The Advisory Group on APEC Financial System
Capacity-Building
A Public-Private Sector Initiative

Third Meeting 2014
8 July 2014
Leonesa Room, Grand Hyatt Seattle
Seattle, Washington, USA

Meeting Paper 8-A Annex Presentation
2014 Report on Capacity-Building Measures to Strengthen and Develop Financial Systems

Office of the Advisory Group Chair

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2014 Advisory Group Report

- APFF Discussions, workshops and presentations at APEC FMP seminars
- Shanghai Financial Inclusion Forum (March)
- Auckland (Feb) Meeting Report
- Santiago (May) Meeting Report
- Further comments, suggestions, recommendations
- APIP Dialogues and Presentations at APEC FMP seminars
- Valuation Task Force discussions

2014 REPORT
THEMES

- INTEGRATED FINANCIAL MARKETS TO SUPPORT THE REAL ECONOMY (APFF)
- ROADMAP FOR EXPANDING INFRASTRUCTURE PPP (APIP)
- KEY PRIORITIES TO PROMOTE ACCESS TO FINANCE (APFIF)
- IMPROVING VALUATION PRACTICES

Recommendations

INTEGRATED FINANCIAL MARKETS TO SUPPORT THE REAL ECONOMY

- **APFF Action plans for public-private collaboration**
  - Credit information
  - Secured lending
  - Trade and supply chain finance
  - Capital markets: repo, derivatives, investor info, ARFP
  - FMIs – enabling regional securities investment ecosystem
  - Insurance /retirement income
  - Linkages and structural issues
Recommendations

ROADMAP FOR EXPANDING PPP
- Risk allocation between public and private sectors
- Institutional capacity
- Infrastructure finance esp. long-term, local currency
- Enabling legal, policy, regulatory environment
- Promoting public support
- Continued APIP dialogues

Recommendations

KEY PRIORITIES TO PROMOTE ACCESS TO FINANCE
- Financial regulatory frameworks: proportionate, balanced objectives
- Strategies for broad range of financial services with incentives to innovate
- Coordination among key stakeholders and private sector inputs
- Market infrastructure – identity, credit information, collateral management, payments
Recommendations

IMPROVING VALUATION PRACTICES

- Development of strategy:
  - Promote high-quality valuation practices and region-wide convergence toward robust global standards
  - Development of sustainable VPOs as caretakers of professional standards, education and knowledge depositories