Bridging the infrastructure gap: funding and cases of success

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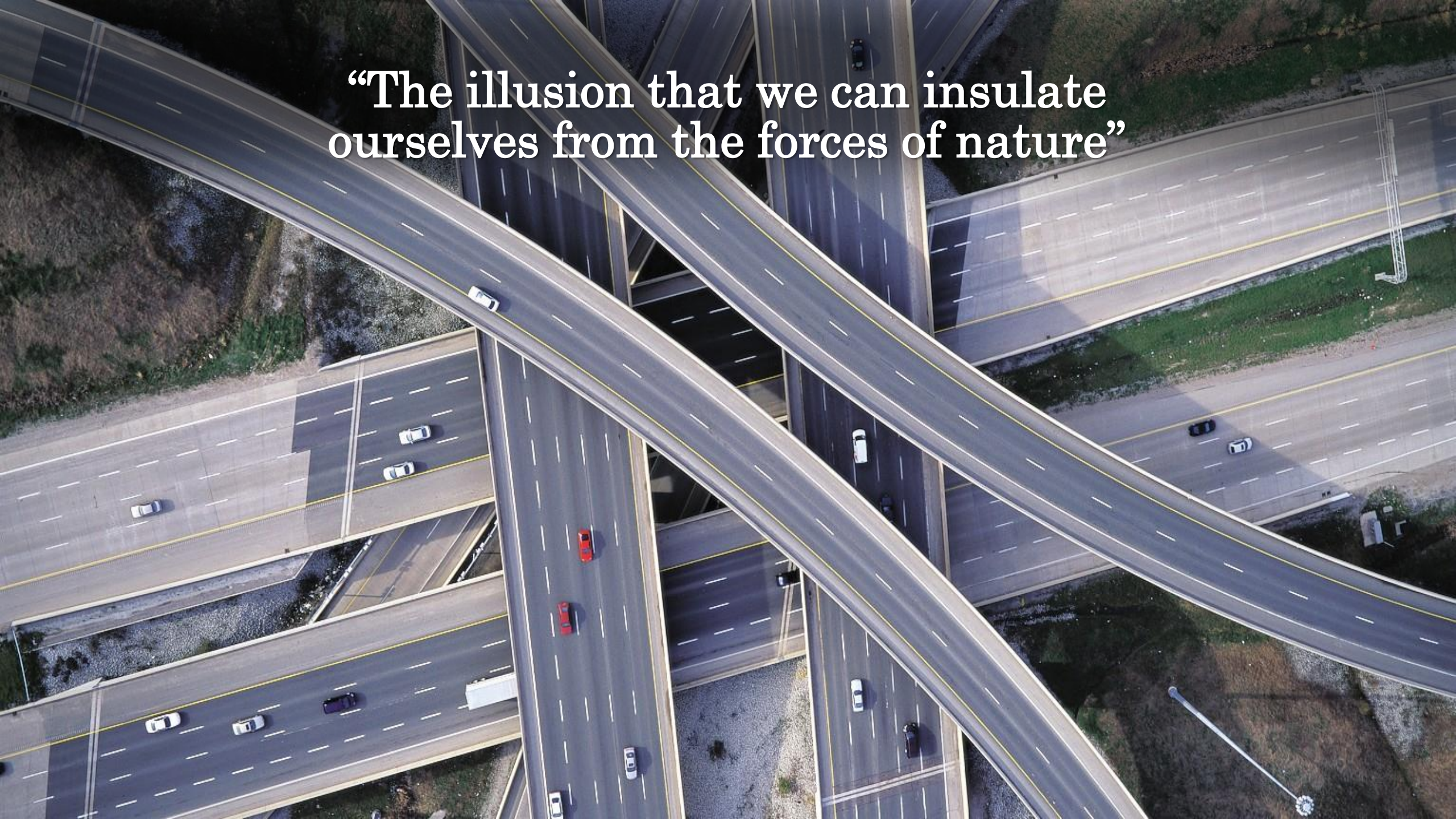
President Confederation of International Contractors Association


“The illusion that we can insulate
ourselves from the forces of nature”

The framework of modern life
we rely upon each day

Infrastructure is not for granted

McKinsey:
40% of global infrastructure and
capital project investment is poorly spent

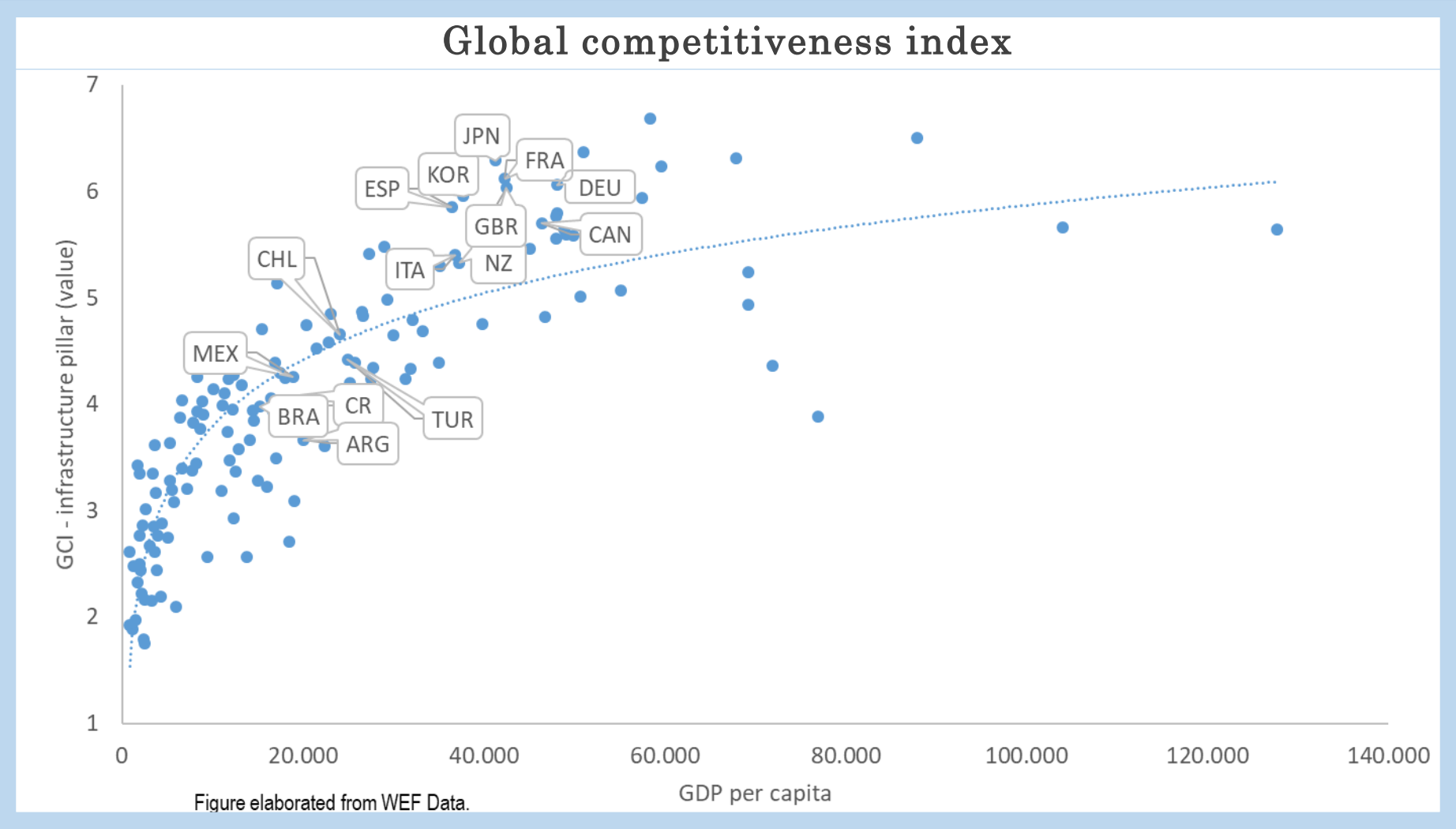
Infrastructure development is no easy task

Increasing demand for new infrastructure

Stronger in emerging economies

Strong correlation between infrastructure and economic development

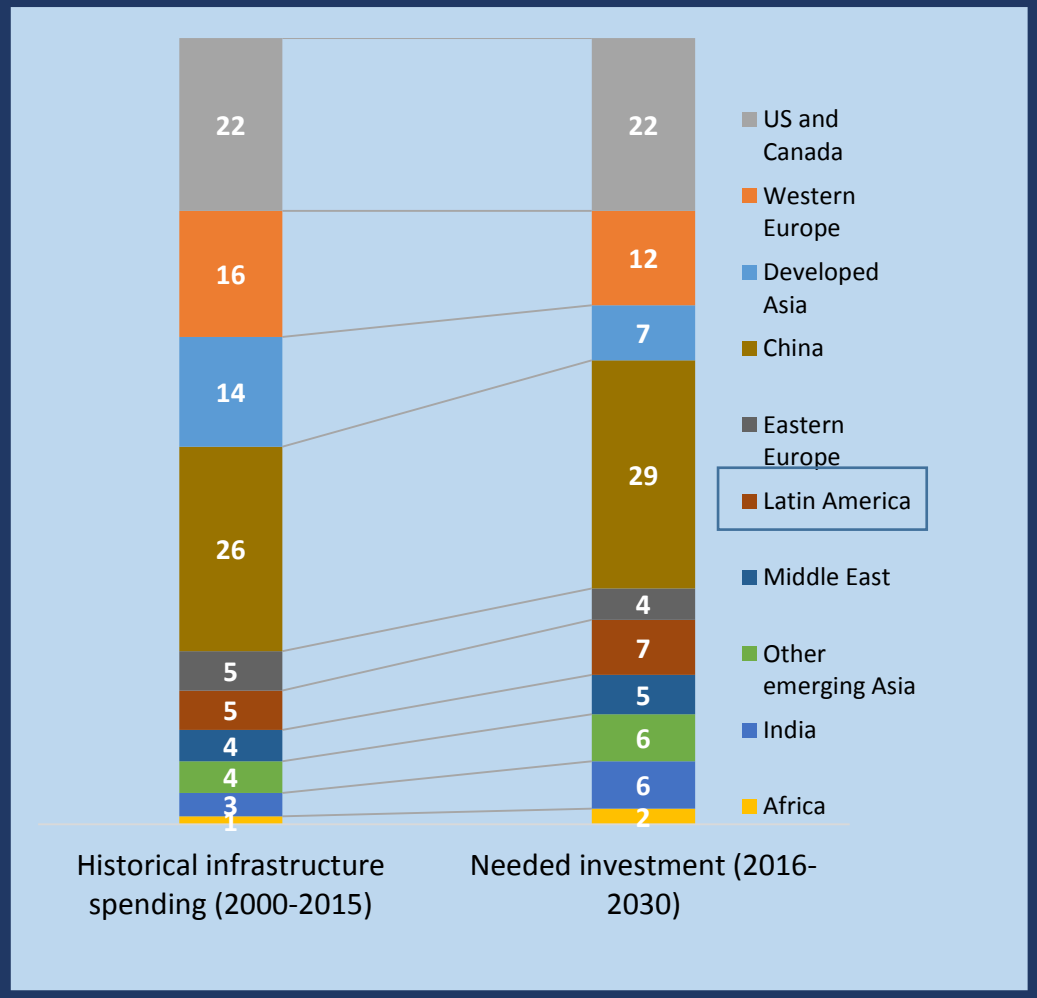
Infrastructure development and competitiveness



Contribution of the construction industry
to the world's GDP is estimated at 10%

Impact in the world economy is much higher

Requirements in infrastructure investment (2016-2030): US$49,1 trillion

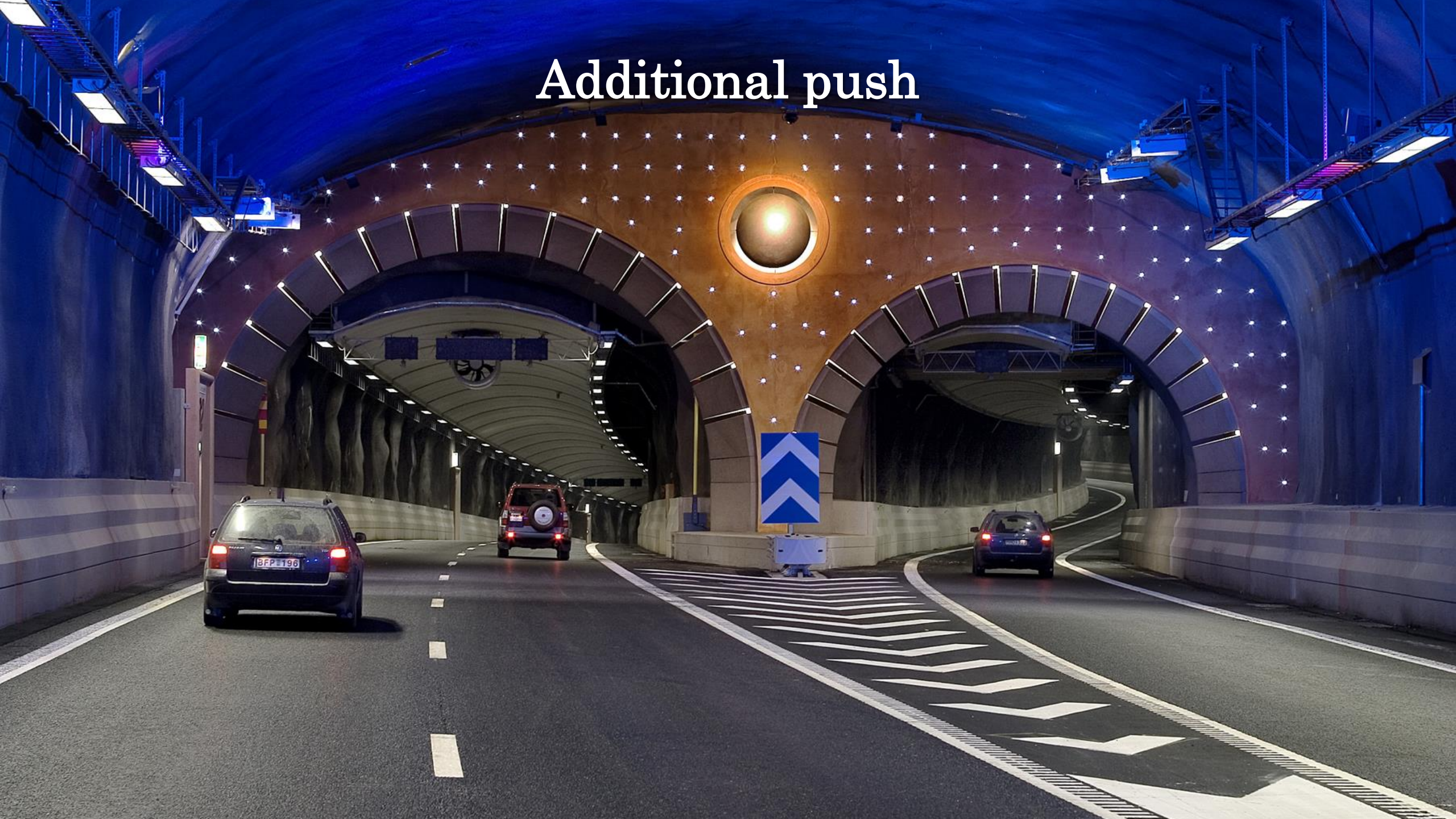


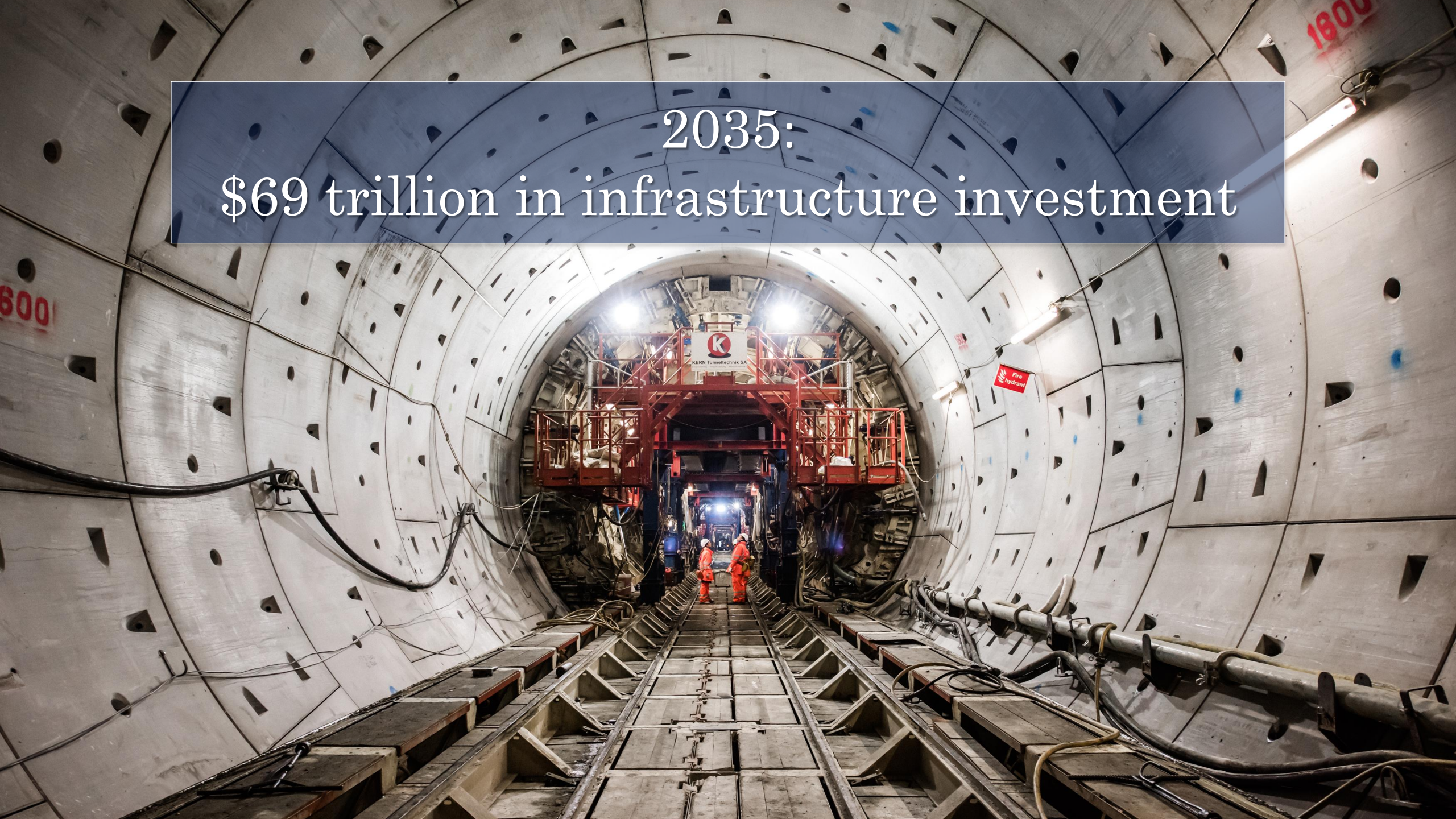
60% of total in emerging economies

Figure adapted from McKinsey data

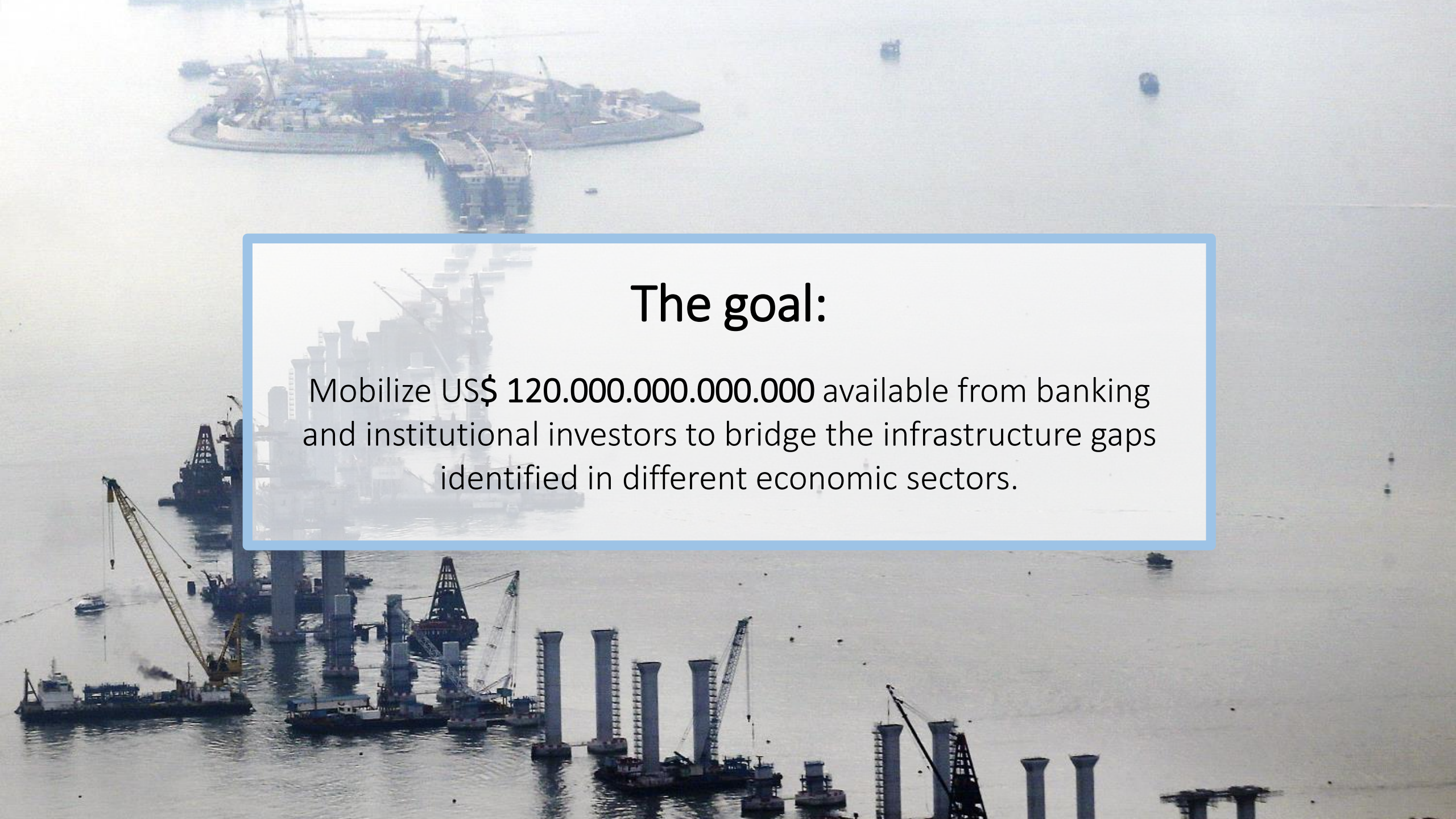
Global investment in infrastructure between 2016-2030
3,8% of GDP

Additional push





2035:
$69 trillion in infrastructure investment



The goal:

Mobilize US**$ 120.000.000.000.000** available from banking and institutional investors to bridge the infrastructure gaps identified in different economic sectors.

FUNDING AVAILABILITY

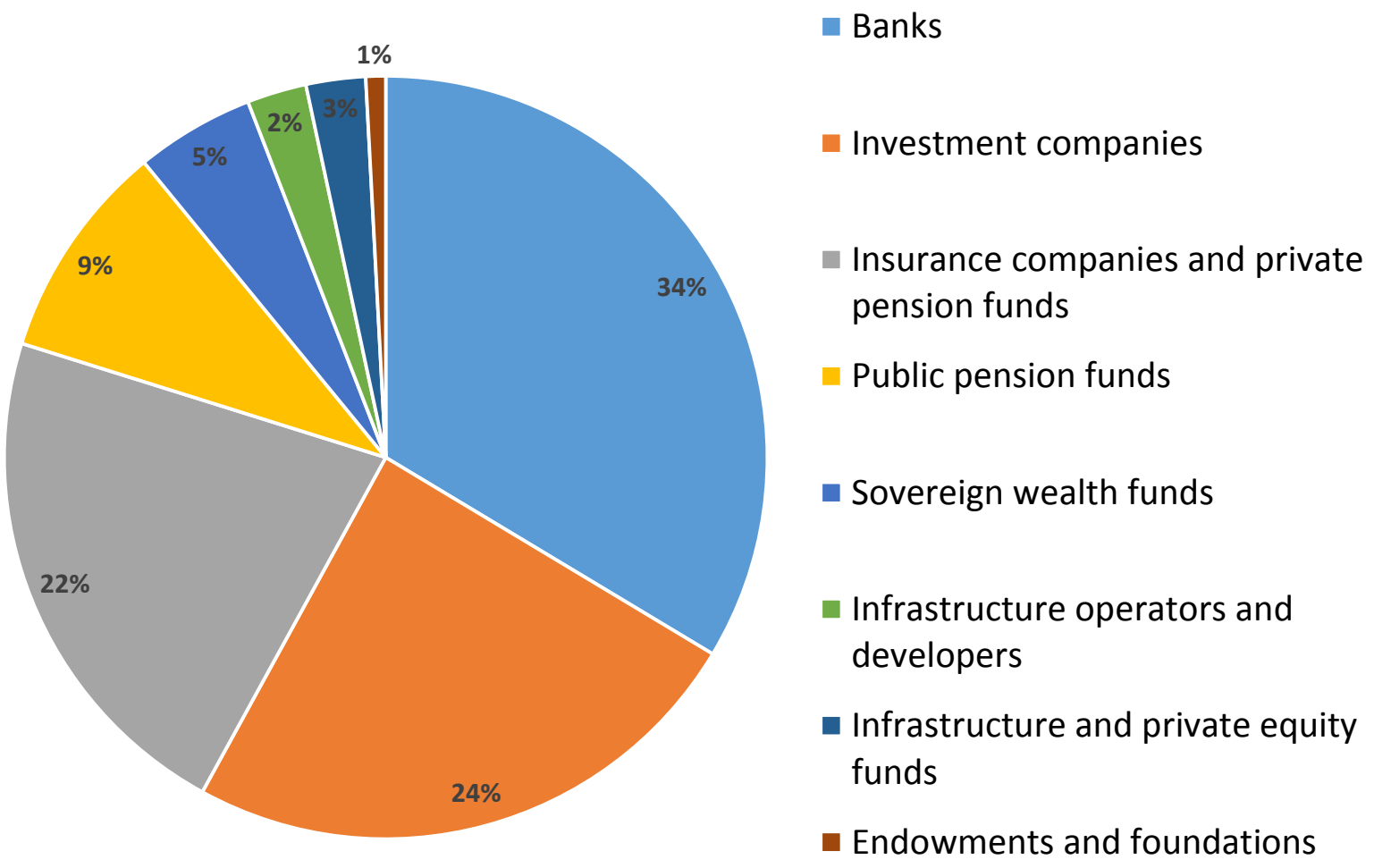
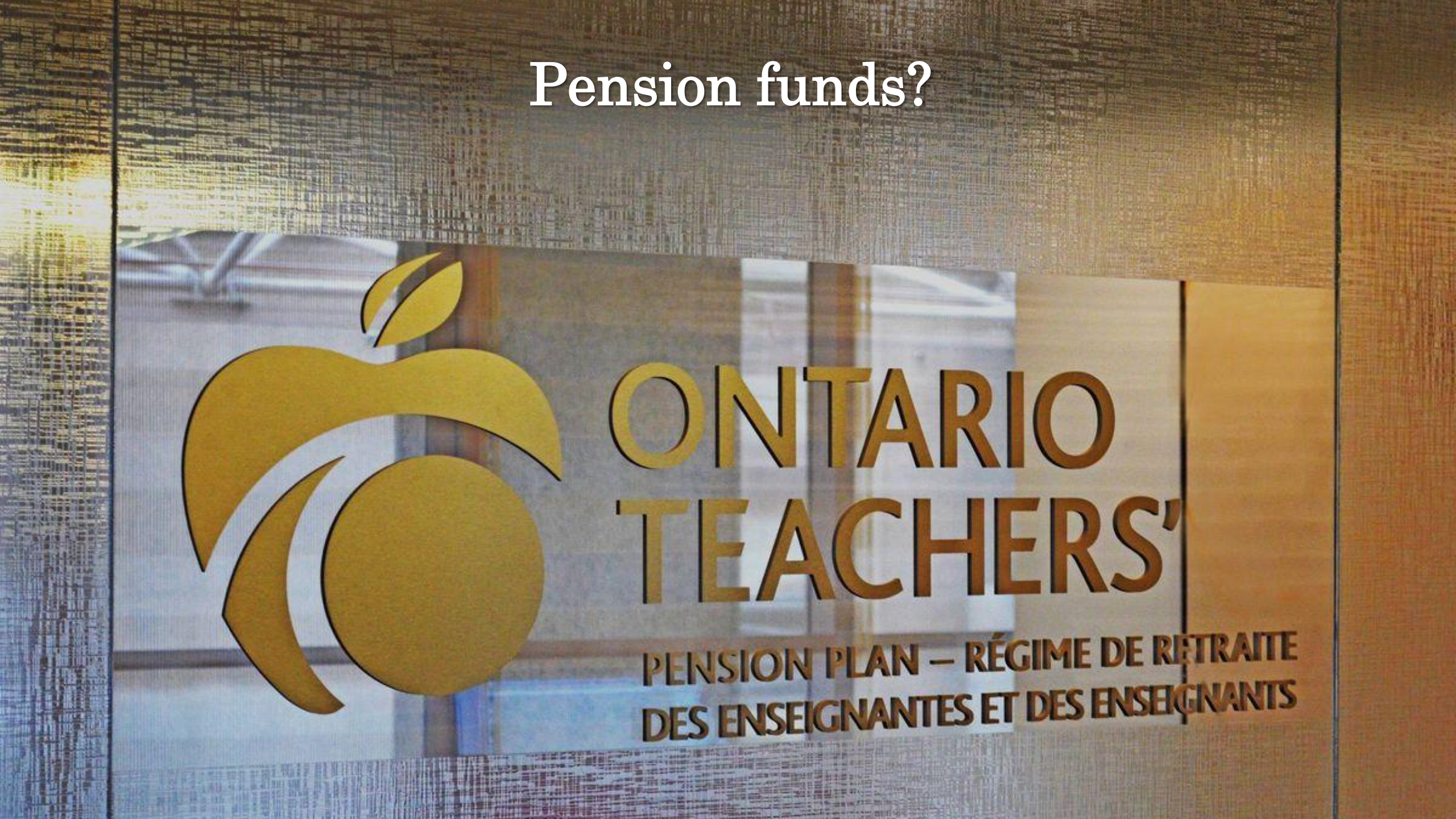


Figure adapted from McKinsey data.

How can we unlock this financing sources?

Pension funds?



Pipeline of suitable projects

National infrastructure plans

Concept development and project preparation units

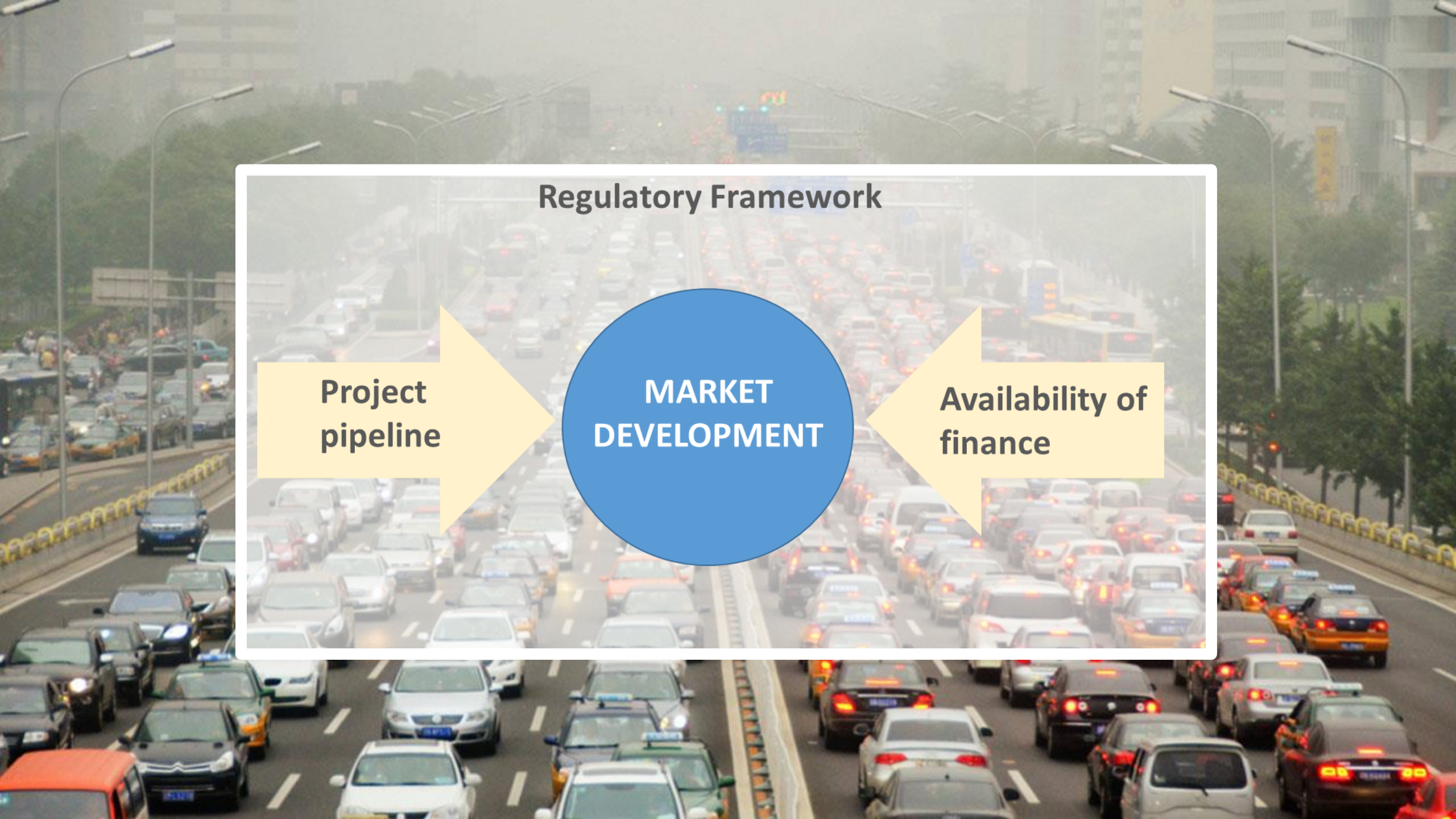
Bottleneck?

Infrastructure asset market

Standarization of project evaluation criteria

Project pooling

Government collaboration


Regulatory Framework
Project pipeline
MARKET DEVELOPMENT
Availability of finance

Private-public parterships

PPP still a low % of global investment

Concrete actions should take place

Thank you