



# Toward Collaborative 5th Generation Regulation

GSR REGIONAL REGULATORY ROUNDTABLE

# Financial Inclusion

- ▶ Benefits the financially included, national payments infrastructure and ultimately, the economy.
- ▶ Digital Financial Services (DFS) are a great tool to meet the financial needs of poor and unbanked consumers.
- ▶ Wide variety of new stakeholders and issues
- ▶ Mobile network operators, Fintech firms and non-bank payment service providers have not traditionally been part of the financial ecosystem
- ▶ New business models that require collaboration across sectors
- ▶ Data privacy, telecommunications and financial authorities need to collaborate

# Financial Inclusion Global Initiative 3x3x3 (FIGI)

- ▶ 3 year Project for national implementation of DFS in 3 countries (Mexico, China, Egypt)
- ▶ Financed by the Bill and Melinda Gates Foundation and implemented by the World Bank Group, the ITU and other partners
- ▶ Close the global financial inclusion gap
- ▶ For Mexico there is an ICT/telecommunications component that involves several authorities from different areas

# Collaborative regulation in Mexico for Digital Financial Services

- ▶ For financial services to expand, telecommunications infrastructure is required
- ▶ What needs to be considered:
  - ▶ Regulatory mandates, roles and overlaps between ICT and Financial Service regulators and other government agencies
  - ▶ Access to ICT infrastructure
  - ▶ Development of small and médium enterprises (SME)
  - ▶ Competition and consumer protection issues
  - ▶ Interoperability
  - ▶ Cybersecurity

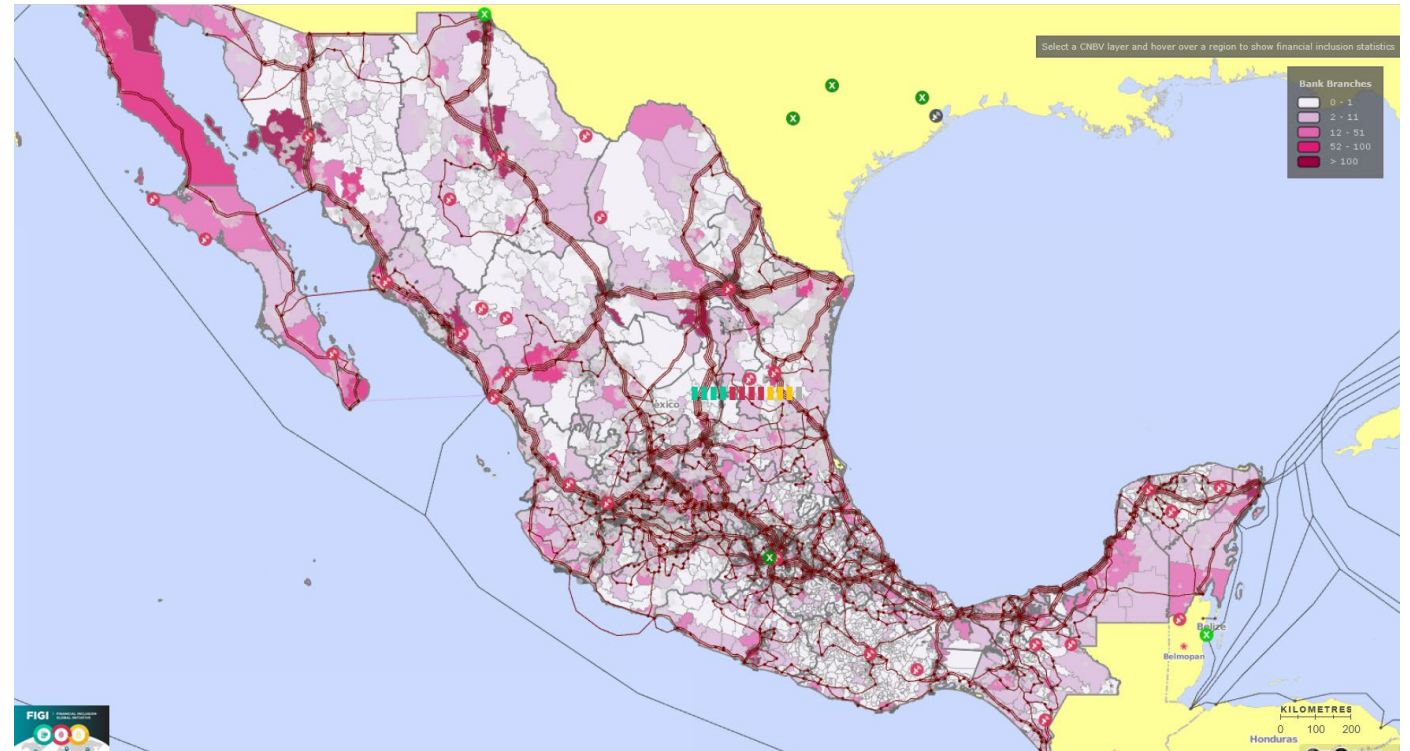


# Collaborative regulation in Mexico for Digital Financial Services

- ▶ Identify digital and telecommunication strategies and policies
- ▶ Identify regulatory mandates, roles and responsibilities of DFI entities
  - Federal Telecommunications Institute (IFT)
  - Ministry of Communications and Transportation (SCT)
  - Ministry of Economy
  - Ministry of Social Welfare
  - Ministry of Finance and Public Credit
  - Ministry of Labor and Social Security
  - Central Bank (Banxico)
  - National Banking and Securities Commission (CNBV)
  - National Commission for the Protection and Defense of Financial Service Users (Condusef)
  - Consumer Protection Agency (Profeco)
  - Others...

# Collaborative regulation in Mexico for Digital Financial Services

- ▶ Work has been carried out
- ▶ Good results such as the interactive map with overlay of telecommunication and financial services (<https://www.itu.int/itu-d/tnd-map-public/mx-figi/>)
- ▶ Some challenges:
  - ▶ Leadership in cybersecurity
  - ▶ More communication between authorities from different areas
  - ▶ Special programs for SME





Thanks / Gracias