



European Investment Bank Group

Unaudited Condensed Semi Annual Financial Statements
as at 30th June 2009 - SEC Filing

CONSOLIDATED BALANCE SHEET AS AT 30 JUNE 2009 (in EUR '000)

ASSETS	30.06.2009 (Unaudited)	31.12.2008	LIABILITIES	30.06.2009 (Unaudited)	31.12.2008
1. Cash in hand, balances with central banks and post office banks	82	76	1. Amounts owed to credit institutions		
			a) with agreed maturity dates or periods of notice	5 262 184	5 959 353
2. Treasury bills eligible for refinancing with central banks	5 120 885	2 016 818	2. Debts evidenced by certificates		
			a) debt securities in issue	317 388 257	283 832 176
3. Loans and advances to credit institutions			b) others	1 182 456	668 769
a) repayable on demand	300 488	275 915	3. Other liabilities		
b) other loans and advances	31 247 887	21 745 356	a) sundry creditors	1 861 885	1 805 887
c) loans	114 731 646	116 216 197	b) sundry liabilities	40 678	43 123
	146 280 021	138 237 468	c) negative replacement values	14 333 664	17 473 719
4. Loans and advances to customers			4. Accruals and deferred income.....	240 594	267 231
a) loans.....	189 955 520	175 668 894	5. Provisions		
b) specific provisions	- 77 500	- 17 500	a) pension plans and health insurance scheme.....	1 240 535	1 122 800
	189 878 020	175 651 394	TOTAL LIABILITIES	341 550 253	311 173 058
5. Debt securities including fixed-income securities			6. Capital		
a) issued by public bodies	778 897	583 455	- Subscribed	232 392 989	164 808 169
b) issued by other borrowers	15 229 453	10 646 207	- Uncalled	- 220 773 340	- 156 567 760
	16 008 350	11 229 662	7. Consolidated reserves	11 619 649	8 240 409
6. Shares and other variable-yield securities	1 975 419	1 983 238	a) reserve fund	18 205 506	16 480 817
7. Intangible assets	3 941	4 316	b) additional reserves	4 601 261	5 196 255
8. Property, furniture and equipment	311 402	316 184	8. Funds allocated to structured finance facility	4 750 000	2 750 000
9. Other assets			9. Funds allocated to venture capital operations	1 617 127	1 764 305
a) sundry debtors.....	96 037	159 955	10. Profit for the period	- 2 572 841	6 355 715
b) positive replacement values.....	19 879 470	21 861 679	TOTAL EQUITY	38 220 702	40 787 501
	19 975 507	22 021 634	TOTAL LIABILITIES & EQUITY	379 770 955	351 960 559
10. Non-current assets held	3 373	3 373			
11. Subscribed capital and receivable reserves, called but not paid	161 145	458 925			
12. Prepayments and accrued income.....	52 810	37 471			
TOTAL ASSETS	379 770 955	351 960 559			

CONSOLIDATED PROFIT AND LOSS ACCOUNT FOR THE PERIOD ENDED 30 JUNE 2009

(in EUR '000)

	30.06.2009	30.06.2008	31.12.2008
	(Unaudited)	(Unaudited)	
1. Interest and similar income	5 282 381	7 249 293	14 812 995
2. Interest expense and similar charges	- 4 292 560	- 6 215 062	- 12 672 229
3. Income from shares and other variable-yield securities	6 140	12 171	56 084
4. Fee and commission income	37 877	37 780	96 072
5. Fee and commission expense	- 74	- 83	- 125
6. Result on financial operations	- 3 290 060	699 211	4 644 604
7. Other operating income	22 940	15 328	38 533
8. General administrative expenses	- 206 750	- 171 306	- 397 138
a) staff costs	- 162 507	- 135 479	- 289 475
b) other administrative costs	<u>- 44 243</u>	<u>- 35 827</u>	<u>- 107 663</u>
9. Depreciation and amortisation	- 12 699	- 10 873	- 28 319
a) intangible assets	- 1 013	- 604	- 1 854
b) tangible assets	<u>- 11 686</u>	<u>- 10 269</u>	<u>- 26 465</u>
10. Credit loss expense	- 84 082	3 139	2 659
11. Reversal of impairment losses / (Impairment losses) on shares and other variable-yield securities	- 35 954	- 53 861	- 197 421
12. Profit for the period / year	<u>- 2 572 841</u>	<u>1 565 737</u>	<u>6 355 715</u>

Statement of movements in consolidated own funds (in EUR '000)

For the half year ended 30 June 2009	Subscribed capital	Callable capital	Funds allocated to Structured Finance Facility	Funds allocated to venture capital operations	Reserve fund	Additional Reserves		Profit for the period before appropriation	Total consolidated own funds
						Other	AFS reserve		
At 31 December 2007	164 808 169	-156 567 760	1 250 000	1 690 940	16 480 817	5 418 801	648 377	843 206	34 572 550
Appropriation of prior year's profit	0	0	1 500 000	0	0	- 656 794	0	- 843 206	0
Transfer from additional reserves	0	0	0	73 365	0	- 73 365	0	0	0
Changes in fair value during the half year	0	0	0	0	0	0	- 140 764	0	- 140 764
Net profit of the year	0	0	0	0	0	0	0	6 355 715	6 355 715
At 31 December 2008	164 808 169	-156 567 760	2 750 000	1 764 305	16 480 817	4 688 642	507 613	6 355 715	40 787 501
Increase in subscribed capital on 1 April 2009	67 584 820	-64 205 580	2 000 000	0	0	-5 379 240	0	0	0
Appropriation of prior year's profit	0	0	0	0	1 724 689	4 631 026	0	-6 355 715	0
Transfer from additional reserves (*)	0	0	0	- 147 178	0	147 178	0	0	0
Changes in fair value during the half year	0	0	0	0	0	0	6 042	0	6 042
Net profit/loss for the half year	0	0	0	0	0	0	0	- 2 572 841	- 2 572 841
At 30 June 2009	232 392 989	-220 773 340	4 750 000	1 617 127	18 205 506	4 087 606	513 655	-2 572 841	38 220 702

(*) An amount of EUR'000 147 178 resulting from the value adjustments on venture capital operations has been transferred from the Funds allocated to venture capital operations to the Additional Reserves

CONSOLIDATED CASH FLOW STATEMENT AS AT 30 JUNE 2009

(in EUR '000)

	30.06.2009	30.06.2008
	(Unaudited)	(Unaudited)
A. Cash flows from operating activities :		
Profit for the half year	- 2 572 841	1 565 737
Adjustments :		
Unwinding of the discount relating to capital and reserve called	- 2 608	- 16 863
Transfer to provision for guarantees issued	0	0
Depreciation and amortization on tangible and intangible assets	12 699	10 873
Value adjustment on venture capital operations	53 770	53 861
Decrease in accrued interest and commissions payable and interest received in advance	- 26 637	- 12 873
Increase/Decrease in prepayments and accrued income	- 11 110	14 283
Investment portfolio amortisation	5 108	- 3 423
Changes in replacement values on derivatives other than those associated with borrowings and loans	1 153 979	- 1 703 382
Profit on operating activities :	- 1 387 640	- 91 787
Net Loans disbursements	- 23 017 433	- 17 652 542
Repayments	10 905 596	10 251 638
Effects of exchange rate changes on loans	- 3 352 005	4 680 934
Decrease/Increase in prepayments and accrued income on loans	245 641	- 34 903
Adjustments of loans (fair value option)	2 416 125	773 191
Changes in replacement values on derivatives associated with loans	- 291 657	- 702 893
Decrease/Increase in operational portfolio	76 811	- 87 035
Increase in venture capital operations	- 113 559	- 35 716
Impairment losses on loans and advances	60 000	- 19 550
Increase in shares and other variable yield securities	- 24 149	- 8 711
Decrease in other assets	63 920	24 988
Increase in other liabilities	168 939	161 509
Net cash from operating activities	- 14 249 411	- 2 740 877
B. Cash flows from investing activities :		
Securities matured during the period	139 799	172 483
Increase in securitised loans	- 738 237	- 377 028
Purchases of property, furniture and equipment	- 6 904	- 32 196
Purchase of intangible fixed assets	- 638	- 873
Net cash from investing activities	- 605 980	- 237 614
C. Cash flows from financing activities :		
Issue of borrowings	62 633 939	40 291 873
Redemption of borrowings	- 21 001 041	- 19 614 876
Effects of exchange rate changes on borrowings and swaps	3 499 409	- 5 243 671
Adjustments of borrowings (fair value option)	- 2 342 519	- 5 579 786
Changes in replacement values on derivatives associated with borrowings	1 179 183	6 323 483
Increase in accrual and deferred income on borrowings and swaps	76 412	112 337
Paid In by Member States	302 996	329 827
Decrease in commercial paper	- 11 995 784	- 4 941 569
Decrease/Increase in amounts owed to credit institutions	- 697 169	77 408
Net cash from financing activities	31 655 426	11 755 026
Summary statement of cash flows		
Cash and cash equivalents at 1st January	24 129 570	18 322 348
Net cash from :		
(1) operating activities	- 14 249 411	- 2 740 877
(2) investing activities	- 605 980	- 237 614
(3) financing activities	31 655 426	11 755 026
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at 30th June	40 929 605	27 098 883
Cash analysis		
Cash in hand, balances with central banks and post office banks	82	512
Bills maturing within three months of issue	9 381 148	4 590 822
Loans and advances to credit institutions :		
Accounts repayable on demand	300 488	318 617
Term deposits accounts	31 247 887	22 188 932
	40 929 605	27 098 883

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM
FINANCIAL STATEMENTS**

NOTE A Basis of Presentation

The accompanying unaudited condensed consolidated financial statements of the European Investment Bank (the “Bank”) as at June 30, 2009 do not include all of the information and footnotes required for complete financial statements. The financial statements as at and for the periods ended June 30, 2009 and December 31, 2008 are prepared on a consolidated basis.

In the opinion of management, all adjustments, normal recurring accruals and adjustments for the impairment of venture capital operations and loans considered necessary for a fair presentation have been recorded. The profit for the six-month period ended June 30, 2009 is not necessarily indicative of the results that may be expected for the year ended December 31, 2009.

The unaudited condensed consolidated financial statements as at and for the periods ended June 30, 2009 and the financial statements as at and for the year ended December 31, 2008 were prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed by the EU.

For further information, refer to the financial statements and footnotes thereto included in the Bank’s annual report for the year ended December 31, 2008.

NOTE B Summary Statement of Loans (in Eur '000)

<u>Analysis of aggregate loans granted (before specific provisions)</u>	Loans granted		Total
	to intermediary credit institutions	directly to final beneficiaries	
- Disbursed portion	114,731,646	189,955,520	304,687,166
- Undisbursed portion	15,820,551	50,506,589	66,327,140
Aggregate loans granted	<u>130,552,197</u>	<u>240,462,109</u>	<u>371,014,306</u>

NOTE C Debts evidenced by certificates

[See following page for summary statement of debts evidenced by certificates.]

NOTE D EIF capital increase and commitment to purchase the remaining EIF shares at a fixed price

EIF capital increase

As at June 30, 2009, the subscribed capital of the EIF has increased from EUR 2.865 billion to EUR 2.940 billion. The percentage holding of the Bank in the EIF has decreased from 63,60% at the end of December 2008 to 61,97% at the end of June 2009.

At the EIF Annual General Meeting of Shareholders held on the May 7, 2007, it was decided to issue 1000 new shares, identical to the 2000 existing ones (nominal value EUR 1 million each, paid in ratio of 20%) between the June 30, 2007 and June 30, 2010. Out of the 1000 new shares, 940 were subscribed as at the June 30, 2009. The Bank has decided to subscribe 609 new shares on the June 30, 2007.

By the June 30, 2010, all shares not subscribed by the other shareholders will be subscribed by the Bank.

Commitment to purchase the remaining EIF shares at a fixed price

Under the terms of the Replacement Share Purchase Undertaking, the EIB is offering to buy the remaining subscribed shares from the EIF's other shareholders on the June 30, 2009 for a price of EUR 349,049.95 per share. The latter corresponds to the part of each share in the called capital of EIF, increased by the share premium account, the statutory reserves, the disclosed unrealised gains in venture capital operations, the profit brought forward and the profit of the year. Given that the dividend for the year will still be due to the other shareholders, the dividend decided will be deducted from the, thus obtained, price. The agreed formula is being applied to the approved and audited annual accounts of the EIF for the financial year in which the option is exercised.

NOTE E Commitments, Contingent Liabilities and other memorandum items

[See following pages for summary statement of commitments and contingent liabilities.]

NOTE C - SUMMARY STATEMENT OF DEBTS EVIDENCED BY CERTIFICATES AS AT 30 JUNE 2009 (IN EUR '000)

PAYABLE IN	BORROWINGS					CURRENCY SWAPS		NET AMOUNT	
	OUTSTANDING AT 31.12.2008	AVERAGE RATE	OUTSTANDING AT 30.06.2009	AVERAGE RATE	DUE DATES	RECEIVABLE		OUTSTANDING AT 31.12.2008	OUTSTANDING AT 30.06.2009
						31.12.2008	30.06.2009		
EUR	107 758 784	4.02	134 814 103	3.91	2009/2057	- 1 692 262	- 1 658 004	106 066 522	133 156 099
GBP	47 705 235	5.11	57 824 501	4.91	2009/2054	- 15 100 101	- 21 018 548	32 605 134	36 805 953
DKK	536 869	2.86	604 270	2.77	2010/2026			536 869	604 270
SEK	1 985 281	4.18	1 621 272	4.12	2011/2028	- 552 571	- 555 510	1 432 710	1 065 762
CZK	928 119	5.03	598 912	3.87	2010/2030			928 119	598 912
HUF	731 159	7.20	406 923	6.94	2010/2015	- 328 084	- 128 890	403 075	278 033
PLN	465 206	6.29	309 240	6.34	2010/2026	- 93 313	- 64 594	371 893	244 646
BGN	309 336	6.60	324 675	5.83	2009/2013	- 309 336	- 324 675		
SKK	144 175	4.75		0.00	0			144 175	
RON	74 580	7.00	106 959	8.88	2014/2016	- 74 580	- 106 959		
USD	77 423 397	3.72	73 314 058	3.58	2009/2058	- 41 397 725	- 46 707 482	36 025 672	26 606 576
CHF	4 468 687	2.47	5 352 113	2.40	2009/2036	- 2 545 455	- 3 426 138	1 923 232	1 925 975
JPY	10 331 351	0.97	10 461 933	0.88	2011/2047	- 10 022 170	- 9 817 700	309 181	644 233
NOK	1 315 897	4.08	1 807 163	3.81	2010/2025	- 733 333	- 1 230 872	582 564	576 291
CAD	770 751	4.70	797 797	4.72	2037/2045	- 775 163	- 811 929	- 4 412	- 14 132
AUD	4 971 016	5.83	6 741 457	5.75	2009/2021	- 4 927 858	- 6 741 457	43 158	
HKD	77 883	6.97	259 269	2.70	2009/2019	- 77 883	- 259 269		
NZD	2 806 416	6.88	3 160 787	6.90	2009/2017	- 2 788 227	- 3 160 787	18 189	
ZAR	1 160 062	8.91	1 339 714	8.60	2009/2018	- 791 164	- 935 013	368 898	404 701
MXN	79 425	8.57	82 335	8.57	2009/2015	- 79 425	- 82 335		
TWD	176 856	1.66	65 175	3.47	2010/2013	- 176 856	- 65 175		
TRY	2 518 980	14.04	2 001 043	12.91	2009/2022	- 2 484 077	- 1 994 687	34 903	6 356
ISK	113 793	9.47	95 270	8.74	2010/2011	- 113 793	- 95 270		
RUB	135 770	7.39	135 822	8.14	2011/2019	- 135 770	- 135 822		
Fair Value Option Adjustment (IAS 39)	17 511 917		16 345 922						
TOTAL	284 500 945		318 570 713						

The redemption of certain borrowings is indexed to stock exchange indexes (historical value: EUR 843 million as at 30.06.09).
All such borrowings are hedged in full through swap operations.

NOTE E - Commitments, Contingent Liabilities and other memorandum items (in EUR '000)

	30.06.2009 (Unaudited)	31.12.2008
Commitments		
- EBRD capital		
. uncalled	442 500	442 500
- Undisbursed loans		
. credit institutions (Note B)	15 820 551	12 457 853
. customers (Note B)	<u>50 506 589</u>	<u>46 411 674</u>
	66 327 140	58 869 527
- Undisbursed venture capital operations	1 262 340	1 227 139
- Undisbursed infrastructure funds	197 014	241 627
- Undisbursed investment funds	144 002	93 094
Guarantees:		
- In respect of loans granted by third parties	3 357 824	4 067 932
- In respect of venture capital operations	15 570	15 171
Fiduciary operations	9 851 427	9 033 466
Assets held on behalf of third parties		
- CIP/SMEG 2007	95 428	95 483
- CIP/GIF 2007	61 385	69 342
- SME Guarantee Facility	71 387	69 877
- European Technology Facility	14 272	13 585
- Map Equity	66 747	77 816
- Guarantee Fund treasury management	1 206 161	1 091 447
- Investment Facility - Cotonou	1 135 443	1 144 922
- Map Guarantee	53 573	73 580
- Seed Capital Action	25	131
- Special Section	1 590 995	1 593 398
- RSFF	368 668	205 760
- EU-Africa	96 297	91 881
- HIPC	70 522	90 569
- FEMIP	32 673	33 159
- LGTT	104 382	43 760
- FP7 Guarantee Fund	408 034	283 132
- Jasper	5 129	1 114
- Jessica	2 153	0
- TTP	2 009	2 000
- Jeremie	475 896	283 101
- GEEREF	46 115	45 929
- BWMi	<u>718</u>	<u>130</u>
	5 908 012	5 310 116
Special deposits for service of borrowings	257 587	134 772
Securities Portfolio	0	157 480
Interest-rate swap and deferred rate-setting contracts	316 203 446	276 181 870
Currency swap contracts payable	121 880 230	115 600 764
Currency swap contracts receivable	116 234 352	106 514 766
Credit default swaps	189 860	172 383
Put option granted to EIF minority shareholders (Note D)	390 238	363 433
Borrowings arranged but not yet signed	274 722	0
Swaps arranged but not yet signed	40	0
Securities lent	329 648	367 704
Future contracts	215 800	393 663
Forward rate agreement	1 110 096	5 472 000
FX Forwards	0	234 469
Overnight indexed swaps	0	0

EIB BALANCE SHEET AS AT 30 JUNE 2009 (in EUR '000)

ASSETS	30.06.2009 (Unaudited)	31.12.2008	LIABILITIES	30.06.2009 (Unaudited)	31.12.2008
1. Cash in hand, balances with central banks and post office banks	82	76	1. Amounts owed to credit institutions		
2. Treasury bills eligible for refinancing with central banks	5 032 507	1 908 756	a) with agreed maturity dates or periods of notice	5 262 006	5 958 407
3. Loans and advances to credit institutions				5 262 006	5 958 407
a) repayable on demand	267 130	245 372	2. Debts evidenced by certificates		
b) other loans and advances	31 098 388	21 361 419	a) debt securities in issue	301 042 335	266 320 259
c) loans	113 738 183	111 990 666	b) others	1 182 456	668 769
4. Loans and advances to customers	145 103 701	133 597 457		302 224 791	266 989 028
a) loans	187 378 503	173 662 179	3. Other liabilities		
b) specific provisions	- 82 000	- 22 000	a) sundry creditors	1 463 591	1 449 061
5. Debt securities including fixed-income securities			b) sundry liabilities	14 909	18 352
a) issued by public bodies	659 075	454 413	c) foreign exchange neutralization on currency swap contracts	5 647 406	9 055 318
b) issued by other borrowers	14 556 182	10 278 428	4. Accruals and deferred income	7 125 906	10 522 731
6. Shares and other variable-yield securities	1 428 644	1 366 456		4 193 797	4 905 091
7. Participating Interests	479 272	479 272	5. Provisions for liabilities and charges		
8. Intangible assets	3 941	4 316	a) pension plans and health insurance scheme	1 250 098	1 187 653
9. Property, furniture and equipment	308 729	313 881	b) provision for guarantees issued in respect of venture capital operations.....	5 781	5 781
10. Other assets				1 255 879	1 193 434
a) sundry debtors	85 460	148 584	6. Capital		
11. Subscribed capital and receivable reserves, called but not paid	144 159	473 986	- Subscribed	232 392 989	164 808 169
12. Prepayments and accrued income	2 070 989	3 095 170	- Uncalled	- 220 773 340	- 156 567 761
	357 169 244	325 760 974		11 619 649	8 240 408
OFF-BALANCE-SHEET ITEMS	30.06.2009 (Unaudited)	31.12.2008	7. Reserves		
- EBRD capital			a) reserve fund	18 205 506	16 480 817
- uncalled	442 500	442 500	b) additional reserves	0	5 305 876
- EIF capital			8. Funds allocated to structured finance facility and similar undertakings	4 750 000	2 750 000
- uncalled	1 457 600	1 457 600	9. Funds allocated to venture capital operations	1 617 127	1 764 305
- Undisbursed loans			10. Profit for the financial year	914 583	1 650 877
- credit institutions	15 820 551	12 457 853		357 169 244	325 760 974
- customers.....	50 506 589	46 411 674	OFF-BALANCE-SHEET ITEMS	30.06.2009 (Unaudited)	31.12.2008
- Undisbursed venture capital operations	1 120 283	1 088 046	Special deposits for service of borrowings	257 587	134 772
- Undisbursed infrastructure funds	197 014	241 627	Securities receivable	0	157 480
- Undisbursed investment funds.....	144 002	93 094	Nominal value of interest rate swap contracts	316 203 446	276 181 870
Guarantees			Nominal value of currency swap contracts payable	121 880 230	115 600 764
- In respect of loans granted by third parties	75 225	246 621	Nominal value of currency swap contracts receivable	116 234 352	106 514 766
- In respect of venture capital operations	15 570	15 171	Nominal value of credit default swaps	189 860	172 383
EIF treasury management	835 063	851 595	Nominal value of put option granted to EIF minority shareholders	390 238	363 433
Guarantee Fund treasury management	1 206 161	1 091 447	Borrowings arranged but not yet signed	274 722	0
FP7 Guarantee Fund treasury management	408 034	283 132	Swaps arranged but not yet signed	40	0
			Securities lending	318 318	306 934
			Futures contracts	215 800	393 663
			Forward rate agreement	1 110 096	5 472 000
			FX forward	291 103	234 469

**PROFIT AND LOSS ACCOUNT FOR
THE PERIOD ENDED 30TH JUNE 2009**

(in EUR '000)

	30.06.2009 (Unaudited)	30.06.2008 (Unaudited)	31.12.2008
1. Interest and similar income	5 378 436	7 343 999	15 123 072
2. Interest and similar charges	- 4 257 861	- 6 327 171	- 13 035 794
3. Income from securities with variable-yield	14 669	24 303	64 274
a) income from participating interests	9 733	12 788	13 074
b) income from shares and variable-yield securities	<u>4 936</u>	<u>11 515</u>	<u>51 200</u>
4. Commission income	31 355	30 401	77 700
5. Commission expense	- 5 047	- 5 111	- 8 474
6. Result on financial operations	25 707	18 300	- 56 547
7. Other operating income	23 390	16 014	39 787
8. General administrative expense	- 172 493	- 153 033	- 362 929
a) staff costs	- 130 166	- 119 689	- 261 127
b) other administrative costs	<u>- 42 327</u>	<u>- 33 344</u>	<u>- 101 802</u>
9. Depreciation and amortization	- 12 461	- 10 494	- 27 602
a) intangible assets	- 1 013	- 604	- 1 854
b) tangible assets	<u>- 11 448</u>	<u>- 9 890</u>	<u>- 25 748</u>
10. Result on sale of loans and advances	0	- 15 862	- 15 467
11. Value adjustments on loans and advances	- 60 000	18 736	18 219
12. Value adjustments on shares and other variable-yield securities and participative interests	- 52 597	- 35 660	- 165 269
13. Release from provision for guarantees issued	1 485	265	- 93
14. Profit for the period / year	<u>914 583</u>	<u>904 687</u>	<u>1 650 877</u>

CASH FLOW STATEMENT AS AT 30 JUNE 2009

(in EUR '000)

	30.06.2009	30.06.2008
	(Unaudited)	(Unaudited)
A. Cash flows from operating activities :		
Profit for the half year	914 583	904 687
Adjustments :		
Value adjustments on tangible and intangible assets	12 461	10 494
Value adjustment on shares and other variable yield securities and participating interest	52 597	35 660
Decrease in accruals and deferred income	- 711 294	- 443 974
Decrease in prepayments and accrued income	1 024 181	519 320
Investment portfolio amortisation	4 037	- 2 904
 Profit on operating activities :	 1 296 565	 1 023 283
Net loan disbursements	- 23 017 432	- 17 652 542
Repayments	10 905 596	10 251 638
Effects of exchange rate changes on loans	- 3 352 004	4 680 934
Decrease/Increase in treasury portfolios	310 341	- 81 548
Increase in venture capital operations	- 90 636	- 27 277
Specific provisions on loans and advances	60 000	- 19 550
Increase in shares and other variable yield securities	- 24 149	- 8 711
Decrease in other assets	63 124	19 090
 Net cash from operating activities	 - 13 848 595	 - 1 814 683
B. Cash flows from investing activities :		
Sales of EIF shares	0	0
Securities matured during the period	115 621	145 166
Purchases of securities	0	0
Increase in securitised loans	- 752 269	- 364 472
Increase in land, buildings and furniture	- 6 296	- 31 477
Increase in intangible fixed assets	- 638	- 873
 Net cash from investing activities	 - 643 582	 - 251 656
C. Cash flows from financing activities :		
Issue of borrowings	62 633 939	40 291 873
Redemption of borrowings	- 21 001 041	- 19 614 876
Effects of exchange rate changes on borrowings and swaps	2 190 737	- 5 507 573
Paid in by Member States	329 827	329 827
Decrease in commercial paper	- 11 995 784	- 4 941 569
Decrease/Increase in amounts owed to credit institutions	- 696 401	77 202
Increase in other liabilities	73 533	134 773
 Net cash from financing activities	 31 534 810	 10 769 657
 Summary statement of cash flows		
Cash and cash equivalents at 1st January	23 718 439	17 965 695
Net cash from :		
(1) operating activities	- 13 848 595	- 1 814 683
(2) investing activities	- 643 582	- 251 656
(3) financing activities	31 534 810	10 769 657
Effects of exchange rate changes on cash and cash equivalents		
Cash and cash equivalents at 30th June	40 761 070	26 669 013
 Cash analysis (excluding investment and hedging portfolios)		
Cash in hand, balances with central banks and post office banks	82	512
Bills maturing within three months of issue	9 395 470	4 620 290
Loans and advances to credit institutions :		
Accounts repayable on demand	267 130	246 538
Term deposits accounts	31 098 388	21 801 673
	40 761 070	26 669 013

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

NOTE A Basis of Presentation

The accompanying unaudited condensed financial statements of the European Investment Bank (the “Bank”) as at June 30, 2009 do not include all of the information and footnotes required for complete financial statements. These financial statements are prepared on an unconsolidated basis.

In the opinion of management, all adjustments, normal recurring accruals and adjustments for the impairment of venture capital operations and loans considered necessary for a fair presentation have been recorded. The profit for the six-month period ended June 30, 2009 is not necessarily indicative of the results that may be expected for the year ended December 31, 2009.

These unaudited condensed financial statements as at and for the periods ended June 30, 2009 and the financial statements as at and for the year ended December 31, 2008 were prepared in accordance with the general principles of the Directive of the Council of the European Communities of 8 December 1986 (as amended by the Directive of May 31, 2001) without making use of the option available to apply fair value accounting.

For further information, refer to the unconsolidated financial statements and footnotes thereto included in the Bank’s annual report for the year ended December 31, 2008.

NOTE B Summary Statement of Loans (in Eur '000)

<u>Analysis of aggregate loans granted (before specific provisions)</u>	Loans granted		Total
	to intermediary credit institutions	directly to final beneficiaries	
- Disbursed portion	113,738,183	187,378,503	301,116,686
- Undisbursed portion	15,820,551	50,506,589	66,327,140
Aggregate loans granted	129,558,734	237,885,092	367,443,826

NOTE C Participating Interests

EIF capital increase

This item for EUR 479,271,824 corresponds to the capital paid in by the Bank in respect of its subscription (EUR 1,822,000,000) to the capital of the European Investment Fund (EIF), with its registered office in Luxembourg.

As at June 30, 2009, the subscribed capital of the EIF has increased from EUR 2.865 billion to EUR 2.940 billion. The percentage holding of the Bank in the EIF has decreased from 63.60% at the end of December 2008 to 61.97% at the end of June 2009.

At the EIF Annual General Meeting of Shareholders held on the May 7, 2007, it was decided to issue 1000 new shares, identical to the 2000 existing ones (nominal value EUR 1 million each, paid in ratio of 20%) between the June 30, 2007 and June 30, 2010. Out of the 1000 new shares, 940 were subscribed as at June 30, 2009. The Bank has decided to subscribe 609 new shares on June 30, 2007.

By June 30, 2010, all shares not subscribed by the other shareholders will be subscribed by the Bank.

Commitment to purchase the remaining EIF shares at a fixed price

Under the terms of the Replacement Share Purchase Undertaking, the EIB is offering to buy the remaining subscribed shares from the EIF's other shareholders on the June 30, 2009 for a price of EUR 349,049.95 per share. The latter corresponds to the part of each share in the called capital of EIF, increased by the share premium account, the statutory reserves, the disclosed unrealised gains in venture capital operations, the profit brought forward and the profit of the year. Given that the dividend for the year will still be due to the other shareholders, the dividend decided will be deducted from the, thus obtained, price. The agreed formula is being applied to the approved and audited annual accounts of the EIF for the financial year in which the option is exercised.

NOTE D Debts evidenced by certificates

[See following page for summary statement of debts evidenced by certificates]

NOTE D - SUMMARY STATEMENT OF DEBTS EVIDENCED BY CERTIFICATES AS AT 30 JUNE 2009 (IN EUR' 000)

PAYABLE IN	BORROWINGS					CURRENCY SWAPS		NET AMOUNT	
	OUTSTANDING AT 31.12.2008	AVERAGE RATE	OUTSTANDING AT 30.06.2009	AVERAGE RATE	DUE DATES	RECEIVABLE		OUTSTANDING AT 31.12.2008	OUTSTANDING AT 30.06.2009
						31.12.2008	30.06.2009		
EUR	107 758 784	4.02	134 814 103	3.91	2009/2057	- 1 692 262	- 1 658 004	106 066 522	133 156 099
GBP	47 705 235	5.11	57 824 501	4.91	2009/2054	- 15 100 101	- 21 018 548	32 605 134	36 805 953
DKK	536 869	2.86	604 270	2.77	2010/2026			536 869	604 270
SEK	1 985 281	4.18	1 621 272	4.12	2011/2028	- 552 571	- 555 510	1 432 710	1 065 762
CZK	928 119	5.03	598 912	3.87	2010/2030			928 119	598 912
HUF	731 159	7.20	406 923	6.94	2010/2015	- 328 084	- 128 890	403 075	278 033
PLN	465 206	6.29	309 240	6.34	2010/2026	- 93 313	- 64 594	371 893	244 646
BGN	309 336	6.60	324 675	5.83	2009/2013	- 309 336	- 324 675		
SKK	144 175	4.75		0.00	0			144 175	
RON	74 580	7.00	106 959	8.88	2014/2016	- 74 580	- 106 959		
USD	77 423 397	3.72	73 314 058	3.58	2009/2058	- 41 397 725	- 46 707 482	36 025 672	26 606 576
CHF	4 468 687	2.47	5 352 113	2.40	2009/2036	- 2 545 455	- 3 426 138	1 923 232	1 925 975
JPY	10 331 351	0.97	10 461 933	0.88	2011/2047	- 10 022 170	- 9 817 700	309 181	644 233
NOK	1 315 897	4.08	1 807 163	3.81	2010/2025	- 733 333	- 1 230 872	582 564	576 291
CAD	770 751	4.70	797 797	4.72	2037/2045	- 775 163	- 811 929	- 4 412	- 14 132
AUD	4 971 016	5.83	6 741 457	5.75	2009/2021	- 4 927 858	- 6 741 457	43 158	
HKD	77 883	6.97	259 269	2.70	2009/2019	- 77 883	- 259 269		
NZD	2 806 416	6.88	3 160 787	6.90	2009/2017	- 2 788 227	- 3 160 787	18 189	
ZAR	1 160 062	8.91	1 339 714	8.60	2009/2018	- 791 164	- 935 013	368 898	404 701
MXN	79 425	8.57	82 335	8.57	2009/2015	- 79 425	- 82 335		
TWD	176 856	1.66	65 175	3.47	2010/2013	- 176 856	- 65 175		
TRY	2 518 980	14.04	2 001 043	12.91	2009/2022	- 2 484 077	- 1 994 687	34 903	6 356
ISK	113 793	9.47	95 270	8.74	2010/2011	- 113 793	- 95 270		
RUB	135 770	7.39	135 822	8.14	2011/2019	- 135 770	- 135 822		
TOTAL	266 989 028		302 224 791			- 85 199 146	- 99 321 116	181 789 882	202 903 675

The redemption of certain borrowings is indexed to stock exchange indexes (historical value: EUR 843 million).
All such borrowings are hedged in full through swap operations.