



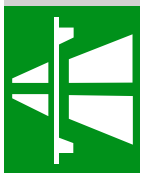
EU-Africa Infrastructure Trust Fund

**Overview - ICA Annual Meeting
Tokyo, 13-14 March 2008**

Nigel Hall

EIB, Projects Directorate

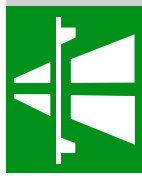
EU-Africa Infrastructure Trust Fund



Concept (1)

An EU-based Trust Fund to facilitate the blending of grant resources from the Commission and EU Member States with the lending and technical capacity of the EIB and Member State development Financiers, in partnership with the African Development Bank.

EU-Africa Infrastructure Trust Fund

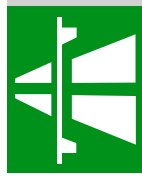


Concept (2)

The Trust Fund is not an institution.

Rather, it is a financial instrument,
dedicated to promoting the goals of the
wider EU-Africa Infrastructure Partnership.
It seeks to work through existing project
finance actors and networks.

EU-Africa Infrastructure Trust Fund



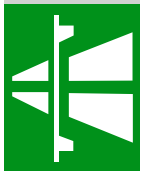
Trust Fund Agreement

On 23 April 2007, the Agreement establishing the EU-Africa Infrastructure Trust Fund was signed by 10 Donors* and the EIB as Trust Fund Manager, in the presence of African representatives.

** European Commission, Spain, Italy, France, Netherlands, Austria, Belgium, Germany, Luxembourg, Greece*

This initial group of Donors has recently been joined by the United Kingdom and by Portugal. Total financial pledges to the Trust Fund by Donors currently stand at **€98 Million**.

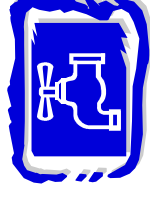
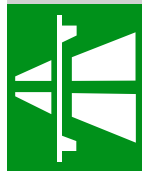
EU-Africa Infrastructure Trust Fund



Key Parameters of Trust Fund Operations (as specified in the Trust Fund Agreement)

- Will support infrastructure projects with *cross-border or regional impact* in sub-Saharan Africa;
- Targeted infrastructure sectors:
 - Energy
 - Transport
 - Water & Sanitation
 - Telecommunications / IT

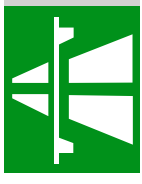
EU-Africa Infrastructure Trust Fund



The Trust Fund provides grant support in 4 ways:

- (i) Interest rate subsidies on medium/long term project loans;
- (ii) Technical assistance, feasibility studies and project-related capacity building;
- (iii) One-off grants for social or environmental components;
- (iv) Payment of early-stage premiums on project risk insurance (risk mitigation).

EU-Africa Infrastructure Trust Fund



How does the Trust Fund Work ?

Infrastructure Partnership Steering Committee

(provides orientations on strategy to the Executive Committee)



Trust Fund

Trust Fund Executive Committee of Donors

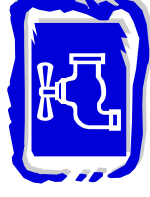
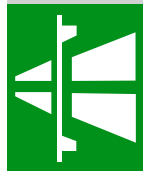
grant requests

Project Financiers Group

Trust Fund Manager + Secretariat

↳ Underlying Projects

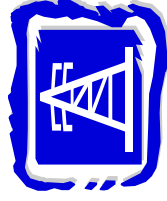
EU-Africa Infrastructure Trust Fund



Project Financiers Group (PFG)

- The PFG is the source of eligible infrastructure projects for which grant requests will be submitted to the Trust Fund Executive Committee of Donors for approval. The PFG is composed of development finance institutions and banks nominated by Donors.
- The PFG will ensure that projects have the support of African Partners (AU, NEPAD, AfDB...).

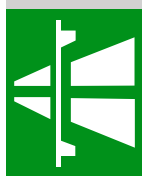
EU-Africa Infrastructure Trust Fund



Trust Fund – First Results:

As of March 2007, the Trust Fund Executive Committee has approved Grant Requests for five eligible infrastructure projects, for a total of €30.5 M. Four projects are in the energy sector; the fifth is in the telecoms sector. In addition, «Clearance in principle» (confirming eligibility) has been given to a further project in the maritime ports sector.

**EU-Africa
Infrastructure
Trust Fund**



Thank You