



European Investment Bank Group

Unaudited Condensed Semi Annual Financial Statements
as at June 30, 2013 - SEC Filing

EIB Group
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2013 UNDER IFRS
(in EUR '000)

ASSETS	30.06.2013 (Unaudited)	31.12.2012	LIABILITIES AND EQUITY	30.06.2013 (Unaudited)	31.12.2012
1. Cash in hand, balances with central banks and post office banks	136 507	157 362	1. Amounts owed to credit institutions		
			a) repayable on demand	7 108 223	10 708 490
			b) with agreed maturity dates or periods of notice	<u>711 408</u>	<u>952 308</u>
2. Treasury bills and other bills eligible for refinancing with central banks	28 761 610	18 416 931		7 819 631	11 660 798
3. Loans and advances to credit institutions			2. Amounts owed to customers		
a) repayable on demand	1 046 176	1 080 619	a) repayable on demand	1 909 049	2 071 645
b) other loans and advances	62 821 783	50 286 744	b) with agreed maturity dates or periods of notice	<u>588 225</u>	<u>658 850</u>
c) loans (Note B)	124 087 683	125 872 793		2 497 274	2 730 495
d) Impairment on loans and advances, net of reversals	<u>- 35 900</u>	<u>- 35 900</u>	3. Debts evidenced by certificates (Note C)		
	187 919 742	177 204 256	a) debt securities in issue	447 746 081	444 312 894
4. Loans and advances to customers			b) others	<u>22 065 231</u>	<u>25 872 663</u>
a) other loans and advances	0	5 120		469 811 312	470 185 557
b) loans (Note B)	294 366 142	293 404 173	4. Derivatives liabilities	21 258 858	24 744 891
c) Impairment on loans and advances, net of reversals	<u>- 231 619</u>	<u>- 305 649</u>	5. Other liabilities	1 004 294	978 971
	294 134 523	293 103 644	6. Deferred income	139 599	136 464
5. Debt securities including fixed-income securities			7. Provisions		
a) issued by public bodies	1 831 524	3 707 720	a) pension plans and health insurance scheme	2 499 310	1 599 384
b) issued by other borrowers	<u>5 593 695</u>	<u>5 636 279</u>	b) provision for guarantees issued	179 724	174 993
	7 425 219	9 343 999	c) provision for commitment on investment funds	<u>8 549</u>	<u>7 279</u>
6. Shares and other variable-yield securities	3 286 419	3 128 685	TOTAL LIABILITIES	<u>2 687 583</u>	<u>1 781 656</u>
7. Derivative assets	40 485 036	55 885 610		505 218 551	512 218 832
8. Property, furniture and equipment	287 942	294 107	8. Subscribed capital		
9. Investment property	2 622	2 702	a) subscribed	242 392 989	242 392 989
10. Intangible assets	9 384	9 801	b) uncalled	<u>- 220 773 340</u>	<u>- 220 773 340</u>
11. Other assets	26 471	212 232		21 619 649	21 619 649
12. Subscribed capital, called but not paid	836 630	9 992 427	9. Consolidated reserves		
13. Prepayments	49 197	62 283	a) reserve fund	22 700 542	21 596 628
			b) additional reserves	- 232 661	3 054 808
			c) fair value reserve	1 009 681	927 942
			d) special activities reserve	6 090 520	5 140 386
			e) general loan reserve	<u>3 663 165</u>	<u>2 976 909</u>
				33 231 247	33 696 673
			10. Profit for the period	3 291 855	278 885
			TOTAL EQUITY	<u>58 142 751</u>	<u>55 595 207</u>
TOTAL ASSETS	<u>563 361 302</u>	<u>567 814 039</u>	TOTAL LIABILITIES AND EQUITY	<u>563 361 302</u>	<u>567 814 039</u>

CONSOLIDATED INCOME STATEMENT FOR THE PERIOD ENDED JUNE 30, 2013 UNDER IFRS
(in EUR '000)

	HI 2013 (Unaudited)	HI 2012 (Unaudited)	2012
1. Interest and similar income	11 604 858	12 942 743	25 328 977
2. Interest expense and similar charges	- 10 169 140	- 11 573 767	- 22 590 861
3. Income from shares and other variable-yield securities	29 716	17 301	33 789
4. Fee and commission income	159 347	135 588	293 395
5. Fee and commission expense	212	- 331	- 146
6. Result on financial operations	1 961 726	375 047	- 1 983 217
7. Other operating income	5 157	1 514	10 097
8. Other operating expense	0	0	0
9. Change in impairment on loans and advances and provisions for guarantees, net of reversals	- 3 272	- 62 402	- 192 377
10. Change in impairment on shares and other variable-yield securities, net of reversals	- 26 506	46 208	- 31 259
11. General administrative expenses			
a) staff costs	- 202 818	- 187 555	- 416 569
b) other administrative costs	- 53 937	- 52 238	- 141 691
	<u>- 256 755</u>	<u>- 239 793</u>	<u>- 558 260</u>
12. Depreciation and amortisation: property, furniture and equipment, investment property and intangible assets			
a) property, furniture and equipment	- 10 788	- 11 367	- 24 643
b) investment property	- 81	- 81	- 161
c) intangible assets	- 2 619	- 1 780	- 6 449
	<u>- 13 488</u>	<u>- 13 228</u>	<u>- 31 253</u>
13. Profit for the period	<u>3 291 855</u>	<u>1 628 880</u>	<u>278 885</u>
14. Attributable to: Equity holders of the Bank	<u>3 291 855</u>	<u>1 628 880</u>	<u>278 885</u>

CONSOLIDATED STATEMENT OF COMPREHENSIVE INCOME FOR THE PERIOD ENDED JUNE 30, 2013 UNDER IFRS
(in EUR '000)

	HI 2013 (Unaudited)	HI 2012 (Unaudited)	2012
Profit for the period	3 291 855	1 628 880	278 885
Other comprehensive income / loss:			
Available for sale financial assets - fair value reserve			
1. Net unrealised gains and losses on financial assets available for sale	82 184	28 091	241 419
2. Impairment charges transferred to the consolidated income statement	481	46 618	8 004
3. Realised gains and losses transferred to the consolidated income statement	- 926	115 100	64 601
Total available for sale financial assets	81 739	189 809	314 024
Defined benefit plan actuarial gains (losses)	- 826 449	0	0
Total other comprehensive income / loss	- 744 710	189 809	314 024
Total comprehensive income	<u>2 547 145</u>	<u>1 818 689</u>	<u>592 909</u>
Attributable to: Equity holders of the Bank	<u>2 547 145</u>	<u>1 818 689</u>	<u>592 909</u>

CONSOLIDATED STATEMENT OF CHANGES IN EQUITY UNDER IFRS (in EUR '000)

For the half year ended June 30, 2013	Subscribed capital	Callable capital	Reserve fund	Special activities reserve	General loan reserve	Additional reserves		Profit for the period before appropriation	Total consolidated equity
						Other	Fair value reserve		
As at December 31, 2011	232 392 989	- 220 773 340	20 972 343	4 108 940	2 340 863	1 605 420	613 918	3 742 865	45 003 998
Appropriation of prior year's profit	0	0	624 285	1 031 446	636 046	1 451 088	0	- 3 742 865	0
Total comprehensive income for the period	0	0	0	0	0	0	314 024	278 885	592 909
Subscribed capital increase	10 000 000	0	0	0	0	0	0	0	10 000 000
Changes in ownership interests in subsidiaries that do not result in a loss of control	0	0	0	0	0	- 1 700	0	0	- 1 700
As at December 31, 2012	242 392 989	- 220 773 340	21 596 628	5 140 386	2 976 909	3 054 808	927 942	278 885	55 595 207
Appropriation of prior year's profit	0	0	1 103 914	950 134	686 256	- 2 461 419	0	- 278 885	0
Total comprehensive loss for the period	0	0	0	0	0	- 826 449	81 739	3 291 855	2 547 145
Changes in ownership interests in subsidiaries that do not result in a loss of control	0	0	0	0	0	399	0	0	399
As at June 30, 2013 (Unaudited)	242 392 989	- 220 773 340	22 700 542	6 090 520	3 663 165	- 232 661	1 009 681	3 291 855	58 142 751

CONSOLIDATED CASH FLOW STATEMENT FOR PERIOD ENDED JUNE 30, 2013 UNDER IFRS
(in EUR '000)

	H1 2013 (Unaudited)	2012
A. Cash flows from operating activities :		
Profit for the period	3 291 855	278 885
Adjustments for:		
Changes in impairment on loans and advances, net of reversals	- 74 030	148 759
Change in provisions for pension plans and health insurance scheme	63 584	137 551
Unwinding of discount relating to capital and reserve called, but not paid in	3 764	0
Change in provisions for commitment on investment funds and guarantees on venture capital operations	7 158	14 110
Depreciation/amortisation on property, furniture and equipment, investment property and intangible assets	13 488	31 253
Changes in impairment of shares and other variable-yield securities	26 506	31 259
Held to maturity portfolio amortisation and accrued interest	13 692	32 070
Change in fair value of trading debt securities	27 306	- 84 028
Net results on loans under the fair value option and associated sw aps	- 2 232 534	- 4 628 184
Net results on borrow ings under the fair value option and associated sw aps	4 928 575	10 106 980
Change in fair value of other derivatives	- 4 101 554	- 1 101 876
Interest expense on non-controlling interest	14 275	9 292
Effect of exchange rate changes	- 1 360 701	- 793 590
Profit on operating activities	621 384	4 182 481
Disbursements of loans and advances to credit institutions and customers	- 21 700 579	- 48 366 746
Repayments of loans and advances to credit institutions and customers	16 174 681	32 233 139
Change in deposits w ith central banks	21 403	238 653
Net additions to available for sale and trading debt securities	- 390 870	1 048 906
Net additions to available for sale venture capital operations	- 111 100	- 252 148
Net additions to available for sale shares and other variable-yield securities	19 551	- 97 183
Change in amounts owed to credit institutions and customers	- 4 074 388	- 364 795
Change in interest accrued on cash and cash equivalents	- 42 381	38 726
Change in prepayments	13 086	- 14 455
Change in other assets	185 761	- 88 343
Change in deferred income	3 135	- 29 530
Change in other liabilities (excluding non-controlling interest)	22 236	88 847
Net cash used in operating activities	- 9 258 081	- 11 382 448
B. Cash flows from investing activities :		
Securities from investment portfolio matured during the period	168 500	187 749
Purchase of loan substitutes included in the debt securities portfolios	- 1 112 015	- 2 792 755
Redemption of loan substitutes included in the debt securities portfolios	734 123	2 110 109
Purchase and disposal of property, furniture and equipment, investment property and intangible assets	- 6 826	- 18 966
Net cash used in investing activities	- 216 218	- 513 863
C. Cash flows from financing activities :		
Issuance of debts evidenced by certificates	63 118 177	140 025 290
Redemption of debts evidenced by certificates	- 44 725 148	- 115 065 905
Member States' contribution	9 152 033	7 573
Net change in cash related to acquisitions and disposals of shares in subsidiary undertakings	- 1 116	- 1 944
Dividend paid to non-controlling interest	- 2 322	0
Net cash from financing activities	27 541 624	24 965 014
Summary statement of cash flows		
Cash and cash equivalents at the beginning of the year	60 518 141	47 038 818
Net cash from:		
Operating activities	- 9 258 081	- 11 382 448
Investing activities	- 216 218	- 513 863
Financing activities	27 541 624	24 965 014
Effect of exchange rate changes on cash held	691 706	410 620
Cash and cash equivalents at the end of the period	79 277 172	60 518 141
Cash and cash equivalents are composed of:		
Cash in hand, balances w ith central banks and post office banks, excluding deposits w ith Central Bank of Luxembourg to cover minimum reserve requirement	652	104
Bills maturing w ithin three months of issue (A1 portfolio excluding accrued interest)	17 355 624	9 431 365
Loans and advances to credit institutions:		
Repayable on demand	1 046 176	1 080 619
Other loans and advances	60 874 720	50 006 053
	79 277 172	60 518 141
Supplementary disclosures of operating cash flow:		
Interest received	11 478 521	24 955 007
Dividends received	28 058	32 758
Interest paid	- 3 461 715	- 8 509 588
Dividends paid	- 2 322	0

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

NOTE A Basis of presentation

The unaudited condensed consolidated financial statements of the European Investment Bank (“the Bank”) as at June 30, 2013 do not include all of the information and footnotes required for complete financial statements, in accordance with IAS34 Interim Financial Reporting.

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, 2013 is not necessarily indicative of the results that may be expected for the year ending December 31, 2013.

The audited consolidated financial statements as at and for the year ended December 31, 2012 were prepared in accordance with International Financial Reporting Standards (IFRS) as endorsed by the EU. The unaudited condensed consolidated financial statements as at and for the period ended June 30, 2013 are based on the same principles.

For further information, refer to the consolidated financial statements and footnotes thereto included in the Bank’s annual report for the year ended December 31, 2012.

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	124 087 683	294 366 142	418 453 825
- Undisbursed portion	20 318 510	57 610 529	77 929 039
Aggregate loans granted	<u>144 406 193</u>	<u>351 976 671</u>	<u>496 382 864</u>

NOTE C Debts evidenced by certificates

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

NOTE D Commitment to purchase the remaining European Investment Fund (“EIF”) shares at a fixed price

As at June 30, 2013, the Bank holds 62.23% of the EIF’s subscribed capital (62.13% as at December 31, 2012).

Under the terms of the Replacement Share Purchase Undertaking, the Bank is offering to buy the remaining subscribed shares from the EIF’s other shareholders for a price of EUR 371,941.49 per share as at June 30, 2013. 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. 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 June 30, 2013 (in EUR' 000)

PAYABLE IN	OUTSTANDING AT 30.06.2013	AVERAGE RATE 30.06.2013	DUE DATES	OUTSTANDING AT 31.12.2012	AVERAGE RATE 2012
EUR	212 509 447	2.91	2013/2057	196 023 682	3.09
USD	113 369 541	2.13	2013/2058	108 809 061	2.36
GBP	57 150 904	3.50	2013/2054	59 693 677	3.77
AUD	16 460 554	5.39	2013/2042	19 055 453	5.27
JPY	8 721 673	0.90	2014/2047	10 650 948	0.85
CHF	8 100 995	2.33	2014/2036	7 990 828	2.37
NOK	5 435 196	3.74	2013/2033	6 974 498	3.37
SEK	5 521 402	3.65	2013/2039	5 507 027	3.61
TRY	2 872 879	8.33	2013/2022	2 932 450	8.86
ZAR	1 751 570	7.74	2013/2021	1 710 305	8.02
NZD	1 140 415	6.01	2014/2021	1 614 026	5.49
RUB	965 107	6.50	2014/2019	1 087 293	6.50
CAD	1 078 689	3.61	2018/2045	753 409	4.53
DKK	549 686	2.55	2024/2026	549 524	2.55
CZK	427 348	3.14	2013/2030	527 035	3.51
PLN	270 775	5.91	2013/2026	313 500	5.91
HUF	211 385	6.47	2015/2016	239 743	6.51
RON	100 890	8.88	2014/2016	101 249	8.88
BGN	-	-	-	43 460	1.21
MXN	37 610	4.70	2015/2015	37 297	4.70
HKD	33 509	5.10	2013/2019	33 252	5.10
TWD	-	-	-	26 042	4.76
Fair value adjustement on borrowings	33 101 737			45 511 798	
TOTAL	469 811 312			470 185 557	

The principal and interest of certain structured borrowings are index linked to stock exchange indexes (historical value: EUR 198 million at 30 June 2013 and EUR 243 million in 2012).

All such borrowings are hedged in full through swap operations.

Note E - Commitments, contingent liabilities, pledged assets and other memorandum items (in EUR '000)

	30.06.2013 (Unaudited)	31.12.2012
Commitments		
- EBRD capital		
- uncalled	712 630	712 630
- Undisbursed loans		
- credit institutions	20 318 510	19 786 999
- customers	57 610 529	62 129 484
	77 929 039	81 916 483
- Undisbursed venture capital operations	2 146 366	2 087 888
- Undisbursed investment funds	559 486	539 385
Contingent liabilities and guarantees		
- In respect of loans granted by third parties	3 389 758	3 633 454
- In respect of venture capital operations	41 106	40 866
Assets held on behalf of third parties		
- NER300	2 640 196	2 408 798
- Investment Facility - Cotonou	2 116 934	2 132 527
- Guarantee Fund	1 993 987	2 021 926
- JESSICA (Contribution and Holding Funds)	1 744 825	1 772 025
- FP7 Guarantee Fund	1 478 330	1 432 835
- RSFF	1 272 631	1 072 665
- Special Section	769 460	781 550
- JEREMIE	606 440	708 656
- EU-Africa Infrastructure Trust Fund	497 505	503 242
- GF Greece	300 000	300 000
- LGTT	163 092	163 275
- ENPI	162 251	166 333
- SMEG 2007	152 349	124 104
- GIF 2007	142 076	102 621
- RSI	102 090	131 481
- AECID	100 178	100 155
- ECHA	76 122	121 224
- NIF Trust Fund	60 529	55 301
- PBI	60 000	50 000
- SME Guarantee Facility	59 186	59 604
- GAGF	49 322	50 067
- HIPC	39 168	39 588
- FEMIP Trust Fund	28 408	29 874
- MAP Equity	21 641	20 591
- MAP guarantee	18 226	24 940
- G43 Trust Fund	15 851	15 895
- WBEDIF Trust account	15 800	0
- EPMF	9 938	10 508
- EPTA Trust Fund	8 967	9 082
- JASPERs	8 689	2 434
- European Technology Facility	6 807	5 224
- GEEREF Technical Support Facility	1 918	1 922
- TTP	1 439	1 605
- EPPA	738	706
- GEEREF	369	4 120
- LfA-EIF Facility	358	519
- Bundesministerium für Wirtschaft und Technologie	327	2 528
- BIF Trust account	9	0
- MDD	6	6
- GGF	5	5
- EPEC	0	415
	14 726 167	14 428 351
Other items		
- Nominal value of interest-rate swap and deferred rate-setting contracts	448 408 211	432 817 455
- Nominal value of currency swap contracts receivable	190 129 503	190 231 826
- Nominal value of currency swap contracts payable	187 613 687	183 578 841
- Securities portfolio		
- Securities receivable	3 803 252	0
- Securities payable	35 000	0
- Forward rate agreements	1 390 000	4 946 600
- Currency forwards	462 018	363 762
- Nominal value of put option granted to EIF minority shareholders	427 462	424 376
- Swaps launched but not yet settled	47 419	16 475
- Borrowings launched but not yet settled	45 888	0
- Special deposits for service of borrowings	14 548	16 311

EIB GROUP - EU ACCOUNTING DIRECTIVES TO IFRS RECONCILIATION
Consolidated balance sheet as at June 30, 2013 (in EUR '000)

ASSETS	EU Accounting Directives		Adjustment	IFRS
	30/06/2013		Ref.	30/06/2013
1. Cash in hand, balances with central banks and post office banks	136 507		0	136 507
2. Treasury bills and other bills eligible for refinancing with central banks	28 666 212		95 398 A	28 761 610
3. Loans and advances to credit institutions				
a) repayable on demand	1 046 176		0	1 046 176
b) other loans and advances	62 800 725		21 058 B.1, B.2	62 821 783
c) loans	123 069 848		1 017 835 B.1, B.2	124 087 683
d) specific value adjustment	- 35 900		0	- 35 900
	<u>186 880 849</u>			<u>187 919 742</u>
4. Loans and advances to customers				
a) other loans and advances	0		0	0
b) loans	279 237 478		15 128 664 B.1, B.2	294 366 142
c) impairment on loans and advances, net of reversals	- 231 619		0	- 231 619
	<u>279 005 859</u>			<u>294 134 523</u>
5. Debt securities including fixed-income securities				
a) issued by public bodies	1 821 562		9 962 A	1 831 524
b) issued by other borrowers	5 584 899		8 796 A	5 593 695
	<u>7 406 461</u>			<u>7 425 219</u>
6. Shares and other variable-yield securities	2 526 395		760 024 A	3 286 419
7. Derivative assets			40 485 036 B.1	40 485 036
8. Property, furniture and equipment	290 564		- 2 622 C	287 942
9. Investment property			2 622 C	2 622
10. Intangible assets	9 384		0	9 384
11. Other assets	27 338		- 867 B.1	26 471
12. Subscribed capital, called but not paid	840 394		- 3 764 F	836 630
13. Prepayments			- 17 053 654 A, B.1, B.2, B.3	49 197
TOTAL ASSETS	<u>522 892 814</u>			<u>563 361 302</u>
LIABILITIES AND EQUITY	30/06/2013		Ref.	30/06/2013
1. Amounts owed to credit institutions				
a) repayable on demand	7 107 532		691 B.3	7 108 223
b) with agreed maturity dates or periods of notice	711 401		7 B.3	711 408
	<u>7 818 933</u>			<u>7 819 631</u>
2. Amounts owed to customers				
a) repayable on demand	1 909 049		0 B.3	1 909 049
b) with agreed maturity dates or periods of notice	588 090		135 B.3	588 225
	<u>2 497 139</u>			<u>2 497 274</u>
3. Debts evidenced by certificates				
a) debt securities in issue	415 273 561		32 472 520 B.3	447 746 081
b) others	21 436 014		629 217 B.3	22 065 231
	<u>436 709 575</u>			<u>469 811 312</u>
4. Derivatives liabilities			21 258 858 B.1	21 258 858
5. Other liabilities	649 253		355 041 B.1, B.2, E	1 004 294
6. Accruals and deferred income			- 15 937 293 A, B.1, B.2, B.3	139 599
7. Provisions				
a) pension plans and health insurance scheme	1 841 818		657 492 D	2 499 310
b) provisions for guarantees and commitments	179 724		0	179 724
c) provision for commitment on investment fund	8 549		0	8 549
	<u>2 030 091</u>			<u>2 687 583</u>
TOTAL LIABILITIES	<u>465 781 883</u>			<u>505 218 551</u>
8. Subscribed capital				
- Subscribed	242 392 989		0	242 392 989
- Uncalled	- 220 773 340		0	- 220 773 340
	<u>21 619 649</u>			<u>21 619 649</u>
9. Consolidated reserves				
a) reserve fund	22 700 542		0	22 700 542
b) additional reserves	1 312 938		- 719 150 A, B	593 788
c) fair value reserve			183 232 A, B, D	183 232
d) special activities reserve	6 090 520		0	6 090 520
e) general loan reserve	3 663 165		0	3 663 165
	<u>33 767 165</u>			<u>33 231 247</u>
10. Profit for the period attributable to the equity holders of the Bank			1 967 711 A, B.1, B.2, B.3, F	3 291 855
11. Equity attributable to minority interest	399 973		- 399 973 E	0
TOTAL EQUITY	<u>57 110 931</u>			<u>58 142 751</u>
TOTAL LIABILITIES AND EQUITY	<u>522 892 814</u>			<u>563 361 302</u>

EIB GROUP - EU ACCOUNTING DIRECTIVES TO IFRS RECONCILIATION
Consolidated income statement for the year ended June 30, 2013 (in EUR '000)

	EU Accounting Directives	Adjustment		IFRS
	H1 2013	Ref.	Ref.	H1 2013
1. Interest and similar income	11 603 454	1 404	A, B.2, F	11 604 858
2. Interest expense and similar charges	- 10 142 164	- 26 976	A, B.3, E	- 10 169 140
3. Income from shares and other variable-yield securities	29 716	0		29 716
4. Fee and commission income	159 347	0		159 347
5. Fee and commission expense	212	0		212
6. Result on financial operations	- 40 312	2 002 038	A, B.1, B.2, B.3	1 961 726
7. Other operating income	5 157	0		5 157
8. Change in impairment on loans and advances and provisions on guarantees, net of reversals	- 3 272	0		- 3 272
9. Change in impairment on shares and other variable yield securities, net of reversals	0	- 26 506	A	- 26 506
10. General administrative expenses				
a) staff costs	- 220 150			- 202 818
b) other administrative expenses	- 51 917			- 53 937
	- 272 067	15 312	D	- 256 755
11. Depreciation and amortisation: property, furniture and equipment, investment property and intangible assets				
a) property, furniture and equipment	- 10 869	81	C	- 10 788
b) investment property	0	- 81	C	- 81
c) intangible assets	- 2 619	0		- 2 619
	- 13 488			- 13 488
12. Profit for the period	<u>1 326 583</u>			<u>3 291 855</u>
13. Profit attributable to minority interest	- 2 439	2 439	E	0
14. Profit attributable to equity holders of the Bank	<u>1 324 144</u>			<u>3 291 855</u>

Valuation and income recognition differences between IFRS and EU Accounting Directives

A Financial assets classified as available-for-sale

Under EU Accounting Directives, available for sale instruments are recorded at market value. The value adjustments are reported under "Net result on financial operations" in the profit and loss for the period in which they are made. Accrued interest is recorded under balance sheet items "Prepayments and accrued income" or "Accruals and deferred income". Under IFRS, available for sale instruments are carried at fair value with changes in fair value reflected directly in equity. Impairment is recognised in the profit and loss for the year when negative changes in the fair valuation are other than temporary. It is reported separately on the face of the income statement. Accrued interest is reported on the balance sheet within the balance of the instrument to which it relates.

B Financial assets and liabilities designated at fair value through profit or loss

1 Derivative assets and liabilities

a Treasury derivatives

Under EU Accounting Directives, derivative instruments in the Bank's available for sale and trading portfolios are marked to market and recorded under "Other assets" or "Other liabilities". Interest accrued under derivative instruments is presented under "Prepayments and accrued income" and "Accruals and deferred income". Under IFRS, all derivative assets and liabilities are recognised on balance sheet as such and carried at their fair values.

b Hedging derivatives

Under EU Accounting Directives, hedging derivative instruments are not recognised on the balance sheet. They are carried off balance sheet at nominal amount. Interest accrued under derivative instruments and revaluation of the spot leg of currency swaps are presented under "Prepayments and accrued income" and "Accruals and deferred income". Under IFRS, all derivative assets and liabilities are recognised on balance sheet and carried at their fair values. Changes in fair values of derivatives are recognised in the profit and loss.

2 Loans and advances

Under EU Accounting Directives, all loans and advances are carried at amortised cost. Accrued interest is recorded under balance sheet items "Prepayments and accrued income" or "Accruals and deferred income". Under IFRS certain loans are classified on initial recognition as "fair value loans" and valued at fair value through profit or loss. Accrued interest is reported on the balance sheet within the balance of the asset to which it relates. Payments due are reclassified from other debtors to the loan balance to which they relate.

3 Borrowings

Under EU Accounting Directives, borrowings are recorded at amortised cost. Accrued interest is recorded under balance sheet items "Prepayments and accrued income" or "Accruals and deferred income". Under IFRS, the Bank applies the fair value option to a significant portion of its issued debt. Accrued interest is reported on the balance sheet within the balance of the debt instrument to which it relates.

C Investment property

This category is not used under EU Accounting Directives. Assets in this category under IFRS are reported in the "Tangible Assets" category under EU Accounting Directives. Under IFRS, assets in this category are held under the historical cost model.

D Pension funds

Under EU Accounting Directives, a 10% corridor approach is adopted, whereby prior year cumulative actuarial surpluses or deficits in excess of 10% of the commitments for retirement benefits are recognised over the average remaining service lives of the plan's participants as "Staff costs" in the Profit and loss account. Under IFRS, the full unrealised actuarial gains or losses are recognised in Other comprehensive income and included in the "Fair value reserve".

E Minority interest adjustment

The Bank granted a put option to the minority shareholders on their entire holding of the subsidiary. Under EU Accounting Directives, this put option does not influence the accounting treatment of minority interest on consolidation. Under IFRS, the put option results in the non-controlling interest balance being classified as liability rather than equity and being carried at fair value through profit or loss. The non-controlling interest in the IFRS profit for the year is therefore included in the interest expense for the year. Fair value adjustment is also reported under "Interest expense and similar charges".

F Capital receivable

This balance represents the amount receivable from the Member States in respect of the capital increase agreed in 2012. It is carried at the receivable amount under EU Accounting Directives. It is discounted to present value under IFRS, with the amortisation being recognised as "Interest and similar income".

EIB Group
CONSOLIDATED BALANCE SHEET AS AT JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES
(in EUR '000)

ASSETS	30.06.2013 (Unaudited)	31.12.2012	LIABILITIES	30.06.2013 (Unaudited)	31.12.2012
1. Cash in hand, balances with central banks and post office banks	136 507	157 362	1. Amounts owed to credit institutions		
			a) repayable on demand	7 107 532	10 708 287
			b) with agreed maturity dates or periods of notice	<u>711 401</u>	<u>952 306</u>
2. Treasury bills and other bills eligible for refinancing with central banks	28 666 212	18 334 686		7 818 933	11 660 593
3. Loans and advances to credit institutions			2. Amounts owed to customers		
a) repayable on demand	1 046 176	1 080 619	a) repayable on demand	1 909 049	2 071 645
b) other loans and advances	62 800 725	50 276 053	b) with agreed maturity dates or periods of notice	<u>588 090</u>	<u>658 637</u>
c) loans (Note B)	123 069 848	124 500 426		2 497 139	2 730 282
d) value adjustments	<u>- 35 900</u>	<u>- 35 900</u>	3. Debts evidenced by certificates (Note C)		
	186 880 849	175 821 198	a) debt securities in issue	415 273 561	400 349 871
4. Loans and advances to customers			b) others	<u>21 436 014</u>	<u>24 323 888</u>
a) other loans and advances	0	5 120		436 709 575	424 673 759
b) loans (Note B)	279 237 478	276 155 907	4. Other liabilities		614 688
c) value adjustments	<u>- 231 619</u>	<u>- 305 649</u>		649 253	
	279 005 859	275 855 378	5. Accruals and deferred income		16 076 892
5. Debt securities including fixed-income securities					11 499 540
a) issued by public bodies	1 821 562	3 692 079	6. Provisions		
b) issued by other borrowers	<u>5 584 899</u>	<u>5 632 183</u>	a) pension plans and health insurance scheme	1 841 818	1 762 993
	7 406 461	9 324 262	b) provision for guarantees issued	179 724	174 993
6. Shares and other variable-yield securities	2 526 395	2 470 684	c) provision for commitment on investment funds	<u>8 549</u>	<u>7 279</u>
7. Intangible assets	9 384	9 801		2 030 091	1 945 265
8. Tangible assets	290 564	296 809	7. Subscribed capital		
9. Other assets	27 338	212 265	a) subscribed	242 392 989	242 392 989
10. Subscribed capital, called but not paid	840 394	9 992 427	b) uncalled	<u>- 220 773 340</u>	<u>- 220 773 340</u>
11. Prepayments and accrued income	17 102 851	16 435 748		21 619 649	21 619 649
			8. Consolidated reserves		
			a) reserve fund	22 700 542	21 596 628
			b) additional reserves	1 312 938	1 255 639
			c) special activities reserve	6 090 520	5 140 386
			d) general loan reserve	<u>3 663 165</u>	<u>2 976 909</u>
				33 767 165	30 969 562
			9. Profit for the period attributable to the equity holders of the Bank	1 324 144	2 796 768
			10. Equity attributable to minority interest	399 973	400 514
TOTAL ASSETS	<u>522 892 814</u>	<u>508 910 620</u>	TOTAL LIABILITIES	<u>522 892 814</u>	<u>508 910 620</u>

CONSOLIDATED PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES (in EUR '000)

	H1 2013 (Unaudited)	H1 2012 (Unaudited)	2012
1. Interest receivable and similar income	11 603 454	12 960 359	25 560 312
2. Interest payable and similar charges	- 10 142 164	- 11 542 888	- 22 545 727
3. Income from securities	29 716	17 301	33 789
4. Commissions receivable	159 347	135 588	293 395
5. Commissions payable	212	- 331	- 146
6. Result on financial operations	- 40 312	133 241	264 162
7. Other operating income	5 157	1 514	10 097
8. General administrative expenses			
a) staff costs	- 220 150	- 188 744	- 403 244
b) other administrative expenses	- 51 917	- 52 632	- 142 626
	<u>- 272 067</u>	<u>- 241 376</u>	<u>- 545 870</u>
9. Value adjustments in respect of intangible and tangible assets			
a) tangible assets	- 10 869	- 11 448	- 24 804
b) intangible assets	- 2 619	- 1 780	- 6 449
	<u>- 13 488</u>	<u>- 13 228</u>	<u>- 31 253</u>
10. Value (re-)adjustments in respect of loans and advances and provisions for contingent liabilities	- 3 272	- 62 402	- 192 377
11. Extraordinary charges	0	0	0
12. Profit for the period	1 326 583	1 387 778	2 846 382
13. Profit attributable to minority interest	- 2 439	- 29 208	- 49 614
14. Profit attributable to equity holders of the Bank	<u>1 324 144</u>	<u>1 358 570</u>	<u>2 796 768</u>

CONSOLIDATED CASH FLOW STATEMENT FOR THE PERIOD ENDED JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES
(in EUR '000)

	H1 2013 (Unaudited)	2012
A. Cash flows from operating activities:		
Profit for the period	1 326 583	2 846 382
Adjustments for:		
Change in value adjustments on loans and advances	- 74 030	148 759
Change in specific provisions on pension plans and health insurance scheme	78 825	145 537
Change in specific provisions for commitment on investment funds and guarantees on venture capital operations	7 158	14 110
Value adjustments in respect of tangible and intangible assets	13 488	31 253
Value adjustments in respect of shares and other variable-yield securities	35 838	- 34 523
Held to maturity portfolio amortisation	3 964	9 703
Effects of exchange rate changes	- 1 363 130	- 794 898
Profit on operating activities	28 696	2 366 323
Disbursements of loans and advances to credit institutions and customers	- 21 700 579	- 48 366 746
Repayments of loans and advances to credit institutions and customers	16 174 681	32 233 139
Change in deposits with central banks	21 403	238 653
Change in treasury operational portfolios	- 361 544	786 624
Change in venture capital operations included in shares and other variable-yield securities	- 111 100	- 252 148
Change in shares and other variable-yield securities excluding venture capital operations	19 551	- 97 183
Change in amounts owed to credit institutions and customers	- 4 074 803	- 359 795
Change in prepayments and accrued income	- 3 626 477	1 638 296
Change in other assets	- 2 082	- 88 375
Change in short term treasury derivative valuations	184 927	19 065
Change in accruals and deferred income	4 152 599	422 517
Change in other liabilities	36 647	77 182
Net cash used in operating activities	- 9 258 081	- 11 382 448
B. Cash flows from investing activities:		
Securities from investment portfolio matured during the period	168 500	187 749
Purchase of loan substitutes included in the debt securities portfolios	- 1 112 015	- 2 792 755
Redemption of loan substitutes included in the debt securities portfolios	734 123	2 110 109
Purchase and disposal of tangible and intangible assets	- 6 826	- 18 966
Net cash used in investing activities	- 216 218	- 513 863
C. Cash flows from financing activities:		
Issuance of debts evidenced by certificates	63 118 177	140 025 290
Redemption of debts evidenced by certificates	- 44 725 148	- 115 065 905
Member States' contribution	9 152 033	7 573
Net change in cash related to acquisitions and disposals of shares in subsidiary undertakings	- 1 116	- 1 944
Dividend paid to minority interest	- 2 322	0
Net cash from financing activities	27 541 624	24 965 014
Summary statement of cash flows:		
Cash and cash equivalents at beginning of the year	60 518 141	47 038 818
Net cash from:		
Operating activities	- 9 258 081	- 11 382 448
Investing activities	- 216 218	- 513 863
Financing activities	27 541 624	24 965 014
Effect of exchange rate changes on cash held	691 706	410 620
Cash and cash equivalents at end of the period	79 277 172	60 518 141
Cash and cash equivalents are composed of:		
Cash in hand, balances with central banks and post office banks, excluding deposits with Central Bank of Luxembourg to cover minimum reserve requirement	652	104
Bills maturing within three months of issue (A1 portfolio)	17 355 624	9 431 365
Loans and advances to credit institutions:		
Repayable on demand	1 046 176	1 080 619
Other loans and advances	60 874 720	50 006 053
	79 277 172	60 518 141

**NOTES TO THE UNAUDITED CONDENSED CONSOLIDATED INTERIM FINANCIAL STATEMENTS
UNDER EU ACCOUNTING DIRECTIVES**

NOTE A Basis of presentation

The unaudited condensed consolidated financial statements of the European Investment Bank (the “Bank”) as at June 30, 2013 do not include all of the information and footnotes required for complete financial statements.

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, 2013 is not necessarily indicative of the results that may be expected for the year ending December 31, 2013.

The audited consolidated financial statements as at and for the year ended December 31, 2012 were prepared in accordance with the general principles of the Directive 86/635/EEC of the Council of the European Communities of 8 December 1986 on the annual accounts and consolidated accounts of banks and other financial institutions, as amended by Directive 2001/65/EC of 27 September 2001, by Directive 2003/51/EC of 18 June 2003 and by Directive 2006/46/EC of 14 June 2006 (the ‘Directives’), without making use of the option available to apply fair value accounting.

For further information, refer to the consolidated financial statements and footnotes thereto included in the Bank’s annual report for the year ended December 31, 2012.

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	123 069 848	279 237 478	402 307 326
- Undisbursed portion	20 318 510	57 610 529	77 929 039
Aggregate loans granted	143 388 358	336 848 007	480 236 365

NOTE C Debts evidenced by certificates

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

NOTE D Commitment to purchase the remaining European Investment Fund (“EIF”) shares at a fixed price

As at June 30, 2013, the Bank holds 62.23% of the EIF’s subscribed capital (62.13% as at December 31, 2012).

Under the terms of the Replacement Share Purchase Undertaking, the Bank is offering to buy the remaining subscribed shares from the EIF’s other shareholders for a price of EUR 371,941.49 per share as at June 30, 2013. 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. 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 June 30, 2013 (in EUR' 000)

PAYABLE IN	OUTSTANDING AT 30.06.2013	AVERAGE RATE 30.06.2013	DUE DATES	OUTSTANDING AT 31.12.2012	AVERAGE RATE 2012
EUR	212 509 447	2.91	2013/2057	196 023 682	3.09
USD	113 369 541	2.13	2013/2058	108 809 061	2.36
GBP	57 150 904	3.50	2013/2054	59 693 677	3.77
AUD	16 460 554	5.39	2013/2042	19 055 453	5.27
JPY	8 721 673	0.90	2014/2047	10 650 948	0.85
CHF	8 100 995	2.33	2014/2036	7 990 828	2.37
NOK	5 435 196	3.74	2013/2033	6 974 498	3.37
SEK	5 521 402	3.65	2013/2039	5 507 027	3.61
TRY	2 872 879	8.33	2013/2022	2 932 450	8.86
ZAR	1 751 570	7.74	2013/2021	1 710 305	8.02
NZD	1 140 415	6.01	2014/2021	1 614 026	5.49
RUB	965 107	6.50	2014/2019	1 087 293	6.50
CAD	1 078 689	3.61	2018/2045	753 409	4.53
DKK	549 686	2.55	2024/2026	549 524	2.55
CZK	427 348	3.14	2013/2030	527 035	3.51
PLN	270 775	5.91	2013/2026	313 500	5.91
HUF	211 385	6.47	2015/2016	239 743	6.51
RON	100 890	8.88	2014/2016	101 249	8.88
BGN	-	-	-	43 460	1.21
MXN	37 610	4.70	2015/2015	37 297	4.70
HKD	33 509	5.10	2013/2019	33 252	5.10
TWD	-	-	-	26 042	4.76
TOTAL	436 709 575			424 673 759	

The principal and interest of certain structured borrowings are index linked to stock exchange indexes (historical value: EUR 198 million at 30 June 2013 and EUR 243 million in 2012).

All such borrowings are hedged in full through swap operations.

Note E - Commitments, contingent liabilities, pledged assets and other memorandum items (in EUR '000)

	30.06.2013	31.12.2012
	(Unaudited)	
Commitments		
- EBRD capital		
- uncalled	712 630	712 630
- Undisbursed loans		
- credit institutions	20 318 510	19 786 999
- customers	57 610 529	62 129 484
	77 929 039	81 916 483
- Undisbursed venture capital operations	2 146 366	2 087 888
- Undisbursed investment funds	559 486	539 385
Contingent liabilities and guarantees		
- In respect of loans granted by third parties	3 389 758	3 633 454
- In respect of venture capital operations	41 106	40 866
Assets held on behalf of third parties		
- NER300	2 640 196	2 408 798
- Investment Facility - Cotonou	2 116 934	2 132 527
- Guarantee Fund	1 993 987	2 021 926
- JESSICA (Contribution and Holding Funds)	1 744 825	1 772 025
- FP7 Guarantee Fund	1 478 330	1 432 835
- RSFF	1 272 631	1 072 665
- Special Section	769 460	781 550
- JEREMIE	606 440	708 656
- EU-Africa Infrastructure Trust Fund	497 505	503 242
- GF Greece	300 000	300 000
- LGTT	163 092	163 275
- ENPI	162 251	166 333
- SMEG 2007	152 349	124 104
- GIF 2007	142 076	102 621
- RSI	102 090	131 481
- A ECID	100 178	100 155
- ECHA	76 122	121 224
- NIF Trust Fund	60 529	55 301
- PBI	60 000	50 000
- SME Guarantee Facility	59 186	59 604
- GAGF	49 322	50 067
- HIPC	39 168	39 588
- FEMIP Trust Fund	28 408	29 874
- MAP Equity	21 641	20 591
- MAP guarantee	18 226	24 940
- G43 Trust Fund	15 851	15 895
- WBEDIF Trust account	15 800	0
- EPMF	9 938	10 508
- EPTA Trust Fund	8 967	9 082
- JASPERS	8 689	2 434
- European Technology Facility	6 807	5 224
- GEEREF Technical Support Facility	1 918	1 922
- TTP	1 439	1 605
- EPPA	738	706
- GEEREF	369	4 120
- LfA-EIF Facility	358	519
- Bundesministerium für Wirtschaft und Technologie	327	2 528
- BIF Trust account	9	0
- MDD	6	6
- GGF	5	5
- EPEC	0	415
	14 726 167	14 428 351
Other items		
- Nominal value of interest-rate swap and deferred rate-setting contracts	448 408 211	432 817 455
- Nominal value of currency swap contracts receivable	190 129 503	190 231 826
- Nominal value of currency swap contracts payable	187 613 687	183 578 841
- Securities portfolio		
- Securities receivable	3 803 252	0
- Securities payable	35 000	0
- Forward rate agreements	1 390 000	4 946 600
- Currency forwards	462 018	363 762
- Nominal value of put option granted to EIF minority shareholders	427 462	424 376
- Swaps launched but not yet settled	47 419	16 475
- Borrowings launched but not yet settled	45 888	0
- Special deposits for service of borrowings	14 548	16 311

EIB
BALANCE SHEET AS AT JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES
(in EUR '000)

ASSETS	30.06.2013 (Unaudited)	31.12.2012	LIABILITIES	30.06.2013 (Unaudited)	31.12.2012
1. Cash in hand, balances with central banks and post office banks	136 507	157 362	1. Amounts owed to credit institutions		
			a) repayable on demand	7 107 532	10 708 287
			b) with agreed maturity dates or periods of notice	<u>711 401</u>	<u>952 306</u>
2. Treasury bills and other bills eligible for refinancing with central banks	27 758 773	17 462 708		7 818 933	11 660 593
3. Loans and advances to credit institutions			2. Amounts owed to customers		
a) repayable on demand	966 545	1 015 430	a) repayable on demand	1 909 106	2 071 558
b) other loans and advances	62 735 325	50 175 653	b) with agreed maturity dates or periods of notice	<u>588 090</u>	<u>658 637</u>
c) loans (Note B)	123 069 848	124 500 426	3. Debts evidenced by certificates (Note D)		
d) value adjustments	<u>- 35 900</u>	<u>- 35 900</u>	a) debt securities in issue	415 273 561	400 349 871
	186 735 818	175 655 609	b) others	<u>21 436 014</u>	<u>24 323 888</u>
4. Loans and advances to customers				436 709 575	424 673 759
a) other loans and advances	0	5 120	4. Other liabilities	658 417	623 164
b) loans (Note B)	279 237 478	276 155 907	5. Accruals and deferred income	16 076 892	11 499 540
c) value adjustments	<u>- 231 619</u>	<u>- 305 649</u>	6. Provisions		
	279 005 859	275 855 378	a) pension plans and health insurance scheme	1 788 422	1 714 954
5. Debt securities including fixed-income securities			b) provisions for commitment on investment funds	<u>8 549</u>	<u>7 279</u>
a) issued by public bodies	1 821 562	3 692 079		1 796 971	1 722 233
b) issued by other borrowers	<u>5 569 906</u>	<u>5 617 234</u>	7. Subscribed capital		
	7 391 468	9 309 313	a) subscribed	242 392 989	242 392 989
6. Shares and other variable-yield securities	2 326 250	2 273 743	b) uncalled	<u>- 220 773 340</u>	<u>- 220 773 340</u>
7. Shares in affiliated undertakings (Note C)	494 648	493 532		21 619 649	21 619 649
8. Intangible assets	9 384	9 801	8. Reserves		
9. Tangible assets	287 643	293 716	a) reserve fund	22 700 542	21 596 628
10. Other assets	19 693	203 514	b) additional reserves	1 144 024	1 144 024
11. Subscribed capital, called but not paid	840 394	9 992 427	c) special activities reserve	6 090 520	5 140 386
12. Prepayments and accrued income	17 089 993	16 420 281	d) general loan reserve	<u>3 663 165</u>	<u>2 976 909</u>
Total ASSETS	<u>522 096 430</u>	<u>508 127 384</u>		33 598 251	30 857 947
			9. Profit for the financial period attributable to equity holders of the Bank	1 320 546	2 740 304
			Total LIABILITIES	<u>522 096 430</u>	<u>508 127 384</u>

EIB OFF BALANCE SHEET AS AT JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES (in EUR '000)

	30.06.2013 (Unaudited)	31.12.2012
Commitments		
- EBRD capital uncalled	712 630	712 630
- EIF capital uncalled	1 493 600	1 491 200
- Undisbursed loans credit institutions	20 318 510	19 786 999
customers	<u>57 610 529</u>	<u>62 129 484</u>
	77 929 039	81 916 483
- Undisbursed venture capital operations	1 964 161	1 904 034
- Undisbursed investment funds	559 486	539 385
Contingent liabilities and guarantees		
- In respect of loans granted by third parties	787 199	839 002
- In respect of venture capital operations	41 106	40 866
Assets held on behalf of third parties		
- NER300	2 640 196	2 408 798
- Investment Facility - Cotonou	2 116 934	2 132 527
- Guarantee Fund	1 993 987	2 021 926
- JESSICA (Contribution and Holding Funds)	1 744 825	1 772 025
- FP7 Guarantee Fund	1 478 330	1 432 835
- RSFF	1 272 631	1 072 665
- EIF	1 008 729	1 005 068
- Special Section	769 460	781 550
- EU-Africa Infrastructure Trust Fund	497 505	503 242
- GF Greece	300 000	300 000
- ENPI	162 251	166 333
- LGTT	163 092	163 275
- ECHA	76 122	121 224
- AECID	100 178	100 155
- NIF Trust Fund	60 529	55 301
- PBI	60 000	50 000
- HIPC	39 168	39 588
- FEMIP Trust Fund	28 408	29 874
- EPTA Trust Fund	8 967	9 082
- JASPERS	8 689	2 434
- EPEC	<u>0</u>	<u>415</u>
	14 530 001	14 168 317
Other items		
- Nominal value of interest-rate swap and deferred rate-setting contracts	448 408 211	432 817 455
- Nominal value of currency swap contracts receivable	190 129 503	190 231 826
- Nominal value of currency swap contracts payable	187 613 687	183 578 841
- Securities portfolio		
- Securities receivable	3 803 252	0
- Securities payable	35 000	0
- Forward rate agreements	1 390 000	4 946 600
- Currency forwards	462 018	363 762
- Nominal value of put option granted to EIF minority shareholders	427 462	424 376
- Swaps launched but not yet settled	47 419	16 475
- Borrowings launched but not yet settled	45 888	0
- Special deposits for service of borrowings	14 548	16 311

EIB PROFIT AND LOSS ACCOUNT
FOR THE PERIOD ENDED JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES
(in EUR '000)

	H1 2013 (Unaudited)	H1 2012 (Unaudited)	2012
1. Interest receivable and similar income	11 589 110	12 943 159	25 529 456
2. Interest payable and similar charges	- 10 143 388	- 11 542 792	- 22 548 492
3. Income from securities			
a) income from shares and other variable-yield securities	26 614	15 204	29 780
b) income from shares in affiliated undertakings	<u>3 810</u>	<u>0</u>	<u>0</u>
	30 424	15 204	29 780
4. Commission receivable	128 619	107 708	236 775
5. Commission payable	- 7 156	- 6 937	- 14 594
6. Net result on financial operations	- 27 564	108 184	198 460
7. Other operating income	6 716	2 720	13 607
8. General administrative expenses			
a) staff costs	- 196 170	- 168 299	- 362 511
b) other administrative expenses	<u>- 49 345</u>	<u>- 49 756</u>	<u>- 134 330</u>
	- 245 515	- 218 055	- 496 841
9. Value adjustments in respect of tangible and intangible assets			
a) tangible assets	- 10 697	- 10 923	- 23 878
b) intangible assets	<u>- 2 619</u>	<u>- 1 780</u>	<u>- 6 449</u>
	- 13 316	- 12 703	- 30 327
10. Value (re-)adjustments in respect of loans and advances and provisions for contingent liabilities	2 616	- 57 100	- 177 520
11. Profit for the period	<u>1 320 546</u>	<u>1 339 388</u>	<u>2 740 304</u>

CASH FLOW STATEMENT FOR THE PERIOD ENDED JUNE 30, 2013 UNDER EU ACCOUNTING DIRECTIVES
(in EUR '000)

	H1 2013 (Unaudited)	2012
A. Cash flows from operating activities:		
Profit for the period	1 320 546	2 740 304
Adjustments for:		
Change in value adjustments on loans and advances	- 74 030	148 759
Change in provisions on pension plans and health insurance scheme	73 468	136 891
Change in provisions for commitment on investment funds and guarantees on venture capital operations	1 270	- 747
Value adjustments in respect of tangible and intangible assets	13 316	30 327
Value (re-)adjustments in respect of shares and other variable-yield securities	29 159	- 33 905
Held to maturity portfolio amortisation	3 917	9 520
Effects of exchange rate changes	- 1 363 265	- 821 911
Profit on operating activities	4 381	2 209 238
Disbursements of loans and advances to credit institutions and customers	- 21 700 579	- 48 366 746
Repayments of loans and advances to credit institutions and customers	16 174 681	32 233 139
Change in deposits with central banks	21 403	238 653
Change in treasury operational portfolios	- 302 993	964 127
Change in venture capital operations included in shares and other variable-yield securities	- 101 217	- 229 454
Change in shares and other variable-yield securities excluding venture capital operations	19 551	- 97 183
Change in amounts owed to credit institutions and customers	- 4 074 659	- 359 901
Change in prepayments and accrued income	- 3 629 086	1 639 645
Change in other assets	183 821	- 89 976
Change in short term treasury derivative valuations	4 152 599	19 065
Change in accruals and deferred income	- 2 082	422 527
Change in other liabilities	37 335	83 421
Net cash used in operating activities	- 9 216 845	- 11 333 445
B. Cash flows from investing activities:		
Purchase of EIF shares	- 1 116	- 1 944
Securities from investment portfolio matured during the period	145 500	133 750
Purchase of loan substitutes included in the debt securities portfolios	- 1 112 015	- 2 792 755
Redemption of loan substitutes included in the debt securities portfolios	734 123	2 110 109
Purchase and disposal of tangible and intangible assets	- 6 826	- 18 966
Net cash used in investing activities	- 240 334	- 569 806
C. Cash flows from financing activities:		
Issuance of debts evidenced by certificates	63 118 177	140 025 290
Redemption of debts evidenced by certificates	- 44 725 148	- 115 065 905
Member States' contribution	9 152 033	7 573
Net cash from financing activities	27 545 062	24 966 958
Summary statement of cash flows:		
Cash and cash equivalents at the beginning of the year	60 352 552	46 878 225
Net cash from:		
Operating activities	- 9 216 845	- 11 333 445
Investing activities	- 240 334	- 569 806
Financing activities	27 545 062	24 966 958
Effects of exchange rate changes on cash held	691 706	410 620
Cash and cash equivalents at the end of the period	79 132 141	60 352 552
Cash and cash equivalents are composed of:		
Cash in hand, balances with central banks and post office banks, excluding deposits with Central Bank of Luxembourg to cover minimum reserve requirement	652	104
Bills maturing within three months of issue (A1 portfolio)	17 355 624	9 431 365
Loans and advances to credit institutions:		
Repayable on demand	966 545	1 015 430
Other loans and advances	60 809 320	49 905 653
	79 132 141	60 352 552

NOTES TO THE UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS UNDER EU ACCOUNTING DIRECTIVES

NOTE A Basis of presentation

The unaudited condensed financial statements of the European Investment Bank (the “Bank”) as at June 30, 2013 do not include all of the information and footnotes required for complete financial statements.

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, 2013 is not necessarily indicative of the results that may be expected for the year ending December 31, 2013.

The audited financial statements as at and for the year ended December 31, 2012 were prepared in accordance with the general principles of the Directive 86/635/EEC of the Council of the European Communities of 8 December 1986 on the annual accounts and consolidated accounts of banks and other financial institutions (the ‘Directive’), as amended by Directive 2001/65/EC of 27 September 2001, by Directive 2003/51/EC of 18 June 2003 and by Directive 2006/46/EC of 14 June 2006 on the annual and consolidated accounts of certain types of companies, banks and other financial institutions (the ‘Directives’), 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, 2012.

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	123 069 848	279 237 478	402 307 326
- Undisbursed portion	20 318 510	57 610 529	77 929 039
Aggregate loans granted	<u>143 388 358</u>	<u>336 848 007</u>	<u>480 236 365</u>

NOTE C Shares in affiliated undertakings

This item for EUR'000 494 648 corresponds to the capital paid in by the Bank in respect of its subscription (EUR'000 1 867 000) to the capital of the European Investment Fund ("EIF"), with its registered office in Luxembourg.

As at June 30, 2013, the Bank holds 62.23% of the EIF's subscribed capital (62.13% as at December 31, 2012).

Commitment to purchase the remaining EIF shares at a fixed price

Under the terms of the Replacement Share Purchase Undertaking, the Bank is offering to buy the remaining subscribed shares from the EIF's other shareholders for a price of EUR 371,941.49 per share as at June 30, 2013. 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. 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 June 30, 2013 (in EUR' 000)

PAYABLE IN	OUTSTANDING AT 30.06.2013	AVERAGE RATE 30.06.2013	DUE DATES	OUTSTANDING AT 31.12.2012	AVERAGE RATE 2012
EUR	212 509 447	2.91	2013/2057	196 023 682	3.09
USD	113 369 541	2.13	2013/2058	108 809 061	2.36
GBP	57 150 904	3.50	2013/2054	59 693 677	3.77
AUD	16 460 554	5.39	2013/2042	19 055 453	5.27
JPY	8 721 673	0.90	2014/2047	10 650 948	0.85
CHF	8 100 995	2.33	2014/2036	7 990 828	2.37
NOK	5 435 196	3.74	2013/2033	6 974 498	3.37
SEK	5 521 402	3.65	2013/2039	5 507 027	3.61
TRY	2 872 879	8.33	2013/2022	2 932 450	8.86
ZAR	1 751 570	7.74	2013/2021	1 710 305	8.02
NZD	1 140 415	6.01	2014/2021	1 614 026	5.49
RUB	965 107	6.50	2014/2019	1 087 293	6.50
CAD	1 078 689	3.61	2018/2045	753 409	4.53
DKK	549 686	2.55	2024/2026	549 524	2.55
CZK	427 348	3.14	2013/2030	527 035	3.51
PLN	270 775	5.91	2013/2026	313 500	5.91
HUF	211 385	6.47	2015/2016	239 743	6.51
RON	100 890	8.88	2014/2016	101 249	8.88
BGN	0	-	-	43 460	1.21
MXN	37 610	4.70	2015/2015	37 297	4.70
HKD	33 509	5.10	2013/2019	33 252	5.10
TWD	0	-	-	26 042	4.76
TOTAL	436 709 575			424 673 759	

The principal and interest of certain structured borrowings are index linked to stock exchange indexes (historical value: EUR 198 million at 30 June 2013 and EUR 243 million in 2012).

All such borrowings are hedged in full through swap operations.