



December 31, 2012

# CGIAR Fund

Administered by the International Bank for Reconstruction and Development as  
Trustee

**World Bank Reference: TF069018**

**Independent Auditors' Report and Statement of Receipts,  
Disbursements and Fund Balance**

**The World Bank Group**

Trust Funds Division, Client Services Department

Controller's Vice Presidency

[www.worldbank.org](http://www.worldbank.org)



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## **Independent Auditors' Report**

International Bank for Reconstruction and Development  
as Trustee of the CGIAR Fund – TF069018

We have audited the accompanying statement of receipts, disbursements and fund balance of the CGIAR Fund – TF069018 (the Trust Fund) under administration by the International Bank for Reconstruction and Development (the Trustee) for the year ended December 31, 2012 and for the period from December 1, 2010 (date of inception) to December 31, 2012, and the related notes (the Statement).

### ***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of the Statement in accordance with the modified cash basis of accounting described in Note 2; this includes determining that the modified cash basis of accounting is an acceptable basis for the preparation of the Statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Statement that is free from material misstatement, whether due to fraud or error.

### ***Auditors' Responsibility***

Our responsibility is to express an opinion on the Statement based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and International Standards on Auditing. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the Statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the Statement. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the Statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the Statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the Statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



***Opinion***

In our opinion, the Statement referred to above presents fairly, in all material respects, the receipts, disbursements and fund balance of the Trust Fund for the year ended December 31, 2012 and for the period from December 1, 2010 (date of inception) to December 31, 2012, in accordance with the modified cash basis of accounting described in Note 2.

***Basis of Accounting***

As described in Note 2 to the Statement, the Statement is prepared on the modified cash basis of accounting, which is a basis of accounting other than U.S. generally accepted accounting principles or International Financial Reporting Standards. Our opinion is not modified with respect to this matter.

**KPMG LLP**

Washington, DC  
March 8, 2013

# STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

*Expressed in U.S. dollars*

	<u>Notes</u>	<u>For the fiscal year ended December 31, 2012</u>	<u>December 1, 2010 (date of inception) December 31, 2012</u>
Contributions	3	\$ 507,989,252	\$ 887,038,837
Net investment income	4	402,622	667,860
<b>Total receipts</b>		<u>508,391,874</u>	<u>887,706,697</u>
Project disbursements	5	412,125,155	658,076,766
Administrative budget disbursements, net	6	17,101,864	26,425,564
<b>Total disbursements</b>		<u>429,227,019</u>	<u>684,502,330</u>
Excess of receipts over disbursements before foreign currency adjustment		79,164,855	203,204,367
Foreign currency adjustment	2	1,202,587	498,915
Excess of receipts over disbursements after foreign currency adjustment		80,367,442	203,703,282
<b>Fund Balance:</b>			
Beginning of period		123,335,840	-
End of period		<u>\$ 203,703,282</u>	<u>\$ 203,703,282</u>
Fund balance consists of:			
Trust Fund's share of the cash and investments in the Pool	7	<u>\$ 203,703,282</u>	<u>\$ 203,703,282</u>

The accompanying notes are an integral part of this Statement of Receipts, Disbursements and Fund Balance.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

*All amounts expressed in U.S. dollars unless otherwise noted*

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## Note 1 - Organization

The Consultative Group on International Agricultural Research (CGIAR) is a global partnership, established in 1971 among organizations engaged in scientific research and other research related activities in the fields of agriculture, forestry, fisheries and natural resources and their funders, with the vision of reducing poverty and hunger, improving human health and nutrition and enhancing ecosystem resilience.

The funders include developing and industrialized country governments, foundations, and international and regional organizations. The research itself is carried out by the 15 independent member centers (CGIAR Centers) of the Consortium of International Agricultural Research Centers (Consortium), in close collaboration with hundreds of partner organizations, including national and regional research institutes, civil society organizations, academia, and the private sector.

The CGIAR Fund (Trust Fund) is a multi donor trust fund, administered by the International Bank for Reconstruction and Development (IBRD) as Trustee. The Trust Fund is governed by the Fund Council, which is a representative body of the Trust Fund donors and other stakeholders and is the decision-making body of the Trust Fund. A fund office, located within IBRD but distinct from IBRD's role as Trustee (the Fund Office), provides support to the Fund Council and liaises with other CGIAR participants.

The Trustee established the Trust Fund on December 1, 2010 (hereinafter referred to as Inception), to hold funds and then disburse them for programs and other activities approved by the Fund Council, upon appropriate disbursement requests from the Consortium, or under the instructions of the donors, as applicable. The Trustee also manages the investment of the Trust Fund's assets, and provides accounting and financial reporting services for the Trust Fund.

The Trustee has no fiduciary responsibility subsequent to transferring funds to the recipient.

The Statement of Receipts, Disbursements and Fund Balance (Statement) reports solely upon the receipts, disbursements and fund balance of the Trust Fund, and does not include the activities or financial position of the Fund Council, the Fund Office, Consortium or any of the recipients.

## Note 2 - Significant accounting policies

This Statement has been prepared on the cash receipts and disbursements basis of accounting, modified to record the Trust Fund's share in the pooled cash and investments (see further discussion below) at fair value

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

*All amounts expressed in U.S. dollars unless otherwise noted*

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(modified cash basis of accounting). Accordingly, net investment income includes the Trust Fund's Share of realized and unrealized investment income/loss.

The modified cash basis of accounting is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America (U.S. GAAP) or International Financial Reporting Standards (IFRS); therefore, the Statement is not intended to be a presentation in conformity with U.S. GAAP or IFRS. Receipts, with the exception of net investment income, as described above, are reported when collected (i.e., when credited to the Trust Fund) rather than when pledged/earned, and disbursements are reported when paid (i.e., when debited to the Trust Fund) rather than when incurred.

In accordance with the modified cash basis of accounting, as described above, and with policies adopted for the administration of the Trust Fund, certain transactions are reported in this Statement in the period in which the transaction is credited/debited to the Trust Fund, rather than in the period to which they relate. These may include contributions not credited to the Trust Fund at the period end date due to timing or other reasons, repostings of disbursements in the ordinary course of business, as deemed necessary, and any refunds of previous disbursements deemed by the Administrator, to be ineligible in accordance with the donor agreements (the Agreements).

Amounts paid into the Trust Fund, but not yet disbursed, are managed by IBRD, which maintains an investment portfolio (the Pool) for all of the trust funds administered by IBRD, the International Development Association (IDA), the International Finance Corporation (IFC), the Multilateral Investment Guarantee Agency (MIGA), and the International Centre for Settlement of Investment Disputes (ICSID) (collectively, the World Bank Group). IBRD, on behalf of the World Bank Group, maintains all trust fund assets separate and apart from the funds of the World Bank Group. The Pool is divided into sub-portfolios to which allocations are made based on fund specific investment horizons, risk tolerances and/or other eligibility requirements for trust funds with common characteristics as determined by IBRD, on behalf of the World Bank Group. These sub-portfolios may hold all or a portion of the financial instruments held by the Pool.

Generally, the Pool includes cash and liquid financial instruments such as government and agency obligations, time deposits, money market securities, and asset-backed securities. The Pool may also include securities pledged as collateral under repurchase agreements as well as derivatives with other counterparties, and receivables from resale agreements as well as derivatives for which it has accepted collateral. Additionally, the Pool includes derivative contracts such as currency forward contracts, currency swaps, interest rate swaps, and

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

*All amounts expressed in U.S. dollars unless otherwise noted*

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contracts to purchase or sell mortgage-backed securities to-be-announced (TBAs). Payables and receivables associated with the investment activities are also included in the Pool.

The Pool is a trading portfolio and is reported at fair value, with realized and unrealized gains/losses included in net investment income. The share in pooled cash and investments represents the Trust Fund's share of the Pool's fair value at the end of each reporting period.

This Statement is presented in U.S. dollars, which is the Trust Fund's functional and presentation currency. Transactions in currencies other than U.S. dollars are reported at the market rates of exchange in effect on the date of the transaction. At the end of each reporting period, fund balances that are not denominated in U.S. dollars are revalued at the market rate of exchange prevailing at the end of the respective reporting period. Any adjustment resulting from currency exchange rate changes is recognized as foreign currency adjustment.

The preparation of this Statement requires management to make estimates and assumptions based upon information available as of the date of this Statement. Actual results could differ from these estimates. Areas in which management makes estimates and assumptions in determining the amounts to be recorded include the fair value of financial instruments.

## **Note 3 - Contributions**

Contributions are received by the Trust Fund in various currencies and converted into U.S. dollars by IBRD as Trustee, upon the receipt of both the funds and the signed and countersigned contribution agreement.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

The amounts committed by the donors and received by the Trust Fund during the fiscal year ended December 31, 2012 and for the period from Inception to December 31, 2012 are as follows:

Donor		Amounts committed	For the fiscal year ended December 31, 2012		Inception to December 31, 2012	
			Amounts received	Amounts received in US\$	Amounts received	Amounts received in US\$
Australia	AUD	84,393,561	39,058,298	\$ 40,590,656	45,568,178	\$ 47,422,450
Bangladesh	USD	100,000	100,000	100,000	100,000	100,000
Belgium	EUR	6,327,000	-	-	-	-
Bill & Melinda Gates Foundation	USD	57,726,576	25,807,635	25,807,635	57,226,576	57,226,576
Canada	CAD	25,370,000	23,370,000	23,344,680	24,870,000	24,831,816
China	USD	4,400,000	4,399,985	4,399,985	4,399,985	4,399,985
Consortium	USD	1,178,778	1,178,778	1,178,778	1,178,778	1,178,778
Denmark	DKK	100,000,000	35,000,000	6,177,860	65,000,000	11,723,813
EC/EU	EUR	18,863,316	16,092,806	21,051,804	16,092,806	21,051,804
Finland	EUR	6,000,000	6,000,000	7,672,800	6,000,000.00	7,672,800
France	EUR	2,200,000	900,000	1,172,430	2,200,000	2,926,590
IBRD	USD	150,000,000	50,000,000	50,000,000	150,000,000	150,000,000
IFAD	USD	6,341,905	-	-	-	-
India	INR	163,253,000	163,253,000	3,054,175	163,253,000	3,054,175
Islamic Republic of Iran	USD	1,000,000	36,815,000 <sup>1</sup>	469,280	36,815,000 <sup>1</sup>	469,280
Ireland	EUR	5,992,500	4,240,000	5,265,501	5,992,500	7,868,489
Italy	EUR	1,397,205	-	-	1,397,205	1,936,360
Japan	USD	1,808,780	1,808,780	1,808,780	1,808,780	1,808,780
Korea	USD	594,500	594,500	594,500	594,500.00	594,500.00
Luxembourg	EUR	2,600,000	500,000	646,350	1,100,000	1,474,080
Mexico	USD	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000
Morocco	USD	500,000	-	-	-	-
Netherlands	EUR	4,000,000	-	-	4,000,000	5,359,400
Netherlands	USD	168,387,565	37,774,515	37,774,515	40,274,515	40,274,515
New Zealand	NZD	5,000,000	2,500,000	1,972,500	5,000,000	4,026,750
Nigeria	USD	586,397	210,861	210,861	382,259	382,259
Norway	NOK	220,000,000	110,000,000	18,285,334	220,000,000	38,597,026
Portugal	EUR	900,000	450,000	563,423	900,000	1,209,235
Russian Federation	USD	15,000,000	3,780,000	3,780,000	12,280,000	12,280,000
South Africa	USD	500,000	500,000	500,000	500,000	500,000
Spain	USD	500,000	-	-	500,000	500,000
Spain	EUR	520,000	370,000	493,080	370,000	493,080
Sweden	SEK	476,500,000	250,000,000	37,579,857	476,500,000	70,900,274
Switzerland	CHF	28,000,000	14,000,000	14,972,461	28,000,000	30,591,360
Thailand	USD	200,000	200,000	200,000	200,000	200,000
Turkey	USD	1,000,000	500,000	500,000	1,000,000	1,000,000
United Kingdom	GBP	123,250,000	46,000,000	73,856,200	101,250,000	162,102,688
United Kingdom	USD	15,340,627	-	-	15,340,627	15,340,627
United States	USD	156,541,347	122,965,807	122,965,807	156,541,347	156,541,347
<b>Total</b>				<b>\$ 507,989,252</b>		<b>\$ 887,038,837</b>

<sup>1</sup>Represents amount received in Japanese Yen.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

## Note 4 - Net investment income

Net investment income consists of the Trust Fund's allocated share of the following: interest income earned by the Pool, realized gains/losses from sales of securities and unrealized gains/losses resulting from recording the assets held by the Pool at fair value.

## Note 5 – Project disbursements

The Trust Fund made project disbursements in the amount of \$412,125,155 and \$658,076,766 for the fiscal year ended December 31, 2012 and for the period from Inception to December 31, 2012, respectively. These amounts represent payments made by IBRD as Trustee, from the Trust Fund to the CGIAR Centers as follows:

CGIAR Center	For the fiscal year ended December 31, 2012	Inception to December 31, 2012
Center for International Forestry Research	\$ 44,388,833	\$ 56,178,213
International Center for Agricultural Research in the Dry Areas	12,740,054	15,125,634
International Center for Living Aquatic Resources Management	11,067,581	16,302,164
International Center for Research in Agroforestry	4,760,354	5,523,503
International Center for Tropical Agriculture	45,181,689	82,144,838
International Crops Research Institute for the Semi-arid Tropics	11,905,337	21,383,188
International Food Policy Research Institute	58,743,972	63,784,447
International Institute of Tropical Agriculture	3,226,615	13,861,649
International Livestock Research Institute	22,725,525	26,015,605
International Maize and Wheat Improvement Center	37,679,531	57,263,010
International Plant Genetic Resources Institute	40,410,783	137,101,503
International Potato Center	38,620,184	43,509,951
International Rice Research Institute	47,252,283	83,131,286
International Water Management Institute	33,050,636	35,631,602
West Africa Rice Development Association	371,778	1,120,173
<b>Total</b>	<b>\$ 412,125,155</b>	<b>\$ 658,076,766</b>

## Note 6 - Administrative budget disbursements, net

Upon approval by the Fund Council, administrative budget funds are transferred to the Trustee, the Fund Office, the Independent Science and Partnership Council (ISPC), the Independent Evaluation Arrangement (IEA), the Global Forum on Agricultural Research (GFAR) and the Consortium as reimbursement for the fees, costs and expenses in connection with performing their functions on behalf of the Trust Fund under their respective terms and conditions. Transfers to the Fund Office included \$329,807 and \$910,800 (net) of approved budget for the Fund Council Chair for the fiscal year ended December 31, 2012 and for the period from Inception to December 31, 2012, respectively. Any adjustments to the approved amount based on actual year end expenses are recorded in the Trust Fund when received. An amount of \$59,307 was received and adjusted to the Fund Office budget during the year ended December 31, 2012.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

The Trust Fund transferred administrative budget in the amount of \$17,101,864 and \$26,425,565 for the fiscal year ended December 31, 2012 and for the period from Inception to December 31, 2012 as follows:

	For the fiscal year ended December 31, 2012	Inception to December 31, 2012
Consortium	\$ 7,395,155	\$ 7,395,155
Fund Office	4,270,500	12,710,800
GFAR	900,000	900,000
IEA	282,716	282,716
ISPC	3,676,700	3,676,700
Trustee	576,793	1,460,193
<b>Total</b>	<b>\$ 17,101,864</b>	<b>\$ 26,425,564</b>

## Note 7 - Fair Value of financial instruments

The Trust Fund's share in the Pool is not traded in any market; however, the underlying assets within the Pool are reported at fair value. All investment decisions are made and performance monitored at the Pool level. The disclosure on fair value measurement and fair value hierarchy is therefore at the Pool level. The fair value of the Trust Fund's share of the cash and investments in the Pool at the end of each reporting period is also disclosed.

### *Fair Value Measurements*

IBRD, on behalf of the World Bank Group, has an established and documented process for determining fair values. Fair value is based upon quoted market prices for the same or similar securities, where available. Financial instruments for which quoted market prices are not readily available are valued based on discounted cash flow models. These models primarily use market-based or independently-sourced market parameters such as yield curves, interest rates, volatilities, foreign exchange rates and credit curves, and may incorporate unobservable inputs. Selection of these inputs involves judgment. The Pool may include financial instruments such as government and agency obligations, time deposits and money market securities, asset-backed securities, securities purchased under resale agreements and securities sold under repurchase agreements, and derivatives.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

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The techniques applied in determining the fair values of financial instruments are summarized below:

## *Government and agency obligations and asset-backed securities*

Where available, quoted market prices are used to determine the fair value of government and agency obligations and asset-backed securities. For securities for which quoted market prices are not readily available, fair values are determined using model-based valuation techniques, either internally-generated or vendor-supplied, that include the standard discounted cash flow method using market observable inputs such as yield curves, credit spreads, prepayment speeds, foreign exchange rates, and funding spreads.

## *Time deposits and money market securities*

Unless quoted prices are available, time deposits and money market securities are of a short term nature and are reported at face value, which approximates fair value.

## *Securities purchased under resale agreements and securities sold under repurchase agreements*

Securities purchased under resale agreements and securities sold under repurchase agreements are of a short term nature and are reported at face value, which approximates fair value.

## *Derivative contracts*

Derivative contracts include currency forward contracts, currency swaps, interest rate swaps and contracts to purchase or sell TBA securities. Derivatives are valued using model based valuation techniques which include the standard discounted cash flow method with market observable inputs such as yield curves, foreign exchange rates, basis spreads and funding spreads.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

*All amounts expressed in U.S. dollars unless otherwise noted*

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## ***Fair Value Hierarchy***

Financial instruments representing the pooled investments for all trust funds administered by the World Bank Group are recorded at fair value on a recurring basis and are categorized based on inputs to the valuation techniques as follows (in order of priority placed on the inputs):

- Level 1: Financial instruments whose values are based on unadjusted quoted prices for identical instruments in active markets.
- Level 2: Financial instruments whose values are based on quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; or pricing models for which all significant inputs are observable, either directly or indirectly for substantially the full term of the instrument.
- Level 3: Financial instruments whose values are based on prices or valuation techniques that require inputs that are both unobservable and significant to the overall fair value measurement.

When the inputs used to measure fair value fall within different levels of the hierarchy, the level within which the fair value measurement is categorized is based on the lowest priority level input that is significant to the fair value measurement of the instrument in its entirety. Thus, a Level 3 fair value measurement of the instrument may include inputs that are observable (Level 2) and unobservable (Level 3).

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

The following tables present the Pool's fair value hierarchy for financial instruments measured at fair value on a recurring basis as of December 31, 2012 and December 31, 2011. Payables and receivables associated with the investment activities and cash are not included in the fair value hierarchy tables as their carrying amounts approximate their fair values. The Trust Fund's share of the Pool's financial instruments may comprise varying proportions among the three levels.

*In millions of U.S. dollars*

	Fair Value Measurement as of December 31, 2012			
	Level 1	Level 2	Level 3	Total
Government and agency obligations	\$4,266	\$9,016	\$-	\$13,282
Time deposits and money market securities	108	9,733	-	9,841
Asset-backed securities	-	3,000	1	3,001
Securities purchased under resale agreements and securities sold under repurchase agreements, net	-	-	-	-
Derivatives, net	-	(64)	-	(64)
<b>Total of financial instruments in the Pool at fair value</b>	<b>\$4,374</b>	<b>\$21,865</b>	<b>\$1</b>	<b>\$26,060</b>

*In millions of U.S. dollars*

	Fair Value Measurement as of December 31, 2011			
	Level 1	Level 2	Level 3	Total
Government and agency obligations	\$5,268	\$8,318	\$-	\$13,586
Time deposits and money market securities	849	7,374	-	8,223
Asset-backed securities	-	3,610	1	3,611
Securities purchased under resale agreements and securities sold under repurchase agreements, net	-	(4)	-	(4)
Derivatives, net	-	161	-	161
<b>Total of financial instruments in the Pool at fair value</b>	<b>\$6,117</b>	<b>\$19,459</b>	<b>\$1</b>	<b>\$25,577</b>

During the fiscal years ended December 31, 2012 and December 31, 2011, neither transfers between levels nor changes in the fair value of Level 3 securities were significant; therefore, no further disclosures on these items are included.

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

## ***Risks management related to the Pool***

The Trust Fund is exposed to credit risk on its share of the cash and investments in the Pool. IBRD, on behalf of the World Bank Group, limits investments to those financial instruments with minimum credit ratings at the time of purchase in the U.S. markets or equivalent as follows:

- Government and agency obligations - issued or unconditionally guaranteed by government agencies rated at least AA- if denominated in a currency other than the home currency of the issuer. Obligations issued by an agency or instrumentality of a government, a multilateral organization or any other official entity require a minimum credit rating of AA-;
- Time deposits and money market securities - issued or guaranteed by financial institutions whose senior debt securities are rated at least A-;
- Asset-backed securities - minimum rating must be AAA; and
- Derivatives - counterparties must have a minimum rating of A-.

IBRD, on behalf of the World Bank Group, may require collateral in the form of cash or other approved liquid securities from individual counterparties in connection with resale agreements as well as derivatives. This collateral serves to mitigate IBRD's exposure to credit risk. The risk is also mitigated through the application of eligibility criteria and volume limits for transactions with individual counterparties and through the use of mark-to-market collateral arrangements for derivatives.

Under resale agreements, IBRD, on behalf of the World Bank Group, has not received securities as collateral as of December 31, 2012 and December 31, 2011, respectively. As of December 31, 2012 and December 31, 2011, the carrying amount of securities pledged as collateral under repurchase agreements was nil and \$4 million, respectively.

The following is a summary of the collateral received by IBRD, on behalf of the World Bank Group, in relation to derivatives as of December 31, 2012 and December 31, 2011:

*In millions of U.S. dollars*

	<u>As of December 31, 2012</u>	<u>As of December 31, 2011</u>
Collateral received at fair value	\$0.30	\$131.00
Collateral permitted to be repledged	0.30	131.00
of which, amount of collateral repledged	-	-
Collateral paid at carrying value	0.20	0.03

# NOTES TO THE STATEMENT OF RECEIPTS, DISBURSEMENTS AND FUND BALANCE

December 31, 2012

All amounts expressed in U.S. dollars unless otherwise noted

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## ***Trust Fund's Share of the Cash and Investments in the Pool***

The Trust Fund's share of the cash and investments in the Pool, which was allocated to a sub-portfolio based on the specific investment horizons, risk tolerances and other eligibility requirements, has a fair value of \$203,703,282 million and \$123,335,840 million as of December 31, 2012 and December 31, 2011, respectively.

The following table presents investment holdings in the sub-portfolio in terms of the counterparty credit risk exposure and investment categories as of December 31, 2012 and December 31, 2011.

<b>Counterparty credit ratings</b>	<b>As of Dec. 31, 2012</b>	<b>As of Dec. 31, 2011</b>
AA or greater	36%	32%
A- or greater	100%	100%
<hr/>		
<b>Types of financial instruments</b>		
Government and agency obligations	1%	13%
Time deposits and money market securities	99%	87%
<b>Total</b>	<b>100%</b>	<b>100%</b>

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## **Note 8 - Subsequent events**

Management has evaluated subsequent events through March 8, 2013, the date the Statement was available to be issued and there are no subsequent events that would require adjustment to or disclosure in this Statement.