



CGIAR Fund

Financial Report

Prepared by the Trustee

Summary of Financial Information

As of December 31, 2014



Table of Contents

Introduction	3
CGIAR Fund Financial Summary as of December 31, 2014.....	4
Financial Highlights	5
1. CGIAR Fund Summary – Inception through December 31, 2014.....	6
2. Contributions	7
3. Schedule of Receipts and Cash Transfers	8
4. Cumulative Resources.....	9
5. Asset Mix and Investment Income.....	10
6. Cumulative Funding Decisions, Trustee Commitments and Cash Transfers.....	11
7. Window 3 Cash Transfers	12
ANNEX 1. Glossary	13



Introduction

The information contained in this report is prepared based on financial information as of December 31, 2014.

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 December 31, 2014

Contributions

As of December 31, 2014, Contributions to the Fund from Fund Donors totaled USDeq. 2.31 billion, of which USDeq. 269.80 million represents new or additional Contributions since June 30, 2014.

As of December 31, 2014, Fund Donors paid USDeq. 2.08 billion towards their Contributions. Of the total amount paid, USDeq. 430.8 million was received by the Trustee between June 30, 2014 and December 31, 2014.

The paid Contributions by Window is as follows: USDeq. 844.6 million to Window 1, USDeq. 440.33 million to Window 2, USDeq. 789.07 million to Window 3 and USDeq. 9.66 million remains in the Provisional Account.

Investment Income

Investment income earned to date totals USD 1.27 million, of which USD 0.24 million was earned between June 30, 2014 and December 31, 2014.

Funding Approvals and Commitments

As of December 31, 2014, the total amount of USD 2.08 billion was approved by the Fund Council, including indicative funding for CGIAR Research Programs (CRPs). Of the total amount approved, ninety-one percent was approved for CRPs and funding for Genebank (USD 1.9 billion), five percent for Funding Stability (USD 102.58 million), three percent for System Costs (USD 54.7 million), and one percent for Transition Finances and SIAC (USD 23.35 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. All other funding is committed by the Trustee following respective approvals by the Fund Council. As of December 31, 2014, USD 1.27 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 2.02 billion, of which USD 670.90 million was transferred from Window 1 to Centers for CRPs; USD 431.37 million from Window 2 to Centers for CRPs; USD 743.97 million to Centers through Window 3; USD 54.74 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.

Funds Held in Trust and Funds Available for Cash Transfers

Funds Held in Trust totaled USD 69.93 million as of December 31, 2014, an increase of USD 7.69 million since June 30, 2014. Of the Funds Held in Trust, USD 29.31 million was set aside to pay for scheduled cash transfer to the Centers, leaving a balance of USD 40.60 million as available to support future cash transfers.



Financial Highlights

Liquidity

Liquidity risk for the CGIAR Fund continues to remain high. The undisbursed balance of approved CRPs, Funding Stability, and System Costs amounts to USD 832.1 million. The current liquidity level is USD 69.93 million, leaving a liquidity deficit of USD 762.2 million. This amount will be partially covered by Contributions not yet Received in the amount of USD 224.5 million. However, a funding gap in the amount of USD 537.7 million remains.

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, 2014, the CGIAR Fund has earned investment income of approximately USD 1.27 million on the undisbursed balance of the CGIAR Fund Trust Fund. The CGIAR Fund liquid portfolio has returned 0.27% through the calendar year to December 31, 2014. Given the unpredictability of CGIAR Fund inflows and outflows, CGIAR liquidity balances cannot be currently invested in longer-term portfolios.

Donor Funding

Ninety percent of total Contributions have been received by the Trustee. Contributions not yet paid are scheduled to be paid as agreed with the Trustee. Future contributions to the CGIAR Fund are unpredictable as only a few Contributors have signed multi-year Contribution Agreements/Arrangements.



1. CGIAR Fund Summary – Inception through December 31, 2014

In USD millions

	Total	% of Total
<u>Donor Contributions</u>		
Contributions	2,308.2	100%
Pending Contributions	-	0%
Total Donor Contributions	2,308.2	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Contribution Receipts	2,083.7	90%
Other Receipts	3.4	0%
Investment Income earned	1.3	0%
Total Resources Received	2,088.4	90%
<u>Resources not yet received</u>		
Pending Contributions	-	0%
Contributions not yet received	224.5	10%
Total resources not yet received	224.5	10%
Total Cumulative Resources (A)	2,312.9	100%
<u>Funding Decisions Net of Cancellations</u>		
Indicative Funding Approved by Fund Council	2,077.3	73%
<i>of which committed</i>	1,274.5	45%
<i>of which transferred</i>	1,274.5	45%
Cancellations	-	0%
Window 3 designations to Centers	773.3	27%
<i>of which committed</i>	773.3	27%
<i>of which transferred to Centers</i>	744.0	26%
Total Funding Decisions Net of Cancellations (B)	2,850.6	100%
Cumulative Resources Net of Funding Decisions (A) - (B)	(537.7)	
<u>Funds Available for Cash Transfer</u>		
Funds Held in Trust	69.9	
Amounts requested, pending cash transfer	29.3	
Total Funds Available for Cash Transfer	40.6	

* Numbers may not add-up due to rounding



2. Contributions

In millions

Contributor	Currency	Pending Contributions	Effective Contributions	Total	USDeq. a/
Australia	AUD	-	132.63	132.63	125.47
Austria	EUR	-	6.80	6.80	8.37
Bangladesh	USD	-	0.40	0.40	0.40
Belgium	EUR	-	29.73	29.73	38.13
Canada	CAD	-	77.25	77.25	75.28
China	USD	-	10.40	10.40	10.40
Denmark	DKK	-	205.00	205.00	35.55
European Commission	EUR	-	50.05	50.05	65.36
Finland	EUR	-	12.00	12.00	15.48
France	EUR	-	4.60	4.60	6.04
Gates Foundation	USD	-	187.70	187.70	187.70
IBRD	USD	-	247.00	247.00	247.00
IFAD	USD	-	19.40	19.40	19.40
India	INR	-	816.98	816.98	14.47
Iran	USD	-	1.50	1.50	1.50
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	-	1.22	1.22	1.22
Luxembourg	EUR	-	2.60	2.60	3.42
Mexico	USD	-	2.00	2.00	2.00
Morocco	USD	-	2.00	2.00	2.00
Netherlands	b/ USD	-	217.85	217.85	217.85
	EUR	-	4.00	4.00	5.39
New Zealand	NZD	-	18.50	18.50	15.09
Nigeria	USD	-	1.20	1.20	1.20
Norway	NOK	-	461.54	461.54	77.78
Portugal	EUR	-	1.35	1.35	1.79
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	172.48
Switzerland	CHF	-	74.50	74.50	80.64
Thailand	USD	-	0.40	0.40	0.40
Turkey	USD	-	2.00	2.00	2.00
United Kingdom	b/ USD	-	15.34	15.34	15.34
	GBP	-	219.63	219.63	352.37
United States	USD	-	436.63	436.63	436.63
					2,308.18

a/ Valued at the exchange rates as of December 31, 2014

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 December 31, 2014, the Trustee had entered into Contribution Agreements/Contribution Arrangements with 37 donors for a total of USDeq. 2.308 billion.



3. Schedule of Receipts and Cash Transfers

In USD millions

	As of Dec 31, 2014 (a)	As of Jun 30, 2014 (a)	Change since last report (a) - (b)
1. Cumulative Receipts	2,088.4	1,657.6	430.8
a. Contribution receipts	2,083.7	1,653.1	430.6
b. Other receipts a/	3.4	3.4	0.0
c. Investment income earned	1.3	1.0	0.2
2. Cumulative Cash Transfers	2,018.5	1,595.3	423.2
a. Centers	1,963.7	1,543.3	420.5
b. System Costs	54.7	52.0	2.7
c. Other	-	-	-
3. Funds Held in Trust	69.9	62.3	7.7

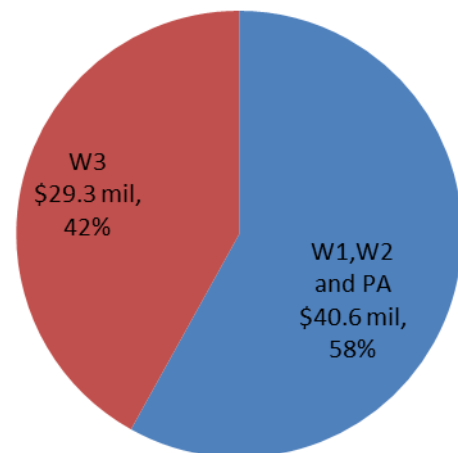
a/ Represents the amount of system cost sharing contributions collected by Centers and transferred by the Consortium

* Numbers may not add-up due to rounding

FUNDS HELD IN TRUST

Funds Held in Trust totaled USDeq. 69.9 million as of December 31, 2014, an increase of USDeq. 7.7 million since June 30, 2014.

Of the total amount of Funds Held in Trust, 58 percent were held in Window 1 (W1), Window 2 (W2) and the Provisional Account (PA), while 42 percent was held in Window 3 (W3).



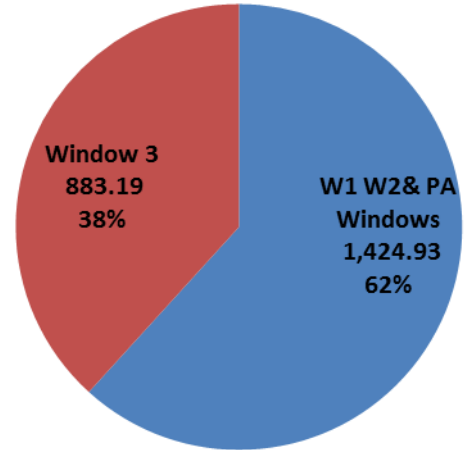


4. Cumulative Resources

In USD millions

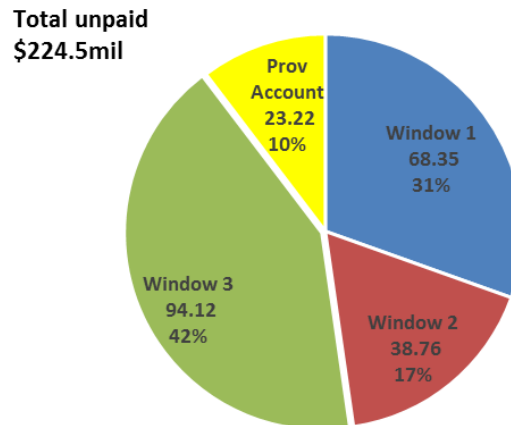
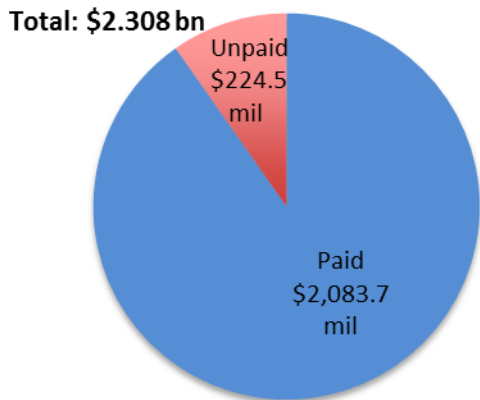
DONOR CONTRIBUTIONS BY WINDOW

Donor contributions totaled USDeq. 2.3 billion as of December 31, 2014, of which 62 percent of donor contributions were allocated to Window 1 (W1), Window 2 (W2) and the Provisional Account (PA) and 38 percent to Window 3 (W3).



STATUS OF DONOR CONTRIBUTION PAYMENTS

Of the USDeq. 2.3 billion contributed by donors, 90 percent was paid-in and 10 percent was not yet paid. Out of the unpaid contributions of USD 224.5 mil, 42% is for Window 3 and 58% for all other Windows.



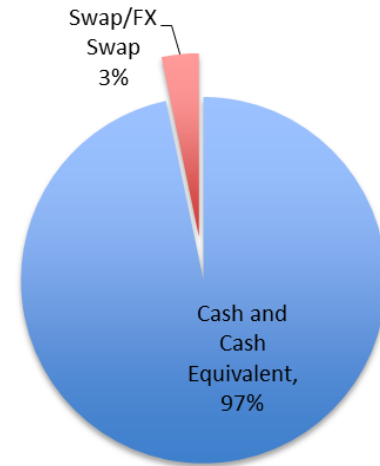
in USD millions



5. Asset Mix and Investment Income

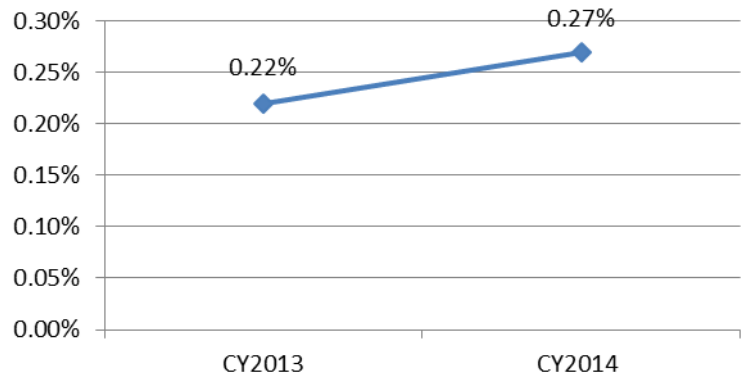
ASSET MIX

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 69.9 million as of December 31, 2014) has earned USD 1.27 million in investment income since inception.





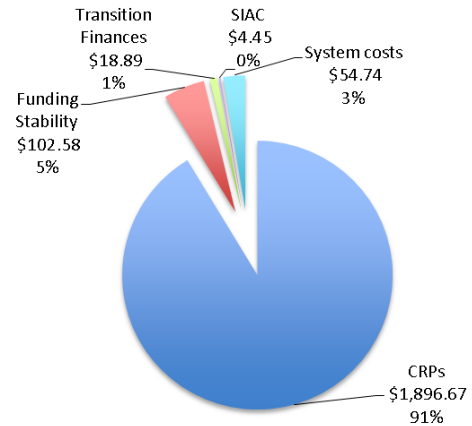
6. Cumulative Funding Decisions, Trustee Commitments and Cash Transfers

In USD millions

CUMULATIVE FUNDING APPROVALS BY ACTIVITY

Since inception to December 31, 2014, funding approvals made by the CGIAR Fund Council totaled USD 2.08 billion. There have been no new approvals since June 30, 2014.

Of the total amount approved, CRPs represent about 91%, Funding Stability 5%, System costs 3%, and Transition Finances 1%..



FUNDING APPROVALS AND CASH TRANSFERS BY ACTIVITY

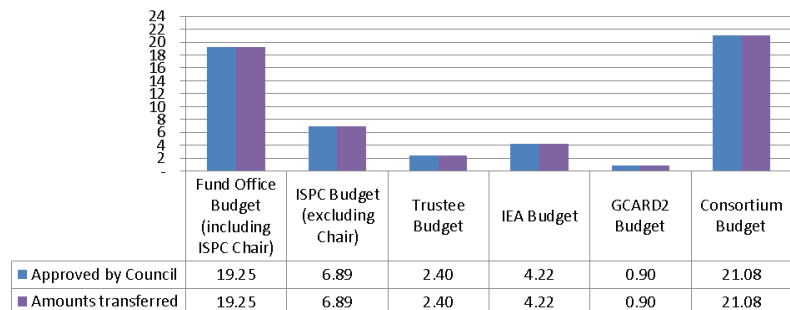
Of the total amount of USD 2.08 billion approved by Fund Council from Win1 and Win2, USD 1.27 billion has been transferred.

	Approved by Council (Total Budget)	Amounts transferred	Balance to be transferred
CRPs	1,896.7	1,102.3	794.4
Funding Stability	102.6	97.4	5.2
Transition Finances	18.9	18.9	-
SIAC	4.5	1.2	3.2
System costs	54.7	54.7	-
Total	2,077.3	1,274.5	802.8

* Numbers may not add-up due to rounding

SYSTEM COSTS APPROVALS AND CASH TRANSFERS

Of the USD 54.74 million approved for System Costs, the total amount USD 54.74 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 December 31, 2014.

Center Name	Amounts	Amounts	New Transfers Since Last Report
	Transferred as of 12/31/2014	Transferred as of 06/30/2014	
	(a)	(a)	(c) = (a) - (b)
AFRICA RICE CENTER	22.29	16.90	5.40
Bioversity	32.00	30.85	1.15
CIAT	18.93	9.78	9.16
CIFOR	34.75	27.97	6.77
CIMMYT	147.02	113.55	33.47
CIP	40.16	29.93	10.23
ICARDA	23.14	18.61	4.53
ICRAF	34.21	28.26	5.94
ICRISAT	52.90	45.53	7.36
IFPRI	120.81	97.61	23.20
IITA	76.44	51.30	25.14
ILRI	39.44	28.80	10.64
IRRI	62.32	54.66	7.66
IWMI	16.76	16.11	0.65
WorldFish Center	22.82	19.08	3.74
Total	743.97	588.94	155.03

* 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.