Talking Points on behalf of the Group of 77 and China at the
drafting session on the Elements/Building Blocks for Financing

VII. SYSTEMIC ISSUES.

1. We also would like to call your attention to the fact that Important
   regulatory financial reforms are important so to avert future crisis similar to
   the 2008 world financial crisis triggered in the developed economies which
   even today has adverse effects on small and developing economies of the
   South. **Systemic issues** are therefore pertinent in this regard.

2. The **international environment has a critical role to play** as an enabler
   or an impediment to domestic resource mobilization; it simply cannot be
downplayed or mildly factored in the picture. The **2008 international
economic and financial crisis and its implications** had a negative
impact on the achievement of MDGs and ODA commitments and the
international community could do little about that for lack of an appropriate
institutional framework to follow-up on Monterrey and Doha. This is all the
more a reason for entrusting the UN with effective and efficient monitoring
and follow-up mechanisms in Addis Ababa.

3. We welcome the recognition of the need for urgent reform of the global
governance structures, especially the International Financial Institutions. It
should follow from this candid conclusion the immediate entry into force of
the 2010 IMF Governance and Quota Reform, as well as the commitment
to further advance a more comprehensive reform process of IFIs. Allow
me to remind, specifically, on the importance to ensure that the selection
of senior leaders of all IFIs should observe gender and merit criteria, as
well as the principle of balanced geographical representation.

4. The G77 also finds of particular interest the proposals referring to special
Drawing Rights or SDRs, especially the possibility of systematically
issuing SDRs with a development dimension in the allocation,
individually from the quota system of the IMF.