

BOARD OF DIRECTORS

Minutes of the meeting held in Luxembourg  
on Tuesday, 12 June 2018

*Parts of this document that, at the time of the meeting, fall under the exceptions for disclosure defined by the EIB Group Transparency Policy\*, notably under articles 5.5 (protection of commercial interests) and 5.6 (protection of the Bank's internal decision-making process), have been replaced by the symbol [...]*

Those attendingChairman:

Mr	W.	HOYER
----	----	-------

EIB Vice Presidents:

Messrs	D.	SCANNAPIECO
	J.	TAYLOR
	A.	FAYOLLE
	A.	McDOWELL
	A.	STUBB
Ms	E.	NAVARRO

Directors:

Messrs	K.J.	ANDREOPOULOS
	L.	BARANYAY
	F.	CARTAXO
	M.	DESCHEEMAECCKER
	A.	EBERHARDS
	A.	GYÖRGY
	A.	JACOBY
Ms	K.	JORNA
Messrs	K.	KAKOURIS
	A.	KAVČIČ, also representing Ms IVANDIĆ
	A.	KUNINGAS
	I.	LESAY
	D.	LUNN
	E.	MASSÉ
	S.	MIFSUD
	J.	MORAN
	P.	NOWAK
	P.	PAVELEK
Ms	M.	PETROVA
Ms	K.	RYSAVY
Mr	C.	SAN BASILIO PARDO
Ms	K.	SARJO
Ms	M.	SCHOCH
Ms	M.	TUSKIENÉ
Ms	G.	VIGLIOTTI
Mr	T.	WESTPHAL

Expert Members:

Ms	I.	HENGSTER
Messrs	A.	PANGRATIS
	T.	STONE

Alternate Directors:

Ms	S.	BOBIN
Ms	R.	CAETANO
Messrs	C.	CUSCHIERI
	O.	de SMETH
Ms	M.	DOLINAR
Messrs	M.	HEIPERTZ

	R.	LEPERS
Ms	F.	MERCUSA
Mr	R.	RØNNE-AHM, representing Ms SONNE
Ms	S.	SANYAHUMBI
Ms	J.	TIKKANEN, representing Mr HECTOR
Mr	A.	TZIMAS
Ms	A.	ZITCERE

Alternate Expert  
Members:

Messrs	J.M. F.	MÉNDEZ ÁLVAREZ-CEDRÓN PASSACANTANDO
--------	------------	--

Secretary:

Ms	M.	SANTONI
----	----	---------

Absent:

Mr	B.	ANGEL
Ms	S.	BELAJEC
Mr	M.	HECTOR
Ms	V.	IVANDIĆ
Messrs	P.	MILLS
	R.	RIOUX
	S.	SCALERA
Ms	J.	SONNE
Mr	P.	TÁRNOKI-ZÁCH
Ms	J.	YOUNG

The CHAIRMAN declared the meeting open at 9.20 a.m.

1. Quorum

The CHAIRMAN recorded that there was a quorum.

The CHAIRMAN introduced and welcomed to his first EIB Board meeting:

– Mr David LUNN (International Group Director within the H.M. Treasury), appointed as a Full Member, on a nomination from the United Kingdom of Great Britain and Northern Ireland, succeeding Mr Jonathan BLACK.

2. Agenda and declaration of conflicts of interest

The agenda (Doc. 18/420) was adopted with the withdrawal of item 26: SEE LENDING PLATFORM (Regional – EU countries).

Conflicts of interest were declared by Ms Hengster for item: 12 DEUTSCHE TELEKOM FIBRE ROLLOUT EXTENSION Project (DE), item: 32 OFF-GRID SOLAR Global Authorisation (Regional – ACP) and item 34: PRIVATE SECTOR FACILITY (Armenia).

A conflict of interest was also declared by Ms Rysavy for item 20: ZUMTOBEL LIGHTING RDI Project (AT, UK, DE, FR).

3. Approval of the minutes of the previous meeting

The Board of Directors approved the minutes of the meeting held on 15 May 2018 in Luxembourg, (PV/18/05).

4. Lending base rates: the Blue Curve  
(Doc. 18/421)

The CHAIRMAN recorded that the Board of Directors approved the lending rates.

5. Statements by the Chairman including updates on strategic issues

The CHAIRMAN briefed the Board of Directors on a number of relevant issues.

General Questions

6. Operational Plan Mid-year review  
[...]

7. EIB Risk Appetite Framework  
[...]

8. Strategic Orientation of EIB Tourism Lending Activities  
(Doc 18/477)

The Bank presented the modifications introduced to the Strategic Orientation of EIB Tourism Lending Activities including the specific conditions for high quality hotel financing. In addition, particular attention would be paid to the nature of these projects in terms of location, cultural context, target market, local market conditions and project stakeholders. The Bank further

confirmed that the expected outcome of these projects, in particular their social and economic benefits, environmental impact and resource use would also be examined.

Board members generally welcomed the support provided by the Bank to the tourism sector [...].

The CHAIRMAN recorded that the Board of Directors approved the Strategic Orientation of EIB Tourism Lending Activities, with two abstentions and one vote against by Mr Westphal.

9. Private Finance for Energy Efficiency Phase II (EU)  
(Doc 18/466)

Introducing the item, the Bank highlighted the success of the private finance for energy efficiency (PF4EE) instrument established in 2014. The instrument was aimed at addressing the market need for adequate and affordable commercial financing for EE investments. Phase II of the PF4EE would benefit from existing infrastructure and was expected to achieve full cost coverage.

The CHAIRMAN recorded that the Board approved the proposal.

10. Evaluation of Structural Programme Loans and their contribution to EU Cohesion Policy 2007-2016  
(Doc 18/467)

The Bank introduced the Evaluation of Structural Programme Loans and their contribution to EU Cohesion Policy 2007-2016 and welcomed the positive conclusions of the evaluation as well as its recommendations.

Board members commended the findings of the evaluation and exchanged views on the implementation of recommendations and on the current discussions concerning the post-2020 Multiannual Financial Framework with the European Commission.

The CHAIRMAN recorded that the Board of Directors took note of the findings and recommendations of the Evaluation.

## Operations

The Board of Directors considered and discussed the following proposals on the agenda as follows:

### Operations within the European Union

#### INVESTMENT LOAN

11. NORTHWESTER 2 Project (BE)  
(Doc 18/446)

Financing of the construction, financing and operation of a 224MW offshore wind farm located 46km from the Belgian coast

Borrower	:	Special purpose vehicle	
Max. amount	:	[...]	
Opinion of the Government of the Kingdom of Belgium			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

12. DEUTSCHE TELEKOM FIBRE ROLLOUT EXTENSION Project (DE)  
(Doc 18/447)

Financing of the commercial roll-out of a fibre based Ultra-High Speed Broadband access network

Borrower	:	Deutsche Telekom AG	
Max. amount	:	EUR 450m	
Opinion of the Government of the Federal Republic of Germany			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

13. HOTELS UPGRADE PROGRAMME SPAIN (ES)  
(Doc 18/448)

Financing of the refurbishment of the existing hotel portfolio of Hispania (19 hotels and approximately 6,962 rooms) to adjust it to better technical standards, including Energy Efficiency measures

Borrower	:	Hispania Activos Inmobiliarios Socimi S.A.	
Max. amount	:	EUR 75m	
Opinion of the Government of the Kingdom of Spain			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

14. SOCIAL AND AFFORDABLE HOUSING INVESTMENT PLATFORM (ES)  
(Doc 18/449)

Financing of social and affordable housing projects

Borrower	:	eligible public sector entities, public, privately or mixed owned companies and acceptable banks	
Max. amount	:	EUR 300m	
Opinion of the Government of the Kingdom of Spain			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

15. ACHEMA NEW MELAMINE PLANT Project (LT)  
(Doc 18/471)

Financing of the construction of a new manufacturing plant using Best Available Technology for the production of melamine on the promoter's existing industrial site

Borrower	:	Achema AB and Melamine SPV	
Max. amount	:	EUR 60m	
Opinion of the Government of the Republic of Lithuania			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

16. OLSZTYN WASTE-TO-ENERGY PLANT PPP Project (PL)  
(Doc 18/451)

Financing of the construction of a waste-to-energy plant that will produce electricity and heat for the municipality of Olsztyn

Borrower	:	Special purpose vehicle	
Max. amount	:	[...]	
Opinion of the Government of the Republic of Poland			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

17. [...]

18. [...]ENERGY EFFICIENT HOUSING Project (SE)  
(Doc 18/453)

Financing of the development of several residential buildings supporting the Swedish strategy for the development of nearly zero energy building

Borrower	:	[...]	
Max. amount	:	SEK 2,500m (approximately EUR 238m)	
Opinion of the Government of the Kingdom of Sweden			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

19. TRAFFORD PARK METRO LINE EXTENSION Project (UK)  
(Doc 18/454)

Financing of the extension of the Manchester Metrolink tram network with a 5.5-km new line from Pomona to the Trafford Centre with six new stops and the purchase of ten additional tram vehicles

Borrower	:	Greater Manchester Combined Authority (GMCA)	
Max. amount	:	GBP 165m (approximately EUR 188m)	
Opinion of the Government of the United Kingdom of Great Britain and Northern Ireland			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

20. ZUMTOBEL LIGHTING RDI Project (AT, UK, DE, FR)  
(Doc 18/439)

Financing of investments for research and development of innovative and more efficient lighting solutions

Borrower	:	Zumtobel Lighting GmbH and Tridonic GmbH & Co KG	
Max. amount	:	EUR 80m	
Opinion of Austria, the United Kingdom of Great Britain and Northern Ireland, the Federal Republic of Germany and the French Republic			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.



FRAMEWORK LOAN21. ILUNION SOCIAL COMPANY INVESTMENTS Framework Loan (ES)  
(Doc 18/440)

Financing of energy efficiency upgrades to industrial laundries and hotels operated by the borrower

Borrower	:	GRUPO ILUNION SL	
Max. amount	:	EUR 35m	
Opinion of the Government of the Kingdom of Spain			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

MULTI-BENEFICIARY INTERMEDIATED LOAN22. DNB POLAND LOAN FOR SMES AND OTHER PRIORITIES (PL)  
(Doc 18/455)

Financing of small and medium scale projects promoted primarily by SMEs and Mid-Caps, as well as other eligible private or public entities

Borrower	:	DNB Bank Polska S.A.	
Max. amount	:	EUR 120m	
Opinion of the Government of the Republic of Poland			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

23. BUDAPEST BANK ENHANCED SUPPORT FOR SMES AND MID-CAPS (HU)  
(Doc 18/456)

Financing of small and medium-sized projects carried out by SMEs and Mid-Caps

Borrower	:	Budapest Hitel - és Fejlesztési Bank Zrt.	
Max. amount	:	EUR 25m	
Opinion of the Government of Hungary			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

24. CREVAL LOAN FOR SMES AND MID-CAPS (IT)  
(Doc 18/457)

Financing of SMEs and Mid-Caps in the industry, services, agriculture and tourism sectors via long-term loans

Borrower	:	Special purpose vehicle	
Max. amount	:	EUR 300m	
Opinion of the Government of the Italian Republic			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

25. RABOBANK IMPACT IV LOAN FOR SMES AND MID-CAPS (NL)  
(Doc 18/441)

Financing of SMEs and Mid-Caps with high relevance in terms of sustainability and/or social impact

Borrower	:	Cooperatieve Rabobank UA BV	
Max. amount	:	EUR 250m	
Opinion of the Government of the Kingdom of the Netherlands			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

EQUITY TYPE

26. Item withdrawn

GUARANTEE

27. ERSTE MEZZANINE ABS FOR SMES AND MID-CAPS (AT, Regional — EU countries)  
(Doc 18/442)

Financing of a guarantee instrument to support new lending to SMEs and Mid-Caps

Borrower	:	Erste Bank der Oesterreichischen Sparkassen AG	
Max. amount	:	EUR 70m	
Opinion of the Government of the Republic of Austria			No objection
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

Operations in Candidate and Potential Candidate CountriesMULTI-BENEFICIARY INTERMEDIATED LOAN28. IDF IV LOAN FOR SMES AND PRIORITY Projects (Montenegro)  
(Doc 18/470)

Financing of small and medium-sized investments carried out by SMEs and Mid-Caps

Borrower	:	Investment and Development Fund of Montenegro JSC	
Max. amount	:	EUR 150m	
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

Operations outside the European UnionINVESTEMENT LOAN29. HEILONGJIANG GREEN REVITALISATION Project (China)  
(Doc 18/459)

Financing of a cleaner, more sustainable development of four historically coal-dependent cities or municipalities

Borrower	:	People's Republic of China, represented by the Ministry of Finance	
Max. amount	:	EUR 155m	
Opinion of the Commission			Favourable

The CHAIRMAN recorded that an updated proposal would be circulated to the Board for approval via written procedure.

30. HUNAN FORESTRY Project (China)  
(Doc 18/460)

Financing of the afforestation of about 5,400 ha of degraded lands and rehabilitation of about 41,400 ha of existing low quality forests in the Province of Hunan

Borrower	:	People's Republic of China, represented by the Ministry of Finance	
Max. amount	:	EUR 100m	
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

31. CAIRO METRO LINE 1 UPGRADING AND RENOVATION Project (Egypt)  
(Doc 18/475)

Financing of the rehabilitation of line 1 of the Cairo metro network, including renewal of the signalling system, telecommunications equipment, centralised control system, power supply, track repairs and electrical and mechanical systems

Borrower : Arab Republic of Egypt, represented by the Central Bank of Egypt  
 Max. amount : EUR 350m  
 Opinion of the Commission Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

32. OFF-GRID SOLAR Global Authorisation (Regional – ACP)  
(Doc 18/461)

Financing of solar systems providers in Sub-Saharan Africa to address market need not presently addressed by commercial lenders

Borrower : Single off-grid solar companies and/or Special purpose vehicles  
 Max. amount : EUR 50m

The CHAIRMAN recorded that the Board of Directors approved the financing proposal;

33. BOUREGREG 2 URBAN DEVELOPMENT Project (Morocco)  
(Doc 18/462)

Financing of a component of the Phase 2 of the national urban development project of the Bouregreg Valley, located between Rabat and Salé and served since 2011 by the new tramway of Rabat

Borrower : Banque Marocaine du Commerce Exterieur and Attijariwafa Bank SA  
 Max. amount : EUR 65m  
 Opinion of the Commission Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

MULTI-BENFICIARY INTERMEDIATED LOAN

34. PRIVATE SECTOR FACILITY (Armenia)  
(Doc 18/472)

Financing of a loan with the Central Bank of the Republic of Armenia to support the development of the local private sector, in particular SMEs and Mid-Caps

Borrower : Central Bank of the Republic of Armenia  
 Max. amount : EUR 50m  
 Opinion of the Commission Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal, with the abstention of Ms Jorna.

#### EQUITY TYPE

35. ERI RISK CAPITAL FACILITY (Regional – Mediterranean)  
(Doc 18/463)

Financing of the implementation of the Impact Finance Envelope (Building Block 3b) of the Economic Resilience Initiative aimed at promoting private sector development to improve the long-term economic resilience of host and transit communities

Intermediary	:	SME-focused investment funds	
Max. amount	:	EUR 105m	
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

36. NOVASTAR VENTURES AFRICA II FUND (Regional – Africa)  
(Doc 18/423)

Equity participation in a target venture capital fund supporting early-stage businesses

Fund Manager	:	Novastar Ventures Ltd	
Max. amount	:	USD 15 (approximately EUR 12m)	
Opinion of the Commission			Favourable

The CHAIRMAN recorded that the Board of Directors approved the financing proposal.

#### Miscellaneous

37. Date of the next meeting:

The Chairman announced that the next meeting would be held on Tuesday, 17 July 2018 in Luxembourg, commencing at 09.00 a.m.

The CHAIRMAN declared the meeting closed at 3.50 p.m.

Annex 1: Proposals submitted by written procedure

[...]

[...]

**PROPOSALS SUBMITTED BY WRITTEN PROCEDURE**

The CHAIRMAN recorded the approval by the BOARD OF DIRECTORS, during the period since the previous meeting on 15 May 2018, of the following operations submitted by written procedure:

Operations within the European Union***Approval on 28/05/2018*****MULTI-BENEFICIARY INTERMEDIATED LOAN**

- i. ARKEA SME AND MID-CAP AND CLIMATE ACTION MBIL (FR)  
(Doc 18/424)

Financing of projects for SMEs and Mid-Caps with at least 15% of climate change contribution

Borrower	:	Crédit Mutuel Arkea	
Max. amount	:	EUR 300m	
Opinion of the Government of the French Republic			No objection
Opinion of the Commission			Favourable

***Approval on 01/06/2018*****INVESTMENT LOAN**

- ii. IPTO CRETE ISLAND INTERCONNECTION PHASE I Project (EL)  
(Doc 18/431)

Financing of the interconnection of the island of Crete with mainland Greece, in the region of Peloponnese

Borrower	:	Independent Power Transmission Operator	
Max. amount	:	EUR 178m	
Opinion of the Government of the Hellenic Republic			No objection
Opinion of the Commission			Favourable

- iii. KAUFLAND POLSKA RETAIL NETWORK Project (PL)  
(Doc 18/435)

Financing of the modernisation and the refurbishment of retail stores in the cohesion area of Poland, including equipment, furniture as well as energy efficiency measures

Borrower	:	Kaufland Polska Markety sp zoo sp k	
Max. amount	:	EUR 100m	
Opinion of the Government of the Republic of Poland			No objection
Opinion of the Commission			Favourable

MULTI-BENEFICIARY INTERMEDIATED LOAN

- iv. LOAN FOR AGRI AND FORESTRY SMES AND MID-CAPS CZ (CZ)  
(Doc 18/430)

Financing of investments by SMEs and Mid-Caps in the agri-food and forestry sectors

Borrower	:	Podpurny a Garancni Rolnlcky a Lesnlcky Fond	
Max. amount	:	EUR 60m	
Opinion of the Government of the Czech Republic			No objection
Opinion of the Commission			Favourable

- v. CAJA RURAL DE NAVARRA LOAN FOR SMES AND MID-CAPS (ES)  
(Doc 18/432)

Financing of small and medium-sized projects carried out by SMEs

Borrower	:	Caja Rural de Navarra	
Max. amount	:	EUR 90m	
Opinion of the Government of the Kingdom of Spain			No objection
Opinion of the Commission			Favourable

- vi. DE LAGE LANDEN CIRCULARITY L4SME-MID-CAPS (NL, BE)  
(Doc 18/434)

Financing of small scale projects carried out by SMEs and Mid-Caps as part of De Lage Landen's (DLL) circular economy programme

Borrower	:	De Lage Landen International B.V.	
Max. amount	:	EUR 100m	
Opinion of the Government of the Kingdom of the Netherlands and of the Kingdom of Belgium			No objection
Opinion of the Commission			Favourable

Miscellaneous**Approval on 01/06/2018**

- vii. URBAN DEVELOPMENT FUND OF FUNDS ANDALUCIA (ES)  
(Doc 18/437)
- viii. EIB INTERNAL CONTROL FRAMEWORK POLICY  
(Doc 18/426)
- ix. INCREASE OF THE RCR MANDATE AS EIB CONTRIBUTION TO EFSI  
(Doc 18/438)