



EUROPEAN BANK
for Reconstruction and Development

The financial statements for the Bank for the year ended 31 December 2015 were audited on 24 February 2016 and reviewed by the Board of Directors on 24 February 2016 and have been transmitted to the Board of Governors for approval at the Annual Meeting on 11-12 May 2016

Income statement

For the year ended 31 December 2015	Year to 31 December 2015 €million	Year to 31 December 2014 €million
Interest and similar income		
From Banking loans	1,127	1,043
From fixed-income debt securities and other interest	81	109
Interest expense and similar charges	(139)	(90)
Net interest expense on derivatives	(170)	(199)
Net interest income	899	863
Net fee and commission income	28	14
Dividend income	82	109
Net gains/(losses)from share investments at fair value through profit or loss	197	(748)
Net (losses)/gains from loans at fair value through profit or loss	(44)	3
Net gains from loans at amortised cost	3	7
Net gains from Treasury assets held at amortised cost	4	7
Net gains from Treasury activities at fair value through profit or loss and foreign exchange	114	4
Fair value movement on non-qualifying and ineffective hedges	(171)	(34)
Impairment provisions on Banking loan investments	120	(440)
Impairment provisions on guarantees	1	2
General administrative expenses	(401)	(329)
Depreciation and amortisation	(30)	(26)
Net profit/(loss)for the year from continuing operations	802	(568)
Transfers of net income approved by the Board of Governors	(360)	(155)
Net profit/(loss) after transfers of net income approved by the Board of Governors	442	(723)
Attributable to:		
Equity holders	442	(723)

Statement of comprehensive income

	Year to 31 December 2015 €million	Year to 31 December 2014 €million
For the year ended 31 December 2015		
Net profit/(loss) after transfers of net income approved by the Board of Governors	442	(723)
Other comprehensive expense		
1. Items that will not be reclassified subsequently to profit or loss		
Share investments designated as fair value through other comprehensive expense	(7)	(1)
Actuarial losses on defined benefit scheme	(6)	(5)
Cash flow hedges	-	(4)
2. Items that may be reclassified subsequently to profit or loss		
Cash flow hedges	-	-
Total comprehensive income/(loss)	429	(733)
Attributable to:		
Equity holders	429	(733)

Balance Sheet

At 31 December 2015	€million	31 December 2015 €million	€million	31 December 2014 €million
Assets				
Placements with and advances to credit institutions	11,724		10,612	
Debt securities				
At fair value through profit or loss	747		106	
At amortised cost	11,329		11,688	
	12,076		11,794	
Collateralised placements	13		57	
		23,813		22,463
Other financial assets				
Derivative financial instruments	4,596		4,978	
Other financial assets	335		345	
		4,931		5,323
Loan investments				
<i>Banking portfolio:</i>				
Loans at amortised cost	21,817		20,358	
Less: Provisions for impairment	(1,083)		(1,209)	
Loans at fair value through profit or loss	339		338	
		21,073		19,487
Share investments				
<i>Banking portfolio:</i>				
At fair value through profit or loss	5,033		5,069	
<i>Treasury portfolio:</i>				
Share investments at fair value through other comprehensive income	63		62	
		5,096		5,131
Intangible assets		63		43
Property, technology and office equipment		50		40
Total assets		55,026		52,487
Liabilities				
Borrowings				
Amounts owed to credit institutions and other third parties	2,590		2,534	
Debts evidenced by certificates	34,280		32,922	
		36,870		35,456
Other financial liabilities				
Derivative financial instruments	2,993		2,430	
Other financial liabilities	577		452	
		3,570		2,882
Total liabilities		40,440		38,338
Members' equity attributable to equity holders				
Paid-in capital	6,202		6,202	
Reserves and retained earnings	8,384		7,947	
Total members' equity		14,586		14,149
Total liabilities and members' equity		55,026		52,487
Memorandum items				
Undrawn commitments		12,959		11,531