

Green Climate Fund Trust Fund

Financial Report

Prepared by the Interim Trustee

(The World Bank)

*As of September 30, 2016*

## Green Climate Fund Trust Fund Summary as of September 30, 2016

### 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. Cumulative funding decisions by the GCF Board (Annex 1) are reported for informational purposes only. These reflect commitments recorded against GCF Trust Fund resources only insofar as the interim trustee has been notified of such funding decisions by the GCF Secretariat.

## 1. GCF Trust Fund Summary – Inception through September 30, 2016

<i>In USD*</i>	
	<b>Total</b>
<b><u>Cumulative Resources</u></b>	
<b><u>Resources received</u></b>	
Grant Contributions	2,196,752,381
Cash	1,362,991,131
Promissory Notes	833,761,250
Capital Contributions	512,850,787
Cash	264,009,187
Promissory Notes	248,841,600
Loan Contributions	-
Cash	-
Promissory Notes	-
Investment Income earned	9,720,747
<b>Total Resources Received (A)</b>	<b><u>2,719,323,916</u></b>
<b><u>Cumulative Funding Decisions<sup>a/</sup></u></b>	
Projects and Programs	424,438,756
<b><u>Administrative Expenses</u></b>	
Approved Administrative budget	98,952,224
Cancellations (Administrative budget under-expenditures)	(11,508,298)
<b>Total Funding Decisions Net of Cancellations (B)</b>	<b><u>511,882,682</u></b>
<b>Total Resources Net of Funding Decisions (A) - (B)</b>	<b><u>2,207,441,234</u></b>
<b><u>Funds Available</u></b>	
Funds Held in Trust with no restrictions	2,658,943,380
<i>Consisting of:</i>	
<i>a. Cash and Investments</i>	1,576,340,530
<i>b. Promissory Notes</i>	1,082,602,850
Approved Amounts Pending Cash Transfer	(451,502,146)
<b>Total Funds Available to Support GCF Board Funding Decisions<sup>b/</sup></b>	<b><u>2,207,441,234</u></b>

\*Non-USD balances have been revalued into equivalent USD based on 9/30/2016 currency exchange rates.

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

a/ as reported to the interim trustee by the Secretariat as at the reporting date

b/ calculation includes funding decisions reported by the Secretariat that are not subject to verification by the interim trustee

## 2. Contributions - as of September 30 2016

In USD

Contributor	Cash / Promissory Note	Contribution Type	Currency	Effective (or signed) Contribution in Currency of Contribution	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)
Australia	Cash	Grant	AUD	200,675,000	130,675,000	99,377,635	-	99,377,635
Austria	Cash	Grant	EUR	26,000,000	17,600,000	19,562,040	-	19,562,040
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	3,500,000	3,500,000	3,804,850	-	3,804,850
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	1,100,000	1,100,000	1,262,070	-	1,262,070
Bulgaria	Cash	Grant	EUR	100,000	100,000	109,232	-	109,232
Canada	Cash	Grant	CAD	190,000,000	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
Columbia	Cash	Grant	COP	900,000,000	900,000,000	287,356	-	287,356
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	207,080,000	32,242,288	-	32,242,288
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	490,250,000	105,250,000	115,720,375	-	115,720,375
France	Cash	Loan	EUR	285,000,000	-	-	-	-
France - City of Paris	Cash	Grant	EUR	1,000,000	333,000	371,811	c/	371,811
Germany	Cash	Grant	EUR	17,785,000	17,785,000	24,329,921	-	24,329,921
Germany	Promissory Note	Grant	EUR	750,000,000	187,500,000	97,263,132	110,114,161	d/
Hungary	Cash	Grant	HUF	1,000,000,000	1,000,000,000	3,510,620	-	3,510,620
Iceland	Cash	Grant	USD	300,000	300,000	300,000	-	300,000
Indonesia	Cash	Grant	USD	250,000	244,420	244,420	-	244,420
Italy	Cash	Grant	EUR	50,500,000	50,500,000	55,871,350	-	55,871,350
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	38,507,163,750	87,205,678	278,681,536	d/
								365,887,214

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/ Includes receipts pending FX conversion to USD and reported based on 9/30/2016 exchange rates

d/ Non-USD balances have been revalued into equivalent USD based on 9/30/2016 currency exchange rates.

Continued...

## 2. Contributions – as of September 30, 2016 (continued)

In USD

Contributor	Cash / Promissory Note	Contribution Type	Currency	Effective (or signed) Contribution in Currency of Contribution	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)
Korea, Republic	Cash	Grant	KRW	3,480,000,000	3,480,000,000	3,157,722	-	3,157,722
Korea, Republic	Cash	Grant	USD	96,842,000	32,500,000	32,500,000	-	32,500,000
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	15,000,000	7,500,000	8,186,188	-	8,186,188
Luxembourg	Cash	Capital	EUR	10,000,000	2,500,000	2,812,187	-	2,812,187
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	250,000	250,000	280,032	-	280,032
Netherlands	Cash	Grant	USD	285,714	285,714	285,689	-	285,689
Netherlands	Cash	Grant	EUR	46,800,000	18,900,000	21,203,820	-	21,203,820
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	500,000	500,000	-	500,000
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	120,000,000	1,000,000	1,084,700	-	1,084,700
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	85,921,760	382,755,153	468,676,913
Switzerland	Cash	Grant	CHF	500,000	500,000	561,766	-	561,766
Switzerland	Cash	Grant	USD	100,000,000	65,000,000	64,999,946	-	64,999,946
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	192,000,000	-	248,841,600	248,841,600
United Kingdom	Promissory Note	Grant	GBP	144,000,000	48,000,000	-	62,210,400	62,210,400
United States	Cash	Grant	USD	250,000,000	250,000,000	250,000,000	-	250,000,000
United States	Cash	Capital	USD	250,000,000	250,000,000	250,000,000	-	250,000,000
<b>Sub-total: Grant Contributions</b>						<b>1,362,991,131</b>	<b>833,761,250</b>	<b>2,196,752,381</b>
<b>Sub-total: Loan Contributions</b>						<b>264,009,187</b>	<b>248,841,600</b>	<b>512,850,787</b>
<b>Sub-total: Capital Contributions</b>						<b>1,627,000,319</b>	<b>1,082,602,850</b>	<b>2,709,603,169</b>
<b>Grand Total Contributions (Grant+Loan+Capital)</b>								

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/ Includes receipts pending FX conversion to USD and reported based on 9/30/2016 exchange rates

d/ Non-USD balances have been revalued into equivalent USD based on 9/30/2016 currency exchange rates.

### 3. Funding Availability – as of September 30, 2016

In USD\*

	As of September 30, 2016 (a)	As of June 30, 2016 (b)	Change since last report (a) - (b)	
<b>1. Cumulative Receipts</b>	<b>2,719,323,916</b>	<b>2,648,766,732</b>		<b>70,557,184</b>
a. Cash receipts from Contributors	1,627,000,319	1,544,552,399	82,447,920	
b. Investment Income earned on undisbursed balances <sup>a/</sup>	9,720,747	5,981,653	3,739,094	
c. Promissory Notes deposited	1,082,602,850	1,098,232,680	(15,629,830)	
<b>2. Cumulative Cash Transfers</b>	<b>60,380,536</b>	<b>45,026,952</b>		<b>15,353,584</b>
a. Administrative budget Interim Secretariat / Secretariat	52,682,568	42,682,568	10,000,000	
b. Administrative budget Interim Trustee	2,344,384	2,344,384	-	
c. Projects	5,353,584	-	5,353,584	
<b>3. Funds Held in Trust with no Restrictions (3 = 1 - 2)</b>	<b>2,658,943,380</b>	<b>2,603,739,780</b>		<b>55,203,600</b>
<i>Consisting of:</i>				
a. Cash and Investments	1,576,340,530	1,505,507,100	70,833,430	
b. Promissory Notes	1,082,602,850	1,098,232,680	(15,629,830)	
<b>4. Funding Decisions Pending Cash Transfer<sup>b/</sup></b>	<b>451,502,146</b>	<b>466,855,730</b>	(15,353,584)	<b>(15,353,584)</b>
<b>5. Funds available to support GCF Board funding decisions (5 = 3 - 4)</b>	<b>2,207,441,234</b>	<b>2,136,884,050</b>	<b>70,557,184</b>	<b>70,557,184</b>

\*Non-USD balances have been revalued into equivalent USD based on 9/30/2016 currency exchange rates. Due to rounding, figures presented may not add up to total/s provided.

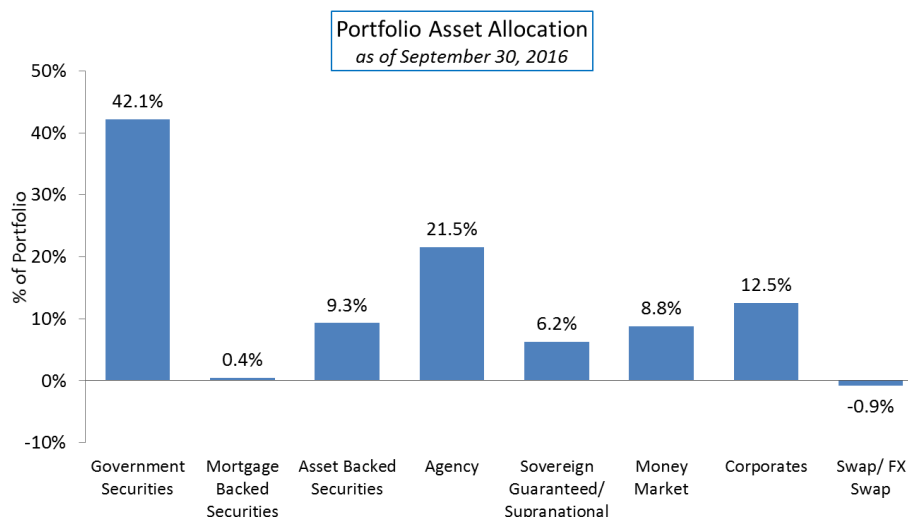
<sup>a/</sup> GCFTF balances are invested in a capital preservation investment tranche ("Tranche 1") which is managed to an objective of a very low probability of losses over a time horizon of 1 year. Gains or losses reported in quarterly or other interim reports may show mark-to-market-losses that may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

<sup>b/</sup> calculations include funding decisions reported by the Secretariat which are not subject to verification by the interim trustee.

## 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 September 30, 2016, the largest allocations by asset class were to government, agency, and 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.*

### 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 first quarter of FY 17 (July 1, 2016 to September 30, 2016) was **0.25%**. The performance of United States short term sovereign bonds and LIBOR contributed most significantly to investment performance of the portfolio during the quarter.

## Annex 1: Cumulative Funding Decisions – as of September 30, 2016

In USD

Activity	From inception to September 30, 2016
<b>Projects and Programs</b>	<b>424,438,756</b> a/
<b>Administrative Expenses</b>	<b>87,443,926</b>
<b>Secretariat</b>	
Administrative Budget b/ c/	95,840,428
<b>Interim Trustee</b>	
Administrative Budget	3,111,796
<b>Cancellations for under expenditures</b>	
Reported at 8th Board Meeting	(11,508,298)
<b>Total Funding Decisions Net of Cancellations</b>	<b>511,882,682</b>
<p>a/ as reported to the interim trustee by the Secretariat as at the reporting date</p> <p>b/ excludes USD 1.3 million approved for the Interim Secretariat, funded from the UNFCCC Secretariat Transitional Committee trust fund.</p> <p>c/ includes amounts allocated for the preparation of a detailed programme of work on Readiness and Preparatory support.</p>	