



DIGITAL ASSETS AND REGISTERED EXCHANGES BILL

The Role of Regulation in
Facilitating Opportunities

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**THE
AGENDA**

The Case For Regulation

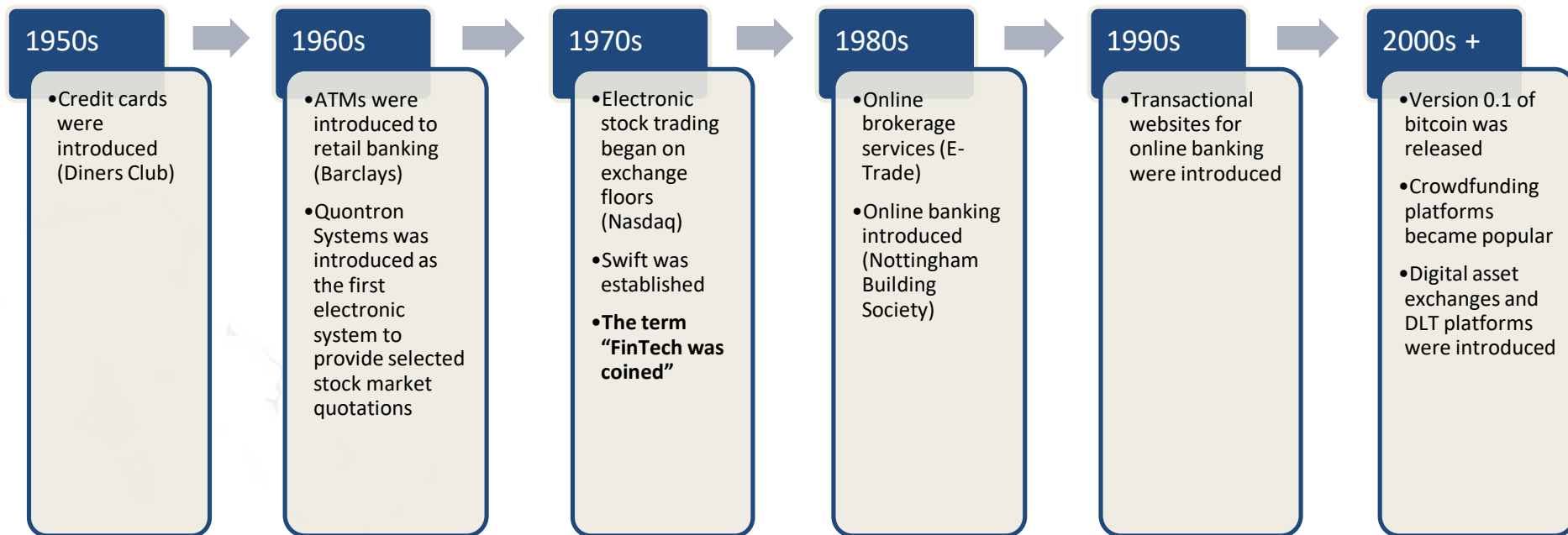
**The Commission's Digital
Asset Regulatory Philosophy**

Opportunities

**The Commission's
International Initiatives**

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What Is FinTech? (History)

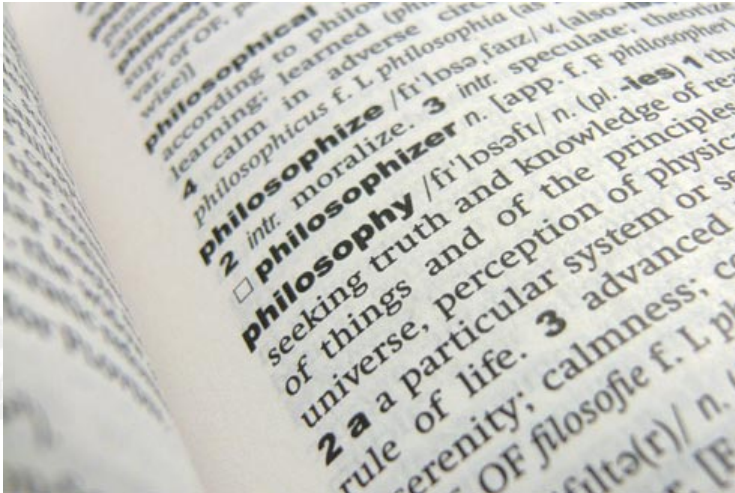


Why Regulate Fintech?



- **Speed of transaction processing**
 - Cross Border / Ease of Retreat
- **Changing Demographics**
 - The Danger of “Financial Inclusion”
- **Cyber Security**
 - Where is my data?
- **Promise of opportunities for “unrealistic” returns**
 - Watch out for scams!
- **Entrepreneurial growth and opportunities**

The Commission's Digital Asset And Digital Asset Business Regulatory Philosophy



- **Appropriate Regulatory Environment**
 - No consensus/ Taxonomy of Digital Assets
- **Internal Regulatory Diverging Framework**
- **No Friction / “Well – Intentioned”**
- **Activities-Based**
- **Not Adversarial**

Opportunities

- **Stable Coins**
 - Volatility of Digital Assets
 - Scalability and Interoperability
 - Basket of assets / Regulatory Safeguard Concerns
- **Digital Networks**
 - COVID-19
 - Digital Asset “Track”
- **Alternative Business Capital**
 - Post-2008 / Small business risk
 - New money!
 - Robust ITO market

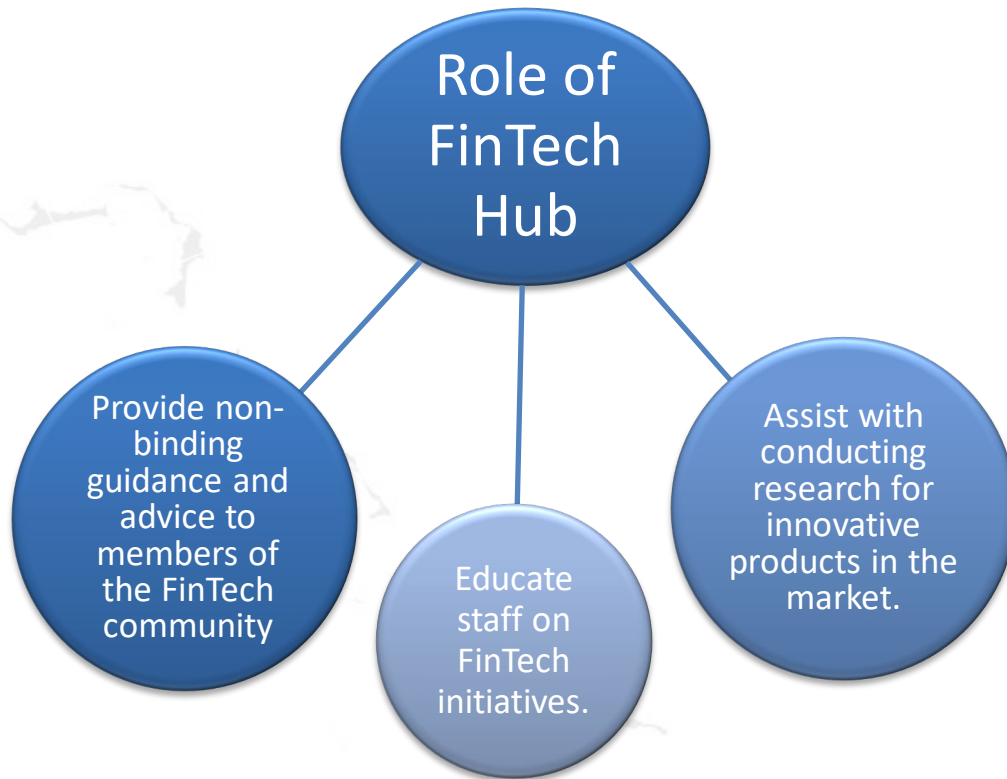


Fintech Capacity Building Initiatives

- IOSCO FINTECH NETWORK
- GLOBAL FINANCIAL INNOVATION NETWORK (GFIN)
- CARIBBEAN GROUP OF SECURITIES REGULATORS' FINTECH WORKING GROUP



SCB FITLink



- **SCB FITLINK**
 - “FINTECH HUB”
 - Financial Innovation and Technology Link
 - Launched 2019
 - Central point of contact
 - Bridge regulatory gap
- **Contact Information**
 - fitlink@scb.gov.bs

Final Points



- **FinTech is rapidly evolving**
- **Risks are high**
- **Collaboration!**
- **Encourage innovation (protect markets)**



Thank you!

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