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One of the potential solutions of the first panel issues is to increase numbers of minority depository institutions (“MDIs”) and community development financial institutions (“CDFIs”), Recently, the numbers of MDIs / CDFIs being disappeared by M&A are much bigger than the ones of MDIs/ CDFIs newly being occurred. Under this current situation new start-up MDIs/ CDFIs critically experience difficulties raising initial funds covering capital and all other costs etc.

However, in reality, new start-up MDIs /CDFIs are mostly excluded from investment companies and banker’s bank to get some financial supports for initial forming stages. This means that there are many financial difficulties if forming groups do not have enough funds to cover by themselves. In addition, some MDIs/ CDFIs which are suddenly grown in bigger scale by M&A tend to dominate minority banking markets and to deteriorate its environments.

How to resolve these issues of MDIs/ CDFIs? It is to increase numbers of MDIs/ CDFIs to a certain degree which can be taken in current markets. To promote more numbers of MDIs/ CDFIs government should support how new start-up MDIs/ CDFI groups can have easier access to knocking the doors of investment companies and banker’s bank.