

THE MINUTES OF THE [15 JUNE 2009](#) (DOC.M18-09, Final) BOARD MEETING WERE APPROVED AT THE [25 JUNE 2009](#) (DOC.M24-09, Final) BOARD MEETING. THE MINUTES OF BOTH MEETINGS MAY BE READ TOGETHER WITH THE MINUTES OF THE [17 JULY 2009](#) (DOC.M27-09, Final) MEETING.

M24-09, Final
14 July 2009

**MINUTES OF THE MEETING OF THE BOARD OF DIRECTORS OF THE
ASIAN DEVELOPMENT BANK HELD AT 10:00 A.M. ON 25 JUNE 2009**

PRESENT:

VICE PRESIDENTS: C. Lawrence Greenwood, Jr. (Chair)

DIRECTORS: Phil Bowen
Howard Brown
Curtis S. Chin
Md. Saad Hashim
Kyung-Hoh Kim^{*}
Ashok K. Lahiri
Masakazu Sakaguchi
Wencai Zhang

**ALTERNATE DIRECTORS
ACTING FOR DIRECTORS:** Tobias Orischnig (Temporary)
Siraj S. Shamsuddin
Joao Simoes de Almeida
CJ (Stan) Vandersyp
Nancy Wells^{*} (Temporary)

ALTERNATE DIRECTORS: Torben Bellers
Md. Aminul Islam Bhuiyan
Dereck Rooker-Smith

THE SECRETARY: Robert L. T. Dawson

^{*} For part of the meeting.

STAFF:

Office of the Secretary: Ajay Sagar, Assistant Secretary

Office of the General Counsel: Jeremy H. Hovland, General Counsel

Central and West Asia Department: Juan Miranda, Director General; Ramesh Subramaniam, Director (CWFM); Debra Kertzman, Principal Financial Sector Specialist (CWFM)

1.1 The Board considered and approved the revised draft Minutes of the Meeting of 15 June 2009 (DOC.DM18-09, Revision 1).

1.2 India requested that its dissent with the wording used in the revised draft Minutes of the Meeting of 15 June 2009, be recorded as follows:

This Board has its own conventions in conformity with the provisions of the ADB's Guidelines to Staff on the CPS, namely the CPS Guidelines 2007. Both by convention and from reading paragraphs 40-42 of the said guidelines, it is clear that the Board is expected to approve or endorse the CPS. The only alternative left to the Board is to disapprove or not to endorse the CPS. There is no third alternative left to the Board. Therefore, couched it may be in whatever language, this Chair's summary has to be interpreted as an endorsement of the CPS.

Our contention that the Board did endorse the CPS is borne out by statistics as well. From the transcripts and the clarifications issued by some members subsequent to the Board Meeting but before the circulation of the Draft Minutes, it is evident that a full 71.327% of Board members expressly endorsed the CPS. This includes this Chair as well. Even without India's share, the figure is well above 62%. There is absolutely no doubt about the Board's approval/endorsement.

As a matter of fact, the draft transcripts themselves bear this out. The transcripts clearly state that the Board endorsed the India CPS.

We have full respect for members' clarification that they take no stand on the political issues between India and China. Indeed that is in the spirit of the ADB Charter, and as I had emphasised on June 15th itself, the India CPS is not a political document.

Given all these facts, the only harmonious interpretation possible is that the Board actually approved/endorsed the India CPS, as I had mentioned during my intervention.

We would, therefore, draw Management's attention to Sections 41 and 42 of the CPS Guidelines 2007. The Guidelines require the Management to publish the CPS on the ADB website not later than 14 calendar days after the Board Meeting. That date would be Monday, June 29, 2009.

We call upon Management not to violate its own Guidelines.

2.1 The Board considered DOC.R88-09 and Corrigendum 1: Proposed Loans for Subprogram 2—Accelerating Economic Transformation Program (Pakistan) and approved

- (i) the loan of \$350,000,000 to the Islamic Republic of Pakistan for the second subprogram of the Accelerating Economic Transformation Program from ADB's ordinary capital resources, with interest to be determined in accordance with ADB's London interbank offered rate (LIBOR)-based lending facility; a term of 15 years, including a grace period of 3 years; a commitment charge of 0.15% per annum; and such other terms and conditions as are substantially in accordance with those set forth in the draft Loan Agreement presented to the Board; and
- (ii) the loan in various currencies equivalent to Special Drawing Rights 97,126,000 to the Islamic Republic of Pakistan for the second subprogram of the Accelerating Economic Transformation Program from ADB's Special Funds resources with an interest charge at the rate of 1.0% per annum during the grace period and 1.5% per annum thereafter; a term of 24 years, including a grace period of 8 years; and such other terms and conditions as are substantially in accordance with those set forth in the draft Loan Agreement presented to the Board.