



Annual Report

2012

on EIB activity in Africa, the Caribbean and Pacific, and the overseas territories

2012 Annual Report on EIB activity in Africa, the Caribbean and Pacific, and the overseas territories¹



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¹This report covers operations in the ACPs and OCTs that are carried out under the Cotonou Agreement and the Overseas Association Decision and are funded from the Investment Facility as well as from EIB own resources. Operations in South Africa, financed under a different external mandate, are also covered to provide a comprehensive and integrated perspective for Southern Africa.



52% of projects supported financial sector operations, representing **43%** of lending volume

Key figures in 2012

EUR 644m of total lending for the ACP/OCT region



32% of lending in support of **44 SMEs** via credit lines



41% of lending for energy projects





EUR 41m of grant funding in the form of technical assistance and interest rate subsidies



21 projects in 9 countries and 4 regional groupings²

² Eight regional projects in the following groupings: ACP, East Africa, West Africa, Africa.

49% of lending for private sector initiatives



57% of projects co-financed with other development finance institutions

Foreword

from the Vice-President



2013 is a milestone marking 50 years of the European Investment Bank's engagement in Africa, the Caribbean and Pacific under successive mandates. Last year's notable achievements reflect the diverse benefits of many years of fruitful cooperation with ACP states, responsible authorities, business and political partners and other lending institutions. In the coming months my colleagues and I will not only be highlighting some of the important projects we have been involved with in the last half century, but also seeing how our current engagement directly benefits millions of people.

During 2012 the European Investment Bank reinforced its commitment to supporting private sector growth, the provision of key energy infrastructure and the financing of small businesses in Africa, the Caribbean and Pacific. At a time when economic challenges and civil unrest are hindering long-term investment elsewhere, key public and private projects that will benefit future generations are progressing well across the ACP region.

The balance of EIB lending ensured both overall support for the financial sector and benefits for small businesses in East Africa and Nigeria. This reflects the Bank's commitment to strengthening the private sector business climate, shared with the European Commission under the Agenda for Change.

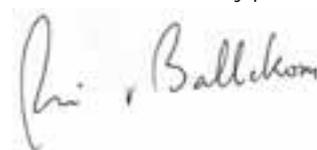
The EIB's engagement in Africa during 2012 shows the overall benefits of how the Bank can stimulate growth and improve lives. Support for a number of key energy projects in West Africa will help transform access to affordable energy across the region, helping post-conflict Liberia and Sierra Leone not only recover but export energy to

regional neighbours. For many years the EIB has helped colleagues in the West African Power Pool overcome technical challenges and now the scale of benefits can start to be seen for the first time.

Meanwhile, in East Africa concerted and complementary efforts to support a range of local financial partners are helping to improve standards and the availability of finance essential for small businesses to invest in future growth and create jobs.

I trust that this year's annual overview will help inspire a better understanding of the European Investment Bank's commitment to ensuring sustainable long-term growth in Africa, the Caribbean and Pacific. And may the 50-year anniversary allow reflection on what can be done together in the years ahead.

Pim van Ballekom
EIB Vice-President responsible for sub-Saharan Africa,
Caribbean and Pacific lending operations







EIB funding in the ACPs/OCTs - more than a loan

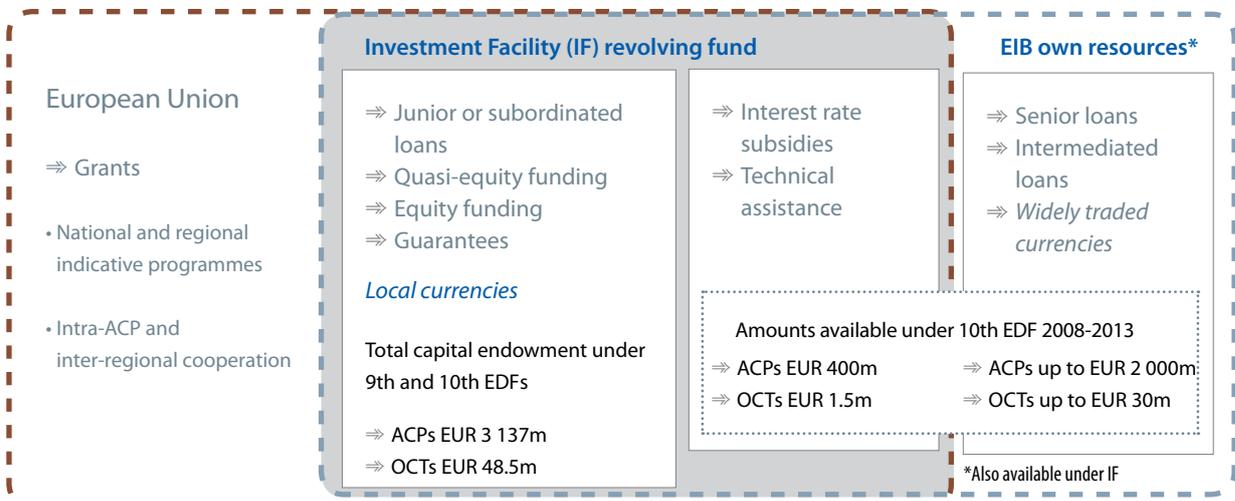


EIB operations in Africa, the Caribbean and Pacific (the ACPs), and those in overseas territories (the OCTs), are carried out under the ACP-EC Partnership Agreement (the "Cotonou Agreement", 2000-2020), and the Overseas Association Decision (2000-2013), the legal framework for EU relations with the regions. Financing under these agreements is provided from the European Development Fund (EDF), EU Member States' budgets, and EIB own resources, which the Bank borrows on the international capital markets. The Bank is entrusted with the management of the Investment Facility, a revolving fund which meets the financing needs of investment projects in the regions with a broad range of flexible risk-bearing instruments. To support the preparation and implementation of the projects it finances, the EIB is also able to provide grants in the form of interest rate subsidies and technical assistance to its borrowers and final beneficiaries.

Funds managed by the EIB: the Cotonou Partnership Agreement & Overseas Association Decision

European Development Fund - EDF (EU Member States' budgetary funds)

European Investment Bank



Under the "Cotonou Agreement"³ the central objective of ACP-EC cooperation is poverty reduction and ultimately its eradication; sustainable development; and the progressive integration of the ACP countries in the world economy⁴. The agreement further provides that "ACP-EC cooperation strategies [...] shall aim at achieving rapid and sustained job-creating economic growth, developing the private sector, increasing employment, improving access to productive economic activities and resources, and

fostering regional cooperation and integration"⁵. In line with the EU Development consensus and the UN Millennium Development Goals, the EIB's activities in the ACPs support projects that deliver sustainable social, economic and environmental benefits whilst ensuring strict accountability for public funds.

³ Signed in 2000, revised in 2005 and 2010

⁴ Article 19.1

⁵ Article 20.1

Economic environment and investment climate



The world economic outlook remained fragile and uncertainty increased during 2012.

World output is projected to slow in emerging markets as well as advanced economies. While the economic performance of ACP countries has so far held up well due to high commodities prices and strong FDI inflows, import demand in most major economies is set to remain depressed in the near future, meaning that the prospects for sustained strong growth in many ACP economies will depend on their ability to boost domestic demand.

The sub-Saharan African (SSA) ACP countries have so far remained largely unaffected by the global slowdown and the strong growth performance of the last three years is expected to continue in



the near future. With the notable exception of the newly divided Sudan and some countries in western Africa affected by civil conflict and drought, most countries benefited from a solid expansion in economic output in 2012. High prices and greater production capacity supported growth in oil exporting countries. Mineral and metal exporting countries also performed well, due to strong FDI inflows and high commodity prices. African ACP countries further benefited from improved policy frameworks in response to adverse shocks.

By contrast, the Caribbean countries are only slowly recovering from a protracted recession and growth rates remain below pre-financial crisis levels. Economic activity remains constrained by high debt levels and weak tourism and remittance

flows. High energy prices also act as a drag on private demand. Resource-rich economies, such as Guyana and Suriname, are generally doing better than their tourism-dependent neighbours. However, growing competition from shale gas poses a significant risk to the outlook of Trinidad and Tobago, the region's second-largest economy. Strong linkages to advanced economies mean that risks are mainly on the downside.

Growth prospects vary significantly across Pacific countries. The overall strong performance is due to expanding economic activity in mineral-rich countries such as Papua New Guinea and Timor-Leste. Aggregate growth for the region as a whole is expected to slow to 4.5% in 2013, mainly due to slower growth in Papua New Guinea.

Macroeconomic indicators for African ACP countries*

	Real GDP growth (%)				Inflation (%)				Current account balance (% of GDP)			
	2010	2011	2012	2013	2010	2011	2012	2013	2010	2011	2012	2013
African ACPs	5.9	5.1	5.3	5.8	9.6	11.0	10.9	8.1	-0.7	-1.3	-2.5	-2.7

*GDP-weighted averages. Excludes South Africa.

Macroeconomic indicators for Caribbean ACP countries*

	Real GDP growth (%)				Inflation (%)				Current account balance (% of GDP)			
	2010	2011	2012	2013	2010	2011	2012	2013	2010	2011	2012	2013
Caribbean ACPs	3.1	2.6	2.8	3.5	7.0	7.3	5.7	5.3	-3.2	-6.0	-5.8	-5.9

*GDP-weighted averages of Antigua and Barbuda, Bahamas, Barbados, Belize, Dominica, Dominican Republic, Grenada, Guyana, Haiti, Jamaica, St. Kitts and Nevis, St. Lucia, St. Vincent and the Grenadines, Suriname, Trinidad and Tobago.

Macroeconomic indicators for Pacific ACP countries*

	Real GDP growth (%)				Inflation (%)				Current account balance (% of GDP)			
	2010	2011	2012	2013	2010	2011	2012	2013	2010	2011	2012	2013
Pacific ACPs	6.0	7.6	6.7	4.5	5.4	8.9	7.1	6.2	-8.9	-11.0	-11.7	-9.5

*GDP-weighted averages of Fiji, Kiribati, Papua New Guinea, Samoa, Solomon Islands, Timor-Leste, Tonga and Vanuatu.

The year in review

List of projects signed in 2012

(detailed lists of cumulative signatures since the inception of the Cotonou mandate are presented in Annexes 3-5)

IF projects signed in 2012				
ACPs				
Cameroon	KRIBI GAS FIRED POWER PLANT	Energy	Private	29.5
Regional - ACP	FONDS CAURIS CROISSANCE II LIMITED	Financial services	Private	5.0
Regional - East Africa	EAC MICROFINANCE LOAN (THE CO-OP) ~	Financial services	Private	20.0
Kenya	PEFF III KENYA	Credit line	Private	50.0
Kenya	PEFF III KENYA - B	Credit line	Private	20.0
Regional - Africa	I AND P AFRIQUE ENTREPRENEURS ~	Financial services	Private	7.0
Regional - East Africa	EAC MICROFINANCE LOAN (K-REP) ~	Financial services	Private	7.0
Regional - ACP	ACCESS MICROFINANCE HOLDING III	Financial services	Private	4.6
Seychelles	DBS GLOBAL LOAN VI ~	Credit line	Private	5.0
Kenya	PEFF II KENYA / C	Credit line	Private	6.5
Mauritius	MAURITIUS AIRPORT HOTEL	Services, incl. tourism	Private	8.0
Nigeria	UBA REGIONAL FACILITY	Credit line	Private	50.0
Regional - Africa	ASECNA V *	Transport	Public	40.0
Regional - Africa	CONVERGENCE ICT FUND	Financial services	Private	19.3
Regional - East Africa	EAC MICROFINANCE LOAN (CENTENARY) ~	Financial services	Private	8.0
Regional - East Africa	EADB REGIONAL FINANCE FACILITY GL II	Credit line	Private	25.0
Nigeria	ACCESS BANK GLOBAL LOAN NIGERIA	Credit line	Private	50.0
				354.8
IF TOTAL				354.8

EIB own resources projects signed in 2012				
ACPs States				
Zambia	TRANSMISSION LINE KAFUE-LIVINGSTONE ∞	Energy	Public	22.0
Cameroon	BARRAGE RESERVOIR DE LOM PANGAR ∞	Energy	Public	30.0
Regional - West Africa	CLSG INTERCONNECTION *	Energy	Public	75.0
Zambia	ITEZHI- TEZHI HYDRO PROJECT * ∞	Energy	Public	50.0
Uganda	EASTERN AFRICA TRANSPORT CORRIDOR *	Transport	Public	55.0
Liberia	MOUNT COFFEE HYDRO GENERATION REHAB * ∞	Energy	Public	50.0
				282.0
OCT				
French Polynesia	TAHITI CENTRE HOSPITALIER SWAC ∞	Energy	Public	7.5
				7.5
EIB OR TOTAL				289.5

* Operations receiving/to receive an interest rate subsidy appropriation and/or an EU-Africa Infrastructure Trust Fund grant

~ Operations receiving a technical assistance grant

∞ Operations supporting climate change mitigation and adaptation



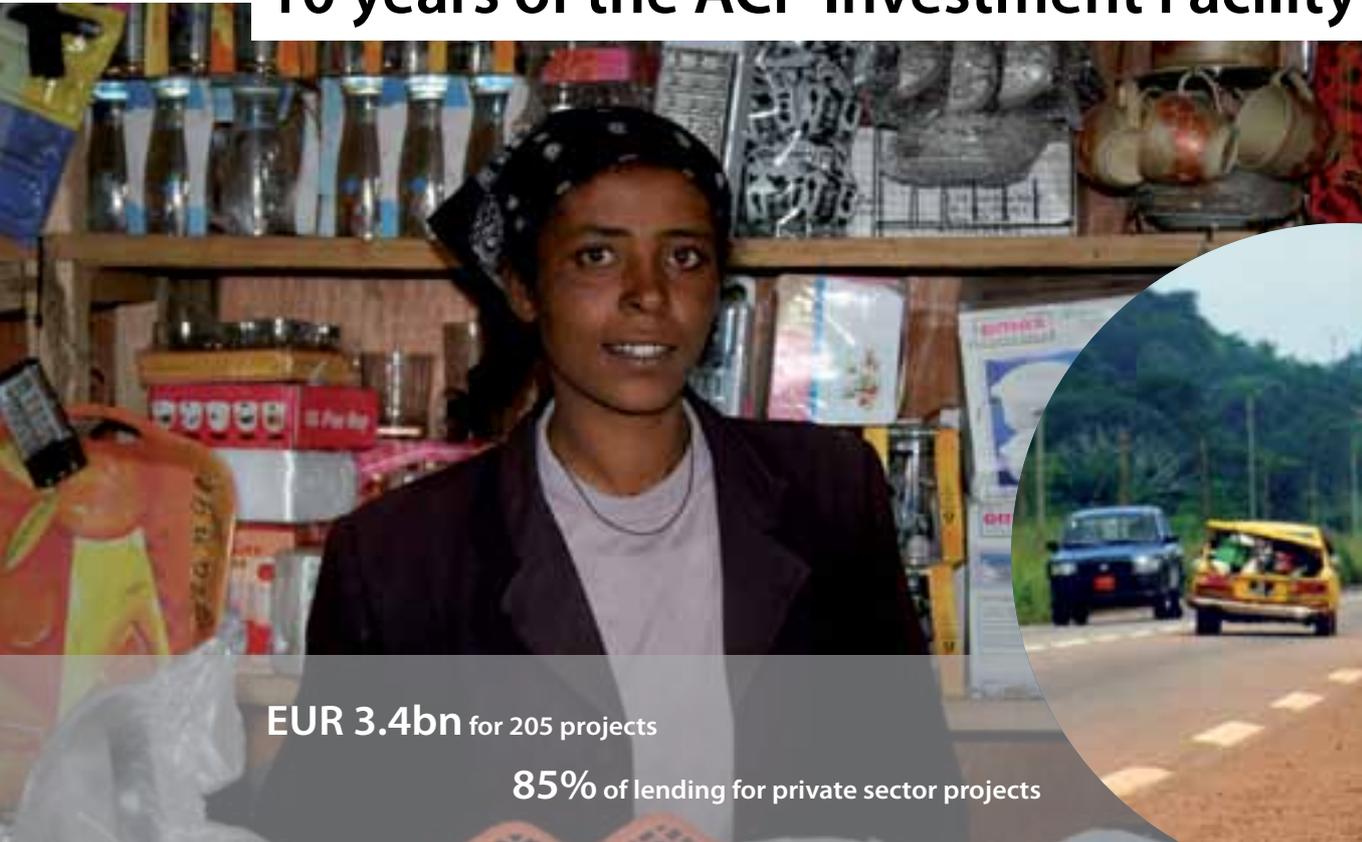
Of the 21 projects signed during the year, 11 provided support to the development of the financial sector (financial services or credit lines) representing 43% of the total volume, while seven were in the energy sector, representing 41% of the total volume. Nearly one quarter of the signed projects included climate action components, accounting for 22% of total lending. In line with the continued emphasis placed on the central role of the private sector in stimulating economic growth in developing countries, the Bank increased its lending under the ACP Investment Facility (IF), its risk-bearing revolving facility for private sector lending. The volume of signatures under the IF nearly doubled compared to the previous year, from EUR 193m in 2011 to EUR 355m in 2012.

Disbursements under the IF exceeded EUR 300m for a second consecutive year for the first time, bringing total disbursements in the ACP regions since 2003 over the EUR 3bn mark with EUR 2 022m from the IF and EUR 1 020m from own resources. For the IF, this record achievement should help to ensure that future reflows from disbursed loans are adequate to sustain the long-term self-financing aspect of the Investment Facility⁶.



⁶ See Reflows

Tailored funding & complementary partnerships **10 years of the ACP Investment Facility**



EUR 3.4bn for 205 projects

85% of lending for private sector projects

10 key figures **from the last 10 years**

In the ten years since its inception, the ACP Investment Facility has provided lending of EUR 3 363m in Africa, the Caribbean and Pacific.

The creation of the ACP Investment Facility in 2003 reflected the recognition of the private sector as a key driver of sustainable growth, itself a determining factor in reducing poverty. This goes hand in hand with the EIB's lending for basic infrastructure investments, largely from its own

resources, as a prerequisite for private sector development. The IF enables the EIB to support the growth of local enterprises and foreign direct investment, especially by increasing SMEs' access to risk sharing instruments and term finance.



88 projects co-financed
with more than 25 partner
institutions

EUR 500m
for energy
projects



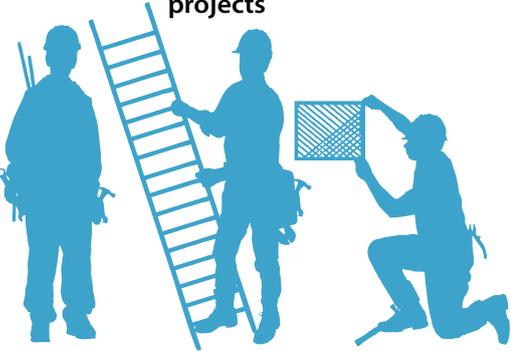
EUR 2bn support-
ing financial sector
development



EUR 71m towards clean drinking
water and sustainable sanitation
projects



45 projects benefited
from over EUR 330m in
interest rate subsidies



EUR 412m for
projects with
climate action
components



Nearly EUR 280m
towards local
microfinance
institutions



EUR 190m
towards
21 private
equity
funds worth a
total of
EUR 1.3bn,
supporting
374 SMEs

Blending loans and grants to leverage additional financing

The use of innovative financing instruments by leveraging additional finance is crucial to ensuring the funding of projects in developing countries. The Investment Facility constitutes a unique blending instrument in itself, which, through its risk-bearing nature, acts as a catalyst for funding from other investors for projects in ACP countries. Since 2003, total IF investment of EUR 3.4bn in the regions has been made in projects costing a total of EUR 18bn.

The Facility further benefits from a grant envelope through which it provides interest rate subsidies and technical assistance. The subsidies can ensure the economic and financial soundness of projects with substantial environmental or social impacts as well as infrastructure projects, particularly in the poorer or less developed countries or in countries where basic infrastructure has been damaged by conflict or natural disaster.

For infrastructure projects with a regional dimension in sub-Saharan Africa, the EIB also blends its loan finance with grant funding from the EU-Africa Infrastructure Trust Fund (ITF)⁷. The ITF, whose Secretariat is housed by the EIB, is an instrument of the wider EU-Africa Infrastructure Partnership. The Trust Fund aims to increase investment in regional infrastructure in Africa by blending long-term loan financing with grant resources from the European Commission and EU Member States. Technical and lending capacity is provided by the EIB and EU development finance institutions, as well as the African Development Bank, on the basis of African ownership.

Technical assistance is provided throughout the project cycle, funding pre-feasibility studies, project preparation and implementation, capacity building for financial intermediaries and beneficiaries, and staff training, the latter to help raise environmental, social and governance standards.

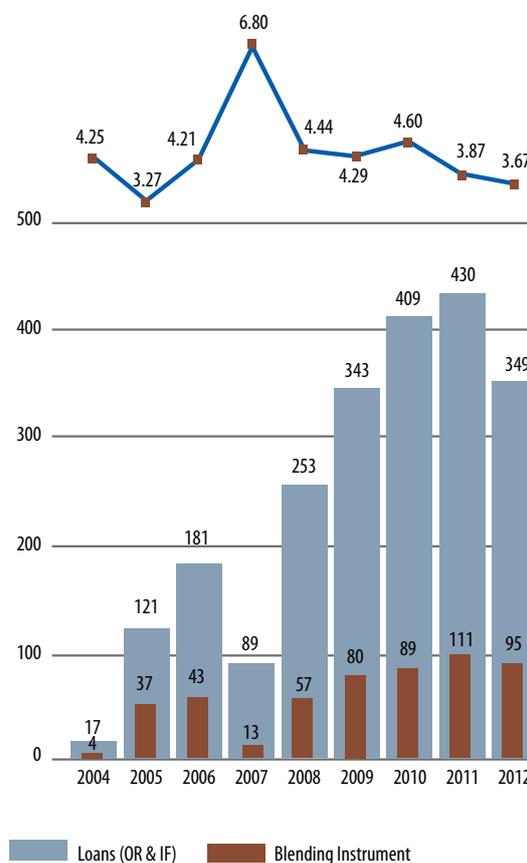
For the ITF alone, each euro in approved grant operations is expected to generate about twelve

euros in total investments. In 2012, interest rate subsidies under Cotonou totalling EUR 37.2m were provided for two projects the EIB promoted in the ACPs, and EUR 3.9m went to eight technical assistance operations. Since 2004, EUR 529m channelled through blending instruments has leveraged a lending volume of EUR 2.2bn, of which the ITF contributed EUR 191m for interest rate subsidies and technical assistance.

The European Investment Bank is also closely associated with the new EU platform for blending in external cooperation, which aims to review and improve existing EU blending mechanisms to increase their impact.

⁷www.eu-africa-infrastructure-tf.net

Leverage effect under Cotonou (all funds*): 2004-2012



* Cotonou subsidy envelope and Infrastructure Trust Fund



Close cooperation with partners

The EIB works closely with other multilateral lenders, national development finance organisations and private bodies to act as a catalyst for public-private partnerships and private investment. Cooperation with the European Commission and the European External Action Service, and EU member state bilateral development finance agencies promotes broader European engagement in ACP states and provides significant opportunities for European companies to operate in the regions. The

EIB is working to maximise synergies, collaboration and efficiency through partnerships with co-financiers such as the European Financing Partners mechanism with the EDFIs⁸, the Mutual Reliance Initiative with AFD and KfW (see box), the EIB-IFC Collaboration Agreement and the African Financing Partnership with AfDB, IFC and several EDFIs.

In 2012, nearly 60% of the projects signed were co-financed with other lenders, bringing the total number of projects co-financed under the Investment Facility since 2003 to 119, costing a total of EUR 3 847m.

⁸ European Development Finance Institutions: www.edfi.be



The Mutual Reliance Initiative – combining the respective strengths of three European development finance institutions to help improve water supply services around Lake Victoria



The EIB also works closely with the French development agency, Agence Française de Développement (AFD), and the German public bank, Kreditanstalt für Wiederaufbau (KfW) under the Mutual Reliance Initiative (MRI) in which one of the participating institutions takes the lead on assessment for each co-financed project. This streamlines administrative pro-

cedures for the project promoter and reduces transaction costs. The pilot phase was successfully completed in 2012 with 14 co-financed projects in sub-Saharan Africa and in the Middle East/North Africa and operational guidelines were signed at the beginning of 2013.

The MRI enhances the effectiveness of financing in support of EU policies and creates more visibility for EU investment.

The Lake Victoria Water and Sanitation (Kampala Water) project⁹ is one of the earliest examples of the MRI, with KfW and its local implementation team in the lead financier role. KfW has a long-standing presence in the water sector in Uganda, especially in its relations with the beneficiary, the National Water and Sewerage Corporation (NWSC).

AFD and the EIB brought in-depth knowledge of water quality issues and lengthy experience in water and sanitation projects in the region, gained by supporting the rehabilitation of the water intakes of the main cities on the shores of Lake Victoria, along with other partners such as UN Habitat. This regional dimension formed the basis for the MRI partners' successful request for a grant contribution of EUR 8m from the EU-Africa Infrastructure Trust Fund (EU-Africa ITF) to the financing of NWSC's investments in Kampala.

The works have started and are expected to last for the next five years. Most water consumers in Kampala (2.5 million inhabitants) will benefit in some way from improved water treatment capacity and drinking water distribution overall. Furthermore, 20 selected informal settlements where up to 50% of the 400 000 population live below the absolute poverty line will gain access to clean and safe drinking water at affordable costs.

The MRI partners will continue their close collaboration in progressively making funds available as the project is implemented. The two co-financiers will continue to rely on the lead financier to play its agreed role during project supervision, while providing advice and bringing value to the project whenever needed.

⁹ See 2011 Annual Report on EIB activity in Africa, the Caribbean and Pacific, and the overseas territories, p.28



Adding value for measurable results

The EIB seeks to ensure that, for each of the projects that it finances, its involvement provides added value by offering loan conditions and tenors not available otherwise on the market, and enabling significant contributions to improved social, environmental and governance standards in the implementation of the project.



2012 was the first full year of implementation of the Bank's new REsults Measurement (REM) framework, to improve the ex-ante assessment of expected project results and enhance the Bank's ability to report on actual results achieved. This has set in place a baseline of expected results for the 25 projects approved in the ACP regions during the year. Their outputs and outcomes will be measured at specific maturity milestones following signature, usually at project completion and three years thereafter. The REM framework will ensure increased selectivity in targeting projects where the Bank's involvement adds the greatest value, and is most closely aligned with achieving its mandate objectives.

A full report on the aggregated data of the expected results of the projects approved outside the EU in 2012 will be available as of May 2013. It includes detailed breakdowns of the cumulative combined outputs and outcomes of projects by sector, a thorough analysis of the projects' expected contribu-

tions to EIB's objectives, EU priorities and the Millennium Development Goals, and the added value of EIB's involvement. Of the 25 projects approved in the ACP regions, 21 have 'Good' or 'Excellent' expected development results according to the framework methodology¹⁰.

The REM indicators were also applied retrospectively to a selection of completed projects as case studies to demonstrate the enhanced evaluation of and reporting on results that the framework will allow. Abridged versions of three of these case studies carried out in Africa are included in this report (Private Enterprise Facility II in Uganda, East Africa Community Microfinance facility in Kenya and Dar es Salaam Water and Sanitation project in Tanzania).

¹⁰ See 2011 Annual Report on EIB activity in Africa, the Caribbean and Pacific, and the overseas territories, p.40-41





Building a sustainable financial sector

In 2012, the Bank continued to prioritise its support for the development of the ACP financial sector, with 43% of its lending (nearly EUR 280m) going to a wide range of local financial intermediaries, including banks, microfinance institutions and private equity funds. It offers a broad range of financing instruments designed to address the specific needs of these intermediaries and beneficiaries in the regions, helping to promote local financial markets and stimulate private sector growth, in particular SMEs, across a range of sectors. This includes loans in local currency, which help to alleviate foreign exchange risk for ACP companies – primarily SMEs – that generate most of their revenue in local currency.

Expanding access to long-term finance



Since 2010, the Bank has supported nearly **160 SMEs** in the ACP regions, for a total amount of over **EUR 530m**.

Micro and small enterprises (MSEs) face a critical shortage of access to long-term finance in ACP countries. Through the Investment Facility, the EIB channels its finance via selected local intermediary banks, using their knowledge to ensure that the investments are tailored to the specific needs of the targeted country and sector.

In November 2012, two new products were added to the range of financial instruments at the Bank's disposal outside the European Union: a 'loan for SMEs' and a 'mid-cap'¹¹ loan, already widely used for its operations within the EU. These increase the flexibility of the Bank's lending (including with regard to allocation amounts and beneficiaries), and reduce processing time and transaction costs for borrowers.

The EIB also uses grants to finance technical assistance to banks, microfinance institutions and SMEs to strengthen their future lending. In 2012, three financial sector operations benefited from technical assistance to support their implementation, in Uganda, Djibouti and Haiti (see Annex 6).

Also in 2012, an innovative SME Guarantee Facility was designed together with other IFIs, offering risk sharing to banks willing to expand their SME portfolio. It will become operational during 2013.

¹¹ See www.eib.org/products



Working with experienced local intermediaries

Credit lines are an essential component of the Bank's support for SMEs in a range of sectors. They allow the Bank to reach smaller scale projects such as those promoting the use of renewable energy and supporting climate action. The EIB engages with intermediary local institutions that have proven financial robustness as well as good management and governance, which it can further reinforce through technical assistance when necessary. The intermediaries carry out the appraisal, monitoring and evaluation of the sub-projects they finance, to the standards required for all projects financed by the EIB. Furthermore, they are obliged to report regularly to the Bank on the allocation of the funds made available. This way, the EIB's credit lines help to strengthen domestic financial markets and raise standards and skills across the sector. The EIB signed six credit lines in 2012 for a total of over EUR 200m.



The EIB has provided nearly
EUR 1.5bn for credit lines
since 2003, representing 24% of
total lending.

Building up Uganda's SME growth and financial sector development

The Private Enterprise Finance Facility II (PEFF II) benefited from a EUR 40m EIB loan in 2010. It provided long-term funds in euros, US dollars and Ugandan shillings to six selected intermediary banks in Uganda for investment projects aimed at developing private enterprises, in particular small and medium-size enterprises (SMEs). Targeted sectors were manufacturing, agro-processing, transport and tourism, as well as education and health, which are important to strengthen the country's social infrastructure, whilst creating jobs and promoting economic growth.

One of the beneficiaries, the Housing Finance Bank (HFB) received a long-term loan of EUR 4m. This allowed HFB to make higher risk loans for SMEs, as well as for projects such as schools and student housing, which it would otherwise not be able to consider. Altogether, it provided a total of 54 loans to SMEs with an average loan size of EUR 73 500, creating 750 jobs. Seventy per cent of the beneficiaries were first-time borrowers, 13% were women, and 33% were in rural areas. Some 24% of the loans also incorporated energy efficient construction methods and equipment, contributing to the reduction of the country's carbon dioxide emissions. The facility included a EUR 420 000 grant for training HFB's staff and clients in the planning and management of their business, ensuring their long-term success and the broader sustainability of the financial sector.



The new classroom building will enable the Kampala Academy, which attracts pupils from five countries, to reduce the size of its classes and contribute to maintaining its high academic standards.

Kampala Academy

The Kampala Academy is a private elementary school serving children not only from the city of Kampala, but also from other countries – Kenya, Rwanda, Sudan and Tanzania. The school was started by three families in 1996 with forty pupils in three classes. It now has 620 pupils.

Under the EIB facility, the Housing Finance Bank (HFB) was able to provide the Academy with a loan of 420m Ugandan shillings (approximately EUR 120 000) with a ten-year maturity. This enabled it to build a new four-storey classroom building within ten months, rather than the estimated ten years that it would have taken to provide equivalent space without the HFB's financing.

With the new building the Academy will be able to reduce the size of its classes, thereby providing better learning conditions for its pupils. The Academy can thus maintain its high educational standards – its pupils have a record of excellent results in the national examinations, with more than 90% achieving high level marks in the exam.

The EIB, together with its sister venture capital institution the EIF (part of 'the EIB Group'), has a long-standing record in microfinance, notably in the ACP regions. Since 2000, the Group has supported microfinance institutions (MFIs), fund providers and other industry stakeholders in addressing specific market failures and promoting financing solutions for micro, small and medium-sized enterprises and the low income self-employed. The EIB Group is gaining increased recognition as a major player in financing and supporting the development of a sustainable and responsible microfinance sector worldwide, addressing local needs and gaps in the supply of financial services.



Addressing the specific needs of East Africa's micro and small enterprises

The East African Community (EAC) Microfinance Global Authorisation is the first of three regional microfinance facilities that are being launched by the EIB in sub-Saharan Africa. This lending framework is aimed at banks and other financial intermediaries that provide loans and services to micro-entrepreneurs and small enterprises (MSEs) in both the rural and urban areas of the region.

Through this facility, the EIB provides longer-term local currency loans that increase the capacity of financial intermediaries to address the financing needs of MSEs. By on-lending to MSEs, the financial intermediaries serve a market niche where demand is high, which has become a focus area for EIB microfinance operations.

Under the first facility, around 10 000 micro and small entrepreneurs in EAC countries benefited from loans of an average size of EUR 5 000 for MSEs and micro-enterprises. Sectors ranged from trade, retail, agro-industries, fishing, food processing, manufacturing, industry and construction to transport, tourism, and services related to these sectors. The government of Luxembourg provided EUR 150 000 of technical assistance in training for the financial intermediaries and beneficiaries. A further 30 000 beneficiaries are expected to be reached under the second facility.

One such beneficiary was the Faulu Kenya Deposit Taking Micro-Finance Company, which received a loan of EUR 4m. Faulu Kenya provides banking services to those parts of the population which previously had no access to them, through a variety of savings, credit, micro insurance and mobile banking solutions. It has over 90 service outlets which include 27 banking branches in seven of the eight provinces in Kenya. Some 15 000 long-term loans totalling EUR 8m were provided to Kenya MSEs, of which nearly half were to women, creating 30 000 jobs.

DOLLAR AUTO SPARES



Peter Kuria is the owner of Dollar Auto Spares in Nairobi and has been a member of Faulu since 2000. The loans from Faulu have enabled him to enlarge his automobile supplies inventory and expand his retail business so as to run it more profitably. The most recent loan was for EUR 2 600, with a term of two years, but he repaid it more quickly. With the money he borrowed he was able to travel to suppliers in Dubai and China and purchase parts from them directly, at a better price than from suppliers in Kenya. He was also able to move his shop to a larger and more secure location, and hire two full-time employees, young entrants to the labour market engaging in their first formal employment. Mr Kuria uses his growing profits to put his children through school and help support his extended family.

Peter Kuria, beneficiary of EIB funds under the EAC microfinance facility, is the owner of Dollar Auto Spares in Nairobi

A catalytic effect

The EIB adheres to strict environmental and procurement policies in assessing the eligibility of projects for financing, and puts considerable effort into promoting high environmental, social and governance (ESG) standards and integrating human rights considerations into its projects.



In its equity operations, the Bank's contribution to raising ESG standards is especially important to help create a propitious environment for the development of responsible and sustainable business, attracting investment from the private sector. EIB involvement in equity funds can act as a catalyst for commitment from other investors, and improve management skills and regulatory and le-

gal frameworks through active representation at board level. Investee companies are encouraged to adhere to local legislation or best international practice relating to environmental protection, treat their employees fairly and ensure their health and safety at work, as well as exhibit integrity in all their operations.



Serving the financing needs of the 'missing middle'

In 2009, the EIB invested EUR 20m in the GroFin (Growth Finance) Africa Fund (GAF), a EUR 150m private equity fund providing loans, equity and business support to SMEs across Africa.

The fund targets small businesses with an average of 10-50 employees, the "missing middle" for which financing is scarce as they are too large for microfinance institutions, too small for equity funds, and too risky for banks. These SMEs have a very high potential development impact but also a high risk of failure.

To counterbalance this high risk factor, GroFin's investment funding is paired with hands-on business support, from advice at the business planning and financial modelling stage to support through implementation. This helps its entrepreneurs and business owners meet their agreed business goals.

To support the fund's focus on finding the balance between maximum development impact and good market return, GroFin requires that its investee companies adhere to sound corporate governance standards and sustainable business principles. In addition to providing advice to improve the management, administration and reporting capacities of its borrowers, it also verifies that they uphold high standards of business integrity and operate in accordance with local and international laws, including in the area of money laundering and other financial crime. GAF supports investee companies in developing their environmental, social and governance (ESG) policy, by providing them with information on local environmental and social laws and regulations, as well as with a guide and framework for the development of an ESG policy and system.

The GroFin Africa Fund has supported over 4 000 businesses with more than 50 000 beneficiaries, creating and maintaining nearly 10 000 jobs, of which 38% are held by women.

Soimex Rwanda plastic recycling

Soimex recycles plastic supplied by five associations, each with more than 100 members. As a result Soimex operations support the livelihoods of hundreds of otherwise unemployed people. The Soimex-paid electricity line now supplies electricity to 1 000 households.

- Grow recycling plant
- USD 450 000 invested
- Return target of 27%
- Business planning
- Operations support and financial controls
- Job growth from 8 to 43 employees







Laying the foundations for economic growth

In 2012, the EIB provided over EUR 360m for nine key large infrastructure projects in sub-Saharan Africa and the Pacific. Each of the ACP regions faces its own challenges, specific to its geographical and economic situation, in providing basic clean water supply, energy, transport and communications services to its inhabitants. Climate change mitigation and adaptation measures must also be taken into account in infrastructure financing in the ACPs if long-term economic growth and ultimately poverty reduction are to be achieved.

As the only multilateral financing institution engaged in both Europe and the ACP countries, and the world's largest public lender, the European Investment Bank has unique experience and the sector expertise to underpin the financing of all its projects, especially in infrastructure. Lessons from past projects in one area often help to overcome technical challenges, fill specific investment gaps and efficiently blend long-term loans with technical assistance support in another region. Dedicated technical experts and sector specialists working on similar projects around the world contribute to developing effective support for long-term infrastructure investment, in close collaboration with the Bank's EU and multilateral financing partners.

Energy for the future



The ACP regions have abundant renewable energy sources, such as hydropower, geothermal, wind and solar power. The EIB supports projects that help responsibly exploit these natural resources to provide clean affordable energy for inhabitants, either through smaller renewable energy and energy efficiency initiatives, or through generation and transmission projects, which provide regional benefits and stimulate economic growth.

In 2012, the EIB provided a total of over EUR 250m for six large power and transmission projects across Africa, adding a total of over 750 MW to the continent's electric power supply, the equivalent of the total installed capacity of Ethiopia¹². Through these projects, nearly 400 000 households or businesses in both urban and rural areas will either be connected to the power grid for the first time, or benefit from more reliable, cost effective and clean energy than previously, transforming regional cooperation and economic opportunities, as well as individuals' lives.

In Cameroon, two EIB-funded projects support the government's efforts to transform its huge hydro and natural gas resources into sustainable and affordable sources of energy for its popula-

¹² Africa Infrastructure Country Diagnostic, 2005 statistics



tion and tackle the power supply's susceptibility to seasonal variability. The construction of a regulating dam for the Lom Pangar hydropower plant on the Sananga river will increase productivity at existing plants, as well as any future hydropower schemes installed along the river. The project will provide connections to the electricity network

for an additional 2 400 households in rural areas. In parallel, the country's first natural gas power plant at Kribi will provide an alternative low-cost energy supply during the dry season. Taken together, these two projects will ensure year-round increased energy production in the country, stimulating job creation and economic growth.

Unlocking energy potential in Africa

While the African continent enjoys abundant natural energy resources, existing power generation facilities are often expensive, inefficient and unreliable. Helping African countries to develop the infrastructure to unlock potential power from its own renewable resources requires large-scale investment and strong collaboration between governments, private developers, commercial banks and development finance institutions.



The EIB plays a key role in facilitating public-private partnerships in energy projects and in improving the institutional capacity to implement them. It puts continual effort into developing innovative financing mechanisms to encourage further investment in renewable energy and energy efficiency initiatives across the continent, driving economic growth.

In August 2012, the 250 MW Bujagali hydropower plant began commercial operations, meeting nearly half of Uganda's energy needs. The plant not only increases the country's supply of reliable electricity and lowers its cost, it also reduces CO₂ emissions by replacing fossil fuel-fired generation with power from indigenous renewable resources. It also provides social, community and business services such as microfinance, agricultural facilities, water supply, education and health facilities for local inhabitants.

The project was established through a public-private partnership between the Ugandan government, a consortium of the Aga Khan Fund for Economic Development and Sithe Global (a US Blackstone affiliate), with financing provided by the EIB, IFC, African Development Bank, a group of European bilateral finance institutions comprising Proparco, AfD, FMO, DEG and KfW and two commercial banks – Absa Bank and Standard Chartered Bank (covered by a World Bank guarantee). The EIB provided a EUR 92m loan.

This PPP model combines the strengths of the private sector in financing, building and operating an asset of this nature and size, with the government's commitment to address certain adverse factors such as variations in demand or water available for production. Bujagali won Euromoney Project Finance Magazine's "African Power Deal of the Year" award in 2007 and the World Finance PPP "Best Green Project, Middle East & Africa" award in 2013.

Connecting regions



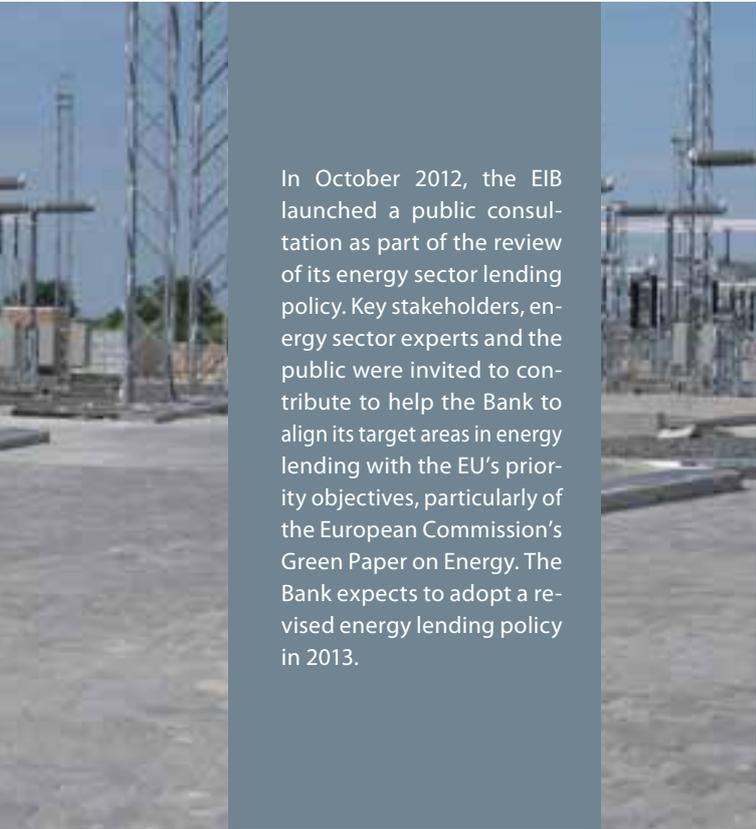
Completed in 2012, the Caprivi Interconnector enabled the start of rural electrification in the region, and provided an industrial reference with its use of HVDC* technology in its power transmission

In Africa in particular, the EIB couples the extensive experience and the knowledge it has acquired through its long-term relationships with regional power organisations such as the West and Southern African Power Pools, as well as its EU and development finance partners, to successfully implement large energy projects.

In the post-conflict West African countries of Ivory Coast, Liberia, Sierra Leone and Guinea, a ground-breaking high-voltage transmission backbone interconnects the four states' separate power networks, and links them to the West African Power Pool (WAPP). It will significantly increase electrification in rural areas as well as in key cities in the region and reduce power costs in some of the world's poorest countries. In addition to the EUR 75m EIB loan for the project, long-standing technical support for the WAPP from both the EIB and the EU-Africa Infrastructure Trust Fund complements co-financing from partners including the AfDB, KfW and the World Bank. Together this provides crucial support for the development of the WAPP's priority infrastructure, enabling the future creation of a regional electricity market.

The EIB also provided EUR 50m for the rehabilitation of Liberia's Mount Coffee hydropower plant,

*High voltage direct current



In October 2012, the EIB launched a public consultation as part of the review of its energy sector lending policy. Key stakeholders, energy sector experts and the public were invited to contribute to help the Bank to align its target areas in energy lending with the EU's priority objectives, particularly of the European Commission's Green Paper on Energy. The Bank expects to adopt a revised energy lending policy in 2013.

which was destroyed during the 2003 civil war. This will constitute one of the major elements of the country's reconstruction and development.

Since its first project in support of the development of the Zambian power network over 15 years ago, the EIB has significantly contributed to improving access to cleaner and more affordable electricity throughout the country and across the broader Southern African Power Pool (SAPP) region. The Caprivi Interconnector project opened up the hydropower resources of the northern part of the region for transmission to the southern part, previously largely dependent on coal-based generation. The reinforced connection between Zambia, Namibia and South Africa provides a reliable route for trading electricity, encourages the development of a competitive regional power market and improves the security of supply to the region, including its rural areas for the first time. In 2012, the

Bank helped to boost the production and distribution of green energy across the SAPP with over EUR 70m of funding for the Itezhi-Tezhi hydropower plant, and for two long distance transmission lines – one connecting the plant to the national grid, and one between Kafue and Livingstone, the only major connection in the south-west of the country. These projects support the Zambian government's efforts to ensure that a reliable supply of energy keeps pace with the country's economic growth.

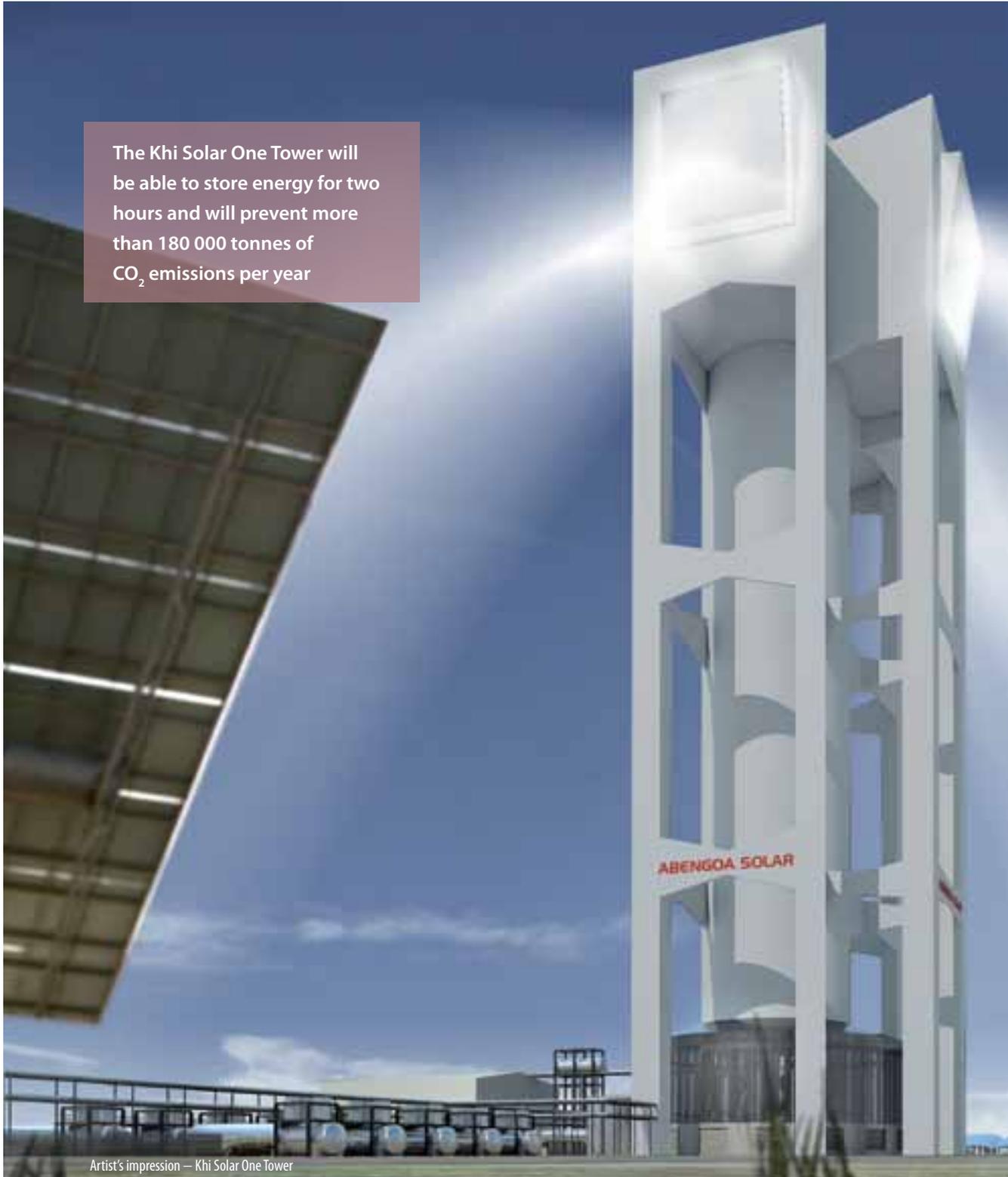
Sustainable Energy for All

Launched by the United Nations in 2012, the Sustainable Energy for All (SE4All) initiative aims to provide universal access to modern energy services and to double both the overall rate of improvement in energy efficiency and the share of renewable energy in the global energy mix by 2030. The Bank and other institutions have developed a number of new instruments to finance renewable energy and energy efficiency especially in sub-Saharan Africa to the tune of more than EUR 1bn. These are expected to be operational in the course of 2013.

The EU-Africa Infrastructure Trust Fund has been equipped with a specific funding window dedicated to activities that contribute towards the SE4All objectives, such as increased support for national energy projects and intermediated lending, and to develop a set of innovative financing instruments tailored for smaller renewable energy and energy efficiency projects. These include technical assistance and risk mitigation measures (Africa Sustainable Energy Facility), performance-based credits and credit enhancement (Renewable Energy Performance Platform) and insurance and guarantees (Africa Energy Guarantee Fund). The EIB will also continue its advisory role to the Global Energy Efficiency and Renewable Energy Fund (GEEREF¹³), which has established a proven track record in leveraging private equity investment in small energy efficiency and renewable energy projects in developing countries and economies in transition.

¹³ www.geeref.com

The Khi Solar One Tower will be able to store energy for two hours and will prevent more than 180 000 tonnes of CO₂ emissions per year



Artist's impression – Khi Solar One Tower



Operations in the Republic of South Africa

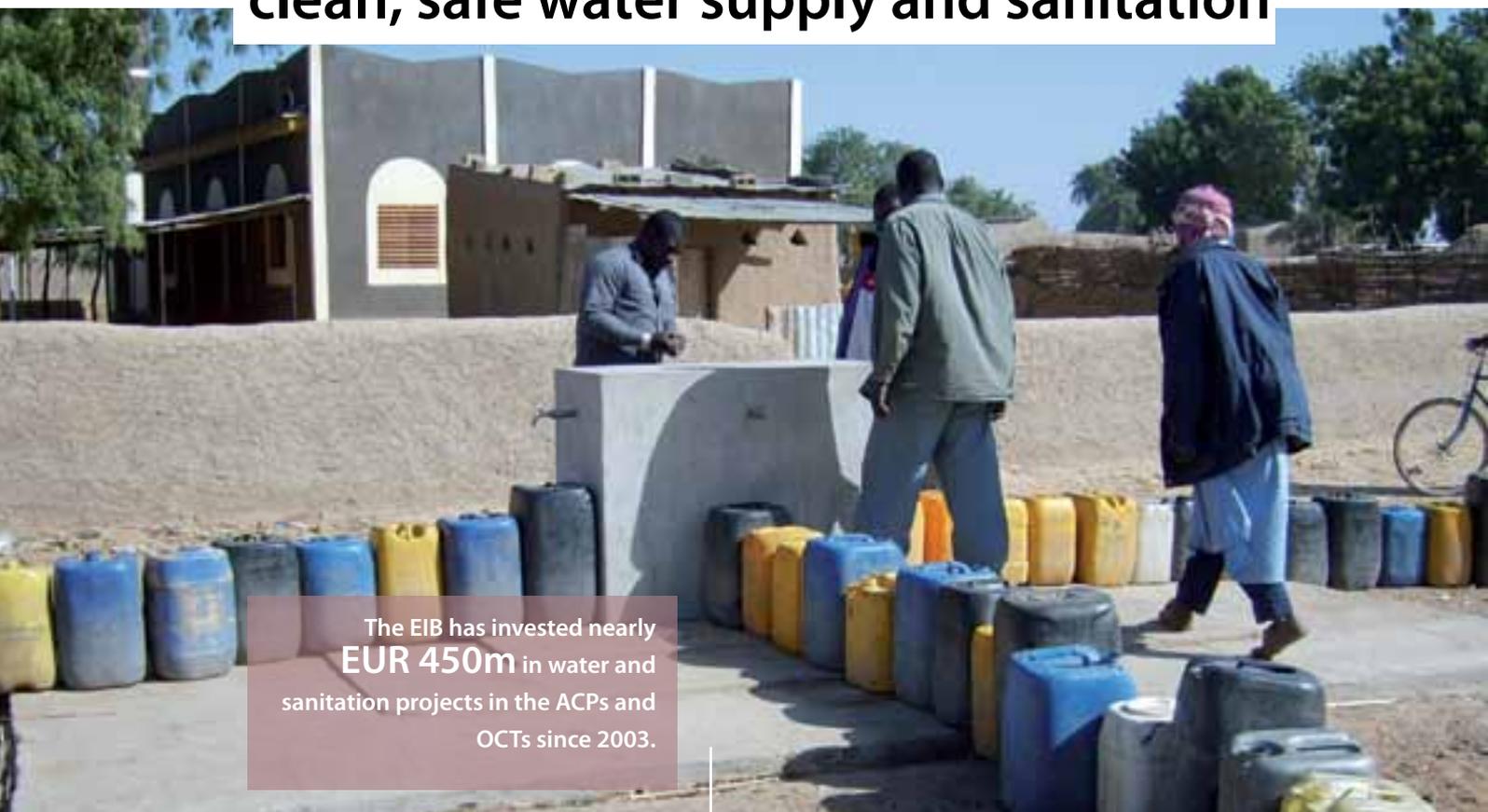
In 2012, the EIB provided a total of EUR 100m for two loans in South Africa.

A EUR 50m loan supports the Khi Solar One Tower Project. This is the first implementation in South Africa of a new technology which will offer the potential of dispatching electricity outside the hours of direct sunlight by using heat storage facilities. Located on a 600 hectare site in the province of Northern Cape, it will supply renewable energy to an equivalent of 37 000 middle income households during peak hours of consumption. The project will create 35 full time on-site jobs, and some 140 indirect jobs. Khi Solar is an important project in the context of Africa's Renewable Energy IPP Procurement Programme¹⁴. In addition, a special purpose community trust will own 20% of the project company. The revenues accruing to the trust will be used to promote the economic and social welfare of the local communities.

The Bank also signed a EUR 50m loan for the rehabilitation, upgrading and extension of key municipal infrastructure through thirty priority projects in the eThekweni Municipality's Integrated Development Plan, including the major upgrade of roads in informal settlements, improved electricity access and better water and sanitation facilities, as well as healthcare and fire emergency training centre facilities. Specific projects include road improvements at Inanda, upgrading the Ridgeside electricity sub-station at Umhlanga and a new water pumping station at the Durban Point. The Bank's funding will be managed by FirstRand Bank, which will also contribute directly to the investment programme.

¹⁴ <http://www.ipprenewables.co.za/>

Ensuring clean, safe water supply and sanitation



The EIB has invested nearly **EUR 450m** in water and sanitation projects in the ACPs and OCTs since 2003.

2013 marks the UN's year of International Water Cooperation. According to UN statistics¹⁵, more than one in six of the world's population does not have access to clean drinking water, and two and a half billion people live without even basic sanitation. Without these essential services, illness runs rife, causing millions of preventable deaths a year in developing countries.

Working closely with the European Commission, partner financiers, local authorities and NGOs, the EIB supports projects that contribute to achieving the United Nations' Millennium Development Goals on water and sanitation.

¹⁵ www.unwater.org





The water from the Ruvu River is treated at the two facilities near the river before being transmitted over 100 km to Dar es Salaam.



Dar es Salaam water and sanitation

The Dar es Salaam Water and Sewerage Authority (DAWASA) was established in 1997 to develop, operate, and maintain all water supply and sewerage services in the Tanzanian capital, Dar es Salaam, and the adjacent townships, Bagamoyo and Kibaha. The Dar es Salaam Water Supply and Sanitation Project (DWSSP), Africa's first public-private partnership for water supply (between DAWASA and the Tanzanian government), started operations in July 2004, financing investments in infrastructure in the area served by DAWASA. It aimed to provide a reliable, affordable and sustainable water supply and improve the sewerage and sanitation service for inhabitants.

Essential components of the project included institutional restructuring, physical rehabilitation and upgrading of the facilities and equipment, expanding the water supply and sanitation services, in particular to low-income areas, improving the quality of drinking water, using water resources more efficiently, inter alia by reducing leakage, and sustainably managing water resources within river basins.

Under the project:

- Water production increased to 96% of installed production capacity and the supply is now stable.
- All waste water systems were rehabilitated, and 100% of sewage that is collected is being treated.
- 114 000 customer connections are new or rehabilitated and metered.
- 80% of connected households receive water for more than six hours per day.
- More than 406 000 low-income families have better access to water supply and sanitation through the Community Water Supply and Sanitation Programme (CWSSP).
- Public health has improved and the incidence of cholera has been reduced.
- Strategic master plans for new water sources development and expansion of the water supply and sewerage systems were developed, and a medium-term work programme was established.

Mainstreaming climate action adaptation and mitigation measures



ACP countries are particularly vulnerable to the negative impact of climate change, despite being among the lowest emitters of greenhouse gases. Many are exposed to extreme water scarcity and land degradation, while small island states are affected by rising sea levels.

In addition to actively promoting energy efficiency and renewable energy opportunities, during the appraisal of each project, the EIB systematically identifies the need and possibility to incorporate climate change resilience and adaptation measures into its financing package. In addition, the Bank combines its financing with grant funds in order to provide technical assistance to help improve the design or management of a project to enhance its climate action components, and interest rate subsidies to support the higher costs of adaptation measures.

In 2012, the EIB provided nearly EUR 160m to five projects with climate action components, representing 22% of lending for the year. All were in the energy sector, four of them large-scale power projects aiming to replace fossil fuel generation with renewable hydropower.

The fifth is a EUR 7.5m EIB loan which will allow French Polynesia's main hospital to halve its energy costs and dramatically reduce emissions through the installation of a sea water air conditioning system to replace the expensive fuel imports it previously depended upon. It is the region's first ever large-scale infrastructure project involving the EU and national and state authorities, and is carried out in partnership with the Agence Française de Développement under the Mutual Reliance Initiative. Sea water from a depth of 900m, where its temperature ranges from 5-8°C, will be pumped to the surface to supply the air conditioning system for the 430-bed hospital and three associated buildings. It is expected to become operational at the end of 2014.

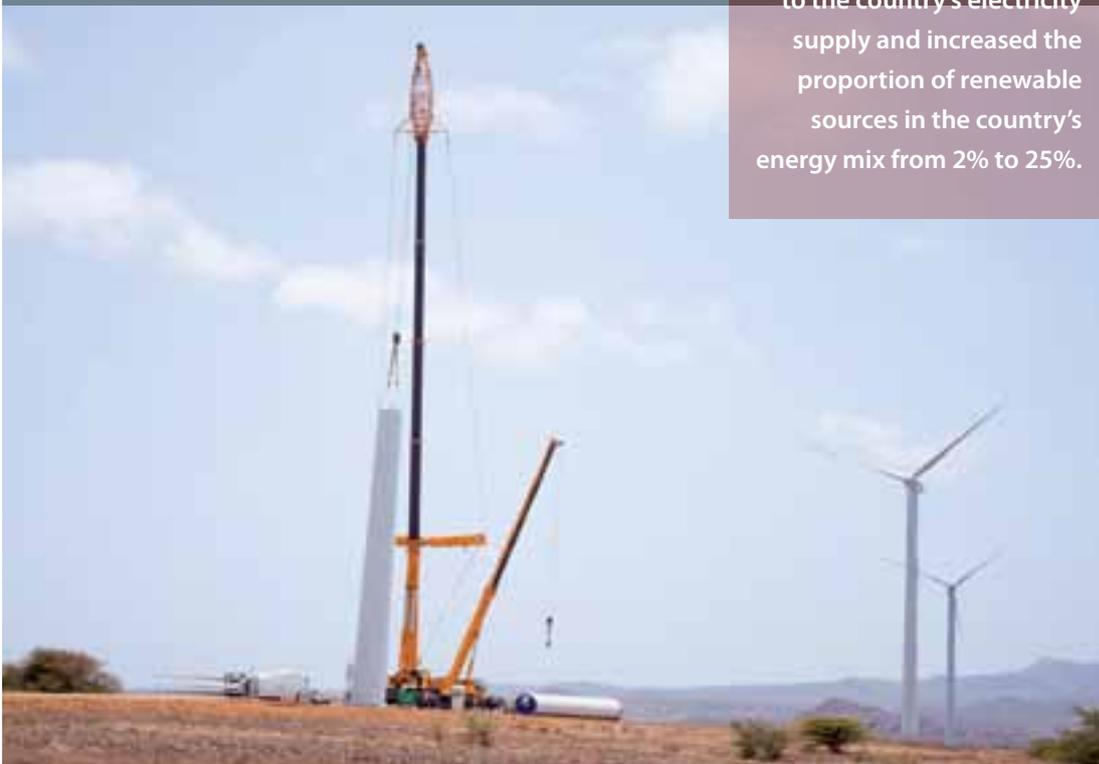


Exploring a clean future for Caribbean energy supply

The island of Dominica exhibits strong potential for geothermal power generation, well in excess of its own energy needs, and its geographic position between Martinique and Guadeloupe would potentially allow for a cross-border interconnection through which it could export this clean green energy to its neighbouring islands. In 2012, the EIB signed a technical assistance agreement with the Government of the Commonwealth of Dominica to assess the feasibility of the submarine interconnection and the related engineering and environmental studies. The regional connectivity infrastructure would contribute to enhancing energy security, regional integration, access to clean, green and affordable electricity and the preservation of the Caribbean environment amongst many other benefits, in addition to being the first such project to materialise in the region.



Completed in 2012, the 29 turbine Cape Verde wind farm added 26 MW to the country's electricity supply and increased the proportion of renewable sources in the country's energy mix from 2% to 25%.







50 years of EIB financing in the ACPs



In 2013, the European Investment Bank celebrates 50 years of supporting development and economic growth in the African, Caribbean and Pacific regions. Since signing its first loan of ECU 1m in 1965 for a banana export operation in Côte d'Ivoire, the EIB has adjusted its lending in the regions to the evolving trends of EU development policies through the decades, as defined in successive ACP-EC partnership agreements. Continually broadening its geographical reach from the 18 African and Malagasy states signatory to the first agreement signed in Yaoundé in 1963, the Bank has now supported over 1 300 projects in 92 countries or regional groupings, with total lending of more than EUR 16bn¹⁶.

¹⁶ ACP and OCT regions, and the Republic of South Africa

EUR 16.3bn
in total lending



The leader in sugar production in Cameroon (1965)



Aluminium rolling mills in Cameroon (1965)



Packaging bananas for export from Côte d'Ivoire (1965)



Hydroelectric power in St. Vincent and the Grenadines (1984)



Supporting local small and medium-sized businesses in Samoa (1994)



Increasing safe water supplies in Senegal (1995)

Nearly **EUR 53m**
for **71** technical
assistance projects



Creating thousands of local jobs at Zambia's largest copper mine (2003)



Fighting poverty through sugar production in Chad (2005)



Addressing Ethiopia's growing energy demands through hydropower (2005)



50 years **EIB** in the **ACP** countries

Over 1 300
projects in
92 countries or
regional
groupings



Textile manufacturing in Gabon (1968)



Boosting energy with the Barbados Light and Power Company since 1980



Expanding Mauritius's main port (1995)



Providing clean water to Lesotho's developing capital (1998)



Harnessing Kenya's energy resources efficiently (1999)



Cementing economic development in Nigeria (2005)

Under the Yaoundé Conventions (1964-1975), the EIB's lending helped develop and modernise local industry and manufacturing, as well as transport infrastructure, supporting the preferential trade agreements in place for agricultural and mineral exports to the EC. The Lomé Conventions (1975-2000) constituted the widest cooperation agreement in the history of North-South relations, and in addition to consolidating trade links between ACP regions and the EC, expanded financial assistance to encompass projects improving the living conditions and economic and social development in ACP states. These included large-

scale infrastructure (especially to expand and improve access to sustainable water and energy supplies) and financial sector development.

Under the Cotonou Agreement (2000-2020), the EIB's lending activities in the ACPs are characterised by an increasingly targeted approach to help reduce poverty and stimulate sustainable growth, in particular through the development of the private sector, in line with the European Commission's 'Agenda for Change'¹⁷ and the Millennium Development Goals. The creation of the ACP Investment Facility as a risk-bearing revolving fund in particular reinforces the EIB's support for local enterprises and foreign direct investment. The EIB's 50 years of experience, its proven expertise and its innovative financing capacity continue to show it to be a pivotal partner in the EU's contribution to sustainable development in the ACP countries.

¹⁷ http://ec.europa.eu/europeaid/what/development-policies/documents/agenda_for_change_en.pdf



Namibia's Caprivi Interconnector: a regional power hub (2005)



Competition for Pacific mobile networks (2008)



Access to fair trade markets for African organic farmers – FEFISOL regional microfinance fund (2011)



Fast and affordable communications networks for the Seychelles (2011)



Senegal/ I&P Regional – Laiterie du Berger: enhancing milk production and processing for local farmers in Senegal (2006)



Affordable social housing in South Africa (2008)



Microfinance support in the Dominican Republic (2008)



Fostering regional integration in Southern Africa – Beira corridor, Mozambique (2009)



Safe and clean water in Lesotho (2010)



Meeting Uganda's increasing water needs (2011)

EUR 1.5bn
in total lending for
drinking water/
sanitation projects

EUR 4bn in
total lending for
energy projects



Vital infrastructure for South Africa – eThekweni Municipality (2012)

Key figures: 1963-31.12.2012,
ACPs, OCTs and RSA







Roadmap 2013-2015

Local private sector development

Promote job creation, and stimulate entrepreneurship by improving business environments, engaging in PPPs, and encouraging regional integration

Access to finance

Support SMEs and microfinance initiatives, develop regional financial markets, innovative loan and guarantee schemes, improve governance and capacities

Social and economic infrastructure

Enhance access to sustainable energy and clean water, upgraded transport and ICT services, improve social and environmental conditions through dedicated technical assistance

Climate change mitigation and adaptation

Encourage energy efficiency and renewable energy initiatives, help protect vulnerable countries from the adverse effects of climate change by promoting low-carbon energy supply and improve the climate resilience of vulnerable States





Organisation and staffing

The EIB's ACP-IF Department manages all of the Bank's activities in the ACPs, the Republic of South Africa and the overseas territories, as well as special mandates such as the Climate Change Mandate and the EU-Africa Infrastructure Trust Fund. At the end of 2012, it comprised 76 staff members, and 15 local employees in the regional offices in Nairobi, Dakar, Pretoria, Fort-de-France¹⁸ and Sydney. This presence in the field is essential to help monitor projects and follow-up in a timely manner, to enhance communications and to support cooperation with local partners. Time spent on activities in the ACP regions by colleagues in the Monitoring Division and in other EIB directorates, such as Projects, Finance, Transaction Management and Restructuring and Legal constituted 41% of total time accounted for the year.

¹⁸ As of 1 May 2013, the Caribbean office will move to Santo Domingo, in a co-location arrangement with the EU Delegation to the Dominican Republic.

Regional office teams



The Tshwane (Pretoria) office's team



The Dakar office's team



The Fort-de-France office's team



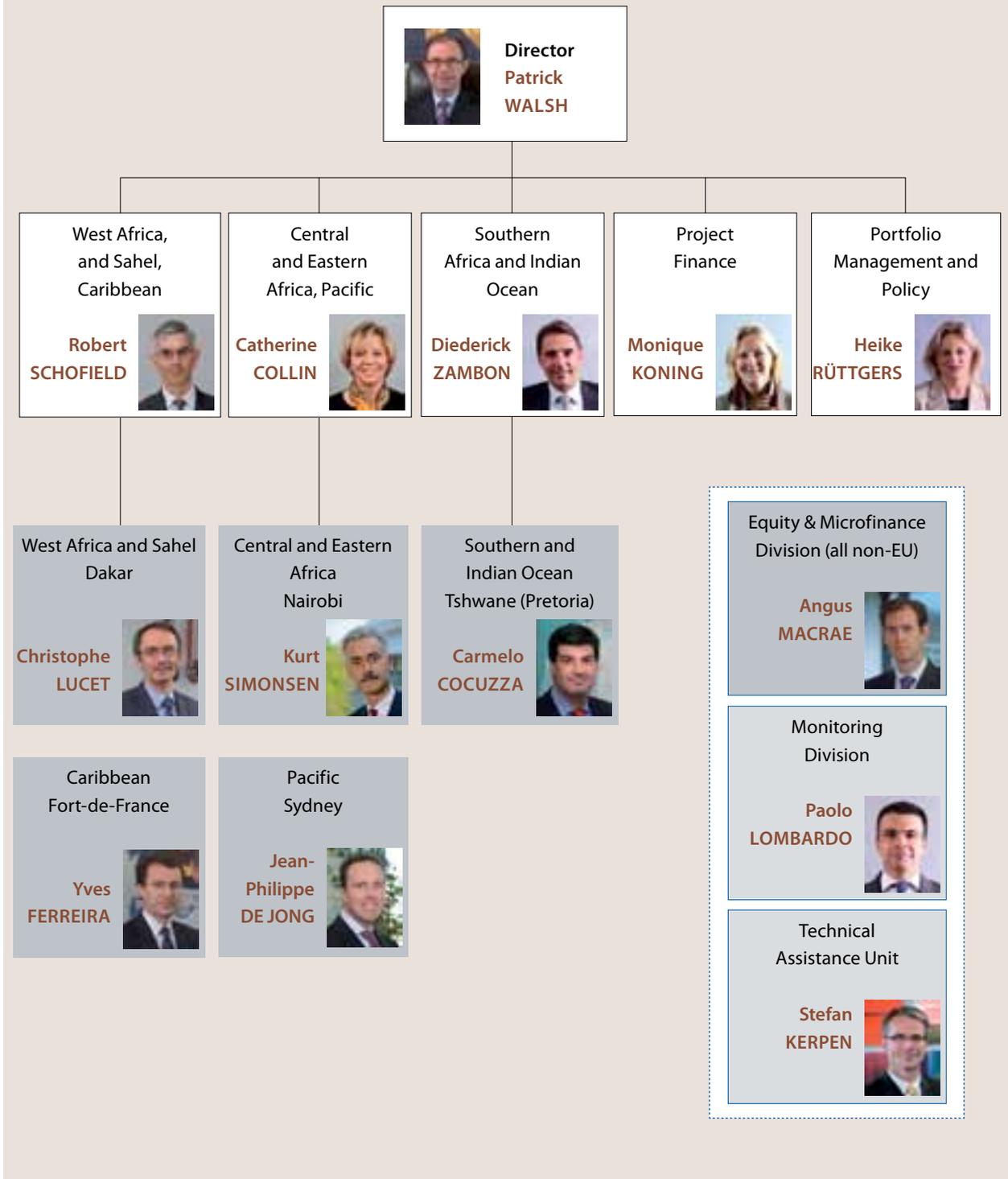
The Nairobi office's team



The Sydney office's team



Organisation chart





Performance of the IF portfolio (as a revolving fund)

Financial Statements (see Annex 8)

Income statement

- For the year 2012, the IF shows a net profit of EUR 19.0m compared to a net profit of EUR 61.3m in 2011.
- Impairments on the debt lending portfolio net of reversals significantly decreased from EUR 27.4m to EUR 0.6m. In 2012, EUR -1.1m was recorded as an additional impairment while EUR 1.7m of past impairment has been reversed due to the improvement of the situation of the underlying projects. Impairments on the equity lending portfolio increased from EUR -6.9m to EUR -8.9m.
- The current level of provisioning on lending operations (debt and equity) is equivalent to some 4% of the outstanding portfolio (5% in 2011).
- The net foreign exchange result significantly decreased from a net profit of EUR 8.4m to a net loss of EUR -10.6m.
- Net realised gains on available-for-sale financial assets significantly decreased from EUR 17.2m to EUR 1.0m mainly due to only one profit-making sale of an operation during the reporting period (EUR +0.07m) compared to two profit-making sales the year before (EUR 16.2m).
- The interest income on lending operations increased from EUR 50.8m to EUR 64.1m.
- The fair value change of derivative financial instruments representing swap contracts significantly increased from a net loss of EUR -7.5m to a net gain of EUR 5.3m.
- Net administrative expenses stood at EUR 36.2m, decreasing by 5% compared to 2011.
- The fee and commission income decreased from EUR 2.1m to EUR 1.9m.



Balance sheet

- Total equity increased from EUR 1 448.8m in 2011 to EUR 1 774.4m in 2012. Therein, the Member States' contributions increased by EUR 280m to EUR 1 561.3m, and retained earnings stood at EUR 144.7m compared to EUR 125.7m the year before. The fair value reserve shows a year-end balance of EUR 68.4m compared to a balance of EUR 41.8m in 2011.
- In line with the expanding financial activity, outstanding loans increased by EUR 113.1m to EUR 1 146.3m, representing a growth rate of 11% and constituting, with 54%, the largest asset item.
- Equity investments rose by 32% from EUR 251.7m to EUR 333.0m. The three largest investments in the portfolio are the AIC Caribbean Fund, CAPE III and the Microfinance Enhancement Facility.
- On the liabilities side, the "amounts owed to third parties" of EUR 312.1m (2011: EUR 329.7m) is the largest item. It includes EUR 267.0m (2011: EUR 291.5m) for interest subsidies and technical assistance received from Member States and not yet disbursed and payables to the EIB amounting to EUR 45.1m (2011: EUR 38.2m), composed of EIB management fees amounting to EUR 36.2m (2011: EUR 38.0m) and cash receipts on behalf of the EIB amounting to EUR 8.9m (2011: EUR 0.2m).

Risk profile

The Bank ensures the quality of the overall IF portfolio through selective, early-stage project screening, regular and reinforced monitoring of its operations and ex-post evaluations. In order to appropriately address the credit risk inherent in some new operations, or the effects of adverse circumstances on existing counterparties, the Bank keeps a regularly updated watch list of potentially risky operations. It provides a risk report twice a year to its Member State stakeholders.

As of 31 December 2012, 17 operations were on the watch list, stable compared to 30 June 2012 and down from 19 as of 31 December 2011. The operations on the watch list amount to EUR 167.1m ac-

counting for 8% of total signed exposure, relatively stable compared to December 2011 (7.8%).

Reflows

At the end of 2012, capital contributions into the ACP Investment Facility from EU Member States amounted to EUR 1 845m, out of the total Cotonou endowment of EUR 3 185m. Under its unique revolving mechanism, additional cash, stemming from principal repayments on loans, interest income, sales of shares and dividend income, is re-injected into the facility. At the end of 2012, these reflows amounted to some EUR 790m. In this way, additional approvals for financing projects for amounts exceeding the total endowment are possible, based on forward-looking projections of expected cash reflows. Reflows have been the funding source for all new approvals since early 2012. Total cumulative approvals under the ACP Investment Facility since 2003 amount to over EUR 4bn. Projections indicate a continuing yearly increase in lending to a total at end-2020 of three times the amount of the original endowment.



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¹⁹The full financial statements and accompanying notes are available to download at www.eib.org or on request: info@eib.org

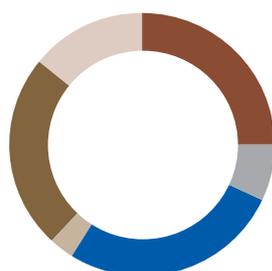


1. Statistical overview

Yearly and cumulative approvals, signatures and disbursements 2003-2012												
		2003	2004	2005	2006	2007	2008	2009	2010	2011	2013	Total
ACP-IF (Prot.1 and 2) (EUR 3 185.5m)	Approvals	368.9	318.2	476.8	586.0	261.5	338.0	624.3	369.1	407.1	617.0	4 416.8
	Signatures	136.9	336.2	353.1	566.2	310.0	333.6	409.3	369.1	193.0	354.8	3 362.8
	Disbursements	4.1	93.6	113.8	184.9	328.5	218	198.5	260.0	305.5	315.1	2 022.0
ACP-Own Resources Prot.1 (EUR 1 720m)	Approvals	43.1	47.3	170.0	207.3	550.3	133.0	0.0	0.0	0.0	0.0	1 151.0
	Signatures	6.1	62.2	150.9	167.3	431.8	148.8	0.0	0.0	0.0	0.0	967.1
	Disbursements	0.0	6.7	13.7	85.9	107.4	194.7	156.5	34.3	60.4	28.8	688.4
ACP-Own Resources Prot.2 (EUR 2 030m)	Approvals						76.0	663.2	680.0	151.7	375.0	1 945.9
	Signatures						76.0	413.2	597.8	386.6	289.5	1 763.1
	Disbursements						0.0	26.8	156.4	62.2	86.0	331.3

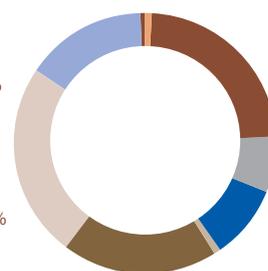
IF & OR cumulative signatures
(ACP and OCT) 2003-2012:
breakdown by region

- West Africa and Sahel 25%
- Caribbean 7%
- Central and Eastern Africa 27%
- Pacific 3%
- Southern Africa and Indian Ocean 24%
- Regional Africa and ACP States 14%



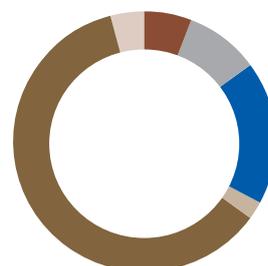
IF and OR cumulative signatures
(ACPs and OCTs) 2003-2012:
breakdown by sector

- Energy 23%
- Water, sewerage 7%
- Transport 9%
- Telecommunications 1%
- Financial services 19%
- Credit lines 24%
- Industry 15%
- Agriculture, fisheries, forestry 0.3%
- Services, incl. tourism 1%



IF and OR cumulative signatures
(ACPs and OCTs) 2003-2012:
breakdown by financial instrument

- Agency agreement* 6%
- Equity 9%
- Credit lines 18%
- Guarantee 2%
- Senior loan 61%
- Subordinated loan & quasi-equity 4%



* EFP Framework Agreement

2. List of ACP countries and overseas territories

Africa

- Angola
- Benin
- Botswana
- Burkina Faso
- Burundi
- Cameroon
- Cape Verde
- Central African Republic
- Chad
- Comoros
- Congo
- Democratic Republic of the Congo
- Côte d'Ivoire
- Djibouti
- *Equatorial Guinea**
- Eritrea
- Ethiopia
- Gabon
- Gambia
- Ghana
- Guinea
- Guinea-Bissau
- Kenya
- Lesotho
- Liberia
- Madagascar
- Malawi
- Mali
- Mauritania
- Mauritius
- Mozambique
- Namibia
- Niger
- Nigeria
- Rwanda
- São Tomé and Príncipe
- Senegal
- Seychelles
- Sierra Leone
- *Somalia**
- *South Africa***
- Sudan
- Swaziland
- Tanzania
- Togo
- Uganda
- Zambia
- Zimbabwe

Pacific

- Cook Islands
- Timor-Leste
- Fiji
- Kiribati
- Marshall Islands
- Micronesia
- Nauru
- Niue
- Palau
- Papua New Guinea
- Samoa
- Solomon Islands
- Tonga
- Tuvalu
- Vanuatu

* ACP country not signatory to or not having ratified the revised Cotonou Partnership Agreement.

** RSA: although part of the ACP regional grouping and signatory to the Cotonou Partnership Agreement, South Africa receives assistance from the EIB under a different mandate.

Caribbean

- Antigua and Barbuda
- Bahamas
- Barbados
- Belize
- *Cuba**
- Dominica
- Dominican Republic
- Grenada
- Guyana
- Haiti
- Jamaica
- Saint Kitts and Nevis
- Saint Lucia
- Saint Vincent and the Grenadines
- Suriname
- Trinidad and Tobago

OCTs

- Anguilla
- Aruba
- Bonaire
- British Antarctic Territory
- British Indian Ocean Territory
- British Virgin Islands
- Cayman Islands
- Curaçao
- Falkland Islands
- French Polynesia
- French Southern and Antarctic Lands
- Greenland
- Mayotte
- Montserrat
- New Caledonia
- Pitcairn Islands
- Saba
- Saint Barthélemy
- Saint Helena
- Saint Pierre and Miquelon
- Sint Eustatius
- Sint Maarten
- South Georgia and the South Sandwich Islands
- Turks and Caicos Islands
- Wallis and Futuna



3. Investment Facility portfolio of signed operations 2003-2012 (ACP and OCT)

* in local currency

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2003					
AFRICAN BANKS HOLDINGS, LLC	Regional - Africa	Services	Equity	Private	27.45
AUREOS EAST AFRICA FUND	Regional - East Africa	Services	Equity	Private	6.77
AUREOS SOUTHERN AFRICA VENTURE CAPITAL	Regional - Southern Africa	Services	Equity	Private	10.15
AUREOS WEST AFRICA FUND	Regional - West Africa	Services	Equity	Private	8.46
BEL OMBRE HOTEL B (SUBORDINATED LOAN)	Mauritius	Services	Subordinated loan and quasi-equity	Private	3.30
BEL OMBRE HOTEL C (INDIRECT EQUITY)	Mauritius	Services	Equity	Private	2.80
DEV. DU SECTEUR PRIVE PG II A CAMEROUN	Cameroon	Credit lines	Credit line*	Private	3.00
DEV. DU SECTEUR PRIVE PG II B CAMEROUN	Cameroon	Credit lines	Credit line*	Private	25.00
EBTR MAURITANIE	Mauritania	Urban infrastructure	Senior loan*	Private	4.00
KANSANSHI COPPER MINE	Zambia	Industry	Subordinated loan and quasi-equity	Private	34.00
PG BURKINA FASO CREDIT BAIL II	Burkina Faso	Credit lines	Credit line*	Private	2.00
PG BURKINA FASO II	Burkina Faso	Credit lines	Credit line*	Private	10.00
Sub-total for 2003					136.93
2004					
AFRICAN LION MINING FUND II	Regional - ACP	Services	Equity	Private	6.45
BOAD IV B FACILITE DE GARANTIE	Regional - West Africa	Services	Guarantee	Private	25.00
BOAD IV C PRISE DE PARTICIPATION	Regional - West Africa	Services	Equity	Private	4.60
DFCU LEASING GLOBAL LOAN	Uganda	Credit lines	Credit line*	Private	5.00
EDFI EUROPEAN FINANCING PARTNERS (EFP)	Regional - ACP	Services	Agency agreement	Private	90.00
EUROPEAN FINANCING PARTNERS (EFP)	Regional - ACP	Services	Agency agreement	Private	0.01
FABULOUS FLOWERS	Botswana	Agriculture, fisheries, forestry	Subordinated loan and quasi-equity	Private	2.00
MAGADI SODA PURE ASH PROJECT / B (IF)	Kenya	Industry	Senior loan	Private	11.37
MAGADI SODA PURE ASH PROJECT / C (IF)	Kenya	Industry	Subordinated loan and quasi-equity	Private	1.65
MOMA TITANIUM MINERALS	Mozambique	Industry	Senior loan	Private	15.00
MOMA TITANIUM MINERALS	Mozambique	Industry	Subordinated loan and quasi-equity	Private	40.00
MOZ/RSA NATURAL GAS-UPSTREAM COMPONENT	Mozambique	Energy	Senior loan	Public	10.00
NIGERIA GLOBAL LOAN	Nigeria	Credit lines	Credit line	Private	50.00
NOVOTEL DENARAU PROJECT (IF)	Fiji	Services	Equity	Private	5.00
PRET GLOBAL II (GABON)	Gabon	Credit lines	Credit line*	Private	6.50
PRET GLOBAL II (GABON) B	Gabon	Credit lines	Credit line*	Private	3.50
SAMOA VENTURE CAPITAL FUND	Samoa	Services	Equity	Private	0.30
SHORECAP INTERNATIONAL LTD (SCI)	Regional - ACP	Services	Equity	Private	2.05
SNIM VII	Mauritania	Energy	Senior loan	Private	22.50
SONABEL III	Burkina Faso	Energy	Senior loan	Public	15.25
WESTIN ROCO KI BEACH AND GOLF RESORT	Dominican Republic	Services	Subordinated loan and quasi-equity	Private	20.00
Sub-total for 2004					336.17

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2005					
ALBION RESORT MAURITIUS B	Mauritius	Services	Equity	Private	5.00
AQUALMA III	Madagascar	Agriculture, fisheries, forestry	Senior loan	Private	5.00
BANQUE REGIONALE DES MARCHES B	Regional - West Africa	Services	Equity	Private	0.61
BIMAO	Regional - West Africa	Services	Guarantee*	Private	5.00
CAPE FUND II	Regional - West Africa	Services	Equity	Private	12.75
CAP VERT - SECTEUR FINANCIER PG II	Cape Verde	Credit lines	Credit line	Private	8.00
CLICO GLOBAL LOAN	Trinidad and Tobago	Credit lines	Credit line	Private	20.00
COMPAGNIE SUCRIERE DU TCHAD	Chad	Industry	Guarantee	Private	11.80
DANGOTE CEMENT - C	Nigeria	Industry	Senior loan	Private	33.06
DEVELOPMENT FINANCE LIMITED IX	Trinidad and Tobago	Credit lines	Credit line	Private	7.00
ETUDE EL AOUJ	Mauritania	Industry	Equity	Private	5.00
GILGEL GIBE II HYDROPOWER PLANT	Ethiopia	Energy	Senior loan	Public	50.00
GRENLEC III PROJECT	Grenada	Energy	Senior loan	Private	5.00
KPLC GRID DEVELOPMENT	Kenya	Energy	Senior loan	Public	43.00
ADVANS	Regional - ACP	Services	Equity	Private	3.50
LIAISON MARITIME DAKAR-ZIGUINCHOR	Senegal	Transport	Senior loan	Public	10.00
MOMA TITANIUM C	Mozambique	Industry	Subordinated loan and quasi-equity	Private	2.75
MOPANI COPPER PROJECT	Zambia	Industry	Senior loan	Private	48.00
NIGER - PG SECTEUR FINANCIER II	Niger	Credit lines	Credit line*	Private	8.00
OLKARIA II EXTENSION	Kenya	Energy	Senior loan	Public	34.08
PACIFIC ISLANDS FINANCING FACILITY	Regional - Pacific	Credit lines	Credit line	Private	7.00
PACIFIC ISLANDS FINANCING FACILITY B	Regional - Pacific	Credit lines	Credit line	Private	6.00
SEPH-NOUADHIBOU	Mauritania	Agriculture, fisheries, forestry	Senior loan	Private	2.50
SEPH-NOUADHIBOU	Mauritania	Industry	Senior loan	Private	2.50
VRA VII	Ghana	Energy	Senior loan	Public	10.50
ZESCO KARIBA NORTH II	Zambia	Energy	Senior loan	Public	7.60
Sub-total for 2005					353.64
2006					
ACCESS MICROFINANCE HOLDING	Regional - ACP	Services	Equity	Private	3.46
ADEMI V	Dominican Republic	Services	Equity	Private	0.23
ADEMI V B	Dominican Republic	Credit lines	Credit line*	Private	3.00
AES SONEL-ELECTRICITY SUPPLY	Cameroon	Energy	Senior loan	Private	55.00
AES SONEL-ELECTRICITY SUPPLY B	Cameroon	Energy	Senior loan	Private	10.00
ALBION RESORT MAURITIUS	Mauritius	Services	Senior loan	Private	14.00
AMENAGEMENT HYDROELECTRIQUE DE FELOU	Regional - West Africa	Energy	Senior loan	Public	11.00
AMENAGEMENT HYDROELECTRIQUE DE FELOU B	Regional - West Africa	Energy	Senior loan	Public	11.00
AMENAGEMENT HYDROELECTRIQUE DE FELOU C	Regional - West Africa	Energy	Senior loan	Public	11.00
ASTRUM TRAVEL HELICOPTER SERVICES	Belize	Transport	Senior loan	Private	3.56
BDEAC PRET GLOBAL III	Regional - Central Africa	Credit lines	Credit line	Private	15.00
BDEAC PRET GLOBAL III B	Regional - Central Africa	Services	Guarantee	Private	5.00
BPI KENYA SME FUND	Kenya	Services	Equity	Private	3.92
BPI MADAGASCAR SME FUND	Madagascar	Services	Equity	Private	2.00
CARIBBEAN DEV BANK IV B	Regional - Caribbean	Services	Guarantee	Private	20.00
DFCU LEASING GLOBAL LOAN II	Uganda	Credit lines	Credit line*	Private	10.00
EADB REGIONAL FINANCE FACILITY	Regional - East Africa	Credit lines	Credit line	Private	25.00
ECOCIMENTO FIBRE CEMENT	Mozambique	Industry	Senior loan	Private	1.30
EDFI EUROPEAN FINANCING PARTNERS II	Regional - ACP	Credit lines	Agency agreement	Private	90.00



ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
EDFI EUROPEAN FINANCING PARTNERS II B	Regional - ACP	Services	Agency agreement	Private	5.00
EDFI EUROPEAN FINANCING PARTNERS II C	Regional - ACP	Services	Agency agreement	Private	5.00
ECP AFRICA FUND II	Regional - Africa	Services	Equity	Private	38.29
FIRST BANK OF NIGERIA	Nigeria	Services	Senior loan	Private	35.00
FIRST BANK OF NIGERIA B	Nigeria	Services	Senior loan	Private	15.00
GHANA FINANCIAL SECTOR GLOBAL LOAN II B	Ghana	Credit lines	Credit line	Private	15.00
I & P	Regional - Africa	Services	Equity	Private	3.25
KOLOMBANGARA FOREST PROJECT	Solomon Islands	Agriculture, fisheries, forestry	Senior loan	Private	3.50
KOUILOU MAGNESIUM PHASE I	Congo	Industry	Subordinated loan and quasi-equity	Private	13.00
KULA FUND II	Regional - Pacific	Services	Equity	Private	3.99
LUMWANA COPPER PROJECT A	Zambia	Industry	Subordinated loan and quasi-equity	Private	48.00
LUMWANA COPPER PROJECT B	Zambia	Industry	Senior loan	Private	19.00
MAPUTO WATER SUPPLY	Mozambique	Water, sewerage	Senior loan	Public	31.00
NAMIBIA - OLD MUTUAL MIDINA FUND	Namibia	Credit lines	Credit line	Public	4.00
PACIFIC ISLANDS FINANCING FACILITY II	Regional - Pacific	Credit lines	Credit line	Private	5.00
RW - GL II PRIVATE SECTOR SUPPORT A	Rwanda	Credit lines	Credit line*	Private	3.00
SMALL ENTERPRISES GLOBAL LOAN	Dominican Republic	Credit lines	Credit line*	Private	4.00
SMALL TOWN WATER & SANITATION PROGRAM	Ethiopia	Water, sewerage	Senior loan	Public	16.50
SOCIETE GENERALE MAURITANIE	Mauritania	Services	Equity	Private	4.21
Sub-total for 2006					566.21
2007					
ACCORD CADRE GARANTIE AFRIQUE CENTRALE	Regional - Central Africa	Services	Guarantee*	Private	50.00
ADEMI V C	Dominican Republic	Services	Equity*	Private	0.52
AFRICAP II	Regional - Africa	Services	Equity	Private	4.01
AIC CARIBBEAN FUND BARBADOS	Regional - Caribbean	Services	Equity	Private	37.97
BUJAGALI HYDROELECTRIC PROJECT	Uganda	Energy	Senior loan	Public	92.13
CAPITAL FINANCIAL HOLDING	Regional - Central Africa	Services	Equity	Private	5.00
CLICO GLOBAL LOAN B	Trinidad and Tobago	Credit lines	Credit line	Private	10.00
I&P CAPITAL II INVESTMENT FUND	Regional - Indian Ocean	Services	Equity	Private	4.61
MARTIN S DRIFT KIMBERLITE PROJECT	Botswana	Industry	Senior loan	Private	5.00
MICROCRED (PLANET BANK)	Regional - Africa	Services	Equity	Private	3.00
PACIFIC ISLANDS FINANCING FACILITY II B	Regional - Pacific	Credit lines	Credit line	Private	2.00
PEFF-UGANDA	Uganda	Credit lines	Credit line*	Private	30.00
PRET GLOBAL III (GABON)	Gabon	Credit lines	Credit line*	Private	7.00
PRET GLOBAL PRO-PME II	Cameroon	Credit lines	Credit line*	Private	4.00
PRIVATE ENTERPRISE FINANCE FACILITY	Kenya	Credit lines	Credit line*	Private	20.00
RURAL IMPULSE MICROFINANCE FUND (EQUITY)	Regional - ACP	Services	Equity	Private	1.09
RURAL IMPULSE MICROFINANCE FUND MEZZ	Regional - ACP	Services	Equity	Private	1.70
RW - GL II PRIVATE SECTOR SUPPORT B	Rwanda	Credit lines	Credit line*	Private	7.00
TVCABO MULTIMEDIA	Angola	Telecommunications	Senior loan	Private	15.00
Sub-total for 2007					300.04
2008					
JIRAMA WATER II (MADAGASCAR)	Madagascar	Water, sewerage	Senior loan	Public	23.50
MALAWI GLOBAL LOAN III	Malawi	Credit lines	Credit line	Private	15.00
DERBA MIDROC CEMENT COMPANY	Ethiopia	Industry	Senior loan	Private	29.05
AFRICAN LION MINING FUND III	Regional - Africa	Services	Equity	Private	9.67
ATLANTIC COAST REGIONAL FUND	Regional - Africa	Services	Equity	Private	14.59
ACCESS BANK LIBERIA	Liberia	Services	Equity	Private	0.96

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
DR FINANCING FACILITY	Dominican Republic	Credit lines	Credit line*	Private	5.00
DR FINANCING FACILITY B	Dominican Republic	Credit lines	Credit line*	Private	10.00
DR FINANCING FACILITY C	Dominican Republic	Credit lines	Credit line*	Private	3.50
AUREOS AFRICA FUND	Regional - Africa	Services	Equity	Private	27.15
ADLEVO CAPITAL AFRICA	Mauritius	Services	Equity	Private	13.98
PMND C (DIGICEL TONGA)	Regional - Pacific	Telecommunications	Senior loan	Private	3.90
PMND B (DIGICEL VANUATU)	Regional - Pacific	Telecommunications	Senior loan	Private	4.80
PMND (DIGICEL SAMOA)	Regional - Pacific	Telecommunications	Senior loan	Private	3.70
PMND D (DIGICEL FIJI)	Regional - Pacific	Telecommunications	Senior loan	Private	10.70
CAPITAL INVESTMENT LINE GL III	Zambia	Credit lines	Credit line	Private	20.00
INGA POWER REHABILITATION B	Congo (Democratic Republic)	Energy	Senior loan	Public	55.00
SMALL ENTERPRISES GLOBAL LOAN B	Dominican Republic	Services	Equity*	Private	1.00
NFC FORESTRY PROJECT	Uganda	Agriculture, fisheries, forestry	Senior loan	Private	5.00
NIGER - PG SECTEUR FINANCIER III	Niger	Credit lines	Credit line*	Private	8.00
AFRICINVEST FUND II LLC	Regional - Africa	Services	Equity	Private	20.00
NORMAN MANLEY INTERNATIONAL AIRPORT	Jamaica	Transport	Senior loan	Public	35.00
SOCIETE DES PLANTATIONS DE MBANGA	Cameroon	Agriculture, fisheries, forestry	Senior loan	Private	4.10
Sub-total for 2008					323.60
2009					
LEAPFROG MICROINSURANCE INVESTMENTS	Regional - ACP	Services	Equity	Private	15.07
EDFI EUROPEAN FINANCING PARTNERS III	Regional - ACP	Credit lines	Agency agreement	Private	90.00
EDFI EUROPEAN FINANCING PARTNERS III B	Regional - ACP	Services	Agency agreement	Private	5.00
EDFI EUROPEAN FINANCING PARTNERS III C	Regional - ACP	Services	Agency agreement	Private	5.00
CAPE III	Regional - West Africa	Services	Equity	Private	28.63
BANQUE DE DEPOT ET DE CREDIT DJIBOUTI	Djibouti	Services	Equity	Private	2.00
PAN-AFRICAN INVESTMENT PARTNERS II LTD	Regional - Africa	Services	Equity	Private	28.37
GROFIN AFRICA FUND	Regional - Africa	Services	Equity	Private	14.15
BDEAC PRET GLOBAL IV	Regional - Central Africa	Credit lines	Credit line	Private	25.00
MICROFINANCE ENHANCEMENT FACILITY	Regional - ACP	Services	Equity	Private	35.03
RWANDA GL III - PRIVATE SECTOR SUPPORT	Rwanda	Credit lines	Credit line*	Private	5.00
UNELCO WIND POWER	Vanuatu	Energy	Senior loan	Private	4.30
PACIFIC ISLANDS FINANCING FACILITY II C	Regional - Pacific	Credit lines	Credit line	Private	3.00
FIPA - ANGOLA PRIVATE EQUITY FUND	Angola	Services	Equity	Private	4.05
OLKARIA II EXTENSION B	Kenya	Energy	Senior loan	Public	3.95
SNIM GUELBI II	Mauritania	Industry	Senior loan	Private	75.00
MICROCRED II	Regional - ACP	Services	Equity	Private	2.00
BTA TOLL ROAD	Dominican Republic	Transport	Senior loan	Private	29.82
ADVANS SA SICAR II	Regional - ACP	Services	Equity	Private	6.00
BANK OF SAINT LUCIA GLOBAL LOAN II	Saint Lucia	Credit lines	Credit line	Private	9.98
SHORECAP II	Regional - Africa	Services	Equity	Private	9.98
AGRI-VIE FUND PCC	Regional - Africa	Services	Equity	Private	7.99
Sub-total for 2009					409.32
2010					
ACCESS BANK LIBERIA B	Liberia	Services	Senior loan	Private	1.50
ACCESS MICROFINANCE HOLDING II	Regional - ACP	Services	Equity	Private	1.73
ADEMI RURAL MICROFINANCE	Dominican Republic	Credit lines	Credit line	Private	7.00
AFRICA CAPITALISATION FUND	Regional - Africa	Services	Equity	Private	28.55
CAPE VERDE WIND POWER PPP	Cape Verde	Energy	Senior loan	Private	30.00



ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
ECOBANK REGIONAL FACILITY II	Regional - West Africa	Services	Senior loan	Private	50.00
EDFI EUROPEAN FINANCING PARTNERS IV	Regional - ACP	Credit lines	Agency agreement	Private	90.00
EDFI EUROPEAN FINANCING PARTNERS IV B	Regional - ACP	Services	Agency agreement	Private	5.00
EDFI EUROPEAN FINANCING PARTNERS IV C	Regional - ACP	Services	Agency agreement	Private	5.00
INTERACT CLIMATE CHANGE FACILITY	Regional - ACP	Services	Senior loan	Private	45.00
INTERACT CLIMATE CHANGE FACILITY B	Regional - ACP	Services	Guarantee	Private	5.00
PACIFIC ISLANDS FINANCING FACILITY II D	Regional - Pacific	Credit lines	Credit line	Private	5.00
PACIFIC ISLANDS FINANCING FACILITY II E	Regional - Pacific	Credit lines	Credit line	Private	4.00
PHILIPS LIGHTING MASERU	Lesotho	Industry	Senior loan	Private	5.00
PRET GLOBAL PRO-PME III (CAMEROUN)	Cameroon	Credit lines	Credit line	Private	5.00
PRIVATE ENTERPRISE FINANCE FACILITY II	Uganda	Credit lines	Credit line	Private	40.00
RAWBANK LINE OF CREDIT (DRC)	Congo (Democratic Republic)	Credit lines	Credit line	Private	5.00
REGMIFA MSME INV FUND FOR AFRICA	Regional - Africa	Services	Equity	Private	11.27
RURAL IMPULSE MICROFINANCE FUND II	Regional - ACP	Services	Equity*	Private	10.00
Sub-total for 2010					354.05
2011					
ACME HAITI LOCAL CURRENCY LOAN	Haiti	Credit lines	Credit line*	Private	3.00
DR FINANCING FACILITY D	Dominican Republic	Credit lines	Credit line*	Private	3.50
FEFISOL MICROFINANCE FUND	Regional - ACP	Services	Equity	Private	5.00
SOFIHDES GL III	Haiti	Credit lines	Senior loan*	Private	5.00
BOA REGIONAL FACILITY (REGIONAL WEST AFRICA)	Regional - West Africa	Services	Senior loan	Private	10.00
CATALYST FUND I	Regional - East Africa	Services	Equity	Private	8.93
CDB CLIMATE ACTION LINE OF CREDIT	Regional - Caribbean	Credit lines	Credit line	Private/Public	50.00
DR MICROFINANCE FACILITY II	Dominican Republic	Credit lines	Credit line*	Private	6.00
DR MICROFINANCE FACILITY II C	Dominican Republic	Credit lines	Credit line*	Private	6.00
EAC MICROFINANCE GLOBAL AUTHORISATION	Regional - East Africa	Services	Senior loan*	Private	4.00
I AND P CAPITAL (III) LLC LTD	Regional - Africa	Services	Equity	Private	12.00
INTERACT CLIMATE CHANGE FACILITY C	Regional - ACP	Services	Equity	Private	0.01
JAMAICA TOLL ROAD	Jamaica	Transport	Senior loan	Private	39.13
MAURITIUS LEASING LINE OF CREDIT	Mauritius	Credit lines	Credit line*	Private	5.00
PEFF II KENYA A	Kenya	Credit lines	Credit line*	Private	7.00
PEFF II KENYA B	Kenya	Credit lines	Credit line*	Private	6.50
PROGRESSION EASTERN AFRICA MICROFIN. EQUITY FUND	Regional - East Africa	Services	Equity	Private	5.96
RWANDA PRIVATE SECTOR SUPPORT FACILITY	Rwanda	Credit lines	Credit line*	Private	8.00
UT BANK GLOBAL LOAN	Ghana	Credit lines	Credit line	Private	8.00
Sub-total for 2011					193.02
2012					
KRIBI GAS FIRED POWER PLANT	Cameroon	Energy	Senior loan	Private	29.50
FONDS CAURIS CROISSANCE II LIMITED	Regional - ACP	Services	Equity	Private	5.00
EAC MICROFINANCE LOAN (THE CO-OP)	Regional - East Africa	Services	Senior loan*	Private	20.00
PEFF III KENYA*	Kenya	Credit lines	Credit line*	Private	50.00
PEFF III KENYA - B	Kenya	Credit lines	Credit line*	Private	20.00
I AND P AFRIQUE ENTREPRENEURS	Regional - Africa	Services	Equity	Private	7.00
EAC MICROFINANCE LOAN (K-REP)	Regional - East Africa	Services	Senior loan*	Private	7.00
ACCESS MICROFINANCE HOLDING III	Regional - ACP	Services	Equity	Private	4.56
DBS GLOBAL LOAN VI	Seychelles	Credit lines	Credit line*	Private	5.00
PEFF II KENYA / C	Kenya	Credit lines	Credit line*	Private	6.50
MAURITIUS AIRPORT HOTEL	Mauritius	Services	Senior loan	Private	8.00
UBA REGIONAL FACILITY	Nigeria	Credit lines	Senior loan	Private	50.00

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
ASECNA V	Regional - Africa	Transport	Senior loan	Public	40.00
EAC MICROFINANCE LOAN (CENTENARY)	Regional - East Africa	Services	Senior loan*	Private	8.00
CONVERGENCE ICT FUND	Regional - Africa	Services	Equity	Private	19.25
EADB REGIONAL FINANCE FACILITY II	Regional - East Africa	Credit lines	Credit line*	Private	25.00
ACCESS BANK GLOBAL LOAN NIGERIA	Nigeria	Credit lines	Credit line	Private	50.00
Sub-total for 2012					354.81
TOTAL					3,327.79

OCT					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2007					
BCI - LIGNE DE CREDIT ENVIRONNEMENTAL	New Caledonia	Credit lines	Credit line	Private	5.00
SOCREDO LIGNE DE CREDIT ENVIRONNEMENT	French Polynesia	Credit lines	Credit line	Private	5.00
Sub-total for 2007					10.00
2008					
OCTS FINANCING FACILITY	Regional - OCT	Credit lines	Credit line	Private	10.00
Sub-total for 2008					10.00
2010					
NC-LIGNE DE CREDIT ENVIRONNEMENTALE II	New Caledonia	Credit lines	Credit line	Private	10.00
SOCREDO LIGNE ENVIRONNEMENTALE II	French Polynesia	Credit lines	Credit line	Private	5.00
Sub-total for 2010					15.00
TOTAL					35.00



4. List of signed own resources operations, 2003-2012 (ACP and OCT)

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2003					
BEL OMBRE HOTEL A (SENIOR LOAN)	Mauritius	Services	Senior loan	Private	6.10
Sub-total for 2003					6.10
2004					
BOAD PG IV A	Regional - West Africa	Credit lines	Credit line	Private	25.00
MAGADI SODA PURE ASH PROJECT / A	Kenya	Industry	Senior loan	Private	8.93
MAURITIUS CONTAINER TERMINAL II	Mauritius	Transport	Senior loan	Public	14.00
NOVOTEL DENARAU PROJECT	Fiji	Services	Senior loan	Private	6.00
VINLEC IV	Saint Vincent and the Grenadines	Energy	Senior loan	Public	8.30
Sub-total for 2004					62.23
2005					
CARIBBEAN DEV BANK III FACILITY	Regional - Caribbean	Credit lines	Credit line	Public	40.00
DANGOTE CEMENT - A	Nigeria	Industry	Senior loan	Private	57.85
DANGOTE CEMENT - B	Nigeria	Industry	Senior loan	Private	33.06
SBM GLOBAL LOAN	Mauritius	Credit lines	Credit line	Private	20.00
Sub-total for 2005					150.91
2006					
BLPC IV WIND POWER	Barbados	Energy	Senior loan	Private	9.75
FIJI POWER	Fiji	Energy	Senior loan	Public	24.50
GHANA FINANCIAL SECTOR GLOBAL LOAN II C	Ghana	Credit lines	Credit line	Private	40.00
LUMWANA COPPER PROJECT C	Zambia	Industry	Senior loan	Private	18.00
WEST AFRICAN GAS PIPELINE (WAGP)	Ghana	Energy	Senior loan	Public	75.00
Sub-total for 2006					167.25
2007					
AMBATOVY NICKEL PROJECT	Madagascar	Industry	Senior loan	Private	260.00
ECOBANK REGIONAL FACILITY	Regional - West Africa	Services	Senior loan	Private	50.00
INTERCONTINENTAL BANK	Nigeria	Services	Senior loan	Private	50.00
MASERU WASTEWATER PROJECT	Lesotho	Water, sewerage	Senior loan	Public	14.30
MUNALI NICKEL PROJECT	Zambia	Industry	Senior loan	Private	29.51
PROGRAMME EAU SENEGAL	Senegal	Water, sewerage	Senior loan	Public	15.00
SONEB-ALIMENTATION EN EAU URBAINE	Benin	Water, sewerage	Senior loan	Public	13.00
Sub-total for 2007					431.81
2008					
JIRAMA ANDEKALEKA HYDRO	Madagascar	Energy	Senior loan	Public	24.50
AEP OUAGADOUGOU II	Burkina Faso	Water, sewerage	Senior loan	Public	18.50
PORTS OF CAPE VERDE	Cape Verde	Transport	Senior loan	Public	47.00
INGA POWER REHABILITATION A	Congo (Democratic Republic)	Energy	Senior loan	Public	55.00
MALAWI PERI-URBAN WATER & SANITATION	Malawi	Water, sewerage	Senior loan	Public	15.75
CAPRIVI INTERCONNECTOR PROJECT	Namibia	Energy	Senior loan	Public	35.00
DFL REGIONAL SME	Regional - Caribbean	Credit lines	Credit line	Private	9.00
ASSAINISSEMENT DAKAR	Senegal	Water, sewerage	Senior loan	Public	20.00
Sub-total for 2008					224.75

ACP States					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2009					
BEIRA CORRIDOR (PORT COMPONENT)	Mozambique	Transport	Senior loan	Public	65.00
MAURITIUS SUGAR INDUSTRY REFORM	Mauritius	Industry	Senior loan	Private	13.00
MAURITIUS SUGAR INDUSTRY REFORM PROJECT B	Mauritius	Industry	Senior loan	Private	15.00
OHORONGO CEMENT NAMIBIA	Namibia	Industry	Senior loan	Private	82.30
JKIA UPGRADING AND REHABILITATION	Kenya	Transport	Senior loan	Public	63.87
MOMBASA-NAIROBI TRANSMISSION LINE	Kenya	Energy	Senior loan	Public	60.00
BENIN-TOGO POWER REHABILITATION (BENIN)	Benin	Energy	Senior loan	Public	32.00
BENIN-TOGO POWER REHABILITATION (TOGO)	Togo	Energy	Senior loan	Public	3.00
PORT AUTONOME DE POINTE NOIRE	Congo	Transport	Senior loan	Public	29.00
CAMWATER	Cameroon	Water, sewerage	Senior loan	Public	40.00
Sub-total for 2009					403.17
2010					
AIDBANK LINE OF CREDIT III A	Dominica	Credit lines	Credit line	Private	7.00
AIDBANK LINE OF CREDIT III B	Dominica	Credit lines	Credit line	Private	1.00
DBSKN LINE OF CREDIT IV - B	Saint Kitts and Nevis	Credit lines	Credit line	Private	0.75
DBSKN LINE OF CREDIT IV A	Saint Kitts and Nevis	Credit lines	Credit line	Private	5.24
ETED POWER TRANSMISSION	Dominican Republic	Energy	Senior loan	Public	26.80
MAURITANIA SUBMARINE CABLE CONNECTION	Mauritania	Telecommunications	Senior loan	Private	7.32
METOLONG DAM AND WATER SUPPLY PROGRAM	Lesotho	Water, sewerage	Senior loan	Public	140.00
NIGERIA FRAMEWORK LOAN A	Nigeria	Services	Senior loan	Private	80.00
NIGERIA FRAMEWORK LOAN C	Nigeria	Services	Senior loan	Private	55.00
NIGERIA FRAMEWORK LOAN D	Nigeria	Services	Senior loan	Private	55.00
OLKARIA I & IV GEOTHERMAL EXTENSION	Kenya	Energy	Senior loan	Public	119.00
TANZANIA BACKBONE INTERCONNECTOR	Tanzania, United Republic of	Energy	Senior loan	Public	100.65
Sub-total for 2010					597.76
2011					
BOAD PG V A	Regional - West Africa	Credit lines	Credit line	Private	30.00
BOAD PG V B	Regional - West Africa	Credit lines	Credit line	Private	30.00
ENERGY DEVELOPMENT AND ACCESS PROJECT	Mozambique	Energy	Senior loan	Public	33.89
GREAT EAST ROAD REHABILITATION PROJECT	Zambia	Transport	Senior loan	Public	80.00
IMPROVEMENT TO REGIONAL AIRPORTS	Tanzania, United Republic of	Transport	Senior loan	Public	50.00
INTERCONNEXION BOLGATANGA-OUAGADOUGOU	Burkina Faso	Energy	Senior loan	Public	23.00
LAKE VICTORIA WATSAN - KAMPALA WATER	Uganda	Water, sewerage	Senior loan	Public	75.00
SBM LINE OF CREDIT II	Mauritius	Credit lines	Credit line	Private	30.00
SEYCHELLES SUBMARINE CABLE PROJECT	Seychelles	Telecommunications	Senior loan	Private	8.00
SEYCHELLES WATER & SANITATION (OWN RESOURCES)	Seychelles	Water, sewerage	Senior loan	Public	26.74
Sub-total for 2011					386.62
2012					
TRANSMISSION LINE KAFUE-LIVINGSTONE	Zambia	Energy	Senior loan	Public	22.00
BARRAGE RESERVOIR DE LOM PANGAR	Cameroon	Energy	Senior loan	Public	30.00
CLSG INTERCONNECTION	Regional - West Africa	Energy	Senior loan	Public	75.00
ITEZHI- TEZHI HYDRO PROJECT	Zambia	Energy	Senior loan	Public	50.00
EASTERN AFRICA TRANSPORT CORRIDOR	Uganda	Transport	Senior loan	Public	55.00
MOUNT COFFEE HYDRO GEN REHABILITATION	Liberia	Energy	Senior loan	Public	50.00
Sub-total for 2012					282.00
TOTAL					2 712.60



OCT					
Contract name	Region/country	Sector	Nature of operation	Private or public sector	Signed amount in EUR m
2009					
SOCGEN – LIGNE DE CREDIT ENVIRONNEMENTAL	French Polynesia	Credit lines	Credit line	Private	10.00
Sub-total for 2009					10.00
2012					
TAHITI CENTRE HOSPITALIER SWAC	French Polynesia	Energy	Senior loan	Public	7.50
Sub-total for 2012					7.50
TOTAL					17.50



5. Overview of Cotonou – Investment Facility and Own Resources – lines of credit (2003-2012)

ACP STATES					
Country	Name	Date of signature	Signed amount	Amount allocated	Number of allocations
INVESTMENT FACILITY					
Burkina Faso	PG BURKINA FASO II	08/12/2003	10.00	6.85	19
Burkina Faso	PG BURKINA FASO CREDIT BAIL II	08/12/2003	2.00	2.00	11
Cameroon	DEV. DU SECTEUR PRIVE PG II A CAMEROUN	16/12/2003	3.00	3.00	44
Cameroon	DEV. DU SECTEUR PRIVE PG II B CAMEROUN *	16/12/2003	25.00	0.00	0
Regional – ACP	EDFI EUROPEAN FINANCING PARTNERS (EFP)	13/05/2004	90.00	53.68	11
Uganda	DFCU LEASING GLOBAL LOAN	09/08/2004	5.00	5.00	11
Gabon	PRET GLOBAL II (GABON) B	18/10/2004	3.50	3.50	4
Gabon	PRET GLOBAL II (GABON) *	18/10/2004	6.50	0.00	0
Nigeria	NIGERIA GLOBAL LOAN	06/12/2004	50.00	49.63	26
Regional – Pacific	PACIFIC ISLANDS FINANCING FACILITY (Development Bank of Samoa)	15/10/2005	7.00	6.88	279
Niger	NIGER – PG SECTEUR FINANCIER II	26/10/2005	8.00	8.00	45
Trinidad and Tobago	CLICO GLOBAL LOAN	03/11/2005	20.00	10.71	5
Regional – Pacific	PACIFIC ISLANDS FINANCING FACILITY B (Tonga Development Bank)	15/12/2005	6.00	0.07	1
Cape Verde	CAP VERT - SECTEUR FINANCIER PG II *	20/12/2005	8.00	0.00	0
Trinidad and Tobago	DEVELOPMENT FINANCE LIMITED IX	20/12/2005	7.00	6.85	12
Namibia	NAMIBIA – OLD MUTUAL MIDINA FUND *	10/03/2006	4.00	0.00	0
Regional – ACP	EDFI EUROPEAN FINANCING PARTNERS II	12/05/2006	90.00	68.29	11
Regional – Central Africa	BDEAC PRET GLOBAL III	24/05/2006	15.00	15.00	4
Uganda	DFCU LEASING GLOBAL LOAN II	28/06/2006	10.00	6.00	11
Regional – East Africa	EADB REGIONAL FINANCE FACILITY *	17/11/2006	25.00	0.00	0
Regional – Pacific	PACIFIC ISLANDS FINANCING FACILITY II (National Bank of Palau)	05/12/2006	5.00	2.95	41
Dominican Republic	SMALL ENTERPRISES GLOBAL LOAN	19/12/2006	3.20	4.00	7 800
Dominican Republic	ADEMI V B	19/12/2006	3.00	3.00	234
Rwanda	RW – GL II PRIVATE SECTOR SUPPORT A	21/12/2006	3.00	3.00	4
Ghana	GHANA FINANCIAL SECTOR GLOBAL LOAN II B	22/12/2006	15.00	12.07	6
Rwanda	RW – GL II PRIVATE SECTOR SUPPORT B	02/02/2007	7.00	7.02	17
Regional – Pacific	PACIFIC ISLANDS FINANCING FACILITY II B (Development Bank of Niue)*	23/02/2007	2.00	0.00	0
Gabon	PRET GLOBAL III (GABON) *	07/05/2007	7.00	0.00	0
Cameroon	PRET GLOBAL PRO-PME II	28/06/2007	4.00	4.00	30
Uganda	PEFF-UGANDA	31/08/2007	30.00	20.92	30
Kenya	PRIVATE ENTERPRISE FINANCE FACILITY *	07/12/2007	20.00	0.00	0
Trinidad and Tobago	CLICO GLOBAL LOAN B *	21/12/2007	10.00	0.00	0
Malawi	MALAWI GLOBAL LOAN III	04/06/2008	15.00	5.84	4
Dominican Republic	DR FINANCING FACILITY	12/08/2008	5.00	5.00	9 600
Dominican Republic	DR FINANCING FACILITY B	12/08/2008	10.00	10.00	888
Dominican Republic	DR FINANCING FACILITY C	12/08/2008	3.50	3.50	3 579
Zambia	CAPITAL INVESTMENT LINE GL III	26/11/2008	20.00	0.89	1
Niger	NIGER - PG SECTEUR FINANCIER III	19/12/2008	8.00	5.99	17
Regional - ACP	EDFI EUROPEAN FINANCING PARTNERS III	08/05/2009	90.00	16.83	2
Regional - Central Africa	BDEAC PRET GLOBAL IV	26/08/2009	25.00	5.00	1
Rwanda	RWANDA GL III - PRIVATE SECTOR SUPPORT	05/10/2009	5.00	3.81	4
Regional - Pacific	PACIFIC ISLANDS FINANCING FACILITY II C	20/10/2009	3.00	0.00	0
Saint Lucia	BANK OF SAINT LUCIA GLOBAL LOAN II	18/12/2009	10.50	2.28	0
Regional - Pacific	PACIFIC ISLANDS FINANCING FACILITY II D	15/02/2010	5.00	0.00	0
Cameroon	PRET GLOBAL PRO-PME III (CAMEROUN)	28/06/2010	5.00	2.40	11
Regional - Pacific	PACIFIC ISLANDS FINANCING FACILITY II E	30/08/2010	4.00	0.00	0
Dominican Republic	ADEMI RURAL MICROFINANCE	01/11/2010	7.00	0.00	0
Congo (Democratic Republic)	RAWBANK LINE OF CREDIT (DRC)	03/11/2010	5.00	0.00	0
Regional - ACP	EDFI EUROPEAN FINANCING PARTNERS IV	08/12/2010	90.00	0.00	0
Uganda	PRIVATE ENTERPRISE FINANCE FACILITY II	20/12/2010	40.00	3.32	2
Rwanda	RWANDA PRIVATE SECTOR SUPPORT FACILITY	19/09/2011	8.00	0.00	0
Dominican Republic	DR FINANCING FACILITY D	10/10/2011	3.50	0.00	0
Haiti	SOFIHDES GL III	28/10/2011	5.00	1.82	11
Haiti	ACME HAITI LOCAL CURRENCY LOAN	28/11/2011	3.00	0.00	0
Kenya	PEFF II KENYA A	16/12/2011	7.00	5.50	10
Mauritius	MAURITIUS LEASING LINE OF CREDIT	19/12/2011	5.00	0.00	0
Dominican Republic	DR MICROFINANCE FACILITY II	20/12/2011	6.00	0.00	0
Ghana	UT BANK GLOBAL LOAN	20/12/2011	8.00	1.00	1
Kenya	PEFF II KENYA B	21/12/2011	6.50	1.70	4



ACP STATES					
Country	Name	Date of signature	Signed amount	Amount allocated	Number of allocations
Dominican Republic	DR MICROFINANCE FACILITY II C	28/12/2011	6.00	0.00	0
Regional - Caribbean	CDB CLIMATE ACTION LINE OF CREDIT	29/12/2011	50.00	0.00	0
Kenya	PEFF III KENYA	11/04/2012	50.00	0.00	0
Kenya	PEFF III KENYA - B	11/04/2012	20.00	6.02	6
Seychelles	DBS GLOBAL LOAN VI	24/08/2012	5.00	0.00	0
Kenya	PEFF II KENYA / C	04/09/2012	6.50	0.00	0
Nigeria	UBA REGIONAL FACILITY	12/11/2012	50.00	0.00	0
Regional - East Africa	EADB REGIONAL FINANCE FACILITY II	27/12/2012	25.00	0.00	0
Nigeria	ACCESS BANK GLOBAL LOAN NIGERIA	28/12/2012	50.00	0.00	0
OWN RESOURCES					
Regional - West Africa	BOAD PG IV A	10/12/2004	25.00	25.00	6
Mauritius	SBM GLOBAL LOAN	28/07/2005	20.00	20.00	4
Regional - Caribbean	CARIBBEAN DEV BANK III FACILITY	22/12/2005	40.00	39.98	9
Ghana	GHANA FINANCIAL SECTOR GLOBAL LOAN II C	22/12/2006	40.00	10.73	3
Regional - Caribbean	DFL REGIONAL SME	22/12/2008	9.00	4.54	5
Dominica	AIDBANK LINE OF CREDIT III A	14/07/2010	7.00	1.79	4
Dominica	AIDBANK LINE OF CREDIT III B	20/09/2010	1.00	0.00	0
Saint Kitts and Nevis	DBSKN LINE OF CREDIT IV A	17/12/2010	5.24	0.00	0
Saint Kitts and Nevis	DBSKN LINE OF CREDIT IV - B	17/12/2010	0.75	0.00	0
Mauritius	SBM LINE OF CREDIT II	16/05/2011	30.00	8.50	3
Regional - West Africa	BOAD PG V A	15/06/2011	30.00	10.00	2
Regional - West Africa	BOAD PG V B	15/06/2011	30.00	0.00	0
Total for the ACP States			1 407.69	498.86	22 835
OCT					
Country	Name	Date of signature	Signed amount	Amount allocated	Number of allocations
INVESTMENT FACILITY					
New Caledonia	BCI - LIGNE DE CREDIT ENVIRONNEMENTAL	29/11/2007	5.00	5.00	3
French Polynesia	SOCREDO LIGNE DE CREDIT ENVIRONNEMENT	10/12/2007	5.00	3.83	8
Regional - OCT	OCTS FINANCING FACILITY *	09/05/2008	10.00	0.00	0
New Caledonia	NC-LIGNE DE CREDIT ENVIRONNEMENTALE II	08/07/2010	10.00	0.00	0
French Polynesia	SOCREDO LIGNE ENVIRONNEMENTALE II	09/07/2010	5.00	0.00	0
OWN RESOURCES					
French Polynesia	SOCGEN - LIGNE DE CREDIT ENVIRONNEMENTAL	19/10/2009	10.00	0.00	0
Total for the OCTs			45.00	8.83	11

* contract cancelled after signature

6. Technical Assistance operations signed in 2012

Operation title	Country/region	Sector	Type	Contract amount in EUR
Uganda PEFF III Implementation	Uganda	Financial sector	Project implementation	420 000
Feasibility study regarding a submarine interconnection	Dominica	Energy	Project preparation	1 100 000
Etudes préparatoires pour ONEA	Burkina Faso	Water	Project preparation	550 000
Programme d'AT à Sofihdes et Acme	Haiti	Financial sector	Project implementation	927 000
TA for strengthening governance at ZESCO - Phase I	Zambia	Energy	Other	40 000
AT à la Banque de Djibouti	Djibouti	Financial sector	Project operation	50 000
Omnican Urban Development Master Plan	Mauritius	Industry	Project preparation	686 200
Renewable Energy Performance Platform (REPP) market study	Regional	Energy	Project preparation	119 800
TOTAL				3 893 000

7. Interest rate subsidy appropriations 2003-2012

ACP contract name	Country/region	Sector	Justification	Estimated subsidy amount in EUR	Loan amount in EUR
First Financial Protocol: amount of interest rate subsidy appropriation: 187 000 000					
SONABEL III	Burkina Faso	Energy	Social	2 160 000	15 250 000
Liaison maritime Dakar-Ziguinchor	Senegal	Transport	HIPC	2 396 000	10 000 000
Compagnie Sucrière du Tchad – Garantie	Chad	Agro-industry	Environmental and social	1 800 000	11 800 000
Gilgel Gibe II – Hydropower Plant	Ethiopia	Energy	HIPC	18 410 000	50 000 000
KPLC Grid Development Project	Kenya	Energy	HIPC	10 290 000	43 000 000
VRA VII	Ghana	Energy	HIPC	2 580 000	10 500 000
Maputo Water Supply	Mozambique	Water	HIPC	9 152 000	31 000 000
Fiji Power	Fiji	Energy	Environment	4 251 000	24 500 000
Ecocimento Fibre Cement Project	Mozambique	Industry	Environment	157 070	1 300 000
West African Gas Pipeline	Regional - West Africa	Energy	HIPC	18 148 000	75 000 000
Small Town Water and Sanitation Project	Ethiopia	Water	HIPC	4 608 000	16 500 000
BLPC IV Wind Power Project	Barbados	Energy	Environment	1 960 000	9 750 000
Pacific Islands Financing Facility II-B	Regional – Pacific	Financial sector	Natural disaster recovery	327 000	2 000 000
Maseru Wastewater Project	Lesotho	Water	Social	3 176 000	14 300 000
Programme Eau Sénégal – SONES Water Programme	Senegal	Water	Social	1 408 000	15 000 000
SONEB - Alimentation en Eau Urbaine	Benin	Water	HIPC	4 011 000	13 000 000
Jirama Andekaleka Hydro	Madagascar	Energy	HIPC	8 028 000	24 500 000
AEP Ouagadougou II	Burkina Faso	Water	HIPC	5 917 000	18 500 000
NFC Forestry Project	Uganda	Forestry	Environment	677 000	5 000 000
Malawi Peri-Urban Water and Sanitation	Malawi	Water	HIPC	3 895 000	15 750 000
INGA Power Rehabilitation	Congo (DR)	Energy	HIPC	18 786 000	110 000 000
Norman Manley International Airport	Jamaica	Infrastructure	Privatisation	3 500 000	35 000 000
TOTAL				125 637 070	551 650 000
Second Financial Protocol: amount of interest rate subsidy appropriation: 400 000 000					
Assainissement Dakar	Senegal	Sewerage	HIPC	5 644 000	20 000 000
Unelco Wind Power	Vanuatu	Energy	Environmental and social	648 000	4 300 000
Sugar Industry Reform Project	Mauritius	Industry	Sugar sector – reform	703 289	28 000 000
Sugar Industry Reform Project B	Mauritius	Industry	Sugar sector – reform	413 322	28 000 000
Mombasa-Nairobi Transmission Line	Kenya	Energy	Social	15 597 000	60 000 000
Camwater	Cameroon	Water	HIPC	10 944 000	40 000 000
Olkaria I & IV Geothermal Extension	Kenya	Energy	Environment	29 043 000	119 000 000
Metolong Dam & Water Supply Programme	Lesotho	Water	HIPC	32 406 000	140 000 000
Philips Lighting Maseru	Lesotho	Industry	HIPC	650 000	5 000 000
DBSKN Line of Credit IV	Saint Kitts and Nevis	Financial sector	Environment	106 000	5 990 000
AIDBANK GL III	Dominica	Financial sector	Environment	124 000	8 000 000
Energy Development and Access Project	Mozambique	Energy	HIPC	9 848 000	33 890 000
Kampala Water - Lake Victoria Watsan	Uganda	Water	HIPC	27 000 000	75 000 000
BOAD PG V	Regional - West Africa	Financial sector	HIPC	6 955 000	60 000 000
CDB Climate Action Line of Credit	Regional - Caribbean	Financial sector	Environment	7 360 000	50 000 000
Tanzania Improvement to Regional Airports	Tanzania	Transport	HIPC	12 027 000	50 000 000
Seychelles Water and Sanitation	Seychelles	Water	Environmental and social	6 456 000	26 740 000
CLSG Interconnection	Regional - West Africa	Energy	Environment	23 505 000	370 000 000
Mount Coffee Liberia	Liberia	Energy	HIPC	13 686 000	186 200 000
TOTAL				203 115 611	1 310 120 000
OCT contract name	Country/region	Sector	Justification	Estimated subsidy amount in EUR	Loan amount in EUR
First Financial Protocol: amount of interest rate subsidy appropriation: 2 000 000					
BCI Credit Line	New Caledonia	Financial sector	Environment	500 000	5 000 000
SOCREDO Credit Line	French Polynesia	Financial sector	Environment	500 000	5 000 000
TOTAL				1 000 000	10 000 000
Second Financial Protocol: amount of interest rate subsidy appropriation: 1 500 000					
SocGen FR Polynesia Env GL	French Polynesia	Financial sector	Environment	491 000	10 000 000
NC-Ligne de Credit Environnementale II	New Caledonia	Financial sector	Environment	358 000	10 000 000
SOCREDO-Ligne Environnementale II	French Polynesia	Financial sector	Environment	255 000	5 000 000
TOTAL				1 104 000	25 000 000



8. Abridged financial statements of the Investment Facility as at 31 December 2012²⁰

Statement of financial position

as at 31 December 2012 (In EUR'000)

	Notes	31.12.2012	31.12.2011
ASSETS			
Cash and cash equivalents	5	466 568	452 279
Derivative financial instruments	6	115	434
Loans and receivables	7	1 146 280	1 033 160
Available-for-sale financial assets	8	333 001	251 660
Amounts receivable from contributors	9/15	87 310	87 310
Held-to-maturity financial assets	10	99 029	-
Other assets	11	224	416
Total Assets		2 132 527	1 825 259
LIABILITIES AND CONTRIBUTORS' RESOURCES			
LIABILITIES			
Derivative financial instruments	6	7 035	12 702
Deferred income	12	37 808	33 003
Amounts owed to third parties	13	312 086	329 660
Other liabilities	14	1 153	1 113
Total Liabilities		358 082	376 478
CONTRIBUTORS' RESOURCES			
Member States Contribution called	15	1 561 309	1 281 309
Fair value reserve		68 434	41 750
Retained earnings		144 702	125 722
Total Contributors' resources		1 774 445	1 448 781
Total Liabilities and Contributors' resources		2 132 527	1 825 259

²⁰ The full financial statements and accompanying notes are available to download at www.eib.org or on request: info@eib.org

Statement of comprehensive income

for the year ended 31 December 2012 (In EUR'000)

	Notes	From 01.01.2012 to 31.12.2012	From 01.01.2011 to 31.12.2011
Interest and similar income	17	67 503	59 561
Interest and similar expense	17	-1 114	-940
Net interest and similar income		66 389	58 621
Fee and commission income	18	1 934	2 149
Fee and commission expenses	18	-292	-144
Net fee and commission income		1 642	2 005
Fair value change of derivative financial instruments		5 348	-7 534
Net realised gains on available-for-sale financial assets	19	1 045	17 228
Net foreign exchange loss/gain		-10 575	8 376
Net result on financial operations		-4 182	18 070
Change in impairment on loans and receivables, net of reversal	7	597	27 452
Impairment on available-for-sale financial assets	8	-8 927	-6 888
Impairment on other assets	20	-337	-
General administrative expenses	21	-36 202	-38 006
Profit for the year		18 980	61 254
Other comprehensive income:			
Available-for-sale financial assets – Fair value reserve			
1. Net change in fair value of available-for-sale financial assets	8	18 551	20 574
2. Net amount transferred to profit or loss	8	8 133	-3 394
Total available-for-sale financial assets		26 684	17 180
Total other comprehensive income		26 684	17 180
Total comprehensive income for the year		45 664	78 434

The accompanying notes form an integral part of these financial statements.



Statement of changes in contributors' resources

For the year ended 31 December 2012 (In EUR'000)

		Contribution called	Fair Value Reserve	Retained earnings	Total
At 1 January 2012	Notes	1 281 309	41 750	125 722	1 448 781
Member States contribution called during the year	15	280 000	-	-	280 000
Profit for the year 2012		-	-	18 980	18 980
Total other comprehensive income for the year		-	26 684	-	26 684
Changes in contributors' resources		280 000	26 684	18 980	325 664
At 31 December 2012		1 561 309	68 434	144 702	1 774 445
		Contribution called	Fair Value Reserve	Retained earnings	Total
At 1 January 2011	Notes	1 131 309	24 570	64 468	1 220 347
Member States contribution called during the year	15	150 000	-	-	150 000
Profit for the year 2011		-	-	61 254	61 254
Total other comprehensive income for the year		-	17 180	-	17 180
Changes in contributors' resources		150 000	17 180	61 254	228 434
At 31 December 2011		1 281 309	41 750	125 722	1 448 781

The accompanying notes form an integral part of these financial statements.

Statement of Cash Flows

For the year ended 31 December 2012 (In EUR'000)

	Notes	From 01.01.2012 to 31.12.2012	From 01.01.2011 to 31.12.2011
OPERATING ACTIVITIES			
Profit for the financial year		18 980	61 254
Adjustments			
Impairment on available-for-sale financial assets		8 927	3 172
Net change in impairment on loans and receivables		-597	-27 452
Interest capitalised on loans and receivables	7	-9 622	-10 512
Change in accrued interest and amortised cost on loans and receivables		-1 407	-2 801
Change in accrued interest and amortised cost on held-to-maturity financial assets		-751	-
Increase in deferred income		4 805	3 424
Effect of exchange rate changes on loans		16 044	-15 337
Effect of exchange rate changes on available-for-sale financial assets		-1 204	34
Profit on operating activities before changes in operating assets and liabilities		35 175	11 782
Loan disbursements	7	-233 018	-237 040
Repayments of loans	7	115 480	104 410
Fair value changes on derivatives		-5 348	7 534
Increase in held-to-maturity financial assets		-98 278	-
Increase in available-for-sale financial assets	8	-81 981	-67 829
Sale of available-for-sale financial assets	8	19 601	24 971
Decrease in other assets		192	2 756
Increase in other liabilities		40	173
Increase in amounts payable to the European Investment Bank		6 876	4 144
Net cash flows from operating activities		-241 261	-149 099
FINANCING ACTIVITIES			
Contribution received from Member States		236 345	136 345
Amounts received from Member States with regard to interest subsidies		43 655	76 345
Amounts paid on behalf of Member States with regard to interest subsidies		-24 450	-22 899
Net cash flows from financing activities		255 550	189 791
Net increase in cash and cash equivalents		14 289	40 692
Cash and cash equivalents at beginning of financial year		452 279	411 587
Cash and cash equivalents at the end of the financial year		466 568	452 279
Cash and cash equivalents are composed of:			
Cash in hand		10 588	3 127
Term deposits		455 980	449 152
		466 568	452 279
Supplementary disclosures of operating cash flows			
Interest received		64 490	57 391
Interest paid		-1 137	-1 162
Dividends received		975	974

The accompanying notes form an integral part of these financial statements.



9. Recent publications

- Banking in sub-Saharan Africa - Challenges and Opportunities
- The European Investment Bank in Africa, the Caribbean and Pacific, and the overseas territories
- The European Investment Bank in the ACP countries: financing conditions and instruments
- The European Investment Bank supporting SMEs in ACP Countries
- The European Investment Bank in West Africa
- The European Investment Bank in Central and Eastern Africa
- The European Investment Bank in Southern Africa and the Indian Ocean
- The European Investment Bank in South Africa
- The European Investment Bank in the Pacific
- The European Investment Bank in the Caribbean

EIB publications in the ACP and OCT regions can be found at www.eib.org/publications

10. Glossary

A		IF	Investment Facility
ACP	Africa, Caribbean and Pacific	IFC	International Finance Corporation
ACP-IF	ACP Investment Facility	IFIs	International finance institutions
ACPs	Africa, Caribbean and Pacific countries	IRS	Interest rate subsidies
AFD	Agence Française de Développement	ITF	EU-Africa Infrastructure Trust Fund
AfDB	African Development Bank	K	
Approvals	Projects approved for financing by the EIB's decision-making bodies	KfW	Kreditanstalt für Wiederaufbau
ASECNA	Agence pour la sécurité de la navigation aérienne en Afrique et à Madagascar	M	
C		MDGs	UN's Millennium Development Goals
CLSG	Côte d'Ivoire, Liberia, Sierra Leone and Guinea	MFIs	Microfinance institutions
CO ₂	Carbon dioxide	MRI	Mutual Reliance Initiative
Cotonou Agreement	ACP-EC Partnership Agreement 2000-2020	MSEs	Micro- and small enterprises
CWSSP	Community Water Supply and Sanitation Project	MW	Megawatts
D		N	
DAWASA	Dar es Salaam Water and Sewerage Authority	NGOs	Non-governmental organisations
DEG	Deutsche Investitions- und Entwicklungsgesellschaft mbH	NWSC	National Water and Sewerage Corporation
Disbursements	Loans and investments paid out	O	
DWSSP	Dar es Salaam Water Supply and Sanitation Project	OCTs	Overseas countries and territories
E		OR	EIB own resources
EAC	East African Community	P	
EADB	East Africa Development Bank	PEFF	Private Enterprise Financing Facility
EC	European Commission	PROPARCO	Société de Promotion et de Participation pour la Coopération Economique
EDF	European Development Fund	PPP	Public-private partnership
EDFIs	European development finance institutions	Q	
EEAS	European External Action Service	Quasi-equity	Instruments incorporating both loan and equity features
EIB	European Investment Bank	R	
ESG	Environmental, social and governance	Reflows	Repayments on loans and investments
EU	European Union	REM	REsults Measurement Framework
EUR	Euro	RSA	Republic of South Africa
F		S	
FDI	Foreign direct investment	SAPP	South African Power Pool
FMO	Netherlands Development Finance Company	SE4All	UN's Sustainable Energy for All initiative
G		SMEs	Small and medium-sized enterprises
GAF	GroFin (Growth Finance) Africa Fund	SSA	Sub-Saharan Africa
GDP	Gross domestic product	SWAC	Sea water air cooling
GEEREF	Global Energy Efficiency and Renewable Energy Fund	T	
H		TA	Technical assistance
HFB	Housing Finance Bank	U	
HVDC	High voltage direct current	UBA	United Bank for Africa plc
I		UN	United Nations
ICT	Information and communication technology	W	
		WAPP	West African Power Pool

11. EIB addresses

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²¹ As of 1 May 2013, the Caribbean office will move to Santo Domingo, in a co-location arrangement with the EU Delegation to the Dominican Republic. More information can be found on EIB Regional Offices in the ACP regions at www.eib.org/projects/regions

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