



Global Partnership for Education Fund

Financial Report

Prepared by the Trustee

As of September 30, 2015



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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, 2015.

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

GPEF Trust Fund Financial Summary as of September 30, 2015

Contributions:

Each Contributor enters into a Contribution Agreement or Arrangement with the Trustee to make a contribution to the GPEF. As of September 30, 2015, the Trustee had entered into Contribution Agreements/Arrangements with 21 Contributors for a total of USD eq. 1,829 million in contributions, of which the Trustee has received USDeq. 1,657.8 million in cash from these Contributors.

Investment Income:

As of September 30, 2015, the GPEF Trust Fund earned investment income of approximately USD 9.3 million on the undisbursed balance of the Trust Fund. The GPEF Trust Fund portfolio has returned 0.27% through the calendar year to September 30, 2015.

Funding Approvals:

The cumulative funding decisions made by the GPE Board through September 30, 2015 totaled USD 2,355.2 million. Of the total amount approved, USD 2,145.4 million represents Program Implementation Grant approvals. The Trustee committed a total of USD 1,607.1 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 1,223.8 million up to September 30, 2015, of which USD 1,086.8 million was for 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 September 30, 2015 amounted to USD 443.3 million.

Funds available for the Trustee's commitment amounted to USD 60 million as of September 30, 2015, a decrease of USD 5.1 million compared to June 30, 2015.

1. GPEF Trust Fund Summary – Inception through September 30, 2015²

In USD millions

	Cumulative Total as of September 30, 2015	Cumulative Total as of June 30, 2015	Difference	% of Total
	(a)	(b)	(c) = (a) - (b)	
Donor Contributions				
Contributions	1,829.0	1,808.5	20.5	100%
Total Contributions	1,829.0	1,808.5	20.5	100%
Cumulative Resources				
<u>Resources received</u>				
Cash Receipts	1,657.8	1,638.5	19.3	90%
Investment Income earned	9.3	9.1	0.2	1%
Total Resources Received	1,667.1	1,647.6	19.5	91%
<u>Resources not yet received</u>				
Contributions not yet paid (A)	171.2	170.0	1.2	9%
Total resources not yet received	171.2	170.0	1.2	9%
Total Potential Resources (B)	1,838.3	1,817.6	20.7	100%
Cumulative Funding Decisions				
Global and Regional Activities	25.2	25.2	-	1%
Education Plan Development Grant	8.0	8.1	(0.1)	0%
Program Development Grant	5.3	5.3	-	0%
Program Implementation Grant	2,145.4	2,145.4	-	91%
Civil Society Education Fund	19.5	19.5	-	1%
Supervision Allocation	22.0	22.0	-	1%
Agency Fees	53.1	53.1	(0.004)	2%
Administrative Budgets	76.7	76.7	-	3%
Total Funding Decisions Net of Cancellations (C)	2,355.2	2,355.2	(0.1)	100%
Amounts pending GPE Board Funding Decisions (D)	-	-	-	
Total Potential Resources (B) - (C) - (D)	(516.8)	(537.6)	20.8	
Funds Available				
Funds Held in Trust with no Restrictions	443.3	448.1	(4.8)	
Approved Amounts Pending Cash Transfers	383.4	383.1	0.3	
Total Funds Available for Commitment	60.0	65.1	(5.1)	

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

2. Contributions³

In millions

Contributor	Curr	As of September 30, 2015				As of June 30, 2015			
		Signed in Currency	Signed in USD eq. c/	Paid-In Contributions in Currency	Paid-In Contributions in USD	Signed in Currency	Signed in USD eq. d/	Paid-In Contributions in Currency	Paid-In Contributions in USD
Australia ^{a/}	AUD	410.0	357.3	333.0	303.1	410.0	362.3	333.0	303.1
	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	44.3	34.0	42.0
Canada ^{a/}	CAD	165.4	136.3	75.4	69.2	165.4	141.9	75.4	69.2
	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	970.0	173.2	970.0	173.2	970.0	173.2	970.0	173.2
Finland	EUR	6.0	7.6	5.0	6.5	6.0	7.6	5.0	6.5
France ^{b/}	USD	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Germany	EUR	36.6	42.2	12.1	14.7	8.6	10.8	8.6	10.8
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	12.8	12.8	12.8	12.8	12.8	12.8	12.1	12.1
Korea	USD	5.0	5.0	0.7	0.7	5.0	5.0	-	-
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	920.0	147.8	920.0	147.8	920.0	147.8	920.0	147.8
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	970.0	128.3	970.0	128.3	970.0	128.6	870.0	116.5
Switzerland	CHF	24.5	26.5	24.5	26.5	24.5	26.5	24.5	26.5
United Kingdom ^{a/}	GBP	269.6	426.4	269.6	426.4	269.6	426.4	269.6	426.4
	USD	0.9	0.9	0.9	0.9	0.9	0.9	0.9	0.9
United States	USD	80.0	80.0	80.0	80.0	80.0	80.0	80.0	80.0
Total			1,829.0		1,657.8		1,808.5		1,638.5

^{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/}Pro-rata share transferred from the EPDF.

^{c/}Represents (1) the actual US dollar value of paid-in cash contributions and (2) September 30, 2015 value of amount pending receipt.

^{d/}Represents (1) the actual US dollar value of paid-in cash contributions and (2) June 30, 2015 value of amount pending receipt.

- As of September 30, 2015, the Trustee had entered into Contribution Agreements or Arrangements with 21 Contributors for a total amount of USD eq. 1,829 million, an increase of USD eq. 20.5 million since July 1, 2015. Germany, which signed a contribution agreement for EUR 28 million, accounted for the increase.
- The Trustee received a total of USD 1,657.8 million in cash from these Contributors, an increase of USD eq. 19.3 million since July 1, 2015. The increase was due to the contributions received from Belgium (EUR 2 million), Germany (EUR 3.5 million), Japan (USD 0.7 million), Korea (USD 0.7 million) and Sweden (SEK 100 million).
- Contributions receivable from the signed Contribution Agreements or Arrangements amounts to USD eq. 171.2 million on the basis of exchange rates as of September 30, 2015.

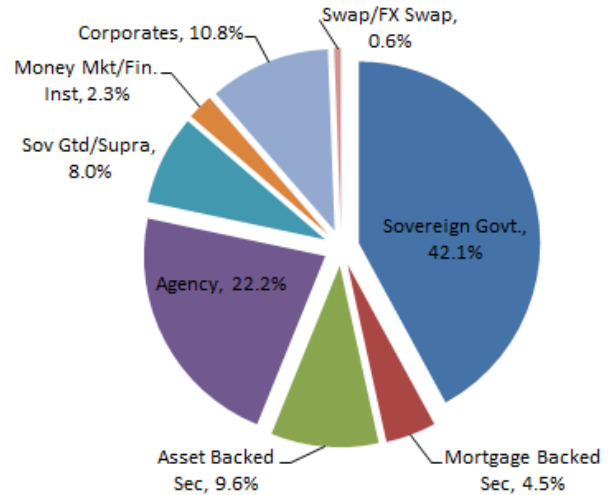
³ Totals in the table may not add up due to rounding.

3. Asset Mix and Investment Income

ASSET MIX

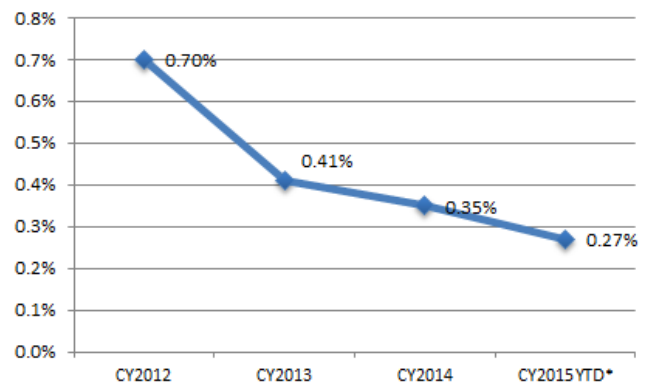
Funds held in trust by the World Bank (as the Trustee) are maintained in a commingled investment portfolio (the “Pool”) for all trust funds administered by the World Bank. On July 1, 2015, the World Bank formally adopted the Conditional Value-at-Risk (CVaR) measure as the risk constraint in the management 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 portfolio allocation by asset class has the largest allocations to government securities, agency, corporates, and asset backed securities.



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 443.3 million at end-September 2015) has returned 0.27% through the calendar year to September 30, 2015 and earned approximately USD 9.3 million in investment income since inception.





4. Cumulative Funding Decisions⁴

In USD millions

Activity	Entity	As of September 30, 2015			As of June 30, 2015		
		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	3.7	3.7	-	4.0	4.0	-
	SIDA	0.2	0.2	-	-	-	-
	UNESCO	0.5	0.5	-	0.5	0.5	-
	UNICEF	3.6	3.6	-	3.6	3.6	-
	Sub-total	8.0	8.0	-	8.1	8.1	-
Program Development Grant	AFD	0.0	0.0	-	0.0	0.0	-
	IBRD	4.7	4.7	-	4.7	4.7	-
	UNICEF	0.5	0.5	-	0.5	0.5	-
	Sub-total	5.3	5.3	-	5.3	5.3	-
Program Implementation Grant	AFD	78.2	54.4	23.8	78.2	54.4	23.8
	Belgium	52.9	52.9	-	52.9	52.9	-
	DFID	52.8	29.8	23.0	52.8	9.8	43.0
	IBRD	1,596.4	994.9	601.5	1,596.4	994.9	601.5
	SIDA	100.0	84.0	16.0	100.0	84.0	16.0
	UNESCO	7.1	7.1	-	7.1	7.1	-
	UNICEF	258.0	174.4	83.7	258.0	170.2	87.9
	Sub-total	2,145.4	1,397.4	748.0	2,145.4	1,373.2	772.2
Civil Society Education Fund	UNESCO	19.5	19.5	-	19.5	19.5	-
	Sub-total	19.5	19.5	-	19.5	19.5	-
Supervision Allocation	AFD	0.3	0.3	-	0.3	0.3	-
	Belgium	0.7	0.7	-	0.7	0.7	-
	DFID	0.9	0.9	-	0.9	0.4	0.5
	IBRD	16.9	16.9	-	16.9	16.9	-
	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	22.0	22.0	-	22.0	21.5	0.5
Agency Fee	AFD	1.8	1.8	-	1.8	1.8	-
	Belgium	0.9	0.9	-	0.9	0.9	-
	UNESCO	2.6	2.6	-	2.6	2.6	-
	UNICEF	19.5	19.5	-	19.5	19.5	-
	IBRD	28.2	28.2	-	28.2	28.2	-
	Sub-total	53.1	53.1	-	53.1	53.1	-
Administrative Budgets	Secretariat	74.3	74.3	-	74.3	74.3	-
	Trustee	2.4	2.4	-	2.4	2.4	-
	Sub-total	76.7	76.7	-	76.7	76.7	-
TOTAL		2,355.2	1,607.1	748.0	2,355.2	1,582.6	772.7

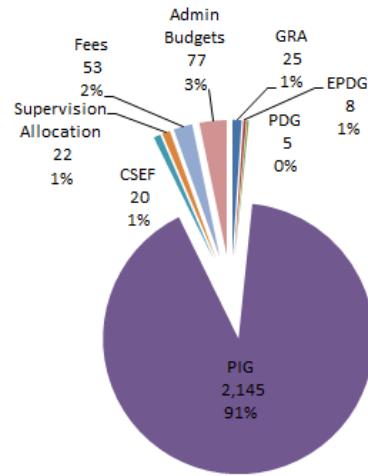
⁴ Sub totals in the table may not add up due to rounding.

SNAPSHOT OF FUNDING DECISION

In USD millions

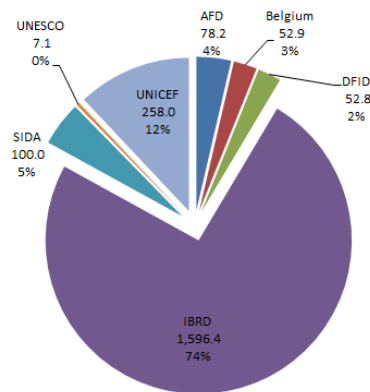
Funding Decisions by Activity

The cumulative funding decisions made by the GPE Board up to September 30, 2015 remained at USD 2,355.2 million. 91% 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, 1% to Education Plan Development Grants, and less than 1% to Program Development Grants.



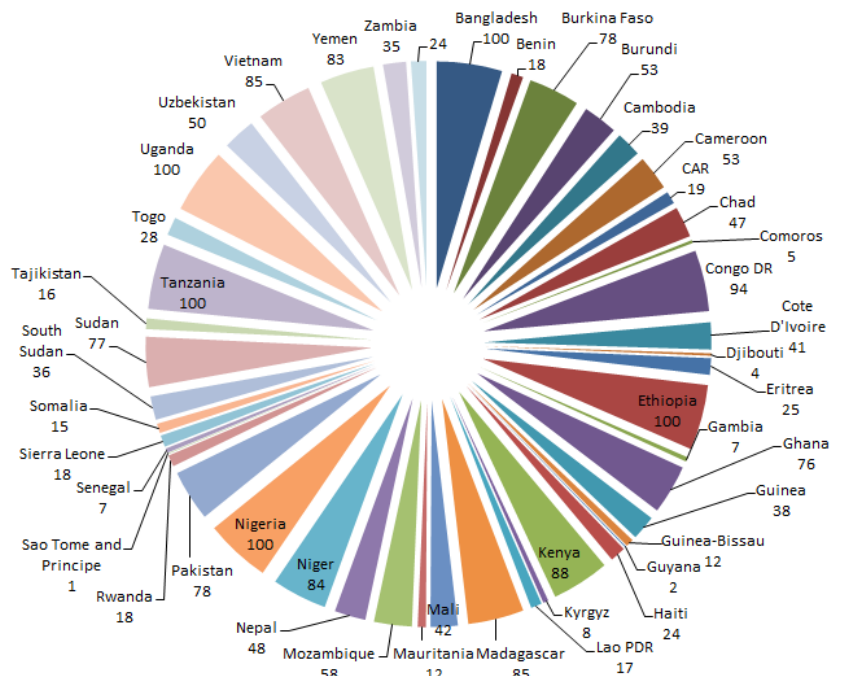
Funding Decisions by Entity (Program Implementation Grant)

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 September 30, 2015	As of June 30, 2015	Changes since last report
	(a)	(b)	(a) - (b)
<u>1. Cumulative Receipts</u>	1,667.1	1,647.6	19.5
a. Cash Contributions from Contributors	1,657.8	1,638.5	19.3
b. Investment Income earned on undisbursed balances	9.3	9.1	0.2
<u>2. Cumulative Cash Transfer</u>	1,223.8	1,199.5	24.3
a. Projects	1,086.8	1,064.2	22.7
b. Supervision Allocation	19.5	19.0	0.5
c. Agency Fees	41.5	40.4	1.1
d. Administrative Budgets	75.9	75.9	-
<u>3. Funds held in Trust (3 = 1 - 2)</u>	443.3	448.1	(4.8)
<u>4. Financial Reserve</u>	-	-	-
<u>5. Funds held in Trust with no Restrictions (5 = 3 - 4)</u>	443.3	448.1	(4.8)
<u>6. Committed Funding pending Cash Transfer</u>	383.4	383.1	0.3
a. Projects	368.5	367.1	1.5
b. Supervision Allocation	2.5	2.5	-
c. Agency Fees	11.6	12.7	(1.1)
d. Administrative Budgets	0.8	0.8	-
<u>7. Funds available for Commitment (7 = 5 - 6)</u>	<u>60.0</u>	<u>65.1</u>	<u>(5.1)</u>

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USD 443.3 million as of September 30, 2015, a decrease of USD 4.8 million since July 1, 2015.
- **Funds available for Trustee's Commitment** amounted to USD 60 million as of September 30, 2015, a decrease of USD 5.1 million majorly by the decrease in Funds Held in Trust by USD 4.8 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.