

Chile: Technical Assistance Report-Regulation and Supervision of Money Market Funds



CHILE

TECHNICAL ASSISTANCE REPORT—REGULATION AND SUPERVISION OF MONEY MARKET FUNDS

June 2022

This technical assistance report on Chile was prepared by a staff team of the International Monetary Fund. It is based on the information available at the time it was completed in June 2022.

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Price: \$18.00 per printed copy

International Monetary Fund
Washington, D.C.



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Regulation and Supervision of Money Market Funds

JUNE 2022

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**Monetary and Capital Markets
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Glossary.....	3
Preface.....	4
Executive Summary.....	5
I. Introduction	9
A. Outline of Mission.....	9
B. Chile’s Money Market Fund Sector.....	9
C. Chile’s Approach to the Regulation and Supervision of Money Market Funds	11
II. Summary Regulatory Risk Analysis.....	13
A. Regulatory Risk Summary	13
B. Regulatory Risk Mitigants.....	17
III. Conclusion	27
Table	
1. Key Recommendations	7
Figures	
1. Reporting Currency of Money Market Funds.....	9
2. Money Market Fund Assets.....	10
3. Asset Managers	11
4. Residual Maturity	19

GLOSSARY

CCB	Chilean Central Bank
CAMF	Chilean Association of Mutual Funds
CLP	Chilean Peso
CMF	Comisión Para El Mercado Financiero
DCFP	Patrimonial Funds Control Division
EU MMF Regulation	REGULATION (EU) 2017/1131 OF THE EUROPEAN PARLIAMENT AND OF THE COUNCIL of June 14, 2017 on money market funds
FSC	Financial Stability Council
FSB	Financial Stability Board
IMF	International Monetary Fund
IFRS	International Financial Reporting Standards
IOSCO	International Organization of Securities Commissions
IOSCO Policy Recommendations for MMFs	The Recommendations as stated in IOSCO's Final Report dated October 2012 in respect of Policy Recommendations for MMFs
IRR	Internal Rate of Return
MCM	IMF Monetary and Capital Markets Department
MF	Mutual Fund
MMF	Money Market Fund
NAV	Net Asset Value
RIA	Regulatory Impact Analysis
TA	Technical Assistance
UF	Unidades de Fomento

PREFACE

At the request of the Comisión Para El Mercado Financiero (CMF), an IMF Monetary and Capital Markets (MCM) Department work-at-home mission assisted the CMF from September 2020 to June 2021 in respect of a review of the regulatory framework for money market mutual funds in Chile.

The mission team was made up of Mr. Martin Moloney, supported by Mr. David Porter, as technical advisor, and Mr. Richard Stobo of the IMF.

The mission met with senior officials and representatives of the CMF, the Chilean Central Bank (CCB), the Chilean Association of Mutual Funds (CAMF), and some other participants in the Chilean MMF sector. The mission wishes to thank all the senior officials and representatives for their cooperation and productive discussions. The openness and reflective engagement by all parties was a striking feature of this technical mission.