



G20 Australian Presidency/OECD High-Level Roundtable on Institutional Investors and Long-Term Investment

From solutions to actions: implementing measures to encourage institutional long term investment financing

organised under the aegis of the G20 Australian Presidency and the OECD, co-hosted by Singapore Ministry of Finance

AGENDA

4 June 2014 - Singapore

Leaders of G20 countries, at their meeting in St Petersburg in September 2013, endorsing the G20/OECD High-Level Principles, asked their Finance Ministers and Central Bank Governors to identify approaches to their implementation working with the OECD and other interested participants by the next Leaders' Summit, in November 2014 in Brisbane, Australia. Follow up work is being carried out by the new G20/OECD Task Force on Institutional Investors and Long-Term Financing and will be based on work undertaken for the OECD Long Term Investment project.

The Task Force and the latest research produced by the OECD project on Institutional Investors and Long-Term Investment were presented at the G20/OECD High-Level Roundtable on Institutional Investors and Long-Term Investment "From problems to solutions: policy measures to address constraints in long-term investment" organised by the OECD together with the G20 Russian Presidency and held on 28 May 2013 at the OECD Conference Centre in Paris.

Building on last year event and current G20 work, the G20 Australian Presidency decided to organized with the OECD the high-level roundtable: "From solutions to actions: implementing measures to encourage institutional long term investment financing". The meeting will be co-hosted by Singapore Ministry of Finance.

The OECD has been making contributions to this global initiative through its project on "Institutional Investors and Long-Term Investment", launched in February 2012, building on long-standing work. The aim of the project is to promote long-term investment (LTI) such as infrastructure addressing both potential regulatory obstacles and market failures.

Scope of the High-Level Roundtable

At the occasion of the meeting there will be the opportunity:

- To discuss actions and policy measures to address the constraints to long-term investment by institutional investors identified by the G20/OECD High Level Principles
- To introduce the OECD work on Institutional Investors and Long-Term Financing together with the latest research and policy analysis on the topic of long term investment

For further information on the OECD Project on Institutional Investors and Long-Term Investment, please visit: www.oecd.org/finance/lti.

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“From solutions to actions: implementing measures to encourage institutional long term investment financing”

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| 8.30-9.00 | Breakfast and registration |
| 9.00-9.15 | Opening remarks: Tharman Shanmugaratnam , Deputy Prime Minister and Minister for Finance, Singapore Angel Gurría , Secretary General, OECD |
| 9.15-10.45 | SESSION I: New public and private initiatives to bridge the gap between institutional investors and policymakers <i>With the release of G20/OECD high-level principles of long-term investment financing by institutional investors, there is an expectation for governments to make the necessary policy changes. What are the issues that governments face in implementing the changes? What type of facilitative roles can multilateral development banks play, especially in emerging economies? How can investors themselves facilitate the process?</i> Moderator: André Laboul , Head of Financial Affairs division, OECD <ul style="list-style-type: none"> • Robert Milliner Sherpa, B20 Australia • Laurence Carter, Director of IFC's PPP Advisory Department • Lim Chow Kiat, Group CIO, GIC • Richard Abadie, Global Head, Capital Projects & Infrastructure PwC • Mark Machin, Senior Vice-President & Head of International and President, Canada Pension Plan Investment Board • Bambang Brodjonegoro, Vice Minister, Ministry of Finance, Indonesia |
| 10.45-11.00 | Coffee Break |
| 11.00-12.15 | SESSION II: Through the spectrum of investment: a role for various actors (banks, institutional investors) <i>Given that majority of investors prefer post-construction project risk and banks may be constrained in their long term lending, there is natural fit for each type of capital at different parts of the project lifecycle. New financing structures have already emerged to enable institutional investors to participate alongside banks in infrastructure debt financing or to pool institutional investors capital in equity infrastructure. What have been recent experiences across G20 countries? What measures can governments put in place to promote the use of such tools?</i> Moderator: İbrahim Halil Çanakcı , Undersecretary of Treasury, Turkey <ul style="list-style-type: none"> • James Courtenay, Global Head of Infrastructure Finance and Advisory, Standard Chartered • Raffaele Della Croce, Lead Manager Long Term Investment project, OECD • Scott Minerd, CIO Guggenheim Partners, USA • Robin Li, CIO Manulife Asset Management Asia • Stephen Bird, CEO, Asia Pacific Banking, Citi • Tim Adams, President and CEO of Institute of International Finance |

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| 12.15-13.15 | Lunch |
| 13.15-14.15 | <p>SESSION III: Better institutional investors governance for better investment</p> <p><i>Raising the bar of governance among institutional investors is essential to create the right incentives among asset managers to better look after the long-term interest of beneficiaries. Over the longer term, well-governed institutional investors are expected to generate higher returns (adjusted for risk and expenses) than poorly governed funds. Are pension funds, insurers and other long-term investors doing enough to enhance their internal governance practices? What is the role for policy makers?</i></p> <p>Moderator: Alejandro Diaz de Leon Carrillo, Deputy Undersecretary, Public Credit, Ministry of Finance, Mexico</p> <ul style="list-style-type: none"> • Peter Costello, Chairman Future Fund, Australia • Adv D Tshidi CEO Financial Services Board, South Africa • Tidjane Thiam, Group Chief Executive, Prudential • Peter R. Fisher, Senior Managing Director, Blackrock Inc USA • Senior representative, Temasek |
| 14.15-15.15 | <p>SESSION IV: Revisiting the accounting of long term investment by institutional investors</p> <p><i>A regulatory and international accounting framework enabling financial institutions to focus on long term should balance the accuracy of the information given to the investors with sufficient incentives to hold and manage long term investments. In this context fair value accounting has been criticised by a range of stakeholders for introducing volatility in financial reports and therefore favouring short term behaviour. How to conciliate fair value standards with long term investing business models? What is the case for a separate accounting treatment for long term investments such as infrastructure and SMEs? How to ensure that current and future accounting standards are developed in a way that is not damaging to long term investment?</i></p> <p>Moderator: Christophe Bories, Ministry of Finance, France</p> <ul style="list-style-type: none"> • Dominique de Crayencour, Secretary General Club of Long Term Investors (Caisse des Depots/KfW) • Christian Edelmann, Head of Asia-Pacific region, Oliver Wyman • Makoto Okubo, General Manager, Nippon Life Insurance Company • Garry Hawker, Director of Strategic Research, Growth Markets, Mercer • Senior representative, FSB |
| 15.15-15.30 | <p>Concluding remarks</p> <p>Barry Sterland, Australian G20 Finance Deputy</p> |