

15 June 2018

Please find here an update on the OECD Long Term Investment Project and other related work, including current involvement with the G20 Argentinian Presidency through the G20/OECD Taskforce on Long Term Investment, future work on quality infrastructure and upcoming events.

### **Seminar on Quality Infrastructure – September 2018 Tokyo, Japan**

The importance of sustainable and quality infrastructure has been confirmed by the G7 Ise-Shima Principles for Promoting Quality Infrastructure Investment and the OECD mandate from the Ministerial Council Meeting (MCM) in June 2017, in Paris, to develop these principles. The G20/OECD Task Force in coordination with several other OECD directorates (i.e. Public Governance, Environment, Development) will play a key role by sharing good practices and promoting an evidence-based and multi-stakeholder discussion around these issues.

The OECD will be hosting a joint seminar with the Ministry of Finance of Japan on [Financing Quality Infrastructure for Long-Term Investment and Mobilising Private Sector Capital](#) on 12-13 September 2018 in Tokyo, Japan. The event will focus on i) quality infrastructure and principles for quality investment, ii) data collection and benchmarks for quality investments and iii) technology and innovation for quality infrastructure. We will be sending out a save the date with a more detailed agenda in the next days and are already now looking forward to your participation.

### **G20/OECD Task Force on Long-term Investment & Workshop on Data Collection – May 2018, Paris**

On 4 May 2018, the [15<sup>th</sup> Meeting of the G20/OECD Task Force on Long-term Investment](#) took place at the OECD Conference Centre in Paris and was preceded by the [OECD Workshop on Data Collection for Long-term Investment](#) on 3 May 2018.

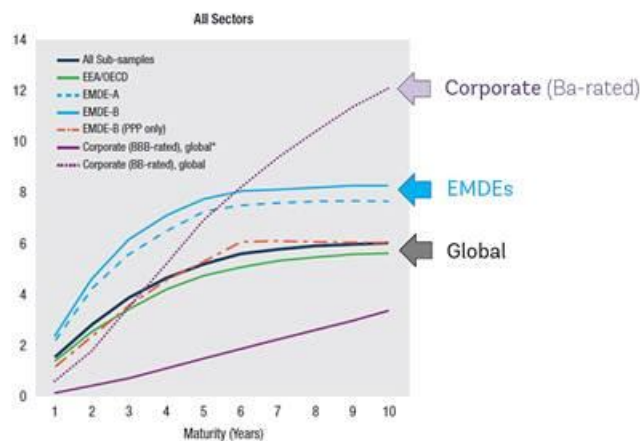
Participants at the G20/OECD Taskforce were informed and invited to discuss various topics including:

- G20 Priorities for the Argentinian Presidency in 2018 on “Infrastructure as an Asset Class”
- The Infrastructure Data Initiative, launched jointly by the EIB, GIH, LTIIA and OECD
- Developments from B20/BIAC/TUAC
- Updates on G20, APEC and FSB developments on long-term financing
- Crowding in private sector financing in developing countries infrastructure
- Quality infrastructure
- Diversification of financial instruments for infrastructure and SMEs
- Innovation and blockchain technologies for infrastructure
- Update and future work under the G20 Compact with Africa (CWA)

The Workshop on Data brought together academics, public stakeholders and industry experts to further advance the agenda on establishing infrastructure as an asset class, this time, with a particular focus on developing financial and sustainability benchmarks. The event benefited from a great variety of experts contributing and intervening over the two days and we are delighted to inform you that all presentations from the Workshop are now available on our [website](#). Workshop discussions included the investible infrastructure market, existing return methodologies,

MDBs as source of infrastructure investment data, data categories as well as standardised approaches for credit risk assessment (see figure below on infrastructure project loan default probabilities compared to corporate loans). The key takeaways from the Workshop's discussions can also be found here: [Workshop Summary](#).

Project Loans: Cumulative Default Probability (In percent)



Note: the sub-samples refer to (i) all EEA and OECD member countries ("EEA or OECD"), (ii) all non-high income countries ("EMDE-A"), and (iii) all non-high income countries without EEA or OECD members (i.e., Bulgaria, Croatia, Mexico, Romania, and Turkey) ("EMDE-B" according to the sample selection in Moody's Investor Service (2017) over a study time period between 1995 and 2015.

Source: Jobst, Andreas A., 2018, "Credit Dynamics of Infrastructure Investment: Considerations for Financial Regulators," Policy Research Working Paper, March 22 (Washington, D.C.: World Bank Group)

## Future events

- The **Second Global Roundtable on Infrastructure Governance and Tools** - Building the Right Infrastructure for Tomorrow in Abidjan on 21-22 June 2018. The event is hosted by the World Bank and the African Development Bank and sponsored by the AfDB, ALSF, EIB, GIH, KAS, NEPAD, OECD, PPIAF and the World Bank Group
- Launch event of the **OECD/ITF report on Private Investment in [Transport] Infrastructure: Dealing with Uncertainty in Contracts** on 22 June 2018 at the OECD in Paris. Please see separate attachment and register with Ms. Yazmin Magueybarrera: [Yazmin.MAGUEYBARRERA@itf-oecd.org](mailto:Yazmin.MAGUEYBARRERA@itf-oecd.org).
- **Seminar on Financing Climate Futures: Rethinking Infrastructure** on 28-29 June 2018 in Paris. This workshop is part of a major joint project between the OECD, UN Environment and the World Bank entitled "[Financing Climate Futures: Rethinking Infrastructure](#)". You will find in attachment an agenda for further information on the format of the conference. To register, please complete the registration form at <http://oe.cd/FCFworkshop-June2018>
- **OECD Blockchain Conference "Unleashing the potential and facing the challenges of Blockchain"** including panels on energy, transport and water. OECD Conference Centre, on 4-5 September in Paris.
- **Financing Quality Infrastructure for Long-Term Investment and Mobilising Private Sector Capital** [OECD/Japan MoF] on 12-13 September 2018 in Tokyo, Japan. This seminar will be back to back with G20 meetings in Japan. Please await more information to be sent out through the network as well as online [here](#).
- Next **G20/OECD Taskforce on LTI November 2018 (TBC)**, Paris France