Enhancement Strategy and TA Plan	Continuation of RBS framework enhancement program. Mission scope determined by diagnostic mission.	Stefanou/ Expert	
		Regional	2.6 Supervisors have sufficient capacity to effectively implement risk-based supervision and other supervisory processes.	AFSPC Annual Meeting. Introduction to: Resolution Frameworks; and Fintech and Supervision	5	12	17	1	5	7	12	1	August 2017	5	7	12	1	100%	i) Workshop on Resolution Framework delivered ii) Workshop on Fintech and Supervision delivered		Stefanou/ MCMFC	
Pacific Roundtable on Correspondent Banking Relationships and Pressure on Remittances in the Pacific	-			-	-	-	-	-	-	-	February 2018	5	-	5	1	100%			Stefanou			
SEACEN: Provide training to supervisors on supervision and assessment of banking key risk areas	5			-	5	1	3	-	3	1	SEACEN Cancelled training with RBF	-	-	-	-	0%	i) SEACEN supervision training delivered.	SEACEN is developing a foundation supervision training course. PFTAC will assist SEACEN in delivery of course for PFTAC members.	Stefanou			

Original Plan Total Days:

95 254 349 21

Updated Plan Total Days:

97 211 308 19

Delivered by Oct 31:

38 98 136 7

Percentage of Revised Plan:

39% 46% 44% 37%

Projected Outturn by April 30, 2018:

88 167 255 15

Percentage of Mid-Year Revised Plan:

91% 79% 83% 79%

Percentage of Original Plan:

93% 66% 73% 71%