

Mexico's proposals to the Draft Zero of the Draft Outcome Document for the Follow-up International Conference on Financing for Development to Review the Implementation of the Monterrey Consensus:

Addressing systemic issues; enhancing the coherence and consistency of the international monetary, financial and trading systems in support of development

52. The emergence of new and highly globalized financial instruments is changing the nature of risks in the world economy. It is important that regulatory agencies in cooperation with the IMF, the Financial Stability Forum (FSF) and other agencies, both public and private, examine the factors that might increase systemic risks and trigger systemic crisis, in particular the various unregulated activities in international financial markets, with a view to assess whether further regulation at the national and international levels is necessary. **We encourage all relevant national authorities to seriously consider the implementation of the recommendations regarding best practices in financial supervision and other key policy issues developed by the FSF.**

53. We reaffirm that the Bretton Woods Institutions should be the key pillars of a strengthened international financial architecture. They should have the capacity to deal with the management and swift resolution of financial crises in a manner that elicits and facilitates international cooperation. We will undertake measures to ensure that the BWIs have the technical capacities, credit facilities and financial resources necessary to assist countries in preventing financial crises and helping them to deal with the adverse effects of large fluctuations in the price of key commodities. ~~The need for special drawing rights allocation should be kept under review.~~