



Women Entrepreneurs Finance Initiative

Financial Report

Prepared by the Trustee

As of September 30, 2019



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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 September 30, 2019

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 September 30, 2019, pledges and contributions to the We-Fi Trust Fund totaled USDeq. 352.40 million. The Trustee has executed contribution agreements/arrangements with 14 contributors totaling USDeq. 352.40 million, of which USDeq. 258.88 million has been deposited into the We-Fi Trust Fund.

Investment Income:

As of August 31, 2019, the We-Fi Trust Fund earned investment income of approximately USD 7.05 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 1.85% through August of calendar year 2019. In addition, the investment income received from the implementing partners is USD 1.17 million.

Funding Approvals:

As of September 30, 2019, the We-Fi Governing Committee had approved funding from the We-Fi Trust Fund totaling USD 255.37 million, with USD 249.06 million to cover project activities and fees, and USD 6.31 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 81.12 million as at September 30, 2019, including USD 69.60 million related to project activities.

Funds Held in Trust:

Funds Held in Trust¹ reflect contributions paid-in from contributors and investment income earned, less cash transfers. Funds Held in Trust as of September 30, 2019 amounted to USDeq. 185.98 million.

Funds Available for We-Fi Governing Committee Funding Decisions:

As of September 30, 2019, funds available to support We-Fi Governing Committee funding decisions amounted to USD 9.73 million net of USD 2 million Operational Reserve.

¹ 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 September 30, 2019

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	352.40	100.0%
Pledges	-	0.0%
Total Pledges and Contributions	352.40	100.0%

<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	258.88	71.8%
Investment Income earned a/	7.05	2.0%
Investment Income received from IPs b/	1.17	0.3%
Total Resources Received	267.10	74.1%
<u>Resources not yet received</u>		
Contributions not yet received	93.52	25.9%
Pledges	-	0.0%
Total resources not yet received	93.52	25.9%
Total Potential Resources (A) (in USD millions)	360.62	100.0%

<u>Cumulative Funding Decisions</u>		
Projects	233.19	91.3%
Fees	15.87	6.2%
Administrative Budget	6.31	2.5%
Total Funding Decisions Net of Cancellations (B)	255.37	100.0%
Total Potential Resources Net of Funding Decisions (A) - (B)	105.26	
Total Potential Resources Net of Funding Decisions and Operational Reserve	103.26	

<u>Funds Available</u>	
Funds Held in Trust with no restrictions	183.98
Approved Amounts Pending Cash Transfers	174.25
Total Funds Available to Support Governing Committee Decisions	9.73

a/ represents investment income earned on the liquid balances of the We-Fi Trust Fund through August 31, 2019

b/ represents investment income earned through June 30, 2019, as reported and returned to the Trustee by Implementing Partners

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

2. Pledges and Contributions as of September 30, 2019

In millions

Contributor	Curr	Pledge in Currency of Contribution	Effective (or signed) Contribution	Receipts in Currency of Contribution	Instalment Schedule						Total Outstanding Contributions in USDeq. d/	Total Receipts in USDeq. c/
					FY18 Receipts in USDeq. a/ c/	FY19 Receipts in USDeq. a/ c/	FY20 in USDeq. a/ b/	FY20 Receipts in USDeq. a/ c/	FY21 in USDeq. a/ d/	FY22 in USDeq. a/ d/		
Australia	USD	10.00	10.00	10.00	5.00	5.00	-	-	-	-	-	10.00
Canada	CAD	20.00	20.00	20.00	15.55	-	-	-	-	-	-	15.55
China	USD	10.00	10.00	6.00	-	3.00	3.00	3.00	2.00	2.00	4.00	6.00
Denmark	DKK	69.00	69.00	23.00	3.64	-	6.73	-	-	-	6.73	3.64
Germany	EUR	50.00	50.00	40.00	-	45.53	10.92	-	-	-	10.92	45.53
Japan	USD	50.00	50.00	50.00	50.00	-	-	-	-	-	-	50.00
Korea	USD	10.00	10.00	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	20.00	10.00	10.00	10.00	-	10.00	10.00	30.00	20.00
United Arab Emirates	USD	50.00	50.00	20.00	10.00	10.00	10.00	-	10.00	10.00	30.00	20.00
United Kingdom	GBP	7.40	7.40	3.70	2.45	2.33	2.28	-	2.28	-	4.55	4.79
United States	USD	50.00	50.00	50.00	50.00	-	-	-	-	-	-	50.00
Total					177.34	78.54	46.25	3.00	28.28	22.00	93.52	258.88

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) September 30, 2019 value of unpaid amounts

c/ Represents actual USD receipts

d/ Valued on the basis of exchange rates as of September 30, 2019

Note: totals may not add up due to rounding

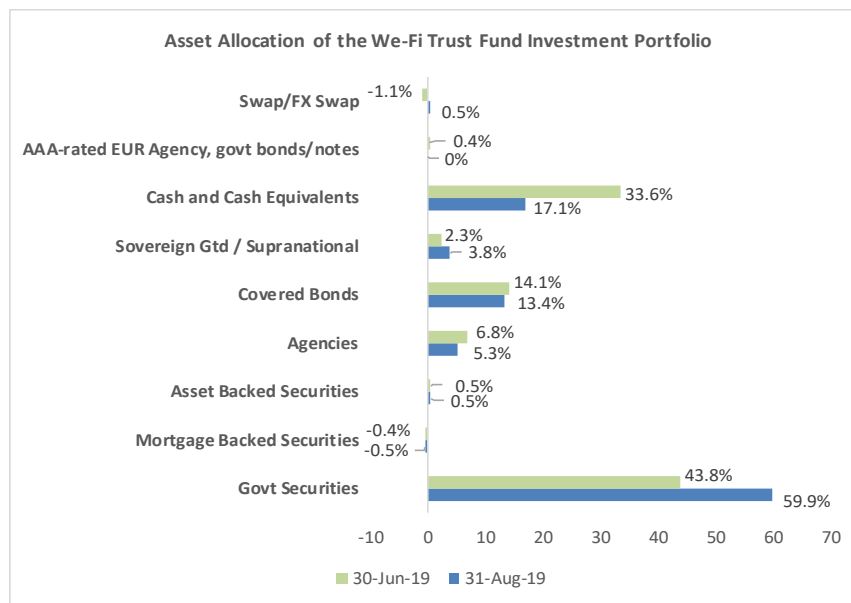


3. Asset Mix and Investment Income

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.

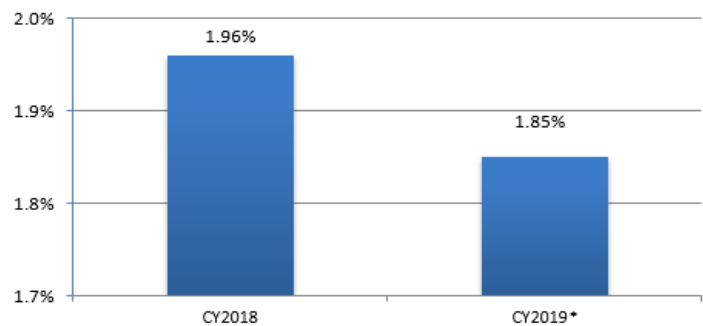


Note: The negative position in swaps is primarily due to changes in foreign currency exchange (FX) rates in cross currency basis swaps. Such swap instruments are used to implement currency hedges on bond positions within the portfolio. These hedges remain in place.

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.

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 earned approximately USD 7.05 million in investment income since inception.



*non-annualized



4. Cumulative Funding Decisions

In USD millions

<u>Projects</u>		as of <u>September 30, 2019</u>
Africa	AfDB	57.76
Central Asia	EBRD	21.80
East Asia and Pacific	ADB	18.87
Latin America	IDB	22.69
Multi Regional	ISDB	30.23
Multi Regional	IBRD	24.20
	IFC	45.90
Sri Lanka	ADB	11.74
		233.19
 <u>Fees</u>		
		2.13
		4.04
		1.10
		1.50
		1.59
		3.50
		2.01
		15.87
 <u>Administrative Budget</u>		
		5.04
		1.27
		6.31
Total Funding Decisions		255.37

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



5. Funds Available

In USD millions

	As of September 30, 2019 (a)	As of June 30, 2019 (b)	Change since last report (a) - (b)
1. Cumulative Receipts	267.10	262.00	5.10
a. Cash receipts from Contributors	258.88	255.88	3.00
b. Investment Income earned a/	7.05	6.12	0.93
c. Investment Income received from IPs b/	1.17	-	1.17
2. Cumulative Cash Transfers	81.12	71.70	9.42
a. Projects	69.60	63.09	6.52
b. Fees	5.21	4.86	0.35
c. Administrative Budget	6.31	3.75	2.56
3. Funds Held in Trust (3 = 1 - 2)	185.98	190.30	(4.32)
4. Operational Reserve c/	2.00	2.00	-
5. Funding Decisions Pending Cash Transfer	174.25	183.67	(9.42)
6. Funds available to support Governing Committee decisions (6 = 3 - 4 - 5)	9.73	4.63	5.10

a/ represents investment income earned on the liquid balances of the We-Fi Trust Fund through August 31, 2019
b/ represents investment income earned through June 30, 2019, as reported and returned to the Trustee by Implementing Partners
c/ 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
AfDB	African Development Bank
EBRD	European Bank for Reconstruction and Development
IBRD	International Bank for Reconstruction and Development
IDB	Inter-American Development Bank
IFC	International Finance Corporation
IP	Implementing Partner
IsDB	Islamic Development Bank