



An introduction to the BIS

Petroleum Fund Management Seminar

Dili, Timor-Leste, 10-11 May 2010

Alex Joia

alex.joia@bis.org

Tel: +852 2878 7069

Senior Asset Management Specialist

BIS Asset Management

Hong Kong



Agenda

- I. Corporate purpose and structure
- II. Fostering international monetary and financial cooperation
- III. The bank for central banks



Corporate purpose and structure

- **Oldest international financial institution**
 - **founded: 17 May 1930**
- **Shareholders: 56 major central banks & monetary authorities**

The BIS is an international organisation which fosters cooperation among central banks and other agencies in pursuit of monetary and financial stability. Its banking services are provided exclusively to central banks, other official monetary institutions and international organisations.

Visit: **www.bis.org**



At a glance

- 570 Staff
- 53 nationalities
- Headquartered in Basel, Switzerland
- Two regional representative offices
 - in Hong Kong for Asia and the Pacific
 - in Mexico City for the Americas



Ownership of BIS

BIS shareholders are the central banks or monetary authorities of*:

Algeria	Croatia	India	Mexico	Singapore
Argentina	Czech Republic	Indonesia	The Netherlands	Slovakia
Australia	Denmark	Ireland	New Zealand	Slovenia
Austria	Estonia	Israel	Norway	South Africa
Belgium	Finland	Italy	Philippines	Spain
Bosnia and Herzegovina	France	Japan	Poland	Sweden
Brazil	Germany	Korea	Portugal	Switzerland
Bulgaria	Greece	Latvia	Romania	Thailand
Canada	Hong Kong SAR	Lithuania	Russia	Turkey
Chile	Hungary	Republic of Macedonia	Saudi Arabia	United Kingdom
China	Iceland	Malaysia	Serbia	United States
<i>and the European Central Bank</i>				

*Board members in bold

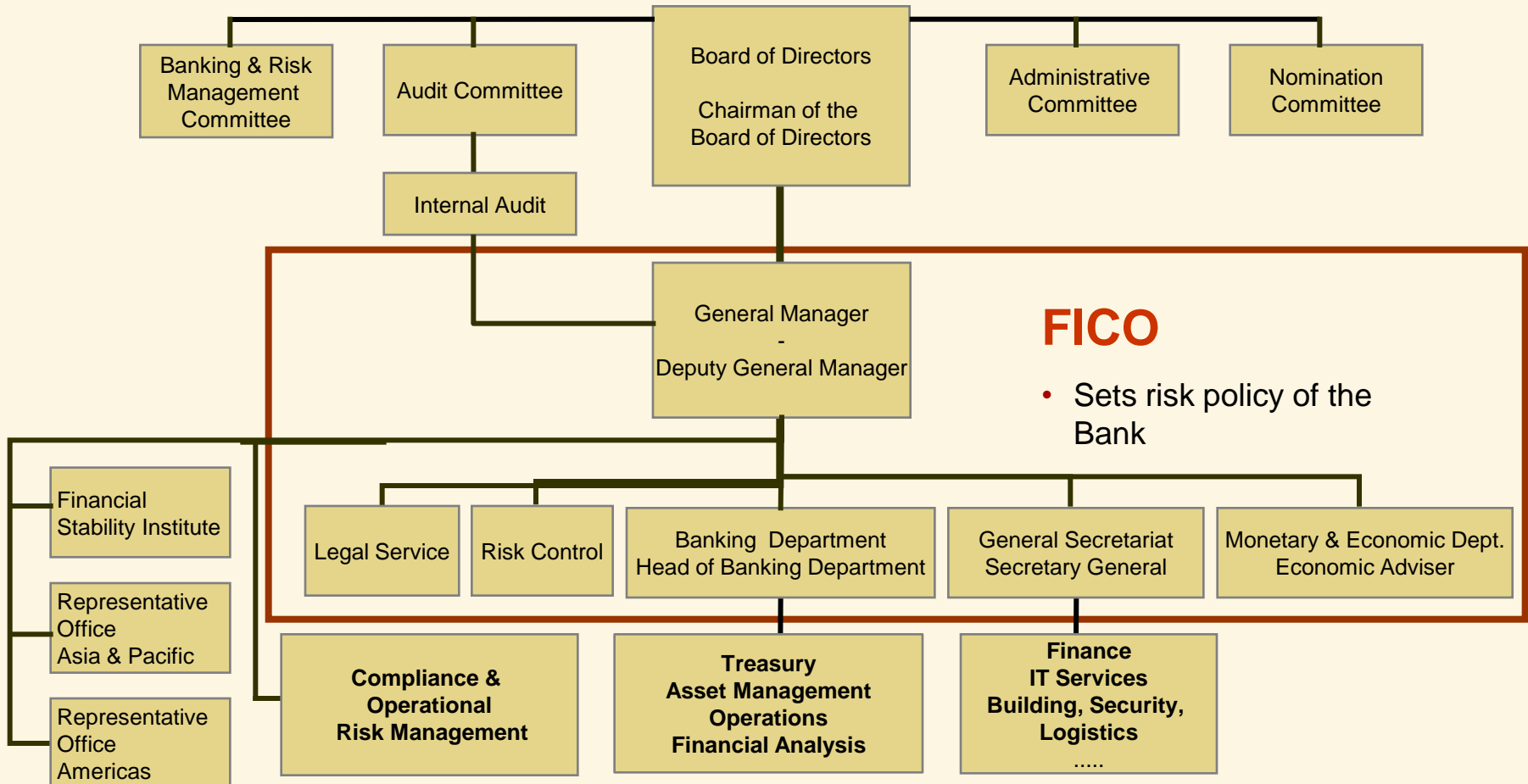


79 years of central bank cooperation – 2009





BIS Governance Structure





Agenda

- I. Corporate purpose and structure
- II. Fostering international monetary and financial cooperation
- III. The bank for central banks



A meeting place for central banks

- Over 5,000 senior executives and officials from central banks and supervisory agencies participate in meetings organised by the BIS every year
 - Bimonthly Meetings of Governors – focus on world economy and financial markets
 - Other meetings of senior central bank officials – focus on conduct of monetary policy, financial market surveillance and central bank governance
 - Frequent meetings of experts – mostly on monetary and financial stability issues but also on technical issues such as legal matters, reserve management, IT, internal audit and technical cooperation



Research and statistics

- The economic, monetary, financial and legal research of the BIS supports its meetings and the activities of the Basel-based committees.
- The BIS is also a centre for sharing statistical information among central banks, and for publishing statistics on global banking, securities, foreign exchange and derivatives markets.



Seminars and workshops

- Through seminars and workshops organised by the Financial Stability Institute (FSI), the BIS promotes dissemination of the work undertaken by the supervisory community.
- In doing this the FSI familiarises financial sector supervisors worldwide with the recommendations of the Basel Committee on Banking Supervision.



Publications: www.bis.org

- Annual Report: view of BIS on global monetary and current financial issues
- Quarterly Review: topical issues on financial markets
- Publications of committees
- Regular statistics
- Research papers
- International Journal of Central Banking
- Central Bank Research Hub



Basel committees

- Basel Committee on Banking Supervision
- Committee on Payment and Settlement Systems
- Committee on the Global Financial System
- Markets Committee
- Central Bank Governance Group
- International Association of Insurance Supervisors
- International Association of Deposit Insurers
- Financial Stability Board
- Financial Stability Institute



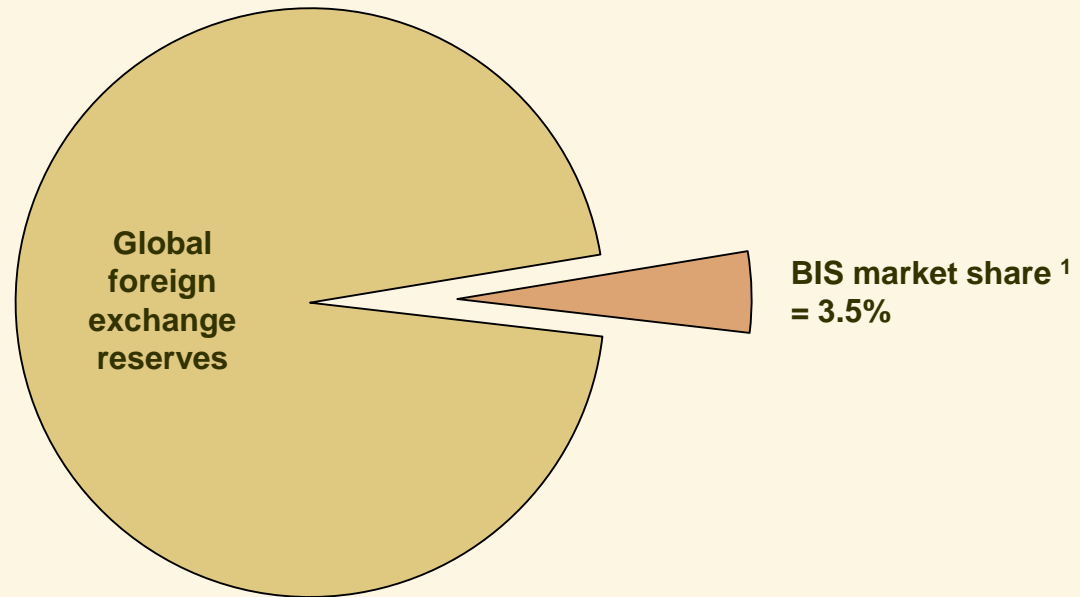
Agenda

- I. Corporate purpose and structure
- II. Fostering international monetary and financial cooperation
- III. The bank for central banks



Customer base

Some 120 central banks and monetary authorities as well as a number of international institutions



¹ As at 30 September 2009.



Products

On balance sheet

Money Markets

Tradable Instruments

Forex & Gold Services

Credits to Central Banks

Off balance sheet

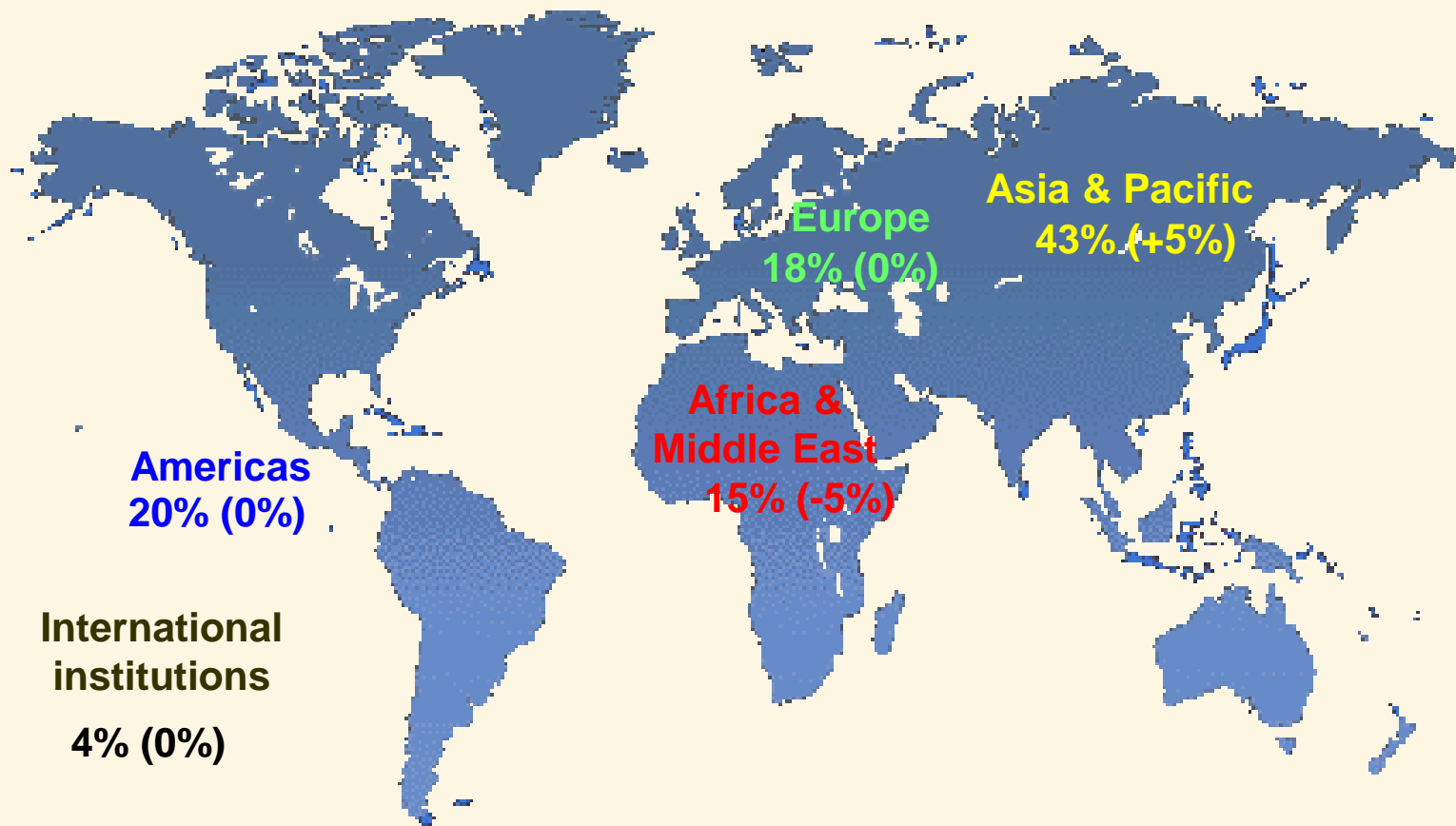
Asset Management

- Fixed and floating rate deposits
- Dual currency deposits (DCD)
- Call/notice accounts
- FIXBIS (up to 1 year)
- MTI & Callable MTI (1 - 5 years)
- Commercial orders
- Currency allocation
- Dual currency deposits
- Short-term liquidity support
- Dedicated portfolios
- BIS Investment Pool (BISIP)



Distribution of BIS currency placements and managed portfolios

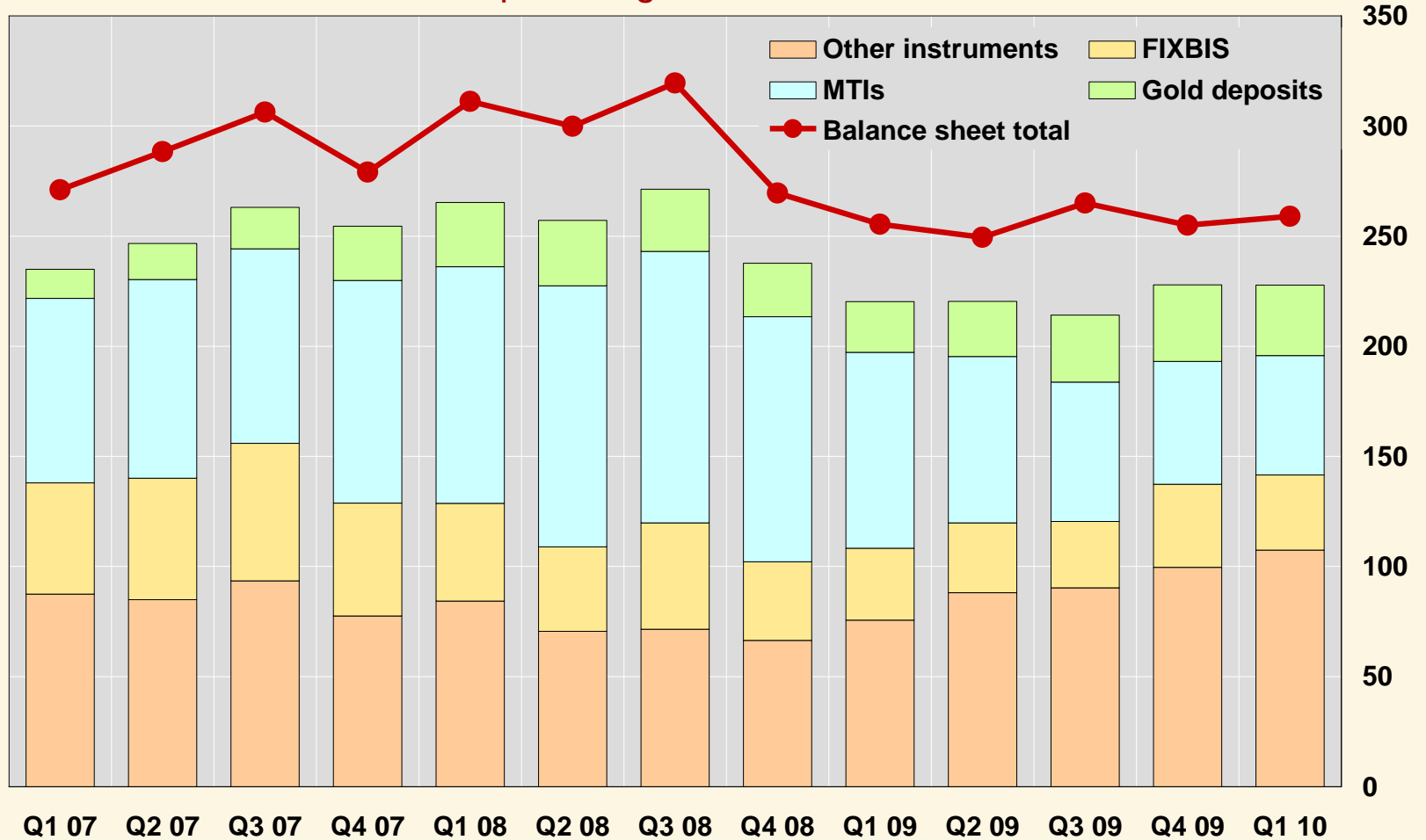
At end-March 2010 (evolution since end-September 2009)





Customer placements by product

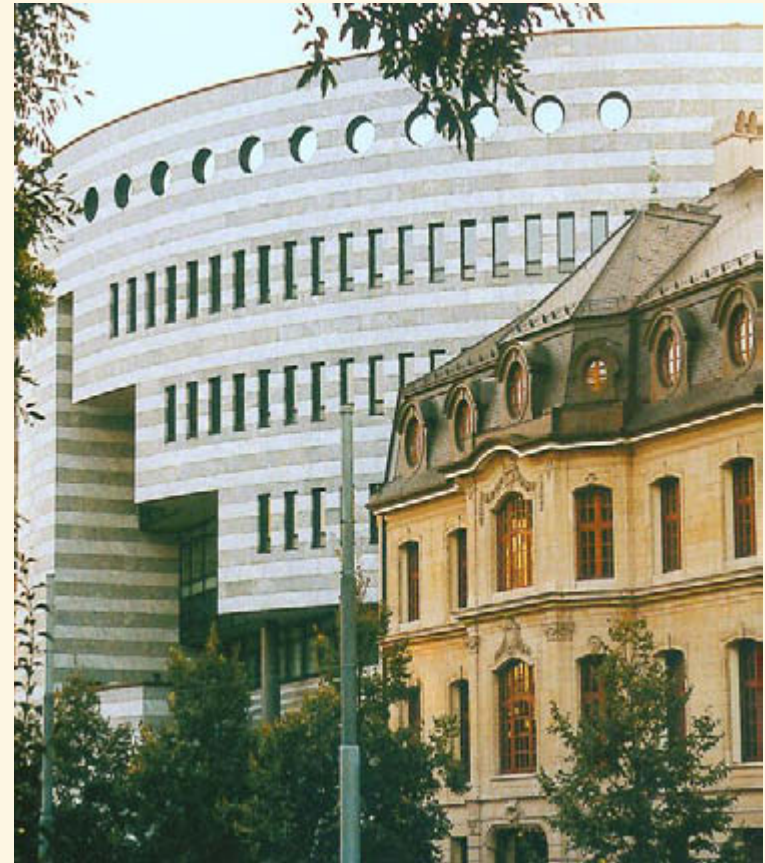
End-quarter figures, in billions of SDR





BIS Asset Management

- An asset manager for central banks and monetary authorities
- Established in 1991
- A fixed income specialist; single- and multi-currency bond portfolios
- A long-standing track record across and within global sovereign markets
- Client centric advisory services
- A stable group of 15 experienced investment professionals





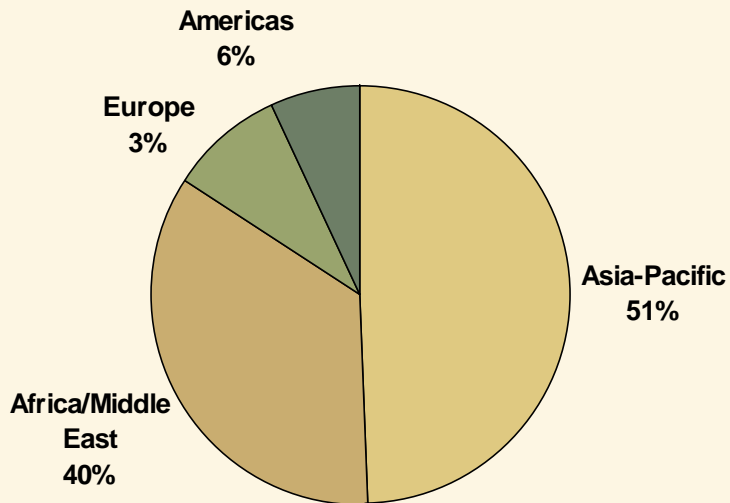
BIS Asset Management

Assets under management: USD 31.8 bn

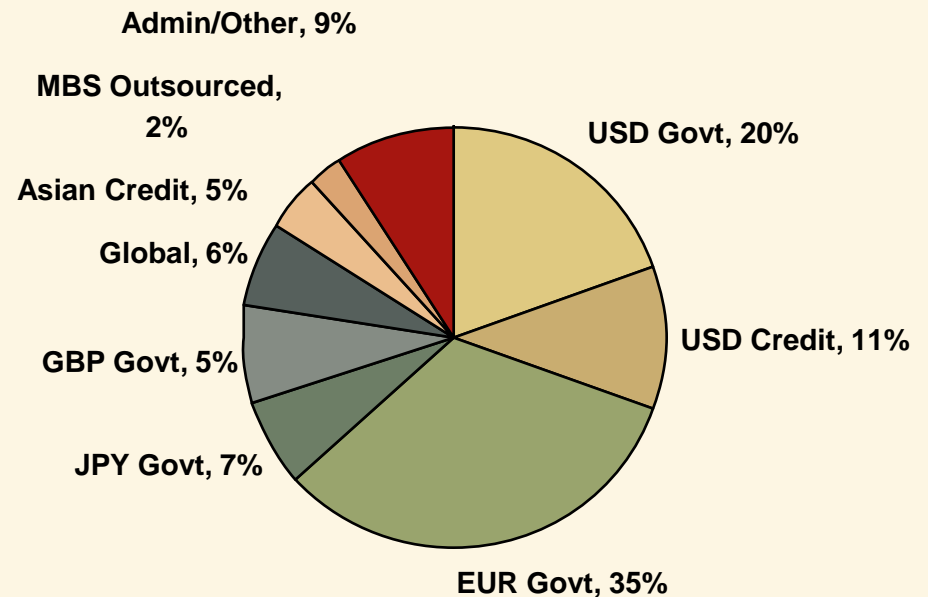
- Own capital: USD 18.6 bn

- External mandates: USD 13.2 bn

External mandates by region

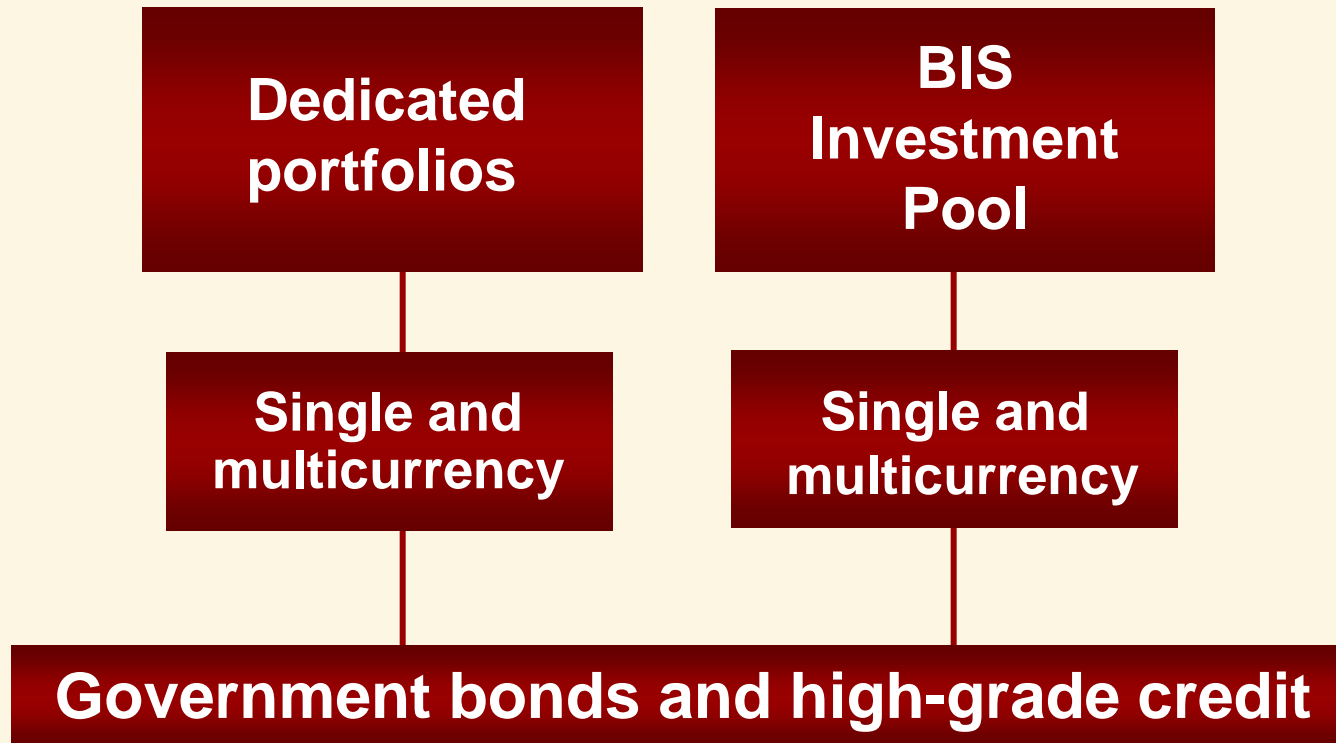


External Mandates by assets



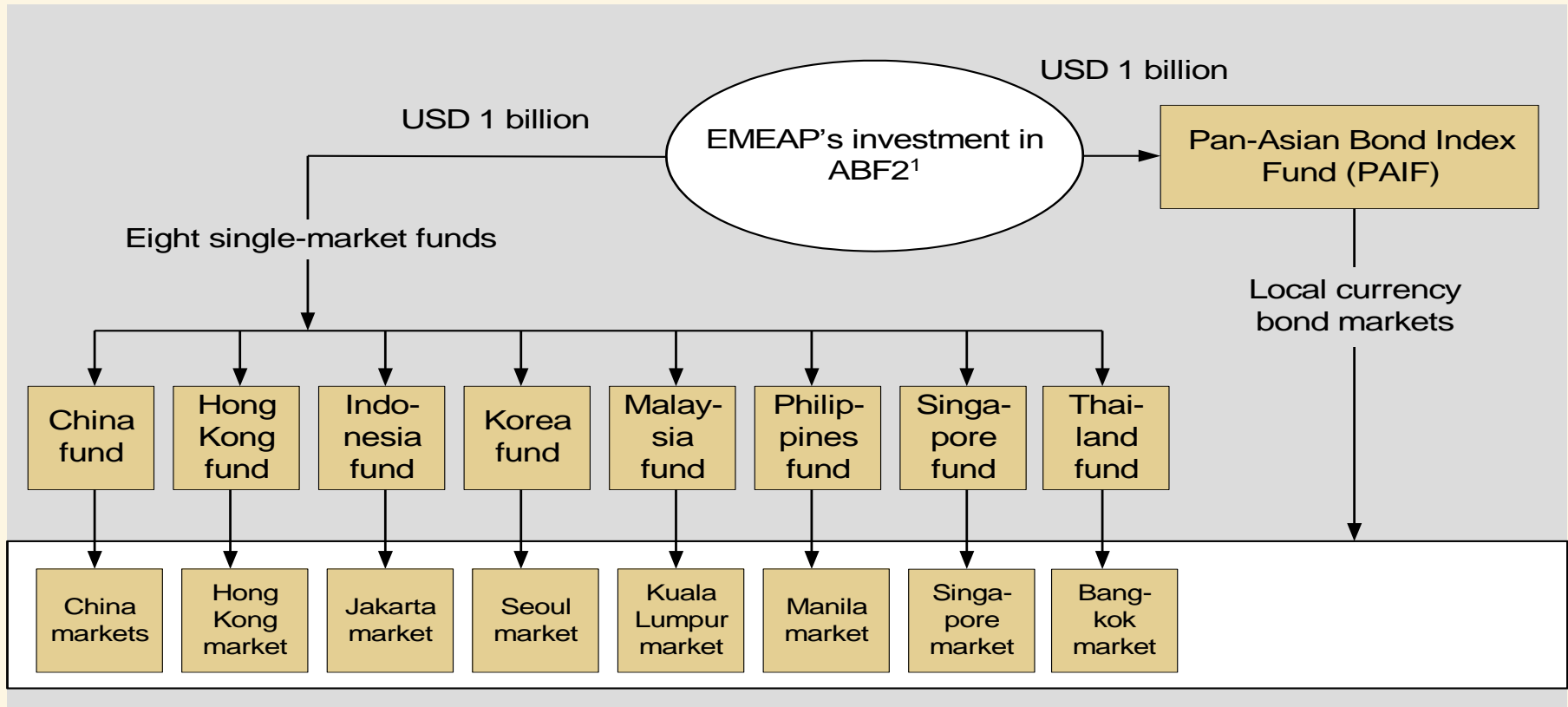


Product lines: External Mandates





ABF2 Initiative



7 of the funds are already listed and open to the public – 4 are exchange-traded funds (ETFs)



BIS global services



Basel Headquarters
+41 61 280 8080



Mexico City Office
+52 55 91380290



Hong Kong SAR Office
+852 2878 7100