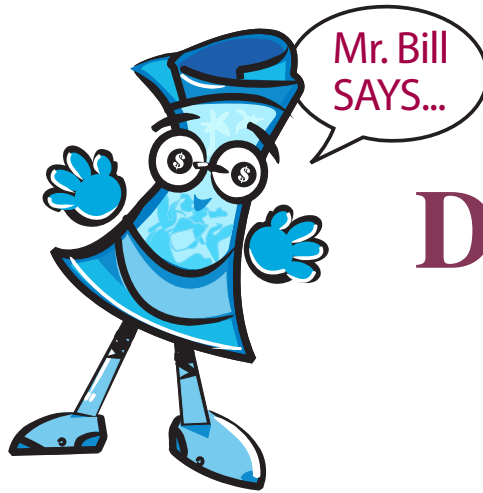




# ON THE MONEY!

A fortnightly publication of The National Financial Literacy Programme

Collect them all.



3<sup>rd</sup> in 3 Part Series focusing on

## The Deposit Insurance Corporation Makes Your Money Safe

### Have Claims Ever Been Made on The DIC?

Under the Act, the Corporation may be appointed liquidator of an insolvent financial institution. In December 1986 (the same year in which the DIC was established), upon the application of the Central Bank, the High Court gave orders for closure of four financial institutions. On December 22, 1986, the DIC was required to initiate insurance payments to depositors in these organizations – a deposit insurance liability of \$191 million within a period of 90 days. DIC was required to make payments to over 13,000 depositors. During the period 1988 and 1993, additional payments totaling \$27.5 million were paid out to depositors of the four financial institutions.

The Corporation has been appointed liquidator of eight (8) failed institutions i.e.

Commercial Finance Company Limited	1986
Summit Finance Corporation (Trinidad and Tobago) Limited	1986
Trade Confirmers Limited	1986
Swait Finance Limited	1986
Mat Securities Limited	1988

Bank of Credit and Commerce International (Trinidad and Tobago Merchant Bankers) Limited	1991
Caribbean Mortgage and Funds Limited	1991
Principal Finance Company Limited	1993

Of the Institutions listed, three of these liquidations have since been closed. Today, in keeping with the Corporation's mission to contribute to the stability, safety and integrity of and public confidence in the financial system, the DIC continues to prudently manage the Deposit Insurance Fund and present itself as a symbol of protection for eligible depositors of Trinidad and Tobago.

### Deposit Insurance Across the Globe.

The International Association of Deposit Insurers (IADI) was launched in Basel, Switzerland, on May 8, 2002. This auspicious launch followed a meeting held at the Bank of International Settlement (BIS), in Switzerland, at which twenty five deposit insurers from around the globe approved the Association's Statutes and became its founding members. Among the Association's founding

members is Mr. Junior Frederick, the current General Manager of the Deposit Insurance Corporation of Trinidad and Tobago.

The Corporation's active participation in IADI has raised awareness within the global financial community that Trinidad and Tobago is committed to achieving and maintaining economic stability.

IADI facilitates the sharing and exchange of information regarding deposit insurance issues across borders. This will help the DIC remain on the cutting edge of developments taking place internationally, as it benefits from the experience of other countries that have implemented innovative initiatives geared to facilitate the deposit insurance mandate.

The DIC will also benefit from the technical assistance offered by IADI in the continuous review of its internal processes and in its efforts to ensure that it complies with international best practice.



**Your MONEY... Know It To GROW It!**

For further information please feel free to speak with your banker or contact the Deposit Insurance Corporation at our hotline number 1(868) 800 4342 or e-mail us at [info@dictt.org](mailto:info@dictt.org). Additionally you can visit the DIC website at [www.dictt.org](http://www.dictt.org)

**Your Deposit Insurance Corporation working for YOU!**