



**Banco
Europeo de
Inversiones**

el banco de la UE



**EUROPEAN
INVESTMENT
FUND**

BANCO DE ESPAÑA – BANCO DE PORTUGAL – EUROPEAN INVESTMENT BANK CONFERENCE

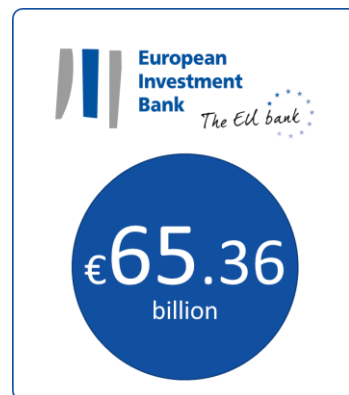
Financing Corporates: Lessons from the COVID-19 Crisis and Challenges Ahead

Session 2: Finance needs to support the recovery, digitalization and the green transition

Madrid, 4 April 2022

GILLES BADOT, DIRECTOR OF OPERATIONS IN SPAIN AND PORTUGAL

Our priorities: EIB Group activity in 2021



INNOVATION, DIGITAL AND HUMAN CAPITAL



€ 20.7 bn

SUSTAINABLE ENERGY AND NATURAL RESOURCES



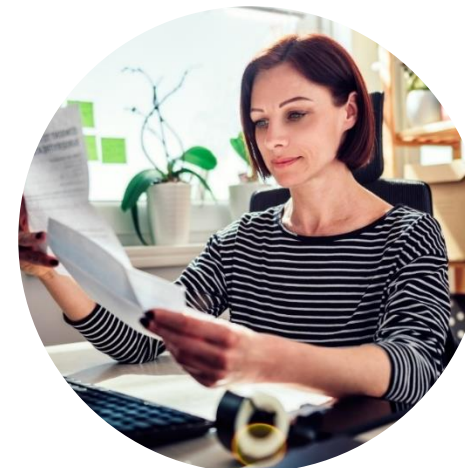
€ 15.38 bn

SUSTAINABLE CITIES AND REGIONS



€ 13.8 bn

SMEs AND MID-CAPS



€ 45 bn

* The EIB Group total financing figure split by geography excludes a small overlap due to joint engagements of the EIB and the EIF.

EIB Group activity in Spain & Portugal in 2021

Spain



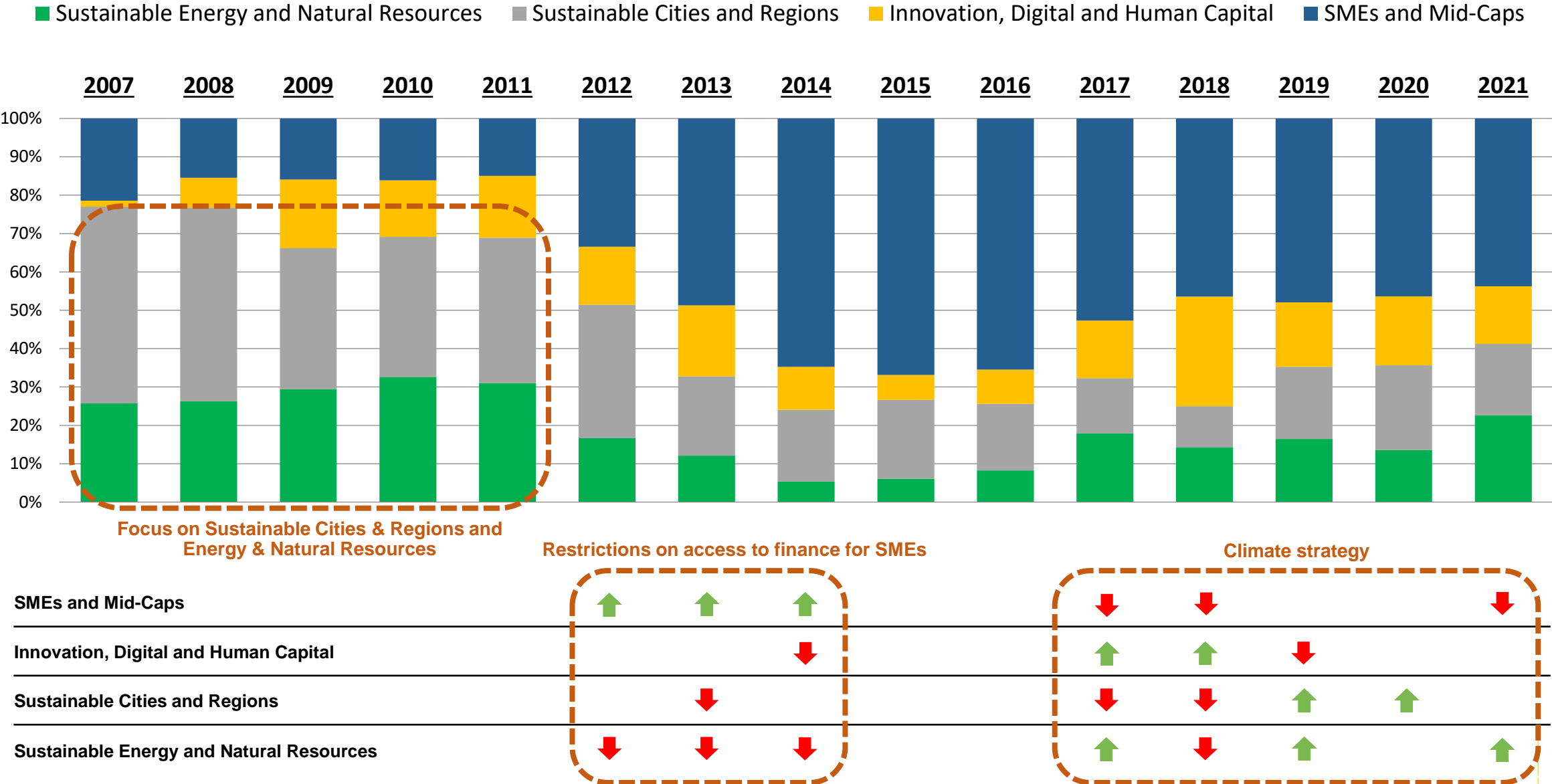
- **111 operations** signed for an equivalent of 1.07% of GDP.
- **Third biggest beneficiary** in the European Union.
- € 7.25bn for **SME support**, making Spain the largest beneficiary for this objective.

Portugal



- **27 operations** signed.
- **Second largest beneficiary** in the EU as % of GDP and 5th in absolute terms.
- 92% of financing went to **support SMEs**.

Evolution of EIB financing to Spain & Portugal by priority area

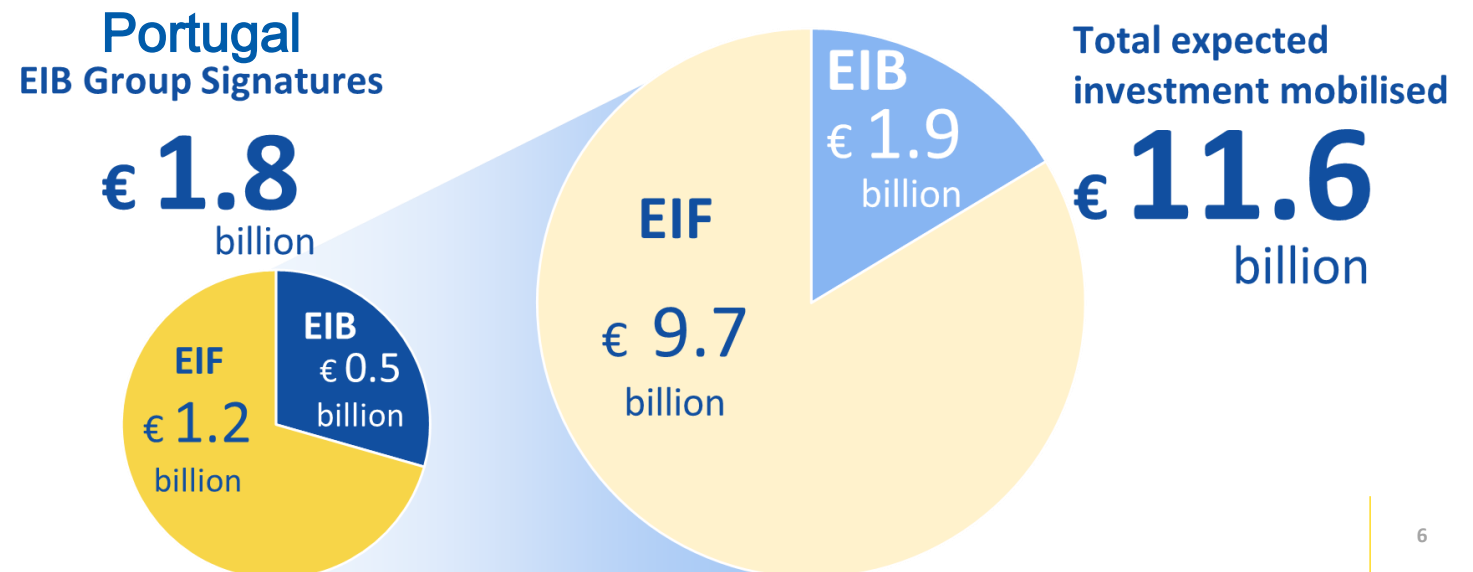
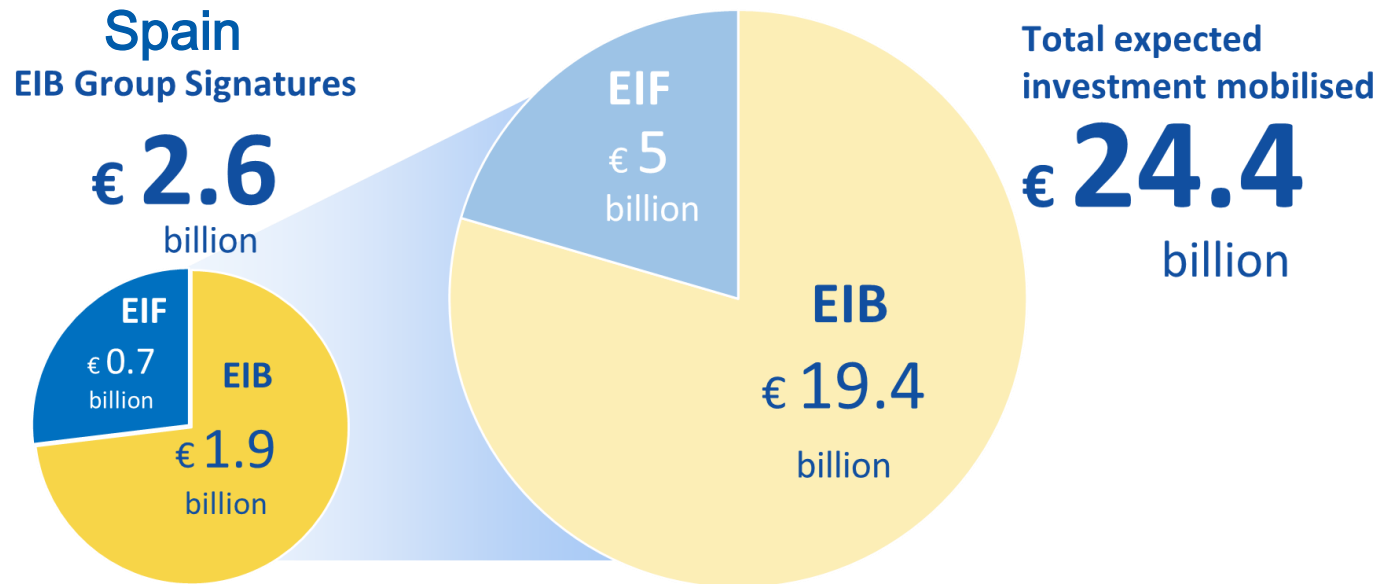


Combating COVID-19 – EIB response in Spain & Portugal

- Strong **support to SMEs**.
- European Guarantee Fund (**EGF**).
- Support to the public sector to finance infrastructure and equipment with a particular focus on the Health sector and on rail & green urban transport infrastructure.
- Financing the **development of new vaccines**.
- Reorientation / adaptation of existing loans and increases of financing amounts.



EGF – European Guarantee Fund



Digitalisation

- ❖ EU firms are overall **lagging behind US peers** in adopting and creating new digital technologies.
- ❖ The **EIB Corporate Digitalisation Index** shows that the EU on average fell short of the US during the first Covid-19 lockdowns in 2020. However, several EU countries outperformed the US (including Spain and Portugal).
- ❖ Slow speed of digitalization jeopardises long-term competitiveness, innovation and growth.
- ❖ The pandemic accelerated the pace of digitalization, making it a **cornerstone of the recovery**.

 European Investment Bank



EUR 110m + 40m

Digitalisation activities covering the adoption of technologies for the improvement of sales performance and optimization of the supply chain.

11-2019 / 02-2021

 European Investment Bank



EUR 15m

Investments in software and digitalization development, the fit-out and equipping of a new university campus, the modernization and rehabilitation of existing facilities.

06-2021

 European Investment Bank



EUR 10m

RDI investments for the digitalization of manufacturing processes
CAPEX for the deployment advanced manufacturing technologies at existing facilities.

08-2021

 European Investment Bank



EUR 57.5m

Investments concerning its digital transformation plan, developing innovation projects in advance technologies such as Internet of Things (IoT) and Artificial Intelligence (AI).

10-2021

Climate Bank Roadmap



Supporting investment in Climate Action and Environmental Sustainability of **€ 1 trillion by 2030**



Dedicate at least **50% of financing** to Climate Action and Environmental Sustainability by **2025**



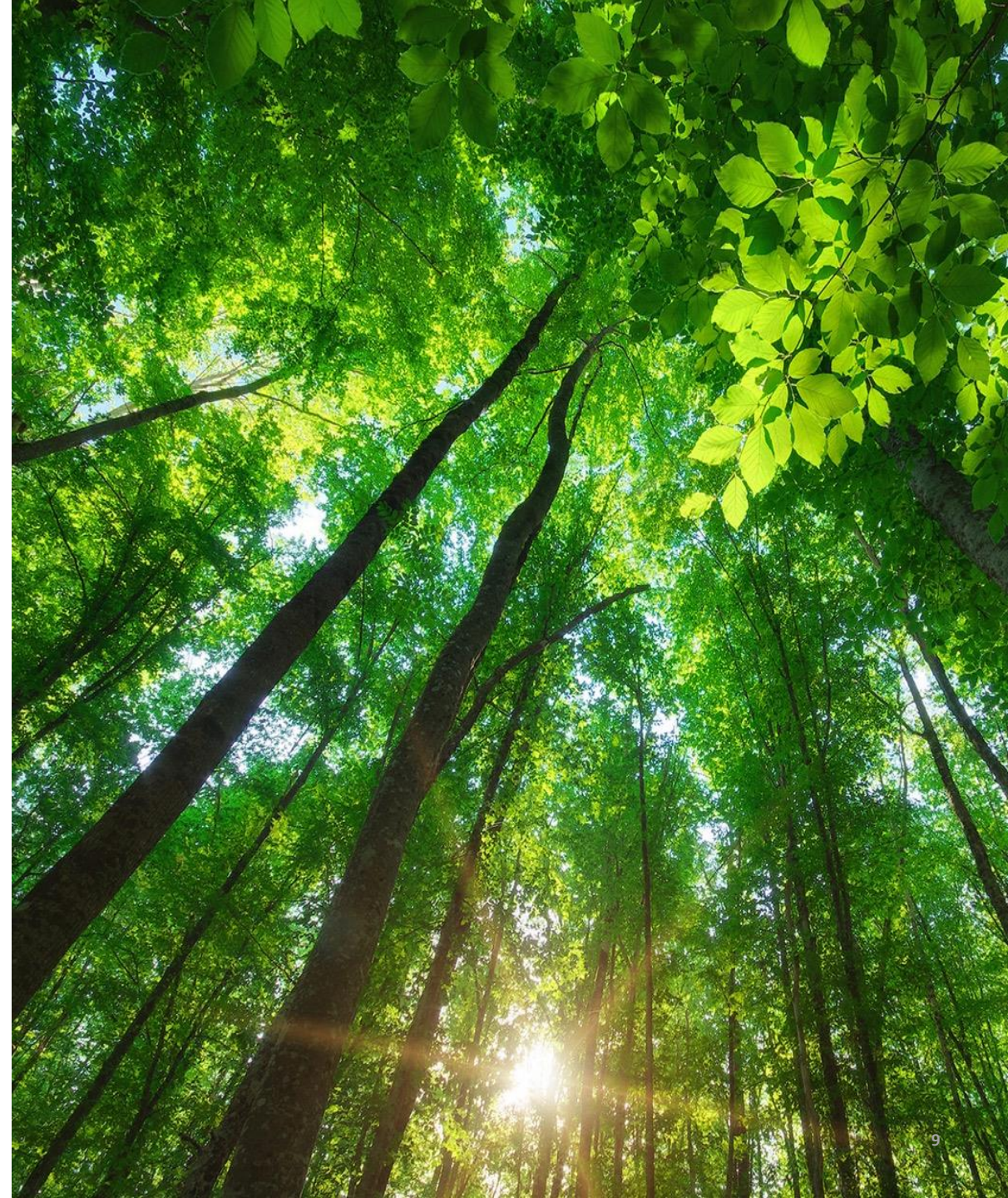
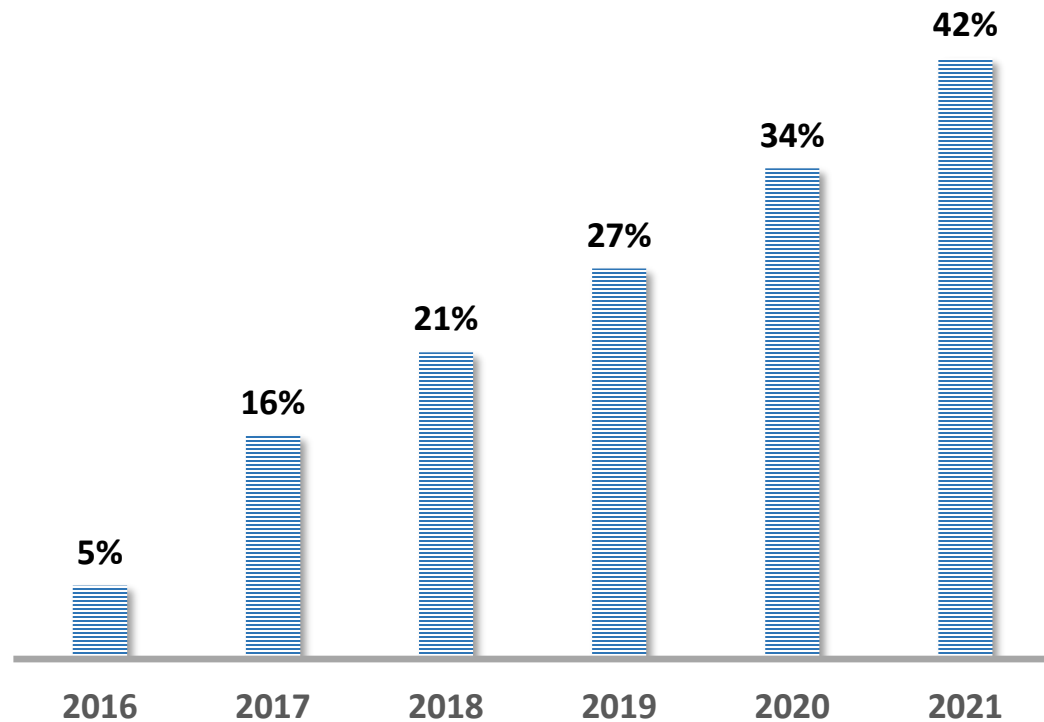
No more financing of fossil fuels



Since January 2022, counterparties for new operations to be aligned with the **Paris Agreement (PATH)**

Climate Action financing

- Evolution of **Climate Action** financing in Spain and Portugal (as a percentage of aggregate EIB lending in Spain and Portugal).



Conclusions



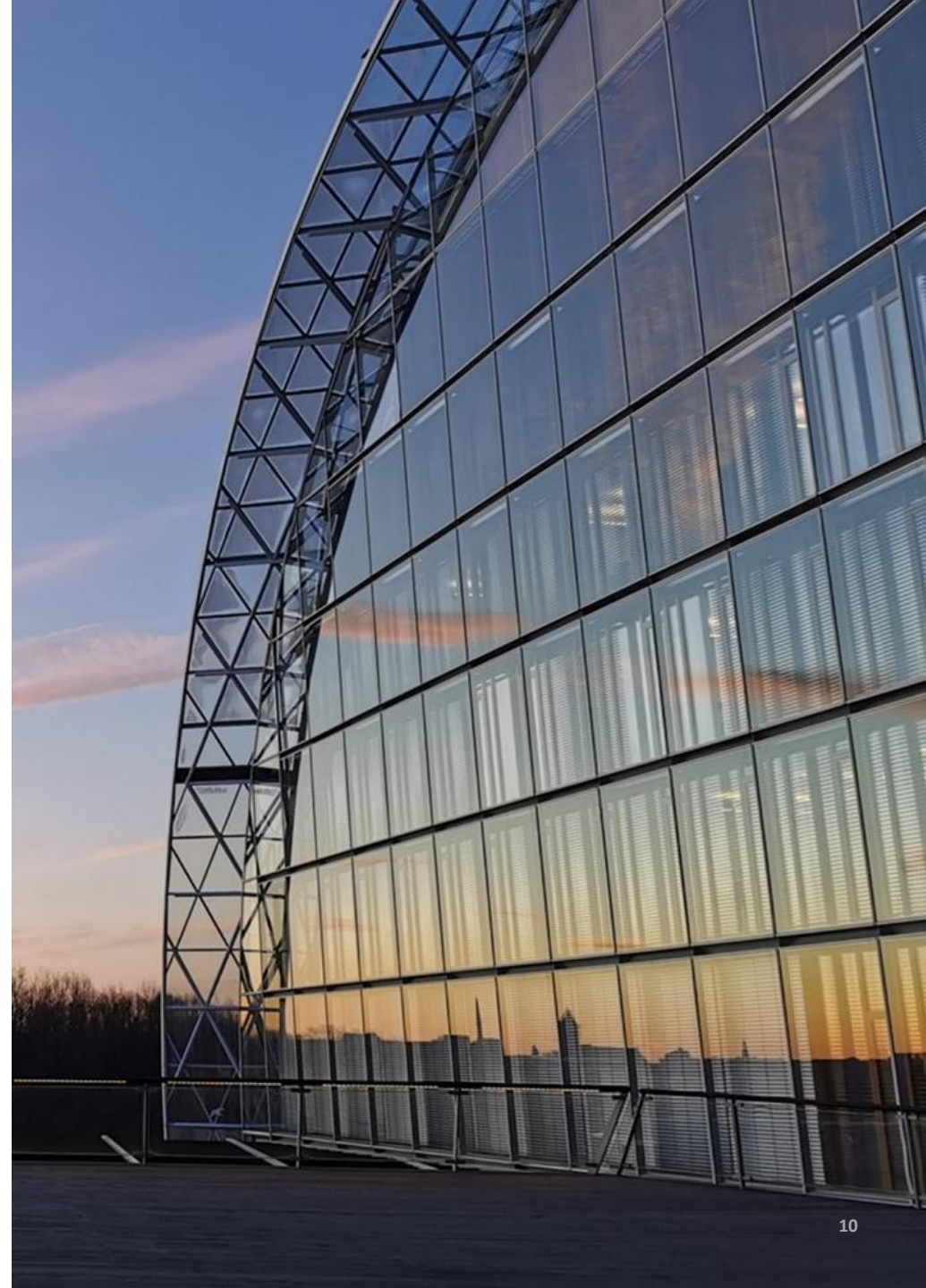
- ❖ Strong response to **support Spanish and Portuguese corporates** throughout the pandemic and recovery.



- ❖ A reinforced commitment to the **digital transition** of the economy as a cornerstone for long-term competitiveness, innovation and growth.



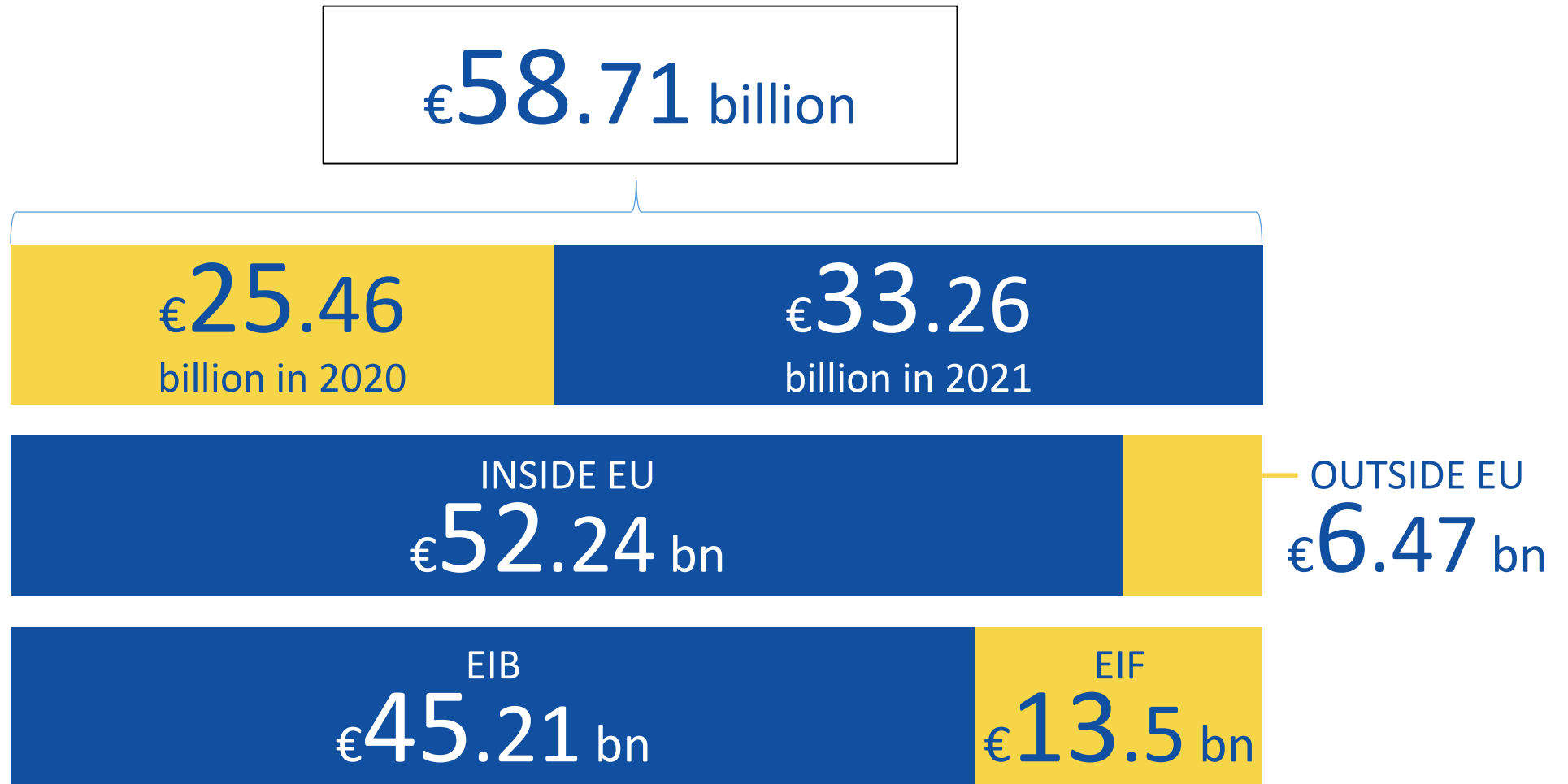
- ❖ Complete dedication to leading the EU's **green transition**.



Gilles Badot
Head of Department
Operations in Spain and Portugal

g.badot@eib.org

Annex 1: EIB Group financing to support COVID-19 recovery



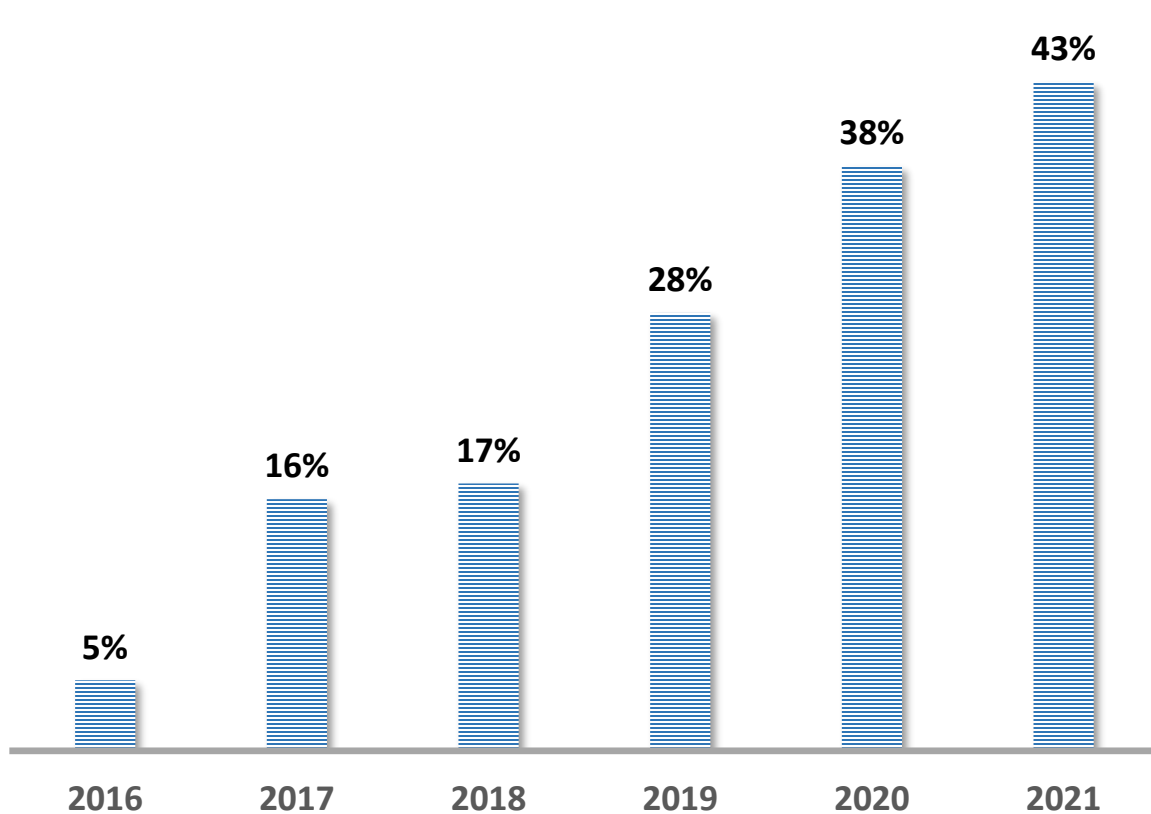
Annex 2: EIB – The EU's Climate Bank



- Leader in climate finance with **€ 27.6 billion of green investments in 2021**.
- Issuer of the **first** “use-of-proceeds” **green bond** in 2007, branded as a Climate Awareness Bond (CAB). EIB created Sustainability-Awareness Bonds in 2018.
- **Top supranational entity** in green bond issuance.
- First institution to align the bond prospectus to the **EU Taxonomy**.
- Increase **resilience** and **reduce dependence** from external sources in the energy sector.
- **Technical assistance** and **advisory** services for clients.
- **Large range of financial products** targeting various risk profiles and enabling to cover various market segments.

Annex 3: Climate Action financing

Spain



Portugal

