Confederation of Indian Industry

4th Capital Markets Summit

Deepening of Capital Markets: Faster Growth of the Economy

Wednesday,12 December 2012: Taj President, Cuffe Parade, Mumbai

Programme Outline

1000 – 1100 Hrs

Inaugural Session

Summit Chair: Mr Uday Kotak, Chairman, CII National Committee on Capital Markets & Executive Vice Chairman and MD, Kotak Mahindra Bank Limited
Guest of Honour: Dr Arvind Mayaram, Secretary, DEA, Ministry of Finance
Chief Guest: Mr U K Sinha, Chairman, SEBI

1130 – 1230 Hrs

Session I: Indian Stock Exchanges – The New Paradigm

Special Remarks: Mr Rajeev Kumar Agarwal, Whole-time Member, SEBI

1230 – 1330 Hrs

Session II: Capital Markets Critical for Overall Economic Growth: Macro-Economic Policy Conundrum

This session will explore the links between Capital Markets and Economic Growth, highlighting that growth in any developing economy hinges on an efficient financial sector that pools domestic savings and mobilises foreign capital for productive investments. Session will also stress on highlighting opportunities and challenges in developing vibrant capital markets and the pivotal role they play in economic development.

Session Highlights

- Importance and Impact of vibrant capital markets
- Benchmarking and learnings from International markets
- Funding Needs of Infrastructure
- Regulatory Changes
- Impact of new products in deepening the markets

1415 – 1515 Hrs

Session III: Breathing Life into the Debt Markets – Some Out-of Box Thinking

In the recent past SEBI has come out with regulatory changes to attract money in debt market which has been welcomed by market players. But still there are issues which is impeding the development of a vibrant debt market. It is important from a macro-economic perspective to provide mechanisms for greater sources of financing and liquidity and for risk minimization in any economy. Session will delve on

- Constraints on both the supply and demand side

- Irrational Taxes and Stamp duty structure
- Issuance Procedures
- Investment rules for enhancing investor base and
- Role of debt market in infrastructure financing and
- Learnings from International Experience

1515 – 1615 Hrs
Session IV: Finding the Elusive Pot of Gold at the End of the Rainbow – Where is the Elusive Retail Saver in Equities

India has a large domestic savings pool but only 1% of the household savings is invested in equities. In spite of large amount of aggregate savings, there is acute shortage of domestic risk capital. Regulatory restrictions on participation by Domestic Institutional Investors have also been impeding the development of domestic risk capital. The session looks to delve on:

- Increasing Retail Participation in Equity markets
- Rationalising Tax Structure
- Increasing Domestic Institutional Participation through regulatory changes
- Broadening the access to funds through the PE/VC route

1615 – 1715 Hrs
Session V: Alternate Investment Funds and Private Equity

SEBI's recent initiatives such as SEBI AIF Regulations, amendment to the SEBI Takeover Regulations, repeal of SEBI VCF Regulations usher in a fresh approach to regulating private fund industry. These are aimed to increase the robustness of private funds, provide protection to investors from systemic risk, increase market efficiency and consequently encourage capital formation.

The session will focus on new challenges which have emerged because of notification of AIF Regulations.

- Taxation of AIF (existing VCFs as well as new AIFs)
- Multiple schemes under different categories and regulatory compliance
- Focus on challenges for Category II and Category III AIFs (including PE Funds)

The session will also delve on the current trends in PEVCAI and the potential of PE industry to fuel India's growth story.

1715 – 1800 Hrs
Valedictory Session with RBI Deputy Governor, Mr H R Khan

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