

RESOLUTION NO.278

2023 NET INCOME ALLOCATION

THE BOARD OF GOVERNORS

Having considered and being in agreement with the *‘Report of the Board of Directors to the Board of Governors: 2023 Net Income Allocation’* (the “Report”);

Having noted from the Report that the Board of Directors recommends that, after making provisions for reserves and, if necessary, against possible losses under Article 17 of the Agreement Establishing the EBRD (the “EBRD Agreement”), a portion of the EBRD’s net income for 2023 should be allocated to other purposes, and a portion should be allocated to surplus;

Acknowledging that the net income allocation proposals are made in due consideration of the framework of a set of principles approved by the Board of Directors that aim to balance the demands on the EBRD’s net income with the importance of the Bank retaining capital to support financial sustainability and to pursue its strategic objectives;

Recognising that the impact of the EBRD’s operational activity on the transition process in its countries of operations has been substantial and that it was achieved with the aid of technical assistance and other support;

Further recognising the importance of the EBRD Shareholder Special Fund in supporting the Bank’s strategic priorities; and the role it can play in supporting the Bank’s interventions in Ukraine, alongside the donor financial support that the Bank is able to mobilise for this aim;

Recognising the EBRD’s impactful engagement in the West Bank, acknowledging the importance of the Bank’s long term commitment to foster development and transition in the West Bank and Gaza, and recognising that a net income allocation to the EBRD Trust Fund for West Bank and Gaza is necessary in order to ensure sustainable resourcing of its operations and activities; and

Noting that the EBRD’s reserves and capital adequacy, as of the date of this Resolution, would allow the Bank to allocate to other purposes, from its 2023 net income, in accordance with Article 36.1 of the EBRD Agreement,

RESOLVES THAT:

In accordance with Article 36.1 of the EBRD Agreement, an amount of EUR 177 million from the Bank's 2023 net income – after making provisions for reserves, and, if necessary, against possible losses under Article 17 of the EBRD Agreement – shall be allocated to other purposes as set out below, and the balance shall be allocated to surplus.

- (a) EUR 157 million to the EBRD Shareholder Special Fund. From the overall amount allocated to the EBRD Shareholder Special Fund and any returns, recoveries, reflows, reimbursements, and income deriving from such allocated amount, not less than 95% shall be used to support ODA countries; and
- (b) EUR 20 million to the EBRD Trust Fund for West Bank and Gaza.

(Adopted 6 December 2024)