



Eurasian Development Bank

Enhancing regional cooperation to finance better connectivity for LLDCs in North and Central Asia

June 9, 2023

A Leading Multilateral Development Bank in Eurasia



6 Eurasian countries
8 offices



17 Years

of stable growth and investment
in sustainable development

276

successful national
development
projects and
integration projects

\$7bn

EDB charter capital

\$4,6bn

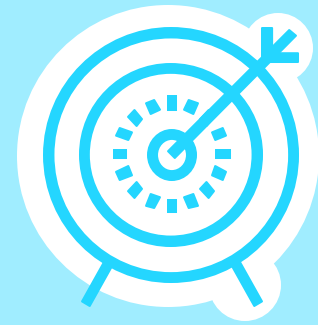
current investment
portfolio

\$1,8bn

equity

The EDB invests in promoting better living standards for >200 million people living in Eurasian region

Strengthening the EDB's Unique Integration Role



2022–2026 Strategy

- Implementing the ESG platform
- Issuing green and social bonds
- Financing ESG programmes

- Supporting the countries' digital agendas to foster their digital development
- Implementing projects at cross-country, country, and corporate levels

Sustainable development

Digital competency

Financing strategy

Operational indicators

Expansion strategy

- Attracting investors, diversifying instruments, and establishing a liquid bond curve
- Reducing the cost of funding
- Building up financing in national currencies

- membership and investment activities in the member states
- activities in the smaller economies
- capabilities by improving investment ratings and implementing the capitalisation plan

- Building up the lending portfolio
- Diversifying the portfolio and financial and investment products
- Participating in strategically important projects in the EAEU+ and in financing high-tech and digital projects
- Expanding the product range

Our goal:

+\$10.9bn
new investment by 2026

**№1 International
Financial
Institution**
in the countries of operation

Initiator

of cross-border investment
mega-projects for a total of about \$1.2bn

Leader

in implementing sustainable development initiatives
in the Bank's countries of operation

Partner

for the member states in digital transformation and
achievement of Sustainable Development Goals

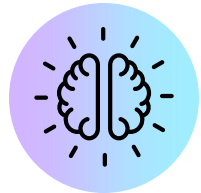
Aligning Partnerships for Development

MDBs unique power and critical role in:



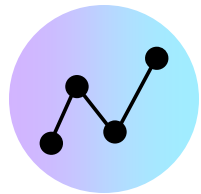
Mobilizing

capital to achieve long-term development goals



Providing

knowledge and assistance for well-balanced economic growth



Building up

capacities and operational synergies for impact

EDB's competencies:

Over \$4 billion

EDB prospective investment project costs in transport and energy generation infrastructure

Leading research and analytics

Plans to visibly and measurably contribute

Complementary project expertise

Regional project expertise complementing global best practices and competencies

CASE 1: Cross-Border Public-Private Partnership Projects as a Job for MDBs

Criteria:

Mandatory criteria:

- **Object:** Cross-border infrastructure
- **Participants:** 2+ states on the side of public partner
- **Framework:** Intergovernmental agreement among the states

Supplementary criteria:

- **Objectives:** Joint utilization by the states of economic, transport, energy and other potential, and increased integration impact
- **Risk matrix:** Additional legal, commercial, financial, and political risks

MDBs:

- Contribute to their quick start
- Serve as long-term anchor
- Neutral platform for moderating interstate negotiations
- Expertise
- Risk mitigation
- Compliance of cross-border PPP projects with the MDB mission

CASE 2: MDBs Are Indispensable in Moving Forward Central Asian Water and Energy Complex

Case:

HUGE DEMAND

for irrigation and energy infrastructure modernization.
Use water efficiency: \$2.5/m³ in CA vs \$19.01/m³ (average)

COORDINATED REGIONAL ACTION

is required

MDBs are necessary to carry forward

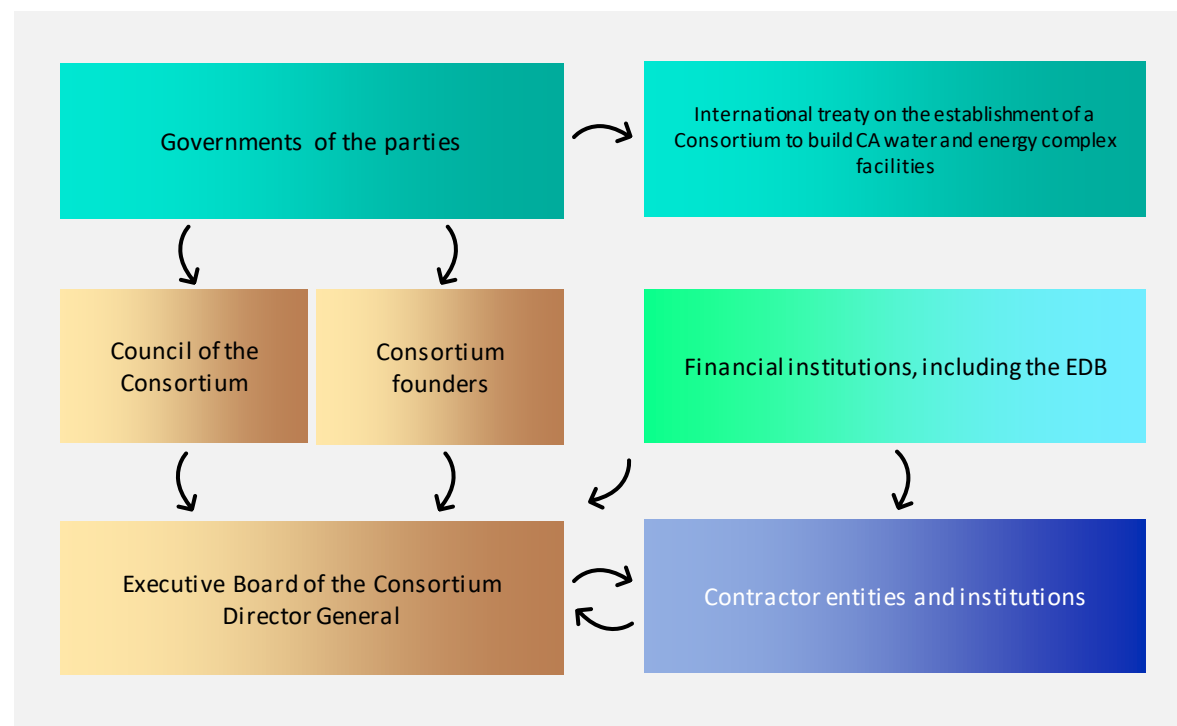
investment in regional Water and Energy

Provide not only finance

but also, expertise, technical assistance, standards, and mitigation and coordination platforms

Solution:

A project consortium (involving MDBs)



EDB PARTNERSHIPS FOR DEVELOPMENT



Feasibility studies
Business plans and financial
models
Government information systems



Key Strategic Investment Priorities in the Region

Transport



20%

Additional GDP potential growth in the landlocked countries by:

- Solving connectivity issues
- Reducing high transport costs

Key investment sectors:

-  Border crossing points
-  Caspian seaports and airports
-  Railways and highways
-  Logistics centers and dry ports
-  Soft Infrastructure

Water and Energy






+1.5%

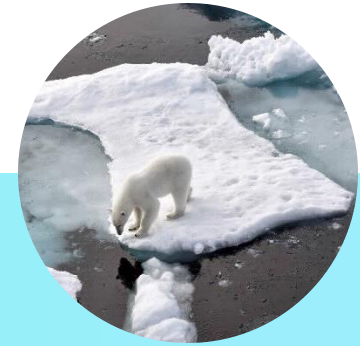
Additional increase of the regional GDP growth rate per annum

As a result of effective cooperation in the water and energy complex

Key investment sectors:

-  Energy sector modernization
-  Hydro plants construction
-  Upgrading of irrigation systems

Climate Change



x2.8 times

increase in water stress (SDG 6.4.1) for certain Central Asian regions by 2040

Key investment sectors:

-  Energy efficiency
-  Renewable energy sources, in particular hydro power
-  Climate finance
-  Green mobility and transport
-  Climate adaptation

EDB's Technical Assistance Fund (TAF)

Private sector:



Structuring



Training




Feasibility studies



Subsidising interest rates

Promoting green energy for business:
Feasibility studies for the Akulen HPP

PROJECT



0 000

Public sector:



Capacity building



Research



Financial infrastructure



International conferences

Digitalization of PPP
competition procedures for projects

PROJECT



9 000

TAF cumulative portfolio:
\$11.8m

89
projects

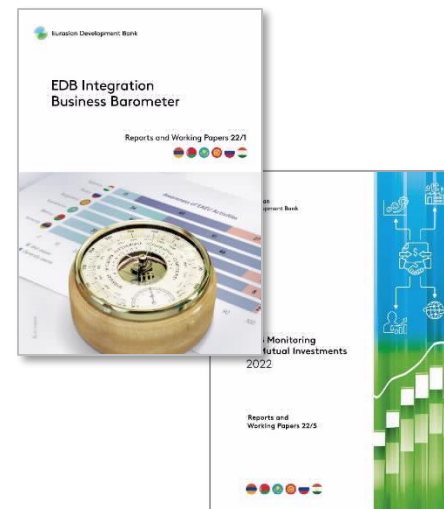
Analysis and Research

EDB is a recognized leader in applied economic research in Eurasia

Deep macroeconomic expertise

Infrastructure research – transport, energy, water, etc.

Proprietary databases



The Bank regularly publishes:

- Macroeconomic reviews, outlooks
- Research reports
- Sector- and issue-specific reviews

45

publications in 2021–2023

x3

EDB website views in 2021–2023 (YoY, monthly average)

> 2000

media mentions annually

Please use this QR code to download any of the EDB publications from its website



Cross-Border PPPs: New EDB Study

1. Cross-border PPPs: Definition, Criteria, Areas of Implementation
2. International Best Practices: 5 Cases in the sectors of Road, Rail, Pipeline Transport and Energy
3. Cross-border PPPs in the EAEU and Central Asia: Prospects, Risks, Opportunities
4. Guidelines for Cross-Border PPPs

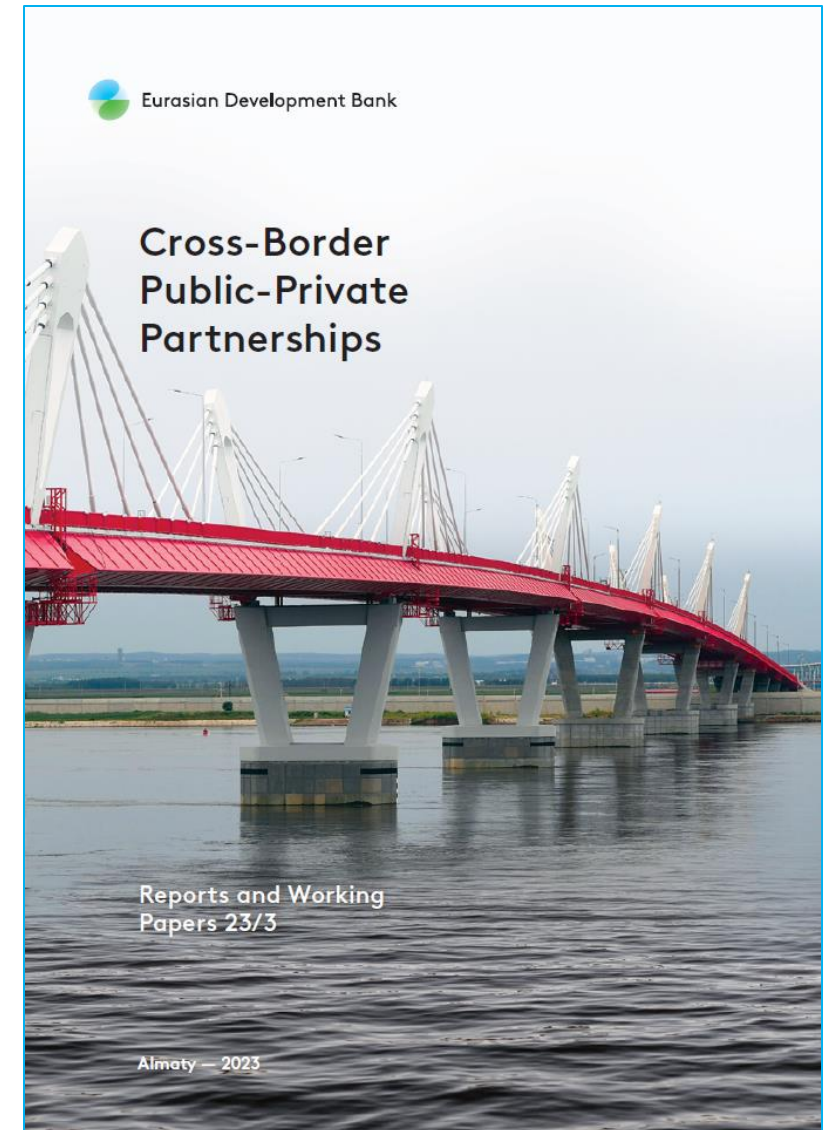
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VPoA Priority 1: Fundamental transit policy issues


VPoA Priority 2: Infrastructure development and maintenance

VPoA Priority 3: International trade and trade facilitation

VPoA Priority 4: Regional Integration and Co-operation



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Research at the EDB website



Thank you for your attention!



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