

# EIB SUPPORT FOR SECURITY & DEFENCE



European  
Investment Bank

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# EIB Financing for Security & Defence

- The Bank **supports development and delivery of dual-use projects** at various stages of development (from Venture Debt financing for scale-ups to projects delivered by major industrial players)
- The EIB also supports a wide range of projects with **civilian security** components and **non-core military infrastructure**
- **Since 2018, EIB has deployed some EUR 5,5 billion of financing dedicated to Security & Defence**
- The EIB cannot finance projects which are of purely military nature, due to its limitations regarding excluded activities\* (such as production of arms), and the requirements of the capital markets (as many of buyers of bonds avoid issuers involved in military activity)

\* [www.eib.org/attachments/publications/eib\\_eligibility\\_excluded\\_activities\\_en.pdf](http://www.eib.org/attachments/publications/eib_eligibility_excluded_activities_en.pdf)

# Strategic European Security Initiative

- EIB has been supporting projects contributing to the European Security & Defence for more than 10 years; under European Security Initiative since December 2017
- **Strategic European Security Initiative (SESI)** was established in March 2022, with the orientation of EUR 6 billion for S&D financing **over the period of 6 years (2022-27)**; SESI orientation was enhanced in June 2023 to **EUR 8 billion**
- SESI supports a **wide spectrum of sectors**: Dual-Use industrial RDI; Cybersecurity and emerging technologies; **Space**; infrastructure security; Green Security
- Comprehensive **financial toolkit**: public sector loans, corporate and project financing, Venture Debt and risk-sharing financing
- **The Bank deployed EUR 1,5 billion under SESI in 2022**; the total financing approved for S&D projects since 2018 amounts to EUR 5,5 billion

# “Dual Use” Requirement

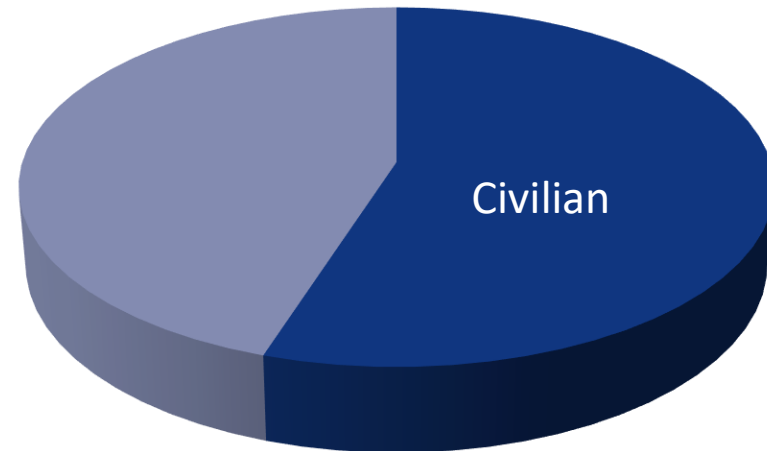
## (1) Project eligibility requirements:

- EIB policy priorities
- Eligible investment plan
- No excluded activities (incl. ammunition and weapons)
- Due diligence process

## (2) Dual Use:

- Civil motivation (>50% of expected revenues)
- Early stage RDI, enabling technologies

Revenues forecasted for the project (not project promoter)



> 50% from civil applications

# Key Supported Segments

## DUAL-USE RDI

- Largest contributor to Bank's S&D activity
- Engagement with leading public and private promoters
- The main financing beneficiaries are aerospace OEMs and first-tier suppliers

## SPACE RDI & INFRA

- Financing of RDI, deployment of new technologies activities and ground infrastructure
- OEMs, satellite launchers and operators are the key partners
- Support for New Space projects

## NON-CORE S&D INFRA

- Infrastructure predominantly dedicated to civil use but with military / security functionality
- Social housing, Dual-use hospitals
- Security components of civil infrastructure: rail, airports, roads

## CYBER SECURITY

- Low-volume but potentially high-impact financing
- Important segment for the strategic autonomy.
- The lack of cybersecurity infrastructure referred as Achilles' heel of digitalization in Europe

# Examples of Financed Projects

## DUAL-USE RDI

- **Leonardo R&D, EUR 260m:** investments in RDI in the Helicopter Division
- **Airbus Aircraft Innovation RDI, EUR 165m:** RDI activities for development of innovative aircraft, with improved energy efficiency
- **Italian Env.Protection and Dual Use, EUR 240m:** dual use investments by Italian Ministry of Defence

## SPACE RDI & INFRA

- **Ariane 6 European Space, EUR 400m:** program to develop a new family of European space launchers
- **SES Advanced Hybrid Satellite, EUR 300m:** design, building and launch of communication satellites
- **D-Orbit Sat Systems EUR 15m :** development, assembly and launch of satellite subsystems

## NON-CORE S&D INFRA

- **Security components of civil infrastructure:** multiple projects in civil infrastructure such as rail and airports in most of EU States
- **CEGELOG PPP, EUR 486m:** Energy efficiency renovation of part of the French Ministry of Armed Forces' housing stock as well as the construction of new social and affordable dwellings

## CYBER SECURITY

- **Siren, EUR 12m:** RDI investments focused on developing software in the law enforcement, intelligence and cybersecurity
- **Eclectiq, 15m:** cybersecurity company which provides intelligence on cyber threats, enabling users adopt a proactive approach to cyber defence