

1998

# Privatization and Emerging Equity Markets

ĐẠI HỌC QUỐC GIA HÀ NỘI  
TRUNG TÂM THÔNG TIN THƯ VIỆN

A-ĐD/4372

Co-published by The World Bank and Flemings  
Washington, D.C.

GIFT OF THE ASIA FOUNDATION  
NOT FOR RE-SALE

QUÀ TẶNG CỦA QUỸ CHÂU Á  
KHÔNG ĐƯỢC BÁN LẠI



# Contents

---

**Foreword      vi**

Jean-François Rischard and William Garrett

**Preface      viii**

Ira W. Lieberman and Christopher D. Kirkness

**Contributors      x**

**Part I Introduction**

**1.1 Overview of Privatization and Emerging Equity Markets      2**

Ira W. Lieberman and Robert Fergusson

**Part 2 Privatization Provides Critical Mass to Kick-Start New Stock Markets      16**

**2.2 Privatization and the New Securities Markets in the Czech Republic, Poland, and Russia      18**

Gary J. Fine and Enna Karlova

**2.3 Peru's Privatization Program, 1990–96      32**

Richard Cabello and David Shiguiyama

**2.4 China's Efforts to Raise Capital through Privatization      42**

Cristina Rueda

**Part 3 Privatization Supplies Investment Opportunities that Deepen Existing Stock Markets      48**

**3.5 Morocco's Case-By-Case Privatization Program      50**

Olivier Frémond

**3.6 Privatization and Equity Markets in Mexico and Argentina      58**

Mike Lubrano and Luis Urrutia

**3.7 Privatization and Capital Market Development in Turkey and Egypt      76**

Ira W. Lieberman



**Part 4 Privatization Often Receives a Crucial Boost from Telecommunications 86**

**4.8 The Flagship Role of Telecom Privatizations 88**

Phumchai Kambhato

**4.9 Privatizing and Regulating Telecommunications 104**

Ioannis N. Kessides

**Part 5 Privatization Generates New and Broader Types of Investor Participation 114**

**5.10 American Depositary Receipts, Global Depositary Receipts, and Other New Financing Instruments 116**

Phumchai Kambhato

**5.11 The Evolution of Emerging Market Equity Funds 124**

Ira W. Lieberman

**5.12 Pension Funds, Capital Markets, and Privatization in Chile, Bolivia, Singapore, and Peru 128**

Carol Gabyzon

**5.13 Broad Ownership Schemes in Chile, Malaysia, and the Kyrgyz Republic 136**

Gary J. Fine