

Green Climate Fund Trust Fund

Financial Report

Prepared by the Interim Trustee

(The World Bank)

As of June 30, 2017

Green Climate Fund Trust Fund Summary as of June 30, 2017

Notes:

1. The World Bank provides trustee services to the Green Climate Fund (GCF), on an interim basis. This report covers the financial status of the Green Climate Fund Trust Fund (GCF Trust Fund), established at the World Bank for this purpose.
2. This report does not include financial information related to contributions to the GCF provided through other channels (e.g. via UNFCCC Secretariat or directly to the GCF Secretariat).
3. Funding Decisions of the GCF are reported for informational purposes only, based on information available to the Interim Trustee, and may be subject to revision or further confirmation by the GCF Secretariat.

1. GCF Trust Fund Summary – Inception through June 30, 2017

In USD

	Total
<u>Cumulative Resources</u>	
Resources received	
Grant Contributions	3,283,544,899
Cash	2,194,326,229
Promissory Notes	1,089,218,670
Capital Contributions	979,127,671
Cash	569,433,562
Promissory Notes	409,694,109
Loan Contributions	-
Cash	-
Promissory Notes	-
Investment Income earned	29,674,481
Total Resources Received (A)	<u>4,292,347,051</u>

<u>Cumulative Funding Decisions^{a/}</u>	
Projects and Programs	2,260,410,779
Readiness Program	80,000,000
Project Preparation Facility	41,500,000
<u>Administrative Expenses</u>	
Approved Administrative budget	146,381,316
Cancellations (Administrative budget under-expenditures)	(14,634,133)
Total Funding Decisions Net of Cancellations (B)	<u>2,513,657,962</u>
	<i>a/</i>
Total Resources Net of Funding Decisions (A) - (B)	<u>1,778,689,090</u>
	<i>a/</i>

<u>Funds Available</u>	
Funds Held in Trust with no restrictions	4,173,019,079
<i>Consisting of:</i>	
<i>a. Cash and Investments</i>	2,674,106,300
<i>b. Promissory Notes</i>	1,498,912,779
Approved Amounts Pending Cash Transfer	(2,394,329,989)
Total Funds Available to Support GCF Board Funding Decisions^{a/}	<u>1,778,689,090</u>

*Non-USD balances have been revalued into equivalent USD based on 06/30/2017 currency exchange rates.

Due to rounding, figures presented may not add up to total/s provided .

a/ Funding Decisions of the GCF are reported for informational purposes only, based on information available to the Interim Trustee, and may be subject to revision or further confirmation by the GCF Secretariat.

2. Contributions - as of June 30, 2017

In USD

Contributor	Cash / Promissory Note	Contribution Type	Currency	Effective (or signed) Contribution in Currency of Contribution ^{a/}	Receipts in Currency of Contribution	Cash Receipts in USD eq. b/	Promissory Notes deposited in USD eq. c/	Cash + Promissory Notes deposited in USD eq.
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9-7+8)
Australia	Cash	Grant	AUD	200,820,000	130,675,000	99,377,635	0	99,377,635
Austria	Cash	Grant	EUR	26,000,000	23,600,000.00	26,082,490	0	26,082,490
Belgium	Cash	Grant	EUR	40,000,000	40,000,000	47,624,000	-	47,624,000
Belgium	Cash	Capital	EUR	10,000,000	10,000,000	11,197,000	-	11,197,000
Belgium - Flanders	Cash	Grant	EUR	9,750,000	9,750,000	10,395,163	-	10,395,163
Belgium - Walloon Region	Cash	Grant	EUR	7,000,000	7,000,000	7,973,700	-	7,973,700
Belgium - Walloon Region	Cash	Grant	USD	1,507,115	1,507,115	1,507,115	-	1,507,115
Belgium - Brussels Capital Region	Cash	Grant	EUR	3,600,000	3,600,000	3,863,070	-	3,863,070
Bulgaria	Cash	Grant	EUR	100,000	100,000	109,232	-	109,232
Canada	Cash	Grant	CAD	168,000,000	168,000,000	128,230,118	-	128,230,118
Canada	Cash	Loan	CAD	110,000,000	-	-	-	-
Chile	Cash	Grant	USD	300,000	300,000	300,000	-	300,000
Colombia	Cash	Grant	COP	900,000,000	900,000,000	287,356	-	287,356
Cyprus	Cash	Grant	EUR	350,000	-	-	-	-
Czech Republic	Cash	Grant	USD	300,000	300,000	300,000	-	300,000
Czech Republic	Cash	Grant	CZK	110,000,000	110,000,000	4,556,555	-	4,556,555
Denmark	Cash	Grant	DKK	407,080,000	257,080,000	39,281,369	-	39,281,369
Estonia	Cash	Grant	EUR	1,000,000	1,000,000	1,122,978	-	1,122,978
Finland	Cash	Grant	EUR	35,200,000	35,200,000	38,256,310	-	38,256,310
France	Cash	Grant	EUR	330,250,000	248,640,000.00	272,520,000.10	-	272,520,000
France	Cash	Loan	EUR	285,000,000	-	-	-	-
France - City of Paris	Cash	Grant	EUR	1,000,000	333,000	371,728	-	371,728
Germany	Cash	Grant	EUR	17,785,000	17,785,000	24,329,921	-	24,329,921
Germany	Promissory Note	Grant	EUR	750,000,000	375,000,000	198,103,690	219,167,453.00 c/	417,271,143
Hungary	Cash	Grant	HUF	1,000,000,000	1,000,000,000	3,510,620	-	3,510,620
Iceland	Cash	Grant	USD	700,000	700,000	700,000	-	700,000
Indonesia	Cash	Grant	USD	250,000	244,420	244,420	-	244,420
Ireland	Cash	Grant	EUR	2,000,000	2,000,000	2,075,750	-	2,075,750
Italy	Cash	Grant	EUR	150,500,000	100,500,000.00	110,572,350.00	-	110,572,350
Japan	Cash	Grant	USD	1,500,000	1,500,000	1,500,000	-	1,500,000
Japan	Promissory Note	Grant	JPY	154,028,655,000	77,014,327,500	240,631,121	434,522,653.00 c/	675,153,774

Continued...

2. Contributions - as of June 30, 2017, (continued)

In USD

Contributor	Cash / Promissory Note	Contribution Type	Currency	Effective (or signed) Contribution in Currency of Contribution ^{a/}	Receipts in Currency of Contribution	Cash Receipts in USD eq. b/	Promissory Notes deposited in USD eq. c/	Cash + Promissory Notes deposited in USD eq. (9=7+8)
(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9=7+8)
Korea, Republic	Cash	Grant	KRW	3,480,000,000	3,480,000,000	3,157,722	-	3,157,722
Korea, Republic	Cash	Grant	USD	44,000,000	33,500,000,000	33,500,000,000	-	33,500,000
Latvia	Cash	Grant	EUR	350,000	350,000	416,710	-	416,710
Liechtenstein	Cash	Grant	CHF	50,000	50,000	49,910	-	49,910
Lithuania	Cash	Grant	EUR	100,000	100,000	112,905	-	112,905
Luxembourg	Cash	Grant	EUR	12,500,000	12,500,000	13,613,813	-	13,613,813
Luxembourg	Cash	Capital	EUR	7,500,000	7,500,000	8,236,562	-	8,236,562
Malta	Cash	Grant	EUR	150,000	150,000	165,415	-	165,415
Mexico	Cash	Grant	USD	10,000,000	10,000,000	10,000,000	-	10,000,000
Monaco	Cash	Grant	EUR	1,000,000	1,000,000	1,078,942	-	1,078,942
Netherlands	Cash	Grant	USD	285,714	285,714	285,689	-	285,689
Netherlands	Cash	Grant	EUR	46,800,000	34,500,000,000	38,625,900,000	-	38,625,900
Netherlands	Promissory Note	Grant	EUR	53,700,000	-	-	-	-
New Zealand	Cash	Grant	NZD	3,000,000	3,000,000	2,197,800	-	2,197,800
Norway	Cash	Grant	NOK	1,609,100,000	809,100,000	98,396,253	-	98,396,253
Panama	Cash	Grant	USD	1,000,000	1,000,000	1,000,000	-	1,000,000
Poland	Cash	Grant	PLN	350,000	350,000	103,005	-	103,005
Portugal	Cash	Grant	EUR	2,000,000	2,000,000	2,167,600	-	2,167,600
Romania	Cash	Grant	USD	50,000	50,000	50,000	-	50,000
Spain	Cash	Grant	EUR	17,000,000,000	17,000,000,000	18,995,950,000	-	18,995,950
Sweden	Cash	Grant	SEK	20,000,000	20,000,000	2,915,150	-	2,915,150
Sweden	Promissory Note	Grant	SEK	4,000,000,000	4,000,000,000	148,193,800,000	323,990,664.00 c/	472,124,464
Switzerland	Cash	Grant	CHF	500,000	500,000	561,766	-	561,766
Switzerland	Cash	Grant	USD	100,000,000	100,000,000,000	100,000,000,000	-	99,999,919.00
United Kingdom	Cash	Grant	GBP	3,000,000	3,000,000	4,901,208	-	4,901,208
United Kingdom	Promissory Note	Capital	GBP	576,000,000	315,720,039	-	409,694,109 c/	409,694,109
United Kingdom	Promissory Note	Grant	GBP	144,000,000	86,000,000	-	111,597,900.00 c/	111,597,900
United States	Cash	Grant	USD	450,000,000	450,000,000	450,000,000	-	450,000,000
United States	Cash	Capital	USD	550,000,000	550,000,000	550,000,000	-	550,000,000
Sub-total: Grant Contributions						2,194,326,229	1,089,218,670	3,283,544,818
Sub-total: Loan Contributions								
Sub-total: Capital Contributions						569,433,562	409,694,109	979,127,671
Grand Total Contributions (Grant+Loan+Capital)						2,763,759,791	1,498,912,779	4,262,672,489

NOTES:

a/ Under paragraph 8.4 of the GCF Trust Fund Agreement, the Interim Trustee's role terminates on April 30, 2018. For payments of contributions received after this date, the provisions of paragraph 8.6 of the GCF Trust Fund Agreement and paragraph 5.4 of the Standard Provisions will apply.

b/ Represents actual USD receipts.

c/ Non-USD balances have been revalued into equivalent USD based on 06/30/2017 currency exchange rates.

3. Funding Availability¹ – as of June 30, 2017

In USD*

	As of June 30, 2017 (a)	As of March 31, 2017 (b)	Change since last report (a) - (b)
1. Cumulative Receipts	4,292,347,051	4,017,646,974	274,700,077
a. Cash receipts from Contributors	2,763,759,791	2,485,836,434	277,923,357
b. Investment Income earned on undisbursed balances ^{a/}	29,674,481	21,257,619	8,416,862
c. Promissory Notes deposited	1,498,912,779	1,510,552,921	(11,640,142)
2. Cumulative Cash Transfers	119,327,972	80,933,765	38,394,207
a. Administrative budget Interim Secretariat / Secretariat	84,682,568	72,682,568	12,000,000
b. Administrative budget Interim Trustee	3,653,877	2,757,284	896,593
c. Projects	30,991,527	5,493,913	25,497,614
3. Funds Held in Trust with no Restrictions (3 = 1 - 2)	4,173,019,079	3,936,713,209	236,305,870
Consisting of:			
a. Cash and Investments	2,674,106,300	2,426,160,288	247,946,012
b. Promissory Notes	1,498,912,779	1,510,552,921	(11,640,142)
4. Funding Decisions Pending Cash Transfer^{b/}	2,394,329,989	1,530,811,961	863,518,028
5. Funds available to support GCF Board funding decisions (5 = 3 - 4)	1,778,689,090	2,405,901,248	(627,212,158)

*Non-USD balances have been revalued into equivalent USD based on 06/30/2017 currency exchange rates. Due to rounding, figures presented may not add up to total/s provided.

^{a/} GCFTF balances are invested in a capital preservation investment tranche ("Model Portfolio 1") which is managed to an objective of a very low probability of losses over a time horizon of 1 year. Gains or losses reported in quarterly or other interim reports may show mark-to-market-losses that may or may not be realized at the end of the investment horizon.

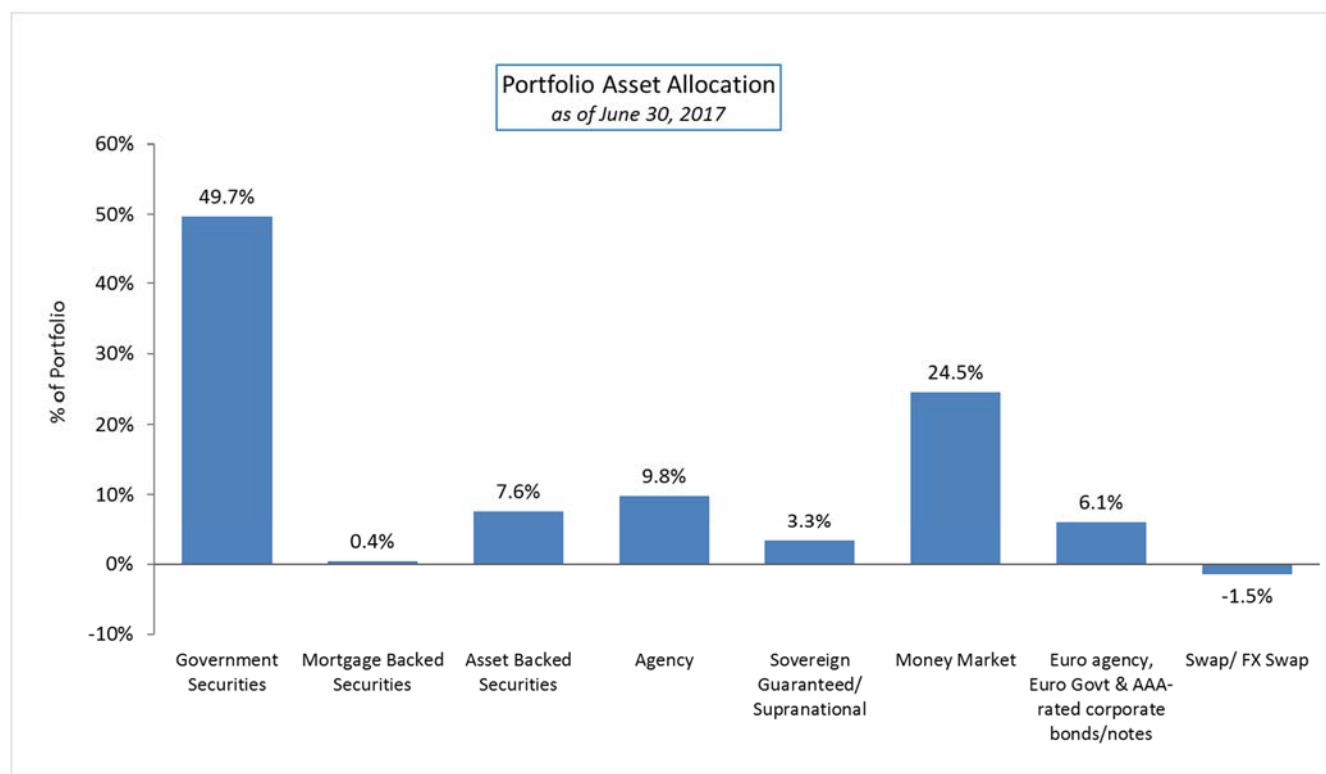
^{b/} calculations include funding decisions reported by the Secretariat which are not subject to verification by the interim trustee.

¹ Funding Decisions of the GCF are reported for informational purposes only, based on information available to the Interim Trustee, and may be subject to revision or further confirmation by the GCF Secretariat.

4. 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. Within this Pool, GCF funds are invested in a short term, high quality fixed income portfolio with an investment horizon of one year. As of June 30, 2017, the largest allocations by asset class were to government securities, agency, and Euro agency/Govt and AAA-rated corporate bonds, as well as asset backed and money market securities.



Note: The negative position in swaps is primarily due to changes in foreign currency exchange (FX) rates in cross currency basis swaps. Such swap instruments are used to implement currency hedges on bond positions within the portfolio. These hedges remain in place.

INVESTMENT INCOME

The GCF Trust Fund balances are invested in accordance with the investment strategy established for all trust funds administered by the World Bank. On July 1, 2015, the World Bank formally adopted the Conditional Value-at-Risk (CVaR) measure as the risk constraint in the management of trust funds. GCF Trust Fund balances are managed such that the expected maximum loss, as measured by the 99% CVaR, is not to exceed 1% at the portfolio’s investment horizon. The 99% CVaR represents the average portfolio loss in the worst 1% of loss cases. The investment return on GCF Trust Fund balances during the CY 17 (Jan 1, 2017 to June 30, 2017) was 0.69%. The performance of United States short- and medium-term sovereign bonds contributed most significantly to investment performance of the portfolio during the year.

Annex 1: Cumulative Funding Decisions² – as of June 30, 2017

In USD

Activity	From inception to June 30, 2017
Projects and Programs	2,260,410,779
Readiness Program	80,000,000
Project Preparation Facility	41,500,000
Administrative Expenses	131,747,183
Secretariat	
Administrative Budget	a/ 143,663,576
Interim Trustee	
Administrative Budget	2,717,740
Cancellations for under expenditures	
Reported at 8th Board Meeting	(11,508,298)
B.05 20 2017 Budget cancellation	(3,125,835)
Total Funding Decisions Net of Cancellations	2,513,657,962
a/ excludes USD 1.3 million approved for the Interim Secretariat, funded from the UNFCCC Secretariat Transitional Committee trust fund.	

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