

The Agenda of the Macro Day, 8 February 2017

Last updated on 31st January 2017

07.45 – 08.30	45'	Registration
08.30 – 08.45	15'	Welcoming Remarks Kartika Wirjoatmodjo, CEO Bank Mandiri
08.45 – 09.00	15'	Keynote Speech Rini Soemarno, Minister of SOE, Republic of Indonesia (Confirmed)
09.00 – 09.30	30'	Opening Remarks Ir. H. Joko Widodo, President of Republic of Indonesia
09.30 – 10.30	60'	Keynote Address " <i>Indonesia Outlook: What could the government do more to attract private investment?</i> " Sri Mulyani Indrawati – Minister of Finance, Republic of Indonesia (Confirmed) 2016 was a significant turnaround for the government. Fiscal risk is now managed properly and the budget has been established to be more sound and realistic. The Minister of Finance's action to revamp the budget has boosted investors' confidence. Yet, this action alone is not enough to revive investment. The next task is to obtain massive fund to finance the government's investment target. This is a mounting challenge, especially considering that fiscal space will be smaller than anticipated. Thus, to depend on the public sector to fund the entire infrastructure homework is naive. However, hoping for massive private sector contribution without government support is also impossible. Besides highlighting Indonesia's economic outlook in 2017, this session will also provide the government's strategy to manage fiscal risk so it could fulfill the basic infrastructure spending. On the other hand, we hope that the government could provide a sneak peak on potential policy initiatives that could attract private investment in the future.
10.30 – 11.30	60'	Panel I : "<i>Global Outlook: breaking the mediocre growth symptom</i>" The global economic outlook remains a question mark for 2017 as its growth pattern has been sluggish in the last several years. Instead of a full fledge recovery, global economy has been stagnant in the last several years with international institutions revising down their forecasts. Advanced economies continue their subdued growth while emerging economies have been in easing cycle. On the other hand, the global financial market is expected to face an uneasy period due to the Fed's likely faster policy normalization in 2017. Therefore, this session will discuss the global economic prospect and Indonesia specifically, amid the still high downside risks. We also hope the speakers could provide answers on how to break the mediocre growth symptom that has been haunting countries for years. <u>List of Speakers:</u> - M. Chatib Basri - Former Minister of Finance & visiting Professor in Harvard University (Confirmed) - Bejoy Das Gupta – Chief Economist for Asia/Pacific at Institute of International Finance (Confirmed)
11.30 – 12.15	45'	"Monetary focus: striking the right balance between global risk and economic growth" Agus D.W. Martowardojo – Governor of Bank Indonesia (Confirmed) The central bank has implemented an accommodative stance in the past year. On the back of stable inflation, the central bank has slashed policy rate by 125bps and decided to change BI rate to 7-day reverse repo. Heavy foreign inflows have also supported the Rupiah to remain stable. However, emerging economies have to strap their seat belt in 2017 as the Fed will likely adjust the policy rate much faster. Although people said that the market had priced in such adjustment, there is no room for central banks to be complacent. Therefore, this session will discuss BI's policy initiatives that could strike the right balance between coping with global risks while at the same time supporting domestic growth momentum. We also hope that Bank Indonesia could point out the main risks both from domestic and external sides.

12.15 – 13.15 60'

Lunch & Press Conference

13.15 – 14.00 45'

"Indonesia's investment blueprint"

Bambang Brodjonegoro, **Minister of National Planning, Republic of Indonesia** (Confirmed)

Indonesia continues to be the oasis for investment amid the global turmoil. A stable economic & political condition coupled with huge domestic market is the luring factors for investors. Nevertheless, often investors remain confuse about government's investment priority as it will impact their decision making. That said, during this session, we will discuss deeper about government's investment blueprint in the short term and medium term. Has the priority shifted due to the global dynamics? Moreover, we also want to know more detail about the potential financing scheme offered by the government's to attract private investors.

14.00 – 14.45 45'

"Attracting Private Investment: what are the breakthroughs?"

Thomas Lembong, **Chairman of Indonesia Investment Coordinating Board**

The contribution of private sector to revive Indonesia's investment has now become more needed than ever. We believe it is the only way for Indonesia to break the 6% growth level in the medium term. Unfortunately, its contribution remains lack luster in the last several years. Besides global uncertainty, classic issues such as land clearing and policy uncertainties remain lingering. Rigorous breakthroughs are necessary to revive private investment in the future.

As the Investment Coordinating Board is under a new helm, we want to hear his out-of-the-box strategy to attract private investment, especially foreign direct investment, to Indonesia.

14.45 – 15.45 60'

Panel II: "Investment Opportunity in Healthcare Sectors"

Indonesia's healthcare sector continues to offer a rapid growth and lucrative investment opportunity for local and global investors. Almost all aspects of the healthcare industry, including hospitals, medical insurance and medical devices, posted significant increases in 2015 sales. The latest revisions to the Negative Investment List have also highlighted the Indonesian government's willingness to speed up the sector's development. Furthermore, healthcare remains an attractive sector to invest as the development of them is still in the early cycle. For instance Indonesia's healthcare expenditure is 2.8% of GDP, lower than the average ASEAN countries of 4.6%. Thus, the investment prospect on these sectors remains large especially considering the rise of the middle income class and government's priority to develop the sector. In this breakout session, we will discuss more detail on the opportunities investing in the healthcare and also identifying the risks.

List of Speakers:

- Himawan Hariyoga, **Deputy Chairman for Investment Promotion, Investment Coordinating Board** (Confirmed)
- Iwan Pasila, **CEO of Mandiri InHealth** (Confirmed)
- Vidjongtius, **Independent Director of Kalbe Farma** (Confirmed)
- Rustiyan Oen, **CEO of Mitra Keluarga** (Confirmed)

15.45 – 17.30 105'

Panel III: "Investment Opportunity in Tourism and Creative Industry"

Famous for its beautiful nature and wide-ranged culture, Indonesia has a great potential in both tourism and creative sectors with a lot of untapped investment opportunities. As a matter of fact, the government is currently focusing on infrastructure development as the key factor to improve the tourism industry and with the current limited fiscal space, larger investment is definitely needed. Furthermore, despite its 7.05% contribution to GDP, there are still many hurdles in the creative industry. For instance, there is still a limited investment in Indonesia's film industry and now there are larger rooms for investment opportunities as the government has removed the film industry from Indonesia's negative list. To conclude, the investment prospects on these sectors are huge, especially with the continued supports from the government. This session will discuss more detail on the opportunities to invest in the tourism and creative industry.

List of Speakers:

- Hiramayah Thaib, **Commisioner, TRG Investama** (Confirmed)
- Triawan Munaf, **Head of Creative Industry Board** (Confirmed)
- Abdullah Azwar Anas, **Head of Kabupaten Banyuwangi** (Confirmed)

- Eddi Danusaputro, **CEO Mandiri Capital** (Confirmed)
- Abdulbar M. Mansoer, **CEO of Indonesia Tourism Development Corporation** (Confirmed)

17.30 – 17.45

15'

Closing Remarks

Kartika Wirjoatmodjo, **CEO Bank Mandiri**