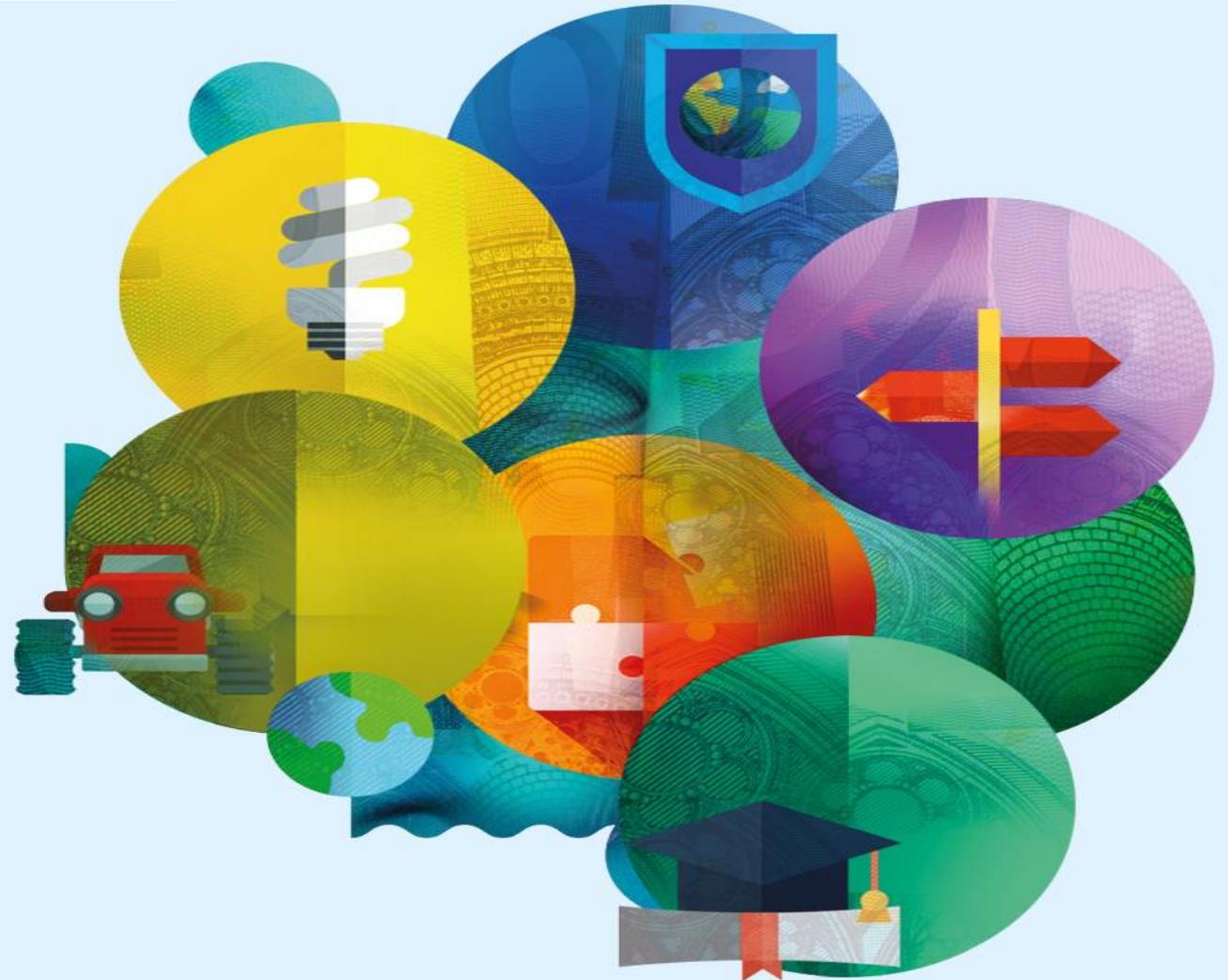


InvestEU Programme

20 February 2020
Vilnius, Lithuania

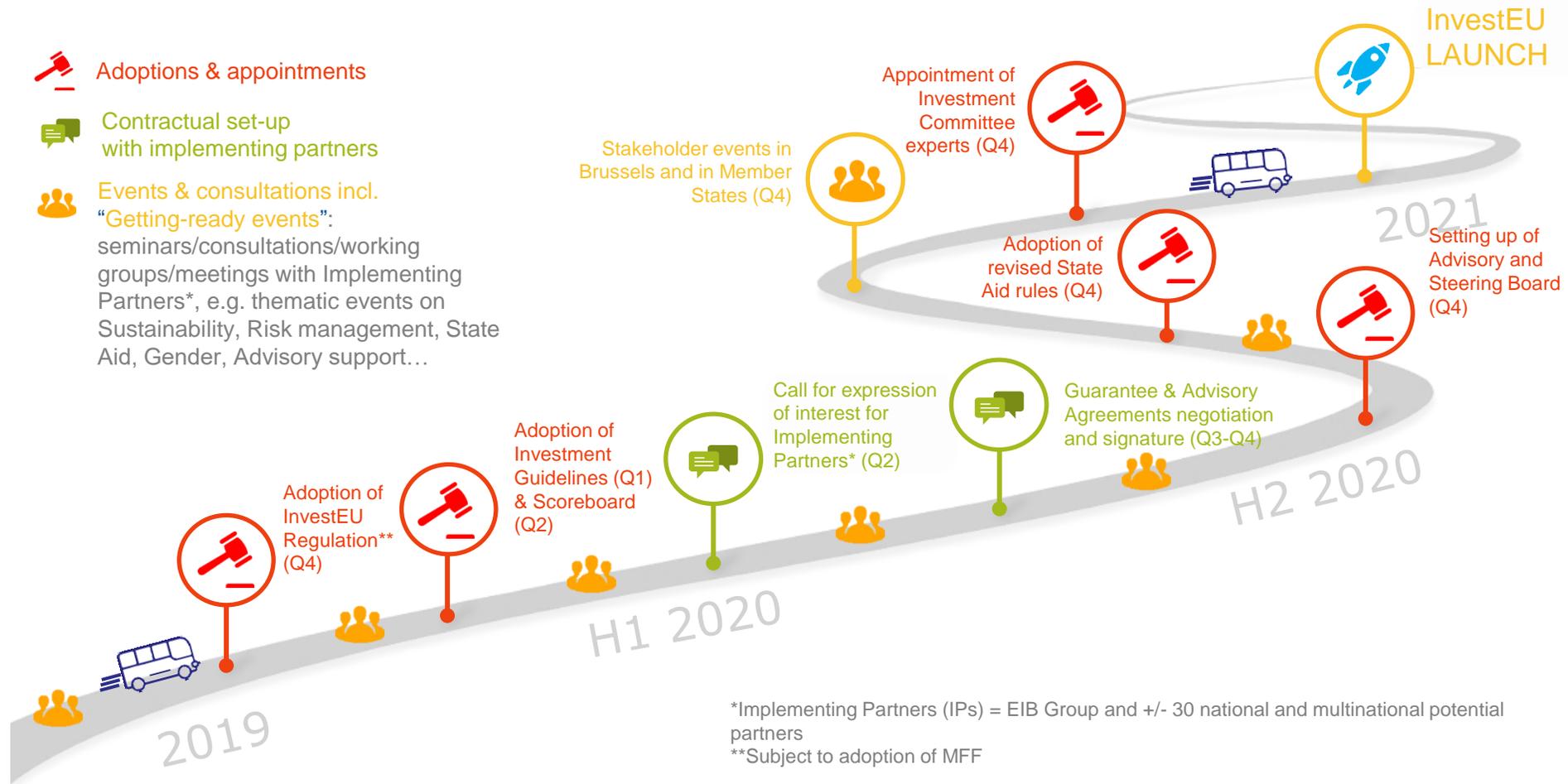
Tsvyatko Velikov - DG REGIO



Content

1. Overview and state of play
2. Role of the MA and the potential Implementing Partner during programming
3. Possible scenarios for reprogramming/leverage
4. Opportunities for InvestEU in a specific MS context
5. Elements to consider when designing a product for the MS compartment

1. InvestEU - Overview



*Implementing Partners (IPs) = EIB Group and +/- 30 national and multinational potential partners

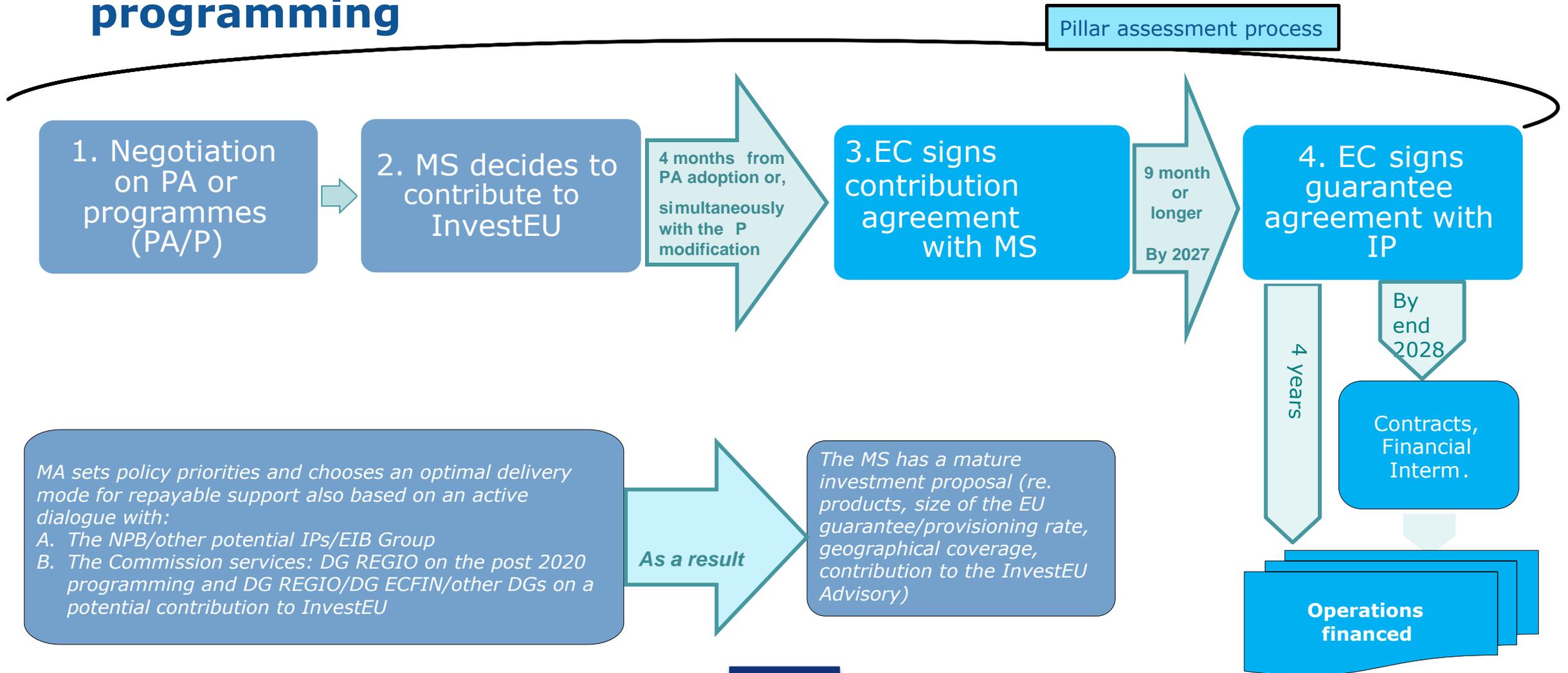
**Subject to adoption of MFF

1. InvestEU – state of play



- Design of the products for the EU compartment is advancing: intensive work on product fiches for the InvestEU financial products to be deployed. Meetings with the EIB Group and potential IPs actually taking place
- As well as other InvestEU streams e.g.: organization (establishment) of the InvestEU advisory hub, design of climate tracking and sustainability proofing guidance, communication with stakeholders and final beneficiaries
- MS authorities and the EIB Group maintain interest in the MS compartment

2. MA and a potential Implementing Partner during programming



3. Scenarios of deadlines for contribution to InvestEU and back

A. Early contribution, if problems in the implementation, possibility to still transfer back part of the contribution to programme(s)



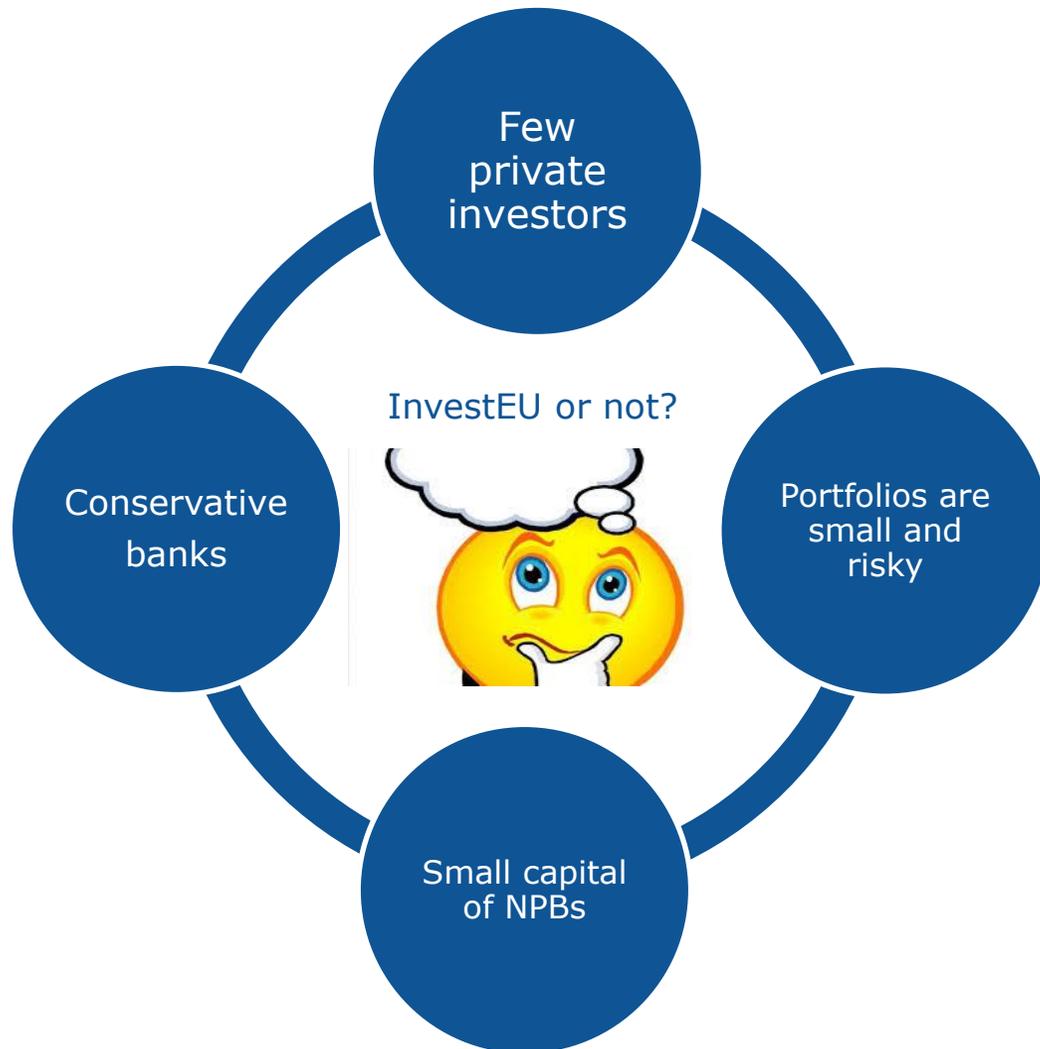
B. Late contribution, even if no problems in the implementation, still the results may come late during the programming period, no possibility to transfer back



3. Scenario: a numerical example for a MS contribution

- A MA decides that the most efficient way to support SMEs under PO1 is by contributing EUR 200 million ERDF to the SMEs Policy window. The MS commits to contribute to InvestEU through its PA.
- EU guarantee: cash of EUR 200 million (representing a provisioning at 40%)
- This implies that the MS assumes contingent liability for EUR 300 million (i.e. 60%). The provisioning rate reflects the design of the InvestEU products (the chance for activating the MS contingent liability is limited)
- The total losses which the EU guarantee will cover amount to EUR 500 million
- If we assume that the leverage is half of the one under the EU compartment ($13.7/2=6.85$), the expected investments would amount at EUR 3.4 bn (500×6.85)

4. Opportunities for InvestEU in a specific context*



Is this context applicable for all sectors, where repayable support could be organized?

If not consider the following opportunities:

- EU compartment products can offer a higher risk coverage, which if justified, could be increased more with a MS contribution
- There could be a joint contribution agreement for all 3 Baltic MS
- Implementing partners may form a group. Each member of the group has to be pillar assessed
- An NPB could get a loan from the EIB and act as a financial intermediary under the EIB/EIF
- A MS contribution, even only to the InvestEU Advisory hub could be used to raise the capacity of an NPB for intervening in sectors not covered by shared management FIs.

InvestEU operations even if only under the EU compartment could be combined with shared management grants, at project level.

If you have any concrete ideas, we could discuss how to make them operational?

* pricing and leverage could be discussed as a part of concrete product parameters.

5. Designing a product for the MS compartment ?

