

## **CHECKLIST**

### **For reporting according to Regulation (EU) 1233/2011**

#### **I. Reporting country information**

Reporting Country	Poland
Submission Date	12.09.2017
Reporting Institution (Government Department, ECA)	Ministry of Finance, Guarantee Department

#### **II. Reporting country legal and policy information**

Mandate/Legal status of ECA	<p>Korporacja Ubezpieczeń Kredytów Eksportowych (KUKE)</p> <p>KUKE is a joint stock company with the dominant share of the State Treasury. KUKE was mandated by the Act of 7 July 1994 to administer export credits pure cover scheme.</p>
Officially supported export credit programs (in the sense of Article 5 of the OECD Arrangement) during reporting period	<ul style="list-style-type: none"> <li>• Supplier credit cover (KUKE)</li> <li>• Buyer credit cover (KUKE)</li> <li>• Interest make-up scheme (Bank Gospodarstwa Krajowego, BGK)</li> <li>• Direct lending scheme (BGK)</li> <li>• Tied aid credits (Ministry of Finance)</li> </ul>
Annual reports available on reporting year	<p>2016,</p> <p>Annual report of KUKE S.A.</p> <p><a href="http://www.kuke.com.pl/raporty_roczne.php">http://www.kuke.com.pl/raporty_roczne.php</a></p>

#### **III. Information on the reporting Member State's Export Credit policies:**

General presentation of the reporting MS' policies on export credits, including all information that can help the Commission in carrying out its evaluation regarding the compliance of the Export Credit Agencies with EU objectives and obligations <sup>1</sup> (in the sense of Article 3, Annex 1 of EU Regulation 1233/2011)	<p>Poland, when establishing, developing and implementing its export credit system, complies with EU and OECD objectives and regulations.</p>
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<sup>1</sup> EP side suggested to use such a phrase (to ensure that it is not forgotten that the Regulation's official reference is to "EU objectives and obligations")

<p>Special information on the following policies:</p> <p><u>1) Environment:</u></p> <p>a) Do you apply the OECD Recommendation on Common Approaches to the Environment and Officially Supported Export Credits? (its successor instrument the OECD Recommendation on Common Approaches on Officially Supported Export Credits and Environmental and Social Due Diligence?)</p> <p>b) any other relevant information</p>	<p>Yes, Poland applies OECD Common Approaches More information available at: <a href="http://www.kuke.com.pl/en/about-kuke/international-and-domestic-regulations/environmental-protection/">http://www.kuke.com.pl/en/about-kuke/international-and-domestic-regulations/environmental-protection/</a></p>
<p><u>2) Human rights:</u></p> <p>a) Do you apply the Human Rights related aspects of the Recommendation on Common Approaches, on Officially Supported Export Credits and Environmental and Social Due Diligence?</p> <p>b) Any other relevant information?</p>	<p>Yes, the Recommendation on Officially Supported Export Credits and Environmental and Social Due Diligence is applied.</p>
<p><u>3) Anti-Bribery measures:</u></p> <p>a) Do you apply the OECD Recommendation on Bribery and Officially Supported Export Credits?</p> <p>b) Any other relevant information?</p>	<p>Yes, Poland applies OECD Recommendation on Bribery and Officially Supported Export Credits. More information available at: <a href="http://www.kuke.com.pl/combating_bribery.php">http://www.kuke.com.pl/combating_bribery.php</a></p>
<p><u>4) Sustainable Lending Practices:</u></p> <p>a) Do you apply the OECD Principles and Guidelines to Promote Sustainable Lending Practices in the Provision of Official Export Credits to Low Income Countries?</p> <p>b) Any other relevant information?</p>	<p>Yes, Poland applies OECD Principles and Guidelines to Promote Sustainable Lending Practices.</p>
<u>5) Other policies</u>	

#### IV. Annual Activity Report data:

Explanatory note:

*"MS shall report, in accordance with their national legislative framework, on assets and liabilities, claims paid and recoveries, new commitments, exposures and premium charges."* From Regulation 1233/2011, Annex 1.

Member States that have more than one ECA should do one single integrated report (reporting obligation is on the Member State as such, not the ECA). Where a MS offers at the same time different types of products (pure cover and direct lending), the reporting under chapter IV should however differentiate.

<b>A) In case of official support is provided in the form of export credit guarantee or insurance ("pure cover") in the sense of Art 5 a 1) OECD Arrangement:<sup>2</sup></b>	
Overview of assets	<p>Assets related to the scheme of officially supported export credits amount to 115,8 million PLN and consist of:</p> <p>- funds accumulated in a separate bank account:</p>

<sup>2</sup> Member States not using EUR should report the figures in their national currency and in EUR

	cash and investments (63,7 million PLN as of 31.12.2016); - receivables (52,1 million PLN as of 31.12.2016).	
Overview of liabilities	Liabilities related to the scheme amount to 354,3 million PLN and consist of: - creditors to policyholders (11,0 million PLN); - other liabilities (343,3 million PLN)	
	PLN	EUR
Aggregate nominal risk exposure		
• 01-01-2016	4 356 856 133,32	1 022 376 189,91
• 31-12-2016	4 646 206 492,23	1 050 227 507,29
a.) nominal risk exposure under insurance policies issued		
• 01-01-2016	4 064 954 638,82	953 878 831,12
• 31-12-2016	4 023 497 257,73	909 470 447,04
cb.) nominal risk exposure under promises and notices of cover		
• 01-01-2016	291 901 494,50	68 497 358,79
• 31-12-2016	622 709 234,50	140 757 060,24
Premium Income	32 848 385,77	7 425 041,99
Recoveries	24 347 645,27	5 527 064,43
Claims paid	250 505 584,74	57 428 567,68
<b>B) In case official support is provided in the form of Official Financing Support in the sense of Article 5a2) OECD Arrangement<sup>3</sup>:</b>		
Overview of assets	67 258 176 000 PLN <sup>4</sup> (as of 31.12.2016)	
Overview of liabilities:	67 258 176 000 PLN (as of 31.12.2016)	
a) nominal value of officially supported loan portfolio		
• 01-01-2016	955 782 427,09 PLN (interest make-up scheme) 1 035 031 071 (direct lending)	
• 31-12-2016	1 284 648 088,74 PLN (interest make-up scheme) 1 333 796 981 PLN (direct lending)	
b) total value of off balance commitments	N/A	
• 01-01-2016		
• 31-12-2016		
Interest received	12 289 257 PLN (direct lending)	
Annual profit/loss	12 305 305,62 PLN (both direct lending and interest make-up scheme)	

## V. Contingent liabilities

Where contingent liabilities might arise from officially supported export credit activities, those activities shall be reported:	N/A
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## VI. Evaluation and incorporation of environmental risks

Environmental risks:	More information available at: <a href="http://www.kuke.com.pl/en/about-kuke/international-and-domestic-regulations/environmental-protection/">http://www.kuke.com.pl/en/about-kuke/international-and-domestic-regulations/environmental-protection/</a>
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<sup>3</sup> Official Financing Support is extended by Bank Gospodarstwa Krajowego (state owned bank) in two forms: interest make-up scheme and direct lending scheme. All exports credits supported by BGK must be insured in KUKE.

<sup>4</sup>Please note that “assets/liabilities” refer to BGK’s overall assets and liabilities. Export support is one of the tasks carried out by BGK.

a) Number/exposure of transactions Category A	None.
b) Number/exposure of transactions Category B	1
How are environmental risks, which can carry other relevant risks, taken into account in the officially supported export credit activities?	KUKE follows internal procedures compliant with the Common Approaches, including screening of all relevant projects for potential environmental impact and benchmarking the project against international standards. The consideration of a project's environmental impact is a component of risk assessment. Imposing additional conditions of cover to the applicant before issuing insurance agreement is often a result.