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Resolution on Financial Affairs: Ensuring Efforts for Economic Growth

**APA/Plenary/SC-Economic/Res/2019/03**

**16 December 2019**

*We, the Members of the Asian Parliamentary Assembly,*

***Recalling***APA resolution on Ramification of International Financial Crisis for the Economies of Countries of APA Member Parliaments, APA/Res/2015/13 and other relevant APA resolutions;

***Expressing***concernon repercussions of the sovereign defaults and financial markets volatility to the economic growth in APA countries;

***Also Expressing*** concern on the adverse impact of the continuing fragility of the global economy, the slow pace of the restoration of global growth and trade, increasing protectionism and inward-looking policies, with increasing systemic risks that threaten financial stability, including in developing countries.

***Noting***that a social order based on justice and egalitarianism is of critical importance to accelerate social and economic progress everywhere, help in achieving international peace and harmony;

***Appreciating***the measures that have already been taken by Asian Parliaments and their governments to contain the negative impacts of economic crisis in their economies, and expect them to take further steps to stimulate their respective economies;

***Noting***thatthe economic growth in Asian Economies has not been shared equally in the society whereby the Gini Coefficient, as reported by the Asian Development Bank, has grown significantly over the past decades and that regional cooperation which have already existed in Asia could serve as a platform for enhancing cooperation among subregional economic organization that would improve welfare for all in Asia;

***Noting***thatpeace and stability in the region is an important contributorto economic growth and that occupation, violence and political instability act as inhibitors for economic development and that maintaining regional collaboration on political stability is crucial;

***Recognizing***also the necessity to effectively reform the current global financial architecture so as to achieve a more balanced world economic and financial order;

**Encouraging** parliaments to adopt policies through enactment of law and legislations, their legislative and scrutiny roles aiming to enhance the small and medium enterprises (SMEs) and the role of the private sector and increasing its contribution to economic integration, in order to create the appropriate job and jobs opportunities to achieve a comprehensive economic development on human and financial levels in Asia;

***Emphasizing*** that the international financial system should bolster sustainable, inclusive and sustained economic growth, sustainable development and job creation, promote financial inclusion and support efforts to eradicate poverty in all its forms and dimensions, including extreme poverty and hunger, in particular in developing countries, while allowing for the coherent mobilization of all sources of financing for development.

**Also Emphasizing** on the role of the private sector by influencing national expenditure policies through the roles of parliaments, particularly with regard to discussions and approval of budgets and financial accounts, as well as the adoption of investment laws and the provision of incentives and guarantees for private sector growth;

**We therefore,**

1. **Call** uponAsian governments to adopt new policy approaches to develop a more comprehensive and innovative growth strategies needed to sustain a more resilient, balanced, sustainable and inclusive economic growth as necessary means to create decent jobs and reduce inequalities to promote the formation of a regional SME's network;
2. **Urge**Member Parliaments to remove all obstacles to socio-economic progress and all forms of discriminations**,**
3. **Call upon**APA Parliaments to ensure by all means, respect for the dignity and value of all human beings and ensure adherence to human rights and social justice by legislative and oversight means, ensuring equality of opportunity for all;
4. **Encourage**APAMember Parliaments to work on an informal debate at APA platform on the potential benefits of social justice in their respective countries and promote greater cooperation for equitable economic development in Asia;
5. **Call upon** APA member parliaments to support the development of Asian-led multilateral bank and its capacity to promote equitable economic growth, improve national and trans-boundary connectivity and to seek possible establishment of a regional stabilization fund in times of economic crisis;
6. **Encourage** APA member governments to create a protocol to enhance resilience to economic crisis which regulates the allocation for some budget reserves for economic crisis mitigation;
7. **Also encourage** APA membergovernments to promote cross-border private investments while ensuring an institutional capacity and prudent regulatory frame work to enable countries to absorb large capital flows, while at the same time using bilateral swap arrangement to promote the role of local currency in financing cross-border trade;
8. **Urge** APA Member Legislatures to promote social justice and development in their respective policies as a common interest of all nations of Asia by encouraging, promoting and endorsing national and regional efforts and execute developmental plans and strategies to raise the living standards of people;
9. **Recommend**APA Member Parliaments to promote adoption of Basel III to improve supervision on financial sector governance and to fill any financial gap in case of any monetary crises.
10. **Encourage** APA MemberParliaments to support implementation of the 2030 Agenda for Sustainable Development and focus on policies that alleviate poverty, including improving access to health, education, capital**,** employmentand social protection to help close incomeinequalities;
11. **Callon**APA member parliaments to consider reviewing their respective legislations, where appropriate, to give more support to small and medium enterprises (SMEs) by giving access to low interest credit loan and to provide capacity building and regional networking to integrate SMEs into regional and global value chains;
12. **Encourage** APA Member Parliaments to support financial inclusion for the poor and other vulnerable segments of society in each respective country and to share best practices of financial inclusion in the region;
13. **Also Encourage** APA Member Parliaments to support the conduct of comprehensive studies, with regional and global coordination regarding weak community groups, in the support of the need for the financial integration of the underprivileged.
14. **Stress**the importance of investing in human development and activate the concept of partnership among member states and to provide sufficient public funding for education and health for everyone, without discrimination, to face the future global and Asian economic demands;
15. **Stress** the critical importance of a stable, inclusive and enabling global economic environment for the advancement of sustainable development, for the reliable and effective financing of development and for the implementation of the 2030 Agenda, mobilizing public and private, as well as domestic and international resources.
16. **Request**the APA Member governments to channel more funds in joint research and development (R&D) activities as a means to spur innovation and viable economic growth strategies to sustain a more resilient economic growth;
17. **Alsorequest**the APA Member governments to promote the implementation of low carbon economy despite the global economy deceleration;
18. **Call**uponthe APA Member Parliaments to continuously promote the need for reform in global financial institutions and architecture, financialtechnologyregulation**,** with the view for a balanced world economic and financial order;
19. **CallUpon**APA member countries to strive to create an enabling institutional and business environment that can promote financial stability, financial inclusion, and efficient mobilization and utilization of the available resources;
20. **Recommend** establishment of a Technical Working Group so as to study the terminology issues related to green funding, classification of relevant financial instruments, methodology for standardizing such instruments and their subsequent certification;
21. **Call** Upon APA member countries to facilitate investing their sovereign funds and encourage their private investors to invest more in Asia and to create an appropriate and attractive environment for Asian investment;
22. **Strongly Express Its Concern** tothe use of sanctions or any mechanisms of financial and economic pressure on APA Member States applied for political purposes;
23. **Request**the Secretary General to seek the views of APA Member Parliaments on the implementation of the present resolution and report there on to the next session of the Standing-Committee in 2018;