Microfinance and Microbusiness
- From Global Rule Making Perspectives -

International Colloquium on Microfinance
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- Global Economic stagnation
- Lack of jobs
- Income polarization
- Increasing poverty population
- Increasing demand on welfare
From Microfinance to Microbusiness

2013 Colloquium on microfinance creating and enabling legal environment for microbusiness

2012 Note: Secured lending, dispute resolution and E-money
2012 45th: Access to credit for MB/SMEs

2011 Colloquium: Financial inclusion and regulation
2011 Note: Initiatives on financial inclusion and issues on MF
2011 44th: Request of study on some issues and global survey

2010 Note: Definition, trend, legislation and regulation on MF
2010 43rd: Call for a colloquium

2009 42nd: Request of study on regulatory and legal framework on MF
Diverse Attributes of Microfinance

- Welfare
- Finance
- Cross-border
People’s Happiness

Welfare Improvement

Building Social Safety Net
- Pension
- Health
- Microcredit
- Debts reduction

Economic Growth

Facilitating Microbusiness
- Management skill
- Technical skill
- Microcredit
- Incorporation
- Dispute Resolution
- Insolvency

Microfinance

Collateralization
Branchless Banking
Mobile Banking
E-money

Maintaining Sound Financial System / Consumer Protection
Why Rule of Law?

✓ To ensure transparency of the market
   - For investors, lenders, creditors and businessperson
   - Reduction of costs in trade

✓ To orderly and effectively implement policies

✓ To prevent corruption
   - Without law, money works
Why UNCITRAL?

✓ Experiences in global rule making
  - Contract, insolvency, transportation, arbitration, e-commerce, security
  - Flexibility in the format of rules

✓ Rules in practice
  - Practical rather than political or diplomatic
  - Open to member, non-member and observers
  - Decision on the basis of consensus

✓ Educational function
What Issues?

✓ Issues of Existing Working Groups
  - Security interests
  - Insolvency
  - Dispute resolution
  - E-commerce

✓ New Category: Trust Building and Anti-fraud
  - Separation of business from natural person
  - Establishing credibility for accounting statements
Thank You!