

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

**MINUTES OF THE BOARD MEETING OF
9 JULY 2014**

Meeting of the Board of Directors – 9 July 2014
List of Attendance

Chairman
First Vice President
Secretary General
General Counsel

President
Phil Bennett
Enzo Quattrociocche
Marie-Anne Birken

Directors
Tamsyn Barton
Anthony Bartzokas
Sang Goo Byun
Claire Dansereau

Alternate Directors
Michel Grilli
Abel Mateus
Bob McMullan

Evren Dilekli
Seán Donlon
Toshiyuki Furui
Ole Hovland
András Kármán
Heinz Kaufmann

Jérôme Baconin
Ove Jensen
Nobuyuki Oyama

Giorgio Leccesi
Kalin Mitrev
Denis Morozov
Jonathan Ockenden
Antonio Oporto
Joachim Schwarzer
Johannes Seiringer

Artem Shevalev
Luyen Tran
Dante Brandi
Zbigniew Hockuba
Sergey Verkashanskiy
Vanessa MacDougall
Enrique Bal
Joachim Steffens
Eran Pollak
Irena Sodin
Anna Björnermark
Peter Basch
Ronald Elkhuzen

Eva Srejber

Paul Vlaanderen

Secretariat

Colm Lincoln

Nikola Milushev

Staff

Luise Hölscher
Betsy Nelson
András Simor
Olivier Descamps
Jean-Marc Peterschmitt
Riccardo Puliti
Josué Tanaka
Nick Tesseyman

Piroska Nagy
Camilla Otto
Anne Fossemalle
Joana Castro
Gilles Mettetal
Ian Brown
Aida Sitdikova
Mike Taylor
Dobrin Staikov
Noel Edison

Erik Berglöf
Jonathan Charles
Hans Peter Lankes
Enery Quinones

1. Adoption of the Agenda

- The Agenda was approved.
- The Board noted that, since the previous meeting, the following items had been approved on a no-objection basis:

On 26 June 2014:

- Croatia: Shareholder Special Fund – Accounting skills for judges in insolvency matters in Croatia

On 27 June 2014:

- Overview of Financial Policies

On 8 July 2014:

- Regional: Western Balkans Sustainable Energy Financing Facility II (“WeBSEFF II”)
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- Regional: Trade Facilitation Programme - Commercial International Bank, Egypt – Establishment of TFP limit of USD 50 million

Executive Session:

- 2. Appointment of Vice President and Chief Financial Officer**
- Report by the Budget and Administration Affairs Committee
- 3. Job Description for the purposes of recruitment**
- Report by the Budget and Administration Affairs Committee
- 4. Chief Evaluator: Term of Service**
- 5. Business Plan 2014 – Delivery Status and Outlook**

- The Board approved the Appointment of Vice President and Chief Financial Officer.
- The Board approved the Vice President, Policy: Job Description for the purposes of recruitment.
- The Board considered the Term of Service of the Chief Evaluator.
- The Board considered the Business Plan 2014 – Delivery Status and Outlook

**6. Minutes of the Board Meeting of 13 June 2014
Minutes of the Board Meeting of 25 June 2014**

- The Board approved the Minutes of 13 and 25 June 2014.

**7. Establishment of the EBRD-Ukraine Stabilisation and Sustainable Growth Multi-Donor Account
- Report by the Chair of the Financial and Operations Policies Committee**

- The Board approved the establishment of the EBRD-Ukraine Stabilisation and Sustainable Growth Multi-Donor Account and its General Conditions. The multi-donor account will be used primarily to finance policy dialogue and institutional capacity building with a view to take advantage of the transition opportunities which became possible by the recent developments in Ukraine.

8. Establishment of a Resident Office in Nicosia, Cyprus, in 2014

- Report by the Budget and Administration Affairs Committee

- The Board approved the establishment of a Resident Office in Nicosia in 2014 with a 2014 supplementary operating budget of GBP 0.42 million (EUR 0.48 million) and capital expenditure budget of GBP 0.3 million (EUR 0.36 million).

9. Regional: Abraaj North Africa Fund II

- The Board approved an equity investment of up to USD 25 million (EUR 18.5 million) in Abraaj North Africa Fund II. The investment will be used to make equity and equity-related investments mainly in small and medium-sized companies operating in Egypt, Morocco and Tunisia.

10. Russian Federation: John Deere Equipment Financing Extension and John Deere Risk Sharing Extension

- The Board approved a five-year loan of the RUB equivalent of USD 180 million (EUR 132 million) to John Deere Financial, a limited liability company incorporated in Russia as well as an unfunded risk-sharing facility of up to USD 60 million (EUR 44 million). The financing package will be used to finance leases of John Deere's agricultural, construction and forestry equipment while the Bank would also take a portion of the risk on the portfolio of leases.

11. Kosovo: Kosovo Transmission Development Project

- The Board approved a loan of up to EUR 30 million to Kosovo Transmission, System and Market Operator – KOSTT. The loan will be used to finance construction, rehabilitation, and placing into operation of selected substations, transformers, and electricity transmission lines in Kosovo.

12. Kazakhstan: Project Petrom Kazakhstan

- The Board approved a syndicated loan of USD 200 million (EUR 153.85 million) to Kom Munai LLP, to finance its operations in Kazakhstan. The loan will be used to finance the implementation of advanced technologies in field operations and improve the capital structure of the company.

13. Azerbaijan: Demirbank Syndicated A/B Loan and Energy Efficiency Loan

- The Board approved a syndicated A/B loan of up to USD 50 million (EUR 36.4 million) and an Energy Efficiency loan of USD 5 million (EUR 3.6 million) to Demirbank, Azerbaijan. The loans will enable the company to expand its lending activity to privately owned enterprises operating in Azerbaijan, attract new international financiers to the Azeri banking sector and to finance sub-loans to its MSME and retail customers for energy efficiency projects.

14. Turkey: Project Tulip

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

15. Poland: Polish Sustainable Energy Financing Facility for Leasing (“PolSEFF Leasing”)

- The Board approved the proposal for the first unsubsidised sustainable energy financing facility in Poland of the total of up to EUR 250 million to leasing companies in Poland. At least 70% of the loan proceeds will be used for financing of sustainable energy projects conducted by Polish Small and Medium Enterprises while the remaining 30% for financing of equipment, light commercial vehicles and trucks and trailers.
- The facility demonstrates significant transition from so far subsidised programs to fully commercial sustainable energy financing programs.

16. Poland: Societe Generale Equipment Leasing (sub-project under Poland: Polish Sustainable Energy Financing Facility for Leasing (“PolSEFF Leasing”))

- The Board approved the proposal for a loan for of up to EUR 250 million to Societe Generale Equipment Leasing Poland, under the Polish Sustainable Energy Financing Facility for Leasing. At least 70% of the loan proceeds will be used for financing of sustainable energy projects conducted by Polish Small and Medium Enterprises while the remaining 30% will be used for financing of equipment, light commercial vehicles and trucks and trailers.

17. Turkey: Turkey Capital Market Framework

18. Turkey: Project Monet (sub-project under Turkey: Turkey Capital Market Framework)

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

19. Other Business

No decisions were taken under Other business.