TIME PROVED PARTNERSHIP

IIB KEY FACTS AND FIGURES

QUARTER 1, 2022
THE BANK MISSION AND SHAREHOLDERS

STATUS

The International investment Bank is a multilateral development institution, created by member states in 1970. The Agreement to form the bank was signed on 10 July 1970 and registered with the United Nations Secretariat under number 11417.

MISSION

“To promote greater interconnections and integration between the economies of the Bank member states, with the aim of achieving the conditions for balanced and inclusive growth, and competitive national economies, by drawing on existing historical bonds”.
Countries or international financial entities who share the goals and principles that guide the Bank’s activities can become members of the Bank, if they are ready to assume the corresponding obligations.

Board of Governors is the supreme governing body of the Bank, and consists of authorized representatives of countries, drawn from the highest-ranking officials of Member States. The Board of Governors identifies the general activities of the Bank and the development strategy, and resolves to accept new members to the Bank, open offices and branches, as well as takes other fundamental decisions, in compliance with the Bank Statutes.

The Board of Directors is a governing body that consists of representatives, nominated by the Bank Member States. This body is responsible for the general management and oversight of the Bank’s operations. The BoD reports to the Board of Governors.

The Audit Committee (AC) is a governing body composed of Member States’ representatives and responsible for auditing of the Bank’s activities. AC reports both to the Board of Directors and to the Board of Governors.

The Management Board is the executive body of the Bank, appointed by the Board of Governors, and is responsible for day-to-day management of the activities of the Bank in compliance with the Statutes, and resolutions of the Board of Directors and the Board of Governors (BoG).

In accordance with the Key Principles of Management Board Composition approved at the 1st meeting of the BoG (December 4, 2018) the members of the Management Board are appointed by the BoG on a competitive basis through an independent assessment of their qualifications and conformity with the Bank’s requirements (merit-based principle) with consideration of the recommendation of the HR and compensation committee. The Management Board shall include citizens of at least four Member States of the Bank.
KEY FIGURES

LONG-TERM RATINGS

The key factors behind IIB credit ratings are: a high level of support from member states; a stable liquidity situation; high capital adequacy; diversified financing sources and an improved risk management system.

Moody’s  A3, Stable  15.05.2020

STANDARD &POOR’S  A-, Stable  31.03.2021

FitchRatings  A-, Stable  18.08.2021

ACRA  AAA, Stable  01.10.2021

LOAN AND DOCUMENTARY PORTFOLIO BY COUNTRY, MLN EUR

Since 1970, the Bank has implemented more than 300 investment projects. The total investment volume is approaching 9 billion euro.

The loan and documentary portfolio as of November, 5 2021 reached 1,294.4 mln euro and includes loans and off-balance sheet liabilities granted in all nine member states.
2019: MILESTONES

JANUARY
- IIB has been recognized as the Fastest Growing Infrastructure Bank in CEE by the international publication Global Banking and Finance Review.
- On February 5, Deputy Prime Minister of economic policy, Minister of Finance of Hungary Mihaly Varga and the IIB Chairperson of the Management Board Nikolay Kosov signed the Agreement between the International Investment Bank and the Government of Hungary regarding the Headquarters of the International Investment Bank in Hungary.
- On February 19, IIB received another award “Consistency in issuing bonds on the Romanian capital market” from the Bucharest Stock Exchange (BSE).
- IIB’s project on a newly introduced corporate governance system, which was successfully completed in 2018, won the annual award “For Outstanding Development Projects”, at a ceremony traditionally held by the Association of Development Financing Institutions in Asia and the Pacific (ADFIAP).

FEBRUARY
- On March 20, IIB closed the order book for the inaugural HUF bond transaction with a 3-year maturity and a fixed coupon on the Budapest Stock Exchange. The Bank allocated the amount of HUF 24,7 billion (approx. EUR 79 mln equivalent).

MARCH
- On April 15, IIB successfully closed a tap to the existing CZK 750 mln (approx. 29 mln euros) Floating Rate Notes issued last year and due on April 2021, marking up historically low cost of funds.

APRIL
- IIB has actively participated in the inaugural sovereign Dutch green bond issue, which allowed the institution to confirm its “green investor” status and receive a letter of recognition from Dutch State Treasury Agency (DSTA).
- IIB has relocated its headquarters to Budapest, becoming the first and only multilateral development bank with Headquarters in the CEE region.

JUNE
- IIB has participated in the inaugural sovereign Dutch green bond issue, which allowed the institution to confirm its “green investor” status and receive a letter of recognition from Dutch State Treasury Agency (DSTA).

JULY
- The Slovak Republic – International Investment Bank Technical Assistance Fund (SR-IIB TAF) has successfully finalized its first project in Vietnam.
- Organization for Economic Cooperation and Development (OECD) included IIB in the list of international institutions eligible for acceptance of the Official Development Assistance (ODA)

SEPTEMBER
- On September 11 Fitch Ratings improved the outlook for IIB long-term BBB+ rating from “stable” to “positive”.
- On September 12 Hungary started off a new round of the Bank’s capitalization with a paid-in capital injection of EUR 10 mln becoming the second largest shareholder of IIB.

OCTOBER
- On October 5, IIB acquired new SWIFT code - IIBMHU22 meaning that the Bank successfully completed the relocation and received confirmation of its status as an international financial institution with European registration.
- On October 17, capitalizing on the Headquarters’ relocation to Budapest and the strategic plan to enhance its presence in Europe IIB successfully closed the order book for the second HUF bond transaction with a 3-year maturity and a fixed coupon on the Budapest Stock Exchange. The Bank allocated the amount of HUF 22,5 billion (EUR 67,5 million equivalent).

DECEMBER
- On December 12, 2019, for the first time IIB loan and documentary portfolio exceeded the value of 1 billion euro having demonstrated a record growth of 18% since the beginning of 2019.
2020: MILESTONES

JANUARY

■ IIB has been recognized as the “Best bank for sustainable development in CEE” by international media holding Global Banking and Finance Review (GBFR).

FEBRUARY

■ IIB has been recognized as the “Best International Issuer of the year” by the Budapest Stock Exchange.

MARCH

■ IIB has successfully registered its first ever Medium Term Notes (MTN) Programme on Dublin Stock Exchange.
■ On March 24, 2020, IIB acquired the historic Lánchíd Palota building for its headquarters in Budapest.
■ On March 26, 2020, the international rating agency S&P Global affirmed the IIB “A-” long-term rating with a stable outlook.
■ Following the March registration and listing of its first MTN Programme on Dublin Euronext, on April 16, 2020 IIB executed its first transaction under the new framework, namely a 1-year RON 110 million private placement.
■ IIB has joined International Project Finance Association (IPFA) as an honorary member.

APRIL

■ IIB marks the 50th anniversary since its foundation.

JULY

■ IIB supports strategic CEE automotive industry: the Bank provides a loan to Schaeffler AG, a leading automotive and industrial supplier operating in five IIB member states.

AUGUST

■ IIB upgraded to A- by Fitch Ratings Agency
■ IIB receives support from Member States: Slovakia contributes to the paid-in capital of the Bank, fulfilling its obligations for the current year under the 2020-2022 Capitalization Program.

SEPTEMBER

■ IIB provides EUR 100 mln credit facility to MVM Group for the development of the Hungarian energy infrastructure - the largest loan disbursement in the Bank’s recent history.

OCTOBER

■ IIB provides support to the Russian transport infrastructure: The Bank issued a subordinated loan to support the construction of the Central Ring Road (CRR) in the Moscow Region of the Russian Federation.

DECEMBER
**2021: MILESTONES**

**FEBRUARY**
- On February 19, 2021, an official inauguration of permanent headquarters of International Investment Bank situated in a historic Lánchíd Palota building (Fo utca, 1) took place in Budapest.

**MARCH**

**APRIL**
- ACRA affirmed A to International Investment Bank, outlook Stable, under the international scale, and AAA(RU), outlook Stable, under the national scale for the Russian Federation.
- IIB supported the tourism industry in Hungary, financing the construction of the BalaLand Family Hotel & Resort, and BalaLand Family Park, a large hotel complex and recreation park on the shores of lake Balaton.
- IIB executes new CZK-denominated private placement consolidating its euro negative curve by issuing one of the largest CZK deals by a non-Czech issuer ever.

**MAY**
- IIB continues to support vital healthcare sector of its member states: Medicover Group, a leading international operator of healthcare infrastructure, receives financing from the Bank for further development in Hungary, Romania and Slovakia.

**JUNE**
- IIB concluded of a new loan agreement with the Golomt Bank of Mongolia that amounts up to USD 10 mln with a tenor of five years. The institution is one the major systemically significant players of the national banking sector, which provides financial services for individuals, SMEs, and corporate clients. The borrower intends to allocate the proceeds from this tranche to implement lending programs for the SMEs, to finance projects with the participation of companies from IIB’s member states, as well as to support sustainable development initiatives in Mongolia.

**AUGUST**
- IIB supports the largest over the past 15 years transaction for the export of high-tech power equipment from the Czech Republic to the Russian Federation for the implementation of a large-scale project involving the design, construction and installation of a modern power plant at the Magnitogorsk Iron and Steel Works - MMK (Russian Federation). The total project volume is 172 million euros.
**2021: MILESTONES**

**AUGUST**
- Fitch affirms long-term rating of International Investment Bank at “A-” with a stable outlook. Among the main factors underpinning the A-rating, Fitch indicates the financial solvency and risk profiles supported by current and forecasted capitalization levels, robust liquidity, stable business environment, further growth of volumes, diversification and quality of lending operations following the relocation of its Headquarters to Budapest in 2019 as well as sustained support of its member states.

**SEPTEMBER**
- IIB places the largest bond issue ever by a supranational in Czech korunas once again recording a negative interest rate.
- IIB became a participant of a USD 120 mn syndicated facility to Mongolia’s leading commercial bank – Khan Bank. The largest syndicate ever issued to a Mongolian Bank.

**OCTOBER**
- With a new loan granted to GTLK, IIB reaches a key target of the Bucharest Strategy ahead of schedule: the net loan portfolio of the Bank exceeded EUR 1.2 billion.

**DECEMBER**
- Board of Governors votes to access Serbia to IIB membership
2013-2017 period for IIB can be characterized by:

- Substantial increase of assets (3-fold) reaching EUR 1096 mn at end of 2017, and loan and documentary portfolio reaching EUR 712 mn
- Obtaining investment grade credit ratings from three leading international rating agencies
- Issuing bonds and other debt instruments in Member States, both in euros and national currencies (RON, RUB, HUF, CZK, EUR as national currency of Slovak Republic)
- Building an advanced risk, assets/liabilities management and compliance control systems
- Expanding the Bank’s product offering through direct funding, intermediated financing, trade financing products and bank guarantees
- Phasing in a three-tier corporate management system
- Restoring Hungary’s membership with the IIB
- Increasing the Bank’s recognition on international markets
- Implementing corporate social responsibility principles
- Building a qualitatively new organizational structure

MISSION: facilitating connectivity and integration between the economies of the Bank’s Member States in order to ensure sustainable and inclusive growth, competitiveness of national economies, backed by the existing historical ties

By the end of 2022, IIB aims to:

- Raise total assets to EUR 1.7 bn and expand the loan portfolio to EUR 1.2 bn, increase volume of bonds issuances including in national currencies of the member-states
- Become an acclaimed niche lending institution capable of executing medium-sized projects to promote the development of the Member States’ national economies
- Put forward a recognizable value proposition on the markets of Member States, play a prominent role in supporting financial transactions both between them and third countries, which includes funding export/import operations and investment
- Run a partnership network in each Member State on the basis of long-term mutually advantageous relationships
- Achieve and maintain long-term financial sustainability
- Demonstrate sustainable profitability through its core activity
- Expand its shareholder structure to strengthen the capital base and identify new, sound financing opportunities
- To reinforce the presence in certain geographical areas by opening local representative offices

By the end of 2032 the Bank should become:

- A medium-sized development bank in its target geographical areas with a broad product and service offering
- A full-fledged player in Member States and in the global community of international development institutions
- A major platform providing financial, foreign trade and investment ties between Member States and their companies
- An attractive strategic investment target
- To deliver measurable development effect for Member States
## OUR POTENTIAL

<table>
<thead>
<tr>
<th>PROJECT FINANCING</th>
<th>MODERNIZATION</th>
<th>EXPORT-IMPORT</th>
<th>SUPPORT FOR SMEs</th>
<th>MERGERS AND ACQUISITIONS</th>
<th>TRADE FINANCING</th>
<th>TECHNICAL ASSISTANCE</th>
</tr>
</thead>
<tbody>
<tr>
<td>Description</td>
<td>We finance creditworthy projects in IIB member states, that are aimed at sustainable development and cooperation between IIB member states</td>
<td>Financing is performed with the goals of modernization of existing infrastructure, modernizing equipment and (or) expanding existing business</td>
<td>Financing the export and import of goods, equipment, technologies and services, promoting the sustainable development of member states</td>
<td>IIB promotes improving access for small and medium-sized enterprises (SMEs) of IIB member states to financial resources by using a dual-level financing mechanism</td>
<td>Financing the acquisition of companies (acquisition of a company or asset, largely financed using borrowed funds).</td>
<td>Export or import of goods, equipment, technology and services between IIB member states and other countries</td>
</tr>
<tr>
<td>Items financed</td>
<td>Projects aimed at sustainable development of member states (innovation, resource-saving, social infrastructure, integration, etc.)</td>
<td>Infrastructure projects</td>
<td>New equipment</td>
<td>Pre-export financing of exporters operating in IIB member countries</td>
<td>Acquisition of an existing business</td>
<td>Rendering technical assistance services paid for by the IIB/Slovak Republic Technical Assistance Fund</td>
</tr>
<tr>
<td>Term (years)</td>
<td>3 – 15</td>
<td>3 – 7</td>
<td>1 – 5</td>
<td>3 – 7</td>
<td>3 – 7</td>
<td>Up to 2 years</td>
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<tr>
<td>Sums, rates, currencies</td>
<td>We focus on deals with IIB participation of 20-100 million euro or the equivalent in another currency</td>
<td>Sums within established credit limits</td>
<td>Prices dictated by market</td>
<td>EUR, USD, national currencies of members, and other currencies</td>
<td>The volume of assistance is determined case-by-case, depending on the scale and substance of the project</td>
<td></td>
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<tr>
<td>Instruments and vehicles</td>
<td>Credit</td>
<td>Credit</td>
<td>Renewable credit line with limited tranche term</td>
<td>Credit</td>
<td>Credit</td>
<td>Irrevocable Reimbursement Undertaking (IRU)</td>
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<tr>
<td></td>
<td>Bank guarantees</td>
<td>Bank guarantees</td>
<td>Syndicated financing (incl. A/B Loans, Related financing, Parallel financing)</td>
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<td>Bank guarantees</td>
<td>Guarantee, counter-guarantee (advance payment, performance bonds, tender, payment guarantees, etc.)</td>
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<td></td>
<td>Syndicated financing (incl. A/B Loans, Related financing, Parallel financing)</td>
<td>Participation in conditional bonds (RPA)</td>
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<td>Syndicated financing</td>
<td>Standby Letter of Credit (SLC)</td>
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<td>Participation in conditional bonds (RPA)</td>
<td>Bank guarantees</td>
<td>bonds (RPA)</td>
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<td>Bank guarantees</td>
<td>Target-related loan (TRL)</td>
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<td>Letter of Credit with post-financing / discounting</td>
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<td>Slovak Republic Technical Assistance Fund: IIB pays for technical assistance services, rendered to recipient organizations and support from consulting companies registered in the Republic of Slovakia</td>
</tr>
<tr>
<td>Key requirements</td>
<td>Borrower participates with proprietary funds to at least 25% of total project cost</td>
<td>Special covenants established case-by-case</td>
<td>Business plan/financial modelling</td>
<td>IIB applies a dual-level financing system, supporting SMEs through financial intermediaries: commercial partner banks, leasing companies, etc.</td>
<td>Integrational impact from financing (involving IIB member states)</td>
<td>Commodities not on the exceptions list</td>
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<td>Creation of added value in IIB country at deal completion</td>
<td>The statutory credit limit for the issuer bank</td>
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<td>Connection between the participant and/or the scope of the deal with one of the IIB member countries</td>
<td>The project must be implemented in Vietnam, Mongolia or Cuba</td>
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<td>The project must comply with the IIB mission</td>
<td>The project must be implemented in Vietnam, Mongolia or Cuba</td>
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</tbody>
</table>

### Trade Financing

- The project must be implemented in Vietnam, Mongolia or Cuba

### Technical Assistance

- The project must comply with the IIB mission
The Bank is financing the construction of a cascade of small hydro-electric dams in Karelia.

The project is included in a list of high-priority projects under the Federal Targeted Programme “Development of the Republic of Karelia to 2020”.

The project will allow the region, its residents and enterprises to be supplied with inexpensive, “clean” energy.

The implementation of “green” and renewable energy sector projects is among the priority activities of IIB, as an international development institution.

Key project parameters:
- Equivalent of 4.075 billion rubles
- 10 years
- Country: RF
IIB has ensured financing for the lease-to-buy acquisition of aviation equipment manufactured in the Czech Republic.

The project provided a new impulse for the development of an existing aeronautics production plant, helped save existing jobs and create new ones at plants both in Russia and the Czech Republic, facilitated the development of the RF regional transport infrastructure, and boosted the level of security and accessibility of modern, high-quality and reliable air transportation services, which is particularly important for distant and hard-to-reach regions.

The deal, which fully complies with the IIB mandate as a multilateral development institution, has become a historic event in the process of reinforcing and expanding bilateral economic links between the member states of the Bank.

Key project parameters:

- Equivalent of 4.5 billion rubles
- 7 years
- Countries: RF, Czech Republic
IIB has extended credit for the implementation of strategic projects to develop one of the largest energy holdings in Europe.

The activities by the borrower fully comply with the environmental responsibility standards of the IIB, as they cause almost zero harm to the environment. Most of the electrical power generated by the group involves no greenhouse gas emissions, due to the use of the most cutting-edge technologies harvesting nuclear, solar, water and wind energy.

Support for the energy sector in member states is one of the key areas of activities by the Bank, and as an international financial institution, IIB shares the sustainable development priorities of the United Nations Organisation, unwaveringly focusing special attention on implementing projects in the “green” and renewable energy sectors.

Key project parameters:
- 90 mln euro
- 8 years
- Country: Republic of Slovakia
In partnership with the Mongolia Development Bank, IIB has rendered financial support for the development of a series of projects critical to the national economy.

Projects were implemented in areas of strategic importance for Mongolia, such as the energy sector, the construction industry, and the food industry.

Funds provided by IIB were spent on expanding the activities of the leading enterprises in the country, performing technical retrofitting, integrating modern energy-saving technologies and environmentally-friendly technologies, whilst also creating new jobs.

Key project parameters:
- 50 mln euro
- 5 years
- Country: Mongolia
Jointly with its long-term partner, the Black Sea Trade and Development Bank (BSTDB), IIB has financed small and medium-sized enterprises in the food industry of Bulgaria.

Cooperation with leading developing institutions, including in the loans and investment sector, remains one of the high-priority areas of activity of the IIB under our mandate as an international development bank.

Companies which received financial support from IIB were able to use funds to acquire new equipment, boosting production capacities and expanding product ranges, and to bolster their working capital.

Key project parameters:
- 11 mln euro
- 7 years
- Country: Bulgaria
IIB concluded an agreement with International Finance Corporation (IFC) to participate in a syndicated loan to benefit small and medium-enterprises in Vietnam.

For the IIB, this syndication is the fourth joint deal with the IFC, one of the bank’s key strategic partners.

Implementing projects to support small and medium-sized enterprise in Vietnam makes a major contribution to the cause of creating new jobs, as well as promoting national economic growth and ensuring greater prosperity for the population at large.

Key project parameters:
- 10 mln USD
- 5 years
- Country: Socialist Republic of Vietnam
IIB participated in extending syndicated credit to benefit a major Romanian company—the national operator of a retail trade network. The financing deal made it possible to purchase one of the largest food retail networks in the country.

For the Bank, this deal was also of strategic importance, because for the first time the loan was issued in the national currency.

The funds issued by the IIB were used to create new jobs and boost competitiveness in the retail sector of the Romanian economy, facilitating an increase in prosperity and quality of life for the population of the country.

Key project parameters:
- 137.25 mln Romanian leu
- 7 years
- Country: Romania
DIVERSIFICATION OF SOURCES OF FUNDING

Outstanding Bond Placements

MTN
- 10 issues
- 487 million EUR
- Listing: Euronext Dublin
- Split by currencies: 105 million EUR; 730 million RON (148 million EUR equivalent); 4.4 billion CZK (169 million EUR equivalent); 23.5 billion HUF (65 million EUR equivalent);

Russia
- 9 issues
- 31 billion RUB
- Listing: Moscow Exchange

Romania
- 1 issue
- 500 million RON
- Listing: Bucharest Stock Exchange

Hungary
- 2 issues
- 47.2 billion HUF
- Listing: Budapest Stock Exchange

Czech Republic
- 1 issue
- 1.5 billion CZK
- Listing: Prague and Vienna Stock Exchanges

Plans
- Bond issues on other national markets of the IIB member countries.
- Placement of Eurobonds and Schuldscheindarlehen.
- Development of alternative forms of fund-raising, such as bilateral and syndicated borrowing, including loans from IFI.
- Sourcing funds from banks, sovereign and other funds within the IIB member countries.
- Opening credit lines to support trade finance transactions.
- Reviewing lines to support money market transactions, and opening new lines.

LT Funding by Investor Geography

LT Funding by Currencies

Czech Republic 16,7%
Hungary 15,6%
Russia 27,0%
Germany 14,2%
Romania 21,5%
Supranational 4,9%
Others 0,1%

RUB 29%
EUR 11%
HUF 18%
USD 4%
RON 23%
CZK 15%
INTERNATIONAL PARTNERSHIP NETWORK

IIB BUSINESS PARTNERS

- International Financial Organizations (The World Bank Group, EBRD, EIB, NDB, IBEC and others)
- Regional development banks (BSTDB, CAF, CAMEBI, NIB, EDB and others)
- National development banks
- National Chambers of Trade and Industry
- Export credit agencies
- State and private financial institutions.
- Platforms and associations of financial institutions (IDFC, ADFIAP, BACCE, D20)
- Commercial banks

IIB NON-COMMERCIAL ORGANISATIONS PARTNERS

IIB takes a strong stance on supporting initiatives aimed at environmental protection and sustainable development. The Bank not only extends financial support to such projects (loans and grants), but also actively cooperates with non-profit international organizations to develop new policies and promote responsible development financing. These esteemed organisations include:

- United Nations (IIB is a member of UN Global Compact)
- UNEP FI
- WWF
- Wetlands International
- ICC Green Finance Working Group

IIB OBSERVERS

- Republic of Belarus – sovereign observer
CONTACT INFORMATION

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