



# Global Infrastructure Facility Trust Fund

## Financial Report

Prepared by the Trustee

*As of June 30, 2020*



## Table of Contents

### Table of Contents

Introduction.....	3
GIF Trust Fund Financial Summary as of June 30, 2020.....	4
1. GIF Trust Fund Summary – Inception through June 30, 2020.....	5
2. Pledges and Contributions as of June 30, 2020.....	6
3. Asset Mix and Investment Income .....	7
4. Cumulative Funding Decisions.....	8
5. Funds Available .....	10



## Introduction

The Global Infrastructure Facility (GIF) is a global open platform that facilitates the preparation and structuring of complex public-private partnerships to enable mobilization of private sector and institutional investor capital for infrastructure. The GIF platform coordinates and integrates the efforts of Multilateral Development Banks, private sector investors and financiers, and governments interested in infrastructure investment in Emerging Markets and Developing Economies.

The GIF Trust Fund was established in March 2015. This report covers the financial status of the GIF Trust Fund<sup>1</sup>, and is produced by the Trustee in accordance with the Trustee's role in the GIF Partnership Framework, as set forth under Section D, which states:

*“The Trustee will provide to the Governing Council regular reports on the financial status of the Trust Fund.”*

In addition, Section 7 of the Standard Provisions in the Administration Agreement/Arrangement states as follows:

*“The Trustee will maintain separate records and ledger accounts in respect of the funds deposited in the Trust Fund and transfers made therefrom. The Trustee will report to the Governing Council on the financial status of the Trust Fund every six months unless otherwise agreed between the Trustee and the Governing Council, including information on the status of Contributions, investment income, commitments, transfers and funds available for allocation of funding by the Governing Council and/or the Management Unit, as applicable.”*

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<sup>1</sup> This report does not include financial information related to contributions to the GIF provided through other channels (e.g. via a Single Donor Trust Fund).



## GIF Trust Fund Financial Summary as of June 30, 2020

### ***Pledges and Contributions:***

A pledge represents a contributor's expression of intent to make a contribution. Pledges are converted to Contributions by way of a countersigned Administration Agreement/Arrangement.

As of June 30, 2020, pledges and contributions to the GIF Trust Fund totaled USDeq. 109.87 million, of which USD 90.32 million have a countersigned Administration Agreement/Arrangement and had been fully received into the GIF Trust Fund. A pledge amount of USDeq. 19.55 million<sup>2</sup> is yet to be finalized.

### ***Investment Income:***

As of June 30, 2020, the GIF Trust Fund has earned investment income (since inception) of approximately USD 4.03 million from the undisbursed balance of the Trust Fund. The GIF Trust Fund portfolio has returned 0.68% in the first six months of calendar year 2020.

In addition, the investment income received from the technical partners is USD 0.15 million.

### ***Funding Approvals:***

Cumulative net funding decisions (approvals by the GIF Governing Council) through June 30, 2020 amounted to USD 86.02 million.

### ***Cash Transfers:***

Based on GIF Governing Council decisions, the Trustee has transferred a total of USD 81.40 million up to June 30, 2020 including USD 56.97 million related to projects.

### ***Funds Held in Trust:***

Funds Held in Trust<sup>3</sup> reflect contributions paid-in from contributors, investment income earned, and reflows less cash transfers. Funds Held in Trust as of June 30, 2020 amounted to USD 13.79 million.

### ***Funds Available for GIF Governing Council Funding Decisions:***

Funds available for GIF Governing Council funding decisions amounted to USD 9.17 million as of June 30, 2020. This represents an increase of USD 0.61 million from December 31, 2019.

<sup>2</sup> Pledge from Denmark of DKK 130 million valued based on exchange rates as of June 30, 2020.

<sup>3</sup> Funds Held in Trust represents balance of cash, investments and unencashed promissory notes (if any) as of the reporting date.



## 1. GIF Trust Fund Summary – Inception through June 30, 2020

In USD millions

	Total	% of Total
<b><u>Donor Pledges and Contributions</u></b>		
Contributions	90.32	82.2%
Pledges	19.55	17.8%
<b>Total Pledges and Contributions (in USD millions)</b>	<b>109.87</b>	<b>100.0%</b>

<b><u>Cumulative Resources</u></b>		
<u>Resources received</u>		
Cash Receipts	90.32	78.7%
Investment Income earned	4.03	3.5%
Investment Income receipt from external grants	0.15	0.1%
Reflows <sup>a</sup>	0.70	0.6%
<b>Total Resources Received</b>	<b>95.19</b>	<b>83.0%</b>
<u>Resources not yet received</u>		
Contributions not yet received	-	0.0%
Pledges	19.55	17.0%
Total resources not yet received	19.55	17.0%
<b>Total Potential Resources (A) (in USD millions)</b>	<b>114.75</b>	<b>100.0%</b>

<b><u>Cumulative Funding Decisions</u></b>		
Projects	61.37	71.3%
Fees	2.97	3.5%
Administrative Budget	21.68	25.2%
<b>Total Funding Decisions Net of Cancellations (B)</b>	<b>86.02</b>	<b>100.0%</b>
<b>Total Potential Resources Net of Funding Decisions (A) - (B)</b>	<b>28.72</b>	
<b>Total Potential Resources Net of Funding Decisions and Operational Reserve</b>	<b>28.72</b>	

<b><u>Funds Available</u></b>		
Funds Held in Trust with no restrictions	13.79	
Approved Amounts Pending Cash Transfers	4.62	
<b>Total Funds Available to Support Governing Council Decisions</b>	<b>9.17</b>	

Note: Sub-totals may not add up to due to rounding

<sup>a</sup> Amount received from Technical Partners related to reflows from reimbursable grants.



## 2. Pledges and Contributions as of June 30, 2020

*In millions*

<b>Pledges and Contributions</b> Updated as of June 30, 2020					
Contributor	Curr	Pledge in Currency of Contribution (million)	Effective (or signed) Contribution (million)	Receipts in Currency of Contribution (million)	Receipts in USDeq. (million) a/
Australia	AUD	25	25	25	18.55
Canada	CAD	20	20	20	15.84
China	USD	20	20	20	20.00
International Bank for Reconstruction & Development	USD	15	15	15	15.00
Japan	USD	18	18	18	18.00
Denmark	DKK	150	20	20	2.93
<b>Total Contributions Received</b>					<b>90.32</b>

a/ Represents actual USD receipts

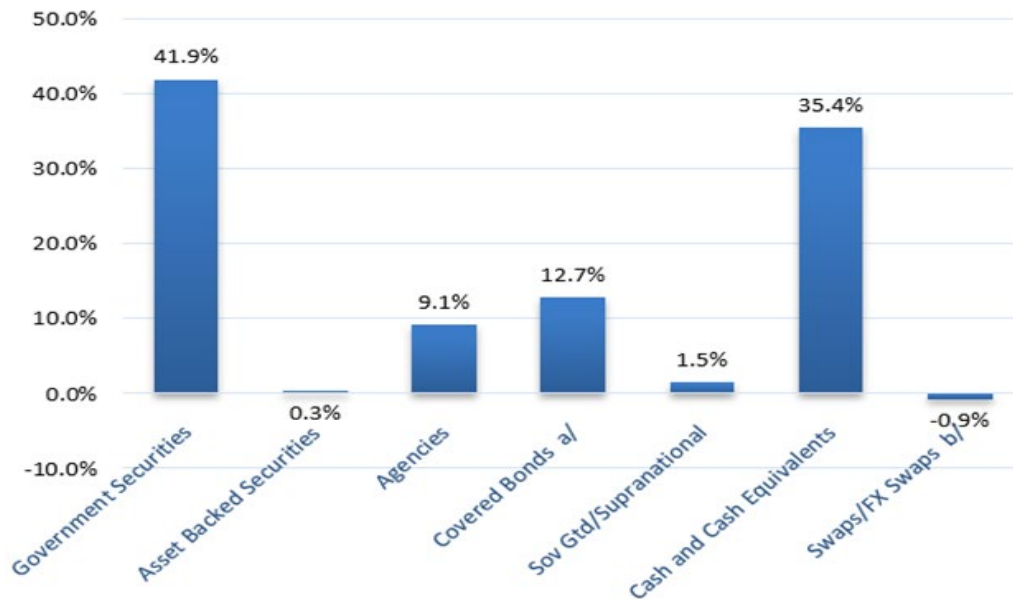


### 3. Asset Mix and Investment Income

#### 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, the GIF funds are invested in a short term, high quality fixed income portfolio with an investment horizon of up to one year.

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. Funds are managed such that the expected maximum loss, as measured by the CVaR, at the portfolio’s investment horizon, is not to exceed 1% with 99% confidence.



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.

\*\* Mortgage Backed Securities allocation includes ‘To be Announced’ contracts, for which Mark-to-Market is used to calculate the value of the position, which might be negative.

#### INVESTMENT RETURNS

The GIF funds are invested in accordance with the investment strategy established for all the trust funds administered by the World Bank. The GIF Trust Fund portfolio has returned 0.68% through the calendar year to June 30, 2020 and earned approximately USD 4.03 million in investment income since inception.



## 4. Cumulative Funding Decisions

In USD millions

Global Infrastructure Facility Cumulative Funding Decisions (in USD millions)				
Projects	Technical Partner	as of Jun 30, 2020	as of Dec 31, 2019	Change since last report
Afghanistan	IFC	0.75	0.75	-
Argentina	WB	0.67	0.67	(0.00)
Botswana	IFC	0.80	0.80	-
	WB	0.05	0.05	-
Brazil	WB	1.76	1.78	(0.02)
	IFC	10.76	10.76	-
	IADB	2.39	2.39	-
Bulgaria	EBRD	0.30	0.30	-
	IFC	0.84	0.84	-
Burkina Faso	WB	0.79	0.79	-
Cabo Verde	WB	0.50	0.50	-
Cameroon	WB	0.22	0.22	-
China	WB	0.15	0.15	-
	IFC	1.20	0.20	1.00
Colombia	WB	0.44	0.44	-
	GIFMU-PRA	0.16	0.08	0.08
Comoros	WB	0.42	0.42	-
Costa Rica	WB	0.49	0.49	-
Cote d'Ivoire	WB	0.43	0.43	-
Ecuador	WB	0.96	0.96	-
Egypt	EBRD	0.15	0.15	-
	WB	0.18	0.18	-
Ethiopia	WB	0.99	0.99	-
Georgia	WB	0.50	0.50	-
Ghana	WB	0.43	0.43	-
India	WB	0.28	0.28	-
	IFC	0.35	0.35	-
Indonesia	WB	2.50	0.75	1.75
Jordan	EBRD	0.40	0.40	-
	IFC	1.65	1.65	-
	WB	0.22	0.22	-
Lebanon	WB	0.50	0.50	-
	EBRD	0.17	0.17	-
Liberia	WB	1.19	1.19	-
Madagascar	WB	1.61	1.61	-
Malawi	WB	0.33	0.15	0.18
	IFC	4.55	4.55	-
Mauritius	WB	0.48	0.48	-
	IFC	0.22	0.22	-
Mexico	WB	0.26	0.26	-
Myanmar	WB	0.19	0.19	-
	IFC	0.08	0.08	-
Nigeria	WB	0.39	0.39	-





Global Infrastructure Facility Cumulative Funding Decisions (in USD millions)				
Projects	Technical Partner	as of Jun 30, 2020	as of Dec 31, 2019	Change since last report
North Macedonia	IFC	0.41	0.41	-
Panama	IFC	0.75	0.75	-
Papa New Guinea	WB	0.25	0.25	-
Paraguay	GIFMU-PRA	0.07	0.07	-
Peru	IFC	0.80	0.80	-
Philippines	IFC	1.21	1.21	-
Regional	IFC	0.20	-	0.20
Senegal	IFC	0.49	0.49	-
	WB	0.49	0.49	-
Seychelles	GIFMU-PRA	0.03	0.08	(0.04)
Sierra Leone	WB	0.01	0.01	-
Solomon Islands	WB	0.25	0.25	-
South Africa	IFC	0.50	-	0.50
Sri Lanka	IFC	-	-	-
Tunisia	WB	7.76	7.76	-
Ukraine	EBRD	1.28	1.28	-
	WB	0.87	0.87	-
	IFC	0.35	0.35	-
	GIFMU-PRA	0.14	0.14	-
Uzbekistan	WB	0.70	0.70	-
	ADB	0.34	0.34	-
	IFC	2.00	-	2.00
Vietnam	WB	0.35	0.70	(0.35)
Zambia	WB	0.46	0.42	0.04
		<b>61.37</b>	<b>56.04</b>	<b>5.33</b>
<b>Fees</b>				
ADB		0.02	0.02	-
EBRD		0.11	0.11	-
IFC		1.40	1.21	0.19
WB		1.33	1.23	0.10
IADB		0.12	0.12	-
		<b>2.97</b>	<b>2.69</b>	<b>0.28</b>
<b>Administrative Budget</b>				
Management Unit		19.98	19.98	-
Trustee		1.70	1.70	-
		<b>21.68</b>	<b>21.68</b>	<b>-</b>
<b>Total Funding Decisions</b>		<b>86.02</b>	<b>72.31</b>	<b>5.62</b>

Note: sub-totals may not add up due to rounding



## 5. Funds Available

In USD millions

	As of Jun 30, 2020 (a)	As of Dec 31, 2019 (b)	Change since last report (a) - (b)
<b>1. Cumulative Receipts</b>	<b>95.19</b>	<b>88.97</b>	<b>6.22</b>
a. Cash receipts from Contributors	90.32	84.38	5.93
b. Investment Income earned on undisbursed balances	4.03	3.74	0.29
c. Investment Income earned on external grants	0.15	0.15	-
c. Reflows*	0.70	0.70	-
<b>2. Cumulative Cash Transfers</b>	<b>81.40</b>	<b>74.80</b>	<b>6.61</b>
a. Projects	56.97	50.69	6.28
b. Fees	2.76	2.43	0.33
C. Administrative Budget	21.68	21.68	-
<b>3. Funds Held in Trust ( 3 = 1 - 2 )</b>	<b>13.79</b>	<b>14.17</b>	<b>(0.38)</b>
<b>4. Financial Reserve</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>5. Funding Decisions Pending Cash Transfer</b>	<b>4.62</b>	<b>5.61</b>	<b>(0.99)</b>
<b>6. Funds available to support Governing Council decisions ( 6 = 3 - 4 - 5 )</b>	<b>9.17</b>	<b>8.56</b>	<b>0.61</b>

Note: sub-totals may not add up due to rounding

\* Amount received from Technical Partners related to reflows from reimbursable grants.

### HIGHLIGHTS FOR THE PERIOD DECEMBER 31, 2019 THROUGH JUNE 30, 2020:

- **Funds Held in Trust** represent cumulative receipts, investment income earned, and reflows less cumulative cash transfers and amount to USD 13.79 million as of June 30, 2020. Funds Held in Trust decreased by USD 0.38 million due to:
  - Increase in cash receipts totaling USDeq. 5.93 million and increase in investment income earned amounting to USDeq. 0.29 million during the period
  - offset by increase in cash transfers totaling USDeq. 6.61 million during the same period.
- Funding decisions pending cash transfer amount to USD 4.62 million, representing a decrease of USD 0.99 million due to cash transfers of USD 6.6 million outpacing the increase of USD 5.61 million in new funding decisions during the period.
- **Funding Availability** increased by USD 0.61 million because of the factors outlined above.