

FSB Survey on financing and regulation over the life cycle of infrastructure projects

Responses to clarification questions received 29 March 2018

This document sets out responses to clarification questions that have been received regarding the FSB Survey on financing and regulation over the life cycle of infrastructure projects, published on 15 March 2018.

This document is intended to facilitate the completion of the questionnaire and is not to be construed as an official interpretation of other documents published by the evaluation team or any of its members.

1. Questions 12 and 14. Could you please explain what you mean by channels?

Questions 11 and 13 ask respondents to identify factors that have positively or negatively impacted a responding institution's portfolio allocation toward infrastructure assets. For those factors that are considered important, the evaluation team seeks to better understand the reasons for such relevance. Accordingly, questions 12 and 14 request respondents to provide further details on the transmission channels, i.e. *how* the relevant factors impact the volume or pricing of infrastructure activities. *For example*, did the global search for yield lead to a change of the respondent's strategic asset allocation pushing more volume into infrastructure assets? Has the increased volume – other things being equal – reduced return requirements? Is an identified currency mismatch impacting infrastructure investment through higher currency risk? Does this lead to higher hedging cost that – other things being equal – increased return requirements? We would appreciate if you could provide such background information for those selected factors that you consider most important.