

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

**MINUTES OF THE BOARD MEETING OF  
15 OCTOBER 2014**

**Meeting of the Board of Directors – 15 October 2014**  
**List of Attendance**

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

President  
Phil Bennett  
Enzo Quattrocioche  
Marie-Anne Birken

**Directors**

Tamsyn Barton  
Anthony Bartzokas  
Raphaël Bello  
Anna Brandt  
Sang Goo Byun  
Claire Dansereau  
Evren Dilekli  
Raffaella Di Maro  
Seán Donlon  
Toshiyuki Furui  
Ole Hovland

Heinz Kaufmann

Denis Morozov  
Jonathan Ockenden  
Antonio Oporto  
Joachim Schwarzer  
Johannes Seiringer  
Jean-Louis Six

Paul Vlaanderen

**Alternate Directors**

Michel Grilli  
Abel Mateus  
Gustave Gauquelin  
Anna Björnermark  
Bob McMullan  
  
Virginia Gheorghiu  
Dante Brandi  
Ove Jensen  
Makoto Honda  
Jorma Korhonen  
Mário Virčik (TAD)  
Artem Shevaley  
Luyen Tran  
Zbigniew Hockuba

Enrique Bal  
Joachim Steffens  
Eddy Azoulay  
Miguel Marques  
Peter Basch  
Ronald Elkhuisen

**Secretariat**

Colm Lincoln

Tom Edmondston-Low  
Irena Postlova

**Staff**

Luise Hölscher  
András Simor  
  
Erik Berglöf  
Jonathan Charles  
Hans Peter Lankes

Thomas Maier  
Alain Pilloux  
Riccardo Puliti

Oleg Levitin  
Franklin Steves  
Lucyna Stanczak-Wuczynska  
Grzegorz Zielinski  
Patrick O'Neill  
Nadia Petkova  
Alexandra Antsugai  
Mehmet Ilkin  
Ekaterina Miroshnik  
Jean-Patrick Marquet  
Sue Barrett

## **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 1 October 2014

- Kazakhstan: Shardara HPP Modernization Project
- Serbia: Victoria Group Equity

On 3 October 2014

- Shareholder Special Fund: Egypt: National Bank of Egypt (NBE): Energy Efficiency Credit Line (EUR 1,500,000)
- Shareholder Special Fund: Croatia: Sisak Urban Transport - Project Implementation Support and Financial and Operational Performance Improvement Programme

On 7 October 2014

- Shareholder Special Fund: Small Business Support activities in the Western Balkans (Continuation of Business Advisory Services)
- Shareholder Special Fund: Advice for Agribusiness (jointly managed by Small Business Support – SBS – and Agribusiness)

On 8 October 2014

- Regional: Shareholder Special Fund – Life in Transition Survey III -Request for an increased TC Allocation from Shareholders Special Fund
- Armenia: Armenia International Airports – Passenger Terminal / Phase II

On 14 October 2014

- Shareholder Special Fund: Romania: CET Govora Biomass Project – Technical, Financial and Environmental Advisory Services for PPP Tender Preparation (EUR 290,000)
- Shareholder Special Fund: Romania: Buzau Urban Road Management - Tender Design and Support for Performance-Based Urban Road PPP for Rehabilitation and Maintenance - Extension (EUR 64,786)
- Shareholder Special Fund: Romania: Galati Urban Transport Rehabilitation Project - Sustainable Urban Mobility Plan (EUR 200,000)

## **2. Minutes of the Board Meeting of 17 September 2014 Minutes of the Board Meeting of 1 October 2014**

- The Board approved the Minutes of 17 September 2014 and 1 October 2014.

**3. Arrangements for Cost Sharing between Donors and Clients – Policy Review Report by the Chair of the Budget and Administrative Affairs Committee**

- The Board approved the proposals for the revised arrangements as set out in the Arrangements for Cost Sharing between Donors and Clients - Policy Review.

**4. Poland: Financial Institutions Debt Capital Market Framework - Project Octopus**

- The Board approved the project. Disclosure delayed in accordance with Section E.2 of the Public Information Policy.
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**5. Poland: Integrated Approach to Polish Renewables**

- The Board approved a set of policy dialogue initiatives, technical assistance engagements and targeted outcome-driven associated investments into private sector renewable energy projects and the Polish electricity grid investments aimed at supporting, unlocking and intensifying efforts for the construction of additional renewable energy generation capacity in Poland.

**6. Poland: Darlowo Wind Farm**

- The Board approved a long-term senior loan in the amount of up to PLN 214 million (EUR 52 million) to Pekanino Wind Invest Sp z o.o. and Gorzyca Wind Invest Sp z o.o. and an additional commitment of up to PLN 42 million (EUR 10 million) for an associated interest rate hedging facility. The loan will enable the borrowers to construct and operate a portfolio of two wind farms with the total capacity of 74 MW located in northern Poland.

**7. Morocco: Project Fes**

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

**8. Regional: Trans Oil Regional**

- The Board approved a loan of USD 25 million (EUR 19.6 million) to Trans-Oil Group. The loan will enable the group to further expand grain handling, soft commodity trading and edible oil production in Moldova and Ukraine.

**9. Turkey: Project Viva**

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

**10. Belarus: Kronospan Particleboard Expansion**

- The Board approved a loan of EUR 50 million to Kronospan FLLC, a manufacturer of wood-based panels. The loan would be used to finance the expansion of the existing capacity for particleboard and melamine-faced particleboard at the borrower's plant in Smorgon, Belarus.

**11. Turkey: Pasabahce Glassware**

- The Board approved an equity investment in Paşabahçe Cam Sanayii ve Ticaret A.Ş for an amount of up to EUR 125 million. The investment will support establishing high standards of corporate governance ahead of a public listing, and strengthening gender inclusion and equal opportunities.

**12. Kyrgyz Republic: Osh Public Transport Project**

- The Board approved a loan of up to EUR 5.7 million and Shareholder Special Fund capital grant of up to EUR 3.1 million to the Kyrgyz Republic, as well as the derogation from the Bank's Environmental and Social Policy.

**13. Romania: Galati Urban Infrastructure Rehabilitation Project**

- The Board approved a loan of RON 100 million (EUR 22.6 million) to the City of Galati. The loan will finance key investments in the City's urban transport infrastructure including rehabilitation of street infrastructure, renewal of trolley-bus rolling stock and acquisition of an automated fare collection system.

**14. Moldova: Balti District Heating Project**

- The Board approved a sovereign loan of up to EUR 7 million to the Republic of Moldova, to be on-lent to CET-Nord JSC. The proceeds of the loan will be used to improve energy efficiency and reduce gas consumption and CO2 emissions in the district heating system of the city of Balti.

**15. Poland: DCT Gdansk Expansion  
Report by the Chair of the Financial and Operations Policies Committee**

- The Board approved a loan of up to EUR 75 million and up to EUR 15 million for the related hedging facilities, to DCT Gdansk S.A. The Bank's loan will be used to finance the expansion of DCT's infrastructure and capacity from its existing 1.35 million TEUs to approximately 2.55 million TEUs by 2016 on completion of the Terminal 2.

**16. FYR Macedonia: Railways Corridor VIII – Phase 1**

- The Board approved a change to the operation “Railways Corridor VIII – Phase 1” allowing an on-lending agreement to be introduced between the borrower and PERI and a Project Agreement between PERI and the Bank.

**17. Other Business**

- For information:  
Activity Plan of the Board of Directors