

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

**MINUTES OF THE BOARD MEETING OF
11 JUNE 2013**

Meeting of the Board of Directors – 11 June 2013
List of Attendance

Chairman	President
First Vice President	Phil Bennett
Secretary General	Enzo Quattrocioche
General Counsel	Emmanuel Maurice

Directors

Memduh Akçay
Claire Dansereau
Alain de Cointet
Toshiyuki Furui
Michel Grilli
Werner Gruber
Zbigniew Hockuba
Ole Hovland

András Kármán
Giorgio Leccesi
Vassili Lelakis
Abel Mateus

Denis Morozov
Jonathan Ockenden
Eoin Ryan
Joachim Schwarzer
Johannes Seiringer
Jean-Louis Six
In-chang Song
Eva Srejber
Paul Vlaanderen

Secretariat

Colm Lincoln

Staff

Betsy Nelson
Hans Peter Lankes
Erik Berglöf

Gavin Anderson
Josué Tanaka

Jonathan Charles
Joe Eichenberger
David Klingensmith

Alternate Directors

Jérôme Baconin
Nobuyuki Oyama

Artem Shevalev
Stefka Slavova
Jorma Korhonen
Christina Knowles
Klára Król

Peter Basch
Anthony Bartzokas
Enrique Bal
Sergey Verkashanskiy
Gary Roberts
Ole Blöndal
Joachim Steffens

Irena Sodin
Bob McMullan
Kalle Killar
Jan Maas

Stefano Bertozzi

Paulo Sousa
Nandita Parshad
Julien Mauduit
Grzegorz Zielinski
Sue Barrett
Julia Otto
Elena Gordeeva
Frederic Lucenet
Anna Tokarz
Claudia Pendred
Marilena Vuiu
Lin O'Grady
Josip Polic
Chloe Kibrik
Sylvia Gansser-Potts
Andreea Moraru
Alina Mircea

1 Adoption of the Agenda

Minutes

- The Agenda was approved.
- Following the last Board meeting, the following items were approved on a no-objection basis:

On 31 May:

- Report by the Chair of the Financial and Operations Policies Committee on Derogation of PSD Releases for Cross Currency Swap Projects

On 7 June:

- FYR Macedonia: Shareholder Special Fund – Business Segmentation & Fleet Management Advisory services for Railway Transport Company

2 Minutes of the Board Meeting of 1 May 2013 Minutes of the Board Meeting of 29 May 2013

Minutes

- The Board approved the minutes of 1 May 2013. Consideration of the minutes of 29 May was postponed.

3 Institutional Performance Report: First Quarter 2013 Quarterly Risk Report: First Quarter 2013 - Report by the Chair of the Budget & Administrative Affairs Committee - Report by the Chair of the Audit Committee

Minutes

- The Board approved the Institutional Performance Report: First Quarter 2013 and took note of the Quarterly Risk Report: First Quarter 2013.

4 FYR Macedonia: MEPSO

Minutes

- The Board approved a loan of up to EUR 25 million to MEPSO, the Macedonian electricity transmission system operator. The loan will be used to rehabilitate selected existing substations, implement equipment and software applications for remote supervision of selected substations, complete the optical ground wire network, and replace the oldest sections of the 110kV transmission lines.

5 Poland: ENERGA SMART GRID

Minutes

- The Board approved a senior loan of PLN 800 million (EUR 195 million equivalent) to the Polish energy company ENERGA SA. The loan will be used to strengthen the distribution business in Poland and finance a pioneering commercial roll-out of the advanced metering system, a key part of ENERGA's Smart Grid strategy.

6 Moldova: Moldova Roads Rehabilitation III Project

Minutes

- The Board approved a sovereign loan of up to EUR 150 million to Moldova. The loan will be used to support the rehabilitation of the national road network of Moldova, and to support road maintenance system reform and institutional strengthening of the State Road Administration.

7 Belarus: Kronospan OSB

Minutes

- The Board approved a two-tranche loan to Kronospan OSB FLLC in the aggregated amount of up to EUR 100 million to finance the construction and operation of an OSB wood panel manufacturing facility in Belarus.

8 Russian Federation: Kronospan Particleboard Project in Bashkortostan

Minutes

- The Board has approved a syndicated A/B loan of EUR 90 million to Kronospan Bashkortostan LLC. The loan will comprise an "A Loan" portion of up to EUR 45 million for the Bank's own account and a "B Loan" portion of up to EUR 45 million for the account of participants. The loan will be used to build and operate a state-of-the-art particleboard production line and melamine facing line in the Republic of Bashkortostan.

9 Regional: Meridian Properties N.V.

Minutes

- The Board approved the project.

10 Bosnia and Herzegovina: Cazin Wastewater Project

Minutes

- The Board approved a EUR 5 million sovereign loan to the state of Bosnia and Herzegovina for the Cazin Wastewater Project, to be on-lent through the Federation of Bosnia and Herzegovina to the Una-Sana Canton and the Municipality of Cazin, and further to the utility company “Vodovod” Cazin. The loan will be used to finance expansion of the wastewater collection network and for the partial reconstruction of the existing water supply network.

11 Romania: Regional EU Cohesion Funds Water Co-Financing Framework (R2CF) Extension –Sub-Project: Bacau

Minutes

- The Board approved a loan of EUR 16.4 million to Compania Regionala de Apa Bacau in Romania to co-finance water and wastewater investments as part of the company’s cohesion fund investment programme. The Board also approved an exception under paragraph 2.4 of the Bank Procurement Policies & Rules for the project to follow national procurement law, and a derogation from the Bank’s Operations Policy for Retroactive Financing.

12 Romania – Financial Institutions Bond Market Framework

Minutes

- The Board approved the project. Disclosure delayed in accordance with Section E.2 of the Public Information Policy.

13 Other Business