

European Investment Bank

Dr Hakan Lucius

Istanbul – 5 December 2007

STRUCTURE OF THE PRESENTATION



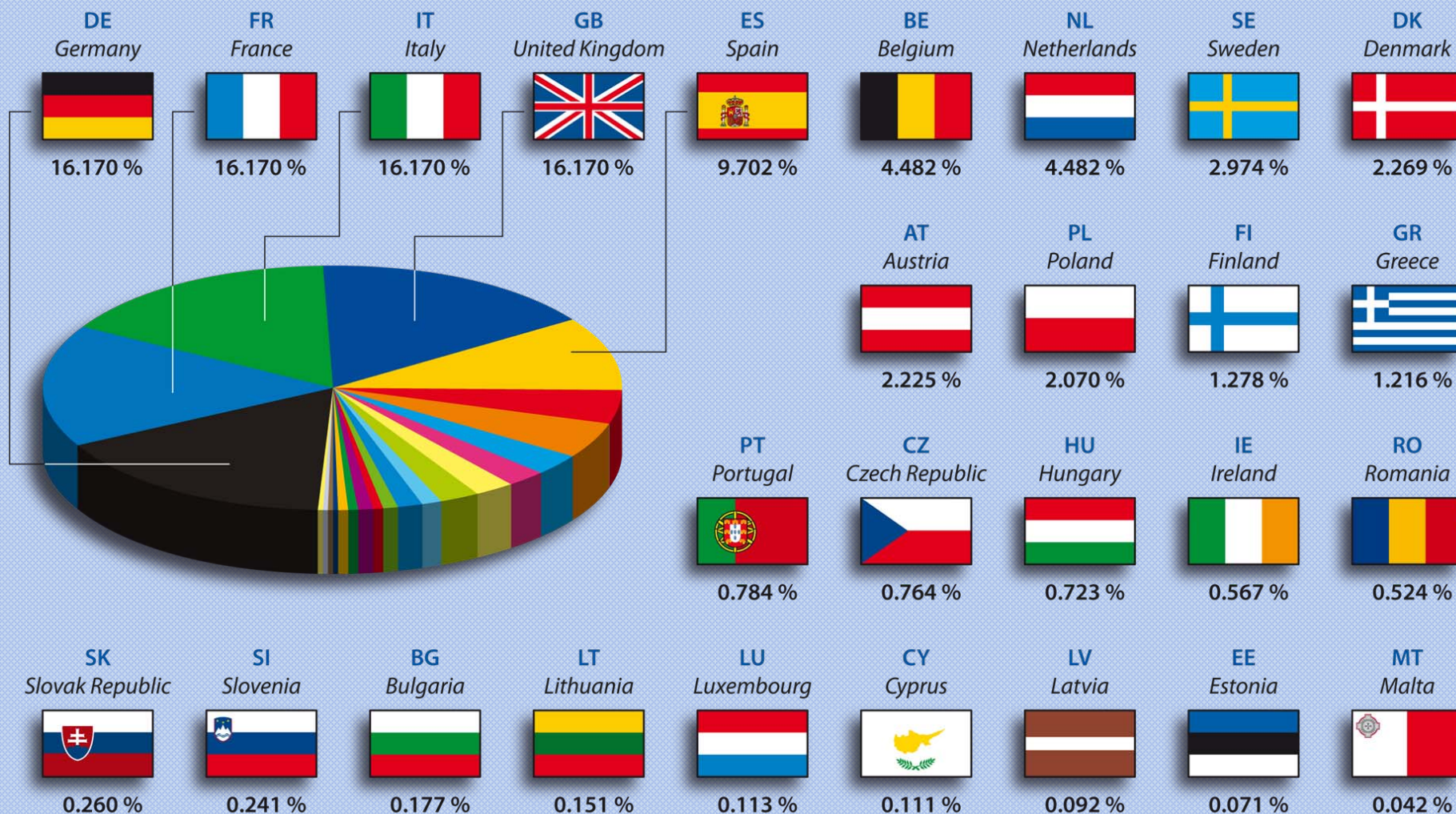
- 1 - What is the European Investment Bank ?
- 2 - How is EIB financing for environmental projects extended ?

1 - What is the European Investment Bank ?

European Union's Long-Term Financing Institution:

- AAA rated, not-for-Profit Institution;
- Set-up in 1958 by the Treaty of Rome;
- Promoting European Objectives;
- EIB Shareholders: Member States of the EU;

THE EIB - CAPITAL (IN PERCENT)



EU's Financial Institution - 27 Shareholders

Borrowings, Lending and Capital

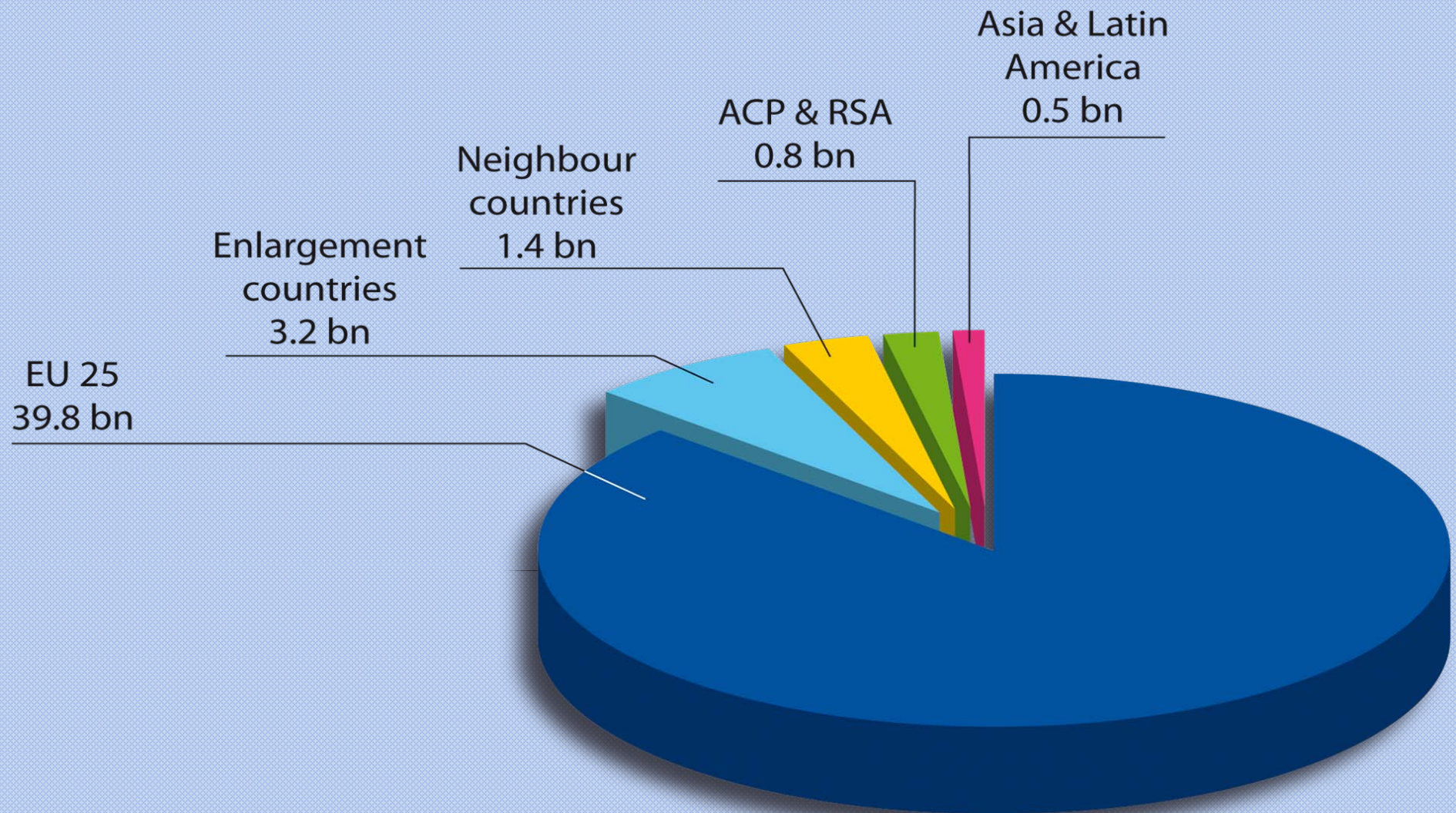


European Union:	EUR 39.8bn
Partner countries:	<u>EUR 5.9bn</u>
Total lending:	EUR 45.8bn

Borrowings: EUR 48 bn

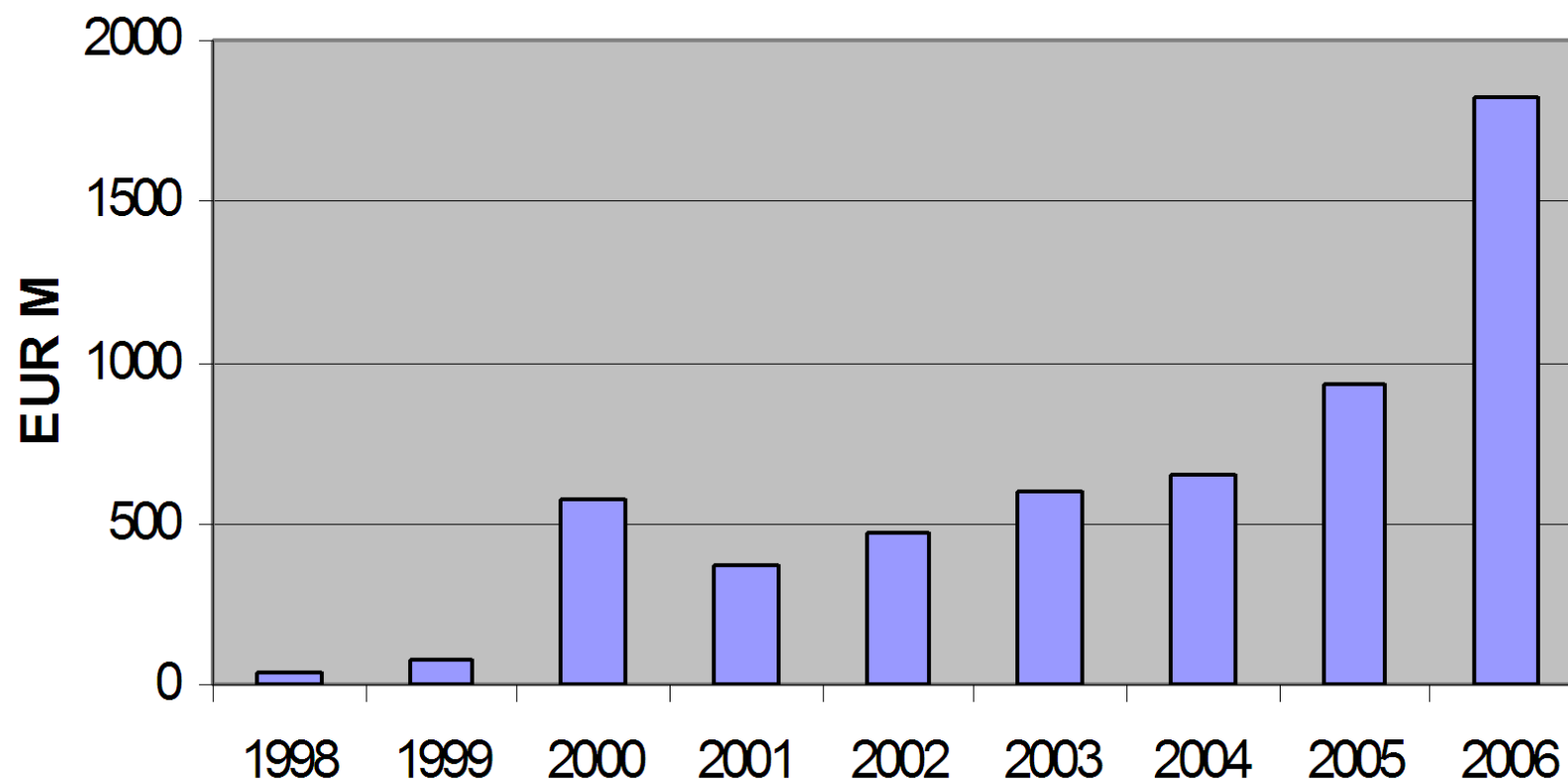
Subscribed capital: EUR 164.8bn
(at 01/01/2007)

2006 SIGNATURES, WORLDWIDE



SIGNATURES IN TURKEY

Signatures in Turkey





2 – How is EIB financing for environmental projects extended?

WHO CAN BORROW ?



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

Private and public equally served

Low cost of "AAA" rated funding benefit passed on to clients,

- with long maturities;
- in all major currencies;
- for large amounts;

- Classical fixed-rate loan
- Variable-rate loan with pre-set spread
- Index-linked loan, typically linked to inflation
- Structures: equal capital instalments, constant annuities, bullet, and customised instalments
- Pre-payment possibility

Flexible Products Matching Project Requirements

FINANCING OPTIONS



EIB PARTICIPATION IS LIMITED TO 50% OF A PROJECT'S COST

Large-scale projects (> EUR 50 million)

- Direct financing

Small and medium-scale projects (< EUR 50 million)

- Mid-Cap Loans and Global loans with Partner Banks

Tailor-made finance to fit project and promoter

Projects should:

- be technically sound;
- be economically and financially viable;
- comply with environmental regulations;
- have adequate security.

A project assessment with many facets

SECURITY REQUIREMENTS

- Guarantee of International Bank or Company
- State Guarantee
- Financial Collateral (e.g. Government Bonds)
- At EIB Own Risk, i.e. without a guarantee

ENVIRONMENTAL PROJECTS FUNDED in TURKEY

(since 1995)



<u>PROJECT</u>	<u>AMOUNT, EUR</u>
ANTALYA SEWERAGE	35,000,000
ASKI ANKARA SEWERAGE	45,000,000
IZMIT INDUSTRIAL WASTEWATER	50,000,000
ADANA WASTEWATER	45,000,000
DIYARBAKIR WASTEWATER	32,000,000
TARSUS WASTEWATER	38,000,000
INDUSTRIAL POLLUTION ABATEMENT	70,000,000
BURSA WASTEWATER	80,000,000
MERSIN WASTEWATER	60,000,000
ESKISEHIR URBAN DEVELOPMENT	110,000,000
MUNICIPAL WATER INFRASTRUCTURE TURKEY	40,000,000
SAMSUN WASTEWATER	30,000,000

NEW LOAN in SUPPORT of the ENVIRONMENT



Environment and Energy Loan

- Amount: EUR 200 m
- Intermediaries: TSKB and TKB
- Board Approval: Scheduled for December 2007



**Wastewater Treatment Plant in Perpignan,
France**



Wind Park between Tanger and Tétouan,
Morocco



Bursa Wastewater Treatment Plant West,
Turkey

EIB Address : 100, Boulevard Konrad Adenauer, L-2950 Luxembourg

Contact : **Dr Hakan Lucius**

Tel : 00.352.4379 7103

Fax : 00.352.4379 6495

www.eib.org