

International financial Institutions

1- International Monetary fund (IMF)

The IMF is an organization of 189 member countries that works to foster global monetary cooperation, secure financial stability, facilitate international trade, promote high employment and sustainable economic growth, and reduce poverty around the world.

Definition

The IMF defines itself as “an organization...working to foster global monetary cooperation, secure financial stability, facilitate international trade, promote high employment and sustainable economic growth, and reduce poverty around the world.

History

In 1944, seven hundred and thirty delegates from the forty-four Allied nations met at the Bretton Woods conference, to restructure the global economy after WWII. The conference recognized a need for global economic cooperation, To assist in this goal, **two global financial institutions known** as the “Bretton Woods twins” — the **International Bank of Recovery and Development (today known as the World Bank)** and the **International Monetary Fund (IMF)** —were created.

2- The world Bank(WB)

In order to expand international trade and promote international capital flows which can ultimately bring about monetary stability in the world market at the Bretton Woods Conference in 1944 it was decided to establish a new monetary order. The IMF and the World Bank were borne out of this Conference of the end of World War II. The World Bank was established with an objective to help the restoration of economies disrupted by War by facilitating the investment of capital for productive purposes and to promote the long-range balanced growth of international trade.

Objectives

1. The main objective of World Bank is to assist in the reconstruction and development of member countries
2. It aims at the reconversion of productive facilities to the greater utilization.
3. It helps to promote private foreign investment by providing guarantees to the member nations.
4. provide finance from its own funds raised by its resources or participation in loans and other investments made by private investors.
5. The World Bank aims to promote the long-range balanced growth in international trade..