



# EIB perspective on financing energy projects in the region

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# The EU bank



- Natural financing partner for the EU institutions since 1958
- Around 90% of lending is within the EU
- Shareholders: 28 EU Member States

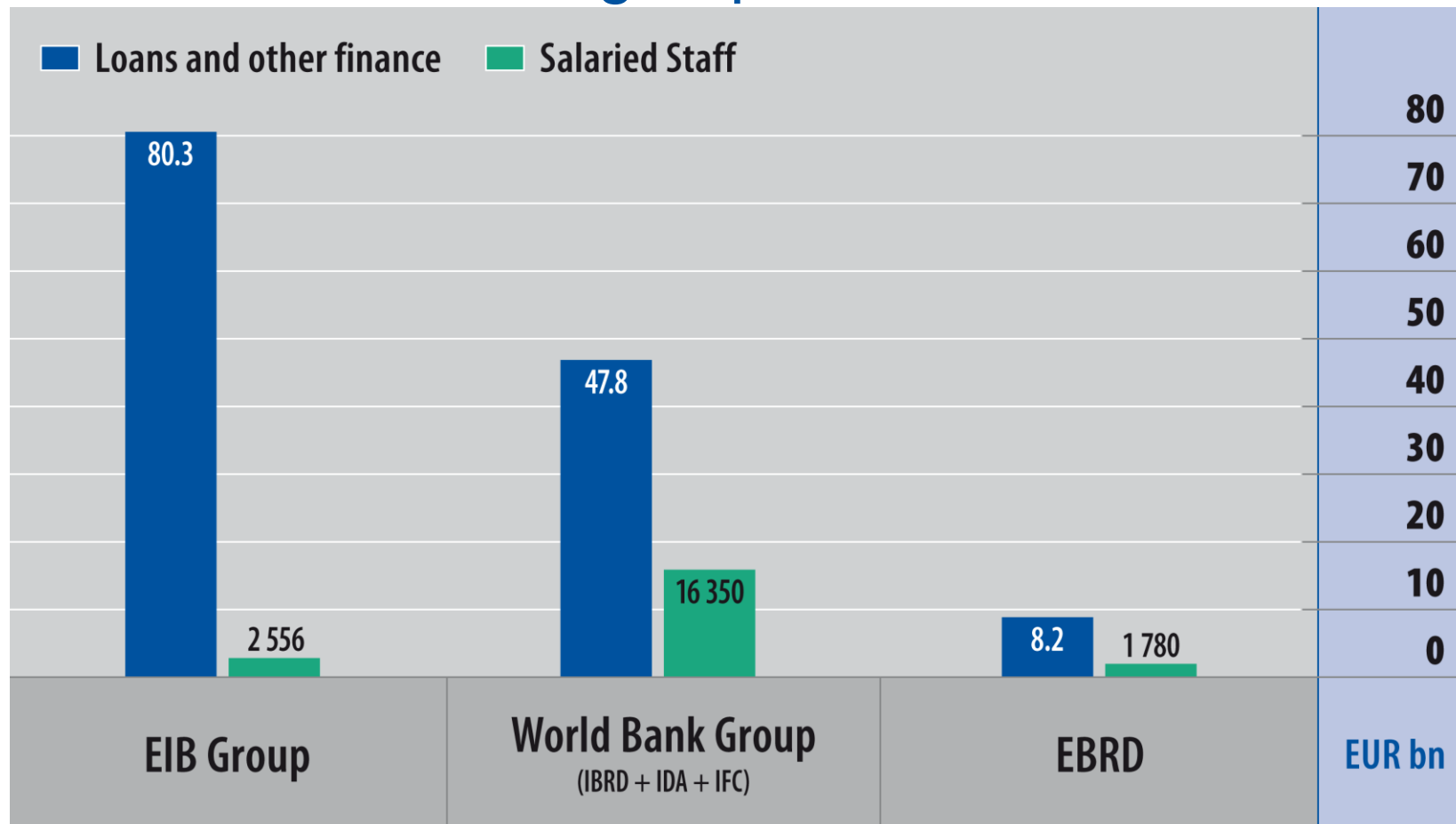
Investing in Europe's growth

# The EIB at a glance

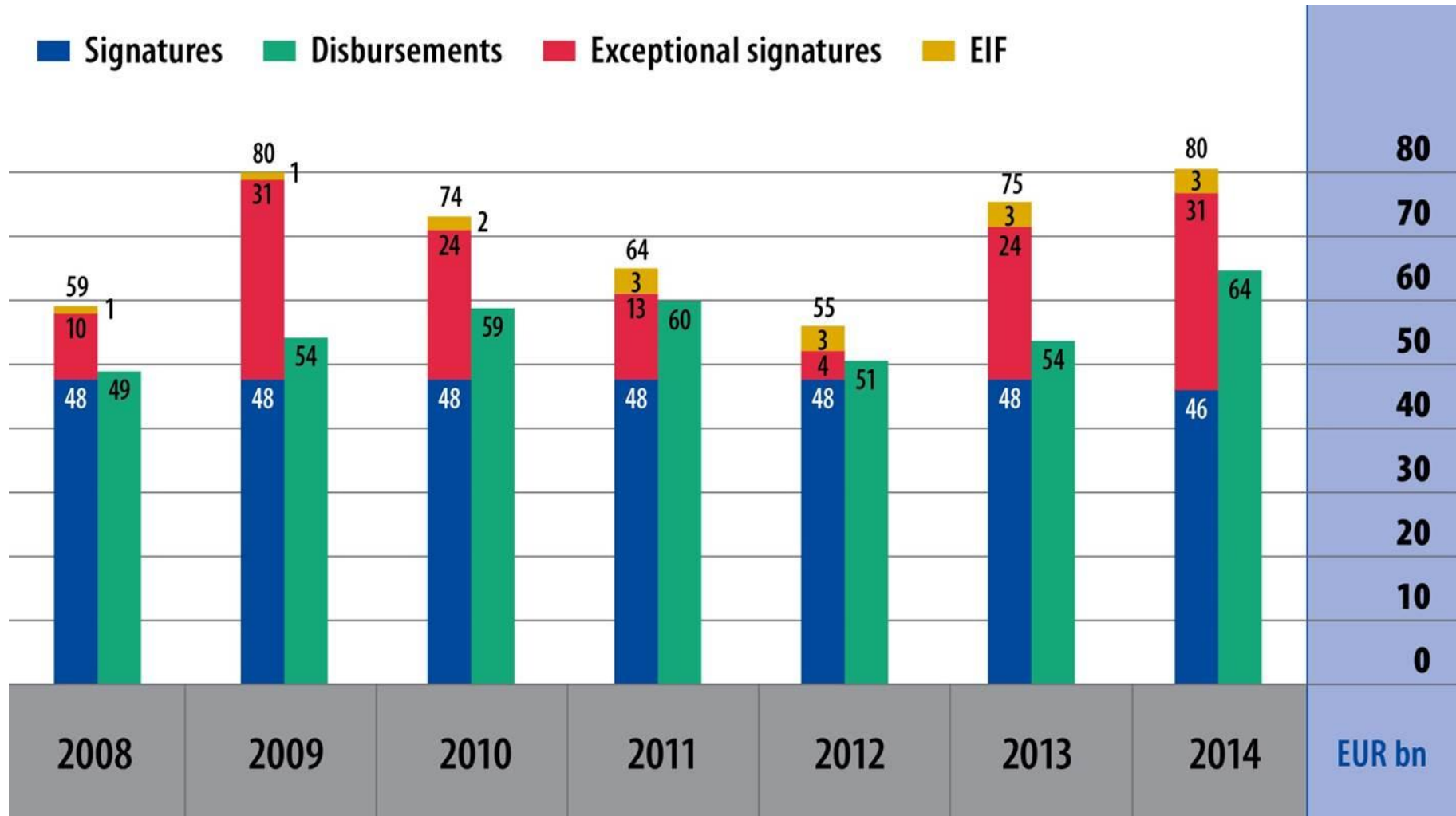
- Largest multilateral lender and borrower in the world
  - Raise our funds on the international capital markets
  - Pass on favourable borrowing conditions to clients
- Some 440 projects each year in over 160 countries
- Headquartered in Luxembourg and 30 local offices
- Around 2 400 staff:
  - Not only finance professionals, but also engineers, sector economists and socio-environmental experts
  - More than 50 years of experience in financing projects

# 2013/2014 - Total lending and staffing

## Peer group of MDBs



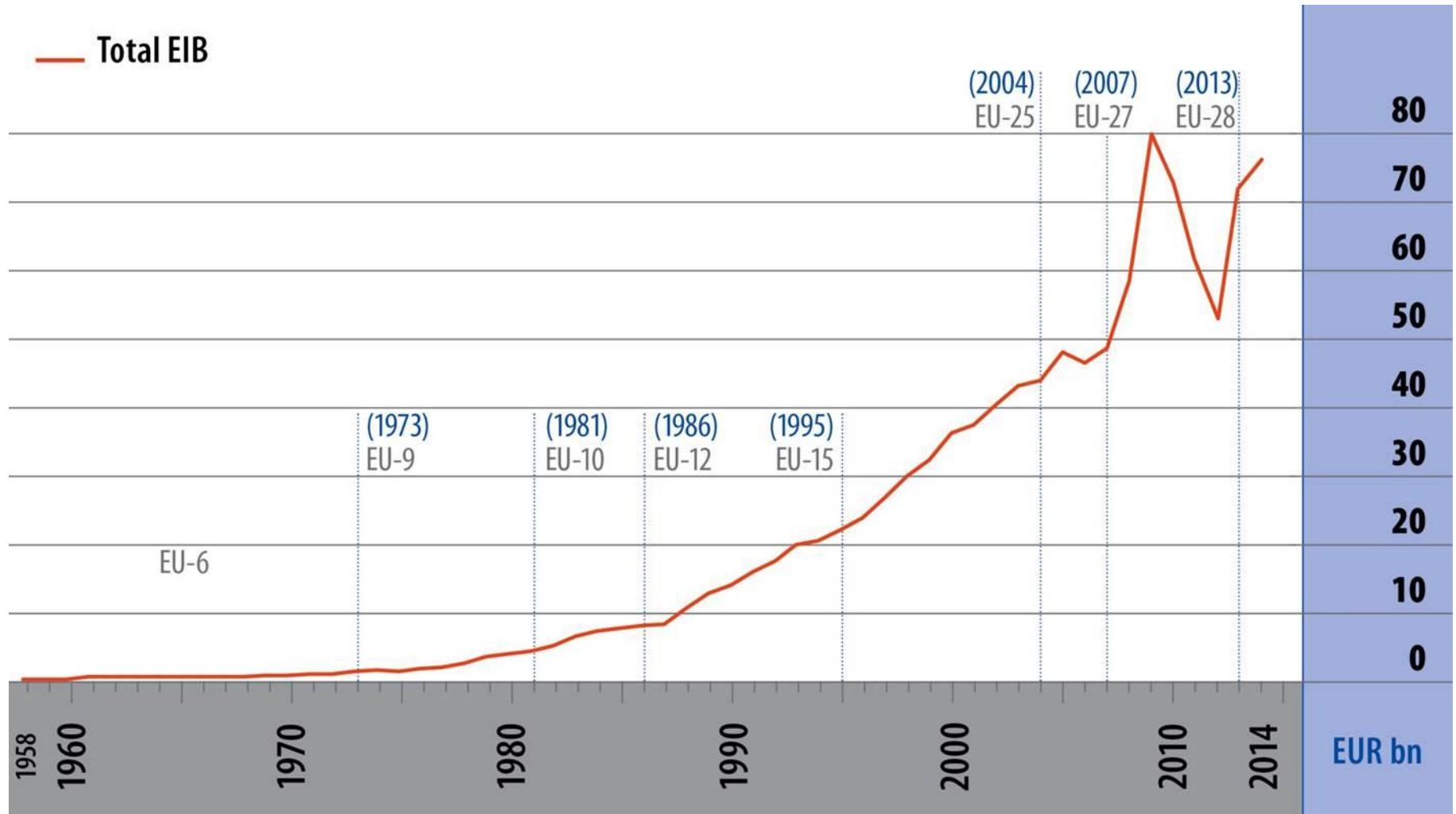
# EIB Group track record: almost EUR 500bn lent since 2008



# Lending priorities



# EIB lending since its foundation



# Our products

## We help catalyse investment

LENDING	BLENDING	ADVISING
Loans But also: Guarantees (trade financing) Equity participation	Combining EIB finance with EU budget (Project Bond Initiative)  Higher risk projects for innovation (InnovFin)	Prepare, evaluate and support the implementation of projects (JASPERS)  Support for public/private partnerships (EPEC)

Attracting FUNDING for long-term growth

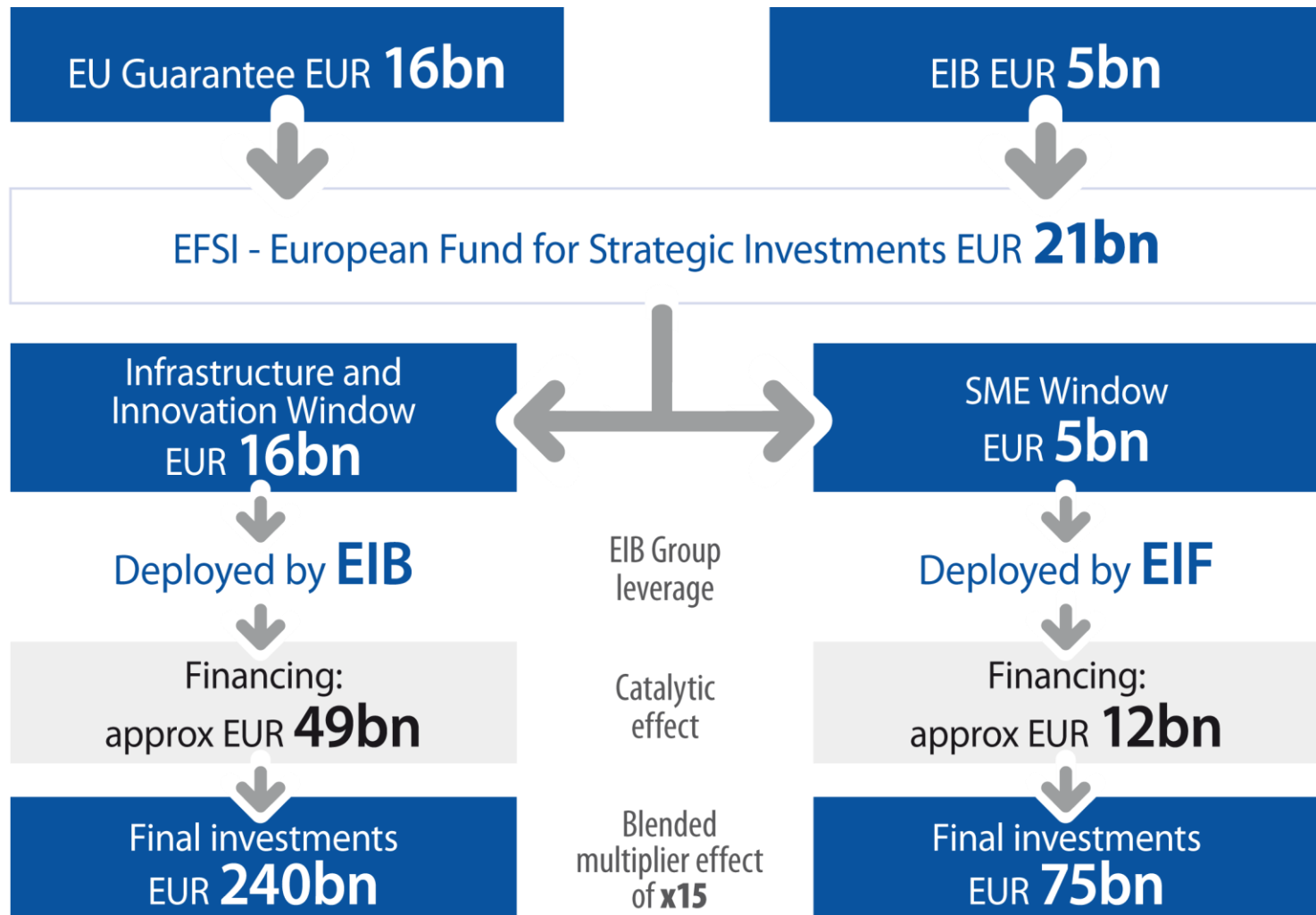


# EIB project cycle

We support sound and sustainable projects

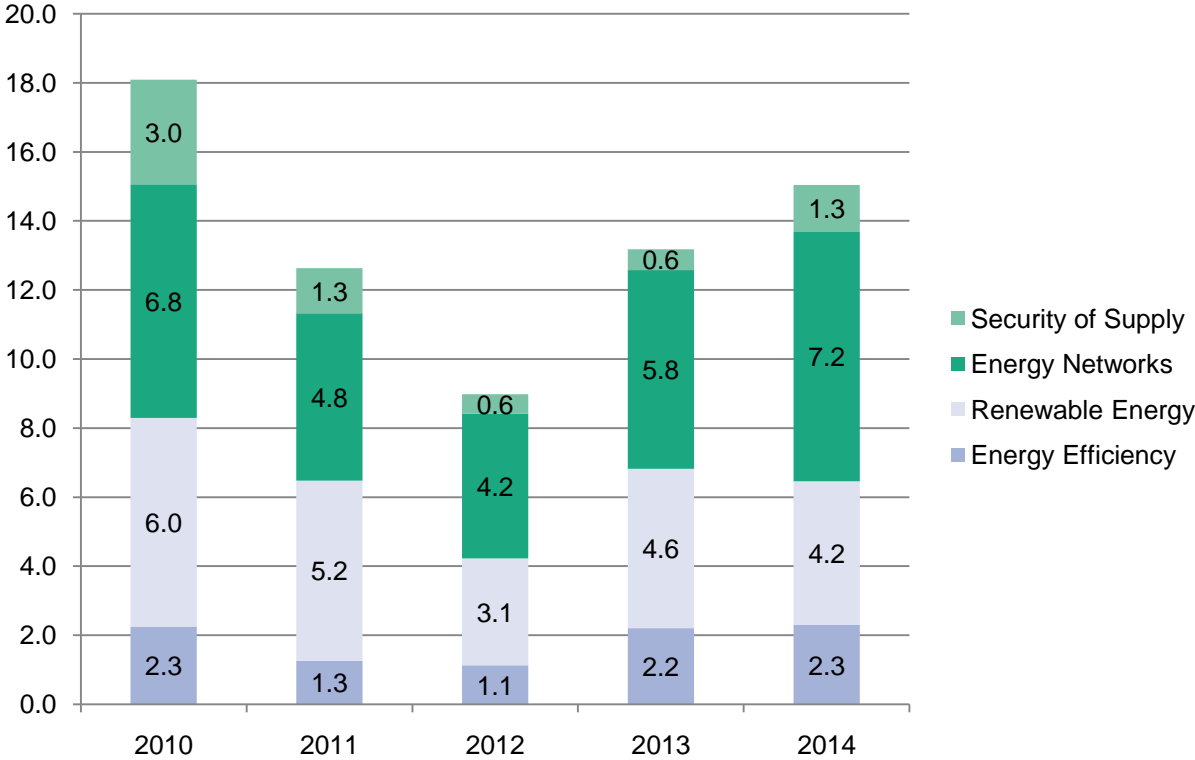


# European Fund for Strategic Investments (EFSI)



# Energy lending

## EIB Energy lending 2010-2014



# Energy lending in The Baltics

- EIB loans for energy projects totalling EUR 524m (signed contracts) within last five years, 1/3 of all loans to the Region:
  - Lithuania – EUR 182m;
  - Latvia – EUR 120m;
  - Estonia – EUR 222m;
- Priorities:
  - networks (integration in the EU grid);
  - renewables;
  - energy efficiency.

# Lithuania

- 2010-2014 - EIB loans totalling EUR 419m;
- infrastructure, transport, water and sewerage, health and education;
- focus on:
  - security of energy supply
    - the Lithuania–Poland electricity interconnector – LitPol Link, EUR 65m;
    - the infrastructure to accommodate a floating LNG storage and regasification vessel in the port of Klaipeda and connecting the facility to the national gas grid, EUR 87m;
    - Amber Grid Gas Transmission (not signed yet);
    - EU Funds Co-Financing, 2014-2020, EUR 30m;
  - SME financing (through Pohjola Bank and Nordea bank);
  - infrastructure (a loan of EUR 50m to finance a purchase of new rail freight wagons and passenger trains).

- 2010-2014 - EIB loans totalling 379m;
- Focus on the energy sector as well as transport and SME:
  - upgrading of distribution networks and power generation plants to increase reliability and reduce losses (all loans to date have been signed with Latvenergo AS, the latest one - EUR 100m signed in December 2014 to finance the reinforcement and modernisation of the Latvia's distribution network);
  - EU Funds Co-Financing, 2014-2020, EUR 20m;
- The transport sector focusing on upgrading railway lines or on the construction of main roads (Latvian Railway Company, Latvian Road Transport Administration);
- The SME market, loans channelled through banks and financing companies such as DNB, Altum, Unicredit Leasing, Nordea and Pohjola.

- 2010-2014 - loans totalling EUR 781m;
- Driven by the EU Funds Co-financing framework loan for the current programming period granted to the Ministry of Finance (“MoF”), EUR 600m for co-financing with EU Structural Funds, including EUR 20m for energy.

Besides that, EIB loans to:

- Energy
  - Elering Emergency Reserve Power Plant, EUR 32m to finance the construction of a back-up power generation plant to be used in case of emergencies;
  - Eesti Energia AS, an investment programme aiming at reinforcing and modernising the electricity distribution network, EUR 100m;
  - Eesti Energia Windparks (Narva and Paldiski), EUR 45m;
  - Eesti Energia WtE, CHP incinerator EUR 25m;
  - EstLink 2 - sub sea HVDC interconnector rated 650 MW between Estonia and Finland, loan EUR 75m (signed in 2010).
- SMEs in cooperation with Nordea and Pohjola.

# Thank you

More information at: [www.eib.org](http://www.eib.org)

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