



THE ADVISORY GROUP ON APEC FINANCIAL SYSTEM CAPACITY-BUILDING

A Public-Private Sector Initiative

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Meeting Paper 4-A

4th APEC Public-Private Sector Forum on Bond Market Development

31 May 2010
Sapporo, Japan
Draft Program

Office of the Advisory Group Chair

APEC PUBLIC-PRIVATE SECTOR FORUM ON THE DEVELOPMENT OF BOND MARKETS AND FINANCIAL INCLUSION

31 May 2010

Sapporo, Japan

Draft as of 13 May 2010

PROGRAM

08:30- **REGISTRATION**

09:00

09:00- **OPENING SESSION**

09:15

09:00- **Welcome and Opening Remarks**

09:05 Mr. Yoshihiro Watanabe, Chair, Finance and Economics Working Group, APEC Business Advisory Council (ABAC) and Managing Director, Institute for International Monetary Affairs

09:05- Mr. Mark Johnson AO, Chair, Advisory Group on APEC Financial System Capacity-
09:10 Building and Chairman, AGL Energy

09:10- Mr. Takeshi Kurihara, Chair, APEC Senior Finance Officials' Meeting and Director,
09:15 Research Division, International Bureau, Ministry of Finance of Japan

PART I: The 4th APEC Public-Private Sector Forum on Bond Market Development

Chair: Mr. Mark Johnson AO, Chair, Advisory Group on APEC Financial System Capacity-Building and Chairman, AGL Energy

09:15- **SESSION ONE**

09:45 **OVERVIEW OF CURRENT TRENDS IN THE REGION'S BOND MARKETS**

The ADB will give an overview of current trends and the status of current initiatives to develop Asian bond markets. ABAC will summarize the reports and key findings of the previous APEC bond market forums (the 1st focused on Indonesia, the Philippines and Vietnam; the 2nd on Chile, Mexico and Peru; and the 3rd on Malaysia and Thailand). The region's bond markets will also be discussed from a credit rating agency perspective.

09:15- **Asian Bond Markets: Overview of Current Trends and Regional Initiatives**

09:30 Mr. Satoru Yamadera, Economist, Office of Regional Economic Integration, ADB

09:30- **Overview of Findings from Previous APEC Public-Private Sector Forums on Bond
09:40 Market Development**

Dr. Julius Caesar Parreñas, Coordinator, Advisory Group on APEC Financial System Capacity-Building and Advisor on International Affairs, The Bank of Tokyo-Mitsubishi UFJ, Ltd.

09:40- **Development of local currency bond markets in South and South East Asia and the role
09:45 played by rating agencies in developing these markets)**

Mr. Vivek Goyal, Managing Director, Head of Business and Relationship Management Asia Pacific, Fitch Ratings

09:45-
11:00

SESSION TWO

THE DEVELOPMENT OF APEC ECONOMIES' BOND MARKETS: EXPERIENCES FROM CHINA, KOREA AND JAPAN

This session will focus on the experiences of the People's Republic of China, the Republic of Korea and Japan in developing their respective bond markets, the current situation and challenges, future plans of the government and opportunities for collaboration with the financial industry. Perspectives from the financial industry will also be discussed.

09:45-
10:00

Presentation: The Chinese Bond Market: Current Developments and Prospects

Madame Lili Wang, Co-Chair, ABAC Finance and Economics Working Group; and Executive Director and Senior Executive Vice President, Industrial & Commercial Bank of China (ICBC)

10:00-
10:15

Presentation: The Korean Bond Market: Current Developments and Prospects

Dr. Young-Hwan Byeon, Financial Economist, Capital Market Supervision Office, Financial Supervisory Service, Republic of Korea

10:15-
10:30

Presentation: Expanding Foreign Issuance and Investment in the Japanese Bond Market

Mr. Yoshio Okubo, Senior Managing Director, Japan Securities Dealers' Association

10:30-
10:35

Comments

Mr. Monsoo Kim, Head of the Rating Planning Team, Business Development Division, Korea Ratings

10:35-
10:40

Comments

Mr. Kunihiro Ogura, General Manager, Planning and Administration Department, Finance Division, Mitsui & Co., Ltd.

10:40-
10:45

Comments

Mr. Masayuki Tagai, Executive Director, Global Market Infrastructures, Treasury and Securities Services, JP Morgan Chase Bank, N.A.

10:45-
11:00

Open Discussion and Q&A

11:00-
11:20

COFFEE BREAK

11:20-
12:45

SESSION THREE (PANEL DISCUSSION)

CAPACITY-BUILDING FOR CAPITAL MARKET DEVELOPMENT AFTER THE FINANCIAL CRISIS

This panel discussion will focus on how to bring bond market development and integration in the region to the next higher level, building on the achievements of current regional and global initiatives. It will also discuss innovative solutions to promote a more active private sector role in the strengthening and development of the broader capital market in the region.

11:20-
11:25

Introduction by the Session Chair

11:25-
11:35

Comments by Panelist: Passport Schemes for Cross-Border Recognition of Fund Management Products as a Vehicle for Financial Integration

TBC

11:35-
11:45

Comments by Panelist: Toward a Regional Clearing and Settlement System – Addressing Barriers to Cross-Border Settlement

Mr. Hiroshi Ikegami, Director, Fixed Income and Investment Trust Department, Japan Securities Depository Center, Inc.

11:45-

Comments by Panelist: Promoting Cross-Border Securities Collateral Management to

- 11:55 **Improve Bond Market Liquidity**
Mr. Hiroyoshi Nakamaru, Chief Manager, Risk Management Department, Global Operations Control Division, The Bank of Tokyo-Mitsubishi UFJ, Ltd. (TBC)
- 11:55-12:00 **Comments by Panelist**
Professor Shigehito Inukai, Secretary General, Capital Markets Association for Asia; and Professor, Faculty of Law, Waseda University
- 12:00-12:05 **Comments by Panelist**
Mr. Hon Cheung, Regional Director – Asia, State Street Global Advisors
- 12:05-12:10 **Comments by Panelist**
Mr. Kazuo Imai, Chairman, Association of Credit Rating Agencies in Asia (ACRAA); and Advisor, International Business, Japan Credit Rating Agency, Ltd.
- 12:10-12:15 **Comments by Panelist**
Mr. Azam Mistry, Managing Director, Asian Regional Treasury, GE International, Inc.
- 12:15-12:20 **Comments by Panelist**
Mr. Romuald Semblat, Senior Economist, International Monetary Fund (IMF)
- 12:20-12:45 **Open Discussion and Q&A**
- 12:45-14:15 **LUNCH**

PART II: Financial Inclusion Forum

Chair: Dr. Julius Caesar Parreñas, Coordinator, Advisory Group on APEC Financial System Capacity-Building and Advisor on International Affairs, The Bank of Tokyo-Mitsubishi UFJ, Ltd.

14:15-15:45 **SESSION FOUR (PANEL DISCUSSION)**
INNOVATIVE POLICIES TO PROMOTE FINANCIAL INCLUSION THROUGH MICROFINANCE

This panel discussion will focus on the development of microfinance as a tool to promote financial inclusion, particularly the introduction of new technologies and innovations that have enhanced the commercial viability of microfinance and its growing attractiveness to expanded private sector funding. It will discuss policies and regulations that enable the introduction of these innovations, and how APEC might add value to ongoing efforts and provide a platform for sharing best practices and promoting institutional capacity-building through an APEC policy initiative.

- 14:15-14:20 **Introduction by the Session Chair**
- 14:20-14:30 **New developments and the emergence of microfinance as an effective tool for promoting financial inclusion**
TBC, CGAP
- 14:30-14:35 **Promoting investment in microfinance**
Mr. Hiroshi Amemiya, Advisor, Developing World Markets
- 14:35-14:50 **Key policy solutions for promoting financial inclusion**
Mr. Eduardo Jimenez, Regional Associate, Alliance for Financial Inclusion
- 14:50-15:00 **Promoting financial identity through credit reporting systems**
Dr. Michael Turner, Asia-Pacific Credit Coalition (APCC)
- 15:00-15:10 **The role of the public sector in promoting financial inclusion**
Mr. Kazuto Tsuji, Executive Technical Advisor to the Director General, Public Policy

Department, Japan International Cooperation Agency (JICA)

15:10- **Promoting synergy in regional cooperation for financial inclusion**
15:20 Mr. John West, Senior Consultant for Capacity Building and Training, Asian Development Bank Institute

15:20- **Open Discussion and Q&A**
15:45

15:45 **End of Session**

15:45- **CLOSING SESSION**

16:00

15:45- **Closing Remarks**

16:00- Madame Lili Wang, Co-Chair, ABAC Finance and Economics Working Group; and Executive Director and Senior Executive Vice President, Industrial & Commercial Bank of China (ICBC)