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THE ADVISORY GROUP ON APEC FINANCIAL SYSTEM CAPACITY-BUILDING

Fourth Meeting 2010

10 November 2010 10:15 AM – 12:15 PM Seiryu I/II, Yokohama Bay Sheraton Hotel & Towers Yokohama, Japan

Meeting Paper 3-B Report on 2010 Advisory Group Activities and Initiatives

Office of the Advisory Group Chair



Advisory Group 2010 - Policy Areas

- Financial Inclusion
- SMME Finance
- Capital Markets
- Infrastructure PPP
- Capacity Building for Regulatory Reforms

We welcomed inputs from the ABAC, which put forward concrete recommendations on the promotion of infrastructure public-private partnership, small and medium enterprise finance, financial inclusion, regulatory reforms and the development of bond markets.

APEC Finance Ministers' Joint Statement



Financial Inclusion

DELIVERABLES

- Discuss with APEC officials
- Launch APEC Financial Inclusion Initiative

ACTIVITIES:

- Sapporo FI Forum, 3 presentations for officials, Bangkok brainstorming, Shanghai FI conference
- Initiative launched at Kyoto AFMM

Today, we have launched APEC's Financial Inclusion Initiative...

We also welcome the ABAC's initiative to set up regular meetings of the ABAC Financial Inclusion Forum. The first Forum was successfully held in Sapporo this May and focused on the recent development of microfinance.

APEC Finance Ministers' Growth Report to Leaders



Capital Markets

DELIVERABLES

Bond Market Forum

ACTIVITIES:

- Sapporo BM Forum
- Asian Regional Funds Management Passport Scheme (APEC Senior Finance Officials)

We welcome the 4th APEC Public-Private Sector Forum on Bond Market Development held in Sapporo this May.

APEC Finance Ministers' Growth Report to Leaders

We also recognize the importance of creating more open and integrated financial markets in the region and welcome efforts to facilitate cross-border marketing of fund management services within Asia.

APEC Finance Ministers' Joint Statement



Infrastructure PPP

DELIVERABLES

- Melbourne Workshop
- Launch Asia-Pacific Infrastructure Partnership

ACTIVITIES:

- Melbourne Forum and Workshop
- Yokohama Private Infra Finance Forum
- Discuss APIP with finance ministries, ADB, World Bank, IADB in Yokohama

In enhancing infrastructure finance, ...the role of the private sector is increasingly important...To help such efforts by governments, ... Export Credit Agencies (ECAs) can collaborate with MDBs and the private sector. We welcome the Infrastructure Forum to be held timely in Yokohama in November this year by the ABAC, the ADB and the Japan Bank for International Cooperation (JBIC).

APEC Finance Ministers' Growth Report to Leaders



SMME Finance

Not anticipated as deliverable in 2010

ACTIVITIES:

- APEC Seminar in Sendai
- Shanghai Conference
- Discussions on SME
 Finance Initiative for 2011

Governments, in collaboration with the private sector, could consider initiatives to remove structural bottlenecks for SME finance through such measures as... (ii) establishment of credit information sharing systems, both positive and negative; (iii) expansion of eligible assets for collateral to intellectual property and receivables, and improvement of legal frameworks and enforcement to facilitate secured lending to SMEs.

APEC Finance Ministers' Growth Report to Leaders



Capacity Building for Regulatory Reforms

DELIVERABLES

2010 Dialogue with Regulators

ACTIVITIES:

Manila Dialogue

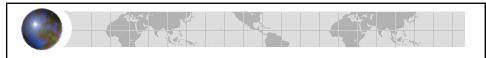
Sound and well-functioning financial systems are critical for sustainable growth and the efficient allocation of resources. We are committed to take action aimed at a domestic and international level to raise standards, so that our domestic authorities implement global standards consistently, in a way that ensures a level playing field and avoids fragmentation of markets, protectionism and regulatory arbitrage.

APEC Finance Ministers' Growth Report to Leaders



Official Endorsement

- APEC SME Ministerial (2-3 Oct, Gifu)
- AFMM (5-6 Nov, Kyoto)
 - Joint Statement
 - Growth Report
- AMM (TBC)
- AELM (TBC)



Reports and Publications

- 2010 Advisory Group Report
- Reports
 - Melbourne PPP Forum/Workshop
 - Sapporo Bond Market/Financial Inclusion Forum
 - Manila Dialogue on regulatory reforms
 - Bangkok Brainstorming
- Publication: 2009 Tokyo Financial Inclusion Workshop Report



2010 Advisory Group Participants and Collaborators

- Japan METI (on behalf of APEC SOM), MOF (on behalf of APEC FMP), BOJ, FSA, JICA
- Australian Treasury
- Philippine APEC Office
- US Department of the Treasury
- ADB
- ADB Institute
- IADB
- IFC
- IMF
- WB
- CGAPSEACEN
- AFDC

- ABAC
- Alliance for Financial Inclusion
- Asia-Pacific Credit Coalition
- Asian Bankers' Association
- Foundation for Development Cooperation
- PECC
- The Australian APEC Study Centre at RMIT University
- American Chamber of Commerce in Japan
- ADFIAP
- ASIFMA
- SMART Infra Facility (Australia)
- Individual private sector firms
- Universities

