



SEACAP
South-East Asia Community Access
Programme

ADB Transport Forum

Asia on the Move: Energy Efficient
and Inclusive Transport

9–12 September 2008 • Manila, Philippines

Closing Session

Friday, 12 September

9:00 – 12:00

ADB



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Public Private Partnerships and Innovative Finance

Major Issues

PPPs for Expressways:

- Difficult to structure successfully – need adequate preparation, commitment, enabling environment, true partnership, requirements of private sector
- Potential benefit: increase capital and efficiency



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Private participation:

- Strength economy, inflation, external debt, FDI
- Established legal, financial and technical framework
- Project structure – risk sharing
- Experience with PPPs
- Pipeline of projects



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- Capital available is well below needs, therefore private capital is required
- Many modalities available
- ADB strategy 2020 anticipates that 50% of operations will be private sector by 2020



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- Infrastructure projects need to include facilitation and logistics to insure full benefits from investment
- Logistics development by private sector can be encouraged by public sector investments.
- Public financing needs accountability to public and sustainable funding from users
- Making carbon trading work and beyond



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Way Forward

- Developing the appropriate legal, regulatory and institutional regime
- Continued search for effective financing models
- Seeking other market-driven methods to encourage environmental remediation and protection