

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

**MINUTES OF THE BOARD MEETING OF  
29 OCTOBER 2013**

**Meeting of the Board of Directors – 29 October 2013**  
**List of Attendance**

**Chairman**  
**First Vice President**  
**Secretary General**  
**General Counsel**

President  
Phil Bennett  
Enzo Quattrocioche  
Emmanuel Maurice

**Directors**

Sang Goo Byun  
Claire Dansereau  
Alain de Cointet  
Evren Dilekli  
Seán Donlon  
Toshiyuki Furui  
Michel Grilli  
Werner Gruber  
Zbigniew Hockuba  
Ole Hovland

András Kármán  
Giorgio Leccesi  
Vassili Lelakis  
Abel Mateus  
Denis Morozov  
Jonathan Ockenden  
Antonio Oporto  
Joachim Schwarzer  
Johannes Seiringer  
Jean-Louis Six  
Eva Srejber  
Paul Vlaanderen

**Secretariat**

Colm Lincoln  
Milica Delevic

**Staff**

Louise Hölscher  
Betsy Nelson  
Manfred Schepers  
András Simor  
  
Gavin Anderson  
Olivier Descamps  
Natasha Khanjenkova  
Thomas Maier  
Alain Pilloux  
Jean-Marc Peterschmitt  
Riccardo Puliti  
Josué Tanaka  
Nick Tesseyman  
Erik Berglöf  
Jonathan Charles  
Hans Peter Lankes

**Alternate Directors**

Bob McMullan  
Brian Parrott  
Jérôme Baconin  
Virgina Gheorghiu  
Ole Blöndal  
Nobuyuki Oyama  
  
Artem Shevaley  
Stefka Slavova  
Jorma Korhonen  
Christina Segal-Knowles  
Klára Król  
Dante Brandi  
Peter Basch  
Anthony Bartzokas  
Sergey Verkashanskiy  
Gary Roberts  
Enrique Bal  
Joachim Steffens  
Eran Pollak  
Irena Sodin  
Anna Björnermark  
Ronald Elkhuizen

Nikola Milushev

Manfred Schepers  
Terry McCallion  
Dana Kupova  
Jean-Patrick Marquet  
Iliyana Tsanova  
Ekaterina Miroshnik  
Umed Saidov  
Frederic Lucenet  
Florence Bachelard-Bakal  
Artyom Sitnikov  
Gilles Mettetal  
Oona Schreiner  
Natalya Zhukova  
Nandita Parshad  
Roxana Simon  
Noel Edison  
Tatiana Moiseeva  
Eric Rasmussen  
Nicoleta Dima

## **1 Adoption of the Agenda**

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

On 16 October

- Regional: Shareholder Special Fund – TFP Crisis Response Training on utilisation of Cash Advances under TFP Revolving Credit Agreements (EUR 172,000)
- Regional: Shareholder Special Fund – Enhancing the EHSS Skills and Competence of Local Consultants in EBRD
- Croatia: Shareholder Special Fund – Rijeka Water and Wastewater Investment Project - Regional Water and Wastewater Consolidation Feasibility Study
- Regional: Shareholder Special Fund – Energy and Resource Efficiency Programme for the Corporate Sector

On 22 October

- Ukraine: Shareholder Special Fund – Ukraine Grain and Dairy Policy Dialogue
- Russian Federation: Sakha (Yakutia) Republican Municipal Services Development Programme - Proposal to use ‘Direct Contracting’ Procedures
- Russian Federation: Lomonosov District Heating Project – Renewal of Board Approval

On 28 October

- EBRD Shareholder Special Fund (“SSF”) – Non-TC project: Local Enterprise Facility (LEF) SEMED Risk Sharing

## **2 Minutes of the Board Meeting of 16 October 2013**

- Approval of the minutes of 16 October 2013 was postponed at the request of one Director.

**3 2013 Review of the Provisioning, Impairment and Loan Loss Reserve Policy Report by the Chairman of the Audit Committee**

- The Board approved the 2013 Review of the Provisioning, Impairment and Loan Loss Reserve Policy

**4 Proposals Regarding Transfers of SEMED Resources to Ordinary Capital Resources on Granting Recipient Country Status to Jordan, Morocco and Tunisia Report by the Chairman of the Financial and Operations Policies Committee**

- The Board approved the proposals regarding transfers of SEMED Resources to Ordinary Capital Resources on the granting of recipient country status to Jordan, Morocco and Tunisia

**5 Regional: Finance and Technology Transfer Centre for Climate Change (FINTECC)**

- The Board approved FINTECC, an incentive grant framework extended exclusively in support of a Bank lending or investment operation in Early Transition Countries and SEMED. The Framework will be established to promote best available climate technologies and techniques with low market penetration, which pursue GHG emission reductions or address climate change adaptation. Eligible recipients of the incentive grants will be private companies only. The incentive grant framework will be funded by Global Environment Facility, providing up to USD 7.85 million (EUR 5.79 million equivalent) for projects in ETC, and by Shareholder Special Fund, providing up to EUR 5 million for projects in SEMED region.
- The Board approved delegation to Ops Com or SBIC (as applicable) for approval of incentive grants under the Framework, supporting those projects delegated to Ops Com or SBIC

**6 Regional: Municipal Infrastructure Development Facility Report by the Chairman of the Financial and Operations Policies Committee**

- The Board approved a commitment to subscribe up to EUR 40 million in Class A Shares in the Municipal Infrastructure Development Facility (“MIDF”), a variable capital investment company incorporated under Luxembourg law. MIDF will work with local commercial banks to provide debt finance for

smaller infrastructure investments in municipalities and utility companies in Albania, Bosnia and Herzegovina, Kosovo, FYR Macedonia, Montenegro and Serbia.

#### **7 Tajikistan: Tursun-Zade Solid Waste**

- The Board approved a loan of USD 2 million (EUR 1.53 million) and a capital grant of USD 2.0 million (EUR 1.53 million) from SSF to Shubai Manziliyu Kommunalni va Khojagidori of Tursun-Zade city. The loan and the capital grant would be used to finance the purchase of solid waste equipment, the rehabilitation of the existing city dumpsite and creation of a newly-equipped landfill.

#### **8 Ukraine: Ukrgrafit**

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

#### **9 Russian Federation: Splat Toothpastes**

- The Board approved an equity investment of up to RUB 747 million (equivalent of around EUR 16.7 million) in favour of LLC Splat Cosmetics, incorporated in Russia, and a legal entity to be established in Cyprus, together holding companies for Splat one of the leading players on the Russian oral care market. The equity investment will be used for financing the Group's production expansion, development and promotion of new brands and working capital.

#### **10 Regional: MHP Farming**

- The Board approved total senior debt financing of up to USD 100 million (EURO 76.92 million equivalent) for PJSC "Myronivsky Hliboproduct," consisting of two tranches:  
Tranche 1 – a three-year working capital loan of up to USD 33.33 million (EURO 25.64 million equivalent); and Tranche 2 – a five-year loan of up to USD 66.67 million (EURO 51.28 million equivalent).
- The loan will be used for the retroactive financing of the acquisition of agricultural and grain infrastructure operations in Russia, as well as the financing of capital expenditures and working capital in Ukraine.

**11 Russian Federation: Dominant Resource Efficiency**

- The Board approved a loan of up to USD 78 million (EUR 57.6 million equivalent) to selected legal entities of Dominant. The facility will be used to finance the modernisation and resource efficiency at sugar plants and purchase of modern efficient agricultural machinery.

**12 Romania: EDPR Solar**

- The Board approved six loans in the total amount of EUR 21.1 million to Potelu Solar SRL, Studina Solar SRL, Cujmir Solar SRL, Vanju Solar SRL, Foton Delta SRL and Foton Epsilon SRL. The loans will be used to support the construction and operation of six solar photovoltaic power plants in southern Romania.

**13 Russian Federation: RESO Leasing - Senior Loan for SME Financing**

- The Board approved a loan of USD 40 million (EUR 29.6 million) to RESO Leasing. The loan will support the expansion of the Company's SME leasing portfolio.

**14 Romania: Project Lotus**

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

**15 Other Business**

No decisions were taken under Other business.