

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

**MINUTES OF THE BOARD MEETING OF
26 JUNE 2012**

Meeting of the Board of Directors – 26 June 2012
List of Attendance

Chairman
First Vice President
Secretary General
General Counsel

President
Varel Freeman
Enzo Quattrocioche
Emmanuel Maurice

Directors

Memduh Akçay
Kurt Bayer
Alain de Cointet
Toshiyuki Furui
Werner Gruber
Thomas Hackett
Zbigniew Hockuba
Ole Hovland
James Hudson
Suzanne Hurtubise
András Kármán
Giorgio Leccesi
Vassili Lelakis
Abel Mateus
Bob McMullan
Pedro Moriyón

Alternate Directors

Eran Pollak
Jérôme Baconin
Nobuyuki Oyama
Artem Shevaley

Stefka Slavova
Jorma Korhonen

Klára Król
Gianluca Grandi
Peter Basch
Anthony Bartzokas

Enrique Bal
Sergey Verkashanskiy

Jonathan Ockenden
Eoin Ryan
Joachim Schwarzer
Jean-Louis Six
Eva Srejber
Paul Vlaanderen

Ole Blöndal
Herbert Junk
Irena Sodin
Kalle Killar
Jan Maas

Secretariat

Nigel Carter
Colm Lincoln

Nikola Milushev

Staff

Betsy Nelson

Olivier Descamps
Jean-Marc Peterschmitt
Nick Tesseyman

Jonathan Charles
Alan Rousso

Jean-Patrick Marquet
Lin O'Grady
Phil Cornwell
Noel Edison
Dariga Sambayeva
Terry McCallion
Francis Malige
Oksana Pak
Kevin Bortz
Ana Berenguel
Anna Chmielewska
Frederic Lucenet
Patryk Borzecki

1. Adoption of the Agenda

- The agenda was approved.

2. Executive Session: Vice President, Operational Policies

- No decision was taken under this heading.

3. Resumption of Meeting

- The Secretary General reported that the following item had been approved by the Board on a no-objection basis:

On 18 June:

- Clarification of the Benefit Changes

**4. Minutes of the Board Meeting of 29 May 2012
Minutes of the Board Meeting of 13 June 2012**

- The Board approved the minutes of the meetings of 29 May and 13 June 2012.

5. Municipal and Environmental Infrastructure Sector Strategy

- Report on the Invitation to the Public to Comment

- Report by the Chairman of the Financial and Operations Policies Committee

- The Board approved the Municipal and Environmental Sector Strategy.

6. Russian Federation: RBRU Diversified Payment Rights Securitisation

- The Board approved a long-term securitisation investment in a bond of up to USD 50 million (EUR 38 million) to ZAO Raiffeisenbank. The proceeds from the investment will be used to support the development of mortgage lending in the Russian Federation. The transaction will re-introduce structured finance instruments to Russian market.

7. Turkey: Mid-Size Sustainable Energy Financing Facility - Extension (MIDSEFF II) – Isbank

- The Board approved an investment of up to EUR 50 million in notes secured by Diversified Payment Rights that will be issued under Isbank's existing DPR programme and up to EUR 50 million of a direct exposure to selected sub-

projects under a Risk Participation Agreement with Isbank under the Mid-Size Sustainable Energy Financing Facility Extension - MidSEFF II. The EBRD funding will be used to finance mid-size renewable energy, waste-to-energy and industrial energy efficiency investments.

8. Turkey: Turkey Agribusiness SME Financing Facility – Vakifbank

- The Board approved a senior loan to Turkiye Vakilar Bankasi of up to EUR 20 million equivalent to be demoninated in TRY under the Turkey Agribusiness SME Financing Facility. The funding will be used to finance SMEs operating in the agribusiness sector of Turkey.
- The funding will enable the company to support SMEs operating in the agribusiness sector in the priority geographical areas identified by the Government of Turkey.

9. Poland: Polskie LNG

- The Board approved a senior loan of up to PLN 300 million (approximately EUR 75 million equivalent) to OGP Gaz System SA, the Polish gas transmission system operator. The Bank's financing will be used for the construction of a Liquefied Natural Gas (LNG) re-gasification terminal in Świnoujście, Poland.

10. Slovak Republic: GETRAG FORD Transmissions

- The Board approved a senior loan of up to EUR 50 million to the GETRAG FORD Transmissions Slovakia s.r.o.
-
- The operation will support a capex plan focused on capacity expansion of the Kechnec plant and an R&D programme.

11. Regional: Metsä Tissue – Senior Loan

- The Board approved a loan of EUR 35 million to Metsä Tissue, a leading European supplier of tissue and cooking paper. The loan will be used to finance the company's capital expenditures, in particular its state of the art energy efficiency investment programme.

12. Other Business

- No decision was taken under this heading.

Executive Session: Contract of the President
Report by the Chair of the Budget and Administrative Affairs Committee on the
Contract of the President

- The Board approved a Report to the Chair of the Board of Governors concerning the terms and conditions of the contract of service between the Bank and the President-elect.