

Myanmar: Status Update

March 2013



Positive Steps

Obstacle to investment

Developments

Soverign Debt

“ ADB, World Bank, JBIC, Norway, Paris Club

NY Convention

“ Parliament approves a first step

Foreign Investment Regime

“ FIL finally issued 2 November
“ FIL regulations issued **on time.**
“ Logical, process-driven, commitment to transparency and environmental/ social protection

Conflict

“ Kachin agree to monitoring of conflict zones
“ Involvement of \Chinese is key

Corruption

“ Key leaders being reprimanded
“ Legislation pending
“ Meeting with Ministries
“ EITI



Big Picture Obstacles



Obstacle

Developments

Investment to date

“ Only \$1 billion in 2012

Approvals

“ MIC/ relevant ministry/ local governments/ Union Government

US Sanctions

“ Chilling effect on investment?
“ SDN list
“ Third parties

Government Capacity

“ Ambitious goals

Legislative bottleneck

“ What to deal with first?

2015 Elections

“ Amending the Constitution?
“ ASSK?

Other Obstacles

Obstacle

Approvals MIC vs. Local Government vs. Union Government vs.

Banking Lack of inter . bank lending (overnight market)

Project financing Capital Market Lending is highly collateralized

Land Disputes over land titles

Infrastructure PPP/ BOT/ BTO arrangement?



2013

Sector

What to expect

Telecommunications

- “ Auction of licenses
- “ Pending telecoms bill . concerns
- “ FIR regulations

Oil & Gas

- “ 18 on-shore blocks
- “ FIR regulations
- “ Off-shore tender in April

Mining

- “ Revised regulations pending
- “ FIR regulations

Securities Exchange

- “ Pending bill
 - “ Backdoor listings
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