

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

**MINUTES OF THE BOARD MEETING OF
17 OCTOBER 2012**

Meeting of the Board of Directors – 17 October 2012
List of Attendance

Chairman	President
First Vice President	Varel Freeman
Secretary General	Enzo Quattrociocche
General Counsel	Emmanuel Maurice

Directors	Alternate Directors
Memduh Akçay	Virginia Gheorghiu
Kurt Bayer	Eran Pollak
Alain de Cointet	Jérôme Baconin
Toshiyuki Furui	Nobuyuki Oyama
Michel Grilli	
Werner Gruber	Artem Shevaley
Zbigniew Hockuba	Stefka Slavova
Ole Hovland	Jorma Korhonen
James Hudson	
Suzanne Hurtubise	
András Kármán	Klára Król
Giorgio Leccesi	Marco Mancini
Vassili Lelakis	Peter Basch
Abel Mateus	Anthony Bartzokas
Pedro Moriyón	Enrique Bal
Denis Morozov	Sergey Verkashanskiy
Jonathan Ockenden	
Eoin Ryan	Ole Blöndal
Joachim Schwarzer	
Jean-Louis Six	Irena Sodin
	Bob McMullan
Eva Srejber	Kalle Killar
Paul Vlaanderen	Jan Maas

Secretariat
Nikola Milushev

Staff	
Betsy Nelson	Kevin Bortz
Hans Peter Lankes	Gabriel de Lastours
Erik Berglöf	Nandita Parshad
	Grzegorz Zielinski
Jean-Marc Peterschmitt	Harry Boyd-Carpenter
Riccardo Puliti	Sue Barrett
Nick Tesseyman	Elena Gordeeva
	Borja Carsi
Jonathan Charles	Jean-Patrick Marquet
Alistair Clark	Svetlana Radchenko
David Klingensmith	Gilles Mettetal
Alan Rousso	Wojtek Boniaszczuk
	Henry Russell
	Milos Kotic

1 Opening of the Meeting and Adoption of the Agenda

- The agenda was approved, including an additional item regarding the internal procedure and modalities in connection with accession and membership application of Kosovo.
- The Secretary General reported that the following item had been approved by the Board on a no-objection basis:

On 11 October:

The Termination of the EBRD/Italy Western Balkans Local Enterprise Facility Contribution Agreement

- The Secretary General reported that funding from the Shareholder Special Fund had been approved for the following items on a no-objection basis:

On 8 October:

EUR 40,000 for the EGP project - Business Information Systems (Allevo) SRL, Romania

EUR 40,000 for the EGP project - iQuest I, Romania

On 9 October:

EUR 338,856 for Water along the Food Chain (Turkey, Ukraine, Kyrgyz Republic)

On 12 October:

EUR 770,000 for LTT/Mining Sector/Regulatory Capacity Development (Kyrgyz Republic)

2 Minutes of the Board Meeting of 18 September 2012 Minutes of the Board Meeting of 2 October 2012

- The Board approved the minutes of the meetings of 18 September and 2 October 2012.

3 Republic of Estonia: Country Strategy

- The Board approved the Country Strategy for Republic of Estonia.

4 Mining Operations Policy

- Report on the invitation to the public to comment

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

- The Board approved the Mining Operations Policy, which covers the Bank's financing for mining projects across its countries of operations and across sector teams. The Mining Operations Policy reflects the public consultation.

5 Poland: Kukinia Wind Project

- The Board approved a senior loan in the amount of up to PLN 280.2 million (EUR 68.3 million equivalent) to Aeolus Sp. z o.o., and an additional commitment of up to PLN 50 million (EUR 12.2 million equivalent) for an associated interest rate and foreign exchange hedging facility. The loan will be used to support the construction, commissioning and operation of a 52.9 MW Kukinia wind farm in northern Poland.

6 Jordan: IPP4 Al-Manakher Power Project

- The Board approved a loan of USD 100 million (EUR 78 million) and USD 10 million (EUR 8 million) and EUR 40 million in related interest rate and currency hedging facilities to AES Levant Holding BV Jordan PSC, a special purpose company incorporated in Jordan. These facilities will be used to finance the construction of a 240 MW peaking power plant.

7 Russian Federation: Bravo

- The Board approved the project.

8 Russian Federation: EBRD/RBRU Municipal Infrastructure Facility

- The Board approved:

(i) an unfunded risk participation facility of up to RUB 1,950 million with Raiffeisenbank Russia to finance small and medium-sized municipalities, municipal companies, private operators of municipal infrastructure and energy service companies in the Russian Federation, and

(ii) financing from the Shareholder Special Fund for the TC funding in the amount of EUR 800,000.

9 Georgia: Smart Retail

- The Board approved a loan of USD 26 million (EUR 21 million equivalent) to Smart Retail, JSC and Vellagio Development, Ltd. The loan will be used to finance expansion of Smart grocery retail chain in Georgia.

10 Serbia: Banca Intesa Beograd SME Credit Line II

- The Board approved a loan of EUR 30 million to Banca Intesa Beograd in Serbia. The proceeds of the loan will be used to provide medium term finance to small and medium sized enterprises in Serbia.

11 Membership of Kosovo

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

- The Board approved the Draft Report of the Board of Directors to the Board of Governors: Membership of Kosovo for transmittal to the Board of Governors, together with the Draft Resolution of the Board of Governors.

12 Other Business

- The Board approved the creation of a fifth Vice Presidency, as well as the terms of reference for the three Vice Presidents affected by changes – Vice President and Chief Risk Officer, Vice President and Chief Administrative Officer, and Vice President, Policy.