



THE ADVISORY GROUP ON APEC FINANCIAL SYSTEM CAPACITY-BUILDING

A Public-Private Sector Initiative

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REPORT ON 2010 ADVISORY GROUP ACTIVITIES AND INITIATIVES

Office of the Advisory Group Chair

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Policy Areas	Deliverables Set Forth in the 2010 Advisory Group Work Program	Activities, Results and Achievements
<i>Financial Inclusion</i>	The launch of an APEC Financial Inclusion Initiative	<ul style="list-style-type: none"> • The APEC Financial Inclusion Initiative was launched by the APEC Finance Ministers in Kyoto on 6 November 2010 • APEC Finance Ministers requested ABAC to set up regular APEC Financial Inclusion Forums.
	Successful conclusion of a session on financial inclusion with APEC Senior Finance Officials	<ul style="list-style-type: none"> • The APEC Financial Inclusion Forum was held on 31 May 2010 in Sapporo, Japan. • The APEC Financial Inclusion Forum was welcomed by the APEC Finance Ministers in Kyoto on 6 November 2010 (To be confirmed) • In addition, 3 sessions on financial inclusion were held with APEC officials, as follows: <ul style="list-style-type: none"> ➢ Presentation at the 7th APEC Senior Finance Officials' Meeting held on 18-19 February 2010 in Tokyo, Japan. ➢ Presentation at the APEC SOM-SFOM Dialogue held on 1 June 2010 in Sapporo, Japan. ➢ Presentation at the 8th APEC Senior Finance Officials' Meeting held on 21 September 2010 in Tokyo, Japan. • Two other additional activities: <ul style="list-style-type: none"> ➢ An Informal Brainstorming Session on the APEC Financial Inclusion Initiative was held in Bangkok on 26 August 2010. ➢ Provided speakers for the ADBI-ABAC-AFDC Financial Inclusion Conference: Trends, Challenges and Policies for Rebalancing Growth held on 20-22 October in Shanghai, China
<i>Capital Markets</i>	<i>Not anticipated as deliverable in 2010 Work Program – Proposed Regional Funds Passporting Initiative</i>	<ul style="list-style-type: none"> • Policy Dialogue on concept, ideas and possible strategies for establishing an Asian Region Funds Management Passport scheme held by APEC Senior Finance Officials on 27 October 2010 in Kuala Lumpur. • APEC Finance Ministers initiate efforts to facilitate funds passporting in 2011.
	Successful conclusion of the 4 th APEC Public-Private Sector Forum on Bond Market Development	<ul style="list-style-type: none"> • The 4th APEC Public-Private Sector Forum on Bond Market Development was held on 31 May 2010 in Sapporo, Japan. • The 4th APEC Public-Private Sector Forum on Bond Market Development was welcomed by the APEC Finance Ministers in Kyoto
<i>Infrastructure PPP</i>	The launch of the Asia-Pacific Infrastructure Partnership (APIP)	<ul style="list-style-type: none"> • APIP discussed at a meeting of ABAC, finance ministries of Australia, Indonesia, US, ADB, WB and IADB in Yokohama on November 7, to be followed by efforts to develop a concrete proposal for submission and discussion in the next Deputy Finance Ministers' Meeting in San Francisco in

		February 2011.
	Successful conclusion of the Melbourne Public-Private Partnership Workshop	<ul style="list-style-type: none"> The Public-Private Partnerships Forum was held on 9 February 2010 in Melbourne, Australia. In addition, a Workshop on Measures to Promote an Institutional Framework for Public-Private Partnerships was held on 10 February 2010 in Melbourne, Australia.
	<i>Not anticipated as deliverable in 2010 Work Program – Infrastructure Finance Forum with Finance Ministries, IFIs</i>	<ul style="list-style-type: none"> The ABAC-ADB-JBIC Private Infrastructure Finance Forum was held and the program coordinated by the Advisory Group on 7 November 2010 in Yokohama, Japan. The ABAC-ADB-JBIC Private Infrastructure Finance Forum was welcomed by the APEC Finance Ministers in Kyoto.
SMME Finance	<i>Not anticipated as deliverable in 2010 Work Program – Proposed SMME Finance Initiative</i>	<p>Following activities were held to promote improved credit information sharing systems and legal frameworks for secured lending:</p> <ul style="list-style-type: none"> Presentations in the seminar on “Getting Credit for Small and Medium Enterprises” (1st Phase of Ease of Doing Business Action Plan), 21 September 2010, Sendai, Japan. Organized session on SMME Finance in the ADBI-ABAC-AFDC Financial Inclusion Conference: Trends, Challenges and Policies for Rebalancing Growth held on 20-22 October in Shanghai, China Continuing discussions with APEC officials on inclusion of capacity-building activities to improve credit information sharing systems and legal frameworks for secured lending in the 2011 APEC work on SME finance <p>The recommendations on credit information sharing systems and legal framework for secured lending were noted by SME Ministers in the joint statement of the 2010 17th APEC Small and Medium Enterprises Ministerial Meeting, with the two issues among those recognized for inclusion in individual and collective actions by APEC.</p> <p>APEC Finance Ministers ask governments to undertake measures to help improve SMEs’ access to finance, including through establishment of credit information sharing systems and improvement of legal frameworks and enforcement to facilitate secured lending to SMEs.</p>
Capacity-Building for Financial Regulatory Reforms	Successful conclusion of the 6 th Asia-Pacific public-private dialogue on strengthening financial systems	<ul style="list-style-type: none"> The 6th Public-Private Dialogue for the Asia-Pacific Region with the theme “The Role of the Financial Sector in Sustaining Economic Growth and Stability” was held on 15-16 June 2010 in Makati City, Philippines. Implementing financial system regulatory reforms in the region following the global financial crisis “Training program for banking system policy makers and regulators; organized by AFDC and the Australian APEC Study Centre at RMIT University, Shanghai, 7/11th June
Reports	2010 Report on Financial System Capacity-Building in APEC (to be submitted to the APEC Finance	<ul style="list-style-type: none"> Advisory Group 2010 Report on Capacity-Building Measures to Strengthen and Develop Financial Systems was completed and annexed to the ABAC 2010

	<p>Ministers before their 2010 meeting)</p> <p>A complete report on the conclusions of these activities (to be forwarded to the APEC Finance Ministers before their 2010 meeting))</p>	<p>Report to the APEC Finance Ministers.</p> <p>The following reports on the above activities were completed and submitted to the APEC Finance Ministers as annexes or summaries in the Advisory Group 2010 Report on Capacity-Building Measures to Strengthen and Develop Financial Systems:</p> <ul style="list-style-type: none"> • The Conference Report of the Public-Private Partnerships Forum and the Workshop on Measures to Promote an Institutional Framework for Public-Private Partnerships (annex) • The Conference Report of the APEC Public-Private Sector Forum on the Development of Bond Markets and Financial Inclusion (annex). • A summary of the conclusions of the 6th Public-Private Dialogue for the Asia-Pacific Region was included in the Report. <p>The following report of an additional activity was discussed at the 8th APEC Senior Officials' Meeting on 21 September in Tokyo, Japan:</p> <ul style="list-style-type: none"> • Report of the Informal Brainstorming Session on the APEC Financial Inclusion Initiative <p>The following report was published as a book by ADB Institute:</p> <ul style="list-style-type: none"> • Promoting Financial Inclusion through Innovative Policies [Report of the 2009 Financial Inclusion Workshop co-organized by the Advisory Group, ABAC, ADBI and AFI in cooperation with FDC, IADB and IFC]
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