

Talking Points on behalf of the Group of 77 and China at the drafting session on the Elements/ Building Blocks for Financing for Development, 28-30 January 2015.

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, independently from the quota system of the IMF.