

DOCUMENT OF THE EUROPEAN BANK
FOR RECONSTRUCTION AND DEVELOPMENT



European Bank
for Reconstruction and Development

FINANCIAL REPORT

At 31 December 2025

The financial statements for the Bank for the year ended 31 December 2025 were audited on 29 April 2026 and reviewed by the Board of Directors on 29 April 2026 and will be subsequently submitted for approval to the Board of Governors.

Income statement

	Year to 31 Dec 2025 € million	Year to 31 Dec 2024 € million
<i>Interest income</i>		
From Banking loans	1,851	2,330
From fixed-income debt securities and other interest	1,704	2,037
	3,555	4,367
<i>Other interest</i>		
Interest expense and similar charges	(2,360)	(2,708)
Net interest expense on derivatives	(44)	(201)
Net interest income	1,151	1,458
<i>Fee and commission income</i>		
Fee and commission income	182	136
Fee and commission expense	(124)	(114)
Net fee and commission income	58	22
<i>Donor-related income</i>		
Donor-related income	28	29
Donor-related expense	(27)	(31)
Net donor-related income	1	(2)
<i>Dividend income</i>		
Dividend income	209	140
Net gains from share investments at fair value through profit or loss	589	725
Net (losses)/gains from loans	(30)	48
Net gains from Treasury assets held at amortised cost	1	1
Net gains from Treasury activities at fair value through profit or loss and foreign exchange	166	81
Fair value movement on non-qualifying and ineffective hedges	-	(246)
Impairment provisions on Banking loan investments	(120)	111
Impairment provisions on guarantees	(14)	(7)
General administrative expenses	(608)	(522)
Depreciation and amortisation	(66)	(65)
Net profit	1,337	1,744
<i>Attributable to:</i>		
Equity holders	1,337	1,744
<i>Memorandum items</i>		
Transfers of net income approved by the Board of Governors	(10)	(20)
Net profit after transfers of net income approved by the Board of Governors	1,327	1,724

Statement of comprehensive income

	Year to 31 December 2025 € million	Year to 31 December 2024 € million
Net profit	1,337	1,744
Other comprehensive income		
1: Items that will not be reclassified subsequently to profit or loss		
- Gains on share investments designated as fair value through other comprehensive income	23	34
- Actuarial gains on defined benefit scheme	52	59
2: Items that may be reclassified subsequently to profit or loss		
- Gains on cash flow hedges	(21)	(9)
- Cross-currency basis spread on fair value hedging instruments	(3)	40
- Gains on loans measured at fair value through other comprehensive income	43	105
- Losses on loans designated as fair value through other comprehensive income reclassified to profit and loss	-	(62)
- Gains on cash flow hedges reclassified to profit and loss	(138)	(63)
Other comprehensive (expense)/income	(44)	104
Total comprehensive income	1,293	1,848
Attributable to:		
Equity holders	1,293	1,848

Balance sheet

	31 Dec 2025 € million	31 Dec 2024 € million
Assets		
Placements with and advances to credit institutions		
Cash and cash equivalents	6,857	6,013
Other placements and advances	20,829	18,780
	27,686	24,793
Debt securities		
At fair value through profit or loss	2,195	1,357
At amortised cost	10,340	9,480
	12,535	10,837
Other financial assets		
Derivative financial instruments	5,229	5,709
Paid-in capital receivable	2,922	1,025
Other financial assets	1,127	1,047
	9,278	7,781
Loan investments		
Loans at amortised cost	36,268	35,627
Less: Provisions for impairment	(1,533)	(1,600)
Loans at fair value through other comprehensive income	623	790
Loans at fair value through profit or loss	893	945
	36,251	35,762
Share investments		
<i>Banking portfolio:</i>		
At fair value through profit or loss	6,587	6,539
<i>Treasury portfolio:</i>		
Share investments at fair value through other comprehensive income	214	191
	6,801	6,730
Intangible assets	167	164
Property and equipment	373	400
Total assets	93,091	86,467
Liabilities		
Borrowings		
Amounts owed to credit institutions and other third parties	1,783	1,396
Debts evidenced by certificates	57,039	53,838
	58,822	55,234
Other financial liabilities		
Derivative financial instruments	3,207	4,084
Other financial liabilities	1,882	1,833
	5,089	5,917
Total liabilities	63,911	61,151
Members' equity attributable to equity holders		
Paid-in capital	10,019	7,438
Reserves and retained earnings	19,161	17,878
Total members' equity	29,180	25,316
Total liabilities and members' equity	93,091	86,467
Memorandum items		
Undrawn commitments	21,721	19,912