

PUBLIC

**DOCUMENT OF THE EUROPEAN BANK
FOR RECONSTRUCTION AND DEVELOPMENT**

**MINUTES OF THE BOARD MEETING OF
2 NOVEMBER 2016**

PUBLIC

Meeting of the Board of Directors – 2 November 2016
List of Attendance

Chairman	President
First Vice President	Phil Bennett
Secretary General	Enzo Quattrociocche
General Counsel	Marie-Anne Birken

Directors	Alternate Directors
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Scott Allen	Soomin Park
Phillip Barresi	Abel Mateus
Anthony Bartzokas	Gustave Gauquelin
Raphaël Bello	
Douglas Nevison	
Evren Dilekli	Dragoş Andrei
Raffaella Di Maro	
Harold Freeman	
	Arnar Másson
Zbigniew Hockuba	Kalin Mitrev
Ove Jensen	Aloyzas Vitkauskas
Heinz Kaufmann	Artem Shevaley
Yosuke Kawakami	Makoto Honda
Johannes Koskinen	Dag Holler
	László Havas
Denis Morozov	
Antonio Oporto	Pablo Gasós
Horst Reichenbach	
Johannes Seiringer	
Jean-Louis Six	
Klaus Stein	Johann Ernst
Andris Vilks	
Frans Weekers	Jaap Rooimans

Secretariat

Colm Lincoln
Irena Postlova

Staff

Betsy Nelson
András Simor
Hans Peter Lankes
Jonathan Charles
Hildegard Gacek
Francis Malige
Nick Tesseyman
Mattia Romani
Sergei Guriev
Aida Sitdikova
Sue Goeransson
Pierre Biedermann
Mike Taylor

1. Adoption of the Agenda

- The Agenda was approved.
- The Board of Directors noted that, since the previous meeting, the following items had been approved on a no-objection basis:

On 27 October 2016

- Financial Intermediary and Private Enterprises Investment Special Fund (the Fund) – Amendment to the Rules and Regulations

On 28 October 2016

- Shareholder Special Fund: Tajikistan: Improving the climate resilience of Tajikistan's Hydropower Sector - Qairokkum HPP Capacity Building (USD 998,920)

On 1 November 2016

- Jordan: Jordan MSME Framework - Jordan Ahli Bank (Under Regional: Small Business Initiative - Restructuring And Consolidating EBRD Operational Facilities For SMEs - Financial Intermediary Framework)
- Business Continuity Management Policy – Annual Update

2. Minutes of the Board Meeting of 27 September 2016

Minutes of the Board Meeting of 4 October 2016

Minutes of the Board Meeting of 19 October 2016

- The Board of Directors approved the Minutes and Addenda of 27 September, 4 October and 19 October 2016.

3. 2016 Review of the Capital Adequacy Policy

Report by the Chair of the Financial and Operations Policies Committee

- The Board of Directors approved the 2016 Review of the Capital Adequacy Policy.

4. Transition Concept Review

Report by the Chair of the Financial and Operations Policies Committee

- The Board of Directors approved the following principles, as further articulated in the Transition Concept Review and reflecting the updated EBRD transition concept:
 - (i) The Bank's mandate is to foster sustainable market economies.
 - (ii) A sustainable market economy is competitive, well-governed, green, inclusive, resilient and integrated.
 - (iii) The framework of priorities and measurements against which the transition impact of Bank operations is assessed should reflect country circumstances.
- The Bank will apply these principles in carrying out its transition mandate.

5. Kazakhstan: Samruk-Energy Transformation Loan

- The Board of Directors approved a multicurrency loan of the amount of up to EUR 100 million equivalent to JSC Samruk-Energy, a state owned power utility, to support the company in the privatisation process as part of Samruk-Kazyna Transformation and Privatization strategy. The loan proceeds will be used towards balance sheet restructuring.

6. Morocco: Saïss Water Conservation Project

- The Board of Directors approved a sovereign loan of EUR 120 million to Morocco to co-finance a water transfer pipeline from the M'Dez dam to the Saïss plain. The project will promote sustainable water management and resilience to climate change in the Saïss plain.

7. Egypt: QNB Alahli SME Loan (under Financial Intermediary Framework ("FIF")) and Egypt: QNB Alahli (under Egypt Sustainable Energy Financing Facility ("EgyptSEFF"))

- The Board of Directors approved (i) a loan under the Financial Intermediary Framework in the amount of up to USD 100 million (EUR 89.5 million) for on-lending to SMEs, guaranteed by the borrower's parent Qatar National Bank; and (ii) a loan under EgyptSEFF in the amount of up to USD 40 million (EUR 35 million), of which USD 20 million is expected to be co-financed by the European Investment Bank, under the same conditions. The SME loan will increase the availability of finance to private SMEs. The EgyptSEFF loan will promote the expansion of energy efficiency and renewable energy lending in Egypt.

8. Other Business

No decisions were taken under Other business.