



Global Partnership for Education Fund

Financial Report

Prepared by the Trustee

As of June 30, 2016

Table of Contents

Table of Contents

Introduction	3
GPEF Trust Fund Financial Summary as of June 30, 2016.....	4
1. GPEF Trust Fund Summary – Inception through June 30, 2016	5
2. Contributions	6
3. Asset Mix and Investment Income.....	7
4. Cumulative Funding Decisions	8
5. Funds Available	10



Introduction

The Global Partnership for Education Fund (GPEF) was established as a Financial Intermediary Fund in 2011 as part of the rebranding process of the Education for All-Fast Track Initiative (EFA-FTI), which started in 2002. The World Bank acts as the Trustee for the GPEF.

The Trustee provides administrative and financial services to the GPE Board and Contributors by receiving contributions from Contributors, investing liquid assets pending cash transfer, and transferring funds to the Supervising/Managing Entities (SEs/MEs). Working closely with the GPE Secretariat, the Trustee also records funding decisions made by the Board.

The Trustee is required to provide periodic reports to the Board on the financial status of the Trust Fund.¹ This report is prepared based on financial information as of June 30, 2016.

¹ The Trustee's financial status reports are publicly available at: www.worldbank.org/fiftrustee.

GPEF Trust Fund Financial Summary as of June 30, 2016

Contributions:

Each Contributor enters into a Contribution Agreement or Arrangement with the Trustee to make a contribution to the GPEF. As of June 30, 2016, the Trustee had entered into Contribution Agreements/Arrangements with 21 Contributors for a total of USD eq. 2,188.1 million in contributions, of which the Trustee has received USD eq. 1,888.1 million in cash from these Contributors.

Investment Income:

As of June 30, 2016, the GPEF Trust Fund earned investment income of approximately USD 13.2 million on the undisbursed balance of the Trust Fund. The GPEF Trust Fund portfolio has returned 0.64% through the calendar year to June 30, 2016.

Funding Approvals:

The cumulative funding decisions made by the GPE Board through June 30, 2016 totaled USD 2,578.4 million. Of the total amount approved, USD 2,306.9 million represents Program Implementation Grant approvals. The Trustee committed a total of USD 1,728.4 million based on the instruction from the GPE Secretariat.

Cash Transfers:

Based on GPE Board funding decisions and in accordance with the terms of the Financial Procedures Agreements between the Trustee and the Supervising/Managing Entities, the Trustee has transferred a total of USD 1,639.9 million up to June 30, 2016, of which USD 1,497.8 million was for projects that include Education Plan Development Grants, Program Development Grants, Civil Society Education Fund, Global and regional activities and Program Implementation Grants.

Funds Held in Trust and Funds Available for GPE Board Funding Decisions:

Funds Held in Trust reflects contributions paid-in from Contributors, investment income, and net cash transfers. Funds Held in Trust as of June 30, 2016 amounted to USD 261.5 million.

Funds available for the Trustee's commitment amounted to USD 172.9 million as of June 30, 2016, a decrease of USD 69.7 million compared to March 31, 2016.

1. GPEF Trust Fund Summary – Inception through June 30, 2016 ²

In USD millions

	Cumulative Total as of June 30, 2016	Cumulative Total as of March 31, 2016	Difference	% of Total
	(a)	(b)	(c) = (a) - (b)	
<u>Donor Contributions</u>				
Contributions	2,188.1	2,131.1	57.0	100%
Total Contributions	2,188.1	2,131.1	57.0	100%
<u>Cumulative Resources</u>				
<u>Resources received</u>				
Cash Receipts	1,888.1	1,868.0	20.0	86%
Investment Income earned	13.2	11.3	1.9	1%
Total Resources Received	1,901.3	1,879.3	22.0	86%
<u>Resources not yet received</u>				
Contributions not yet paid (A)	300.0	263.1	36.9	14%
Total resources not yet received	300.0	263.1	36.9	14%
Total Potential Resources (B)	2,201.4	2,142.4	58.9	100%
<u>Cumulative Funding Decisions</u>				
Global and Regional Activities	25.2	25.2	-	1%
Education Plan Development Grant	12.8	11.4	1.4	0%
Program Development Grant	5.6	5.6	-	0%
Program Implementation Grant	2,306.9	2,152.4	154.5	89%
Civil Society Education Fund	48.3	48.3	-	2%
Supervision Allocation	24.6	22.2	2.4	1%
Agency Fees	56.5	53.8	2.692	2%
Administrative Budgets	98.6	73.4	25.2	4%
Total Funding Decisions Net of Cancellations (C)	2,578.4	2,392.2	186.2	100%
Amounts pending GPE Board Funding Decisions (D)	-	-	-	
Total Potential Resources (B) - (C) - (D)	(377.0)	(249.8)	(127.2)	
<u>Funds Available</u>				
Funds Held in Trust with no Restrictions	261.5	423.3	(161.8)	
Approved Amounts Pending Cash Transfers	88.5	180.6	(92.1)	
Total Funds Available for Commitment	172.9	242.6	(69.7)	

² Sub-totals in the table may not add up due to rounding.

2. Contributions³

In millions

Contributor	Curr	As of June 30, 2016				As of March 31, 2016			
		Signed in Currency	Signed in USD eq. b/	Paid-In Contributions in Currency	Paid-In Contributions in USD	Signed in Currency	Signed in USD eq. c/	Paid-In Contributions in Currency	Paid-In Contributions in USD
Australia ^{a/}	AUD	410.0	361.0	359.0	323.0	410.0	362.1	359.0	323.0
	USD	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Belgium	EUR	36.0	44.2	36.0	44.2	36.0	44.2	36.0	44.2
Canada ^{a/}	CAD	165.4	138.0	105.4	91.6	165.4	137.9	105.4	91.6
	USD	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7
UK (CIFF)	USD	22.0	22.0	5.0	5.0	22.0	22.0	5.0	5.0
Denmark	DKK	1,275.0	218.1	1,275.0	218.1	1,275.0	218.1	1,245.0	213.6
Finland	EUR	6.0	7.5	6.0	7.5	6.0	7.5	6.0	7.5
France ^{a/}	EUR	1.0	1.1	1.0	1.1	1.0	1.1	1.0	1.1
	USD	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Germany	EUR	36.6	41.8	19.1	22.3	36.6	42.2	19.1	22.3
Ireland ^{a/}	EUR	19.9	25.8	19.9	25.8	19.9	25.8	19.9	25.8
	USD	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Italy	EUR	4.5	5.5	4.5	5.5	4.5	5.5	4.5	5.5
Japan	USD	14.3	14.3	14.3	14.3	14.3	14.3	14.3	14.3
Korea	USD	5.0	5.0	1.4	1.4	5.0	5.0	1.4	1.4
Luxembourg ^{a/}	EUR	0.6	0.7	0.6	0.7	0.6	0.7	0.6	0.7
	USD	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Netherlands	EUR	120.0	157.5	120.0	157.5	120.0	157.5	120.0	157.5
Norway	NOK	1,310.0	192.8	1,310.0	192.8	1,310.0	192.8	1,310.0	192.8
Romania	EUR	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Spain ^{a/}	EUR	20.0	26.8	20.0	26.8	20.0	26.8	20.0	26.8
	USD	0.1	0.1	0.1	0.1	0.1	0.1	0.1	0.1
Sweden	SEK	1,530.0	194.5	970.0	128.3	970.0	128.3	970.0	128.3
Switzerland	CHF	24.5	26.5	24.5	26.5	24.5	26.5	24.5	26.5
United Kingdom ^{a/}	GBP	379.6	576.8	298.6	467.6	379.6	584.6	287.6	452.1
	USD	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9
United States	USD	125.0	125.0	125.0	125.0	125.0	125.0	125.0	125.0
Total			2,188.1		1,888.1		2,131.1		1,868.0

^{a/} Contribution made in two currencies. The USD contribution represents the pro-rata share which was transferred from the Education Program Development Fund (EPDF).

^{b/} Represents (1) the actual US dollar value of paid-in cash contributions and (2) June 30, 2016 value of amount pending receipt.

^{c/} Represents (1) the actual US dollar value of paid-in cash contributions and (2) March 31, 2016 value of amount pending receipt.

- As of June 30, 2016, the Trustee had entered into Contribution Agreements or Arrangements with 21 Contributors for a total amount of USD eq. 2,188.1 million, an increase of USD eq. 57 million since March 31, 2016. The contributor which accounted for the increase was Sweden (SEK 560 million).
- The Trustee received a total of USD 1,888.1 million in cash from these Contributors, an increase of USD eq. 20.04 million since March 31, 2016. The increase was due to the contributions received from Denmark (DKK 30 million) and United Kingdom (GBP 11 million).
- Contributions receivable from the signed Contribution Agreements or Arrangements amounts to USD eq. 300 million on the basis of exchange rates as of June 30, 2016.

³ Totals in the table may not add up due to rounding.



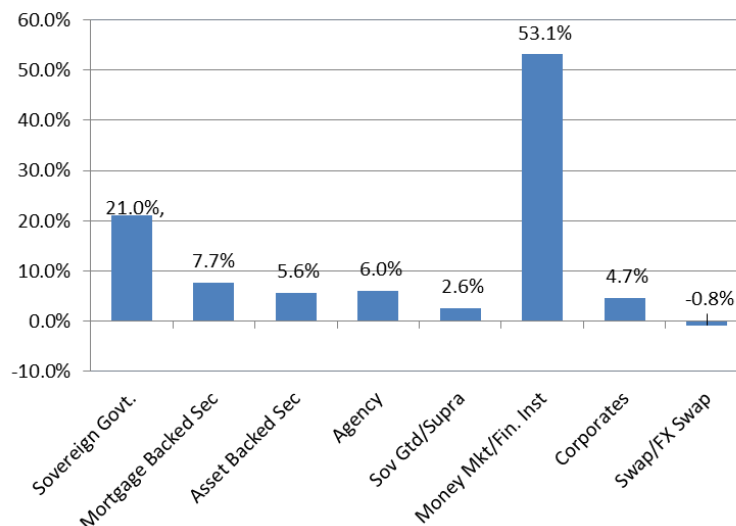
3. Asset Mix and Investment Income

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.

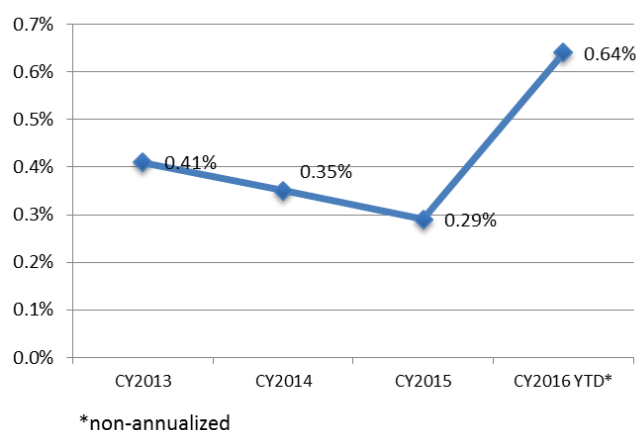
On July 1, 2015, the World Bank formally adopted the Conditional Value-at-Risk (CVaR) measure as the risk constraint in the management of trust funds. Funds are managed such that the expected maximum loss, as measured by the CVaR, at the portfolio’s investment horizon, is not to exceed 1% with 99% confidence.

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 GPEF funds are invested in a short and medium horizon portfolio of the World Bank’s trust fund investment pool. This portfolio comprises investments in government bonds and money markets with an investment horizon of up to three years. The GPEF Trust Fund liquid portfolio (which totaled approximately USD 261.5 million at end-June 2016) has returned 0.64% through the calendar year to June 30, 2016 and earned approximately USD 13.2 million in investment income since inception.





4. Cumulative Funding Decisions⁴

In USD millions

Activity	Entity	As of June 30, 2016			As of March 31, 2016		
		Approved	Committed	Balance	Approved	Committed	Balance
Global and Regional Activities	AFD	2.3	2.3	-	2.3	2.3	-
	IBRD	8.4	8.4	-	8.4	8.4	-
	UNESCO	9.9	9.9	-	9.9	9.9	-
	UNICEF	4.6	4.6	-	4.6	4.6	-
	Sub-total	25.2	25.2	-	25.2	25.2	-
Education Plan Development Grant	ADB	0.44	0.44	-	0.44	0.23	-
	IBRD	4.71	4.71	-	4.71	4.71	-
	SCFUK	0.48	0.48	-	0.48	0.48	-
	SDC	0.43	0.43	-	0.43	0.43	-
	SIDA	0.19	0.19	-	0.19	0.19	-
	UNESCO	1.23	1.23	-	1.23	1.23	-
	UNICEF	5.36	4.47	0.9	3.98	3.98	-
	Sub-total	12.8	11.9	0.9	11.4	11.2	-
Program Development Grant	AFD	0.0	0.0	-	0.0	0.0	-
	IBRD	5.0	5.0	-	5.0	5.0	-
	UNICEF	0.5	0.5	-	0.5	0.5	-
	Sub-total	5.6	5.6	-	5.6	5.6	-
Program Implementation Grant	AFD	78.2	54.4	23.8	78.2	54.4	23.8
	Belgium	32.8	32.8	-	52.9	52.9	-
	DFID	60.4	31.3	29.1	52.8	31.3	21.5
	IBRD	1,743.3	1,107.0	636.3	1,596.4	1,008.2	588.2
	SIDA	100.0	84.0	16.0	100.0	84.0	16.0
	UNESCO	7.1	7.1	-	7.1	7.1	-
	UNICEF	285.1	193.2	91.9	265.0	181.3	83.7
	Sub-total	2,306.9	1,509.7	797.1	2,152.4	1,419.2	733.2
Civil Society Education Fund	GCE	28.8	6.9	21.9	28.8	6.9	21.9
	UNESCO	19.5	19.5	-	19.5	19.5	-
	Sub-total	48.3	26.4	21.9	48.3	26.4	21.9
Supervision Allocation	AFD	0.3	0.3	-	0.3	0.3	-
	Belgium	0.5	0.5	-	0.7	0.7	-
	DFID	0.9	0.9	-	0.9	0.9	-
	IBRD	19.6	17.4	2.3	17.1	16.9	0.2
	SIDA	0.8	0.8	-	0.8	0.8	-
	UNESCO	0.6	0.6	-	0.6	0.6	-
	UNICEF	1.8	1.8	-	1.8	1.8	-
	Sub-total	24.6	22.3	2.3	22.2	22.0	0.2
Agency Fee	ADB	0.0	0.0	-	0.0	0.0	-
	AFD	1.8	1.8	-	1.8	1.8	-
	Belgium	0.9	0.9	-	0.9	0.9	-
	SCFUK	0.0	0.0	-	0.0	0.0	-
	UNESCO	2.6	2.6	-	2.6	2.6	-
	UNICEF	20.2	20.2	0.1	20.1	20.1	-
	IBRD	30.8	28.3	2.6	28.3	28.3	-
	Sub-total	56.48	53.83	2.6	53.78	53.78	-
Administrative Budgets	Secretariat	95.8	71.0	24.8	71.0	71.0	-
	Trustee	2.8	2.4	0.4	2.4	2.4	-
	Sub-total	98.6	73.4	25.2	73.4	73.4	-
TOTAL		2,578.37	1,728.4	850.0	2,392.22	1,636.7	755.3

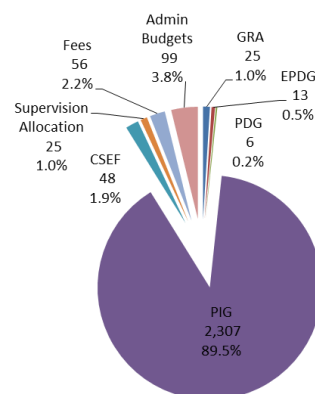


SNAPSHOT OF FUNDING DECISION

In USD millions

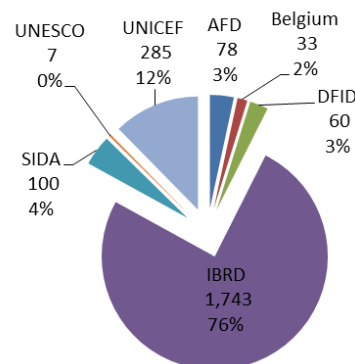
Funding Decisions by Activity

The cumulative funding decisions made by the GPE Board up to June 30, 2016 amount to USD 2,578.37 million. 89.5% of the cumulative funding decisions went to Program Implementation Grants, 1.9% to Civil Society Education Fund, 2.2% to Agency Fees, 3.8% to Administrative Budget, 1% to Supervision Allocations, 1% to Global and Regional Activities, and less than 1% each to Education Plan Development Grants, and Program Development Grants.



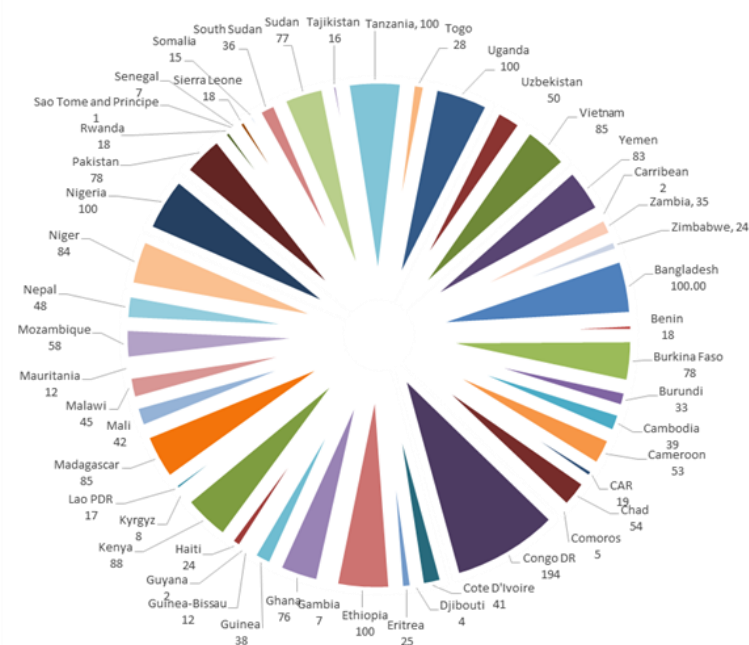
Funding Decisions by Entity (Program Implementation Grant)

The pie chart shows the breakdown of the cumulative program implementation grant approvals by Supervising/Managing Entity.



Funding Decisions by Country (Program Implementation Grant)

The pie chart shows the breakdown of the cumulative program implementation grant approvals by country.



5. Funds Available⁵

In USD millions

	As of June 30, 2016	As of March 31, 2016	Changes since last report
	(a)	(b)	(a) - (b)
<u>1. Cumulative Receipts</u>	1,901.3	1,879.3	22.0
a. Cash Contributions from Contributors	1,888.1	1,868.0	20.0
b. Investment Income earned on undisbursed balances	13.2	11.3	1.9
<u>2. Cumulative Cash Transfer</u>	1,639.9	1,456.1	183.8
a. Projects	1,497.8	1,315.2	182.6
b. Supervision Allocation	21.8	21.5	0.3
c. Agency Fees	47.0	46.1	0.9
d. Administrative Budgets	73.2	73.2	(0.0)
<u>3. Funds held in Trust (3 = 1 - 2)</u>	261.5	423.3	(161.8)
<u>4. Financial Reserve</u>	-	-	-
<u>5. Funds held in Trust with no Restrictions (5 = 3 - 4)</u>	261.5	423.3	(161.8)
<u>6. Committed Funding pending Cash Transfer</u>	88.5	180.6	(92.1)
a. Projects	81.1	172.4	(91.3)
b. Supervision Allocation	0.5	0.5	0.0
c. Agency Fees	6.8	7.7	(0.9)
d. Administrative Budgets	0.2	0.1	0.0
<u>7. Funds available for Commitment (7 = 5 - 6)</u>	<u>172.9</u>	<u>242.6</u>	<u>(69.7)</u>

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USD 261.5 million as of June 30, 2016, a decrease of USD 161.8 million since March 31, 2016.
- **Funds available for Trustee's Commitment** amounted to USD 172.9 million as of June 30, 2016, a decrease of USD 69.7 million.
- The table does not take into account contributions receivable from the signed Contribution Agreements/Arrangements

⁵ Totals in table may not add up due to rounding.