

**MINUTES OF THE FOURTH AUDIT, RISK, BUDGET AND COMPLIANCE MEETING OF  
THE NEW DEVELOPMENT BANK HELD AT SHANGHAI, CHINA ON 18 JUNE 2017 AT  
08:00 AM**

PRESENT:

**Members of the Audit, Risk, Budget and Compliance Committee**

- i. Mr. Tito Mboweni (Director for South Africa, Chairperson of the Committee)
- ii. Mr. Marcello Estevão (Director for Brazil)
- iii. Mr. Andrey Bokarev (Alternate Director for Russia)
- iv. Mr. Dinesh Sharma (Director for India)
- v. Mr. Shixin Chen (Director, China)
- vi. Mr. Guoqi Wu (Alternate Director for China)
- vii. Mr. K. V. Kamath (President and Committee Member)

**Advisors accompanying Committee Members**

- i. Ms. Danielle Ayres Delduque, Coordinator for International Financial Affairs, Ministry of Finance, Brazil
- ii. Mr. André Simas Magalhães, Counsellor, Ministry of Foreign Affairs, Brazil
- iii. Mr. Gennadiy Vasiliev, Deputy Head of Division, Department for International Financial Affairs, Ministry of Finance, Russia
- iv. Ms. Vladlena Popova, Chief Expert, Department for International Financial Affairs, Ministry of Finance, Russia
- v. Mr. Weijie Liu, Director, Department of International Financial and Economic Cooperation, Ministry of Finance, China
- vi. Ms. Yue Ding, Senior Staff member, Department of International Financial and Economic Cooperation, Ministry of Finance, China
- vii. Mr. Andile Kuzwayo, Director, BRICS, Global and Emerging Market, International and Regional Economic Policy, National Treasury, South Africa

## **Vice Presidents**

- i. Mr. Paulo Nogueira Batista Jr.
- ii. Mr. Vladimir Kazbekov
- iii. Mr. Xian Zhu
- iv. Mr. Leslie Maasdorp

## **New Development Bank**

- i. Mr. Naveen Srivastava, Director General, Corporate Secretary
- ii. Mr. Kamal Ahuja, Chief, Internal Audit
- iii. Ms. Yolande Dwarika, Chief, Corporate Secretary
- iv. Mr. Simbarashe Mabhena, Chief, Market Risk
- v. Ms. Ksenia Slavina, Young Professional, Finance, Budget and Accounting
- vi. Ms. Annie Pan, Independent Auditor, Deloitte
- vii. Ms. Miya Liu, Consultant, Corporate Secretary
- viii. Mr. Douglas Qin, Seconded, Finance, Budget and Accounting

### **1. Adoption of the Agenda**

The agenda was considered and adopted by the Audit, Risk, Budget and Compliance Committee (“**the Committee**”).

### **2. Leave of absence**

The Director for Russia was not present and was represented by the Alternate Director.

### **3. Adoption of the Minutes and Summary of the 3<sup>rd</sup> ARBC**

The Minutes (2017-ARBC04-DOC-003) of the 3<sup>rd</sup> Committee Meeting held on 31 March 2017 were approved without amendment. The Summary (2017-ARBC04-DOC-004) of the 3<sup>rd</sup> Meeting was approved with an amendment.

### **4. Matters Arising**

The note 2017-ARBC04-DOC-005 on Matters Arising from the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> Committee Meeting, was presented. The Committee noted the progress on the matters arising from the 1<sup>st</sup>, 2<sup>nd</sup> and 3<sup>rd</sup> Committee Meeting.

### **5. Quarterly Audited Financial Report for the period 1 January to March 2017**

The Committee reviewed the Quarterly Audited Financial Report for the period 1 January to 31 March 2017. The Committee agreed to recommend the Quarterly Audited Financial Report to the Board of Directors for consideration.

## **6. Budget Revisions**

The Committee reviewed document 2017-ARBC04-DOC-007 on the Budget Adjustment Report for Calendar Year 2017. The Committee recommended that the Board of Directors approves the aforementioned budget adjustment. The Committee requested a periodic report on budget utilisation.

## **7. Quarterly Risk Report**

The Committee considered document 2017-ARBC-DOC-008, the Quarterly Risk Report as of March 2017, which covered the main reporting requirements of the Risk Division. The Committee noted the Quarterly Risk Report as of March 2017 and that the Bank's risk profile had remained unchanged. The Board requested an analysis of the liquidity management of the Bank.

## **8. Internal Audit Report**

The Chief, Internal Audit presented document 2017-ARBC04-DOC-009 concerning the PricewaterhouseCoopers Internal Audit on Financial Reporting dated 1 June 2017, document 2017-ARBC04-DOC-010 concerning the Internal Audit Report on Treasury and Portfolio Management, document 2017-ARBC04-DOC-011 concerning the Internal Audit Report on Administration, to the Committee. The Committee noted the aforementioned audit reports and the recommendations contained therein. The Committee also made recommendations to the Management and the Board pursuant to the aforementioned reports.

## **9. Closed Session**

The Committee met with the Chief, Internal Auditor and the Independent Auditor in a closed session. The Chairperson of the Committee undertook to discuss the matters raised in the closed session with the President of the Bank.

## **10. Any other matter**

No other matters were discussed. The meeting ended with the Chairperson's thanks to the members of Committee and the Management for their participation during the Meeting.