

Letter of Response
res. 1
March 14, 2005
International Monetary Fund
CANIMUN
Response to Government of Haiti

The IMF recognizes the terrible situation in Haiti and urges the international community to support Haiti in their efforts to restore economic stability. There is a long history of the fund involvement in Haiti and the IMF is aware that its image in the country is very low. On account of this the IMF is prepared to take a more humanitarian approach to Haiti.

Item Request 1 (Banking) \$4 million USD

Decision and Reason: The development of a banking system is essential for currency stability and inflation, which itself is required for economic growth.

Conditions of Funding: That IMF experts work with Haiti to use the banking system and improve it in order to ensure currency stability and training of Haitian bank officials. That Haiti makes a commitment to develop, in consultation with the IMF, and to implement legislation promoting transparency in the banking sector and to fiscal responsibility. Competition and privatization in the banking sector will also be promoted.

Item Request 2 (Economic, Employment and Agricultural Development) \$4 million USD

Decision and Reason: In light of the recent drought and overall weakness of the economy, funds are provided for the development of the agricultural sector as well as small business development. This will also help to revive the consumer economy. It will also help the average citizen of Haiti to achieve a substantial standard of living.

Conditions of Funding: The government of Haiti must continue to sustain democracy and help to weed out corruption in the government and the banking system. There must exist good oversight in order to ensure that all funds reach those in most need and to ensure transparency. The government and the IMF team must work hand in hand to achieve this. Foreign investment will also be promoted.

Item Request 3 (Countering Black Market) \$4 million USD

Decision and Reason: Corruption is an impediment to economic growth, and political and economic stability. Also, a large informal economy deprives the government of much needed tax revenue. Given the recent rise in arms trade, drug trade and other illicit black market activities, it is important to redirect labour into the formal sector and legitimate employment.

Conditions of Funding: Oversight of the process by the IMF team as outlined in Item Request 2.

Total Amount of Funding Granted: \$12 million USD

The IMF has also agreed to send a technical team to help the government of Haiti to implement this plan. This team will be specifically instructed to not dictate terms to Haiti, but to be consultative in nature.

The IMF is committed to helping the citizens of Haiti emerge from these troubled times.

Letter of Response

res. 2

September 15, 2005

International Monetary Fund

CANIMUN

Response to Government of Botswana

The IMF is extremely pleased with the progress experienced by the state of Botswana. Since 1966, Botswana has been very successful economically. The committee is very concerned with the economic crisis brought about by the AIDS epidemic. The IMF would like to propose the following:

Item Request 1: (Health Care) \$10 million USD

Decision and Reason: The IMF understands the importance of alleviating the pressure being placed on the nearly existing health care system in hopes of creating a labour force.

Conditions of Funding: Included within the health care system must be a means of educating the population on AIDS and the spread of AIDS. Funds must be used for the equitable distribution of services among the population (by gender, class, ethnicity, etc.).

Item Request 2: (Re-Employment Initiatives) \$2 million USD

Decision and Reason: The IMF would like to support the re-employment initiatives in hopes of continuing employment for the future population.

Conditions of Funding: Funds must be used for the equitable distribution of services among the population (by gender, class, ethnicity, etc.).

Item Request 3: (Banking System) \$3 million USD

Decision and Reason: The IMF understands the importance of a stable banking system in creating a strong economy and employment.

Conditions of Funding: Funds must be used for the equitable distribution of services among the population (by gender, class, ethnicity, etc.).

Total Amount Granted: \$15 million USD

The IMF is very confident that the state of Botswana will be able to rebound from this disaster. They are a strong nation and the IMF knows that Botswana will once again, soon, be an example for all the world to see.

Letter of Response
res. 3
March 15, 2006
International Monetary Fund
CANIMUN
Response to Government of Argentina

The IMF sends out its sympathies to the nation of Argentina and hopes the future is brighter. This committee would like to propose the following:

Item Request 1 (Debt Forgiveness) DENIED

Decision and Reason: International bailouts encourage risky behaviours by government and investors alike. Argentina must uphold its responsibilities to the loan. We are however willing to accommodate Argentina by deferring interest payments for a generous three years.

Conditions to Meet: Argentina must continue to remain transparent in its economic policy and must continue communication with the IMF.

Item Request 2 (Competitiveness Plan) DENIED

Decision and Reason: We must support a liberal economy as this will benefit all. We feel that fulfilling this request would lead to further inefficiency within the Argentinean economy.

Conditions to Meet: (No conditions necessary.)

Item Request 3 (Fiscal Discipline) \$6 million USD

Decision and Reason: The IMF understands the importance of a stable banking system in creating a strong economy and employment.

Conditions of Funding: Efforts must be taken to reduce inefficiency that has plagued the Argentinean banking system.

Item Request 4 (Structural and Institutional Reforms) \$2 million USD

Decision and Reason: The IMF feels structural reform has not yet gone far enough, we would like to encourage further changes.

Conditions of Funding: Argentina must continue to communicate with the IMF in a transparent fashion regarding this issue.

Total Amount Granted: \$8 million USD
3 year Interest

Payment Deferral

Argentina has a great deal of potential, what it requires is time. The IMF is confident this debt deferral and the influx of monetary support provided by this body will provide the necessary time and resources Argentina requires to make a full economic recovery and to participate as a responsible member of the world economy.

Letter of Response
res. 4
March 15, 2006
International Monetary Fund
CANIMUN
Response to Government of Thailand

The IMF recognizes the situation in Thailand, however feels that the amount of money left for funding should be spent on prior project lending which has proven successful.

Item Request 1: (Infrastructure – Waterways) DENIED

Decision and Reason: Due to recent economic success of Haitian government as well as that in Bosnia, IMF supports diverting funding from Thailand to Haiti and Bosnia.

Conditions to Meet: (none)

Total Amount Granted: \$0

Total Amount Diverted to Haiti: \$8 million USD

Total Amount Diverted to Bosnia: \$10 million USD

Thus the IMF treasury is exhausted.