

International Public Asset Management Company Forum (IPAF)

- Summary of Key Achievements and Activities -

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- I. IPAF: Brief History**
- II. IPAF's Accomplishments and Activities**
- III. IPAF events in 2015 and Research Themes**

IPAF: BRIEF HISTORY



- Established by **7 public asset management corporations (AMCs) from 5 countries** (May 2013)
 - To collectively address regional economic issues through knowledge sharing and partnership development

	Country	Public AMCs	Membership
1	PRC	China Cinda AMC	General
2	PRC	China Great Wall AMC	General
3	PRC	China Huarong AMC	General
4	Korea	Korea Asset Mgmt. Corp. (KAMCO)	General
5	Thailand	Sukhumvit Asset Mgmt. (SAM)	General
6	Viet Nam	Vietnam's Debt and Asset Trading Corp. (VDATC)	General
7	Kazakhstan	Fund of Problem Loans (FPL)	Associate

❑ IPAF 7+7 Initiative (May 2014)

- Initially suggested in May 2014 by ADB VP Bindu Lohani and KAMCO CEO Mr. Young-Man Hong

❑ IPAF Membership Guidelines (Sep 2014)

- Applicant is to be an associate member for at least one year
- Applicant can be instantly accepted as a general member if the following requirements are fulfilled:
 - a. Minimum requirements for a general member;
 - b. Approval of general members, through consultation and consensus;
 - c. Acknowledge and acceptance to undertake the obligations required from a general member

IPAF Membership

- 7 members (2013) + 3 new members (2014) + 4 potential (2015)

7 founding Members from 5 countries

8	PRC	Orient	New member
9	PRC	Zheshang	New member
10	Korea	Deposit Insurance Corporation	New member

4 potential members

1	Thailand	Deposit Protection Agency	In process
2	Malaysia	Deposit Insurance Corporation	In process
3	Viet Nam	Vietnam Asset Management Company	Inviting
4	Thailand	Bangkok Commercial AMC	Inviting

- **ADB serves as the IPAF Secretariat (2013-2016)** by the request of IPAF members
 - IPAF would be instrumental in strengthening knowledge sharing and building partnership among the region's public AMCs

7 Key Activities

1	Institutionalizing the IPAF knowledge platform	May 2013
2	Creating the IPAF Secretariat (ERMR, ERCD ADB)	May 2013
3	Developing strategic plans for long-term sustainability	Sep 2013
4	Designing and launching an IPAF website (https://ipaf.adb.org)	May 2014
5	Conducting annual summit meetings and conferences	2013-2016
6	Conducting a series of capacity building training seminars	2013-2016
7	Producing research papers and/or case studies	2013-2016

IPAF ACCOMPLISHMENTS AND ACTIVITIES



- ❑ **IPAF 1st Summit & Conference was jointly organized by ADB and KAMCO (1st IPAF Chair) in Seoul, Korea (May 2013)**
 - Theme : Reinforcing the Safety Net of the Asian Economy



- ❑ **IPAF 2nd Summit & Conference was jointly organized by ADB and SAM (2nd IPAF Chair) in Bangkok, Thailand (Sep 2014)**
 - Theme : Preparing for the New Economic Horizon



- Non-member institutional participants including economic ministries and monetary and financial regulators

Country	Institution
Indonesia	Otoritas Jasa Keuangan (OJK)
Malaysia	Perbadanan Insurance Deposit Malaysia (PIDM)
Myanmar	Z Corporation
Nigeria	Asset Management Corporation of Nigeria (AMCON)
Taipei,China	Central Deposit Insurance Corporation (CDIC)
Thailand	Financial Institutions Development Fund (Bank of Thailand)
	Baker Tilly Thailand
	Fiscal Policy Office (Ministry of Finance)
	Bangkok Asset Management Co., Ltd. (BAM)
	Kasikornbank
	Government Savings Bank

- ❑ **IPAF 1st training seminar jointly organized by ADB and KAMCO in Seoul, Korea (Nov 2013)**
 - Theme : “NPA/NPL Management, Methods, and Practices”.
 - ADB CWPf (Lotte Schou-Zibell) presented the Swedish case of distressed assets, titled “Bad banking: what can we learn from the Swedish experience?”



- ❑ **IPAF 2nd training seminar jointly organized by ADB and Asia-Pacific Finance & Development Center in Shanghai, PRC (May 2014)**
 - Theme: “Establishing Mechanisms for Maximizing Recovery of NPLs & Evolving Roles of AMCs”
 - ADB Indonesian Resident Mission (Deputy Country Director Dr. Edimon Ginting) presented the Indonesian case of the crisis and distressed assets issue



- Non-member institutional participants including **the central bank of Indonesia and financial regulators of Thailand**

Country	Non-member public institutions
PRC	China Banking Regulatory Commission (CBRC)
Thailand	Financial Institutions Development Fund (Bank of Thailand)
	Government Savings Bank
	SME Bank
	Small and Medium Enterprise Development Bank of Thailand
	Deposit Protection Agency
Malaysia	Bank Negara Malaysia (Central Bank of Malaysia)
	Malaysia Deposit Insurance Corporation
Indonesia	The Indonesian Financial Services Authority, Otoritas Jasa Keuangan (OJK)
	Bank Indonesia

❑ Policy Dialogue with Kazakhstan (2013-2014)

- A fact-finding mission conducted to meet with officials of the Central bank, Ministry of Finance, Ministry of Economy and Budget Planning in Kazakhstan (Dec 2013) to discuss:
 - ✓ Hosting a training seminar by the central bank of Kazakhstan jointly with IPAF and inviting the FPL to join as a general member of IPAF
- An official letter received by MEBP dated 14 Mar 2014 having interest in co-hosting a training seminar in Kazakhstan with ADB (IPAF)
- Video-conference between ADB (IPAF and CWRD) and the central bank of Kazakhstan (July 2014)

□ Policy Dialogue with Mongolia (Jun 2014)

- ADB joint mission team (IPAF and EAPF) had meetings with officials from the Central bank, Ministry of Finance and Deposit Insurance Corp. in Mongolia to discuss:
 - ✓ NPLs' role in the credit market frictions and macro-financial vulnerability;
 - ✓ The types, functions and role of public AMCs to deal with distressed assets
- Conducting a feasibility study on financial vulnerability, particularly the distressed asset issues in Mongolia was agreed by the Central bank of Mongolia

□ IPAF Coordinating Council Meeting (Sep 2013)

- The CCM endorsed IPAF action plans and assigned the chairs to the IPAF thematic sub-committee working groups
- These sub-committees will serve as a coordinator at working level, wherein members do research and small scale seminars

Sub-committees of IPAF		Members
1	Distressed asset/debt management	Cinda, Great Wall, Huarong
2	State-owned property development and management	SAM
3	Alternative investment and management	KAMCO, Great Wall
4	State-owned enterprises and private enterprise restructuring	Cinda, VDATC

❑ IPAF Coordinating Council Meeting (May 2014)

- NPL research themes were discussed and agreed
- Research papers and/or case studies will be conducted until Apr 2016

Research themes

Stocktaking of non-performing assets (NPAs) resolutions

Case studies of recent experiences of public AMCs following the global financial crisis

What are NPAs and What's the real score on NPLs

- ❑ Launched in May 2014, the official IPAF website is currently managed by the IPAF Secretariat inside ADB IT network and will be utilized to:
 - Share knowledge and experience of crisis prevention and management as an economic and financial safety net; and
 - Expand investors' network and future business opportunities

["https://ipaf.adb.org"](https://ipaf.adb.org)



IPAF FUTURE EVENTS AND RESEARCH THEMES



- ❑ **3rd Summit & Conference** to be held in Oct 2015 in PRC (2015-2016 Chair: China Huarong AMC)
- ❑ **3rd Training seminar** to be held in Apr 2015 in Thailand to be jointly coordinated by ADB and SAM
- ❑ **4th Training Seminar** to be held in Q3/Q4 2015 in Kazakhstan/ PRC, jointly organized by National Bank of Kazakhstan/China Huarong AMC

□ Research papers and/or case studies until Apr 2016

- Stocktaking of non-performing assets (NPAs) resolutions;
- Case studies of recent experiences of public AMCs following the global financial crisis;
- What are NPAs and What's the real score on NPLs
- State-Owned Enterprise Reforms

Thank You !



INTERNATIONAL PUBLIC AMC FORUM
STABILITY, BETTERMENT OF ASIAN NATIONAL ECONOMIES