



COMMISSION OF THE EUROPEAN COMMUNITIES

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**REPORT FROM THE COMMISSION TO THE COUNCIL
AND THE EUROPEAN PARLIAMENT**

on the rate of utilization of European Investment Bank loans for projects in:

- A. central and eastern European countries: Poland, Hungary, the Czech Republic, the Slovak Republic, Romania, Bulgaria, Estonia, Latvia, Lithuania and Albania (from 1.7.1995 to 31.12.1995)
 - B. South Africa (from 15.6.1995 to 31.12.1995)
- and
- C. Latin American and Asian countries with which the Community has concluded cooperation agreements (from 23.8.1995 to 22.2.1996)

**A. REPORT FROM THE COMMISSION
TO THE COUNCIL AND TO PARLIAMENT**

on the rate of utilization of European Investment Bank loans for projects
in central and eastern European countries (Poland, Hungary,
the Czech Republic, the Slovak Republic, Romania, Bulgaria, Latvia, Estonia, Lithuania
and Albania)

(from 1.7.1995 to 31.12.1995)

1. Introduction

Council Decision 93/696/EC of 13 December 1993 (OJ No L 321 of 23.12.1993) grants in full the Community guarantee to the European Investment Bank (EIB) against losses under loans for projects in central and eastern Europe for a maximum loan ceiling of ECU 3 000 million over an indicative three-year period. The loan guarantee ceiling includes the provisions adopted in respect of investments in Estonia, Latvia and Lithuania in Council Decision 93/166/EC of 15 March 1993.

The Council Decision requires the Commission to draw up a six-monthly report on the situation regarding loans signed under the guarantee. The present report covers the period from 1 July to 31 December 1995.

2. EIB lending

2.1 During the second half of 1995 the Bank signed 13 loans financed out of own resources for a total of ECU 843 million in central and eastern Europe. The list of operations signed during the second half of 1995 and the description of the projects are given in the table below.

2.2 At 31 December 1995 the loan contracts signed by the Bank under the current mandate amounted to ECU 1 894 million.

CENTRAL AND EASTERN EUROPE

Operations signed in the period 1 July-31 December 1995 on the basis of the Council Decision of 13 December 1993 (93/696/EC)

COUNTRY	PROJECT NAME	DATE OF SIGNATURE	AMOUNT SIGNED (ECU)	DESCRIPTION
ALBANIA	EAST-WEST ROAD CORRIDOR	08.12.1995	24	Rehabilitation and improvement of some 94 km of roads along the main East-West road corridor
BULGARIA	TRANSIT ROADS II	20.07.1995	60	Rehabilitation and reconstruction of some 900 km of main transit roads
CZECH Rep.	CZECH E ROADS	13.12.1995	60	Improvements to the road network
	C'EZ I (POWER PLANT IMPROVEMENTS)	14.12.1995	100	Installation of desulphurization equipment at six thermal power stations
	- Tranche A	14.12.1995	100	
HUNGARY	TELECOMMUNICATIONS II - Tranche B	22.11.1995	50	Expansion and modernization of the telecommunications network
	FINANCIAL SECTOR Global Loan	22.11.1995	150	Financing of industry, infrastructure and tourism projects through selected financial intermediaries
LITHUANIA	PORT OF KLAIPEDA	03.07.1995	14	Construction of a small container terminal and improvements to the roll-on/roll-off terminal
POLAND	FINANCIAL SECTOR Global Loan	07.12.1995	100	Financing of industry, infrastructure and tourism projects through selected financial intermediaries or direct operations
	POLISH RAILWAYS III (PKP III)	18.12.1995	40	Rehabilitation and upgrading of the first section of the Warsaw-Terespol TEN railway line
SLOVAKIA	STATE BANK APEX Global Loan II	18.07.1995	50	Financing of term credit operations in industry, tourism and related services, and environmental protection and energy-saving
ROMANIA	CONSTANTA PORT REHABILITATION	18.12.1995	35	Repair of storm and accident damage to and completion of breakwaters
	HEAT AND POWER REHABILITATION	31.10.1995	60	Rehabilitation and modernization of heat and power production and electricity transmission and distribution facilities
TOTAL			843	

**B. REPORT FROM THE COMMISSION
TO THE COUNCIL AND TO PARLIAMENT**

on the rate of utilization of European Investment Bank
loans for projects in South Africa

(from 15.6.1995 to 31.12.1995)

1. Introduction

Council Decision 95/207/EC of 1 June 1995 (OJ No L 131 of 15.6.1995) grants in full the Community guarantee to the European Investment Bank (EIB) against losses under loans for investment projects in South Africa for a maximum loan ceiling of ECU 300 million over an indicative two-year period.

The Council Decision requires the Commission to draw up a six-monthly report on the situation regarding loans signed under the guarantee. The present report covers the period from 15 June to 31 December 1995.

2. EIB lending

At 31 December 1995 the EIB signed loans financed out of own resources for a total of ECU 45 million in South Africa.

The list of operations signed during the second half of 1995 and the description of the projects are given in the table below.

SOUTH AFRICA

Operations signed in the period 15 June-31 December 1995 on the basis of the Council Decision of 1 June 1995 (95/207/EC)

PROJECT NAME	DATE OF SIGNATURE	AMOUNT SIGNED (ECUm)	DESCRIPTION
Development Bank of Southern Africa Infrastructure Global Loan	28.12.1995	30	Global loan to provide funds for financing of small and medium-scale projects primarily in the water and sanitation sectors
Industrial Development Corporation Global Loan	21.12.1995	15	Global loan to provide funds for financing of small and medium-scale projects in the manufacturing, transport, agro-industry, tourism and mining sectors
TOTAL		45	

C. REPORT FROM THE COMMISSION TO THE COUNCIL AND TO PARLIAMENT

on the rate of utilization of European Investment Bank loans for projects of mutual interest in countries of Latin America and Asia that have concluded cooperation agreements with the Community

(from 23.8.1995 to 22.2.1996)

1. Introduction

Council Decision 93/115/EEC of 15 February 1993 (OJ No L 45 of 23.2.1993) grants in full the Community guarantee to the European Investment Bank (EIB) against losses under loans for projects of mutual interest in certain third countries with which the Community has concluded cooperation agreements. The Decision sets a limit of ECU 250 million per year, for a three-year period. The list of eligible countries is given in the annex.

The Council Decision requires the Commission to draw up a six-monthly report on the rate of take-up of loans under the guarantee. The present report covers the period from 23.8.1995 to 22.2.1996.

2. EIB lending

2.1 During the second half of the last year of the mandate, the EIB signed loans financed out of own resources for a total of ECU 155 million in Argentina, China and Pakistan. During the same period, the EIB Board of Directors approved a loan of ECU 38 million for a project in Colombia. The list of operations approved and/or signed during the period and the description of the projects are given in the table below.

2.2 In all, under the mandate which expired on 22 February 1996, the EIB signed loan contracts for a total of ECU 607 million. Loan contracts for the remaining ECU 143 million will be signed shortly. They concern the following projects:

Country	Project name/sector	Total (ECU m)
Argentina	"Mercosur road" (transport)	45
Brazil	"CESAN -Spirito Santo" (water treatment)	40
Colombia	"Eldorado Airport" (transport)	38
Indonesia(*)	"CLIPAN" (leasing company)	8
Pakistan(*)	"SAI HYDRO" (energy)	12

(*) Allocated under the "ALA -Global authorization" of ECU 20m (see previous report, COM(95)507 of 30.10.1995).

LATIN AMERICA AND ASIA

Operations signed or approved by the EIB Board of Directors between 23 August 1995 and 22 February 1996 (93/115/EEC)

COUNTRY	PROJECT NAME	Date of approval	Date of signature	Amount (ECU m)	DESCRIPTION
ARGENTINA	AGUAS ARGENTINAS	7.11.1995	1.12.1995	70	New waste-water collection and treatment facilities in the northern part of Greater Buenos Aires.
	AILINCO	25.7.1995	14.12.1995	6	Construction of facilities for the treatment and disposal of hazardous waste in the Province of Buenos Aires
CHINA	PING HU OIL AND GAS DEVELOPMENT	12.12.1995	18.12.95	55	Development of Ping Hu oil and gas field, transmission and distribution of gas
COLOMBIA	ELDORADO AIRPORT	12.12.1995	Not yet signed	38	Build, operate and transfer concession for the second runway at Eldorado Airport
PAKISTAN	GHAZI-BAROTHA HYDRO POWER	12.12.1995	14.12.1995	24	Design, engineering work and construction of hydroelectric power station on the river Indus
TOTAL				193	

**List of developing countries in Latin America and Asia
with which the Community had concluded cooperation agreements
at the time the EIB was given the mandate**

1. LATIN AMERICA

Argentina

Brazil

Chile

Mexico

Paraguay

Uruguay

Andean Group (Bolivia, Colombia, Ecuador, Peru, Venezuela)

Central American countries (Costa Rica, Guatemala, Honduras, Nicaragua,

Panama, Salvador)

2. ASIA

Bangladesh

China

India

Macao

Mongolia

Pakistan

Sri Lanka

ASEAN Group (Brunei, Indonesia, Malaysia, Philippines, Singapore, Thailand)

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11

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