1. Introductory Comments

- APFF Interim Report noted work to be undertaken by Linkages and Structural Issues Work Stream going forward
  - Financial regulation in Asia – Melbourne University Group
  - Cross-border investment in Asia Pacific financial services
  - Volatility in financial markets and global imbalances
  - Macroeconomic developments impacting on regional and global markets
2. Focus of work of Melbourne University research group

- Supervisory structures in Asia
- Regional financial architecture
- Asia Region Funds Passport
- Basel III and Asia:
  - How is it being implemented
  - How, if at all, should Asia reg. differ from Basel III
  - Evolving division of supervision – home/host regulators
  - Economic impact of Basel III
  - Expansion of Asia in Basel III impact on regional coordination
  - What major private sector forum contribute to dialogue

3. Financial Regulation in Asia
Conference Melbourne 1st December 2014

Key issues raised:
- Strengthen regional architecture to reflect Asian views in global reforms; more regional coordination needed
- Shadow banking – seen in Asia as a form of credit intermediation, risk management issue as viewed in western economies
- Resolution regimes favoured by FSB; Asia focused on crisis prevention rather than resolution favoured by G20 and concern in region on how bail-in regimes would operate in practice