

M45-05  
6 February 2006

**MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE  
ASIAN DEVELOPMENT BANK HELD AT 10:00 A.M. ON 14 DECEMBER 2005**

**PRESENT:**

<b>PRESIDENT:</b>	Haruhiko Kuroda
<b>VICE PRESIDENTS:</b>	Joseph B. Eichenberger Liqun Jin
<b>DIRECTORS:</b>	Volker Ducklau Emile Gauvreau Sibtain Fazal Halim Agus Haryanto Chol-Hwi Lee Masaki Omura Patrick Pillon Ashok Saikia Stephen Sedgwick Paul W. Speltz Chaiyuth Sudthitanakorn Xiaosong Zheng
<b>ALTERNATE DIRECTORS:</b>	Pasi Hellman Marita Magpili-Jimenez Batir Mirbabayev Atsushi Mizuno Xiaolong Mo Richard Moore David Taylor Sein Tin Nima Wangdi Niklaus Zingg
<b>THE SECRETARY:</b>	Jeremy H. Hovland

**STAFF:**

**Office of the Secretary:** Amarjit S. Wasan, Deputy Secretary

**Office of the General Counsel:** Arthur M. Mitchell, General Counsel

**Private Sector Operations Department:** Robert Bestani, Director General (PSOD); Seethapathy Chander, Director (PSIF); Jo Yamagata, Principal Structured Finance Specialist (PSIF)

**South Asia Department:** Edward M. Haugh, Jr., Senior Advisor (SAOD); Ashok Sharma, Director (SAGF); Bruno Carrasco, Principal Financial Economist (SAGF); Naved Hamid, Principal Economist (SAOC); Jorn Brommelhorster, Public Resource Management Specialist (SAGF)

**Southeast Asia Department:** Shamshad Akhtar, Director General (SERD)

1.1 The Board considered and approved the Draft Minutes of the Meeting of 6 December 2005 (DOC.DM42-05).

2.1 The Board considered and approved the Draft Minutes of the Meeting of 8 December 2005 (DOC.DM43-05).

3.1 The Board considered DOC.R317-05: Proposed Loan—Tangguh Liquefied Natural Gas Project (Indonesia) and approved:

- (i) the loan of up to \$350 million for the Tangguh LNG Project from ADB's ordinary capital resources with interest to be determined in accordance with ADB's LIBOR-based lending facility; an amortization period of up to 12 years plus a grace period to be agreed; and such other terms and conditions as are substantially in accordance with those set forth in the RRP, and as may be reported to the Board; and
- (ii) the proposal set out in paragraph 56 of the RRP that ADB's assistance for this Project exceed the \$75 million exposure limit in any single project or equity investment.

3.2 Austria, Germany, Luxembourg, and the United Kingdom abstained.

3.3 Belgium, France, Italy, Portugal, Spain, and Switzerland abstained.

3.4 Canada, Denmark, Finland, the Netherlands, Norway, and Sweden abstained.

4.1 The Board considered DOC.R333-05: Proposed Program Cluster of Loans—Fiscal Management and Public Administration Reform Program (Afghanistan) and approved:

- (i) the Program cluster of up to \$105 million equivalent for the Fiscal Management and Public Administration Reform Program in the Islamic Republic of Afghanistan;
- (ii) the loan in various currencies equivalent to SDR33.676 million to the Islamic Republic of Afghanistan for the Fiscal Management and Public Administration Reforms (Subprogram 1) from ADB's Special Funds resources, on the

payment terms proposed and otherwise substantially in accordance with those set forth in the draft Loan Agreement presented to the Board;

- (iii) in respect of such a loan, a variation from the existing loan terms under Asian Development Fund resources on an exceptional basis; and
- (iv) a grant of \$7 million to the Islamic Republic of Afghanistan for the Capacity Building for Institutional Development Project from ADB's Special Funds resources, in accordance with the terms and conditions set forth in the draft Grant Agreement presented to the Board.

5.1 The Board considered DOC.R334-05: Proposed Program Loan and Technical Assistance Grant—Punjab Resource Management Program (Subprogram 2) (Pakistan) and approved the loan of \$200 million to the Islamic Republic of Pakistan for Subprogram 2 of the Punjab Resource Management Program from ADB's ordinary capital resources, on the payment terms proposed and otherwise substantially in accordance with those set forth in the draft Loan and Program Agreements presented to the Board.

6.1 The Board met in Executive Session to consider the Appointment of a Vice President.