

PUBLIC

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

**MINUTES OF THE BOARD MEETING OF
8 APRIL 2015**

PUBLIC

Meeting of the Board of Directors – 8 April 2015
List of Attendance

Chairman
First Vice President
Secretary General
General Counsel

President
Phil Bennett
Enzo Quattrocioche
Marie-Anne Birken

Directors

Tamsyn Barton
Anthony Bartzokas
Raphaël Bello
Anna Brandt
Sang Goo Byun
Claire Dansereau
Evren Dilekli

Alternate Directors

Michel Grilli
Abel Mateus
Gustave Gauquelin
Anna Björnermark
Bob McMullan
Dragoş Andrei

Seán Donlon
Toshiyuki Furui
Ole Hovland
Heinz Kaufmann

Dante Brandi
Ove Jensen
Makoto Honda
Jorma Korhonen

Denis Morozov

Luyen Tran
Zbigniew Hockuba
Sergey Verkashanskiy
Klára Król

Jonathan Ockenden
Antonio Oporto
Joachim Schwarzer
Johannes Seiringer
Jean-Louis Six

Enrique Bal
Joachim Steffens

Paul Vlaanderen

Peter Basch
Ronald Elkhuisen

Secretariat

Colm Lincoln

Irena Postlova

Staff

Luise Hölscher
Philippe Le Houerou
Betsy Nelson
András Simor

Mahir Babayev
Oleg Levitin
Paulo Sousa
Mattia Romani
James Hyslop

Hans Peter Lankes
Olivier Descamps
Hassan El Khatib
Francis Malige
Jean-Marc Peterschmitt
Riccardo Puliti
Josué Tanaka
Claudio Viezzoli

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 26 March 2015

- Shareholder Special Fund: Turkey: Izmir Metro Project – Policy Dialogue & Development of KPIs (EUR 550,000)
- Regional: Picasso

On 27 March 2015

- Special Funds' Financial Statements 2014
- Salary of the Vice Presidents: 2015 Adjustment
The Directors for Canada, the Netherlands, Sweden and the United Kingdom asked to be recorded as voting against.
- Salary of the President: 2015 Adjustment
The Director for the Netherlands asked to be recorded as voting against.

On 29 March 2015

- Report by the Chairman of the Audit Committee on the Classification, Distribution and Information Security Criteria for New Board Documents and Current BOLDNET Documents

On 30 March 2015

- Classification, Distribution and Information Security Criteria for New Board Documents and Current BOLDNET Documents

On 31 March 2015

- Shareholder Special Fund: Moldova: Moldova-Romania Power Interconnection Feasibility Study (EUR 3,000,000)
- Report by the Chairman of the Audit Committee on the Special Funds Financial Statements 2014

2. Minutes of the Board Meeting of 25 February 2015

- The Board of Directors approved the Minutes of 25 February 2015.

**3. Report of the Board of Directors to the Board of Governors: 2015 Annual Meeting – Strategic and Capital Framework 2016-2020
Report by the Chair of the Financial and Operations Policies Committee
Report by the Chair of the Budget and Administrative Affairs Committee**

- The Board of Directors approved the Report of the Board of Directors to the Board of Governors: 2015 Annual Meeting – Strategic and Capital Framework 2016-2020.

**4. Report of the Board of Directors to the Board of Governors: 2015 Annual Meeting – Review of the Redemption of Callable Capital
Report by the Chair of the Financial and Operations Policies Committee**

- The Board of Directors approved the Report of the Board of Directors to the Board of Governors: 2015 Annual Meeting – Review of the Redemption of Callable Capital.

**5. Country Strategy Updates 2015
Report by the Chair of the Financial and Operations Policies Committee**

- The Board of Directors took note of the Country Strategy Updates 2015.
- The Board of Directors approved the Bank's engagement in pre-privatisation support for Belinvestbank as an exception to the Strategy for Belarus and potentially involving the following activities: (i) MSME credit lines and Trade Facilitation Programme, (ii) institution building programme, and (iii) equity investment. Any transactions under this engagement will be submitted separately to the Board of Directors for approval.

6. Regional: Livonia Partners Fund I

- The Board of Directors approved an equity investment of up to EUR 17 million in favour of Livonia Partners Fund I, a private equity fund focussed on making equity and quasi-equity investments primarily in small and medium-sized and small mid-cap companies operating in Estonia, Latvia and Lithuania, with the objective of achieving long-term capital growth.

7. Romania: Iasi County Solid Waste Management

- The Board of Directors approved a loan of up to EUR 5.2 million to the County of Iasi for critical investments in the County's Integrated Waste Management System. The funds will be used to aid in the restructuring of the existing solid waste management set-up and introduce private operators to provide waste management services in line with EU standards.

8. Regional: Small Business Initiative – Restructuring and Consolidating EBRD Operational Facilities for SMEs

- The Board of Directors approved the consolidation of the operational facilities related to SME business and the creation of the following three new frameworks:
 - (i) the Financial Intermediary Framework (FIF), which will cover all existing and potential countries of operations and will collapse 25 existing FI facilities devoted to MSME business;
 - (ii) the Risk Sharing Framework (RSF), which will incorporate two separate products: (a) the Direct Risk Sharing (DRS), which will replace the Medium Size Co-financing Facility (MCFF) and will be expanded to all existing and potential countries of operations; and (b) the Portfolio Risk Sharing (PRS), a new product, which is currently under preparation; and
 - (iii) the Direct Finance Framework (DFF), which will consolidate four existing facilities devoted to direct investments: the Direct Lending Facility (DLF), the Direct Investment Facility (DIF), the Local Enterprise Facility (LEF) and the Medium Size Project Facility (MSPF), and will cover all existing and potential countries of operations.
- The Board of Directors also approved the allocation of headroom for delegated approval for exposures of EUR 10 million or less under the three new frameworks for the next 12 months, as follows: (1) FIF – EUR 300 million; (2) DRS – EUR 60 million; and (3) DFF – EUR 250 million.

9. Other Business

No decisions were taken under other business.