



**INDONESIA-OECD INTERNATIONAL SEMINAR:
ENHANCING THE ROLE OF INSTITUTIONAL INVESTORS IN INFRASTRUCTURE FINANCING**

29 August 2013

Palembang, South Sumatra, INDONESIA

AGENDA

Wednesday, 28 August 2013

14:00 – 19:00 **Participants Registration**
19:00 – 21:00 **Dinner Reception**

Thursday, 29 August 2013

08:00 – 08:30 **Participants Registration**
08:30 – 09:50 **SESSION 1: Opening Remarks & Infrastructure Agendas of the G20 & the APEC**

Opening remarks by:

- **Mahendra Siregar**, Vice Minister of Finance of Indonesia and G20 Sherpa for Indonesia
- **Rintaro Tamaki**, Deputy Secretary General, OECD

Infrastructure is one of the main topics on the agendas of both the G20 and the APEC under the current and the next presidencies. This session will explore the two agendas in detail, ahead of the leaders' summit in September, in particular discussing one of the key deliverables for the G20 meeting in Russia: the High Level Principles for Long Term Investment by Institutional Investors. The principles have been developed by the newly created OECD Task Force on Institutional Investors and Long-Term Financing, which is open to OECD, G20, FSB, and APEC members.

Speakers:

- **Chair: Rintaro Tamaki**, Deputy Secretary General, OECD
- **Mahendra Siregar**, Vice Minister of Finance of Indonesia and G20 Sherpa for Indonesia
- **Damien Dunn**, Australian Treasury, Chair of the OECD Task Force on Institutional Investors and Long-Term Financing
- **Claus-Michael Happe**, Head of Division, MDBs, Ministry of Finance, Germany and Co Chair of G20 Study Group on Long Term Investment Financing

09:50 – 10:00 **Photo Session**
10:00 – 10:30 **Coffee Break**
10:30 – 10:45 **PRESENTATION: The OECD Project on Institutional Investors and Long-Term Investment by Raffaele Della-Croce, Lead Manager, LTI Project, OECD**

10:45 – 12:00

SESSION 2: Infrastructure Investment: Challenges and Opportunities

Infrastructure is considered as an attractive asset class by institutional investors for its long term nature, the diversification offered due to low correlation (of unlisted infrastructure), and its stable cash flows. In addition, infrastructure is attractive in a macro environment of quantitative easing and as a hedge against rising prices over the long term. Yet long-term investors are not flooding in into infrastructure investment, and several barriers to investment remain. Infrastructure investing in developing countries presents additional challenges for investors. This session will discuss the main opportunities and challenges investors are facing when investing in infrastructure, especially in emerging markets, and the “right” risk premium countries need to pay to attract these investors.

Speakers:

- **Chair: Raffaele Della Croce**, Lead Manager, LTI Project, OECD
- **Christian Edelmann**, Regional Head, Asia Pacific, Oliver Wyman
- **Johan Bastin**, Chief Executive Officer, CapAsia, Singapore
- **Robin Li**, Chief Investment Officer, Manulife Asset Management, Asia
- **Vanessa Wang**, Managing Director, Asia Pacific Head of Pension Services, Citibank
- **Mark Rathbone**, Asia Pacific Capital Projects and Infrastructure Leader, PricewaterhouseCoopers LLP

12:00 – 13:00

LUNCH

13:00 – 14:30

SESSION 3: The Development of Debt Capital Markets for Infrastructure in APEC and OECD Countries

Closing the funding gap in many countries will require a combination of traditional and new sources of financing. Capital markets could be an important source of debt funding for mature infrastructure given the long-term, stable, and inflation-linked nature of infrastructure cash flows. Pension funds and insurers are the natural buyers of long-dated inflation-linked assets in order to match their liabilities. To allow this to happen though there is a need to develop local currency bond markets, strong local institutions, and an appropriate regulatory environment.

Speakers:

- **Chair: Freddy Saragih**, Director of Fiscal Risk Policy Office, MoF, Indonesia
- **Cledan Mandri-Perrot**, Lead Infrastructure Finance Specialist, World Bank
- **Zenko Shinoyoma**, Director, Infrastructure Finance Group, Japan Bank for International Cooperation
- **Kenneth Waller**, Director, Australian APEC Study Centre, RMIT University
- **John Thompson**, Consultant, and formerly Head of the Financial Affairs Division, OECD
- **Aaron Russell-Davison**, Global Head, Bond Syndication, Standard Chartered
- **Benjamin Gilmartin**, Associate Director, Infrastructure, HSBC

14:30 – 15:00

Coffee Break

15:00 – 16:30

SESSION 4: Pooling of Resources – Investment Vehicles and Incentives to Mobilize Investor Resources into Infrastructure

Institutional investors can access infrastructure through different vehicles, i.e. infrastructure funds or other forms of collaboration, industry or policy led. In this session we look at some major initiatives to pool resources to finance infrastructure projects including green projects, in particular through case studies that demonstrate the increasing interest in infrastructure in both APEC and OECD countries.

Speakers:

- **Chair: Ashby Monk**, Executive Director, Global Projects Centre, Stanford University
- **Steve Gross**, Senior Managing Director, Macquarie Infrastructure and Real Assets
- **Dr.Li Yao**, Chief Executive Officer, China-ASEAN Fund
- **William Streeter**, Head of Debt, Asia, Hastings Fund Management, and Infrastructure Debt Advisor, Westpac
- **Osamu Kawanishi**, Environment Directorate, Organization for Economic Cooperation & Development

16:30 – 17:30

SESSION 5: Infrastructure Investment Data – Availability, Collection, and New International Initiatives

Infrastructure is a typically unmeasured field. Investors perceive a shortage of quality data and objective information in infrastructure. Only limited empirical analysis has been done to assess the risk-adjusted performance and portfolio diversification benefits of listed infrastructure in a portfolio, with only a few studies on the performance of unlisted infrastructure. Historical data is scarce and often proprietary, and hence not available publicly. The lack of a clear benchmark for measuring investment performance is seen by many as one of the main barriers to invest in infrastructure.

Speakers:

- **Chair: Trevor Lewis**, PPP Specialist, Asian Development Bank
- **Frédéric Blanc-Brude**, Research Director, EDHEC Risk Institute-Asia
- **Ian Greer**, Managing Director, Standard & Poor's
- **Patrick Mispagel**, Associate Managing Director, Moody's

17:30 – 18:00

Policy Conclusions and Closing Remarks

Speakers:

- **Rintaro Tamaki**, Deputy Secretary General, OECD
- **Andin Hadiyanto**, Advisor to the Minister of Finance of Indonesia, and Alternate Chair of APEC Finance and Central Bank Deputies Meeting