

CLIMATE INVESTMENT FUNDS

CTF-SCF/TFC.13/Inf.3
FIP/SC.13/Inf.2
PPCR/SC.15/Inf.2
SREP/SC.12/Inf.2
November 11, 2014

Joint Meeting of the CTF and SCF Trust Fund Committees
Washington D.C.
November 17, 2014

REPORT ON THE FINANCIAL STATUS OF THE SCF

Strategic Climate Fund (SCF)

Financial Report

Prepared by the Trustee

As of September 30, 2014



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Introduction

The Climate Investment Funds (CIF) was established in 2008 and its financial architecture is rooted in two trust funds. The Clean Technology Fund (CTF) aims to provide scaled-up financing to contribute to the demonstration, deployment, and transfer of low-carbon technologies with a significant potential for long-term greenhouse gas emissions savings. The Strategic Climate Fund (SCF) aims to provide financing to pilot new development approaches or scale-up activities aimed at a specific climate change challenge or sectoral response. The SCF currently finances three such programs: the Forest Investment Program (FIP), Pilot Program for Climate Resilience (PPCR), and Scaling Up Renewable Energy in Low-Income Countries Program (SREP).

The World Bank acts as the Trustee for the SCF. This report is produced by the Trustee based on financial information as of September 30, 2014, in accordance with the Trustee's role as set forth in the Governance Framework for the SCF which states:

“The Trustee will provide to the SCF Trust Fund Committee, and, to the extent applicable, any SCF Sub-Committee, regular reports on the financial status of the Trust Fund, as agreed between the Trustee and the SCF Trust Fund Committee, or as the case may be the relevant SCF Sub-Committee.”

This report provides (i) a snapshot of the financial status of the SCF Trust Fund as of September 30, 2014; (ii) the status of pledges and contributions, and (iii) the details of financial activities of the SCF Trust Fund and sub-programs (FIP, PPCR and SREP).



SCF Trust Fund Financial Summary as of September 30, 2014

Pledges and Contributions:

As of September 30, 2014, 13 donors pledged USDeq. 2.3 billion to the SCF Trust Fund, of which USDeq. 1.2 billion was pledged to PPCR, USDeq. 0.6 billion to FIP and USDeq. 0.5 billion to SREP. Of the total amount pledged, USDeq. 2.1 billion was confirmed through signed Contribution Agreements/Arrangements (USDeq. 1,078 million for PPCR, USDeq. 526 million for FIP, and USDeq. 507million for SREP).

The Trustee has received USDeq. 2.1 billion in cash and promissory notes from donors (USDeq. 1,074 million to PPCR, USDeq. 526 million to FIP and USDeq. 500 million to SREP), of which approximately USDeq. 113 million was received between April 1, 2014 and September 30, 2014.

Investment Income:

Since inception through September 30, 2014, the SCF Trust Fund earned investment income of approximately USD 34 million on the undisbursed balance of the Trust Fund.

Funding Approvals and Trustee Commitments¹:

As of September 30, 2014, SCF Trust Fund Committee has approved administrative budgets totaling USD 74 million.

FIP Sub-Committee has endorsed nine Investment Plans for a total amount of proposed FIP funding of USD 476 million². Cumulative funding decisions by the FIP Sub-Committee totaled USD 284 million. This represents an increase of USD 58 million in funding decisions since April 1, 2014.

PPCR Sub-Committee has endorsed 21 Strategic Programs for Climate Resilience (SPCR) for a total amount of proposed PPCR funding of USD 1.1 billion³. Cumulative funding decisions by the PPCR Sub-Committee totaled USD 852 million. This represents an increase of USD 50 million in funding decisions since April 1, 2014.

SREP Sub-Committee has endorsed 11 Investment Plans for a total amount of proposed SREP funding of USD 484 million⁴. Cumulative funding decisions by the SREP Sub-Committee totaled USD 179 million. This represents an increase of USD 65 million in funding decisions since April 1, 2014.

Based on the funding decisions by the SCF Trust Fund Committee and Sub-Committees, the Trustee has committed a total of USD 1.3 billion to MDBs⁵.

¹ The funding decision amounts in this section for FIP,PPCR and SREP includes the pro-rated administrative budget amount to programs (FIP-21million,PPCR-36million,SREP-17million) calculated on a pro rata basis based on the cash balance of funds in each program

² The amount includes USD 56 million private sector set aside for FIP, of which USD15.925 million is already committed.

³ The amount includes USD 70 million private sector set aside for PPCR, of which USD 15.8 million is already committed.

⁴ The amount includes USD 90 million private sector set aside for SREP, of which USD 0.56 million is already committed.

⁵ The CIF are disbursed through the Multilateral Development Banks (MDBs) to support effective and flexible implementation of country-led programs and investments. The MDBs include the African Development Bank (AfDB), the Asian Development Bank (ADB), the European Bank for Reconstruction and Development (EBRD), the Inter-American Development Bank (IADB), the International Bank for Reconstruction and Development (IBRD)/International Development Association (IDA) (the World Bank), and the International Finance Corporation (IFC).



Cash Transfers:

Cash transfers were made to MDBs on an as-needed basis to meet their projected disbursements. The Trustee has transferred USD 431 million, of which USD 122 million has been transferred between April 1, 2014 and September 30, 2014. As a result, USD 906 million remains payable to MDBs as of September 30, 2014.

Funds Held in Trust and Funds Available for funding decisions:

Funds Held in Trust reflect financial activities related to donor payments (cash and promissory notes), encashment of promissory notes, investment income, cash transfers, and the revaluation of the balance of promissory notes at month-end. Funds Held in Trust as of September 30, 2014 amounted to USDeq. 1.7 billion.

Funds available to support SCF Trust Fund Committee and Sub-Committee decisions amounted to USD 700 million as of September 30, 2014.

Of the total SCF Funds available, USD 182 million is available for PPCR, USD 213 million is available for FIP, and USD 304 million is available for SREP.

1. SCF Trust Fund Summary – Inception through September 30, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	2,110	93%
Pledges	148	7%
Total Pledges and Contributions	2,259	100%

<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	1,447	63%
Unencashed promissory notes	654	29%
Investment Income earned	34	1%
Total Resources Received	2,134	93%
<u>Resources not yet received</u>		
Contributions not yet paid	10	0%
Pledges	148	6%
Total resources not yet received	158	7%
Total Potential Resources (A)	2,293	100%

<u>Cumulative Funding Decisions</u>		
Projects	1,209	91%
MPIS Costs	52	4%
Administrative Budgets	74	6%
Other a/	1	0%
Total Funding Decisions Net of Cancellations (B)	1,336	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	956	

<u>Funds Available</u>		
Funds Held in Trust with no restrictions	1,605	
Amounts Pending Cash Transfers	906	
Total Funds Available to Support SCF Trust Fund Committee/Sub-Committee decision:	700	

a/ Represents costs related to an independent evaluation of the fund.



1.1. Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Finalized					
				Contributions Finalized	Total				
Australia	Grant	AUD	-	87	87	74	80	7	80
Canada	Grant	CAD	-	100	100	97	84	(13)	84
Denmark	Grant	DKK	-	238	238	47	44	(3)	41
Germany	c/ Grant	EUR	-	50	50	74	66	(8)	66
Japan	d/ Grant	USD	-	200	200	200	192 d/	(8)	192
Korea	Grant	KRW	-	6,565	6,565	6	6	0	6
Netherlands	Grant	USD	-	76	76	76	76	-	76
Norway	Grant	NOK	-	1,486	1,486	268	249	(19)	243
Spain	Grant	EUR	-	3	3	4	4	(1)	4
	Capital	EUR	-	20	20	30	26	(4)	26
Sweden	Grant	SEK	-	385	385	59	59	(0)	59
Switzerland	Grant	USD	-	26	26	26	26	-	26
United Kingdom	e/ Capital	GBP	-	455	455	846	726	(121)	726
	Grant	GBP	-	70	70	130	113	(17)	113
United States	f/ Grant	USD	148	360	508	508	508	-	360
						2,445	2,259	(186)	2,100

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of September 30, 2014.

c/ Out of the total EUR 59.45 million contribution made by Germany, EUR 4.725 million each has been transferred as contribution to AfDB and IBRD for the AFCC program

d/ The USD 200 million pledge was committed in JPY in the amount of JPY 19 billion.

e/ The total contribution made by the United Kingdom through the SCF is GBP 1.4 billion, which includes allocation of GBP 810 million to CTF, GBP 3.5 million to Readiness Fund of the Forest Carbon Partnership Facility (FCPF), GBP 11.5 million to Carbon Fund of the FCPF and GBP 50 million to the Congo Basin Fund.

f/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

- The above table shows the total pledges outstanding and contributions finalized and made to the SCF. Pledges represent a Contributor's expression of intent to make a contribution.
- The total pledges to the SCF amount to USDeq. 2.45 billion, valued at the exchange rates available on the date of the Climate Investment Funds (CIF) initial pledging meeting. The current value of the pledges amounts to USDeq. 2.3 billion as of September 30, 2014 (a difference of USDeq. 186 million due to exchange rate movements).
- As of September 30, 2014, the Trustee had entered into Contribution Agreements/Arrangements with 13 Contributors and received USDeq. 2.1 billion in cash and promissory notes from these donors.
- Of the total amount received from donors, USDeq. 1.3 billion (64%) was received as grant contributions and USDeq. 752 million (36%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 158 million.



1.2. Asset Mix and Investment Income

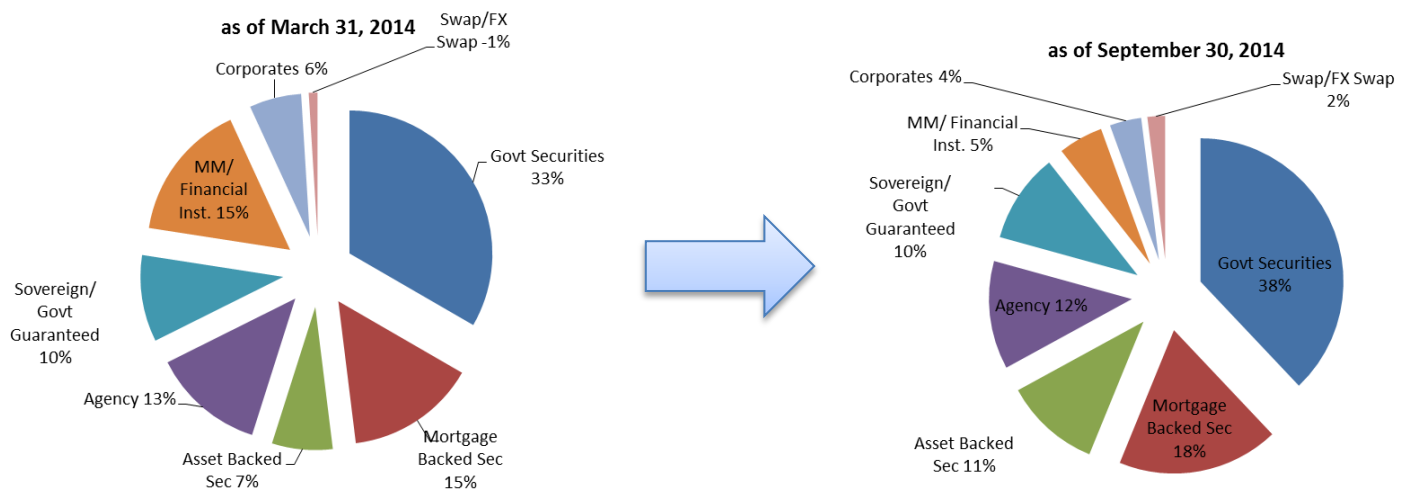
The undisbursed cash balance of the SCF Trust Fund is maintained in a commingled investment portfolio (“Pool”) for all trust funds managed by IBRD. The Pool is managed actively and conservatively with capital preservation as the over-arching objective.

ASSET MIX

SCF Trust Fund assets are invested across three of the World Bank Trust Fund’s investment model portfolios, (“Tranche 0” for short term working capital needs, “Tranche 1” with an investment horizon of one year, and “Tranche 2” with an investment horizon of three years). The latter two tranches aim to optimize investment returns subject to capital preservation with a high degree of confidence (based on statistical models) over the respective investment horizon. Although actual future returns will depend on market conditions, the Trust Fund Investment Pool portfolio is actively monitored and adjusted to preserve development partner funds over the investment horizons. Over shorter periods however, market volatility may result in negative actual or ‘mark-to-market’⁶ returns.

Overall, the SCF Trust Fund cumulative returns have been driven by its investment in longer term tranches, which may be exposed to higher volatility in returns over shorter periods, but are expected to gain higher returns over longer periods.

The portfolio allocation by asset class has the largest allocations to government securities, mortgage backed securities (MBS), agency and asset backed securities. Allocations have been relatively stable over time.

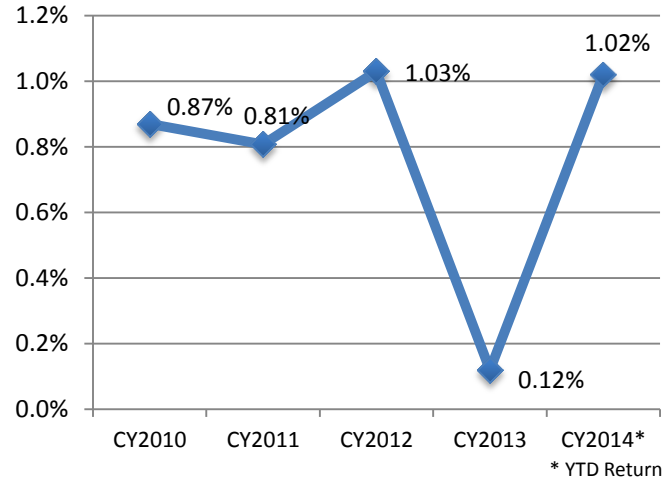


⁶ Mark-to-market returns or losses represent returns or losses generated through an accounting entry rather than the actual sale of a security.



INVESTMENT RETURNS

SCF Trust Fund investment returns were modest for calendar year-to-date 2014 with a cumulative return of 1.02%. High grade bond investments delivered positive results as investors considered the improving economic growth in the US, geopolitical events, and weakening economic growth in Europe. Returns are expected to be low going forward as the risk of rising market yields remains elevated, with an adverse effect on total portfolio returns due to lower bond prices.



ADJUSTMENTS FOR CHANGES IN MARKET CONDITIONS

As a gradual move to higher rates in the coming years is expected, the outlook for fixed-income investments continues to be for low returns, as further increases in market interest rates would result in further unrealized (i.e., mark-to-market) losses for fixed income returns in general. Given the challenging environment for fixed income investments, the World Bank Treasury has taken steps since 2011 to reduce the interest rate sensitivity of the Trust Fund Investment Pool portfolio to limit the impact of potential future interest rate increases (known as “duration”). These measures specifically included lowering the allocation to mortgage backed securities in the longer horizon Trust Funds tranche. Additionally, efforts are underway by the Trustee to enable investments in a broader universe of assets in order to achieve greater diversification of portfolio risks and increase returns. Diversification opportunities include emerging market sovereign bonds, covered bonds and new money market instruments.



1.3. Cumulative Funding Decisions

FUNDING DECISIONS

The SCF Trust Fund Committee approves allocation of SCF resources for administrative budgets, while the SCF Sub-Committees, or the MDB Committee if delegated, approve SCF financing for programs and projects including preparation grants and MDB costs for project implementation and supervision services (MPIS costs) under the respective targeted programs.

As of September 30, 2014, the SCF Trust Fund Committee has approved administrative budgets totaling USD 74 million while the SCF Sub-Committees have approved a total of USD 1.3 billion for projects and MPIS costs, an increase of USD 175 million since April 1, 2014.

FUNDING DECISIONS⁷ BY PROGRAM

The SCF Sub-Committees, or MDB Committee if delegated, have approved funding totaling USD 1.3 billion for projects and MPIS costs, of which USD 284 million was approved under the FIP, USD 816 million under the PPCR, and USD 64 million under the SREP.

⁷ The funding decisions in this section excludes the pro-rated share of administrative budget amount of USD 74 million by program



2. FIP Summary – Inception through September 30, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	526	88%
Pledges	69	12%
Total Pledges and Contributions	595	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	410	69%
Unencashed promissory notes	117	20%
Total Resources Received	526	88%
<u>Resources not yet received</u>		
Contributions not yet paid	-	0%
Pledges	69	12%
Total resources not yet received	69	12%
Total Potential Resources (A)	595	100%
<u>Cumulative Funding Decisions</u>		
Projects	269	95%
MPIS Costs	15	5%
Total Funding Decisions Net of Cancellations (B)	284	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	311	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	427	
Amounts Pending Cash Transfers	214	
Total Funds Available to Support FIP Sub-Committee decisions	213	

Note: Totals may not add due to rounding



2.1. FIP Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions Finalized			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Contributions Finalized	Total				
Australia	Grant	AUD	-	36	36	30	35	5	35
Denmark	Grant	DKK	-	54	54	11	10	(0)	10
Japan	c/ Grant	USD	-	60	60	60	53	(7)	53
Norway	Grant	NOK	-	855	855	154	142	(12)	142
Spain	Capital	EUR	-	10	10	15	13	(2)	13
Sweden	Grant	SEK	-	100	100	15	15	(1)	15
United Kingdom	Capital	GBP	-	100	100	186	159	(27)	159
United States	d/ Grant	USD	69	99	168	168	168	-	99
						639	595	(44)	526

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of September 30, 2014.

c/ The USD 60 million pledge was committed in JPY in the amount of JPY 5.6 billion.

d/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

- The above table shows the total pledges outstanding and contributions finalized and made to the FIP. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans by the FIP Sub-Committee.
- The total pledges to the FIP now amount to USDeq. 639 million, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. 595 million as of September 30, 2014 (a difference of USDeq. 44 million due to exchange rate movements).
- As of September 30, 2014, the Trustee had entered into Contribution Agreements/Arrangements with eight donors and received USDeq. 526 million in cash and promissory notes to date from these donors.
- Of the total amount received from donors, USDeq. 354 million (67%) was received as grant contributions and USDeq. 172 million (33%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 69 million.

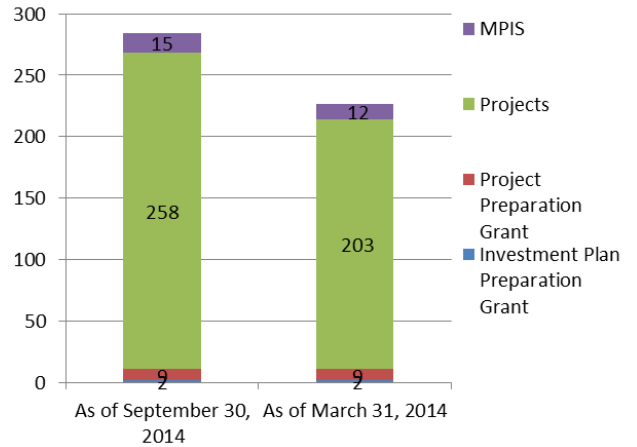


2.2. FIP Funding Decisions

In USD millions

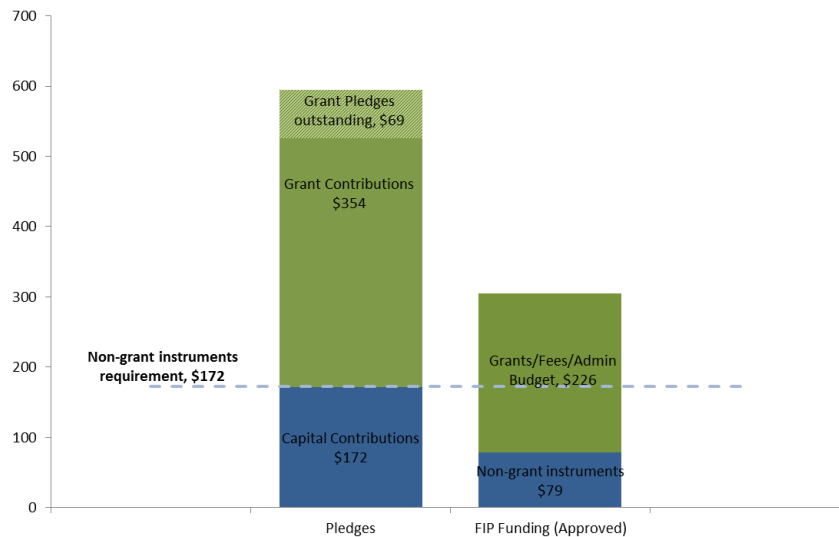
FIP FUNDING APPROVALS BY ACTIVITY

Between April 1, 2014 and September 30, 2014, a total amount of USD 59 million was approved by the FIP Sub-Committee, bringing the cumulative funding decisions under the FIP as of September 30 2014 to USD 284 million⁸.



FIP FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and FIP funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



⁸ The amount excludes the USD 21 million pro-rated share of admin budget approved by the SCF trust fund committee



2.3. FIP Funding Availability

In USD millions

	As of September 30, 2014 (a)	As of March 31, 2014 (a)	Change (c) = (a) - (b)
1. Cumulative Receipts	536	539	(3)
a. Cash receipts and encashed promissory notes	410	410	-
b. Unencashed promissory notes	117	121	(4)
c. Investment income earned on undisbursed balance	10	8	1
2. Cumulative Cash Transfers	91	84	7
a. Projects and MPIS Costs	70	64	6
b. Administrative Budget	21	20	1
3. Funds held in Trust (3 = 1 - 2)	445	455	(10)
a. Cash and Investments	328	334	(6)
b. Unencashed promissory notes	117	121	(4)
4. Financial Reserve	18	18	(1)
5. Funds held in Trust with no restrictions (5 = 3 - 4)	427	437	(9)
6. Funding Decisions pending cash transfer	214	163	51
a. Projects and MPIS Costs	214	163	51
b. Administrative Budget	0	-	0
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	213	274	(61)

Highlights for the period April 1, 2014 through September 30, 2014:

- Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 445 million as of September 30, 2014. Funds Held in Trust decreased by approximately USD 10 million since April 1, 2014 primarily due to:
 - Decrease in cumulative receipts during the period by USD 3 million, and
 - Increase in cash transfers to the MDBs during the reporting period by USD 7 million.
- Funding Decisions Pending Cash Transfer** amounted to USD 214 million, representing an increase of USD 51 million since April 1, 2014.
- Funding Availability** currently amounts to USD 213 million, decreased by USD 61 million over the prior reporting period.



3. PPCR Summary – Inception through September 30, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	1,078	94%
Pledges	70	6%
Total Pledges and Contributions	1,148	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	702	61%
Unencashed promissory notes	372	32%
Total Resources Received	1,074	94%
<u>Resources not yet received</u>		
Contributions not yet paid	4	0%
Pledges	70	6%
Total resources not yet received	74	6%
Total Potential Resources (A)	1,148	100%
<u>Cumulative Funding Decisions</u>		
Projects	787	97%
MPIS Costs	28	3%
Total Funding Decisions Net of Cancellations (B)	815	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	332	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	763	
Amounts Pending Cash Transfers	580	
Total Funds Available to Support PPCR Sub-Committee decisions	182	

Note: Totals may not add due to rounding



3.1.PPCR Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Finalized					
				Contributions Finalized	Total				
Australia	Grant	AUD	-	40	40	34	33	(0)	33
Canada	Grant	CAD	-	100	100	97	84	(13)	84
Denmark	Grant	DKK	-	123	123	24	23	(2)	19
Germany	Grant	EUR	-	50	50	74	66	(8)	66
Japan	c/ Grant	USD	-	100	100	100	104	4	104
Norway	Grant	NOK	-	91	91	16	16	(1)	16
Spain	Capital	EUR	-	10	10	15	13	(2)	13
United Kingdom	Capital	GBP	-	255	255	474	406	(68)	406
	Grant	GBP	-	70	70	130	113	(17)	113
United States	d/ Grant	USD	70	220	290	290	290	-	220
						1,254	1,148	(107)	1,074

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of September 30, 2014.

c/ The USD 100 million pledge was committed in JPY in the amount of JPY 9.3 billion.

d/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

- The above table shows the total pledges outstanding and contributions finalized and made to the PPCR. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Strategic Programs for Climate Resilience (SPCR) by the PPCR Sub-Committee.
- The total pledges to the PPCR now amount to USDeq. 1.3 billion, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. 1.15 billion as of September 30, 2014 (a difference of USDeq. 107 million due to exchange rate movements).
- As of September 30, 2014, the Trustee had entered into Contribution Agreements/Arrangements with nine donors and received USDeq. 1,074 million in cash and promissory notes to date from these donors, of which USDeq. 113 million in cash receipts were received between April 1, 2014 and September 30, 2014.
- Of the total amount received from donors, USDeq. 655 million (61%) was received as grant contributions and USDeq. 419 million (39%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 74 million.

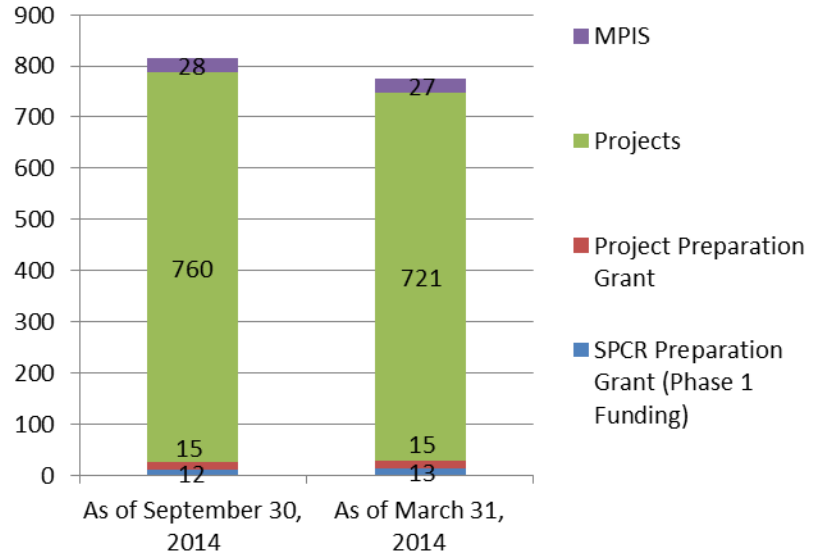


3.2.PPCR Funding Decisions

In USD millions

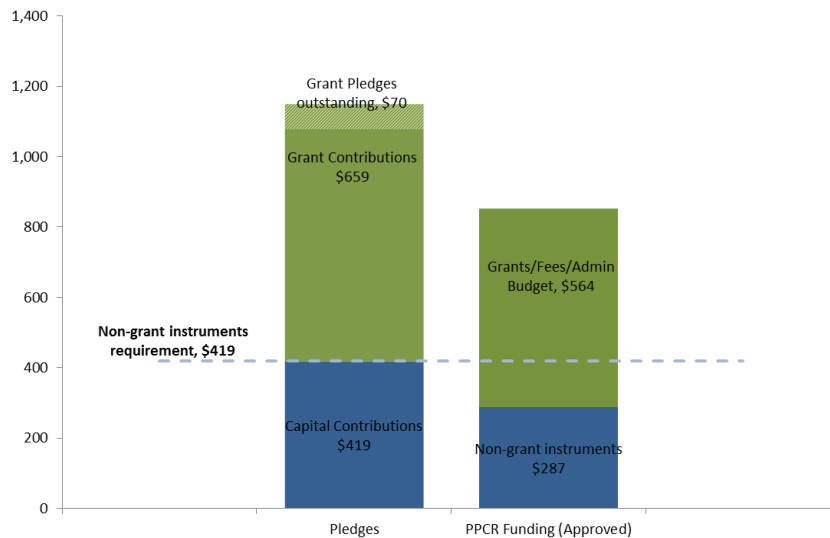
PPCR FUNDING APPROVALS BY ACTIVITY

Between April 1, 2014 and September 30, 2014, a total amount of USD 50 million was approved by the PPCR Sub-Committee, bringing the cumulative funding decisions under the PPCR as of September 30, 2014 to USD 815 million⁹.



PPCR FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and PPCR funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



⁹ The amount excludes the 36 million pro-rated share of admin budget approved by the SCF trust fund committee

3.3.PPCR Funding Availability

In USD millions

	As of September 30, 2014	As of March 31, 2014	Change
	(a)	(b)	(c) = (a) - (b)
1. Cumulative Receipts	1,090	983	107
a. Cash receipts and encashed promissory notes	702	589	113
b. Unencashed promissory notes	372	383	(11)
c. Investment income earned on undisbursed balance	16	11	6
2. Cumulative Cash Transfers	272	175	97
a. Projects and MPIS Costs	236	149	87
b. Administrative Budget	36	26	10
3. Funds held in Trust (3 = 1 - 2)	818	808	10
a. Cash and Investments	446	425	21
b. Unencashed promissory notes	372	383	(11)
4. Financial Reserve	56	58	(2)
5. Funds held in Trust with no restrictions (5 = 3 - 4)	763	751	12
6. Funding Decisions pending cash transfer	580	627	(47)
a. Projects and MPIS Costs	580	627	(47)
b. Administrative Budget	1	-	1
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	182	124	58

Highlights for the period April 1, 2014 through September 30, 2014:

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 818 million as of September 30, 2014. Funds Held in Trust increased by USD 10 million since April 1, 2014 primarily due to:
 - Increase in cumulative receipts during the reporting period by USDeq. 107 million; and
 - Offset by cash transfers to MDBs during the reporting period of USD 97 million
- **Funding Decisions Pending Cash Transfer** amounted to USD 580 million, representing USD 47 million decrease since April 1, 2014.
- **Funding Availability** currently amounts to USD 182 million, decreased by USD 58 million over the prior reporting period.



4. SREP Summary – Inception through September 30, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	506	98%
Pledges	9	2%
Total Pledges and Contributions	516	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	335	65%
Unencashed promissory notes	165	32%
Total Resources Received	500	97%
<u>Resources not yet received</u>		
Contributions not yet paid	6	1%
Pledges	9	2%
Total resources not yet received	16	3%
Total Potential Resources (A)	516	100%
<u>Cumulative Funding Decisions</u>		
Projects	154	95%
MPIS Costs	8	5%
Total Funding Decisions Net of Cancellations (B)	162	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	354	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	415	
Amounts Pending Cash Transfers	111	
Total Funds Available to Support SREP Sub-Committee decisions	304	

Note: Totals may not add due to rounding

4.1. SREP Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Contributions Finalized	Total				
Australia	Grant	AUD	-	12	12	10	12	2	12
Denmark	Grant	DKK	-	61	61	12	12	(1)	12
Japan	c/ Grant	USD	-	40	40	40	35	(5)	35
Korea	Grant	KRW	-	6,565	6,565	6	6	0	6
Netherlands	Grant	USD	-	76	76	76	76	-	76
Norway	Grant	NOK	-	540	540	97	91	(6)	85
Spain	Grant	EUR	-	3	3	4	4	(1)	4
Sweden	Grant	SEK	-	285	285	44	44	1	44
Switzerland	Grant	USD	-	26	26	26	26	-	26
United Kingdom	Capital	GBP	-	100	100	186	160	(26)	160
United States	d/ Grant	USD	9	41	50	50	50	-	41
						551	516	(36)	500

a/ Represents pledges valued on the basis of exchange rates of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of September 30, 2014.

c/ The USD 40 million pledge was committed in JPY in the amount of JPY 3.7 billion.

d/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

- The above table shows the total pledges outstanding and contributions finalized and made to the SREP. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans by the SREP Sub-Committee.
- The total pledges to the SREP now amount to USDeq. 551 million, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. million as of September 30, 2014 (a difference of USDeq. 36 million due to exchange rate movements).
- As of September 30, 2014, the Trustee had entered into Contribution Agreements/Arrangements with 11 donors and received USDeq. 500 million in cash and promissory notes to date from these donors.
- Of the total amount received from donors, USDeq. 340 million (68%) was received as grant contributions and USDeq. 160 million (32%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 16 million.

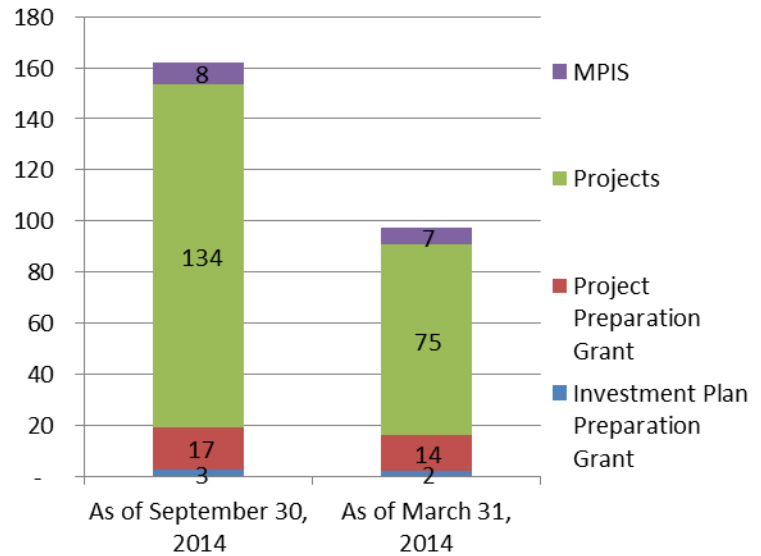


4.2. SREP Funding Decisions

In USD millions

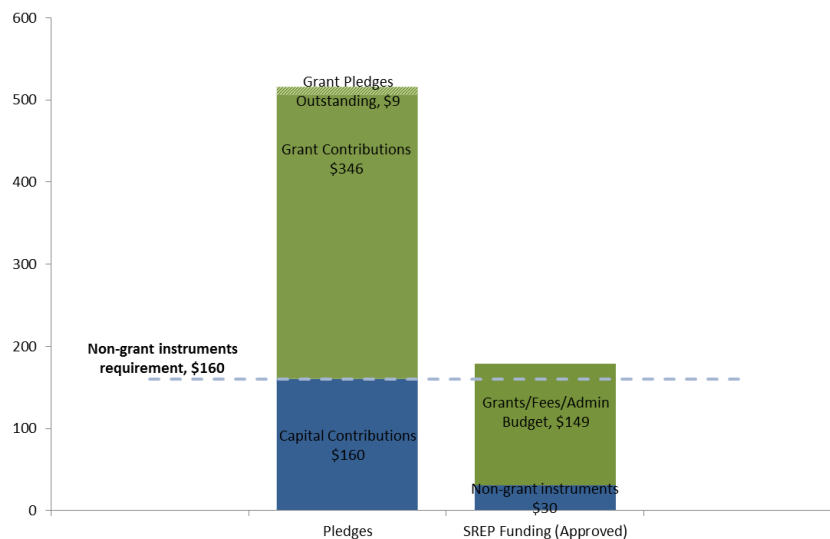
SREP FUNDING APPROVALS BY ACTIVITY

Between April 1, 2014 and September 30, 2014, a total amount of USD 65 million was approved by the SREP Sub-Committee with the prorated budget approval amount of USD, bringing the cumulative funding decisions under the SREP as of September 30, 2014 to USD 162 million¹⁰.



SREP FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and SREP funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



¹⁰ The amount excludes the amount USD 17 million pro-rated share of admin budget approved by the SCF trust fund committee



4.3.SREP Funding Availability

In USD millions

	<u>As of september 30, 2014</u>	<u>As of March 31, 2014</u>	<u>Change</u>
	(a)	(a)	(c) = (a) - (b)
1. Cumulative Receipts	508	512	(4)
a. Cash receipts and encashed promissory notes	335	335	-
b. Unencashed promissory notes	165	169	(4)
c. Investment income earned on undisbursed balance	8	7	0
2. Cumulative Cash Transfers	68	50	18
a. Projects and MPIS Costs	51	33	18
b. Administrative Budget	17	18	(0)
3. Funds held in Trust (3 = 1 - 2)	440	462	(22)
a. Cash and Investments	275	293	(17)
b. Unencashed promissory notes	165	169	(4)
4. Financial Reserve	25	25	(1)
5. Funds held in Trust with no restrictions (5 = 3 - 4)	415	436	(21)
6. Funding Decisions pending cash transfer	111	65	47
a. Projects and MPIS Costs	111	65	46
b. Administrative Budget	0	-	0
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	<u>304</u>	<u>372</u>	<u>(68)</u>

Highlights for the period April 1, 2014 through September 30, 2014:

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 440 million as of September 30, 2014. Funds Held in Trust decreased by USD 22 million since April 1, 2014 primarily due to:
 - Decrease in cumulative receipts during the reporting period by USD eq. 4 million; and
 - Offset by cumulative cash transfers to MDBs during the reporting period of USD 18 million.
- **Funding Decisions Pending Cash Transfer** amounted to USD 111 million, representing an increase of USD 47 million since April 1, 2014.
- **Funding Availability** currently amounts to USD 304 million, decreased by USD 68 million over the prior reporting period.