



МЕЖДУНАРОДНЫЙ ДЕЛОВОЙ СОВЕТ
ПОДНИМАЕМ КЫРГЫЗСКУЮ ЭКОНОМИКУ

Cooperation with private sector

Conference

**“COPING WITH SHORT TERM RISKS AND
VULNERABILITIES &
ACCELERATING LONG TERM GROWTH”**

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To recognize signals from private sector and implement effective reforms, it is necessary to have the mechanisms of cooperation between government and private sector in place

State policy
(Country Development Strategy, 2007-2010)

Efficient, considerable and constructive
private sector impact
on state policy

**Effectiveness of cooperation
with private sector**

Cooperation mechanisms between private sector and state

1. Parliament
2. Investment Council under the President of the KR
3. Ministry of economic development and trade
4. Open meetings and round tables organized by business associations



PS and State interrelationship will be effective only when both sides will meet their mutual needs

Today

State



Is responsible for economic management, determines goals and directions of economic development

Tomorrow

PS



Timely signals to authorities the problems to be resolved



While recognizing benefits of a partnership with PS
in the course of reforms implementation,
state also sees its threats

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New jobs creation

Alleviation of social tension

Reduction of budget expenditures

Social responsibility of business

Demand for authorities to be transparent

Demand for authorities to be more responsible

Civil society strengthening



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Direct participation:
Dependence on political figures

Information pressure:
Loss of feed-back due to human factor presence

ADB:
New tool



Decree of the President of the Kyrgyz Republic “About some measures on optimization of the regulatory system in the Kyrgyz Republic” – July 23, 2007 # 344

Policy objectives:

1. Improvement of administrative link between government bodies and business entities
2. Non-admission of issuing economically non-appropriate and inefficient regulations
3. Barriers elimination for business activities development



Risks of regulatory policy:

From the side of private sector:

- Quality of remarks
- Terms
- Arguments for preparation of the documents
- Formal discussions with the authorities ...



Risks of regulatory policy :

From the side of state bodies:

- Formal “game” discussion
- Violation of procedures
- Technical difficulties not allowing to familiarize with documents
- Absence of alternatives’ analysis



Conclusions: Qualification and motivation of partners on reform program

State

PS

LEADERSHIP FROM ABOVE

**Constructiveness and
argumentativeness of
suggestions**

USEFUL NORMS

Corrupted practice's rejection

**ABSENCE OF THE CONFLICT
OF INTEREST**

**Standards of transparent
corporative governance**



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Thank you for attention!

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