

Conclusions

VILNIUS WATER AND SANITATION II (LT)

INVEU-ICR-0072-2025 - Sustainable Infrastructure Policy Window (SIW)

Short description of the financing or investment operation and its objectives

Name of financial recipient	UAB Vilniaus Vandenyys (UABVV)
Type of the final recipients	Mixed entities
Countries of Implementation	Lithuania
Implementing Partner	European Investment Bank (EIB)

The Project concerns the co-financing of part of the 2025-2028 investment program of Vilnius Vandenyys UAB, the company supplying drinking water and collecting and treating wastewater in Vilnius City as well as in parts of Vilnius, Salcininkai and Svencionys districts in Lithuania. The investments concern the extension and rehabilitation of water supply and wastewater collection and treatment infrastructure ("the Project").

The investments in water supply will increase the population receiving clean water while those in the wastewater collection and treatment will increase the population connected to the wastewater services and reduce pollution of groundwater and surface water. All investments support the water utility to increase its energy efficiency.

The Project is aligned to the InvestEU eligible area of Environment and Resources, in line with the Annex II of the InvestEU Regulation.

Global Assessment and rationale for approval

The Investment Committee of the InvestEU Fund approved the use of the InvestEU guarantee on 15 September 2025 for the above-mentioned operation.

Additionality

EIB's involvement will have an impact on mobilising other financiers and signalling that the Project is sound and worth supporting, thereby facilitating the full financing and implementation of the Project. The Project would not have been carried out (to the same extent) by the EIB without the InvestEU support.

Market gap

The Project contributes to the EU and EIB policy objectives of environmental protection and climate action, and will help mitigate market failures by financing infrastructure that generates positive environmental public health and climate externalities that are not fully reflected in the applicable water and wastewater tariffs in the service area. EIB provides a significant financial contribution by offering longer maturity and flexible customised terms compared to the conditions currently available on the market.