

Examples of combination of ESIF with EIB Group resources

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Why would we want to combine these funds?

- Substantially increases «fire power» of **existing** ESIF financial instrument envelopes/allocations.
- Combining these funds proves «**complementarity**» instead of «competition».
- Combining ESIF grants with EFSI for revenue generating investments will **lower grant intervention rates** => more investments and recycling of these public funds.
- **No need for public national co-financing**, replacing it with leverage from EIB (under EFSI) and private investors.

EIB EFSI/ESIF grant combination examples

	TOTAL COST (MEUR)		ESIF (MEUR)	EFSI (MEUR)
Tallinn Airport Upgrade	80	←	27	30
TI - Accelerated Fixed High Speed BB rollout	1,808	←	200	500
Portugal water supply and sanitation	880	←	120	420
Latvia University and Research center	90	←	34	30
Lietuvos Energija Vilnius CHP project	380	←	150	190

NB: Amounts shown above are in some cases based on estimates

Lietuvos Energija Vilnius CHP

Combined Heat and Power (CHP) plants:

Waste to Energy CHP
(CAPEX: EUR 154m)

Biomass CHP
(CAPEX: EUR 221m)

- **Realised through project finance**
- **To be financed by ESIF (Cohesion Fund) grants**
- **Project has been prepared with help of JASPERS**
- **State aid decision: up to EUR 153m of aid for CHP (EUR 150m of ESIF grant provided)**

ESIF financial instruments and EIB lending

- Combining EFSI with ESIF (as a financial instrument) is tricky, but certainly possible...
- ..and has been done

	TOTAL COST (MEUR)	ESIF (M EUR)	EFSI (M EUR)
IF TRI en Nord Pas de Calais	100-200	12.5*	20
Fonds Regional Reunion	83	23	20
D4/R7 Slovakia PPP	880	28	500

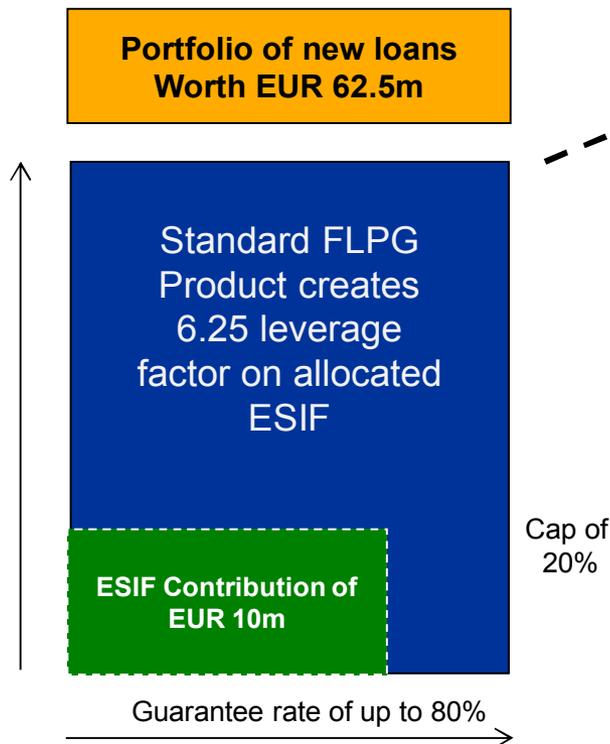
- Omnibus proposals should make it easier, especially for combined guarantee structures
- Includes EUR 2.5 of technical support funding

NB: Amounts shown in this slide are in some cases based on estimates

A combined ESIF/EFSI guarantee instrument

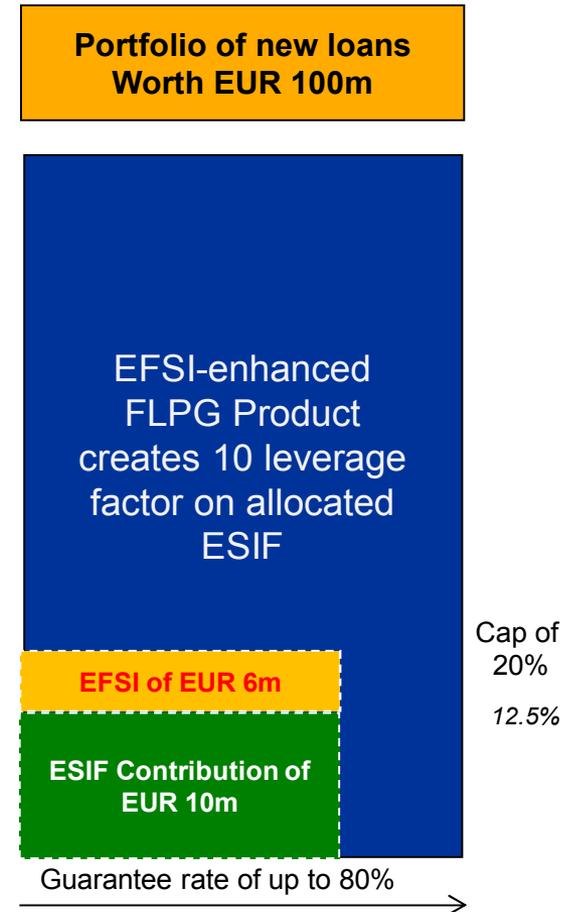
- creates significant increase in market impact
- made possible by Omnibus

Indicative example Without EFSI :

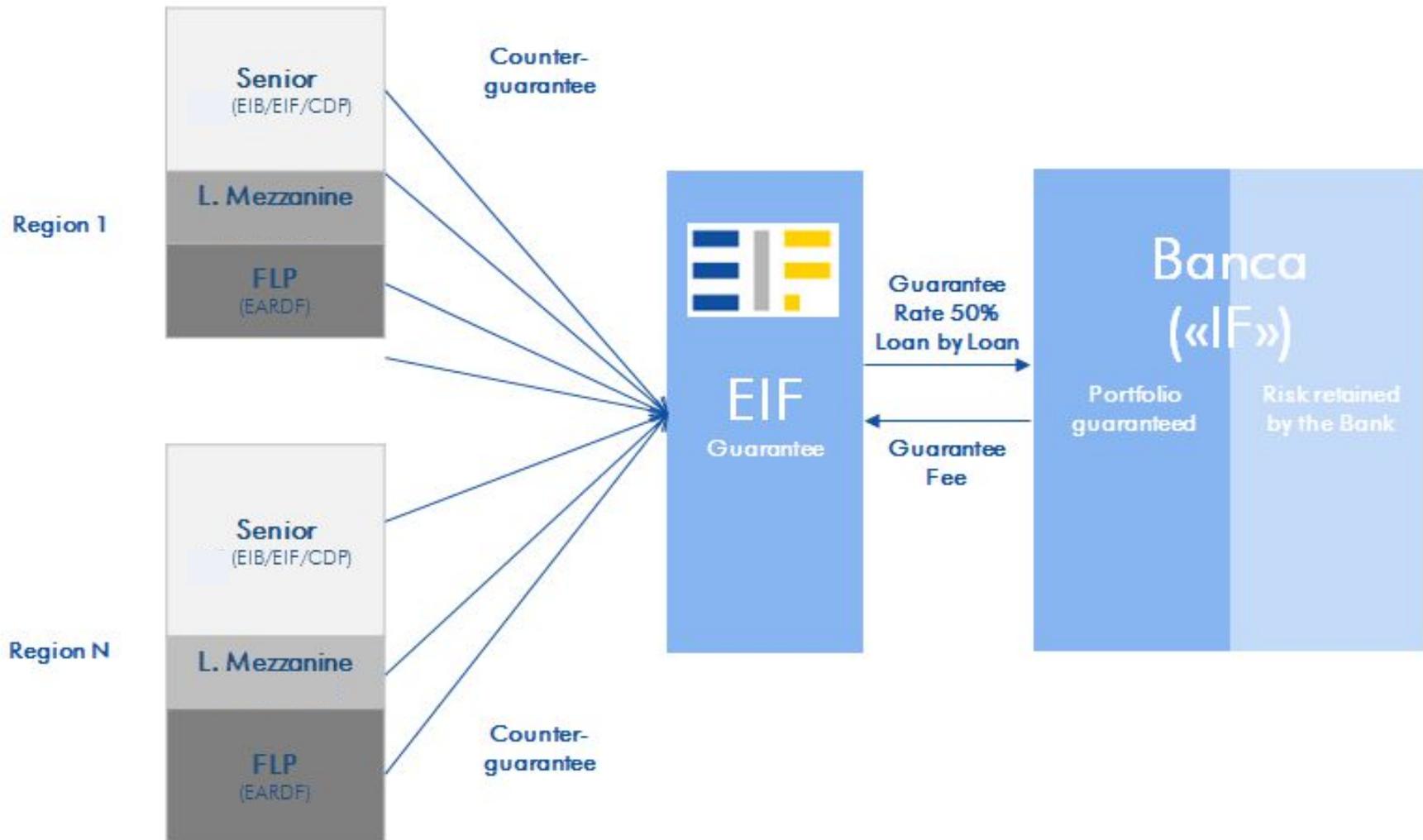


60% Increase in market impact

Indicative example With EFSI :



Example: Agri multi-regional guarantee platform IT



Apartment renovations in Lithuania

To date, more than **EUR 400m loan agreements signed to support** energy-efficiency works in around **1,700** apartment blocks, and **16** student dormitories.

In addition, 2014-2020 period foresees mobilisation of a further **EUR 250m of ESIF to deliver EUR 750m** of investment on the ground.

Intention is to also mobilise EFSI guarantee to increase investment impact to more than EUR 1bn

Expected impact of EUR 1bn of investment:

4000 buildings renovated (up to ~**80,000** apartments)

~200,000 p.a. reduction in CO2 emissions

Approx **35,000 jobs** created

