European Guarantee Fund

RESULTS AT END OF APRIL 2021

5 May 2021
Since the beginning of the COVID-19 pandemic, EIB Group has supported:

- Immediate response package: emergency funding and top-ups
- Healthcare investments
- “Team Europe” support outside the EU
- Longer-term support: EGF
EGF: the structure

Guarantee from Member States €24.4bn

European Guarantee Fund

EIF

EIB

Banks

Funds

NPIs

Guarantees to SMEs and Public health at least 65%

Mid-Caps & Public Sector up to 28%

Equity up to 7%

Direct lending
The Contributors’ Committee is made of up to two representatives per participating member state, and has met about 20 times so far, to decide on the structure, limits and parameters of the initiative, as well as to approve operations. The European Commission has also delegated two persons as observers.
EGF: products

Targeted products to address the needs of the real economy

Guarantees

- Encourage banks to do new lending with more favourable conditions:
  - lower interest rates
  - lower collateral requirements
  - finance for riskier enterprises

Equity

- Provide finance to fund managers in a difficult equity market, through:
  - top-ups and investments to help reach target sizes
  - investments to replace defaulting investors
  - investments in turnaround funds, to support the recovery of impacted companies

Asset-backed securities

- Transferring risk to cover losses on existing portfolios, thus freeing up capital for new loans.
EGF: the halfway mark in sight

Almost 50% of the initiative delivered in the first 6 months

€11.7 billion APPROVED

8x multiplier

€93.9 bn MOBILISED INVESTMENTS
EGF: signatures

Signatures are following the approvals at a steady pace

€ 11.7\textsuperscript{bn} APPROVED

€ 2.1\textsuperscript{bn} \rightarrow € 5.8\textsuperscript{bn} \rightarrow € 12.2\textsuperscript{bn}

DEC \rightarrow NOW \rightarrow JUNE \rightarrow SUMMER
EGF: geographical distribution

22 participating EU Member States

Projects approved in all participating countries

Major operations in Finland, Italy, Spain, Poland, France and Portugal.
EGF: flagship projects

Spain featured the first EGF operation - signed in December 2020—many more are following. Here is a list of notable operations so far.

1. Banco Comercial Portugues (Portugal) - €1,648m
2. Finnvera (Finland) - €1,591m
3. Nordea Bank (Nordics) - €1,400m
4. Bank Gospodarstwa Krajowego (Poland) - €1,385m
5. Credito Emiliano (Italy) - €1,120m
6. National Bank of Greece (Greece) - €1,085m
7. BCPE (France) - €700m
8. Tresmares Santander (Spain) - €315m
9. Vækstfonden (Denmark) - €244m
10. Erste Bank (Croatia) - €280m
11. Raiffeisen (Bulgaria) - €210m
12. PayRay (Lithuania) - €70m

*Volumes refer to expected mobilised investment amounts*
Questions

5 May 2021