



Global Partnership for Education Fund

Financial Report

Prepared by the Trustee

As of September 30, 2014



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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 September 30, 2014.

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

GPEF Trust Fund Financial Summary as of September 30, 2014

Contributions:

Each Contributor enters into a Contribution Agreement or Arrangement with the Trustee to make a contribution to the GPEF. As of September 30, 2014, the Trustee had entered into Contribution Agreements/Arrangements with 19 Contributors for a total of USD eq. 1,436.6 million in contributions, of which the Trustee has received USD 1,222.4 million in cash from these Contributors.

Investment Income:

As of September 30, 2014, the GPEF Trust Fund earned investment income of approximately USD 6.9 million on the undisbursed balance of the Trust Fund. The GPEF Trust Fund portfolio has returned 0.32%² through the calendar year to September 30, 2014.

Funding Approvals:

The cumulative funding decisions made by the GPE Board through September 30, 2014 totaled USD 1,817.6 million. Of the total amount approved, USD 1,661.9 million represents Program Implementation Grant approvals. The Trustee committed a total of USD 1,058 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 855.5 million up to September 30, 2014, including USD 763.3 million for Education Plan Development Grants, Program Development Grants, and Program Implementation Grants.

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

Funds Held in Trust reflect contributions paid-in from Contributors, investment income, and net cash transfers. Funds Held in Trust as of September 30, 2014 amounted to USD 373.8 million.

Funds available for the Trustee's commitment amounted to USD 171.3 million as of September 30, 2014, an increase of USD 40.4 million compared to June 30, 2014.

² Represents non-annualized rate of return.

1. GPEF Trust Fund Summary – Inception through September 30, 2014³

In USD millions

	Cumulative Total as of September 30, 2014	Cumulative Total as of June 30, 2014	Difference	% of Total
	(a)	(b)	(c) = (a) - (b)	
Donor Contributions				
Contributions	1,436.6	1,432.9	3.7	100%
Total Contributions	1,436.6	1,432.9	3.7	100%
Cumulative Resources				
<u>Resources received</u>				
Cash Receipts	1,222.4	1,133.8	88.6	85%
Investment Income earned	6.9	6.3	0.6	0%
Total Resources Received	1,229.3	1,140.1	89.2	85%
<u>Resources not yet received</u>				
Contributions not yet paid (A)	214.2	299.1	(84.9)	15%
Total resources not yet received	214.2	299.1	(84.9)	15%
Total Potential Resources (B)	1,443.5	1,439.2	4.3	100%
Cumulative Funding Decisions				
Global and Regional Activities	25.2	25.2	-	1%
Education Plan Development Grant	6.1	5.6	0.5	0%
Program Development Grant	4.6	4.6	-	0%
Program Implementation Grant	1,661.9	1,661.9	-	91%
Civil Society Education Fund	14.5	14.5	-	1%
Supervision Allocation	17.3	17.3	-	1%
Agency Fees	43.5	43.4	0.0	2%
Administrative Budgets	44.7	44.7	-	2%
Total Funding Decisions Net of Cancellations (C)	1,817.6	1,817.1	0.5	100%
Amounts pending GPE Board Funding Decisions (D)	-	-	-	
Total Potential Resources (B) - (C) - (D)	(374.1)	(377.9)	3.8	
Funds Available				
Funds Held in Trust with no Restrictions	373.8	522.1	(148.3)	
Approved Amounts Pending Cash Transfers	202.5	391.2	(188.7)	
Total Funds Available for Trustee's Commitment	171.3	130.9	40.4	

³ Sub-totals in the table may not add up due to rounding.

2. Contributions⁴

In USD millions

Contributor	Curr	As of September 30, 2014				As of June 30, 2014			
		Signed in Currency	Signed in USD eq.	Paid-In Contributions in Currency	Paid-In Contributions in USD	Signed in Currency	Signed in USD eq.	Paid-In Contributions in Currency	Paid-In Contributions in USD
Australia ^{a/}	AUD	270.0	253.8	270.0	253.8	270.0	259.3	170.0	165.3
	USD	0.1	0.1	0.1	0.1	-	-	-	-
Belgium	EUR	36.0	46.2	18.0	23.5	36.0	48.1	18.0	23.5
Canada ^{a/}	CAD	45.4	45.6	45.4	45.6	45.4	45.6	45.4	45.6
	USD	0.7	0.7	0.7	0.7	0.7	0.7	0.7	0.7
CIFF	USD	22.0	22.0	-	-	-	-	-	-
Denmark	DKK	920.0	164.9	920.0	164.9	920.0	164.9	920.0	164.9
Finland	EUR	4.0	5.5	3.2	4.4	4.0	5.5	3.2	4.4
Germany	EUR	1.6	2.1	1.6	2.1	1.6	2.1	1.6	2.1
Ireland ^{a/}	EUR	15.9	21.4	15.9	21.4	15.9	21.4	15.9	21.4
	USD	0.3	0.3	0.3	0.3	0.3	0.3	0.3	0.3
Italy	EUR	1.5	2.0	1.5	2.0	1.5	2.0	1.5	2.0
Japan	USD	10.4	10.4	10.4	10.4	10.4	10.4	10.4	10.4
Luxemburg ^{a/}	EUR	0.3	0.4	0.3	0.4	0.3	0.4	0.3	0.4
	USD	0.4	0.4	0.4	0.4	0.4	0.4	0.4	0.4
Netherlands	EUR	120.0	157.8	90.0	120.0	120.0	161.0	90.0	120.0
Norway	NOK	730.0	122.6	630.0	107.1	730.0	123.3	630.0	107.1
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	400.0	57.0	200.0	29.4	400.0	59.2	200.0	29.4
Switzerland	CHF	24.5	26.4	18.0	19.6	24.5	26.9	18.0	19.6
United Kingdom ^{a/}	GBP	269.6	429.0	219.6	348.1	269.6	433.3	219.6	348.1
	USD	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9
United States	USD	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0
Total			1,436.6		1,222.4		1,432.9		1,133.8

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

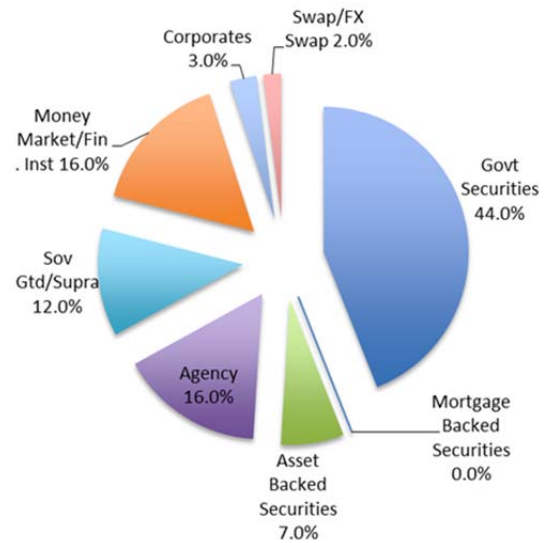
- The table shows the total contributions to the GPEF, defined as those for which Contribution Agreements/ Arrangements have been signed by Contributors and the Trustee. The table shows the amount of the contribution in the respective currency and in USD equivalent (“Signed in USD eq.”), and the amount of the contribution received by the Trustee (“Paid-In Contributions in USD”).
- As of September 30, 2014, the Trustee had entered into Contribution Agreements or Arrangements with 19 Contributors for a total amount of USD eq. 1,436.6 million, an increase of USD eq. 3.7 million since June 30, 2014. The Children’s Investment Fund Foundation (CIFF) signed a Contribution Agreement for USD 22 million, while Australia signed a Contribution Agreement to transfer their remaining pro-rata share of USD 0.1 million from the EPDF Trust Fund to the GPEF.
- The Trustee received a total of USD 1,222.4 million in cash from these Contributors, an increase of USD 88.6 million since June 30, 2014. The increase is due to the contribution received from Australia (AUD 100 million and USD 0.1 million).
- Contributions receivable from the signed Contribution Agreements or Arrangements amounts to USDeq. 214.2 million on the basis of exchange rates as of September 30, 2014.

⁴ Totals in the table may not add up due to rounding.

3. Asset Mix and Investment Income

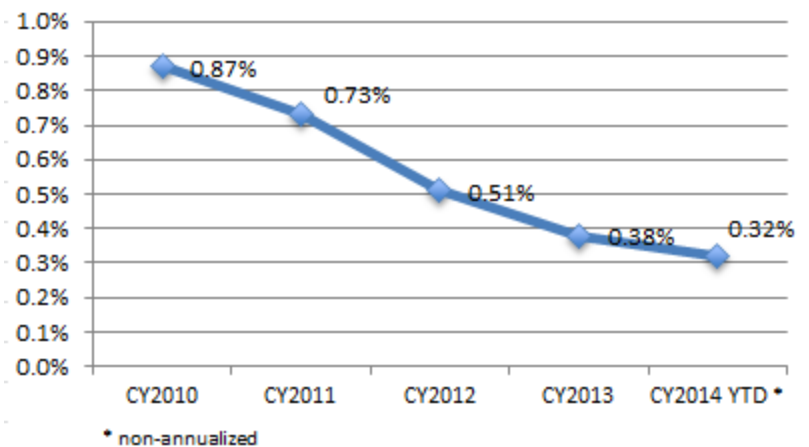
ASSET MIX

Cash assets 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 Pool is actively managed so that the probability of incurring negative returns is no more than 1% over the applicable investment horizon.



INVESTMENT RETURNS

The GPEF funds are invested in a short 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 one year. The GPEF Trust Fund liquid portfolio (which totaled approximately USD 373.8 million at end-September 2014) has returned 0.32% through the calendar year to September 30, 2014 and earned approximately USD 6.9 million in investment income since inception.





4. Cumulative Funding Decisions⁵

In USD millions

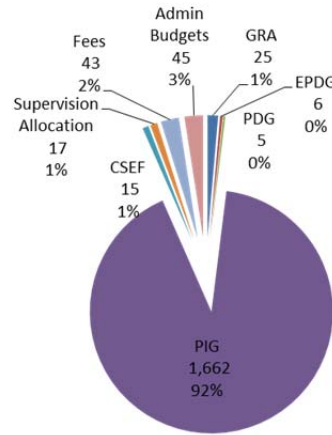
Activity	Entity	As of September 30, 2014			As of June 30, 2014		
		Approved	Committed	Balance	Approved	Committed	Balance
Global and Regional Activities	AFD	2.3	2.3	-	2.3	2.3	-
	IBRD	8.4	8.4	-	8.4	8.4	-
	UNESCO	9.9	9.9	-	9.9	9.9	-
	UNICEF	4.6	4.6	-	4.6	4.6	-
	Sub-total	25.2	25.2	-	25.2	25.2	-
Education Plan Development Grant	IBRD	3.1	3.1	-	3.1	3.1	-
	UNESCO	0.2	0.2	-	0.2	0.2	-
	UNICEF	2.8	2.8	-	2.3	2.3	-
	Sub-total	6.1	6.1	-	5.6	5.6	-
Program Development Grant	AFD	0.0	0.0	-	0.0	0.0	-
	IBRD	4.0	4.0	-	4.0	4.0	-
	UNICEF	0.5	0.5	-	0.5	0.4	0.1
	Sub-total	4.6	4.6	-	4.6	4.4	0.1
Program Implementation Grant	AFD	78.2	28.0	50.2	78.2	28.0	50.2
	Belgium	52.9	52.9	-	52.9	52.9	-
	DFID	35.2	9.8	25.4	35.2	9.8	25.4
	IBRD	1,146.0	607.8	538.2	1,146.0	566.8	579.2
	SIDA	100.0	43.1	56.9	100.0	43.1	56.9
	UNESCO	7.1	7.1	-	7.1	7.1	-
	UNICEF	242.5	153.6	89.0	242.5	153.6	89.0
	Sub-total	1,661.9	902.2	759.7	1,661.9	861.2	800.7
Civil Society Education Fund	UNESCO	14.5	14.5	-	14.5	14.5	-
	Sub-total	14.5	14.5	-	14.5	14.5	-
Supervision Allocation	AFD	0.3	0.3	-	0.3	0.3	-
	Belgium	0.7	0.7	-	0.7	0.7	-
	DFID	0.4	0.4	-	0.4	0.4	-
	IBRD	12.6	12.6	-	12.6	9.7	3.0
	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	17.3	17.3	-	17.3	14.3	3.0
Agency Fee	AFD	1.8	1.8	-	1.8	1.8	-
	Belgium	0.9	0.9	-	0.9	0.9	-
	UNESCO	2.2	2.2	-	2.2	2.2	-
	UNICEF	18.2	18.2	-	18.2	18.2	0.0
	IBRD	20.3	20.3	-	20.3	17.2	3.1
	Sub-total	43.5	43.5	-	43.4	40.3	3.2
Administrative Budgets	Secretariat	43.0	43.0	-	43.0	42.0	1.1
	Trustee	1.7	1.7	-	1.7	1.7	-
	Sub-total	44.7	44.7	-	44.7	43.6	1.1
TOTAL		1,817.6	1,058.0	759.7	1,817.1	1,009.1	808.0

⁵ Sub totals in the table may not add up due to rounding.

SNAPSHOT OF FUNDING DECISIONS:

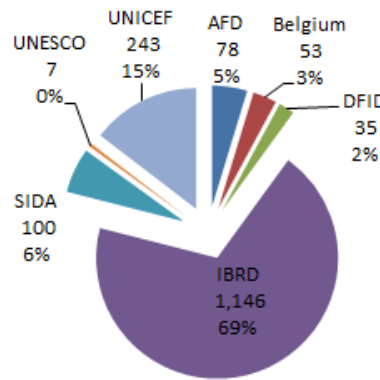
Funding Decisions by Activity

The cumulative funding decisions made by the GPE Board up to September 30, 2014 amount to USD 1,817.6 million, an increase of USD 0.5 million since June 30, 2014. 92% of the cumulative funding decisions went to Program Implementation Grants, 1% to Civil Society Education Fund, 2% to Agency Fees, 3% to Administrative Budget, 1% to Supervision Allocations, 1% to Global and Regional Activities, and less than 1% each to Program Development Grants and Education Plan Development Grants.



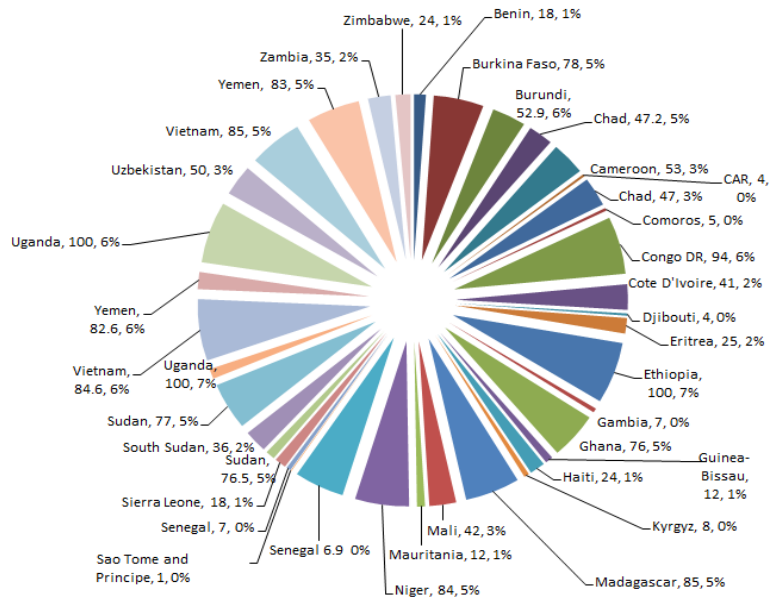
Funding Decisions by Entity (Program Implementation Grant)

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 Available

In USD millions

	As of September 30, 2014	As of June 30, 2014	Changes since last report
	(a)	(b)	(a) - (b)
1. Cumulative Receipts	1,229.3	1,140.1	89.2
a. Cash Contributions from Contributors	1,222.4	1,133.8	88.6
b. Investment Income earned on undisbursed balances of GPEF Funds	6.9	6.3	0.6
2. Cumulative Cash Transfer	855.5	617.9	237.5
a. Projects	763.3	533.2	230.1
b. Supervision Allocation	16.3	13.3	2.9
c. Agency Fees	31.5	28.1	3.5
d. Administrative Budgets	44.4	43.4	1.1
3. Funds held in Trust (3 = 1 - 2)	373.8	522.1	(148.3)
4. Financial Reserve	-	-	-
5. Funds held in Trust with no Restrictions (5 = 3 - 4)	373.8	522.1	(148.3)
6. Committed Funding pending Cash Transfer	202.5	391.2	(188.7)
a. Projects	189.2	377.7	(188.4)
b. Supervision Allocation	1.0	1.0	0.0
c. Agency Fees	12.0	12.2	(0.3)
d. Administrative Budgets	0.3	0.3	-
7. Funds available to support Trustee's Commitment (7 = 5 - 6)	171.3	130.9	40.4

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USD 373.8 million as of September 30, 2014, a decrease of USD 148.3 million since June 30, 2014.
- **Funds available for Trustee's Commitment** amounted to USD 171.3 million as of September 30, 2014, an increase of USD 40.4 million.
- The table does not take into account contributions receivable from the signed Contribution Agreements/Arrangements.