



CGIAR Fund

**Financial Report
Prepared by the Trustee**

*Summary of Financial Information
As of December 31, 2011*



Table of Contents

Trustee Report Summary	4
CGIAR Fund Summary	5
Status of Donor Contributions (Pending and Effective Contributions)	6
Schedule of Receipts and Cash Transfers	7
Funds Held in Trust	7
Donor Contributions	8
Status of Payments on Donor Contributions	8
Donor Contributions Not Yet Paid	9
Investment Income	9
CGIAR Fund Council Approvals and Cash Transfers	10
CGIAR Fund Council Budget Approvals and Cash Transfers	10
CGIAR Fund Council CRPs Approvals and Cash Transfers	11
Window 2 CRP Contributions and Cash Transfers	11
Window 3 Cash Transfers	12
Annex	
Donor Contributions by Window	14
Schedule of Receipts and Cash Transfers by Window	14
Glossary	
Glossary	16



Trustee Report Summary as of December 31, 2011

Introduction

The CGIAR Fund (the “Fund”) was established as a Financial Intermediary Fund (FIF) in December 2010 in the World Bank. 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.

The information contained in this report is prepared based on financial information as of December 31, 2011. 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.”



Trustee Report Summary as of December 31, 2011

CGIAR Fund Financial Summary (Update for the Period October 1, 2011 through December 31, 2011)

Contributions

As of December 31, 2011, Contributions to the Fund from Fund Donors totaled USDeq. 394.9 million. Of this amount, USDeq. 113.2 million represents new or additional Contributions since September 30, 2011 from the following Fund Donors: the Bill and Melinda Foundation (Gates Foundation), Canada (IDRC), Finland, France, Korea, the Netherlands, Spain, Sweden, United Kingdom and the United States. In addition, Pending Contributions from Australia, Bangladesh, Canada (CIDA), China, Denmark, South Africa and Thailand totaled USDeq. 33.4 million.

Receipts

Paid-in contributions from the Fund Donors total USD 378.8 million, of which, USD 193.1 million was paid after September 30, 2011. The breakdown of these receipts by Window is as follows: USD 252.8 million to Window 1 (including transfers from the Provisional Account), USD 51.2 million to Window 2 (including transfers from the Provisional Account), USD 63 million to Window 3, and USD 11.9 million to the Provisional Account (excluding any transfers to Window 1 and Window 2). Investment income earned to date totals USD 0.26 million, of which USD 0.08 million was earned between October 1, 2011 and December 31, 2011.

Funding Approvals and Commitments

As of December 31, 2011, the total amount of USD 1,691.4 million was approved by the Fund Council, including indicative funding for CRPs, of which USD 221.9 million was approved after September 30, 2011. Of the total amount approved, ninety-three percent was approved for CRPs (USD 1,566.3 million), six percent for Funding Stability (USD 102.6 million) and one percent for System Costs (USD 22.5 million). 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. As of December 31, 2011, USD 201.7 million has been committed by the Trustee under Window 1 and 2.

Cash Transfers

Based on Fund Council or Fund Donor decisions, the Trustee has to date transferred USD 255.3 million, of which USD 71.5 million was transferred from Window 1 to Centers for CRPs; USD 30.2 million from Window 2 to Centers for CRPs; USD 61.7 million to Centers through Window 3; USD 8.4 million to the Fund Office and USD 0.9 million to the Trustee for System Costs; and USD 82.6 million to Centers for Funding Stability.

Funds Held in Trust and Funds Available for Cash Transfers

Funds Held in Trust totaled USD 123.8 million as of December 31, 2011, an increase of USD 18.5 million since September 30, 2011. Of the Funds Held in Trust, USD 2.9 million was requested for cash transfer and pending approval by the Fund Council, resulting in a balance of USD 120.9 million as Available for Cash Transfers.



Trustee Report Summary as of December 31, 2011

Liquidity

Liquidity risk remains high as the current liquidity level (USD 123.8 million) is not sufficient to cover the remaining balance of year 1 budget of the CRPs approved, Funding Stability and Systems costs (USD 231.6 million). This issue may be discussed at the Funders Forum later this year.

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 December 31, 2011, the CGIAR Fund has earned investment income of approximately USD 0.26 million on the undisbursed balance of the CGIAR Fund Trust Fund. The investment income return since inception of the CGIAR Fund Trust Fund was approximately 0.39%. 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 88% 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 2012 inflows to the CGIAR Fund are therefore unknown.



1. CGIAR Fund Summary – Inception through December 31, 2011

<i>in USD millions</i>	Total	% of Total
Donor Contributions		
Contributions	394.9	92%
Pending Contributions	33.4	8%
Total Donor Contributions	428.3	100%
Cumulative Resources		
<u>Resources received</u>		
Cash Receipts	378.8	88%
Investment Income earned	0.3	0%
Total Resources Received	379.1	88%
<u>Resources not yet received</u>		
Pending Contributions	33.4	8%
Contributions not yet received	16.1	4%
Total resources not yet received	49.5	12%
Total Cumulative Resources (A)	428.5	100%
Funding Decisions Net of Cancellations		
Indicative Funding Approved by Fund Council	1,691.4	96%
<i>of which committed</i>	201.7	12%
<i>of which transferred</i>	193.6	11%
Cancellations	-	0%
Window 3 designations to Centers	61.7	4%
<i>of which committed</i>	61.7	4%
<i>of which transferred to Centers</i>	61.7	4%
Total Funding Decisions Net of Cancellations (B)	1,753.1	100%
Cumulative Resources Net of Funding Decisions (A) - (B)	(1,324.5)	
Funds Available for Cash Transfer		
Funds Held in Trust	123.8	
Amounts requested for cash transfer, pending FC approval	2.9	
Total Funds Available for Cash Transfer	120.9	



2. Contributions - the following table details the total value of the pending and effective contributions as of December 31, 2011

Contributor	Currency	Pending Contributions	Effective Contributions	Total	Current Value in USD million
Australia	AUD	9.74	6.51	16.25	16.86
Bangladesh	USD	0.10	-	0.10	0.10
Canada	CAD	15.37	3.00	18.37	17.99
China	USD	1.60	-	1.60	1.60
Denmark	DKK	35.00	30.00	65.00	11.55
Finland	EUR	-	3.00	3.00	3.95
France	EUR	-	1.30	1.30	1.72
Gates	USD	-	31.92	31.92	31.92
IBRD	USD	-	100.00	100.00	100.00
Ireland	EUR	-	1.75	1.75	2.60
Italy	EUR	-	1.40	1.40	1.93
Korea, Republic of	USD	-	0.29	0.29	0.29
Luxembourg	EUR	-	2.60	2.60	3.42
Morocco	USD	-	0.50	0.50	0.50
Netherlands	USD	-	2.50	2.50	2.50
Netherlands	EUR	-	4.00	4.00	5.39
New Zealand	NZD	-	2.50	2.50	2.01
Nigeria	USD	-	0.39	0.39	0.39
Norway	NOK	-	110.00	110.00	19.95
Portugal	EUR	-	0.45	0.45	0.63
Russian Federation	USD	-	15.00	15.00	15.00
South Africa	USD	0.50	-	0.50	0.50
Spain	USD	-	0.50	0.50	0.50
Spain	EUR	-	0.46	0.46	0.60
Sweden	SEK	-	226.50	226.50	33.42
Switzerland	CHF	-	14.00	14.00	15.53
Thailand	USD	0.10	-	0.10	0.10
Turkey	USD	-	0.50	0.50	0.50
United Kingdom	USD	-	15.34	15.34	15.34
United Kingdom	GBP	-	55.25	55.25	87.92
United States	USD	-	33.58	33.58	33.58
					428.29



Expressed in USDeq. millions

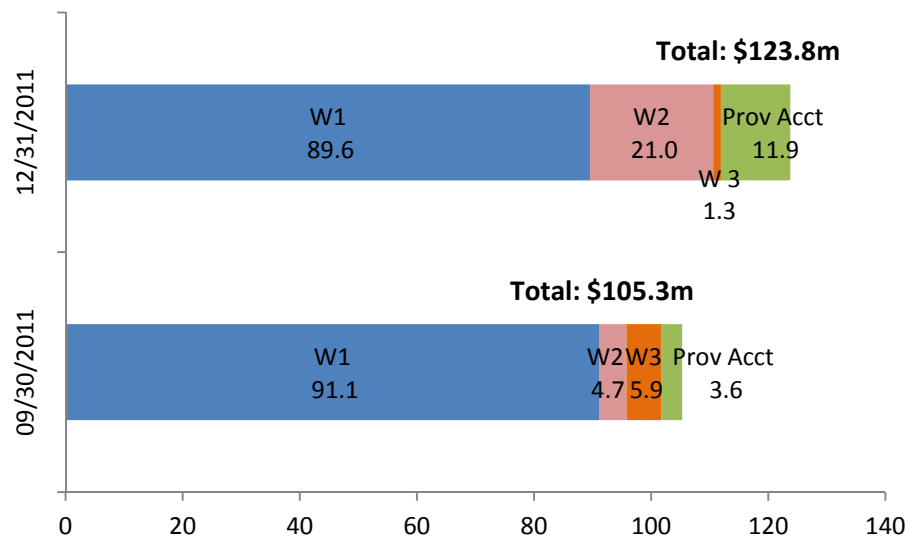
3. Schedule of Receipts and Cash Transfers

	As of December 31, 2011 (a)	As of September 30, 2011 (b)	Change since last report (a) - (b)
1. Cumulative Receipts	379.06	185.92	193.14
a. Cash receipts	378.80	185.74	193.06
b. Investment income earned	0.26	0.18	0.08
2. Cumulative Cash Transfers	255.28	80.58	174.69
a. Centers	245.95	75.08	170.87
b. System Costs	9.32	5.50	3.82
c. Other	-	-	-
3. Funds Held in Trust	123.79	105.34	18.45

4. Funds Held in Trust

Funds Held in Trust totaled USDeq. 123.8 million as of December 31, 2011, an increase of USDeq. 18.5 million.

Of the total amount of Funds Held in Trust, 72 percent were held in Window 1; 17 percent in Window 2; 1 percent in Window 3; 10 percent in the Provisional Account.

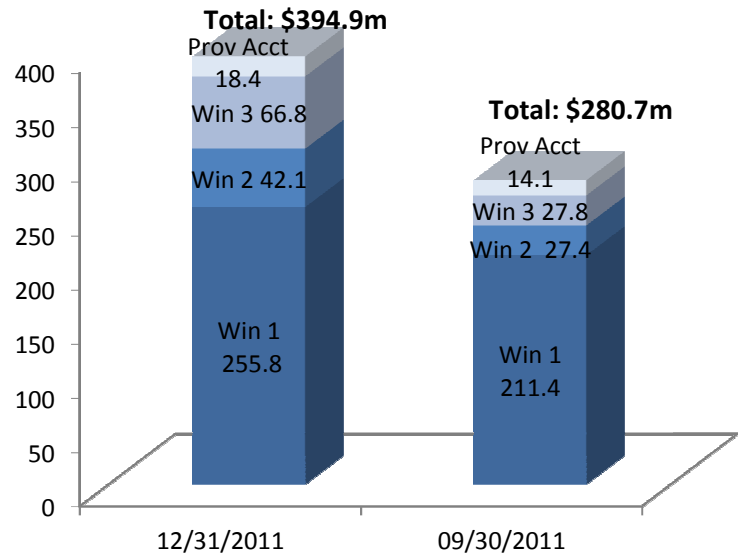




Expressed in USDeq. millions

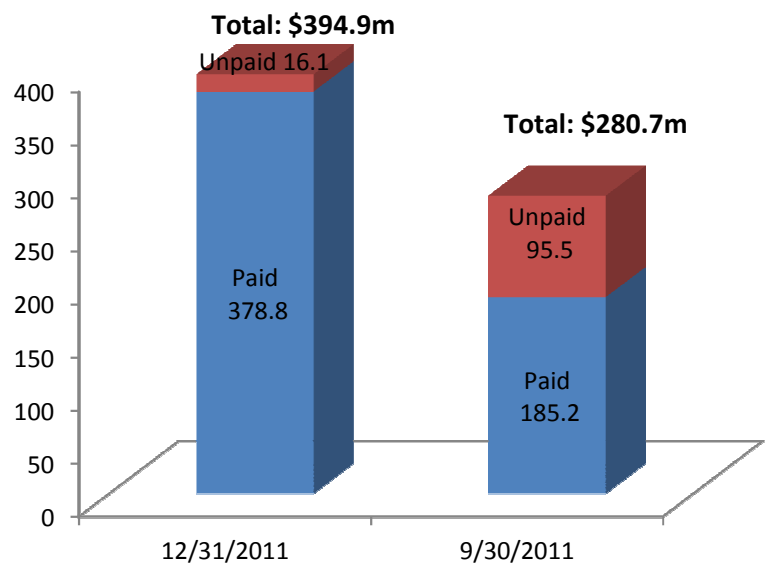
5. Donor Contributions

Donor contributions totaled USDeq. 394.9 million as of December 31, 2011, of which 65 percent of donor contributions are to Window 1; 13 percent are to Window 2; 17 percent are to Window 3; 5 percent are designated to the Provisional Account.



6. Status of Donor Contribution Payments

Of the USDeq. 394.9 million contributed by donors, 96% are paid-in and 4% are not yet paid.



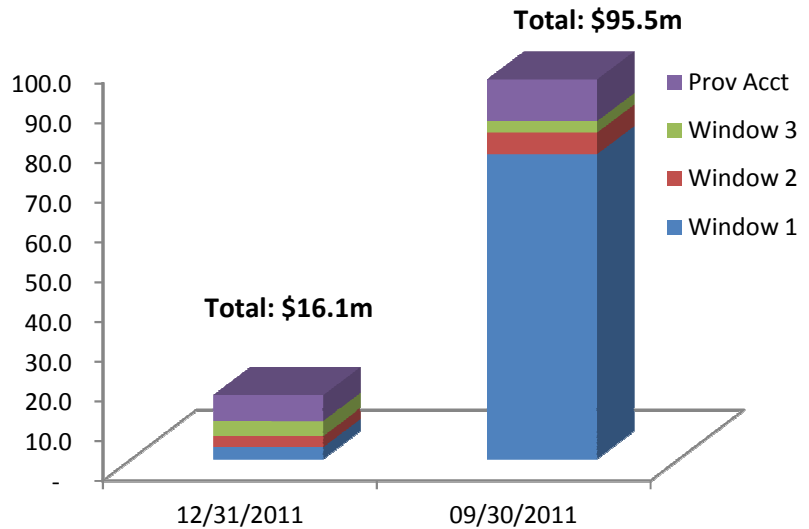


Expressed in USDeq. millions

7. Donor Contributions Not Yet Paid

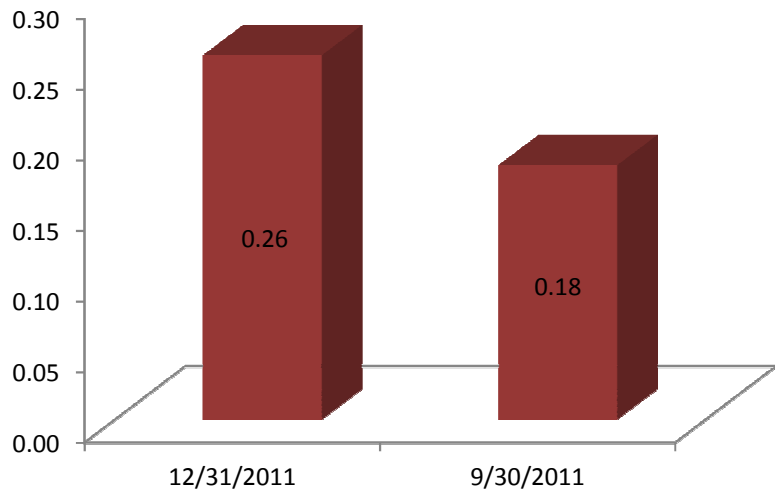
Donor contributions not yet paid total USDeq. 16.1 million:

-Russia	USD	6.5m	PA
-BMGF	USD	0.5m	WIN1
-Finland	EUR	1.0m	WIN1
-Luxembourg	EUR	0.9m	WIN1
-Canada	CAD	1.5m	WIN2
-Finland	EUR	1.0m	WIN2
-Finland	EUR	1.0m	WIN3
-Luxembourg	EUR	1.1m	WIN3
-Morocco	USD	0.5m	WIN3
-Spain	EUR	0.5m	WIN3



8. Investment Income

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. The Fund has earned USDeq. 258 thousand in Investment Income since inception, representing the investment return of 0.39%.





9a. CGIAR Fund Council Approvals and Cash Transfers - this table presents the amounts of the new Fund Council approvals, since last report

<i>in USDeq. millions</i>	Approved by Council As of 12/31/2011	Approved by Council As of 09/30/2011	New Approvals Since Last Report
	(a)	(b)	(c) = (a) - (b)
CRPs	1,566.3	1,402.5	163.8
Funding Stability	102.6	57.6	45.0
System costs	22.5	9.5	13.0
Total	1,691.4	1,469.6	221.8

9b. CGIAR Fund Council Approvals and Cash Transfers - this table presents amounts approved by the Fund Council and transferred, as of December 31, 2011

<i>in USDeq. millions</i>	Approved by Council (Total Budget)	Year 1 CRP Budget	Amounts transferred	Balance to be transferred
	(a)	(b)	(c)	(d) = (b) - (c)
CRPs	1,566.3	300.1	101.7	198.4
Funding Stability	102.6	102.6	82.6	20.0
System costs	22.5	-	9.3	13.2
Total	1,691.4	402.6	193.6	231.6

10. CGIAR Fund Council Budget Approvals and Cash Transfers - this table presents system costs amounts approved by the Fund Council and transferred, as of December 31, 2011

<i>in USDeq. millions</i>	Approved by Council	Amounts transferred	Balance to be transferred
	(a)	(b)	(c) = (a) - (b)
System costs			
Fund Office Budget (including ISPC Chair)	8.4	8.4	-
ISPC Budget (excluding Chair)	4.3	-	4.3
Trustee Budget	1.8	0.9	0.9
Consortium Budget	8.0	-	8.0
Total	22.5	9.3	13.2

**11. CGIAR Fund Council CRPs Approvals and Cash Transfers** - this table presents CRPs amounts approved by the Fund Council and transferred, as of December 31, 2011*in US\$eq. millions*

CRPs		Approved by Council (total CRP Budget)	Year 1 CRP Budget	Amounts transferred	Balance of Year 1 budget to be transferred	Balance of amounts in Window 2		Amounts needed to cover Year 1 budget
						Cash	Not yet received	
		(a)	(b)	(c)	(d) = (b) - (c)	(e)	(f)	(g)=(d)-(e)-(f)
1.1 Dry areas	Cat. I appr.	70.3	13.1	-	13.1	1.5	-	11.6
1.3 Aquatic ag systems	Cat. I appr.	32.3	8.9	3.9	5.0	1.4	1.5	2.1
2 Policies, institutions, markets	Cat. I appr.	139.9	29.9	-	29.9	2.3	-	27.6
3.1 Wheat	Cat. I appr.	40.9	13.0	-	13.0	3.7	-	9.3
3.2 Maize	Cat. I appr.	44.7	14.2	6.1	8.1	-	-	8.1
3.3 GRiSP	Cat. I appr.	382.7	34.9	31.3	3.6	-	-	3.6
3.4 Roots, tubers, and bananas	Cat. I appr.	135.6	38.4	-	38.4	4.3	-	34.1
3.7 Meat, milk, and fish	Cat. I appr.	35.2	10.3	-	10.3	2.9	-	7.4
4 Agriculture for improved nutrition and health	Cat. I appr.	93.6	17.2	-	17.2	0.9	-	16.3
5 Water, land and ecosystems	Cat. I appr.	163.8	40.4	-	40.4	0.4	-	39.9
6 Forests, trees and agroforestry	Cat. I appr.	90.3	25.3	11.1	14.2	2.5	-	11.8
7 CCAFS	Cat. I appr.	323.9	41.4	36.2	5.2	-	-	5.2
Genebanks	Cat. I appr.	13.1	13.1	13.1	0.0	-	-	0.0
Total		1,566.3	300.1	101.7	198.4	19.8	1.5	177.1

12. Window 2 CRP Contributions and Cash Transfers - this table presents amounts contributed by donors and transferred to Lead Centers, as of December 31, 2011*in US\$eq. millions*

CRPs		Donor Contributions		Amounts Transferred	Cash balance in Window 2
		Received	Not Yet Received		
		(a)	(b)	(c)	(d) = (a) - (c)
1.1 Dry areas	Cat. I appr.	1.5	-	-	1.5
1.3 Aquatic ag systems	Cat. I appr.	1.4	1.5	-	1.4
2 Policies, institutions, markets	Cat. I appr.	2.3	-	-	2.3
3.1 Wheat	Cat. I appr.	3.7	-	-	3.7
3.2 Maize	Cat. I appr.	1.8	-	1.8	-
3.3 GRiSP	Cat. I appr.	9.7	-	9.7	-
3.4 Roots, tubers, and bananas	Cat. I appr.	4.3	-	-	4.3
3.7 Meat, milk, and fish	Cat. I appr.	2.9	-	-	2.9
4 Agriculture for improved nutrition and health	Cat. I appr.	0.9	-	-	0.9
5 Water, land and ecosystems	Cat. I appr.	0.4	-	-	0.4
6 Forests, trees and agroforestry	Cat. I appr.	2.5	-	-	2.5
7 CCAFS	Cat. I appr.	18.7	-	18.7	-
Total		50.0	1.5	30.2	19.8

**13. Window 3 Cash Transfers** - this table presents amounts transferred from Window 3 to Centers in accordance with Donors' designations, as of December 31, 2011*in USD millions*

Center Name	Amounts	Amounts	New Transfers Since Last Report
	Transferred as of 12/31/2011	Transferred as of 09/30/2011	
	(a)	(b)	(c) = (a) - (b)
AFRICA RICE CENTER	0.75	0.75	-
Bioversity	1.03	1.03	-
CIAT	0.76	0.76	-
CIFOR	0.69	0.69	-
CIMMYT	13.50	1.48	12.02
CIP	4.89	2.98	1.91
ICARDA	2.39	1.74	0.65
ICRAF	0.76	0.76	-
ICRISAT	9.48	1.19	8.28
IFPRI	5.04	1.50	3.54
IITA	10.64	0.76	9.87
ILRI	3.29	1.53	1.76
IRRI	4.56	1.69	2.87
IWMI	2.58	1.18	1.40
WorldFish Center	1.33	0.99	0.35
Total	61.68	19.02	42.66



ANNEX

**14. Donor Contribution Agreements/Arrangements** - this table presents the data on contribution agreements effective as of December 31, 2011

Donor	Currency	Total	Window 1	Window 2	Window 3	Provisional Account
Australia	AUD	6,509,880	-	-	6,509,880	-
Gates Foundation	USD	31,918,941	2,000,000	-	29,918,941	-
Canada	CAD	3,000,000	-	3,000,000	-	-
Denmark	DKK	30,000,000	-	30,000,000	-	-
Finland	EUR	3,000,000	1,000,000	1,000,000	1,000,000	-
France	EUR	1,300,000	1,300,000	-	-	-
Ireland	EUR	1,752,500	900,000	852,500	-	-
Italy	EUR	1,397,205	797,205	-	600,000	-
Korea, Republic of	USD	290,000	290,000	-	-	-
Luxembourg	EUR	2,600,000	880,000	-	1,720,000	-
Morocco	USD	500,000	-	-	500,000	-
Netherlands	EUR	4,000,000	4,000,000	-	-	-
Netherlands	USD	2,500,000	-	2,500,000	-	-
New Zealand	NZD	2,500,000	2,500,000	-	-	-
Portugal	EUR	-	-	250,000	200,000	-
Nigeria	USD	386,397	336,397	-	50,000	-
Norway	NOK	110,000,000	110,000,000	-	-	-
Portugal	EUR	450,000	-	250,000	200,000	-
Russian Federation	USD	15,000,000	1,500,000	1,500,000	-	12,000,000
Spain	EUR	460,000	-	-	460,000	-
Spain	USD	500,000	500,000	-	-	-
Sweden	SEK	226,500,000	163,200,000	-	63,300,000	-
Switzerland	CHF	14,000,000	5,290,000	4,150,000	4,560,000	-
Turkey	USD	500,000	-	-	500,000	-
United Kingdom	GBP	55,250,000	45,000,000	10,250,000	-	-
United Kingdom	USD	15,340,627	15,340,627	-	-	-
United States	USD	33,575,540	500,000	17,675,540	9,000,000	6,400,000
World Bank	USD	100,000,000	100,000,000	-	-	-

*Expressed in USDeq. millions***15. Schedule of Receipts and Cash Transfers** - the following table details total value of receipts, cash transfers and the Funds Held in Trust as of December 31, 2011 and the breakdown by Windows

	Total	Window 1	Window 2	Window 3	Prov Acct
1. Cumulative Receipts	379.06	252.99	51.19	62.99	11.88
a. Cash receipts	378.80	252.76	51.16	62.97	11.90
b. Investment income earned	0.26	0.23	0.03	0.02	(0.02)
2. Cumulative Cash Transfers	255.28	163.42	30.17	61.68	-
a. Centers	245.95	154.09	30.17	61.68	-
b. System Costs	9.32	9.32	-	-	-
c. Other	-	-	-	-	-
3. Funds Held in Trust	123.79	89.57	21.02	1.31	11.88



Glossary



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.
Funds Held in Trust	Represents cash and balances from promissory notes held in the trust fund.
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.