

Innovative solutions on cheaper, faster and safer transfer of remittances

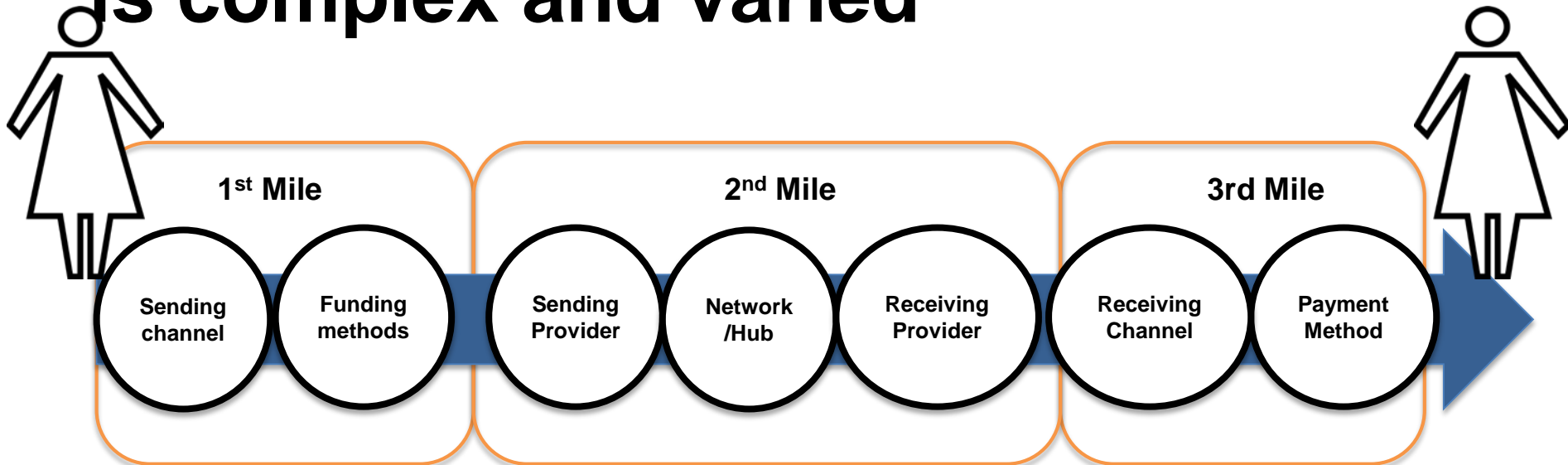
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Remittances by numbers – a positive side of migration

\$450 billion	16,000
\$6.5 trillion	7.09%
1 billion	3 %
2 billion	> \$18 billion

The remittances value chain is complex and varied



- In-person, branch
- Internet
- Mobile
- Phone
- ATM

- Cash
- Payment Card
- Bank Account
- Mobile Money Account

- Traditional MTO
- Digital MTO
- Banks
- MNOs, Telcos
- Exchange houses

- Internal system
- SWIFT
- Ericsson
- HomeSen
- d/Mastercard
- Visa

- Traditional MTO
- Banks
- MNOs, Telcos
- Retail networks
- Non-bank FIs

- In person, branch
- Internet
- Mobile
- Phone
- ATM

- Cash
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- Bank Account
- Mobile Money Account

Innovations in remittances



Key impact areas of new technologies

- Mobile/online payments to address the stickiness of cash
 - Reduce reliance on agents
- Mobile payments to expand receive networks
- Blockchain potentially to improve settlement and customer identification



But....

- **No single technology** can be applied to fix the remittance challenges
- **A number of technologies** are improving the efficiency of the market
With scale, these will be able to reduce the cost of remittances.
- **Creating the environment for adoption** through digital channels in the last mile is key.

- Draft 0 – proposed wording:

Objective 20 – Promote faster, safer and cheaper transfer of remittances and foster financial inclusion of migrants

- a. Develop a roadmap to **reduce costs** in line with SDG 10.c, < 3% by 2030
- b. **Promote** and support **IDFR** and **GFRID**
- c. Harmonise remittance market **regulations** and increase remittance **infrastructure**
- d. Create policies and regulation to achieve **competitive** and **innovative remittance markets**
- e. Develop **innovative technological** solutions
- f. Provide accessible **information** on remittance transfer **costs**
- g. Develop programmes and instruments to promote **investments** from senders
- h. Provide **access** to **banking solutions** and **financial instruments** for migrants

Additional thoughts GCM

- Recipients of remittances could be explicitly included in the objective and also subsections g and h.
 - Specifically including beneficiaries will bring significant benefits and help to reduce costs
- Remittances deliver benefits against multiple SDGs
 - 1. End poverty
 - 2 Zero hunger
 - 3. Healthy lives
 - 4 Quality education
 - 5. Gender equality
 - 6 Clean water and sanitation
 - 7. Affordable and clean energy
 - 8 Decent work and economic growth
 - 9. Resilient infrastructure
 - 10 Reduced inequalities
 - 13. Climate action
 - 17 Partnerships for the goals
- Ownership and co-ordination are critical to success

A sunset over a lake with silhouetted trees in the foreground. The sun is low on the horizon, casting a warm orange glow across the sky and reflecting on the water. The trees are dark against the bright sky.

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Ted Talk [#TEDxBonn](#)

- As the leading global remittances consultancy, we provide:
- Practical solutions to maximise the impact of remittances
 - Innovative and measurable financial education programmes
 - In depth and extensive market intelligence