

## **FINANCIAL STABILITY COUNCIL – MEETING**

On January 26<sup>th</sup> of 2011, the meeting of the Financial Stability Council was held including the BoM Governor L.Purevdorj, Minister of Finance S.Bayartsogt, Chairman of the Financial Regulatory Commission D.Bayarsaikhan, BoM First Deputy Governor B.Javkhlan, BoM Monetary Policy and Research Department Director L.Boldbaatar, Supervision Department Director B.Lkhagvasuren, and Ministry of Finance - Financial and Economic Policy Department Director B.Batbayar.

In the meeting, FSC members founded the cooperative working group to enhance the collaboration between the Ministry of Finance, the Bank of Mongolia and the Financial Regulatory Commission and to find the proper ways for funding the major infrastructure projects and coordinating the relation of the monetary and financial policies. The involvement of the high ranking officials from the National Development and Innovation Commission in the working group is highly effective to improve the macroeconomic policy.

A large amount of free source was centralized at the commercial banks after the recession.

Selling the mid and long term Treasury Bills is the best approach to spend the source for the planned investments and to use in the economy profitably. It has some rewards like decreasing the pressure of external debt and ensuring the economic growth by circulating the excess source. The Bank of Mongolia would assist the Ministry of Finance on the Treasury bill operations.

In scope of the law on combating money laundering and financing of terrorism, the Bank of Mongolia and the Financial Regulatory Commission are going to make monitoring over the non-banking financial institutions and activate the communication processes.