



# CGIAR Fund

## Financial Report

Prepared by the Trustee

*Summary of Financial Information*

*As of September 30, 2015*



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## Introduction

The information contained in this report is prepared based on financial information as of September 30, 2015.

The CGIAR Fund (the “Fund”) was established as a Financial Intermediary Fund (FIF) in December 2010. The Fund is administered by the World Bank as Trustee, and governed by the Fund Council, a representative body of Fund donors and other stakeholders. The Fund operates through three Windows: Window 1 funds are used as determined by the Fund Council; Window 2 funds are directed by Fund Donors to eligible CRPs; and Window 3 funds are directed by Fund Donors to individual CGIAR Centers.

This report is produced by the Trustee in accordance with the Trustee’s role in the CGIAR Fund as set forth in Annex 2 of the Contribution Agreement section 6 which states:

*“The Trustee shall maintain separate records and ledger accounts with respect to the Contributions deposited in the CGIAR Fund and transfers made there from. The Trustee shall maintain books, records, documents, and other evidence in accordance with the Trustee’s usual accounting procedures to sufficiently substantiate the management of funds in the CGIAR Fund. The Trustee shall report to the Fund Council and all the Fund Donors annually, unless otherwise agreed with the Trustee, on the status of the CGIAR Fund.”*



## CGIAR Fund Financial Summary as of September 30, 2015

### ***Contributions***

As of September 30, 2015, Contributions to the Fund from Fund Donors totaled USDeq. 2.53 billion, of which USDeq. 61.22 million represents new or additional Contributions since June 30, 2015.

As of September 30, 2015, Fund Donors paid USDeq. 2.42 billion towards their Contributions. Of the total amount paid, USDeq. 127.07 million was received by the Trustee between June 30, 2015 and September 30, 2015.

The paid Contributions by Window is as follows: USDeq. 977.3 million to Window 1, USDeq. 491.9 million to Window 2, USDeq. 956.6 million to Window 3 and USDeq. 3.7 million remained in the provisional account.

### ***Investment Income***

Investment income earned to date totals USD 1.38 million, of which USD 0.1 million was earned between June 30, 2015 and September 30, 2015.

### ***Funding Approvals and Commitments***

As of September 30, 2015, the total amount of USD 2.085 billion was approved by the Fund Council, including indicative funding for CGIAR Research Programs (CRPs). Of the total amount approved for CRPs(USD 1.882 billion), ninety percent was approved for CRPs and funding for Gene bank, five percent for Funding Stability (USD 102.58 million), one percent for Transition Finances and SIAC (USD 23.35 million) and four percent for System Costs (USD 77.33 million). The total funding decisions including the USD 956.6 million funding designation to centers through Window 3 is USD 3.04 billion.

Funds for CRPs are committed by the Trustee only when instructions for cash transfer are received from the Consortium, following relevant approval by the Fund Council. All other funding is committed by the Trustee following respective approvals by the Fund Council. As of September 30, 2015, USD 1.4 billion has been committed by the Trustee under Windows 1 and 2.

### ***Cash Transfers***

Based on Fund Council or Fund Donor decisions, the Trustee has to date transferred USD 2.35 billion of which USD 1.4 billion approved by Fund Council and USD 943.3 million designated to centers through Window 3. Out of the 1.4 billion transferred, USD 725.4 million was transferred from Window 1 to Centers for CRPs; USD 481 million from Window 2 to Centers for CRPs; USD 77.2 million to Consortium, ISPC, IEA, Fund Office and Trustee for System Costs; USD 97.36 million to Centers for Funding Stability and USD 18.89 million to Centers for Transition Finances; USD3.3 million for Strengthening Impact Assessment in CGIAR (SIAC).

### ***Funds Held in Trust and Funds Available for Cash Transfers***

Funds Held in Trust totaled USD 84.4 million as of September 30, 2015, decreased by USD 46.3 million since June 30, 2015. Of the Funds Held in Trust, USD 13.5 million was scheduled for cash transfer to the Centers, resulting in a balance of USD 70.8 million as Funds Available for Cash Transfers.



## Financial Highlights

### ***Liquidity***

Liquidity risk remains high as the current liquidity level (USD 84.4 million) is not sufficient to cover the remaining balance of the CRPs approved, Funding Stability and SIAC (USD 494.4 million).

### ***Investments***

Funds Held in Trust are invested in a cash portfolio of the World Bank's Trust Fund investment pool. This portfolio comprises bank deposits and investments in money market instruments with an investment horizon of less than 3 months. Typically, funds invested in a cash portfolio represent working capital and funds that are expected to be disbursed in less than a year. As of September 30, 2015, the CGIAR Fund has earned investment income of approximately USD 1.38 million on the undisbursed balance of the CGIAR Fund Trust Fund. The CGIAR Fund liquid portfolio has returned 0.47% through the calendar year to September 30, 2015. Given the unpredictability of CGIAR Fund inflows and outflows, CGIAR liquidity balances cannot be currently invested in longer-term portfolios.

### ***Donor Funding***

The total amount of Contributions received represents 96% of total cumulative resources. However, overall donor funding remains unpredictable since only a few donors have signed multi-year Contribution Agreements/Arrangements and the majority of inflows to the CGIAR Fund are therefore unknown.



## 1. CGIAR Fund Summary – Inception through September 30, 2015

*In USD millions*

	Total	% of Total
<b><u>Donor Contributions</u></b>		
Contributions	2,530.6	100%
Pending Contributions	4.0	0%
<b>Total Donor Contributions</b>	<b>2,534.6</b>	<b>100%</b>

<b><u>Cumulative Resources</u></b>		
<u>Resources received</u>		
Contribution Receipts	2,418.4	94.9%
Other Receipts	11.1	0.4%
Investment Income earned	1.4	0.1%
<b>Total Resources Received</b>	<b>2,430.9</b>	<b>95%</b>
<u>Resources not yet received</u>		
Pending Contributions	4.0	0%
Contributions not yet received	112.3	4%
<b>Total resources not yet received</b>	<b>116.3</b>	<b>5%</b>
<b>Total Cumulative Resources (A)</b>	<b>2,547.2</b>	<b>100%</b>

<b><u>Funding Decisions Net of Cancellations</u></b>		
Indicative Funding Approved by Fund Council	2,084.9	69%
<i>of which committed</i>	1,403.4	46%
<i>of which transferred</i>	1,403.2	46%
Cancellations	-	0%
Window 3 designations to Centers	956.6	31%
<i>of which committed</i>	956.6	31%
<i>of which transferred to Centers</i>	943.3	31%
<b>Total Funding Decisions Net of Cancellations (B)</b>	<b>3,041.6</b>	<b>100%</b>
<b>Cumulative Resources Net of Funding Decisions (A) - (B)</b>	<b>(494.4)</b>	

<b><u>Funds Available for Cash Transfer</u></b>		
Funds Held in Trust	84.4	
Amounts Committed, pending cash transfer	13.5	
<b>Total Funds Available for Cash Transfer</b>	<b>70.9</b>	

*\* Numbers may not add-up due to rounding*



## 2. Contributions

*In millions*

Contributor	Currency	In Contribution Currency			Total USDeq. a/
		Pledge	Effective contributions	Total	
Australia	AUD	-	154.20	154.20	139.35
Austria	EUR	-	6.80	6.80	7.85
Bangladesh	USD	-	0.50	0.50	0.50
Belgium	EUR	-	29.73	29.73	37.10
Canada	CAD	-	90.65	90.65	86.22
China	USD	-	10.40	10.40	10.40
Denmark	DKK	-	205.00	205.00	34.70
European Commission	EUR	-	50.05	50.05	63.76
Finland	EUR	-	14.00	14.00	17.65
France	EUR	-	4.60	4.60	6.04
Gates Foundation	USD	-	250.71	250.71	250.71
IBRD	USD	-	277.00	277.00	277.00
IFAD	USD	-	13.46	13.46	13.46
India	INR	-	1,208.96	1,208.96	20.58
Iran	USD	-	1.50	1.50	1.45
Ireland	EUR	-	14.39	14.39	19.22
Italy	EUR	-	2.20	2.20	3.01
Japan	USD	-	28.13	28.13	28.13
Korea, Republic of	USD	-	1.48	1.48	1.48
Luxembourg	EUR	-	2.60	2.60	3.36
Mexico	USD	4.00	2.00	6.00	6.00
Morocco	USD	-	2.00	2.00	2.00
Netherlands	b/ USD	-	4.00	4.00	217.85
	EUR	-	217.85	217.85	5.39
New Zealand	NZD	-	18.50	18.50	15.04
Nigeria	USD	-	1.20	1.20	1.20
Norway	NOK	-	547.54	547.54	88.28
Portugal	EUR	-	1.80	1.80	2.29
Russian Federation	USD	-	15.00	15.00	15.00
South Africa	USD	-	2.50	2.50	2.50
Spain	b/ USD	-	0.50	0.50	0.50
	EUR	-	0.52	0.52	0.68
Sudan	USD	-	1.00	1.00	1.00
Sweden	SEK	-	1,194.50	1,194.50	169.42
Switzerland	CHF	-	74.50	74.50	80.98
Thailand	USD	-	0.50	0.50	0.50
Turkey	USD	-	2.00	2.00	2.00
United Kingdom	b/ USD	-	15.34	15.34	25.30
	GBP	-	237.38	237.38	369.92
United States	USD	-	506.34	506.34	506.34
United Arab Emirates	USD	-	0.50	0.50	0.50
					<b>2,534.63</b>

a/ Valued at the exchange rates as of September 30, 2015

b/ Contributions made in more than one currency

\* Numbers may not add-up due to rounding

The above table shows the status of contributions to the CGIAR Fund. As of September 30, 2015, the Trustee had entered into Contribution Agreements/Contribution Arrangements with 38 donors for a total of USDeq. 2,534.63 billion.



### 3. Schedule of Receipts and Cash Transfers

In USD millions

	As of September 30, 2015 (a)	As of June 30, 2015 (a)	Change since last report (a) - (b)
<b>1. Cumulative Receipts</b>	<b>2,430.9</b>	<b>2,299.3</b>	<b>131.6</b>
a. Contribution receipts	2,418.4	2,291.3	127.1
b. Other receipts a/	11.1	6.7	4.4
c. Investment income earned	1.4	1.3	0.1
<b>2. Cumulative Cash Transfers</b>	<b>2,346.5</b>	<b>2,168.6</b>	<b>177.9</b>
a. Centers	2,269.3	2,093.0	176.4
b. System Costs	77.2	75.7	1.5
c. Other	-	-	-
<b>3. Funds Held in Trust</b>	<b>84.4</b>	<b>130.7</b>	<b>(46.27)</b>

a/ Represents the amount of system cost sharing contributions collected by Centers and transferred by the Consortium to the CGIAR Fund.

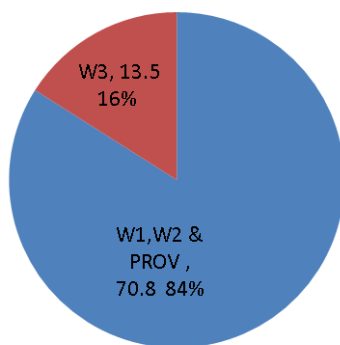
\* Numbers may not add-up due to rounding

#### FUNDS HELD IN TRUST

In USD millions

Funds Held in Trust totaled USDeq. 84.4 million as of September 30, 2015, decreased by USDeq. 46.2 million since June 30, 2015.

Of the total amount of Funds Held in Trust, 84 percent were held in Window 1 (W1); Window 2 (W2); Provisional Account (PA) and 16 percent in Window 3 (W3).





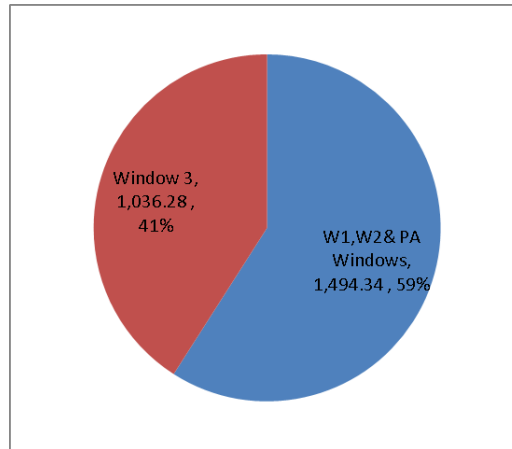


## 4. Cumulative Resources

*In USD millions*

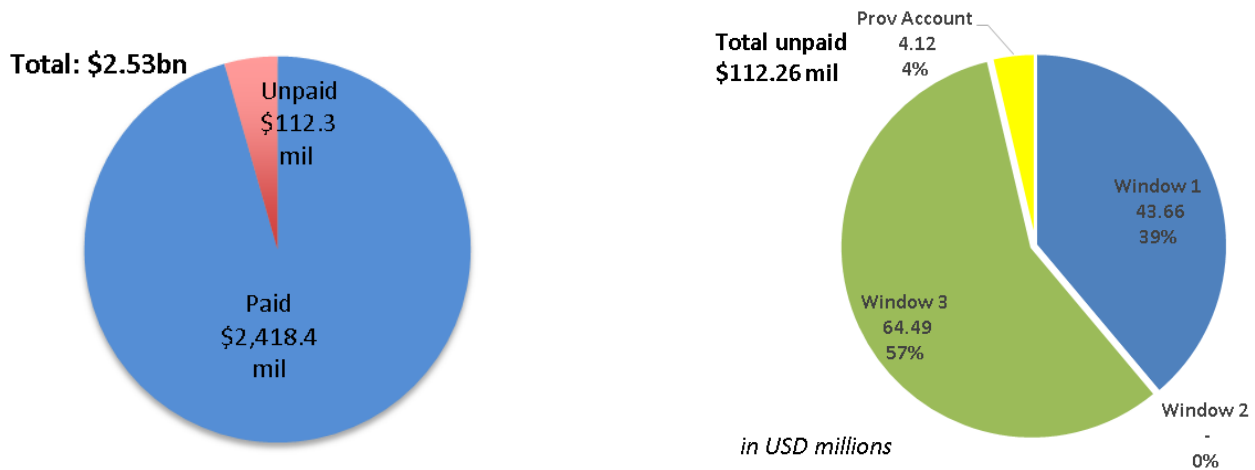
### DONOR CONTRIBUTIONS BY WINDOW

Donor contributions totaled USDeq. 2.53 billion as of September 30, 2015, of which 59 percent of donor contributions are allocated to Window 1 (W1), Window 2 (W2) and Provisional Account (PA) and 41 percent to Window 3 (W3).



### STATUS OF DONOR CONTRIBUTION PAYMENTS

Of the USDeq. 2.53 billion contributed by donors, 96 percent are paid-in and 4 percent are unpaid. Out of the unpaid contributions of USD 112.3 mil, 57% is for Window 3 and 43% for all other Windows.

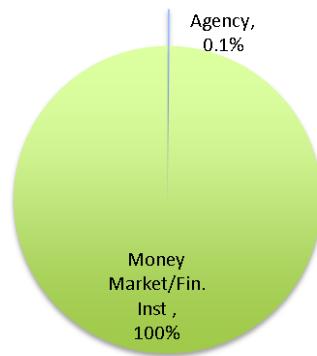




## 5. Asset Mix and Investment Income

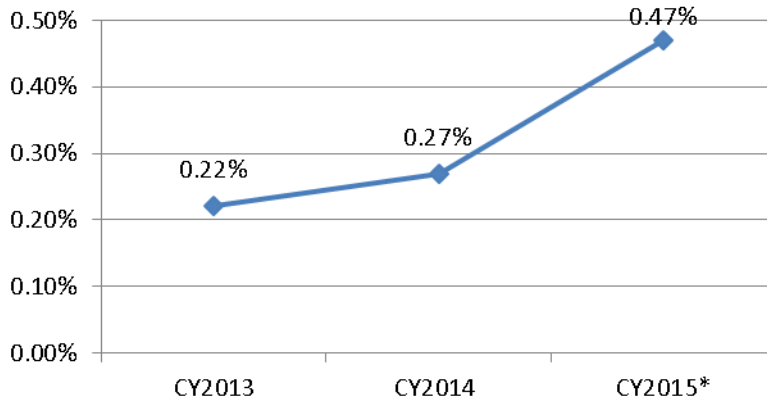
### ASSET MIX

Funds held in trust by the World Bank (as the Trustee) are maintained in a commingled investment portfolio (the “Pool”) for all trust funds administered by the World Bank. The assets in the Pool are managed in accordance with the investment strategy established for all trust funds administered by the World Bank. The CGIAR Fund funds are invested in cash portfolio of the World Bank’s Trust Fund investment pool. This portfolio comprises bank deposits and investments in money market instruments with an investment horizon of less than 3 months.



### INVESTMENT RETURNS

The CGIAR Fund liquid portfolio (which totaled USD 84.4 million as of September 30, 2015) has earned USD 1.38 million in investment income since inception.



\*non-annualized returns



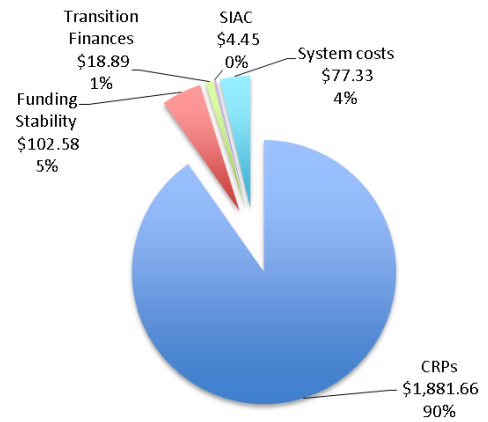
## 6. Cumulative Funding Decisions, Trustee Commitments and Cash Transfers

In USD millions

### CUMULATIVE FUNDING APPROVALS BY ACTIVITY

Since inception to September 30, 2015, funding approvals made by the CGIAR Fund Council totaled USD 2.1 billion.

Of the total amount approved, CRPs represent about 90%, Funding Stability 5%, Transition Finances 1% and System costs 4%.



### FUNDING APPROVALS AND CASH TRANSFERS BY ACTIVITY

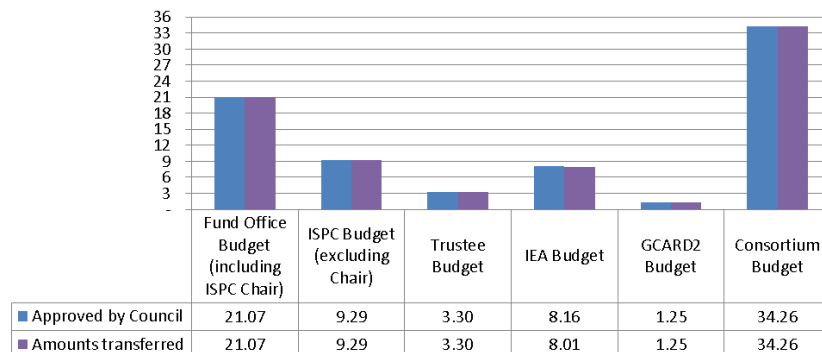
Of the total amount of USD 2.1 billion approved by Fund Council, USD 1.4 billion has been transferred.

	Approved by Council (Total Budget)	Amounts transferred	Balance to be transferred
CRPs	1,881.7	1,206.5	675.2
Funding Stability	102.6	97.4	5.2
Transition Finances	18.89	18.89	-
SIAC	4.45	3.3	1.1
System costs	77.3	77.2	0.1
<b>Total</b>	<b>2,084.9</b>	<b>1,403.2</b>	<b>681.7</b>

\* Numbers may not add-up due to rounding

### SYSTEM COSTS APPROVALS AND CASH TRANSFERS

Of the USD 77.3 million approved for System Costs, the total amount USD 77.2 million has been transferred. The chart presents the breakdown by recipients.





## 7. Window 3 Cash Transfers

This table presents amounts transferred from Window 3 to Centers in accordance with Donors' designations, as of September 30, 2015.

Center Name	Amounts	Amounts	New Transfers Since Last Report
	Transferred as of 09/30/2015	Transferred as of 06/30/2015	
	(a)	(a)	(c) = (a) - (b)
AFRICA RICE CENTER	24.96	22.29	2.67
Bioversity	34.34	32.39	1.95
CIAT	28.09	18.99	9.10
CIFOR	39.61	37.40	2.22
CIMMYT	182.64	172.40	10.23
CIP	49.79	48.99	0.79
ICARDA	29.92	26.40	3.52
ICRAF	46.80	37.92	8.88
ICRISAT	65.74	62.91	2.83
IFPRI	166.03	156.32	9.72
IITA	89.36	87.69	1.67
ILRI	54.25	47.92	6.32
IRRI	81.39	72.01	9.38
IWMI	19.91	18.29	1.62
WorldFish Center	30.46	28.51	1.96
<b>Total</b>	<b>943.30</b>	<b>870.44</b>	<b>72.86</b>

\* Numbers may not add-up due to rounding



## ANNEX 1. Glossary

Term	Definition
Approvals	See Funding Approvals
Cancellations	Funds that have been released back to the pool of available funds.
Cash Transfers	Payments made out of a trust fund.
Contributions	Funds provided or to be provided based on the basis of a signed agreement or arrangement between donor(s) and the World Bank as trustee for the trust fund.
Commitments	Obligations to provide financing to a recipient(s) through a legal agreement.
Contribution Agreement or Arrangement	A document entered into between the donor and the Trustee in respect to the donor's contribution to the Fund.
Contributions Paid-in	Amount of Contribution received by the Trustee in the form of Cash or Promissory Notes.
Encashment	Draw down (payment in cash) of a promissory note.
Financial Intermediary Fund (FIF)	A FIF is an arrangement that can be either a trust fund or a financial platform that typically leverages a variety of public and private resources in support of international initiatives; they enable the international community to provide a direct and coordinated response to global priorities.
Funding Approvals	Decisions taken by a governing body to provide financing.
Funding Availability	Funds held in trust less restricted funds and amounts pending transfer.
Funds Held in Trust	Represents balance of cash, investments and unencashed promissory notes (if any) as of reporting date.
Pending Contributions	Amounts of donor contribution agreements being negotiated.
Promissory Notes	A document containing a promise to pay which is irrevocable and legally binding. Promissory notes are payable on demand, can be paid in accordance with agreed schedules, and are non-interest bearing.
Provisional Account	The account of the CGIAR Fund to which Fund Donors may contribute funds without initially specifying any designations.
Receipts	Cash, promissory notes, and investment income received by the trust fund.
Restricted Funds	Funds held in trust that are not available to the governing body for funding decision purposes.
Set-Aside	Funds that have been reserved based on governing body funding decision and pending commitment by the Trustee.
Systems Costs	Costs incurred for coordinating governance, administration, and business processes at the overall system level.
Commitments	Legal obligations to pay a recipient based on the funding decisions taken by a governing body.