
**MINUTES OF THE TWENTY-EIGHTH AUDIT, RISK AND COMPLIANCE
COMMITTEE MEETING OF THE NEW DEVELOPMENT BANK HELD ON
SEPTEMBER 12, 2023 AT 11:00 (CHINA STANDARD TIME)**

PRESENT:

Committee Members - Directors and Alternate Directors

- i. Ms. Tatiana Rosito (Director for Brazil, Chairperson of the meeting)
- ii. Ms. Ekaterina Guseva (Temporary Alternate Director for Russia)
- iii. Dr. Prasanna V. Salian (Alternate Director for India) (via video)
- iv. Mr. Junjie Su (Temporary Alternate Director for China)
- v. Mr. Dondo Mogajane (Director for South Africa)
- vi. Mr. Marlon Geswint (Alternate Director for South Africa)
- vii. Ms. Thuraiya Alhashmi (Additional Director for the Constituency of Bangladesh, United Arab Emirates and Egypt)
- viii. Mr. Atter Hannoura (Additional Alternate Director for the Constituency of Bangladesh, United Arab Emirates and Egypt) (via video)

Advisors and Other Participants Accompanying Directors and Alternate Directors

- i. Ms. Rebeca Gouget Miranda, Coordinator, Ministry of Finance, Brazil
- ii. Mr. Dmitry Atapin, Leading Advisor, Department of International Financial Affairs, Ministry of Finance, Russia
- iii. Mr. Lei Zhang, Deputy Director, IFI Division IV, Department of International Economic and Financial Cooperation, Ministry of Finance, China
- iv. Mr. Mfundo Hlatshwayo, Chief Director, BRICS, Global and Emerging Markets, International and Regional Economic Policy, National Treasury, South Africa

Senior Management

- i. H.E. Mrs. Dilma Rousseff, President and Committee Member
- ii. Mr. Vladimir Kazbekov, Vice-President and Chief Operating Officer (“COO”)
- iii. Mr. Anil Kishora, Vice-President and Chief Risk Officer (“CRO”)
- iv. Mr. Qiangwu Zhou, Vice-President and Chief Administrative Officer (“CAO”)

- v. Mr. Leslie Maasdorp, 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)

Before the meeting commenced, the Director for Brazil was elected as the Chairperson of the meeting in the absence of the Chairperson of the Audit, Risk and Compliance Committee (“Committee” or “ARC”).

1. Adoption of the Agenda

The Committee considered and adopted the Agenda of the 28th Meeting of the Committee (2023-ARC28-DOC-001).

2. Opening Remarks by the NDB President

The Committee took note of the Opening Remarks by the President of the New Development Bank (“NDB”).

3. Leave of Absence

The Directors for Russia and China were represented by Temporary Alternate Directors respectively. The meeting had the requisite quorum.

4. Approval of the Minutes and Summaries of the 27th ARC Meeting held on May 29, 2023

The Committee considered and approved the Minutes (2023-ARC28-DOC-003), the Summary (2023-ARC28-DOC-004-a), and the Summary of the Closed Session (2023-ARC28-DOC-004-b) of the 27th ARC Meeting held on May 29, 2023.

5. Record of Decisions during the Inter-Sessional Period

The Committee took note of the Note on Inter-sessional Decisions of the Audit, Risk and Compliance Committee since the 27th Meeting (2023-ARC28-DOC-005).

6. Matters Arising from the Previous Meeting

The Committee considered the Matters Arising from the 27th ARC Meeting (2023-ARC28-DOC-006) and took note of the progress.

7. Financial Statements

a. Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2023

The Committee considered the Note on the Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2023 (2023-ARC28-DOC-007-a), and the Report on Review of Condensed Financial Statements and Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2023 (2023-ARC28-DOC-007-b). The Committee recommended that the Report on Review of Condensed Financial Statements and Condensed Financial Statements of the New Development Bank for the six months ended June 30, 2023 be submitted to the Board of Directors (“Board”) for approval.

b. Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2023

The Committee considered the Note on the Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2023 (2023-ARC28-DOC-008-a) and the Report on Review of Condensed Financial Statements and Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2023 (2023-ARC28-DOC-008-b). The Committee recommended that the Report on Review of Condensed Financial Statements and Condensed Financial Statements of the Project Preparation Fund of the New Development Bank for the six months ended June 30, 2023 be submitted to the Board for approval.

c. Financial Analysis of the New Development Bank for the six months ended June 30, 2023

The Committee considered the Financial Analysis of the New Development Bank for the six months ended June 30, 2023 (2023-ARC28-DOC-009) and took note thereof.

8. Risk Management Report for the period ended June 30, 2023

The Committee considered the Risk Management Report Q2 2023 (2023-ARC28-DOC-010) and took note thereof.

9. Compliance Update

The Committee considered the Note on Compliance Update (2023-ARC28-DOC-011) and took note thereof.

10. Internal Audit

a. Status Update from the Internal Audit Department

The Committee considered the Note from the Internal Audit Department to the Committee (2023-ARC28-DOC-012) and took note thereof.

b. Status of Audit Issues Reported in the Previous Committee Meetings

The Committee considered the Note to the Committee for the Status of Audit Issues Reported in the Previous Committee Meetings (2023-ARC28-DOC-013-a) and the Summary of Total Outstanding Audit Issues Reported in the Previous Committee Meetings (2023-ARC28-DOC-013-b). The Committee took note of the status of the audit issues reported in the previous Committee meeting and provided guidance for closing the outstanding audit issues.

c. Internal Audit Report

The Committee considered the Internal Audit Report for the Corporate Secretarial Processes (2023-ARC28-DOC-014) and took note thereof.

d. Review of Internal Audit Policy and Internal Audit Charter

The Committee considered the Note to the Audit, Risk and Compliance Committee on the Proposed Amendments to the Internal Audit Charter and Internal Audit Policy (2023-ARC28-DOC-015), the Internal Audit Policy Schedule of Changes (2023-ARC28-DOC-016-a), the amended Internal Audit Policy in track-change mode (2023-ARC28-DOC-016-b), the amended Internal Audit Policy in clean version (2023-ARC28-DOC-016-c), the Internal Audit Charter Schedule of Changes (2023-ARC28-DOC-017-a), the amended Internal Audit Charter in track-change mode (2023-ARC28-DOC-017-b) and the amended Internal Audit Charter in clean version (2023-ARC28-DOC-017-c). The Committee recommended that the amended Internal Audit Policy and the amended Internal Audit Charter be submitted to the Board for approval.

e. Multi-year Risk-based Internal Audit Plan for 2023-2025

The Committee considered the Note to the Audit, Risk and Compliance Committee for the Multi-year Risk-based Internal Audit Plan (2023-ARC28-DOC-018-a) and the Risk-based Internal Audit Plan for 2023-2025 (2023-ARC27-DOC-018-b). The Committee recommended that the Board approve the Risk-based Internal Audit Plan for 2023-2025.

11. Closed Session

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

12. Any Other Business

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

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, Young Professional
- iv. Mr. Alex du Plessis, Young Professional
- v. Ms. Angela Gu, Senior Officer
- vi. Ms. Shuang Zhao, Officer

Office of the President

- i. Mr. Marcelo Takami, Principal Professional
- ii. Ms. Melisha Naidoo, Principal Professional
- iii. Mr. Marco Tulio De Oliveira Mendonca, Short Term Consultant
- iv. Mr. Aguinaldo Barbieri, Short Term Consultant
- v. Mr. Alessandro Teixeira, Short Term Consultant

Executive Assistants to Vice-Presidents

- i. Mr. Evgeny Kochkin, Executive Assistant to the COO
- ii. Mr. Ningqian Zhang, Executive Assistant to CAO

Other Departments/Divisions

- i. Mr. Yousuf Syed, Director General, Treasury and Portfolio Management
- ii. Mr. Sergei Kuznetsov, Director General and Legal Counsel
- iii. Ms. Halima Nazeer, Director General, Finance, Budget and Accounting
- iv. Mr. Ashwani Muthoo, Director General, Independent Evaluation Office
- v. Mr. Lourival De Mattos, Director General, Internal Audit
- vi. Ms. Sharmila Govind, Director General, Human Resources
- vii. Mr. Paritosh Pandit, Chief, Financial Controller
- viii. Mr. Kuldeep Goel, Chief, Credit Risk (via video)
- ix. Mr. Leon Myburgh, Chief, Portfolio Management
- x. Mr. Morgan Pillay, Chief, Ethics and Investigations
- xi. Mr. Kamal Ahuja, Chief, Internal Audit
- xii. Mr. Marcelo Cardoso, Chief, Legal
- xiii. Mr. Gustavo Jerez, Chief, Enterprise and Operational Risk
- xiv. Mr. James Zhou, Chief, Integrity and Regulatory Compliance
- xv. Mr. Qinghua Gu, Acting Chief, IT

- xvi. Mr. Daniel Freitas, Principal Professional, Human Resources
- xvii. Mr. Mzwandile Machobane, Principal Professional, Human Resources
- xviii. Ms. Elizabeth Dreyer, Principal Professional, Ethics and Investigations
- xix. Mr. Alberto Pita, Senior Professional, Credit Risk
- xx. Mr. Sidharth Kamani, Senior Professional, Credit Risk
- xxi. Ms. Laurel Zhu, Senior Professional, Ethics and Investigations
- xxii. Mr. Disha Dilipkumar Karia, Junior Professional, Integrity and Regulatory Compliance
- xxiii. Mr. Anderson Goulart, IT Short-term Consultant

Independent Auditors

- i. Mr. Jason Han, Deloitte
- ii. Ms. Yuki Gao, Deloitte