

DIGITAL DEVELOPMENT BANKING



PRESENTED BY: JUAN ANTONIO KETTERER

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**DIGITAL LANDSCAPE IN
LAC AND THE PUBLIC
DEVELOPMENT BANKS**

1. WHERE WE ARE TODAY

2. FUTURE BETS

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TODAY



Fair level of
digital
awareness

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70% of
the DPBs have
a Digitalization
Unit. But less
than 3 years
old.

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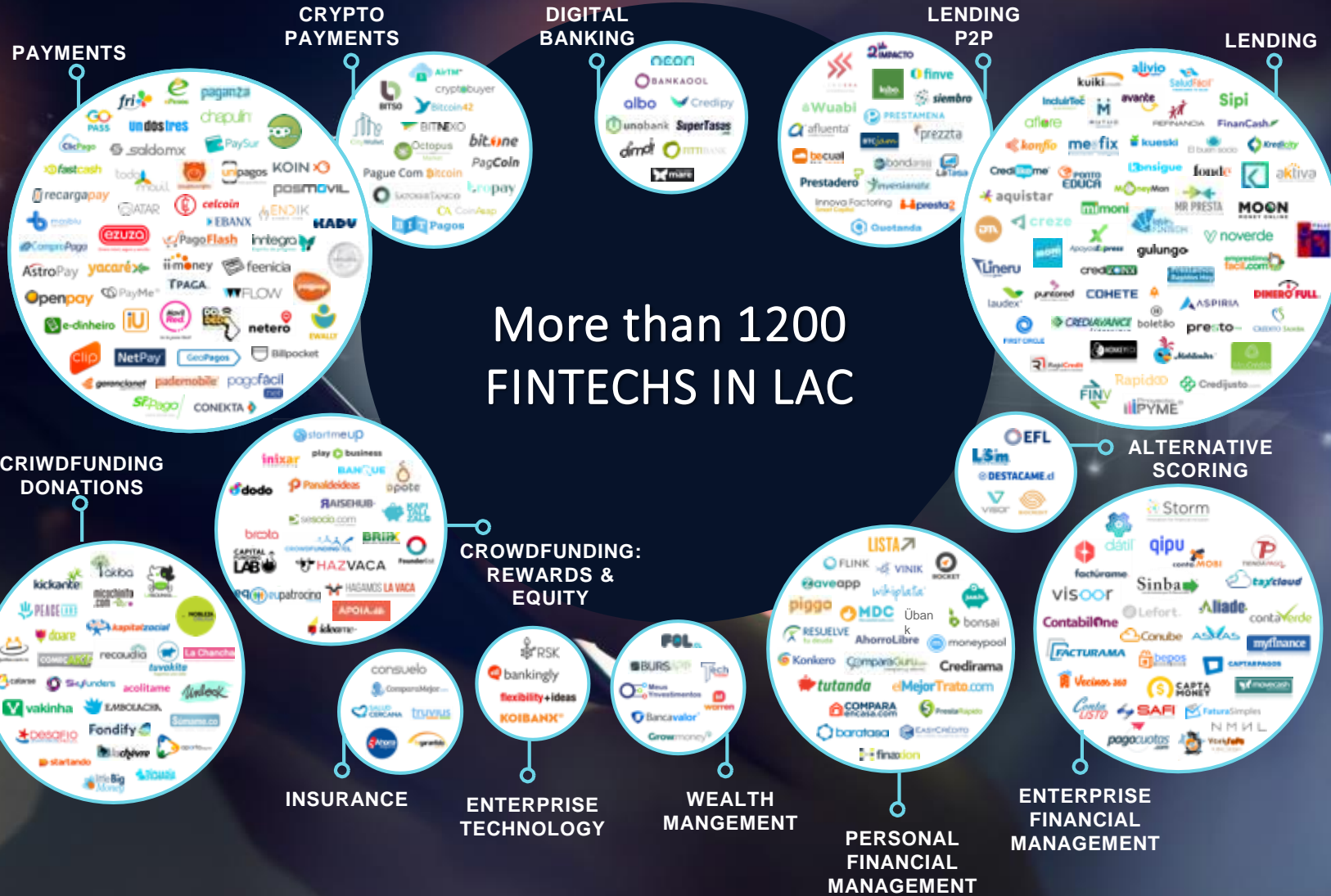
FINTECH IS STILL
A GROWING
INDUSTRY
IN THE REGION

PAYMENTS IS WHERE
THE ACTION IS
(UNBUNDLING AND
REBUNDLING)

THREE MAIN AREAS:

- INTERMEDIATION (ON AND OFF BALANCE)
- VENDORS AND SERVICE PROVISION
- PAYMENTS

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THE FINTECH LANDSCAPE IN LAC

Source: Finnovista & IDB Fintech for Inclusion Report

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REGULATORY
ENVIRONMENT IS
BECOMING MORE
CHALLENGING

ENTRANCE OF
BIGTECH

ISSUES:

- DATA INTEGRITY AND PRIVACY
- BUSINESS MODELS
- MARKET POWER CONCERNS
- CYBERSECURITY/ OPERATIONAL RISK/CLOUD RISK IS BECOMING SYSTEMIC

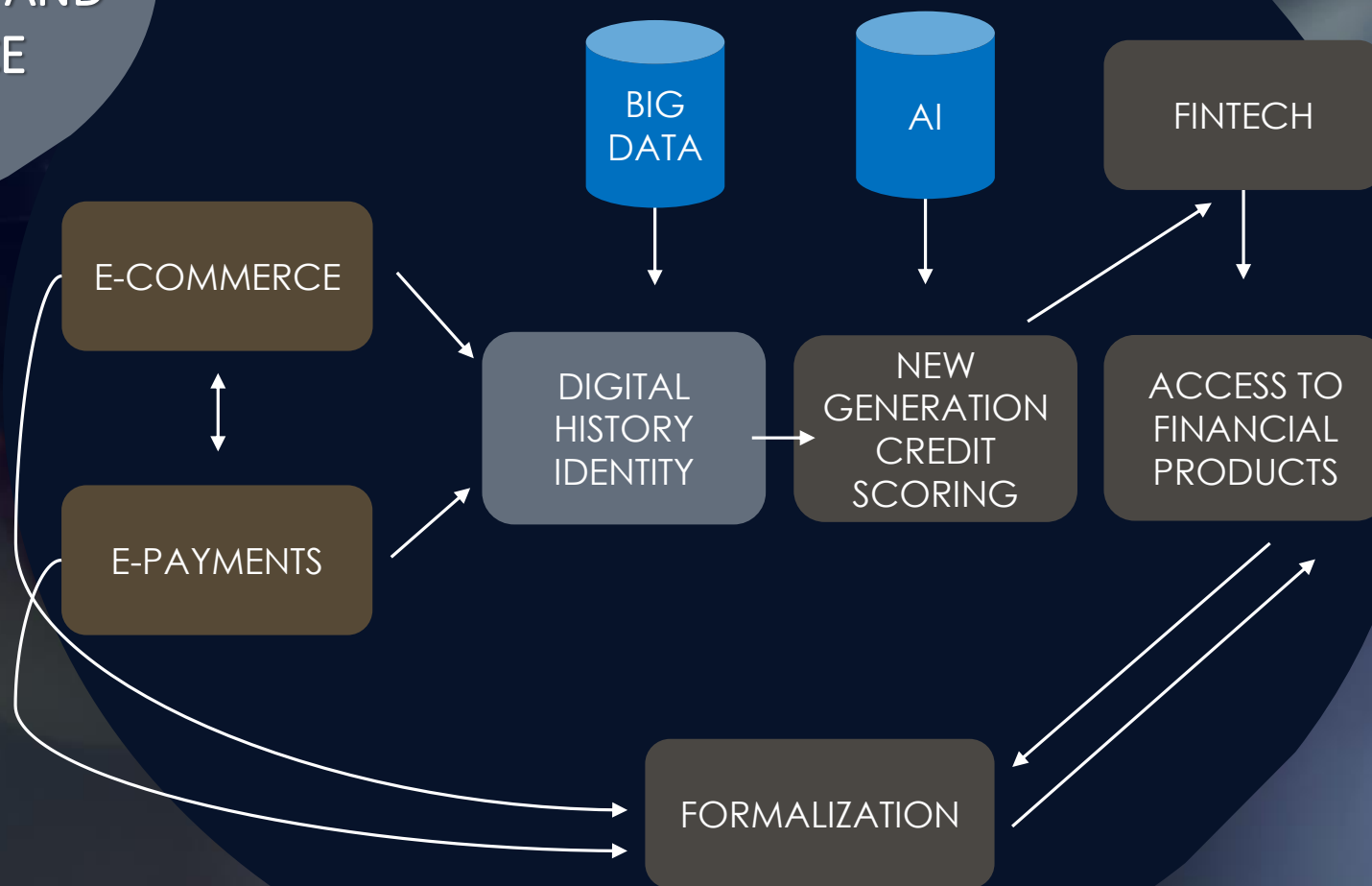
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**FUTURE
BETS**



THE VIRTUOUS CIRCLE FOR
FINANCIAL INCLUSION AND
ACCESS TO FINANCE

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GREEN TECH BONDS

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- Investors value transparency on the use of proceeds and the environmental impacts...
- ...and harmonized reporting
- Transparency of impacts and use of proceeds are key for quality market growth
- Opportunity for a technological advanced platform for issuers, external reviewers, investors and underwriters
- Open access to all labelled green bonds in LAC



Open Green Bond Transparency Platform

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Completeness: Covers all labeled new Green Bonds issued in the LAC region;



Transparency: Monitoring, reporting, and verification of:

- Use of Proceeds and their characteristics;
- Impacts;
- Methodologies utilized;



Traceability: Assess and pilot the use of DLT to allow for simplified and automated processes to facilitate secondary trading



Comparability: Market actors can utilize platform to assess and compare the quality of bonds.



Differentiation by validation levels pre- and post issuance. Aligned with issuer's GB Framework, CBI, ICMA and ISO guidelines and practices.

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Opportunities
for Development
Banks



Funding of
connectivity
infrastructure
investment



Keep track and take advantage of
changes in the financial services
industry



Work with the public
sector in developing the
appropriate regulations



Support adoption
and use of new
technologies :
Digitalization
programs for SMEs



Adoption of AI for
monitoring and
evaluation



Develop a
matching
platform

CONVENING
POWER -
REGIONAL
FINTECH
NETWORK



Primera reunión de la
Red del Bien Público Regional
Fintech - LAC



15 founding members (countries)

Public-Private (including Fintech
associations)

Priorities: open banking,
alternative finance, digital
payments, digital ID, digital
onboarding.

THANK YOU!



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