



**Minutes of the Meeting of the Board of Directors of the  
Asian Infrastructure Investment Bank**  
held at the AIIB Headquarters, Beijing, China on March 20-22, 2017

**PRESENT:**

**Chair:**

JIN Liqun, President

**Directors:**

Sulaiman M. AL-TURKI  
Bengu AYTEKIN\*  
BOONCHAI Charassangsomboon  
CHEN Shixin  
Omar EZZAT\*  
Yoon Kyung KIM  
Christopher LEGG  
Vanessa MACDOUGALL  
Timur MAKSIMOV  
Nikolai PUTSCHER  
Dinesh SHARMA  
Rionald SILABAN

**Alternate Directors:**

Adel AL HOSANI (Al-Turki)  
Humaira AHMED (Bayar)  
Konul ALIYEVA (Bayar)  
Shah Md. AMINUL HAQ (Boonchai)  
Nurym AYZABAYEV (Maksimov)  
Philippe BAUDRY (Putscher)  
Michelle GYSIN (MacDougall)  
Irene JANSEN (Putscher)  
Alvin LIM (Legg)  
Angkhansada MOUANGKHAM (Silaban)  
Yoel NAVEH (Kim)  
Radek PYFFEL (MacDougall)  
R. M. Priyantha RATHNAYAKE (Silaban)  
WU Guoqi (Chen)

\*Temporary Alternate Director acting as Director

**Staff Participating**

Danny ALEXANDER, Vice President and Corporate Secretary  
Thierry DE LONGUEMAR, Vice President and Chief Financial Officer  
D.J. PANDIAN, Vice President and Chief Investment Officer  
Joachim VON AMSBERG, Vice President, Policy and Strategy  
Luky Eko WURYANTO, Vice President, Chief Administrative Officer  
Gerard SANDERS, General Counsel  
Hamid SHARIF, Director General of the Compliance, Effectiveness and Integrity Unit (for March 20 only)  
Martin KIMMIG, Chief Risk Officer  
N. Berrah, H. Bhaskar, N. De Witt, S. Elbech, K. Fang, X. Gao, S. Hsu, D. Lee, S. Lintner, D. Michaliova, L. Ostfield, P. Quayle, G. Shafi, S. Shin, B. Somnath, A. Sudo, C. Sun, S. Teravaninthorn, T. Wan, A. Wei, R. Woggon, H. Yang, J. Yoo, Q. Zheng.

**Participants from PwC for 2016 Financial Statement and Auditors Report only**

A. Everett, P. Raymond, T. Chen

## **Progress Report from Management**

1. The Board of Directors received updates from Management on a number of issues pertaining to the Bank's development, including recruitment, membership in the Bank, risk management, financial activities and the Board's indicative work plan.

## **2016 Financial Statement and Auditor's Report**

2. The Board of Directors considered the President's Memorandum on the Audited Financial Statements and the Allocation of Net Income (Sec2017-025) and approved the recommendation in paragraph 6 of the Memorandum.
3. The Bank's external auditor, PricewaterhouseCooper (PwC), presented its unqualified report on its audit of 2016 financial statements of the Bank and the AIIB Project Preparation Special Fund. PwC also discussed the results and findings of its audit.

## **Operational Policy on International Relations.**

4. The Board of Directors considered the President's Memorandum on the Proposed Operational Policy on International Relations (Sec2017-009), approving the recommendation in paragraph 5 of the Memorandum subject to two minor amendments to the text of the Policy and the resulting update of the Operational Policy on Financing.

## **Energy Sector Strategy**

5. The Board of Directors received an update on the preparation of the Bank's Energy Sector Strategy.

## **2017 Annual Meeting and 2016 Annual Report**

6. The Board of Directors received an update on preparations for the 2017 Annual Meeting and the 2016 Annual Report. Directors agreed with the President's proposal to agree the 2016 Annual Report under an Absence of Objection Basis.

## **Consideration of Investment Projects**

7. The Board of Directors considered the President's Memorandum on a proposed loan to the People's Republic of Bangladesh for the Natural Gas Infrastructure and Efficiency Improvement Project (PD 0009-BGD) and approved the recommendation in paragraph 5 of the Memorandum.
8. The Board of Directors considered the President's Memorandum on a proposed loan to the Republic of Indonesia for the Dam Operational Improvement and Safety Project Phase II (PD 0010-IDN) and approved the recommendation in paragraph 5 of the Memorandum.
9. The Board of Directors considered the President's Memorandum (PD 0018-IDN) on a proposed loan to the Republic of Indonesia for the Regional Infrastructure Development Fund Project and approved the recommendation in paragraph 5 of the Memorandum.

## **Investment Program**

10. The Board of Directors received a briefing on the Bank's investment program. Directors agreed with the President's proposal to convene a virtual Board Meeting on Tuesday May 2.

### **Update from Committee Chairs**

11. The Board of Directors received an update from the Chairs of the Policy and Strategy Committee and the Budget and Human Resources Committee.

### **The following Board session took place in camera on March 20, 2017 Chaired by Sir Danny Alexander, Vice President and Corporate Secretary**

### **Update from the Director General of the Compliance, Effectiveness and Integrity Unit**

12. The Board of Directors received an update from Mr. Hamid Sharif, Director General of the Compliance, Effectiveness and Integrity Unit.

### **The following item(s) have been approved on an Absence of Objection Basis between December 22, 2016 and March 21, 2017:**

13. The Board of Directors recorded their approval of the Summary Record of Proceedings for the Meeting of the Board of Directors, December 21, 2016 (Sec2017-005, January 13, 2017).
14. The Board of Directors recorded their approval of the Recommendation of the President on Proposed Interim Derogation from Section 3(h) on the Rules of Rules of Procedure of the Board of Directors Regarding the Designation of Advisors (Sec2017-007, February 8, 2017)
15. The Board of Directors recorded their approval of the Recommendation of the President on the First Group of New Member Applications to Join the Asian Infrastructure Investment Bank (Sec2017-008, February 15, 2017)
16. The Board of Directors recorded their approval of the Recommendation of the President on the Establishment of an Audit Committee of the Board of Directors (Sec2017-010, February 16, 2017).
17. The Board of Directors recorded their approval of the Recommendation of the President on Appointments to the Committees of the Board of Directors and Amendments to the Decisions on Committees of the Board of Directors (Sec2017-011, February 20, 2017).