

# Asian Development Bank & Luxembourg

## FACT SHEET

The Asian Development Bank (ADB) is dedicated to reducing poverty in Asia and the Pacific through pro-poor sustainable economic growth, social development, and good governance.

Established in 1966, it is owned by 67 members—48 from the region—who have committed \$179.7 billion in loans to the vision of a region free of poverty.

Despite the region's many successes, it remains home to two-thirds of the world's poor: 1.8 billion people who live on less than \$2 a day, with 903 million struggling on less than \$1.25 a day.

Luxembourg has contributed \$554.54 million in capital subscription as of 31 December 2011. It has contributed and committed \$49.42 million to special funds since joining in 2003.

Companies and consultants from Luxembourg have been awarded \$0.20 million in procurement contracts (based on nationality of contractor) on ADB-financed projects since 2004.

In 2011, lending volume was \$12.61 billion (104 projects), with technical assistance (TA) at \$148 million (212 projects) and grant-financed projects at \$614 million (23 projects). In addition, \$7.7 billion was generated in direct value-added cofinancing in the form of official loans and grants and commercial cofinancing such as B loans, risk transfer arrangements, parallel loans, and cofinancing for transactions under ADB's Trade Finance Program.

From 1 January 2007 to 31 December 2011, ADB's annual lending volume averaged \$11.34 billion. In addition, TA and investment grants funded by ADB and special funds resources averaged \$755.3 million and \$175.0 million in TA over the same period.

As of 31 December 2011, the cumulative totals excluding cofinancing were \$179.7 billion in loans for 2,423 projects in 42 countries, \$5.0 billion in 186 grants, and \$3.3 billion in TA grants, including regional TA grants.

In addition to loans, grants, and TA, ADB uses guarantees and equity investments to help its developing member countries.

With headquarters in Manila, ADB has 30 offices around the world with 2,958 staff from 61 members as of 31 December 2011.

### Shareholding and Voting Power

Number of shares held:	36,120 (0.34% of total shares)
Votes:	75,610 (0.57% of total membership, 1.64% of total nonregional membership)
Overall capital subscription:	\$554.54 million
Paid-in capital subscription:	\$27.79 million

### Contributions to Special Funds Resources

Luxembourg has contributed to the Asian Development Fund (ADF), which is ADB's window for concessional lending to its borrowing members, Technical Assistance Special Fund (TASF), which provides grants to borrowing members to help prepare projects and undertake technical or policy studies and to the Asian Tsunami Fund (ATF) which provides emergency grant financing to developing member countries affected by the 2004 Tsunami.

Contributions to the <u>ADF</u> (committed):	\$47.81 million
Contributions to the <u>TASF</u> (committed):	\$0.61 million
Contributions to the <u>ATF</u> (committed):	\$1.00 million

### Cofinancing

ADB arranges cofinancing from bilateral, multilateral, export credit agencies, and commercial sources in the form of grants for technical assistance and components of investment projects, B loans, risk transfer arrangements, parallel loans, and cofinancing for transactions under ADB's Trade Finance Program. Cofinancing brings additional resources to ADB's project financing. In 2011, total direct value-added cofinancing amounted to \$7.7 billion for 180 projects of which \$7.5 billion was for 47 investment projects and \$211.4 million for 133 technical assistance projects. Cumulative direct value-added cofinancing for the period 1970–2011 amounted to \$30.7 billion for 1,854 projects, of which \$29.5 billion was for 549 investment projects and \$1.2 billion was for 1,305 technical assistance projects.

Cofinancing with Luxembourg from 1 January 2007 to 31 December 2011 comprised the following:

Technical Assistance Grants:	2 projects, cofinancing of \$1.23 million
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## Asian Development Bank

As of 31 December 2011

## Trust Funds

Trust funds are key instruments to mobilize and channel grants from external sources to finance technical assistance and components of investment projects. They play an important role in complementing ADB's own grant resources. So far, bilateral, multilateral, and private sector partners have contributed about \$4.3 billion in grants, including trust funds, to ADB operations. Initially, trust funds were established through single-donor channel financing agreements targeting a number of specific sectors. Over time, ADB has been increasingly switching to multidonor trust funds covering thematic issues. A more recent development is the establishment of trust funds under theme-focused umbrella initiatives, called financing partnership facilities, which support priority areas in ADB's long-term strategic framework, Strategy 2020 such as water, clean energy, regional cooperation and integration, and urban sector financing.

Luxembourg has contributed to the following trust funds:

### Multidonor Trust Fund

- Financial Sector Development Partnership Fund  
– established in 2006  
Cumulative commitment: \$7.85 million
- Asia Pacific Carbon Fund – established in 2006  
Cumulative commitment: \$15.0 million
- Fourth High Level Forum on Aid Effectiveness Trust Fund  
– established in 2011  
Cumulative commitment: €0.02 million

## Nonsovereign Operations

As a catalyst for private investments, ADB provides financial assistance to nonsovereign public sector and private sector projects in the form of direct loans, equity investments, guarantees, B loans, and trade finance. Since its inception, ADB has approved a total of \$14.57 billion in nonsovereign financing, \$12.77 billion of which were for 257 private sector projects. Total outstanding balances and commitments of ADB's nonsovereign transactions as of 31 December 2011 totaled \$5.4 billion. Pictor Specialized Fund has a \$7.2 million shareholding in a private equity fund while Loizelle S.A. has a \$5 million shareholding in another private equity. ADB also invested in both funds.

## Share of ADB's Procurement Contracts

Each year, ADB provides loans to fund projects and activities in its developing member countries and several billion dollars in contracts to procure goods and consulting services.

Procurement contracts for goods and related services, civil works, and consulting services under loan and technical assistance operations totaled \$6.92 billion in 2010 and \$7.56 billion in 2011. Cumulative procurement, as of 31 December 2011, was \$117.97 billion. Most contracts were awarded on the basis of international competition, which is open to firms and individuals from any ADB member, regional or nonregional.

### Luxembourg's Share of Procurement Contracts, 2010–2011 Loans (Project and Program Loans Combined) and Technical Assistance Based on Nationality of Contractor

Item	2010		2011		Cumulative (as of 31 Dec 2011)	
	Amount (\$ million)	% of Total	Amount (\$ million)	% of Total	Amount (\$ million)	% of Total
Goods and Works	–		0.00	0.00	0.02	0.00
Consulting Services	0.01	0.00	0.00	0.00	0.18	0.00

– = nil, 0.00 = less than 0.01%.

## Contractors/Suppliers Involved in ADB Projects

From 1 January 1968 to 31 December 2011, contractors and suppliers were involved in 197,337 contracts for ADB loan projects worth \$109.78 billion. During the same period, contractors and suppliers from Luxembourg were involved in five contracts for ADB loan projects worth \$0.02 million.

## Consultants Involved in ADB Projects

From 1 January 1968 to 31 December 2011, consultants were involved in 24,484 contracts for ADB technical assistance projects worth \$3.42 billion. During the same period, consultants from Luxembourg were involved in three contracts for ADB technical assistance projects worth \$0.18 million.

### ADB Governor

**The Honorable Luc Frieden**, Minister of Finance, Ministry of Finance, is the Governor for Luxembourg in ADB.

### ADB Alternate Governor

**Mr. Arsène Jacoby**, Senior Advisor, Ministry of Finance, is the Alternate Governor for Luxembourg in ADB.

### ADB Executive Director

**Mr. Eduard Westreicher** is the ADB Executive Director for Luxembourg. Mr. Westreicher, who is from Germany, was Head of the division in charge of governance, democracy, and rule of law in Federal Ministry for Economic Cooperation and Development (BMZ) in Germany.

### ADB Alternate Executive Director

**Mr. Cédric Crelo** is the ADB Alternate Executive Director for Luxembourg. Mr. Crelo, who is from Luxembourg, served as ADB Executive Director's Advisor prior to his appointment as Alternate Executive Director. He was Head, External Relations and Communication, Central Bank of Luxembourg; and Advisor to Executive Director, International Monetary Fund before joining ADB.

### ADB Executive Director's Advisors

**Mr. Bernd Berghuber** (who is from Austria) and **Mr. Richard Edwards** (who is from the United Kingdom), together with the Executive Director and Alternate Executive Director, also provide technical advice and assist interested parties of the constituency members in their contacts with ADB.

### Constituency Represented

The constituency that Executive Director Westreicher and Alternate Executive Director Crelo represent on ADB's Board of Directors also includes Austria, Germany, Turkey, and the United Kingdom.

### ADB Staff Members

As of 31 December 2011, there was one male international staff, who is also a senior staff member, from Luxembourg in ADB, which represents 0.09% of the total international staff.

### European Representative Office

ADB's European Representative Office—which covers Austria, Belgium, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, the Netherlands, Norway, Portugal, Spain, Sweden, Switzerland, Turkey, and the United Kingdom—is located at Rahmhofstrasse 2, 60313 Frankfurt am Main, Germany.

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**Ms. Naomi Chakwin** is the Resident Director General.

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