



# Women Entrepreneurs Finance Initiative

## Financial Report

Prepared by the Trustee

*As of December 31, 2018*



## Table of Contents

### Table of Contents

Introduction .....	3
We-Fi Trust Fund Financial Summary as of December 31, 2018 .....	4
1. We-Fi Trust Fund Summary – Inception through December 31, 2018.....	5
2. Pledges and Contributions as of December 31, 2018.....	6
3. Asset Mix and Investment Income.....	7
4. Cumulative Funding Decisions .....	8
5. Funds Available .....	9
Glossary.....	10



## Introduction

The We-Fi Trust Fund was established by the World Bank in September 2017 as a Financial Intermediary Fund (FIF). This report covers the financial status of the We-Fi Trust Fund, and is produced by the World Bank as Trustee in accordance with its role in the We-Fi Governance Framework, as set forth under Section 21, which states:

*“The Trustee will provide to the Governing Committee regular reports on the financial status of the We-Fi Trust Fund.”*

In addition, Section 5 of the Standard Provisions in the Contribution Agreement/Arrangement states, as follows:

*“The Trustee shall maintain separate records and ledger accounts in respect of the funds deposited in the Trust Fund and transfers made therefrom. Unless otherwise agreed between the Governing Committee and the Trustee, The Trustee shall annually furnish to the Governing Committee a report on the receipts on, transfers from and fund balance of the Trust Fund in the Holding Currency.”*



## We-Fi Trust Fund Financial Summary as of December 31, 2018

### ***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 Contribution Agreement/Arrangement.

As of December 31, 2018, pledges and contributions to the We-Fi Trust Fund totaled USDeq. 353.68 million. The Trustee has executed contribution agreements/arrangements with 14 contributors totaling USDeq. 353.68 million, of which USDeq. 210.86 million has been deposited into the We-Fi Trust Fund.

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

As of December 31, 2018, the We-Fi Trust Fund earned investment income of approximately USD 3.22 million on the liquid balances of the Trust Fund which is allocated to a short term fixed income portfolio. The We-Fi Trust Fund portfolio has returned 1.96% during calendar year 2018.

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

As of December 31, 2018, the We-Fi Governing Committee had approved funding from the We-Fi Trust Fund totaling USD 123.64 million, with USD 119.89 million to cover project activities and fees, and USD 3.75 million for administrative budgets to support the activities of the We-Fi Secretariat and Trustee.

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

The Trustee has transferred a total of USD 55.16 million as at December 31, 2018, including USD 47.87 million related to project activities.

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

Funds Held in Trust<sup>1</sup> reflect contributions paid-in from contributors and investment income earned, less cash transfers. Funds Held in Trust as of December 31, 2018 amounted to USDeq. 158.92 million.

### ***Funds Available for We-Fi Governing Committee Funding Decisions:***

As of December 31, 2018, funds available to support We-Fi Governing Committee funding decisions amounted to USD 88.44 million net of USD 2 million Operational Reserve.

---

<sup>1</sup> Funds Held in Trust represents balance of cash, investments and unencashed promissory notes (if any) as of the reporting date.

## 1. We-Fi Trust Fund Summary – Inception through December 31, 2018

In USD millions

	Total	% of Total
<b><u>Donor Pledges and Contributions</u></b>		
Contributions	353.68	100.0%
Pledges	-	0.0%
<b>Total Pledges and Contributions</b>	<b>353.68</b>	<b>100.0%</b>

<b><u>Cumulative Resources</u></b>		
<u>Resources received</u>		
Cash Receipts	210.86	59.1%
Investment Income earned <sup>a/</sup>	3.22	0.9%
<b>Total Resources Received</b>	<b>214.08</b>	<b>60.0%</b>
<u>Resources not yet received</u>		
Contributions not yet received	142.82	40.0%
Pledges	-	0.0%
<b>Total resources not yet received</b>	<b>142.82</b>	<b>40.0%</b>
<b>Total Potential Resources (A) (in USD millions)</b>	<b>356.90</b>	<b>100.0%</b>

<b><u>Cumulative Funding Decisions</u></b>		
Projects	112.08	90.6%
Fees	7.82	6.3%
Administrative Budget	3.75	3.0%
<b>Total Funding Decisions Net of Cancellations (B)</b>	<b>123.64</b>	<b>100.0%</b>
<b>Total Potential Resources Net of Funding Decisions (A) - (B)</b>	<b>233.26</b>	
<b>Total Potential Resources Net of Funding Decisions and Operational Reserve</b>	<b>231.26</b>	

<b><u>Funds Available</u></b>	
Funds Held in Trust with no restrictions	156.92
Approved Amounts Pending Cash Transfers	68.49
<b>Total Funds Available to Support Governing Committee Decisions</b>	<b>88.44</b>

*a/ represents investment income earned through December 31, 2018 on the liquid balances of the We-Fi Trust Fund, and investment income earned through June 30, 2018, as reported and returned to the Trustee by Implementing Partner/s*

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

## 2. Pledges and Contributions as of December 31, 2018

*In millions*

Contributor	Curr	Pledge in Currency of Contribution	Effective (or signed) Contribution	Receipts in Currency of Contribution	FY18 Receipts in USDeq. a/ c/	FY19 in USDeq. a/ b/	FY19 Receipts in USDeq. a/ c/	FY20 in USDeq. a/ d/	FY21 in USDeq. a/ d/	FY22 in USDeq. a/ d/	Total Outstanding Contributions in USDeq. d/	Total Receipts in USDeq. c/
Australia	USD	10.00	10.00	10.00	5.00	5.00	5.00	-	-	-	-	10.00
Canada	CAD	20.00	20.00	20.00	15.55	-	-	-	-	-	-	15.55
China	USD	10.00	10.00	3.00	-	3.00	3.00	3.00	2.00	2.00	7.00	3.00
Denmark	DKK	69.00	69.00	23.00	3.64	7.05	-	-	-	-	7.05	3.64
Germany	EUR	50.00	50.00	20.00	-	45.75	22.84	11.45	-	-	34.36	22.84
Japan	USD	50.00	50.00	50.00	50.00	-	-	-	-	-	-	50.00
Korea	USD	10.00	10.00	2.68	-	2.68	2.68	3.32	4.00	-	7.32	2.68
Netherlands	USD	10.00	10.00	10.00	10.00	-	-	-	-	-	-	10.00
Norway	NOK	90.00	90.00	90.00	10.69	-	-	-	-	-	-	10.69
Russia	USD	10.00	10.00	10.00	10.00	-	-	-	-	-	-	10.00
Saudi Arabia	USD	50.00	50.00	10.00	10.00	10.00	-	10.00	10.00	10.00	40.00	10.00
United Arab Emirates	USD	50.00	50.00	10.00	10.00	10.00	-	10.00	10.00	10.00	40.00	10.00
United Kingdom	GBP	7.40	7.40	1.85	2.45	2.36	-	2.36	2.36	-	7.09	2.45
United States	USD	50.00	50.00	50.00	50.00	-	-	-	-	-	-	50.00
<b>Total</b>					<b>177.34</b>	<b>85.84</b>	<b>33.52</b>	<b>40.13</b>	<b>28.36</b>	<b>22.00</b>	<b>142.82</b>	<b>210.86</b>

a/ Fiscal year represents the period July 1 to June 30

b/ Represents (1) actual USD value of paid-in cash contributions and/or (2) December 31, 2018 value of unpaid amounts

c/ Represents actual USD receipts

d/ Valued on the basis of exchange rates as of December 31, 2018

*Note: totals may not add up due to rounding*

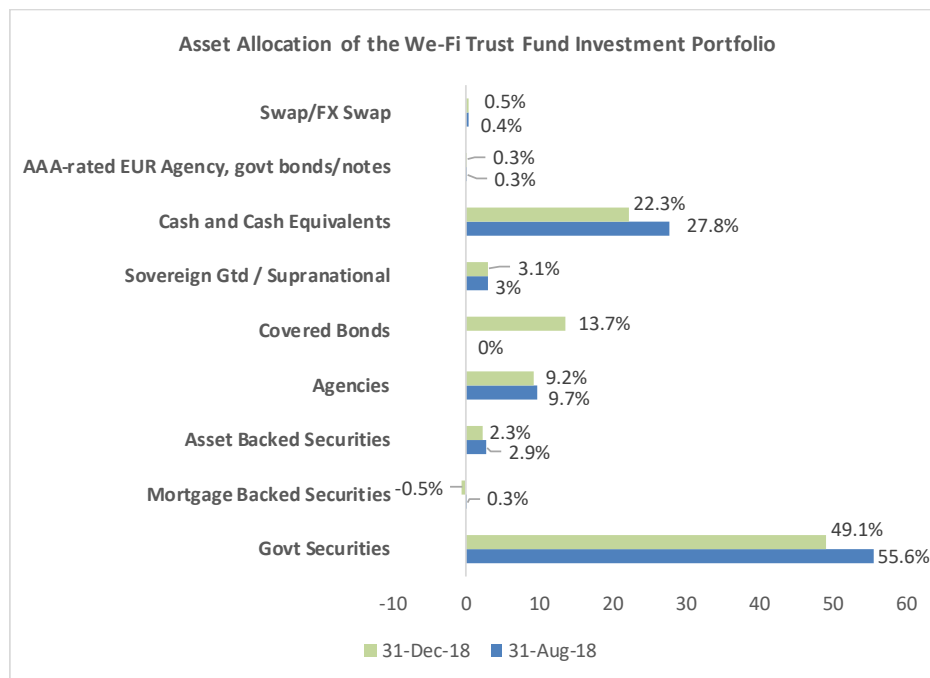


### 3. Asset Mix and Investment Income

#### 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 and money market instruments.



*Note: Mortgage Backed Securities allocation includes To-Be-Announced (TBA) contracts for which only Mark-to-market (MTM) is used to calculate the value of the position which, as a result, could be negative.*

*Covered Bonds are securities issued by banks and mortgage institutions which provide additional protective layer to the investors wherein the investor has recourse to the issuer and collateral. In September 2018 report, Covered Bonds were clubbed under Govt Securities.*

#### INVESTMENT RETURNS

The We-Fi funds are invested in accordance with the investment strategy established for all trust funds administered by the World Bank. The We-Fi funds are invested in a short term fixed income portfolio with an investment horizon of one year. The We-Fi Trust Fund portfolio (which totaled approximately USD 158.92 million at end-December 2018) has earned approximately USD 3.22 million in investment income since inception.



## 4. Cumulative Funding Decisions

In USD millions

<u>Projects</u>		as of <u>December 31, 2018</u>
Multi Regional	ISDB	30.23
Multi Regional	IBRD	24.20
	IFC	45.90
Sri Lanka	ADB	11.74
		<b>112.08</b>
 <b><u>Fees</u></b>		
ADB		0.81
IBRD		1.50
IFC		3.50
ISDB		2.01
		<b>7.82</b>
 <b><u>Administrative Budget</u></b>		
Secretariat		2.91
Trustee		0.84
		<b>3.75</b>
<b>Total Funding Decisions</b>		<b>123.64</b>

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





## 5. Funds Available

In USD millions

	As of December 31, 2018 (a)	As of September 30, 2018 (b)	Change since last report (a) - (b)	
<b>1. Cumulative Receipts</b>	<b>214.08</b>	<b>187.01</b>		<b>27.07</b>
a. Cash receipts from Contributors	210.86	185.02	25.84	
b. Investment Income earned a/	3.22	2.00	1.22	
<b>2. Cumulative Cash Transfers</b>	<b>55.16</b>	<b>55.16</b>		<b>-</b>
a. Projects	47.87	47.87	-	
b. Fees	3.54	3.54	-	
c. Administrative Budget	3.75	3.75	-	
<b>3. Funds Held in Trust ( 3 = 1 - 2 )</b>	<b>158.92</b>	<b>131.86</b>		<b>27.07</b>
<b>4. Operational Reserve b/</b>	<b>2.00</b>	<b>2.00</b>		<b>-</b>
<b>5. Funding Decisions Pending Cash Transfer</b>	<b>68.49</b>	<b>68.49</b>		<b>-</b>
<b>6. Funds available to support Governing Committee decisions ( 6 = 3 - 4 - 5 )</b>	<b>88.44</b>	<b>61.37</b>		<b>27.07</b>

a/ represents investment income earned through December 31, 2018 on the liquid balances of the We-Fi Trust Fund, and investment income earned through June 30, 2018, as reported and returned to the Trustee by Implementing Partner/s

b/ reserve to cover operational costs of the We-Fi Secretariat and Trustee

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



## Glossary

Term	Definition
ADB	Asian Development Bank
IBRD	International Bank for Reconstruction and Development
IFC	International Finance Corporation
IP	Implementing Partner
ISDB	Islamic Development Bank