
**MINUTES OF THE THIRTY-SECOND AUDIT, RISK AND COMPLIANCE COMMITTEE MEETING
OF THE NEW DEVELOPMENT BANK HELD IN CAPE TOWN, SOUTH AFRICA ON AUGUST 28,
2024, AT 14:00 (SOUTH AFRICAN STANDARD TIME)**

PRESENT:

Committee Members

- i. Ms. Tatiana Rosito (Director for Brazil, Chairperson of the Meeting)
- ii. Mr. Ivan Tiago Machado Oliveira (Alternate Director for Brazil)
- iii. Mr. Timur Maksimov (Director for Russia)
- iv. Dr. Prasanna V. Salian (Alternate Director for India)
- v. Mr. Bo Zhang (Alternate Director for China)
- vi. Dr. Duncan Pieterse (Director for South Africa)
- vii. Mr. Marlon Geswint (Alternate Director for South Africa)
- viii. Ms. Thuraiya Alhashmi (Additional Director for the Constituency of Bangladesh, UAE and Egypt)
- ix. Mr. Atter Hannoura (Additional Alternate Director for the Constituency of Bangladesh, UAE and Egypt)
- x. H.E. Mrs. Dilma Rousseff (NDB President and Committee Member)

Advisors and Other Participants Accompanying Directors and Alternate Directors

- i. Ms. Livia Batista Maciel Braga, Infrastructure Analyst, Ministry of Finance, Brazil
- ii. Ms. Raquel Porto Ribeiro Mendes, General Coordinator for Sustainable Development Finance, Ministry of Finance, Brazil (via video)
- iii. Ms. Rebeca Gouget Sérgio Miranda, Coordinator, Ministry of Finance, Brazil (via video)
- iv. Ms. Ekaterina Guseva, Deputy Director, Department of International Financial Relations, Ministry of Finance, Russia
- v. Mr. Dmitry Atapin, Deputy Head, Cooperation with International Financial Institutions Division in the Department for International Financial Affairs, Ministry of Finance, Russia
- vi. Ms. Nelya Salakhedinova, Chief Specialist-Expert, Cooperation with International Financial Institutions Division in the Department of International Financial Relations, the Ministry of Finance, Russia

- vii. Ms. Annies Kanmani Joy, Deputy Secretary, Department of Economic Affairs, Ministry of Finance, India
- viii. Mr. Lei Zhang, Deputy Director, IFI Division IV, Department of International Economic and Financial Cooperation, Ministry of Finance, China
- ix. Mr. Mfundo Hlatshwayo, Chief Director, BRICS, Global and Emerging Markets, International and Regional Economic Policy, National Treasury, South Africa
- x. Mr. Victor Luvhengo, Director, BRICS, Global and Emerging Markets, International and Regional Economic Policy, National Treasury, South Africa
- xi. Mr. Lesego Ntoahae, Deputy Director, International and Regional Economic Policy, National Treasury, South Africa
- xii. Ms. Didintle Selepe, Deputy Director, BRICS, Global and Emerging Markets, International and Regional Economic Policy, National Treasury, South Africa
- xiii. Mr. Oratilwe Teisho, Assistant Director, BRICS, Global and Emerging Markets, International and Regional Economic Policy, National Treasury, South Africa
- xiv. Ms. Masuma Akter, Joint Secretary, Economic Relations Divisions, Ministry of Finance, Bangladesh

Vice-Presidents

- i. Mr. Vladimir Kazbekov, Vice President and Chief Operating Officer (“COO”)
- ii. Mr. Anil Kishora, Vice President and Chief Risk Officer (“CRO”)
- iii. Mr. Qiangwu Zhou, Vice President and Chief Administrative Officer (“CAO”)
- iv. Mr. Monale Ratsoma, Vice President and Chief Financial Officer (“CFO”)

Secretary to the Committee

- i. Ms. Yolande Dwarika, Director General and Corporate Secretary

Other New Development Bank Staff and Independent Auditors

(Attachment I)

1. Adoption of the Agenda

The Committee considered and adopted the Draft Agenda of the 32nd Meeting of the Committee (2024-ARC32-DOC-001).

2. Leave of Absence

The Directors for India and China were absent and were represented by their respective Alternate Directors. The meeting had the requisite quorum.

3. Approval of Minutes and Summaries of the 31st Meeting of the Audit, Risk and Compliance Committee held on June 21, 2024

The Committee considered and approved the Minutes (2024-ARC32-DOC-003), the Summary (2024-ARC32-DOC-004-a), and the Summary of the Closed Session (2024-ARC32-DOC-004-b) of the 31st ARC Meeting held on June 21, 2024.

4. Matters Arising

The Committee considered the Matters Arising from the 31st ARC Meeting (2024-ARC32-DOC-005) and took note of the progress of matters arising.

5. Financial Statements

a. Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2024

The Committee considered the Note on Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2024 (2024-ARC32-DOC-006a), the Independent Auditor's Report on Review of Condensed Financial Statements and Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2024 (2024-ARC32-DOC-006-b), and the Independent Auditor's Presentation to the Committee on the H1 2024 Review of the NDB and NDB Project Preparation Fund (2024-ARC32-DOC-006-c). The Committee recommended that the Independent Auditor's Report on Review of Condensed Financial Statements and Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2024 be submitted to the Board for approval.

b. Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2024

The Committee considered the Note on Condensed Financial Statements of the Project Preparation Fund for the six months ended June 30, 2024 (2024-ARC32-DOC-007a), the Independent Auditor's Report on Review of Condensed Financial Statements and Condensed Financial Statements of the Project Preparation Fund for the six months ended June 30, 2024 (2024-ARC32-DOC-007-b). The Committee recommended that the Independent Auditor's Report on the Condensed Financial Statements and Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2024 be submitted to the Board for approval.

c. Financial Statement Analysis Q1 2024 and H1 2024

The Committee considered the Financial Statement Analysis for Q1 2024 (2024-ARC32-DOC-008a), the Note and Schedule of Changes on Financial Statement Analysis for H1 2024 (2024-ARC32-DOC-008b-REV1-a), and the Financial Statement Analysis for H1 2024 in tracked-changes mode (2024-ARC32-DOC-008b-

REV1-b) and in clean version (2024-ARC32-DOC-008b-REV1-c) and took note thereof.

6. Risk Management Report for the period ended June 30, 2024

The Committee considered the Risk Management Report Q2 2024 (2024-ARC32-DOC-009) and took note thereof.

7. Update on Internal Control over Financial Reporting

a. Review of the Internal Control over Financial Reporting Policy

The Committee considered the Note on Revisions to the Internal Control over Financial Reporting Policy (2024-ARC32-DOC-010-a), the revised Internal Control over Financial Reporting Policy in track-changed mode (2024-ARC32-DOC-010-b) and the revised Internal Control over Financial Reporting Policy in clean version (2024-ARC32-DOC-010-c) and recommended that the revised Internal Control over Financial Reporting Policy be submitted to the Board for approval.

b. Update on Segregation of the Internal Control over Financial Reporting

The Committee considered the Proposed Implementation Plan for ICFR Independence (2024-ARC32-DOC-011) and took note thereof.

8. Compliance Update

The Committee considered the Note on Compliance Update (2024-ARC32-DOC-012) and took note thereof.

9. Internal Audit

a. Status Update from the Internal Audit Department

The Committee considered the Presentation on the Status Update from the Internal Audit Department (2024-ARC32-DOC-013) and took note thereof.

b. Internal Audit Reports

The Committee considered the Internal Audit Report for Budget Preparation and Monitoring Process (2024-ARC32-DOC-014-a); the Internal Audit Report for Accounting and Financial Reporting Processes (2024-ARC32-DOC-014-b); and the Internal Audit Report for Ethics, Whistleblower and Investigation Processes (2024-ARC32-DOC-014-c) and took note thereof.

c. Status of Audit Issues Reported in the Previous ARC Meetings

The Committee considered the Status of Audit Issues Reported in the Previous ARC Meetings (2024-ARC32-DOC-015) and took note thereof.

10. Closed Session

The Committee met with the representatives of the Independent Auditor, the Director General and Chief, Internal Audit, as well as the Chief, Ethics and Investigations in a closed session respectively.

11. Any Other Business

The meeting ended with thanks from the Chairperson of the Committee.

The following staff members and representatives of the Independent Auditor attended the meeting for relevant agenda items with the approval of the Chairperson.

Corporate Secretary Department:

- i. Mr. Weijie Liu, Principal Professional
- ii. Ms. Miya Liu, Professional
- iii. Mr. Alexander Efimov, Professional
- iv. Ms. Angela Gu, Senior Officer
- v. Ms. Shuang Zhao, Officer
- vi. Mr. Christopher Newby, Short-term Temporary Consultant

Office of the President:

- i. Mr. Aguinaldo Barbieri, Short-term Consultant
- ii. Mr. Marco Tulio Mendonca, Short-term Consultant

Executive Assistants to Vice-Presidents:

- i. Mr. Evgeny Kochkin, Executive Assistant to the COO
- ii. Ms. Gayathri Chandra Menon, Executive Assistant to the CRO
- iii. Mr. Ningqian Zhang, Executive Assistant to the CAO
- iv. Mr. Saurabh Ghugre, Executive Assistant to the CFO

Other Departments/Divisions

- i. Ms. Halima Nazeer, Director General, Finance, Budget and Accounting
- ii. Mr. Kuldeep Goel, Director General, Risk management
- iii. Mr. Zhongxia Jin, Director General, Treasury and Portfolio Management
- iv. Mr. Yury Surkov, Director General, Public Sector
- v. Mr. Bin Han, Director General, Private Sector and Non-Sovereign Transactions
- vi. Mr. Sergei Kuznetsov, Director General and Legal Counsel
- vii. Mr. Lourival Rangel de Mattos, Director General, Internal Audit
- viii. Mr. Ashwani Muthoo, Director General, Independent Evaluation Office
- ix. Mr. Svetlana Radchenko, Chief, Infrastructure
- x. Mr. Daniel Alves Maria, Chief, Treasury
- xi. Mr. Leon Reinier Myburgh, Chief, Portfolio Management
- xii. Mr. Paritosh Pandit, Chief, Financial Controller
- xiii. Mr. Gustavo Jerez, Chief, Enterprise and Operational Risk
- xiv. Mr. Morgan Pillay, Chief, Compliance and Investigations
- xv. Mr. James Zhou, Chief, Integrity and Regulatory Compliance

- xvi. Mr. Qinghua Gu, Chief, Information Technology
- xvii. Mr. Kamal Ahuja, Chief, Internal Audit
- xviii. Mr. Dusty Botha, Principal Professional, Information Technology (video)
- xix. Ms. Marina Ermakova, Senior Professional, Legal
- xx. Mr. Sidharth Kamani, Senior Professional, Credit Risk
- xxi. Mr. Anderson Goulart, Short-term Consultant (video)

Independent Auditors:

- i. Mr. Jason Han, Deloitte (video)