

International Monetary System



Composition of IMF

Membership of IMF

❖ The fund has two types of members as stated below:

(1) Original Members and

(2) Ordinary Members

Original Members

- ❖ All those countries whose representatives took part in Bretton Woods Conference
- ❖ Who agreed to be the member of the Fund prior to 31st December, 1945, are called the original members of the Fund

Ordinary Members

- ❖ All those who become its member subsequently are called ordinary members
- ❖ However, any country can cease to be its member after giving a notice in writing to that effect
- ❖ I.M.F. can also terminate the membership of such a country as does not observe its rules
- ❖ In 1947, the number of member-countries was 40 presently, there are 180 countries as members

Organisation and Management of the Fund

- ❖ The Fund is an autonomous/organisation which is affiliated to the UNO
- ❖ The management of the Fund is carried out by the Board of Executive Directors under the direction of the Managing Director
- ❖ There are 21 Executive Directors of the Board, out of which 7 are permanent and 14 are elected from the remaining members
- ❖ The permanent members are from the USA, UK, France, Germany, Japan, Italy and Canada

Bodies of management

❖ IMF has two bodies of management:

(i) The Board of Governors

(ii) The Board of Directors

The Board of Governors

- ❖ Every member country appoints one Governor to participate in the meeting of the Board of Governors
- ❖ The Board of Governors make the general policy to carry on day-to-day working of IMF

The Board of Directors

- ❖ The Board of Directors of the IMF holds the meeting at the office in Washington
- ❖ One of the Directors is designated on the Managing Director of IMF
- ❖ He is the chief executive

Thank You