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To:	Mr Uwe CORSEPIUS, Secretary-General of the Council of the European Union

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Delegations will find attached document COM(2014) 686 final.

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

**on financial instruments supported by the general budget according to Art.140.8 of the  
Financial Regulation as at 31 December 2013**

{SWD(2014) 335 final}

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## PREFACE

The Commission submits this report on all centrally-managed Financial Instruments for internal and external Union policies supported by the general budget according to Article 140(8) of the Financial Regulation as of 31 December 2013.

Financial instruments, including loans or guarantees with greater risk capacity, represent a smart way to finance the real economy, and boost growth and employment. They can achieve *financial leverage* (multiplying scarce budgetary resources by attracting private and public funds to support EU policy objectives), *policy leverage* (incentivising entrusted entities and financial intermediaries to pursue EU policy objectives through alignment of interest), and *institutional leverage* (benefiting from the expertise of the actors involved in the implementation chain). In addition these instruments, implemented in partnership with public and private institutions, address market failures in the provision of external financing (e.g. to SMEs) and avoid any crowding-out of private financing.

Important outcomes have been achieved through the use of Financial Instruments in the years 2007-2013, and they will play an even more significant role in the 2014-2020 Multi-annual Financial Framework (MFF). The budgetary authorities have expressed their political commitment and increased the necessary resources. Furthermore, the Financial Regulation has been extended with a dedicated chapter, setting up the appropriate regulatory framework for Financial Instruments' design, management and reporting.

This report is the first to be prepared under the new requirements of the Financial Regulation. It is intended to provide an informative overview of how the taxpayer's money has been used and of the progress made in the implementation of the Financial Instruments as of 31 December 2013.

## **I. INTRODUCTION**

The present report covers EU centrally-managed financial instruments for both internal and external Union policy areas. Being the first of its kind prepared under the revised Financial Regulation, it provides a comprehensive overview of the progress made so far in the financial instruments' implementation, ensuring transparency and accountability of the taxpayer's money used. The report demonstrates that centrally managed Financial Instruments have achieved a substantial leverage effect, and shows on the basis of the currently available evidence how the instruments have contributed to their objectives.

The report is complemented by a Commission Staff Working Document, (the "SWD"), including the rationale for financial instruments as well as chapters on strategic target groups, sectors and non-EU regions. The SWD provides a set of detailed tables and specific information on financial instruments implemented in the direct and indirect management mode for both the 2007-2013 and 2014-2020 periods. Instruments implemented by Member States in shared management are subject to separate reporting.

The Commission intends to shape this report as a dynamic tool for the decision-making process and therefore will examine how to enrich and/or adapt it further in response to market developments, information gained from implementation and feedback received.

## **II. FINANCIAL INSTRUMENTS INFORMATION**

The following fiches provide a summary of available information on each of the 12 items as required by Art.140(8) of the Financial Regulation for financial instruments with the reference date of 31 December 2013. Reporting on the activities of financial instruments under the 2014-2020 MFF will take place next year when the activities as of 31 December 2014 are reported.

It is to be noted that whereas item k) of Article 140(8) of the Financial Regulation requires a comparison between the target and the achieved leverage, most of the 2007-2013 MFF financial instruments did not foresee target leverage effects. Information is thus limited to the achieved leverage, whose calculation is described in the relevant section of the SWD.<sup>1</sup> In many cases, the achieved leverage is an intermediate figure, while the total achieved leverage will be significantly higher.

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<sup>1</sup> The current FR/RAP requires to report on leverage, applying a unified approach. As the Articles related to financial instruments entered into force as of January 2014, the approach will be applied with reference to 2014-2020 financial instruments.

## 1. Equity instruments:

<b>The High Growth and Innovative SME Facility under CIP (10.1 SWD)</b>	Policy DG in charge: DG ENTR and ECFIN
a) Identification/basic act	Decision No 1639/2006/EC
b) Description	Equity instrument for increasing supply of equity for innovative SMEs in early and expansion stage
c) Financial institutions involved	EIF
d) Aggregate budgetary commitments and payments	EUR 625.197 m EUR 338.931 m
e) Performance	Agreements signed with 41 Venture Capital funds, 349 final recipients supported.  Achieved impact: n/a
f) Evaluation of amounts returned	More than 90% reused for further transactions
g) Balance of fiduciary account	EUR 117.342 m
h) Revenues and repayments	Revenues: EUR 19.474 m
i) Value of equity investments	EUR 141.4 m
j) Impairments/called guarantees	Impairment loss: EUR 2.687 m
k) Leverage effect	Achieved: 5.3
l) Contribution to achievement of policy objectives	Increasing supply of equity: support of EUR 2.768 billion of total size of funds investing in innovative SMEs

## 2. Guarantee instruments:

	<b>The SME Guarantee Facility under CIP (11.1 SWD)</b> Policy DG in charge: DG ENTR and ECFIN	<b>The European Progress Microfinance Guarantee (11.2 SWD)</b> Policy DG in charge: DG EMPL and ECFIN	<b>The Risk Sharing Instrument (RSI) (11.5 SWD)</b> Policy DG in charge: DG RTD
a) Identification/basic act	Decision No 1639/2006/EC	Decision No 283/2010/EU	Decision No 1982/2006/EC; Regulation (EC) No 1906/2006; Council Decision No 2006/971/EC; Council Decision 2006/974/EC
b) Description	Guarantee instrument for improving SME access to finance	Guarantee instrument for improving access to microfinance	Guarantee instrument for improving access to innovative SMEs and small midcaps
c) Financial institutions involved	EIF	EIF	EIF
d) Aggregate budgetary commitments and payments	EUR 649.9 m EUR 259.7 m	EUR 23.8 m EUR 17.5 m	EUR 270 m EUR 270 m
e) Performance	311,633 SMEs and 1,094,609 employees supported.  Achieved impact of EUR 16,100.10 m	6,716 micro-loans and 8,684 employees supported  Achieved impact of EUR 165.74 m	602 SME transactions amounting to EUR 374.8 m committed already to final recipients.  Achieved impact of EUR 9,000.00 m
f) Evaluation of amounts returned	More than 60% reused for further transactions	The whole amount reused for further transactions	Not applicable
g) Balance of fiduciary account	EUR 126.016 m	EUR 15.125 m	EUR 275.9 m

h) Revenues and repayments	EUR 12.089 m	EUR 0.206 m	Revenues: EUR 0.502 m
i) Value of equity investments	Not applicable (guarantee instr.)	Not applicable (guarantee instr.)	Not applicable (guarantee instr.)
j) Impairments/called guarantees	EUR 116.55 m	EUR 1.349 m	EUR 12.565 m for both RSI and RSFF
k) Leverage effect	Achieved: 31	Achieved: 4.8 (as specified in the SWD)	Achieved: 5
l) Contribution to achievement of policy objectives	Improving SME access to finance: supported new loans amount: 16.1 billion	Improving access to microfinance: supported new loans amount: 68 m	

### 3. Risk-sharing instruments:

<b>The Risk-Sharing Finance Facility (12.1 SWD)</b>	(Policy DG in charge: DG RTD)
a) Identification/basic act	Decision No 1982/2006/EC; Regulation (EC) No 1906/2006; Council Decision No 2006/971/EC; Council Decision 2006/974/EC
b) Description	Risk-sharing (debt) instrument for improving access to risk finance for R&I projects (large firms, midcaps, etc.)
c) Financial institutions involved	EIB
d) Aggregate budgetary commitments and payments	EUR 960.73 m EUR 960.73 m
e) Performance	117 RDI loan operations and 98 disbursed operations (EUR 9.556 billion). Achieved impact of EUR 10,000.00 m
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	EUR 1,307.753 m
h) Revenues and repayments	Revenues: EUR 95.03 m
i) Value of equity investments	Not applicable
j) Impairments/called guarantees	See RSI above
k) Leverage effect	Achieved: 10-11
l) Contribution to achievement of policy objectives	Improving access to risk finance: supported new loans amount: EUR 11.313 billion for R&I projects

<b>The Loan Guarantee Instrument for Trans-European Transport Network Projects (12.2 SWD)</b>	Policy DG in charge: DG MOVE
a) Identification/basic act	Regulation (EC) (EC) No 680/2007; Regulation (EU) No 670/2012
b) Description	Risk-sharing (debt) instrument for supporting project finance in transport infrastructure
c) Financial institutions involved	EIB
d) Aggregate budgetary commitments and payments	EUR 250 m EUR 155 m + 6.88 m (net income)

e) Performance	Guarantees to 6 TEN-T projects through a total LGTT guarantee of EUR 497 m Achieved impact of EUR 4,000.00 m
f) Evaluation of amounts returned	100% used for the instrument
g) Balance of fiduciary account	EUR 163 m
h) Revenues and repayments	Revenues: EUR 13.988 m
i) Value of equity investments	Not applicable
j) Impairments/called guarantees	No impairments registered at 31.12.2013
k) Leverage effect	259 (calculated as – see the SWD)
l) Contribution to achievement of policy objectives	Support of project finance in transport infrastructure: supported new projects worth a cumulated capital cost of EUR 11.716 billion

<b>Project Bond Initiative – Pilot Phase (12.3 SWD)</b>	Policy DG in charge: DG MOVE, ENER, CNECT
a) Identification/basic act	Regulation (EU) No 670/2012
b) Description	Risk-sharing instrument for stimulating capital market financing for infrastructure projects (transport, energy and broadband)
c) Financial institutions involved	EIB
d) Aggregate budgetary commitments and payments	EUR 230 m EUR 67 m
e) Performance	One PBI operation in the TEN-E sector reached already financial close with the size of the project bond credit enhancement of EUR 54.9 m. Achieved impact of EUR 536.58 m
f) Evaluation of amounts returned	No amounts returned yet
g) Balance of fiduciary account	EUR 68.8 m
h) Revenues and repayments	Revenues: EUR 1.9 m
i) Value of equity investments	Not applicable
j) Impairments/called guarantees	No impairments registered at 31.12.2013
k) Leverage effect	40 (calculated as – see the SWD)
l) Contribution to achievement of policy objectives	Stimulating capital market financing for infrastructure projects: supported a project size of EUR 421 m.

#### **Dedicated Investment Vehicles:**

<b>The European Progress Microfinance – FCP-FIS) under EPMF (13.1 SWD)</b>	Policy DG in charge: DG EMPL and ECFIN
a) Identification/basic act	Decision No 283/2010/EU
b) Description	The Fund is an unincorporated co-ownership of securities and other eligible assets; with objective to increase access to microfinance / availability of products
c) Financial institutions involved	EIF (management company), EIB (co-investor)
d) Aggregate budgetary commitments and payments	EUR 80 m EUR 63.43 m
e) Performance	7,134 micro-loans and 11,487 employees supported Achieved impact of EUR 158.60 m
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	Not applicable (there is no fiduciary account)
h) Revenues and repayments	Not available (DIV)
i) Value of equity investments	Not available (DIV)
j) Impairments/called guarantees	Not available
k) Leverage effect	1.54 (calculated as – see the SWD)
l) Contribution to achievement of policy objectives	Increasing access to microfinance: supported a new micro-loans volume of EUR 64.9 m

<b>The 2020 European Fund/ Marguerite (13.2 SWD)</b>	Policy DG in charge: DG MOVE and ECFIN
a) Identification/basic act	Regulation (EC) No 680/2007
b) Description	A Pan-european equity Fund with objective to support successful long-term infrastructure investment in Europe within transport, energy and renewables sectors
c) Financial institutions involved	(SICAV-FIS structure); core sponsors: CDC (France), CdP (Italy), KfW, ICO (Spain), PKO (Poland) and EIB
d) Aggregate budgetary commitments and payments	EUR 80 m EUR 28.52 m
e) Performance	Commitment to invest into two projects in TEN-T transport and seven in the renewable energy sector, with the total equity amount of EUR 285 m Achieved impact n/a
f) Evaluation of amounts returned	Not applicable

g) Balance of fiduciary account	Not applicable (there is no fiduciary account)
h) Revenues and repayments	No distribution has taken place up to 31/12/2013
i) Value of equity investments	Fair value of the Commission's share: EUR 29.405 m
j) Impairments/called guarantees	Not available
k) Leverage effect	158 (calculated as – see the SWD)
l) Contribution to achievement of policy objectives	Supporting long-term infrastructure investment: the total equity commitment of EUR 285 m supporting a total project capital cost of EUR 4.511 billion

<b>European Energy Efficiency Fund (13.3 SWD)</b>	Policy DG in charge: DG ENER
a) Identification/basic act	Regulation (EU) No 1233/2010
b) Description	Specialised investment fund (SICAV) investing in energy efficiency, renewable energy projects, and clean urban transport
c) Financial institutions involved	EIB (entrusted entity), Deutsche Bank (Investment manager)
d) Aggregate budgetary commitments and payments	EUR 146.3 m EUR 55.8 m
e) Performance	EUR 219 m were allocated to projects and EUR 17.7 m was allocated as technical assistance to support project development services.  Achieved impact of EUR 265.00 m
f) Evaluation of amounts returned	Not available
g) Balance of fiduciary account	Fund Trust Account: EUR 25 m Technical Assistance Trust Account: EUR 1.01 m
h) Revenues and repayments	Not yet available
i) Value of equity investments	Not available
j) Impairments/called guarantees	Not available
k) Leverage effect	2.84 (current) and 9 (forecast) (calculated as – see the SWD)
l) Contribution to achievement of policy objectives	Supporting investment in the strategic sectors: EUR 219 m have been allocated to projects

#### 4. Financial Instruments in the Enlargement Countries:

<b>The Guarantee Facility under the WB EDIF<sup>2</sup> (14.1 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Guarantee instrument to <u>create preconditions for the emergence and growth of innovative and high-potential companies</u>
c) Financial institutions involved	EIF
d) Aggregate budgetary commitments and payments	EUR 21.9 m EUR 21.9 m
e) Performance	Three operational agreements signed with banks who are now in the portfolio built-up phase Achieved impact n/a
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	EUR 21.2 m
h) Revenues and repayments	Not yet available
i) Value of equity investments	Not applicable
j) Impairments/called guarantees	Not applicable
k) Leverage effect	5.5 as target (calculated in the SWD)
l) Contribution to achievement of policy objectives	Envisaged to mobilise more than EUR 110 m of new loans to SMEs

<b>The Enterprise Expansion Fund under the WB EDIF<sup>3</sup> (14.2 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Equity instrument financing development and expansion capital in established SMEs in Western Balkans
c) Financial institutions involved	EIF (trustee), EBRD / DEG
d) Aggregate budgetary commitments and payments	EUR 11 m EUR 10.4 m

<sup>2</sup> Western Balkans Enterprise Development and Innovation Facility

<sup>3</sup> Western Balkans Enterprise Development and Innovation Facility

e) Performance	The formal first closing of the Fund and launch of activity is expected to take place within 2014 Achieved impact: n/a
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	EUR 10.4 m
h) Revenues and repayments	Not yet available
i) Value of equity investments	Not yet applicable
j) Impairments/called guarantees	Not applicable
k) Leverage effect	10 as target (calculated in the SWD)
l) Contribution to achievement of policy objectives	Envisaged to create an investment portfolio with a target capital of EUR 55 m, potentially associated with an EBRD co-financing facility (1:1).

<b>The Enterprise Innovation Fund under the WB EDIF<sup>4</sup> (14.3 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Equity instrument financing early stage innovative SMEs established in Western Balkans
c) Financial institutions involved	EIF (trustee), EBRD / KfW
d) Aggregate budgetary commitments and payments	EUR 21.2 m EUR 21.2 m
e) Performance	ENIF is expected to be incorporated in 2014 Achieved impact n/a
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	EUR 21.2 m
h) Revenues and repayments	Not applicable
i) Value of equity investments	Not yet applicable
j) Impairments/called guarantees	Not available
k) Leverage effect	2 as target (calculated in the SWD)
l) Contribution to achievement of policy objectives	Envisaged to support a total investment of EUR 40 m

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<sup>4</sup> Western Balkans Enterprise Development and Innovation Facility

<b>European Fund for Southeast Europe (14.4 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Public-private partnership for assisting the development of the private sector in the region
c) Financial institutions involved	EIF (trustee)
d) Aggregate budgetary commitments and payments	EUR 26.2 m EUR 26.03 m
e) Performance	The amount of EUR 83.9 m has leveraged a total investment of EUR 580 m Achieved impact n/a
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	Not available
h) Revenues and repayments	Not available
i) Value of equity investments	Market value of the Commission's share: EUR 110.9 m
j) Impairments/called guarantees	Not applicable
k) Leverage effect	7 (as calculated in the SWD)
l) Contribution to achievement of policy objectives	Support of a total new investment of EUR 580 m

<b>Green for Growth Fund (14.5 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Innovative fund to provide financing for energy efficiency and renewable energy projects
c) Financial institutions involved	EIB, KfW, EBRD as key co-investors
d) Aggregate budgetary commitments and payments	EUR 19.6 m EUR 19.6 m
e) Performance	EUR 129.4 m were disbursed to financial intermediaries through senior loans and one subordinated loan. In addition, EUR 58.4 m of investments were approved Achieved impact n/a
f) Evaluation of amounts returned	Revenue reinvested according to the same criteria as for the initial budget contribution
g) Balance of fiduciary account	Not applicable

h) Revenues and repayments	Not applicable
i) Value of equity investments	The market value: EUR 39.2 m <sup>5</sup>
j) Impairments/called guarantees	Not available
k) Leverage effect	5 as target (calculated in the SWD)
l) Contribution to achievement of policy objectives	Envisaged to support a total investment of EUR 200 m

<b>SME Recovery Support Loan for Turkey (14.6 SWD)</b>	Policy DG in charge: DG ELARG
a) Identification/basic act	Council Regulation (EC) No 1085/2006
b) Description	Instrument to mitigate the crisis impact and support SMEs with concrete productive investments
c) Financial institutions involved	EIB, Halkbank, Akbank
d) Aggregate budgetary commitments and payments	EUR 30 m EUR 30 m
e) Performance	The amount of EUR 30.0 m has leveraged a total investment of approximately EUR 150 m Achieved impact of EUR 150.00 m
f) Evaluation of amounts returned	Revenue reinvested according to the same criteria as for the initial budget contribution
g) Balance of fiduciary account	Not applicable
h) Revenues and repayments	Not applicable
i) Value of equity investments	The market value: EUR 39.2 m <sup>6</sup>
j) Impairments/called guarantees	Not available
k) Leverage effect	5 (calculated in the SWD)
l) Contribution to achievement of policy objectives	The 265 loans allocated initially were expected to create 4,881 new jobs, which represent an increase by 42% of the number of existing jobs in the beneficiary SMEs

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<sup>5</sup> The whole financial envelope of the instrument amounts to EUR 38.6 m.

<sup>6</sup> The whole financial envelope of the instrument amounts to EUR 38.6 m.

**5. Financial Instruments in Neighbourhood Countries and Countries covered by the Development Cooperation Instrument:**

<b>Neighbourhood Investment Facility (15.1 SWD)</b>	Policy DG in charge: DG DEVCO
a) Identification/basic act	Regulation (EC) No 1638/2006
b) Description	Instrument contribute to achievement of objectives of ENP and mobilise additional investments
c) Financial institutions involved	EIB, EBRD, CEB, NIB, AFD, AECID, KfW, SIMEST
d) Aggregate budgetary commitments and payments	EUR 789.4 m EUR 422.5 m
e) Performance	Based on the EUR 164 m of Union contributions approved during 2013, the total volume of investments mobilised resulted in investments over EUR 2.4 billion
f) Evaluation of amounts returned	Applicable from 2015
g) Balance of fiduciary account	No separate fiduciary account established
h) Revenues and repayments	Not applicable
i) Value of equity investments	The market value: SANAD funds: USD 10 m; EFSE-SICAV Fund: EUR 5.1 m
j) Impairments/called guarantees	Not available
k) Leverage effect	27.6 (as calculated in the SWD)
l) Contribution to achievement of policy objectives	Support of total project costs of EUR 20.8 billion with Union contribution of EUR 753 m

<b>Investment Facility for Central Asia and Asian Investment Facility (15.2 SWD)</b>	Policy DG in charge: DG DEVCO
a) Identification/basic act	Regulation (EC) No 1905/2006
b) Description	Instrument to promote additional investments and key infrastructures (energy, environment)
c) Financial institutions involved	EIB, EBRD, AFD, KfW, SIMEST
d) Aggregate budgetary commitments and payments	EUR 145.6 m EUR 31 m
e) Performance	IFCA contributions summed up EUR 64 m supporting 11 projects with a total cost of EUR 425 m; AIF

	contributions summed up EUR 36 m supporting 8 projects with a total cost of EUR 889 m
f) Evaluation of amounts returned	Applicable from 2015
g) Balance of fiduciary account	Not available
h) Revenues and repayments	Not applicable
i) Value of equity investments	Fund MIFA: USD 9.3 m (C2 and C3 shares)
j) Impairments/called guarantees	Not applicable
k) Leverage effect	IFCA: about 6.6 AIF: about 25 (as calculated in the SWD)
l) Contribution to achievement of policy objectives	Under IFCA: support of EUR 425 m in financing from EFIs and other investors;  Under AIF: Support of 889 m in financing from EFIs and other investors

<b>Latin America Investment Facility (15.3 SWD)</b>	Policy DG in charge: DG DEVCO
a) Identification/basic act	Regulation (EC) No.1905/2006
b) Description	Instrument to promote additional investments and key infrastructures (e.g. transport, energy, etc.)
c) Financial institutions involved	EIB, NIB, AFD, AECID, etc.
d) Aggregate budgetary commitments and payments	EUR 196.7 m EUR 78.9 m
e) Performance	25 projects have been approved, which represent a total LAIF contribution of EUR 189.6 m. The total amount of investments was EUR 5.5 billion
f) Evaluation of amounts returned	Not available
g) Balance of fiduciary account	EUR 5.9 m
h) Revenues and repayments	Not available
i) Value of equity investments	Not available
j) Impairments/called guarantees	Not available
k) Leverage effect	29 (as calculated in the SWD)
l) Contribution to achievement of policy objectives	Support of additional investments of EUR 5.5 billion in the targeted sectors

<b>Support to the Facility for Euro-Mediterranean</b>	Policy DG in charge: DG DEVCO
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<b>Investment Partnership (15.4 SWD)</b>	
a) Identification/basic act	Regulation (EC) No 1638/2006
b) Description	Instrument to provide capital to the private sector
c) Financial institutions involved	EIB
d) Aggregate budgetary commitments and payments	EUR 224 m EUR 192 m
e) Performance	EUR 27 m was allocated to 16 technical assistance operations; EUR 163 m was allocated to 24 risk capital operations (20 m were cancelled and returned to the Commission).
f) Evaluation of amounts returned	Not applicable
g) Balance of fiduciary account	EUR 75.3 m, USD 19.9 m
h) Revenues and repayments	EUR 3.3 m
i) Value of equity investments	Value of Venture Capital Funds: EUR 30.8 m
j) Impairments/called guarantees	Impairments: EUR -5.99 m
k) Leverage effect	21.3 (as calculated in the SWD)
l) Contribution to achievement of policy objectives	Support of a financing volume of EUR 4.6 billion through the overall Union contribution of EUR 224 m

<b>Global Energy Efficiency and Renewable Energy Fund (15.5 SWD)</b>	Policy DG in charge: DG DEVCO
a) Identification/basic act	Regulation (EC) No 1905/2006
b) Description	Innovative financing vehicle aiming at promoting energy efficiency and renewable energy in developing countries and economies in transition
c) Financial institutions involved	A SICAV, co-investors: EIB, Norway and Germany
d) Aggregate budgetary commitments and payments	EUR 81.1 m EUR 75 m
e) Performance	GEEREF has committed to investments of approximately EUR 72 m in regional private equity funds, of which over EUR 18 m has been disbursed. These funds have subsequently invested in 18 recipient projects
f) Evaluation of amounts returned	Not applicable

g) Balance of fiduciary account	EUR 2.194 m
h) Revenues and repayments	Not applicable
i) Value of equity investments	The value of the 'A' share: EUR 67 m
j) Impairments/called guarantees	No impairment
k) Leverage effect	5 (calculated in the SWD)
l) Contribution to achievement of policy objectives	Targeting to mobilise approximately EUR 500 m in equity capital for renewable energy and energy efficiency projects in Africa, Asia, and Latin America

### III. CONCLUSION

The implementation of the 2007-2013 centrally-managed financial instruments has been instrumental in helping to alleviate financial market failures and leverage the positive effects of EU-wide actions. For example, in the 2007-2013 period, the main EU-level financial instruments dedicated to SME support (CIP-GIF, CIP-SMEG 07 and RSI) and micro-SME support (EPMF) with an overall contribution (EU commitments) of more than EUR 1.6 billion, mobilised lending of nearly EUR 17.9 billion and also supported equity investments of about EUR 2.8 billion, thus enhancing access to finance for more than 336,000 SMEs.

The achieved leverage is equal to 5 for Equity Instruments, and ranges from 4.8 to 31 for Guarantee instruments, from 10 to 259 for Risk-sharing instruments, from 1.54 to 158 for Dedicated Investment Vehicles, from 5 to 7 for Financial Instruments in the Enlargement Countries, from 5 to 27.6 for Financial Instruments in Neighbourhood Countries and Countries covered by the Development Cooperation Instrument.

With the experience gained in the course of implementation during the 2007-2013 period, and in the context of programme evaluations and audits, several lessons have been learned on how to further improve the design and management of financial instruments. Best practices have been capitalised on the design and the management of the new generation of financial instruments. For instance, a full-fledged implementation framework for financial instruments (including harmonised requirements on governance, supervision and control) was developed on the basis of the new Title VIII of the Financial Regulation. Further, Financial Instruments will now cover all main types of final recipients over the full funding cycle and will include offer of both pro- and counter-cyclical instruments to respond flexibly to market needs, based on demand-driven implementation. Also, effectiveness and efficiency have been enhanced through fewer instruments with larger volumes, ensuring critical mass in full consistency with State aid rules. Alignment of interest with entrusted entities and financial intermediaries will be further achieved through fees and incentives, and risk sharing.

Since 2013 is the last year of commitment for the 2007-2013 programming period, for a number of instruments a final evaluation assessing the extent to which objectives have been achieved has not been finalised. More qualitative and in-depth feedback on the attainment of objectives will be available within one year and will be duly reported upon.