European Investment Bank
THE EIB

Created by the Treaty of Rome in 1958

Shareholders: 15 Member States of the European Union

Subscribed capital: EUR 100 billion

The European Union’s financing institution
AN INSTITUTION

Breakdown of subscribed capital
EUR 100 billion

Promoting European integration
LOAN SIGNATURES
EUR 147 billion (1996-2000)

Project focus:
no country or sector quotas
LOAN SIGNATURES IN THE EUROPEAN UNION

About 60% for infrastructure
Regional development
European communications infrastructure
Natural and urban environment
Energy
International competitiveness of European industry and support for SMEs
Human capital: education, health

Projects promoting Union objectives
EUROPEAN COMMUNICATIONS
EUR 42 billion (1996-2000)

Arteries of the single market

- Land-based transport: 53%
- Air transport: 27%
- Sundry: 5%
- Tele-com.: 15%

Following the chart:
EXTERNAL EU LENDING MANDATES
(since February 2000)

- Central and Eastern European countries (2000-2006) 8 680
- Pre-accession facility (2000-2003) 8 500
- Mediterranean countries (2000-2006) 6 425
- ACP countries (1996-2001) 3 328
- South Africa (2000-2006) 825
- Asia, Latin America (2000-2006) 2 480

Partner for economic development
In 2000, some EUR 2.9 billion for investment in the 10 applicant countries in Central and Eastern Europe.

New EUR 8.5 billion Pre-Accession Facility for Central European candidates and Cyprus in the period 2000-2003.

New EUR 8.68 billion EU lending mandate for 10 Central and Eastern European applicant countries and Albania, Bosnia-Herzegovina and FYR of Macedonia in the period 2000-2006.

FOCUS:
- Communications infrastructure (including TENs)
- Regional development
- Industrial competitiveness
- Environmental protection

Strengthening support for enlargement
An autonomous decision maker
EIB: PROJECT CYCLE

Promoter’s request

EIB eligibility

Banking criteria

Lawyers
Contract negotiation

Staff teams
Economic
Financial
Technical
Environmental

Management Committee

Board of Directors
Loan approval

A sound project portfolio
EIB LENDING ADVANTAGES

- Long maturities
- Low cost
- Added value, cross-border multi-sectoral know-how
- Catalyst for other funding

Makes things happen
WHO CAN BORROW?

- Government authorities/agencies
- Banks
- Municipalities
- Private companies

Private and public equally served
PROJECT DETAILS THE EIB NEEDS:

- General and legal information about the enterprise, its principal partners or sponsors
- Technical and environmental data of the project
- Economic data (market, jobs created, economic rate of return)
- Financial data (operating costs, depreciation and overheads, projected trading accounts including working capital, credits to customers, suppliers’ credits, balance sheet and financial statements for the same period, financing plan for the project and schedule of projected expenditure)
- Compliance with environmental protection and procurement regulations
- Guarantee security

A test for sound investment
14 PRIORITY TRANS-EUROPEAN TRANSPORT NETWORK PROJECTS (TENS)

Binding Europe together
TRANS-EUROPEAN NETWORKS AND EUROPEAN TRANSPORT CORRIDORS
EIB financed projects (1993-2000)