

# Secured Transactions ACT

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# Why are some countries rich?

- **Size?**
- **Resources?**
- **Location?**
- **Politics?**

**What does research tell us?**

# Keys to prosperity

- **Strong private property rights**
- **Effective enforcement of obligations**
- **Healthy institutions**

= Purposes of STA

# Why is STA important?

- **Equipment financing**
- **Stock in trade financing**
- **Building improvements**
- **Crops and livestock financing**
- **Cash flow financing**
- **Public improvements**
- **Access to consumer goods**

# What are legal barriers?

- **Antiquated law**
- **No single set of rules**
- **Insufficient public information**
- **Inadequate enforcement**

# Principals of STA

- **One set of rules for everybody**
- **Electronic enlistment office**
- **Competing claims resolved in advance**
- **Stronger, quicker, less expensive enforcement**

# Who wins?

- **Businesses, borrowers, consumers**
- **Leasing companies, Banks and MFIs**
- **People of Bangladesh**

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