

# Strategic Climate Fund (SCF)

Financial Report

Prepared by the Trustee

*As of October 31, 2016*



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## Introduction

The Climate Investment Funds (CIF) were established in 2008 and its financial architecture is rooted in two trust funds. The Clean Technology Fund (CTF) aims to provide scaled-up financing to contribute to the demonstration, deployment, and transfer of low-carbon technologies with a significant potential for long-term greenhouse gas emissions savings. The Strategic Climate Fund (SCF) aims to provide financing to pilot new development approaches or scale-up activities aimed at a specific climate change challenge or sectoral response. The SCF currently finances three such programs: the Forest Investment Program (FIP), Pilot Program for Climate Resilience (PPCR), and Scaling Up Renewable Energy in Low-Income Countries Program (SREP).

The World Bank acts as the Trustee for the CIFs. This report is produced by the Trustee based on financial information as of October 31, 2016, in accordance with the Trustee's role as set forth in the Governance Framework for the SCF which states:

*“The Trustee will provide to the SCF Trust Fund Committee, and, to the extent applicable, any SCF Sub-Committee, regular reports on the financial status of the Trust Fund, as agreed between the Trustee and the SCF Trust Fund Committee, or as the case may be the relevant SCF Sub-Committee.”*

This report provides (i) a snapshot of the financial status of the SCF Trust Fund as of October 31, 2016; (ii) the status of pledges and contributions, and (iii) the status of the SCF Programs: FIP, PPCR, SREP and Evaluation and Learning



## SCF Trust Fund Financial Summary as of October 31, 2016

As of October 31, 2016, 13 donors pledged USDeq. 2.60 billion to the SCF Trust Fund, of which USDeq. 1.15 billion was pledged to PPCR, USDeq. 0.72 billion to FIP, and USDeq. 0.72 billion to SREP, and USDeq. 7.4 million for Evaluation and Learning (EVL) program as of yet. Of the total amount pledged, USDeq. 2.579 billion was confirmed through signed Contribution Agreements/Arrangements (USDeq. 1,138 million for PPCR, USDeq. 720 million for FIP, USDeq. 714 million for SREP and USDeq. 7.4 million for the EVL account).

The Trustee has received from contributors USDeq. 2.579 billion in cash and promissory notes (USDeq. 1,138 million to PPCR, USDeq. 720 million to FIP, USDeq. 714 million to SREP and USDeq. 7.3 million from the UK for Evaluation and Learning (EVL)), of which approximately USD 9.7 million was received as cash receipts from the United States and USDeq. 3.6 million from Norway between April 1, 2016 and October 31, 2016.

### **Investment Income:**

Since inception through October 31, 2016, the SCF Trust Fund earned investment income of approximately USD 61.7 million on the undisbursed balance of the Trust Fund. There was a net increase of USD 9.5 million from April 1, 2016 to October 31, 2016 for Investment income.

### **Trustee Commitments:**

As of October 31, 2016, based on funding approvals of the SCF Trust Fund Committee or the relevant Sub-Committee, the Trustee recorded net commitments for projects, preparation grants, MPIS costs and Administrative budgets totaling USD 1.72 billion to MDBs<sup>1</sup>.

Cumulative net commitments for the SCF administrative budget, including Country Programming budgets, totaled USD 116 million.

Cumulative net commitments for projects, preparation grants and MPIS costs under the FIP totaled USD 396 million. This represents a net increase of USD 49 million in net commitments since April 1, 2016.

Cumulative net commitments for projects, preparation grants and MPIS costs under the PPCR totaled USD 1.035 billion. This represents a net increase of USD 20 million in net commitments since April 1, 2016.

Cumulative net commitments for projects, preparation grants and MPIS costs under the SREP totaled USD 290 million. This represents a net increase of USD 30 million in net commitments since April 1, 2016.

### **Cash Transfers:**

Cash transfers are made to MDBs on an as-needed basis to meet their projected disbursements. The Trustee has transferred USD 870 million including the Administrative Budget, of which USD 177.0 million was transferred between April 1, 2016 and October 31, 2016. As a result, USD 0.97 billion remains payable to MDBs as of October 31, 2016.

<sup>1</sup> CIF funds are disbursed through the Multilateral Development Banks (MDBs) to support effective and flexible implementation of country-led programs and investments. The MDBs include the African Development Bank (AfDB), the Asian Development Bank (ADB), the European Bank for Reconstruction and Development (EBRD), the Inter-American Development Bank (IADB), the International Bank for Reconstruction and Development (IBRD)/International Development Association (IDA) (the World Bank), and the International Finance Corporation (IFC).



***Funds Held in Trust:***

**Funds Held in Trust** reflect financial activities related to contributor payments (cash and promissory notes), encashment of promissory notes, investment income, cash transfers, and the revaluation of the balance of promissory notes at month-end. Funds Held in Trust as of October 31, 2016 amounted to approximately USDeq. 1.771 billion, out of which USDeq. 79 million is withheld from commitment to mitigate the effects of foreign exchange rate movements on outstanding commitments.



## 1. SCF Trust Fund Summary – Inception through October 31, 2016

In USD millions

### SCF TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

	As of October 31, 2016	% of Total
	<b>Total</b>	<b>% of Total</b>
<b>Donor Pledges and Contributions</b>		
Contributions	2,595.7	100%
Pledges	0.3	0%
<b>Total Pledges and Contributions</b>	<b>2,596.1</b>	<b>100%</b>
<b>Cumulative Funding Received</b>		
<b>Contributions Received</b>		
Cash Contributions	2,042.5	77%
Unencashed promissory notes	a/ 536.4	20%
<b>Total Contributions Received</b>	<b>2,578.9</b>	<b>98%</b>
<b>Other Resources</b>		
Investment Income earned	62.0	2%
Other income		
Total Other Resources	62.0	
<b>Total Cumulative Funding Received (A)</b>	<b>2,640.9</b>	<b>100%</b>
<b>Cumulative Funding Commitments</b>		
Pending Approval by Governing Body	-	-
Projects/Programs	1,717.8	94%
MDB Project Implementation and Supervision services (MPIS) Costs	72.4	4%
Cumulative Administrative Expenses	119.3	6%
<b>Total Cumulative Funding Commitments</b>	<b>1,909.5</b>	
<b>Project/Program Cancellations/Admin Budget Cancellations</b>	b/ (73.2)	-4%
<b>Net Cumulative Funding Commitments (B)</b>	<b>1,836.3</b>	<b>100%</b>
<b>Fund Balance (A - B)</b>	<b>804.7</b>	
<b>Currency Risk Reserves</b>	c/ (79.1)	
<b>Funding Available for Trustee Commitments (C)</b>	<b>725.6</b>	



## SCF TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

	As of October 31, 2016	% of Total
<b>Anticipated Commitments (FY17-FY21)</b>		
Program/Project Funding and MPIS Costs	1,024.0	96%
Projected Country Programming Budget	-	0%
Projected Administrative Budget	46.2	4%
<b>Total Anticipated Commitments (D)</b>	<b>1,070.2</b>	<b>100%</b>
<b>Available Resources (C-D)</b>	<b>(344.6)</b>	
<b>Potential Future Funding (FY17-FY21)</b>		
Pledges	0.3	0%
Funding From Provisional Account		
Contributions not yet paid	d/ 16.8	13%
Release of Currency Risk Reserves	c/ 79.1	63%
Projected Investment Income	e/ 29.9	24%
<b>Total Potential Future Resources (E)</b>	<b>126.2</b>	<b>100%</b>
<b>Potential Available Resources (C - D + E)</b>	<b>(218.4)</b>	

a/ This amount represents USD equivalent of GBP 433 million from the UK and USD 9 million from the Netherlands.

b/ This refers to cancellation of program and project commitments approved by the committee.

c/ Amounts withheld to mitigate over-commitment risk resulting from the effects of currency exchange rate fluctuations on the value of outstanding non-USD denominated promissory notes.

d/ This amount represents USD equivalent of GBP 14.6 million and SEK 2.2 million

e/ Investment income on undisbursed funds across all SCF subprograms as projected by the Trustee.

## 1.1. Pledges and Contributions – SCF Summary

In USD millions

Contributor	Contribution Type	Currency	in Contribution Currency				in USD eq. a/			
			Pledges Outstanding and Contribution Receivable	PNs Outstanding	Cash Receipts f/	Total Pledges and Contributions	Pledges Outstanding and Contribution Receivable	PNs Outstanding	Cash Receipts f/	Total Pledges and Contributions
Australia	Grant	AUD	-	-	87	87	-	-	80	80
Canada	Grant	CAD	-	-	100	100	-	-	84	84
Denmark	Grant	DKK	-	-	238	238	-	-	44	44
Germany	b/ Grant	EUR	-	-	50	50	-	-	66	66
Japan	c/ Grant	USD	-	-	200 c/	200	-	-	187	187
Korea	Grant	KRW	-	-	6,565	6,565	-	-	6	6
Netherlands	Grant	USD	-	9	67	76	-	9	67	76
Norway	Grant	NOK	-	-	1,676	1,676	-	-	274	274
Spain	Grant	EUR	-	-	3	3	-	-	4	4
Spain	Capital	EUR	-	-	20	20	-	-	26	26
Sweden	Grant	SEK	20	-	385	405	2	-	59	61
Switzerland	Grant	USD	-	-	26	26	-	-	26	26
United Kingdom d/	Capital	GBP	-	318	331	649	-	386	490	877
United Kingdom	Grant	GBP	12	116	93	221	15	141	122	278
United States	e/ Grant	USD	0.3	-	508	508	0.3	-	508	508
							<b>17</b>	<b>536</b>	<b>2,043</b>	<b>2,596</b>

a/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of October 31, 2016

b/ Out of the total EUR 59.45 million contribution, EUR 4.725 million each has been transferred as contribution to AfDB and IBRD for the AFCC program

c/ The USD 200 million pledge was committed in JPY in the amount of JPY 19 billion.

d/ The total contribution finalized by the United Kingdom through the SCF is GBP 2.1 billion, which includes allocation of GBP 1.13 billion to CTF, GBP 3.5 million to Readiness Fund of the Forest Carbon Partnership Facility (FCPF), GBP 11.5 million to Carbon Fund of the FCPF and GBP 50 million to the Congo Basin Fund.

e/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

f/ Includes cash receipts and encashed promissory notes.

Note: Totals may not add due to rounding

- The above table shows the total SCF Pledges Outstanding, Contributions Finalized, Contributions paid, Contributions Receivable and unencashed Promissory Notes in the receipt currency and USDeq valued as of October 31, 2016.
- Pledges represent a Contributor's expression of intent to make a contribution. The outstanding pledge amount is USD 0.3 million from United States.
- As of October 31, 2016, the Trustee had entered into Contribution Agreements/Arrangements with 13 contributors. The total of Pledges and Contributions amount to USDeq. 2.596 billion, valued as of October 31, 2016.
- The total Contributions Finalized amount is USDeq. 2.596 billion, of which USDeq. 1.693 billion (65%) represents grant contributions and USDeq. 0.903 billion (35%) capital contributions.
- The Trustee received USDeq. 2.579 billion in Cash and Promissory Notes from the contributors and the contribution receivable amount is USDeq. 15 million from the UK and USDeq. 2 million from Sweden.
- The value of outstanding promissory notes is USDeq. 0.536 billion, which represents promissory notes from the Netherlands and the United Kingdom.





## 1.2. Asset Mix and Investment Returns and Adjustment for Changes in Market Conditions

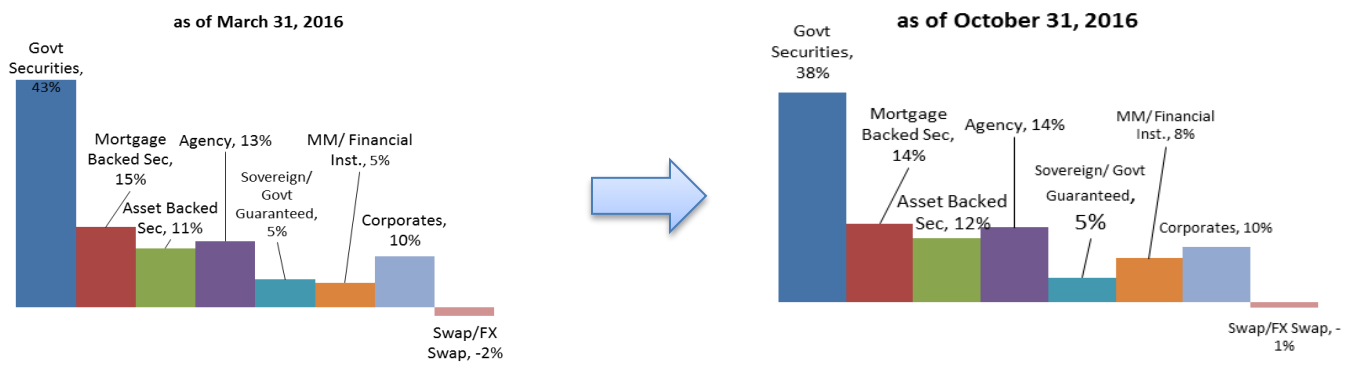
The undisbursed cash balance of the SCF Trust Fund is maintained in a commingled investment portfolio (“Pool”) for all trust funds managed by IBRD. The Pool is managed actively and conservatively with capital preservation as the over-arching objective.

### ASSET MIX

SCF Trust Fund assets are invested across three of the World Bank Trust Fund’s investment model portfolios, (“Model Portfolio 0” for short term working capital needs, “Model Portfolio 1” with an investment horizon of one year, and “Model Portfolio 2” with an investment horizon of three years). The latter two model portfolios aim to optimize investment returns subject to capital preservation with a high degree of confidence (based on statistical models) over the respective investment horizon. Although actual future returns will depend on market conditions, the Trust Fund Investment Pool portfolio is actively monitored and adjusted to preserve development partner funds over the investment horizons. Over shorter periods however, market volatility may result in negative actual or ‘mark-to-market’<sup>2</sup> returns.

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, mortgage backed securities (MBS), agency and asset backed securities.



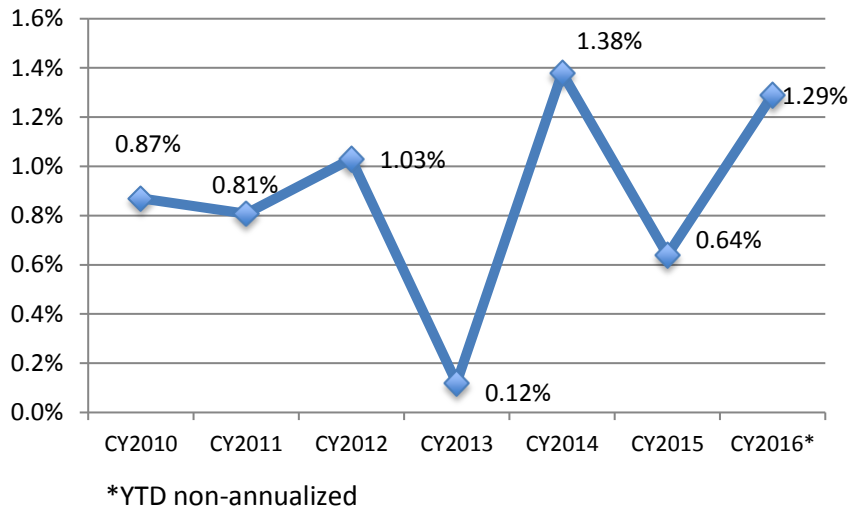
*Note:* The negative position in swaps is primarily due to changes in foreign currency exchange (FX) rates in cross currency basis swaps. Such swap instruments are used to implement currency hedges on bond positions within the portfolio. These hedges remain in place.

<sup>2</sup> Mark-to-market returns or losses represent returns or losses generated through an accounting entry rather than the actual sale of a security.



## INVESTMENT RETURNS

SCF Trust Fund investment returns have been modest for calendar year 2016 with a cumulative return of 1.29% to date. Overall, the SCF Trust Fund cumulative returns have been driven by investment in longer term tranches, which may be exposed to higher volatility in returns over shorter periods. Returns are expected to be low going forward as the risk of rising market yields continues to be elevated, with an adverse effect on total portfolio returns due to lower bond prices.



## ADJUSTMENTS FOR CHANGES IN MARKET CONDITIONS

As a gradual move to higher rates in the coming years is expected, the outlook for fixed-income investments continues to be for low returns, as increases in market interest rates could result in unrealized (i.e., mark-to-market) losses for fixed income returns in general. Given the challenging environment for fixed income investments, the Trustee has taken steps to reduce the interest rate sensitivity of the Trust Fund Investment Pool portfolio to limit the impact of potential future interest rate increases (known as “duration”). In addition, efforts are underway by the Trustee and CIFAU to enable investments in a broader universe of assets in order to achieve greater diversification of portfolio risks and increase returns. Diversification opportunities include emerging market sovereign bonds, covered bonds and new money market instruments.



### 1.3. Cumulative Net Commitments

#### **Total Net Commitments by the Trustee by Activity**

As of October 31, 2016, based on the funding approvals by the SCF Trust Fund Committee, or the SCF Sub-Committee as appropriate, the Trustee made net commitments totaling USD 1.84 billion. Of this amount, USD 116 million represents net commitments for administrative budget, including the Country Programming budgets under the relevant SCF Program, and USD 1.72 billion for projects, including preparation grants and MDB costs for project implementation and supervision services (MPIS costs). This is an increase of USD 116 million since April 1, 2016.

#### **Net Project and Program Commitments by Program**

Net commitments made by the Trustee totaled USD 1.72 billion for projects, investment plan preparation and MPIS costs, of which USD 396 million was committed under the FIP, USD 1.035 billion under the PPCR, and USD 290 million under the SREP.



## 2. FIP Summary – Inception through October 31, 2016

In USD millions

### FIP TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

As of October 31, 2016 % of Total

	Total	% of Total
<b>Donor Pledges and Contributions</b>		
Contributions	719.6	100%
Pledges	0.3	0%
<b>Total Pledges and Contributions</b>	<b>719.9</b>	<b>100%</b>
<b>Cumulative Funding Received</b>		
<b>Contributions Received</b>		
Cash Contributions	501.1	68%
Unencashed promissory notes	a/ 218.5	30%
Total Contributions Received	719.6	98%
<b>Other Resources</b>		
Investment Income	14.5	2%
Other income	-	
Total Other Resources	14.5	
<b>Total Cumulative Funding Received (A)</b>	<b>734.1</b>	<b>100%</b>
<b>Cumulative Funding Commitments</b>		
Pending Approval by Governing Body	-	-
Projects/Programs	390.8	93%
MDB Project Implementation and Supervision services (MPIS) Costs	21.5	5%
Cumulative Administrative Expenses	25.2	6%
<b>Total Cumulative Funding Commitments</b>	437.5	
<b>Project/Program/Admin Budget Cancellations</b>	b/ (16.0)	-4%
<b>Net Cumulative Funding Commitments (B)</b>	<b>421.5</b>	<b>100%</b>
<b>Fund Balance (A - B)</b>	<b>312.7</b>	
<b>Currency Risk Reserves</b>	c/ (32.8)	
<b>Funding Available for Trustee Commitments (C)</b>	<b>279.9</b>	



## FIP TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

As of October 31, 2016 % of Total

	As of October 31, 2016	% of Total
<b>Anticipated Commitments (FY17-FY21)</b>		
Program/Project Funding and MPIS Costs	343.7	97%
Projected Country Programming Budget		
Projected Administrative Budget	d/ 11.2	3%
<b>Total Anticipated Commitments (D)</b>	<b>354.9</b>	<b>100%</b>

<b>Available Resources (C - D)</b>	<b>(75.0)</b>	
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<b>Potential Future Resources (FY17-FY21)</b>		
Pledges	e/ 0.3	1%
Contributions not yet paid		
Release of Currency Risk Reserves	c/ 32.8	81%
Projected Investment Income	f/ 7.5	18%
<b>Total Potential Future Resources (E)</b>	<b>40.6</b>	<b>100%</b>

<b>Potential Available Resources (C - D + E)</b>	<b>(34.4)</b>	
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a/ This amount represents USD equivalent of GBP 179.6 million.

b/ This refers to cancellation of program and project commitments approved by the committee.

c/ Amounts withheld to mitigate over-commitment risk resulting from the effects of currency exchange rate fluctuations on the value of outstanding non-USD denominated promissory notes.

d/ Projected administrative budget includes resources for administrative services provided by the CIF AU, Trustee and MDBs.

e/ The balance of the pledge amount from the U.S

f/ Investment income on undisbursed funds across all SCF subprograms as projected by the Trustee, and notionally allocated by the CIF AU to each subprogram according to the proportion of total Projected Administrative Budget associated with the corresponding program/subprogram.



## 2.1. FIP Pledges and Contributions -Summary

In USD millions

Contributor	Contribution Type	Currency	in Contribution Currency				in USD eq. a/			
			Pledges Outstanding	PNs Outstanding	Cash Receipts d/	Total Pledges and Contributions	Pledges Outstanding	PNs Outstanding	Cash Receipts d/	Total Pledges and Contributions
Australia	Grant	AUD	-	-	36	36	-	-	35	35
Denmark	Grant	DKK	-	-	54	54	-	-	10	10
Japan	b/ Grant	USD	-	-	60	60	-	-	51	51
Norway	Grant	NOK	-	-	855	855	-	-	142	142
Spain	Capital	EUR	-	-	10	10	-	-	13	13
Sweden	Grant	SEK	-	-	100	100	-	-	15	15
United Kingdom	Capital	GBP	-	131	43	174	-	159	68	227
United Kingdom	Grant	GBP	-	49	-	49	-	60	-	60
United States	c/ Grant	USD	0.3	-	168	168	0.3	-	168	168
							<b>0.3</b>	<b>218</b>	<b>501</b>	<b>720</b>

a/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of October 31, 2016

b/ The USD 60 million pledge was committed in JPY in the amount of JPY 5.6 billion.

c/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

d/ Includes cash receipts and encashed promissory notes.

Note: Totals may not add due to rounding

- The above table shows the total FIP Pledges Outstanding, Contributions Finalized, Contributions Paid, Contribution Receivables and PN outstanding. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans by the FIP Sub-Committee.
- As of October 31, 2016, the Trustee had entered into Contribution Agreements/Arrangements with 8 Contributors. Total Pledges Outstanding and Contributions Finalized amount to USDeq. 720 million, valued as of October 31, 2016.
- Pledges Outstanding amount to USD 0.3 million from the US.
- Total Contributions Finalized amount to USDeq. 720 million, of which USDeq. 480 million (67%) represents grant contributions and USDeq. 240 million (33%) as capital contributions.
- The total amount received from Contributors in cash and promissory notes is USDeq. 719 million, out of which the value of outstanding promissory notes from the United Kingdom amounts to USDeq. 218 million.

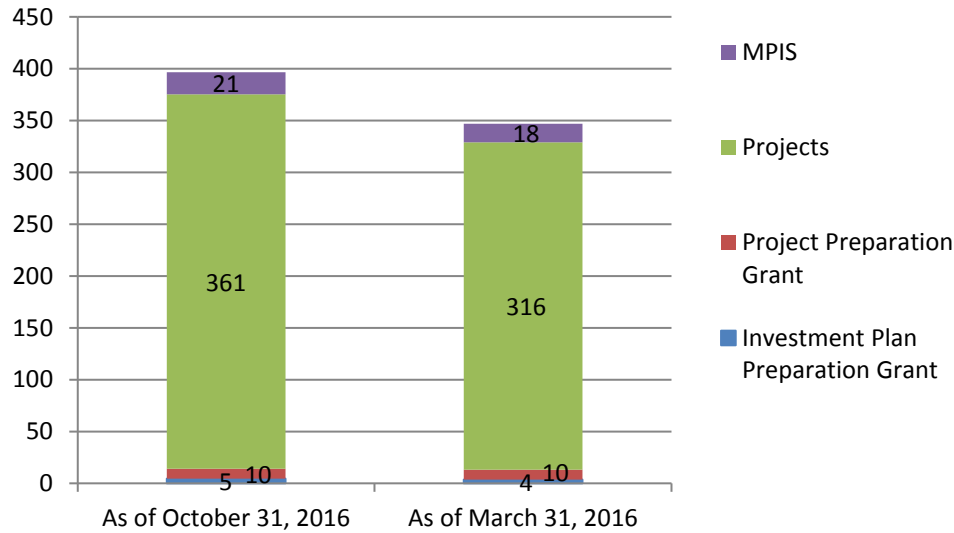


## 2.2. Cumulative Net Commitments

*In USD millions*

### FIP Net Commitments by the Trustee by Activity

Between April 1, 2016 and October 31, 2016, a total amount of USD 49 million was committed by the Trustee, bringing the net cumulative commitments under the FIP as of October 31, 2016 to USD 396 million<sup>3</sup>.



<sup>3</sup> This amount excludes net commitments for SCF administrative budget, including Country Programming budget, approved by the SCF Trust Fund Committee.



## 2.3. FIP Funds Held in Trust with No Restrictions and Funds Available to support Trustee Commitments

In USD millions

<b><u>1. Funds held in Trust</u></b>		<b>560</b>
a. Cash	342	
b. Unencashed Promissory Notes a/	218	
<b><u>2. Restricted Funds b/</u></b>		<b>33</b>
<b><u>3. Funds held in Trust with no restrictions ( 3 = 1 - 2 )</u></b>		<b>527</b>
<b><u>4. Trustee Commitments pending cash transfer</u></b>		<b>247</b>
a. Projects	246	
b. MDB Fees	1	
c. Administrative Budget	0	
<b><u>5 Funds available to support Trustee Commitments ( 6 = 3 - 4 )</u></b>		<b><u>280</u></b>
<hr/>		
a/ Valued on the basis of exchange rates of October 31, 2016		
b/ Represents amounts withheld to cover the impact of foreign exchange fluctuations on commitments made by the Trustee		

**Trustee Commitments Pending Cash Transfer** amounted to USD 247 million, representing an increase of USD 19 million since April 1, 2016.





### 3. PPCR Summary – Inception through October 31, 2016

In USD millions

#### PPCR TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

	As of October 31, 2016	% of Total
	<b>Total</b>	<b>% of Total</b>
<b>Donor Pledges and Contributions</b>		
Contributions	1,153	100%
Pledges	-	
<b>Total Pledges and Contributions</b>	<b>1,153</b>	<b>100%</b>
<b>Cumulative Funding Received</b>		
<b>Contributions Received</b>		
Cash Contributions	1,126.0	97%
Unencashed promissory notes	a/ 11.9	1%
<b>Total Contributions Received</b>	<b>1,137.9</b>	<b>98%</b>
<b>Other Resources</b>		
Investment Income earned	18.8	2%
Other income		
Total Other Resources	18.8	
<b>Total Cumulative Funding Received (A)</b>	<b>1,156.7</b>	<b>100%</b>
<b>Cumulative Funding Commitments</b>		
Pending Approval by Governing Body	-	-
Projects/Programs	1,014.6	92%
MDB Project Implementation and Supervision services (MPIS) Costs	35.1	3%
Cumulative Administrative Expenses	66.9	6%
<b>Total Cumulative Funding Commitments</b>	<b>1,116.7</b>	
<b>Project/Program/Admin Budget Cancellations</b>	b/ (18.6)	-2%
<b>Net Cumulative Funding Commitments (B)</b>	<b>1,098.1</b>	<b>100%</b>
<b>Fund Balance (A - B)</b>	<b>58.6</b>	
<b>Currency Risk Reserves</b>	c/ (1.8)	
<b>Funding Available for Trustee Commitments (C)</b>	<b>56.8</b>	



## PPCR TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

*Inception through October 31, 2016*  
*(USD millions)*

	As of October 31, 2016	% of Total
<b>Anticipated Commitments (FY17-FY21)</b>		
Program/Project Funding and MPIS Costs	122.9	100%
Projected Country Programming Budget	-	
Projected Administrative Budget	-	
<b>Total Anticipated Commitments (D)</b>	<b>122.9</b>	<b>100%</b>
<b>Available Resources (C-D)</b>	<b>(66.0)</b>	
<b>Potential Future Funding (FY17-FY21)</b>		
Pledges	-	
Funding From Provisional Account	-	
Contributions not yet paid (Receivable from UK)	d/ 14.6	89%
Release of Currency Risk Reserves	c/ 1.8	11%
<b>Total Potential Future Resources (E)</b>	<b>16.4</b>	<b>100%</b>
<b>Potential Available Resources (C - D + E)</b>	<b>(49.6)</b>	

a/ This amount represents USD equivalent of GBP 9.8 million.

b/ This refers to cancellation of program and project commitments approved by the committee.

c/ Amounts withheld to mitigate over-commitment risk resulting from the effects of currency exchange rate fluctuations on the value of outstanding non-USD denominated promissory notes.

d/ This amount represents USD equivalent of GBP 12 million.



### 3.1.PPCR Pledges and Contributions - Summary

In USD millions

Contributor	Contribution Type	Currency	in Contribution Currency				in USD eq. a/			
			Pledges Outstanding and Contribution Receivable	PNs Outstanding	Cash Receipts e/	Total Pledges and Contributions	Pledges Outstanding and Contribution Receivable	PNs Outstanding	Cash Receipts e/	Total Pledges and Contributions
Australia	Grant	AUD	-	-	40	40	-	-	33	33
Canada	Grant	CAD	-	-	100	100	-	-	84	84
Denmark	Grant	DKK	-	-	123	123	-	-	23	23
Germany	Grant	EUR	-	-	50	50	-	-	66	66
Japan	b/ Grant	USD	-	-	100	100	-	-	103	103
Norway	Grant	NOK	-	-	91	91	-	-	16	16
Spain	Capital	EUR	-	-	10	10	-	-	13	13
United Kingdom	Capital	GBP	-	10	261	271	-	12	381	393
United Kingdom	Grant	GBP	12 d/	-	90	102	15 d/	-	118	133
United States	c/ Grant	USD	-	-	290	290	-	-	290	290
							<b>15</b>	<b>12</b>	<b>1,126</b>	<b>1,153</b>

a/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of October 31, 2016

b/ The USD 100 million pledge was committed in JPY in the amount of JPY 9.3 billion.

c/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

d/ The contribution receivable amount.

e/ Includes cash receipts and encashed promissory notes.

Note: Totals may not add up due to rounding

- The above table shows the total PPCR Pledges Outstanding, Contributions Finalized, Contributions Paid, Contribution Receivables and outstanding promissory notes. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans by the PPCR Sub-Committee.
- As of October 31, 2016, the Trustee had entered into Contribution Agreements/Arrangements with 9 Contributors in the amount of USDeq. 1.153 billion, valued as of October 31, 2016.
- Of the total Contributions Finalized, USDeq. 747 million (65%) represents grant contributions and USDeq. 406 million (35%) capital contributions. The contribution receivable amount is USDeq. 15 million.
- The total amount received from Contributors in cash and promissory notes is USDeq. 1.138 billion, out of which the value of outstanding promissory notes from the United Kingdom is USDeq. 12 million.

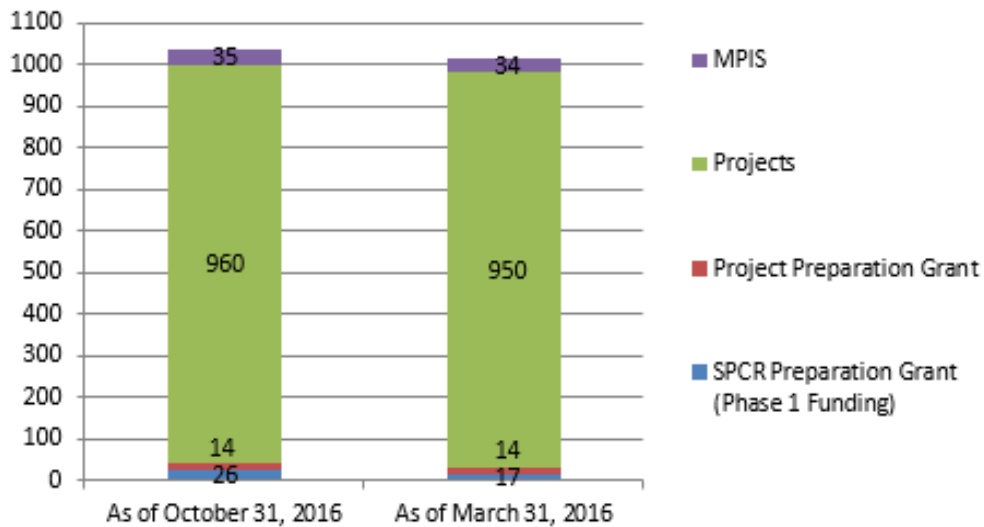


### 3.2.PPCR Cumulative Net Commitments

*In USD millions*

#### PPCR Net Commitments by the Trustee by Activity

Between April 1, 2016 and October 31, 2016, a total amount of USD 20 million was committed by the Trustee, bringing the cumulative net commitments under the PPCR as of October 31, 2016 to USD 1.035 billion<sup>4</sup>.



<sup>4</sup> This amount excludes net commitments for SCF administrative budget, including Country Programming budget, approved by the SCF Trust Fund Committee.



### 3.3.PPCR Funds Held in Trust with No Restrictions and Funds Available for Trustee Commitments

In USD millions

<b><u>1. Funds held in Trust</u></b>		<b>611</b>
a. Cash	599	
b. Unencashed Promissory Notes a/	12	
<b><u>2. Restricted Funds</u></b> b/		<b>2</b>
<b><u>3. Funds held in Trust with no restrictions ( 3 = 1 - 2 )</u></b>		<b>609</b>
<b><u>4. Trustee Commitments pending cash transfer</u></b>		<b>552</b>
a. Projects	551	
b. MDB Fees	0	
c. Administrative Budget	1	
<b><u>5 Funds available to support Trustee Commitments ( 6 = 3 - 4 )</u></b>		<b><u>57</u></b>
<hr/> a/ Valued on the basis of exchange rates of October 31, 2016 b/ Represents amounts withheld to cover the impact of foreign exchange fluctuations on		

**Trustee Commitments Pending Cash Transfer** amounted to USD 552 million, representing a decrease of USD 72 million since April 1, 2016.



#### 4. SREP Summary – Inception through October 31, 2016

In USD millions

<b>SREP TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS</b>		
<i>Inception through October 31, 2016</i>		
<i>(USD millions)</i>	As of October 31,2016	% of Total
	<b>Total</b>	<b>% of Total</b>
<b>Donor Pledges and Contributions</b>		
Contributions	716.3	100%
Pledges	-	0%
<b>Total Pledges and Contributions</b>	<b>716.3</b>	<b>100%</b>
<b>Cumulative Funding Received</b>		
<b>Contributions Received</b>		
Cash Contributions	411.5	57%
Unencashed Promissory Notes	a/ 302.6	42%
<b>Total Contributions Received</b>	<b>714.1</b>	<b>99%</b>
<b>Other Resources</b>		
Investment Income earned	9.9	1%
Other Income	-	
<b>Total Other Resources</b>	<b>9.9</b>	
<b>Total Cumulative Funding Received (A)</b>	<b>724.0</b>	<b>100%</b>
<b>Cumulative Funding Commitments</b>		
Pending Approval by Governing Body	-	-
Projects/Programs	312.4	103%
MDB Project Implementation and Supervision services (MPIS) Costs	15.8	5%
Cumulative Administrative Expenses	14.2	5%
<b>Total Cumulative Funding Commitments</b>	<b>342.3</b>	
<b>Project/Program, MPIS and Admin Budget Cancellations</b>	b/ (38.6)	-13%
<b>Net Cumulative Funding Commitments (B)</b>	<b>303.7</b>	<b>100%</b>
<b>Fund Balance (A - B)</b>	<b>420.3</b>	
<b>Currency Risk Reserves</b>	c/ (44.0)	
<b>Funding Available for Trustee Commitments ( C)</b>	<b>376.3</b>	



## SREP TRUST FUND - RESOURCES AVAILABLE for COMMITMENTS

Inception through October 31, 2016

(USD millions)

	As of October 31, 2016	% of Total
<b>Anticipated Commitments (FY17-FY21)</b>		
Program/Project Funding and MPIS Costs	553.6	94%
Projected Country Programming Budget	-	
Projected Administrative Budget (FY18-21)	d/ 33.5	6%
<b>Total Anticipated Commitments (D)</b>	<b>587.1</b>	<b>100%</b>
<b>Available Resources (C - D)</b>	<b>(210.9)</b>	
<b>Potential Future Resources (FY17-FY21)</b>		
Pledges	-	0%
Contributions not yet paid	2.2	3%
Release of Currency Risk Reserves	c/ 44.0	64%
Projected Investment Income	e/ 22.4	33%
<b>Total Potential Future Resources (D)</b>	<b>68.7</b>	<b>100%</b>
<b>Potential Available Resources (C - D + E)</b>	<b>(142.2)</b>	

a/ This amount includes USD equivalent of GBP 241.3 million from The UK and USD 9 million from The Netherlands.

b/ This refers to cancellation of program and project commitments approved by the committee.

c/ Amounts withheld to mitigate over-commitment risk resulting from the effects of currency exchange rate fluctuations on the value of outstanding non-USD denominated promissory notes.

d/ Projected administrative budget includes resources for administrative services provided by the CIF AU, Trustee and MDBs.

e/ Investment income on undisbursed funds across all SCF subprograms as projected by the Trustee, and notionally allocated by the CIF AU to each subprogram according to the proportion of total Projected Administrative Budget associated with the corresponding program/subprogram.

## 4.1. SREP Pledges and Contributions –Summary

In USD millions

Contributor	Contribution Type	Currency	in Contribution Currency				in USD eq. a/			
			Pledges Outstanding and Contribution Receivable	PNs Outstanding	Cash Receipts d/	Total Pledges and Contributions	Pledges Outstanding and Contributions Receivable	PNs Outstanding	Cash Receipts d/	Total Pledges and Contributions
Australia	Grant	AUD	-	-	12	12	-	-	12	12
Denmark	Grant	DKK	-	-	61	61	-	-	12	12
Japan	b/ Grant	USD	-	-	40	40	-	-	34	34
Korea	Grant	KRW	-	-	6,565	6,565	-	-	6	6
Netherlands	Grant	USD	-	9	67	76	-	9	67	76
Norway	Grant	NOK	-	-	730	730	-	-	116	116
Spain	Grant	EUR	-	-	3	3	-	-	4	4
Sweden	Grant	SEK	20	-	285	305	2	-	44	47
Switzerland	Grant	USD	-	-	26	26	-	-	26	26
United Kingdom	Capital	GBP	-	177	27	204	-	216	42	258
United Kingdom	Grant	GBP	-	64	-	64	-	78	-	78
United States	c/ Grant	USD	-	-	50	50	-	-	50	50
							<b>2</b>	<b>302.6</b>	<b>411.5</b>	<b>716</b>

a/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of October 31, 2016

b/ The USD 40 million pledge was committed in JPY in the amount of JPY 3.7 billion.

c/ The total pledge made by the United States to the CIF is USD 2 billion; the allocation across the programs is indicative.

d/ Includes cash receipts and encashed promissory notes.

Note: Totals may not add up due to rounding

- The above table shows the total SREP Pledges Outstanding, Contributions Finalized, Contributions Paid, Contribution Receivables and outstanding promissory notes. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans by the SREP Sub-Committee.
- As of October 31, 2016, the Trustee had entered into Contribution Agreements/Arrangements with 11 Contributors in the amount of USDeq. 716 million.
- Total Contributions Finalized amount to USDeq. 716 million. Of the total Contributions Finalized, USDeq. 459 million (64%) represents grant contributions and USDeq. 258 million (36%) capital contributions.
- The total amount received from Contributors in cash and promissory notes is USDeq. 714 million out of which the value of outstanding promissory notes from the United Kingdom is USDeq. 294 million and USD 9 million from the Netherlands.
- Contribution receivables amount to USDeq. 2 million.



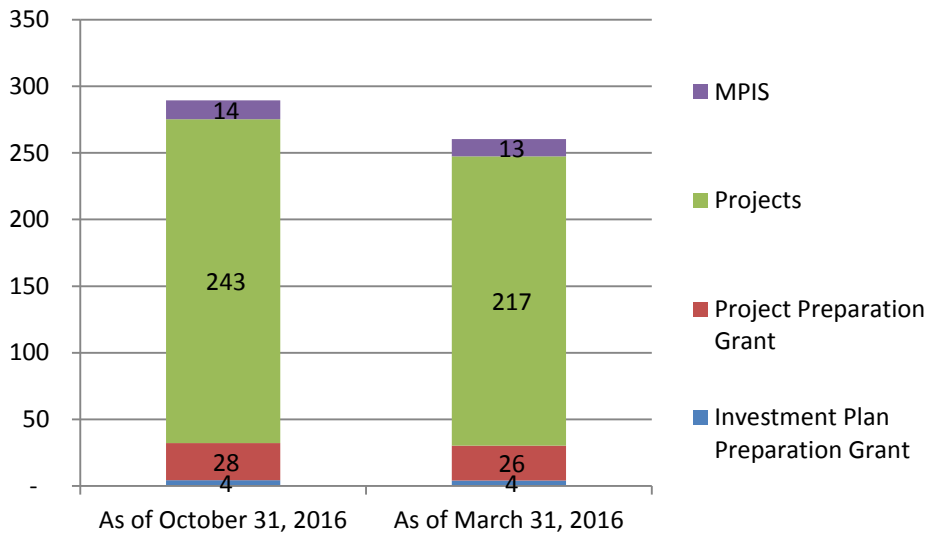


## 4.2. SREP Cumulative Net Commitments

In USD millions

### SREP Net Commitments by the Trustee by Activity

Between April 1, 2016 and October 31, 2016, a total amount of USD 30 million was committed by the trustee, bringing the cumulative commitments under the SREP as of October 31, 2016 to USD 290 million<sup>5</sup>.



Note: Totals may not add due to rounding

<sup>5</sup> This amount excludes net commitments for SCF administrative budget, including Country Programming budget, approved by the SCF Trust Fund Committee.



### 4.3.SREP Funds Held in Trust with No Restrictions and Funds Available for Trustee Commitments

In USD millions

<b><u>1. Funds held in Trust</u></b>		<b>586</b>
a. Cash	283	
b. Unencashed Promissory Notes a/	303	
<b><u>2. Restricted Funds</u></b> b/		<b>44</b>
<b><u>3. Funds held in Trust with no restrictions ( 3 = 1 - 2 )</u></b>		<b>542</b>
<b><u>4. Trustee Commitments pending cash transfer</u></b>		<b>166</b>
a. Projects	163	
b. MDB Fees	3	
c. Administrative Budget c/	0	
<b><u>5 Funds available to support Trustee Commitments ( 6 = 3 - 4 )</u></b>		<b><u>376</u></b>
a/ Valued on the basis of exchange rates of October 31, 2016		
b/ Represents amounts withheld to cover the impact of foreign exchange fluctuations on commitments made by the Trustee		

- **Trustee Commitments Pending Cash Transfer** amounted to USD 166 million, representing a decrease of USD 9 million since April 1, 2016.



## 5. Evaluation and Learning (EVL) – Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	in Contribution Currency				in USD eq. a/			
			Pledges Outstanding	PNs Outstanding	Cash Receipts b/	Total Pledges and Contributions	Pledges Outstanding	PNs Outstanding	Cash Receipts b/	Total Pledges and Contributions
United Kingdom	Grant	GBP	-	3	3	6	-	3	4	7

a/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of October 31, 2016

b/ Includes cash receipts and encashed promissory notes.

Note: Totals may not add due to rounding

The above table shows the total Pledges Outstanding, Contributions Finalized, Contributions Paid, Contribution Receivables and outstanding promissory notes for Evaluation and Learning. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Evaluation and Learning activities by the Evaluation and Learning sub-committee.

- As of October 31, 2016, the Trustee had entered into Contribution Agreements/Arrangements with the United Kingdom in the amount of USDeq. 7 million.
- Of the total amount, USDeq. 7 million received from the UK in cash and promissory notes, out of which the value of outstanding promissory notes is USDeq. 3 million.



## 6. Overall realized and unrealized gains or losses for the Promissory Notes held in Non-USD currencies.

*In millions*

Donor/Program	Currency	Amount in Currency			Amount in USD eq.			Currency Exchange rate changes in USD eq.		
		Promissory Note (PN) received	PN Encashment	PN Unencashed	Promissory Note (PN) @Receipt date	PN Encashment (FXR)	PN Unencashed @October 31 2016	Realized - PN Encashments	Unrealized- PN Unencashed	Promissory Note vs (Encashments+un encashed)
<b>Japan</b>		<b>18,531</b>	<b>18,531</b>	<b>-</b>	<b>229</b>	<b>187</b>	<b>0</b>	<b>(42)</b>	<b>0</b>	<b>(42)</b>
SCF-PPCR	JPY	9,266	9,266	0	110	103	0	(7)	0	(7)
SCF-FIP	JPY	5,559	5,559	0	71	51	0	(21)	0	(21)
SCF-SREP	JPY	3,706	3,706	0	48	34	0	(14)	0	(14)
<b>United Kingdom</b>		<b>923</b>	<b>489</b>	<b>431</b>	<b>1,436</b>	<b>715</b>	<b>527</b>	<b>(45)</b>	<b>(148)</b>	<b>(193)</b>
SCF-PPCR	GBP	361	351	10	565	499	12	(50)	(3)	(54)
SCF-FIP	GBP	223	43	180	344	68	218	1	(59)	(58)
SCF-SREP	GBP	268	27	241	419	42	294	1	(84)	(83)
SCF-EVLR	GBP	6	3	0	9	4	3	(1)	(1)	(2)
Others	GBP	65	65	0	100	103	0	3	0	3
<b>Grand Total</b>					<b>1,665</b>	<b>902</b>	<b>527</b>	<b>(88)</b>	<b>(148)</b>	<b>(236)</b>