

THE ADVISORY GROUP ON APEC FINANCIAL SYSTEM CAPACITY-BUILDING

A Public-Private Sector Initiative

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Third Meeting 2011

23 August 2011

Mediterraneo A, Los Delfines Hotel & Casino
Lima, Peru

Meeting Paper 4-A Agenda of the Asia-Pacific Infrastructure Partnership Dialogue for Latin America

Office of the Advisory Group Chair

- PURPOSE** For information.
- ISSUE** The Asia-Pacific Infrastructure Partnership Dialogue for Latin America will be held on August 24 in Lima.
- BACKGROUND** In 2010, ABAC proposed an Asia-Pacific Infrastructure Partnership, involving key high-level officials engaged in infrastructure PPP, experts from MDBs and ECAs, and a pool of senior private sector experts from a wide range of fields relevant to infrastructure PPP. For this dialogue, the agenda of sessions are tailored to the specific needs and priorities of member economies. This is the first of a series of dialogues with key Latin American policy makers that ABAC, through the Advisory Group on APEC Financial System Capacity Building, is convening to help enhance the effectiveness of policy frameworks to expand private participation in PPPs.
- PROPOSAL** N.A.
- DECISION POINT** Note the agenda for the dialogue.

The Asia-Pacific Infrastructure Partnership Dialogue for Latin America

24 August 2011

Delfines Hotel & Casino, Mediterraneo B

Lima, Peru

Draft as of 16 August 2011

A recent forum¹ convened by the APEC Business Advisory Council (ABAC), the Asian Development Bank (ADB) and Japan Bank for International Cooperation (JBIC), in collaboration with the Ministry of Finance of Japan, confirmed that infrastructure PPP is a central issue for the region. There is huge demand for infrastructure investment necessary for continued economic growth, which public sector investment alone cannot meet. The forum yielded the following key messages:

- Despite recent improvements in infrastructure-related policies, key constraints impeding private investment remain – lack of capital market depth, dearth of good quality projects, inadequate regulatory frameworks and concerns about transparency and political, country, exchange and interest rate risk.
- Given the complexity of infrastructure PPPs, overcoming these constraints requires improved understanding and greater trust among relevant parties involved. Structures enabling parties to frankly and objectively discuss and consider complex matters facing each economy can contribute to better understanding of the issues and risks they face.

In 2010, ABAC proposed a model for such a regional structure – an Asia-Pacific Infrastructure Partnership – involving key high-level officials engaged in infrastructure PPP, experts from MDBs and ECAs, and a pool of senior private sector experts from a wide range of fields relevant to infrastructure PPP. This dialogue is based on this model, where the agenda of sessions are tailored to the specific needs and priorities of member economies. This is the first of a series of dialogues with key Latin American policy makers that ABAC, through the Advisory Group on APEC Financial System Capacity Building, is convening to help enhance the effectiveness of policy frameworks to expand private participation in PPPs.

PROGRAM

13:00-13:15	REGISTRATION
13:15-13:45	OPENING SESSION Welcome and opening remarks Opening remarks by Mr. Mark Johnson, Chair, Asia-Pacific Infrastructure Partnership Private Sector Panel Welcome remarks by representative of ABAC Peru Keynote address by the Honorable Dr. Luis Miguel Castilla Rubio, Minister of Economy and Finance, Peru (<i>To be confirmed</i>)
13:45-15:30	SESSION ONE PERU (<i>Detailed agenda to be announced</i>)
15:30-16:00	COFFEE BREAK
16:00-17:45	SESSION TWO MEXICO (<i>Detailed agenda to be announced</i>)
17:45-18:00	CLOSING SESSION Closing remarks Closing remarks by Mr. Fidel Jaramillo, Representative, Peru Office, Inter-American Development Bank Closing remarks by Mr. Mark Johnson

¹ This was the Private Infrastructure Finance Forum convened on 7 November 2010 in Yokohama, Japan by the APEC Business Advisory Council (ABAC), Asian Development Bank (ADB) and Japan Bank for International Cooperation (JBIC), in collaboration with the Ministry of Finance, Japan.