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STATUE of the Financial Stability Council of the Republic of Azerbaijan



A relevant Decree No. 1565 dated 31 July, 2017 was signed by the President of the Republic of Azerbaijan on approval of the "Statue of the Financial Stability Council of the Republic of Azerbaijan".

According to the Statute approved, the Financial Stability Council (hereinafter referred to as the Council) is a collegial body established to further strengthen the macroeconomic and financial stability of the country and provide sustainability, carry out the policy coordinated in this field, as well as achieve the practice of efficient regulation and legal application which operates based on public grounds. It is reflected in the Decree that the Council shall be guided in its activities by the Constitution of the Republic of Azerbaijan, laws of the Republic of Azerbaijan, decrees and orders of the President of the Republic of Azerbaijan, international treaties to which the Republic of Azerbaijan is a party and this Statute.

One of the main duties of the Council is to carry out analyses, researches and monitorings in relevant courses of action with the international practice and features of the national economy taken into account, coordinate the activities of the government agencies for this purpose and offer suggestions to the President of the Republic of Azerbaijan. These relevant courses of action are as follows:

- Define, analyse and manage threats to macroeconomic and financial stability;
- Coordinate budgetary and monetary policy with macroeconomic stability and socio-economic development targets;
- Put fiscal rules used widely in international practice into application in order to strengthen fiscal sustainability;
- Improve financial system, provide sustainability and expand opportunities to get access to financial services;
- Improve currency regulation and control;
- Enhance legislative basis in macroeconomic and financial fields;
- Carry out structural reforms which support strengthening of macroeconomic and financial stability ;

The other tasks standing before the Council are to coordinate implementation of the duties

assigned to the public authorities and other relevant bodies in courses of action mentioned above, ensure exchange of information among them, develop suggestions regarding expansion of international cooperation and business relations by maintaining financial stability, report to the President of the Republic of Azerbaijan on measures taken towards ensuring macroeconomic and financial stability in the country by 30th of the month following each quarter and perform other tasks determined by the acts of the President of the Republic of Azerbaijan.

The Council has the following rights to carry out its duties:

- Involve relevant government bodies and agencies in the works done in accordance with its duties determined by this Statute;
- Involve experts and specialists in its activities in accordance with the agreement;
- Cooperate with international organisations, relevant government bodies (agencies) of the foreign countries, study relevant practice of the foreign countries in order to explore opportunities to implement international practice;
- Establish working groups and commissions in relation with the issues of the courses of action;
- Develop drafts of legal acts in accordance with the courses of action and submit by relevance, as well as participate in their preparation ;
- Develop analytical materials, carry out researches regarding the issues of the courses of action;
- Submit inquiry on necessary information (documents) to government bodies and agencies, self-governing bodies, legal and physical entities, as well as international organisations and obtain such information (documents) from them;
- Hold conferences, debates, seminars and other events in accordance with the courses of action;
- Make decisions in relation with implementation of the duties determined by

this Statute;

- Execute other rights determined by the acts of the President of the Republic of Azerbaijan.

The composition (chairman and members) of the Council is determined by the President of the Republic of Azerbaijan for organisation of the activities of the Council. The chairman of the Council performs the following duties:

- Approve and implement the action plan of the Council;
- Organise and manage the work of the Council;
- Determine the agenda of the meetings of the Council taking suggestions of the members of the Council into account and chair the meetings;
- Sign the decisions on issues discussed which were made by the Council and other documents on activities of the Council;
- Establish relevant working groups in relation with the activities of the Council;
- Ensure reporting to the President of the Republic of Azerbaijan on measures taken towards ensuring macroeconomic and financial stability in the country by 30th of the month following each quarter;
- Approve regulations of the Secretariat of the Council;
- Represent the Council,
- Carry out other current works related to the organisation of the activities of the Council.

The rights and duties of the members of the Council include participating at meetings and activities of the Council, offering suggestions on the agenda of the meetings of the Council, as well as issues included into the agenda, determining the coordinator for the Council of the organisation represented by them, performing other current tasks related to the activities of the Council.

The Secretariat of the Council of whose composition is determined by the Central Bank of the Republic of Azerbaijan shall resolve

organisational matters on holding meetings of the Council and carry out clerical work. The duties to be performed by the Secretariat of the Council in the mentioned decree are as follows:

- Develop the agenda of the meetings of the Council based on the suggestions of the members of the Council and submit the agenda to the chairman of the Council for approval;
- Deliver the information on agenda, date and place of venue to the members of the Council at least 5 days before the meeting and at least 1 day before the meeting during extraordinary meetings;
- Collect materials on issues to be discussed at the Council and deliver to the members of the Council on dates determined in the relevant subparagraph of the Statute;
- Invite relevant government bodies and agencies, representatives of legal persons and experts based on the decision of the Council and assignment of the President of the Republic of Azerbaijan to the meetings of the Council;
- Protocolise the meetings of the Council and submit drafts of the final documents of the meeting to the chairman of the Council;
- Deliver copies of protocols of the meetings of the Council and decisions made at the Council to members of the Council, as well as relevant agencies determined by the decision of the Council;
- Store protocols of the meetings and other documents of the Council;
- Submit inquiry on necessary information (documents) to government bodies and agencies, self-governing bodies, legal and physical entities and obtain such information (documents), as well as report and applications from them;
- Inform the public on activities of the Council;
- Perform other duties related to holding the meetings of the Council.

The meetings of the Council are held ordinarily and extraordinarily. The ordinary meetings are

held no less than once a quarter, extraordinary meetings are held based on the appeal of the chairman of the Council or more than half of members of the Council. The meetings of the

Council are considered competent only when more than half of the members take part. Voting is open at the meetings of the Council and decisions are made by a simple majority of votes. When votes are equal, the vote of the chairman of the Council shall be decisive. The decisions made at the meetings of the Council are formalised with protocol, signed by the chairman and members of the Council. Reorganisation and liquidation of the Council is carried out by the President of the Republic of Azerbaijan.



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