



## **Statement of the Seventh Asia-Europe Meeting on the International Financial Situation**

Beijing, 24 October 2008

1. Leaders attending the Seventh Asia-Europe Meeting had an in-depth discussion on the current international economic and financial situation and its trend of development. They expressed concern over the impact of the spreading international financial crisis on the global economy and in particular, the severe challenges it poses to financial stability and economic development of countries in Asia and Europe.
2. Leaders believed that authorities of all countries should demonstrate vision and resolution and take firm, decisive and effective measures in a responsible and timely manner to rise to the challenge of the financial crisis. Leaders expressed full confidence that the crisis could be overcome through such concerted efforts.
3. Leaders welcomed the measures adopted by countries and organizations to ensure the smooth running of the financial system and real economy. They called on the international community to continue to strengthen coordination and cooperation and take effective and available economic and financial measures in a comprehensive way to restore market confidence, stabilize global financial markets and promote global economic growth.
4. Leaders agreed that IMF should play a critical role in assisting countries seriously affected by the crisis, upon their request.
5. Leaders were of the view that to resolve the financial crisis it is imperative to handle properly the relationship between financial innovation and regulation and to maintain sound macroeconomic policy. They recognized the need to improve the supervision and regulation of all financial actors, in particular their accountability.
6. Leaders called on all countries to pursue responsible and sound monetary, fiscal and financial regulatory policies, enhance transparency, inclusiveness, strengthen oversight, and improve crisis management mechanisms so as to maintain their own economic development and the stability of the financial markets. They agreed that the necessary and timely measures should be taken to preserve the stability of the financial system.
7. Leaders pledged to undertake effective and comprehensive reform of the international monetary and financial systems. They agreed to take quickly appropriate initiatives in this

respect, in consultation with all stakeholders and the relevant international financial institutions. The International Monetary Fund and other international financial institutions should bring into play their mandated role in the international financial system, to help stabilize the international financial situation.

8. Leaders supported the convening of an international summit on 15 November in Washington D.C. to address the current crisis and principles of reform of the international financial system as well as long-term stability and development of the world economy.

9. Leaders agreed to make full use of ASEM and other cooperation mechanisms to enhance information sharing, policy exchange, and pragmatic cooperation on supervision and management in the financial sector and effectively monitor, prevent and respond to financial risks to ensure sustained, stable and sound economic growth.