

CLIMATE INVESTMENT FUNDS

CTF-SCF/TFC.12/Inf.3

June 5, 2014

Meeting of the CTF-SCF Trust Fund Committee

Montego Bay, Jamaica

June 25, 2014

REPORT ON THE FINANCIAL STATUS OF THE SCF

(PREPARED BY THE TRUSTEE)

Strategic Climate Fund (SCF)

Financial Report

Prepared by the Trustee

As of March 31, 2014



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Introduction

The Climate Investment Funds (CIF) was 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 SCF. This report is produced by the Trustee based on financial information as of March 31, 2014, 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 March 31, 2014; (ii) the status of pledges and contributions, and (iii) the details of financial activities of the SCF Trust Fund and sub-programs (FIP, PPCR and SREP).



SCF Trust Fund Financial Summary as of March 31, 2014

Pledges and Contributions:

As of March 31, 2014, 13 donors pledged USDeq. 2.3 billion to the SCF Trust Fund, of which USDeq. 1.2 billion was pledged to PPCR, USDeq. 0.6 billion to FIP and USDeq. 0.5 billion to SREP. Of the total amount pledged, USDeq. 2 billion was confirmed through signed Contribution Agreements/Arrangements (USDeq. 977 million for PPCR, USDeq. 531 million for FIP and USDeq. 511 million for SREP).

The Trustee has received USDeq. 2 billion in cash and promissory notes from donors (USDeq. 972 million to PPCR, USDeq. 531 million to FIP and USDeq. 505 million to SREP), of which approximately USDeq. 122 million was received between July 1, 2013 and March 31, 2014.

Investment Income:

Since inception through March 31, 2014, the SCF Trust Fund earned investment income of approximately USD 27 million on the undisbursed balance of the Trust Fund.

Funding Approvals and Trustee Commitments:

As of March 31, 2014, SCF Trust Fund Committee has approved administrative budgets totaling USD 63 million.

FIP Sub-Committee has endorsed eight Investment Plans for a total amount of proposed FIP funding of USD 420 million. Cumulative funding decisions by the FIP Sub-Committee totaled USD 227 million. This represents the increase of USD 138 million since June 30, 2013.

PPCR Sub-Committee has endorsed 20 Strategic Programs for Climate Resilience (SPCR) for a total amount of proposed PPCR funding of USD 1 billion. Cumulative funding decisions by the PPCR Sub-Committee totaled USD 776 million. This represents the increase of USD 279 million since June 30, 2013.

SREP Sub-Committee has endorsed eight Investment Plans for a total amount of proposed SREP funding of USD 340 million. Cumulative funding decisions by the SREP Sub-Committee totaled USD 97 million. This represents the increase of USD 35 million since June 30, 2013.

Based on the funding decisions by the SCF Trust Fund Committee and Sub-Committees, the Trustee has committed a total of USD 1.2 billion to MDBs¹.

Cash Transfers:

Cash transfers were made to MDBs on an as-needed basis to meet their projected disbursements. The Trustee has transferred USD 309 million, of which USD 133 million has been transferred between July 1, 2013 and March 31, 2014. As a result, USD 854 million remains payable to MDBs as of March 31, 2014.

¹ The CIF 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 and Funds Available for funding decisions:

Funds Held in Trust² reflect financial activities related to donor 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 March 31, 2014 amounted to USDeq. 1.7 billion.

Funds available to support SCF Trust Fund Committee and Sub-Committee decisions amounted to USD 770 million as of March 31, 2014.

Of the total SCF Funds available, USD 124 million is available for PPCR, USD 274 million is available for FIP, and USD 372 million is available for SREP.



1. SCF Trust Fund Summary – Inception through March 31, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	2,025	89%
Pledges	261	11%
Total Pledges and Contributions	2,286	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	1,340	58%
Unencashed promissory notes	674	29%
Investment Income earned	27	1%
Total Resources Received	2,041	88%
<u>Resources not yet received</u>		
Contributions not yet paid	11	0%
Pledges	261	11%
Total resources not yet received	272	12%
Total Potential Resources (A)	2,312	100%
<u>Cumulative Funding Decisions</u>		
Projects	950	94%
MPIS Costs	-	0%
Administrative Budgets	63	6%
Other a/	1	0%
Total Funding Decisions Net of Cancellations (B)	1,015	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	1,298	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	1,624	
Amounts Pending Cash Transfers	854	
Total Funds Available to Support SCF Trust Fund Committee/Sub-Committee decision:	770	

a/ Represents costs related to an independent evaluation of the CIF.



1.1. Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Finalized					
				Contributions Finalized	Total				
Australia	Grant	AUD	-	87	87	74	80	7	80
Canada	Grant	CAD	-	100	100	97	84	(13)	84
Denmark	Grant	DKK	-	238	238	47	45	(2)	41
Germany	c/ Grant	EUR	-	55	55	81	72	(9)	72
Japan	d/ Grant	USD	-	200	200	200	196	(4)	196
Korea	Grant	KRW	-	6,565	6,565	6	6	0	6
Netherlands	Grant	USD	-	76	76	76	76	-	76
Norway	Grant	NOK	-	1,486	1,486	268	249	(19)	243
Spain	Grant	EUR	-	3	3	4	4	(1)	4
	Capital	EUR	-	20	20	30	26	(4)	26
Sweden	Grant	SEK	-	385	385	59	59	(0)	59
Switzerland	Grant	USD	-	26	26	26	26	-	26
United Kingdom	e/ Capital	GBP	-	455	455	846	738	(108)	738
	Grant	GBP	-	70	70	130	116	(14)	116
United States	f/ Grant	USD	261	247	508	508	508	-	247
						2,452	2,286	(166)	2,014

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of March 31, 2014.

c/ Out of the total EUR 55 million pledged, EUR 4.725 million is not yet allocated to any programs.

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

e/ The total contribution made by the United Kingdom through the SCF is GBP 1.4 billion, which includes allocation of GBP 810 million 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.

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

- The above table shows the total pledges outstanding and contributions finalized and made to the SCF. Pledges represent a Contributor's expression of intent to make a contribution.
- The total pledges to the SCF amount to USDeq. 2.5 billion, valued at the exchange rates available on the date of the Climate Investment Funds (CIF) initial pledging meeting. The current value of the pledges amounts to USDeq. 2.3 billion as of March 31, 2014 (a difference of USDeq. 166 million due to exchange rate movements).
- As of March 31, 2014, the Trustee had entered into Contribution Agreements/Arrangements with 13 Contributors and received USDeq. 2 billion in cash and promissory notes from these donors.
- Of the total amount received from donors, USDeq. 1.3 billion (62%) was received as grant contributions and USDeq. 764 million (38%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 272 million.



1.2.Asset Mix and Investment Income

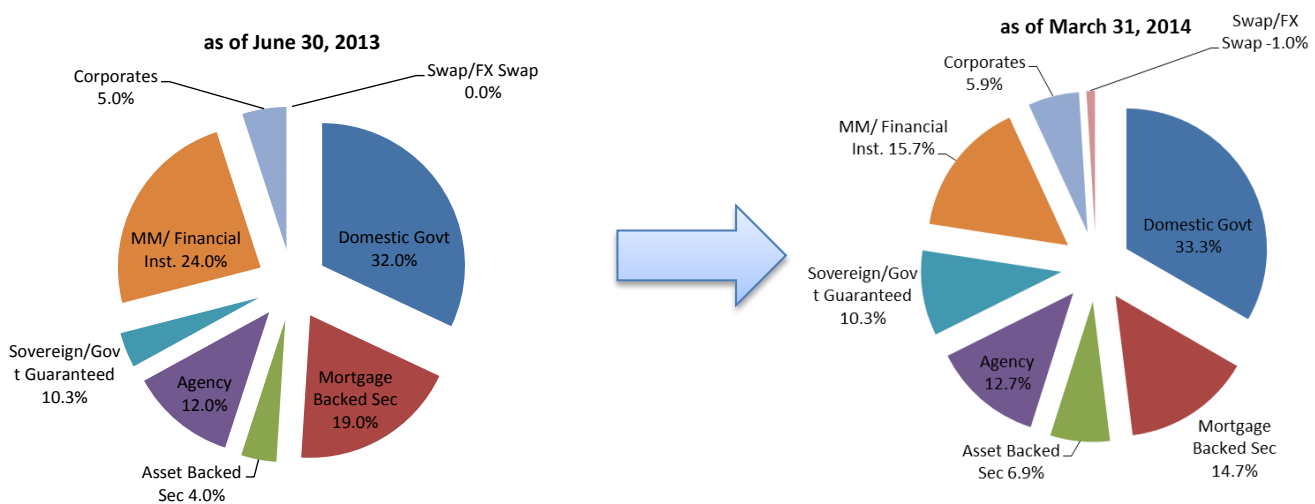
The undisbursed cash balance of the SCF Trust Fund is maintained in a commingled investment portfolio (“Pool”) for all trust funds managed by IBRD. The Pool is managed actively and conservatively with capital preservation as the over-arching objective.

ASSET MIX

SCF Trust Fund assets are invested across three of the World Bank Trust Fund’s investment model portfolios, (“Tranche 0” for short term working capital needs, “Tranche 1” with an investment horizon of one year, “Tranche 2” with an investment horizon of three years). The latter two tranches 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 donor funds over the investment horizons. Over shorter periods however, market volatility may result in negative actual or ‘mark-to-market’³ returns.

Overall, the SCF Trust Fund cumulative returns have been driven by its investment in longer term tranches, which may be exposed to higher volatility in returns over shorter periods, but are expected to see higher returns over longer periods.

The portfolio allocation by asset class has the largest allocations to government securities, mortgage backed securities (MBS), and money-market instruments. Allocations have been relatively stable over time.

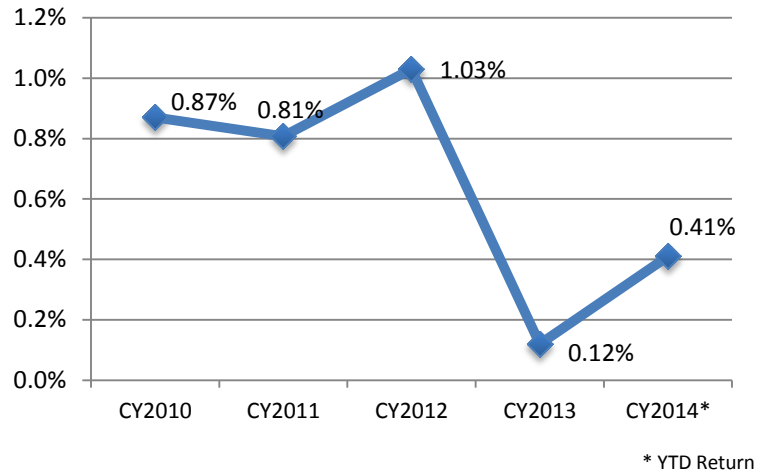


³ Mark-to-market returns or losses represent returns or losses generated through an accounting entry rather than the actual sale of a security



INVESTMENT RETURNS

SCF Trust Fund investment returns were modest for the first quarter of calendar year 2014 with a cumulative return of 0.41%. Concerns of weakening economic growth due to cold weather conditions in the US and volatility in some emerging markets resulted to lower yields in high quality bonds such as US Treasuries. Returns are expected to be modest going forward as the risk of rising market yields remains 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 modest returns, as further increases in market interest rates would result in further unrealized (i.e., mark-to-market) losses for fixed income returns in general. Given the challenging environment for fixed income investments, the World Bank Treasury has taken steps since 2011 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”). These measures specifically included lowering the allocation to Mortgage Backed Securities in the longer horizon Trust Funds tranche. Additionally, efforts are underway by the Trustee 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 Funding Decisions

FUNDING DECISIONS

The SCF Trust Fund Committee approves allocation of SCF resources for administrative budgets, while the SCF Sub-Committees, or the MDB Committee if delegated, approve SCF financing for programs and projects including preparation grants and MDB costs for project implementation and supervision services (MPIS costs) under the respective targeted programs.

As of March 31, 2014, the SCF Trust Fund Committee has approved administrative budgets totaling USD 63 million while the SCF Sub-Committees have approved a total of USD 1.1 billion for projects and MPIS costs, an increase of USD 451 million since June 30, 2013.

FUNDING DECISIONS BY PROGRAM

The SCF Sub-Committees, or MDB Committee if delegated, have approved funding totaling USD 1.1 billion for projects and MPIS costs, of which USD 227 million was approved under the FIP, USD 776 million under the PPCR, and USD 97 million under the SREP.



2. FIP Summary – Inception through March 31, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	531	89%
Pledges	69	11%
Total Pledges and Contributions	599	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	410	68%
Unencashed promissory notes	121	20%
Total Resources Received	531	89%
<u>Resources not yet received</u>		
Contributions not yet paid	-	0%
Pledges	69	11%
Total resources not yet received	69	11%
Total Potential Resources (A)	599	100%
<u>Cumulative Funding Decisions</u>		
Projects	214	94%
MPIS Costs	12	6%
Total Funding Decisions Net of Cancellations (B)	227	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	373	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	437	
Amounts Pending Cash Transfers	163	
Total Funds Available to Support FIP Sub-Committee decisions	274	



2.1. FIP Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions Finalized			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Contributions Finalized	Total				
Australia	Grant	AUD	-	36	36	30	35	5	35
Denmark	Grant	DKK	-	54	54	11	10	(0)	10
Japan	c/ Grant	USD	-	60	60	60	54	(6)	54
Norway	Grant	NOK	-	855	855	154	142	(12)	142
Spain	Capital	EUR	-	10	10	15	13	(2)	13
Sweden	Grant	SEK	-	100	100	15	15	(1)	15
United Kingdom	Capital	GBP	-	100	100	186	162	(24)	162
United States	d/ Grant	USD	69	99	168	168	168	-	99
						639	599	(40)	531

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of March 31, 2014.

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

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

- The above table shows the total pledges outstanding and contributions finalized and made to the FIP. 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.
- The total pledges to the FIP now amount to USDeq. 639 million, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. 599 million as of March 31, 2014 (a difference of USDeq. 40 million due to exchange rate movements).
- As of March 31, 2014, the Trustee had entered into Contribution Agreements/Arrangements with eight donors and received USDeq. 531 million in cash and promissory notes to date from these donors, of which USDeq. 43 million in cash receipts were received between July 1, 2013 and March 31, 2014.
- Of the total amount received from donors, USDeq. 356 million (67%) was received as grant contributions and USDeq. 175 million (33%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 69 million.

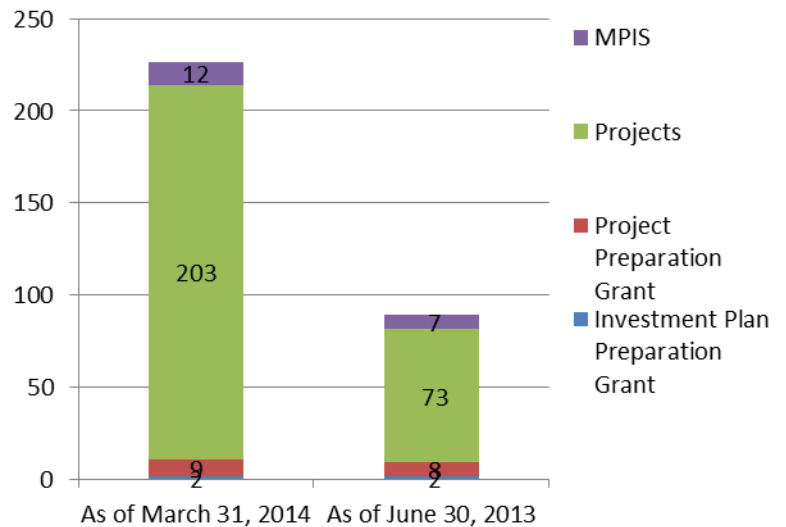


2.2. FIP Funding Decisions

In USD millions

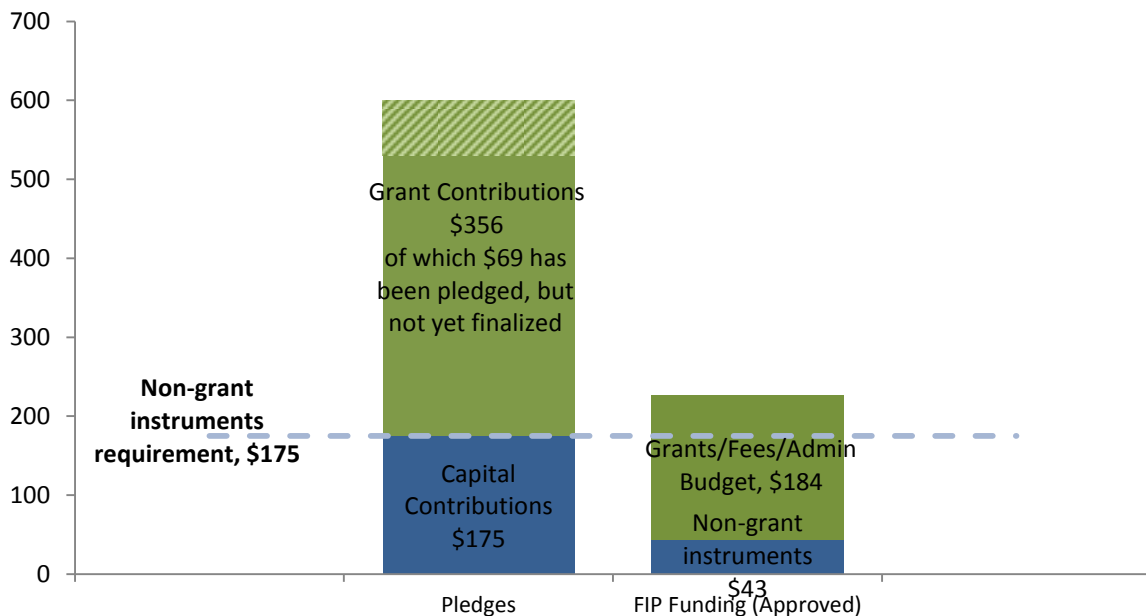
FIP FUNDING APPROVALS BY ACTIVITY

Between July 1, 2013 and March 31, 2014, a total amount of USD 137 million was approved by the FIP Sub-Committee, bringing the cumulative funding decisions under the FIP as of March 31, 2014 to USD 227 million.



FIP FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and FIP funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



2.3. FIP Funding Availability

In USD millions

	As of March 31, 2014 (a)	As of June 30, 2013 (a)	Change (c) = (a) - (b)
1. Cumulative Receipts	539	494	45
a. Cash receipts and encashed promissory notes	410	374	36
b. Unencashed promissory notes	121	114	7
c. Investment income earned on undisbursed balance	8	6	3
2. Cumulative Cash Transfers	84	42	42
a. Projects and MPIS Costs	64	26	38
b. Administrative Budget	20	16	4
3. Funds held in Trust (3 = 1 - 2)	455	451	4
a. Cash and Investments	334	337	(3)
b. Unencashed promissory notes	121	114	7
4. Financial Reserve	18	17	1
5. Funds held in Trust with no restrictions (5 = 3 - 4)	437	434	3
6. Funding Decisions pending cash transfer	163	67	96
a. Projects and MPIS Costs	163	63	100
b. Administrative Budget	-	4	(4)
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	274	367	(93)

Highlights for the period July 1, 2013 through March 31, 2014:

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 455 million as of March 31, 2014. Funds Held in Trust increased by approximately USD 4 million since June 30, 2013 primarily due to:
 - Increase in cumulative receipts during the period by USD 45 million, and
 - Offset by cash transfers to the MDBs during the reporting period of USD 42 million.
- **Funding Decisions Pending Cash Transfer** amounted to USD 163 million, representing an increase of USD 96 million since June 30, 2013.
- **Funding Availability** currently amounts to USD 274 million, representing a decrease of USD 93 million over the prior reporting period.



3. PPCR Summary – Inception through March 31, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	977	84%
Pledges	183	16%
Total Pledges and Contributions	1,159	100%

<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	589	51%
Unencashed promissory notes	383	33%
Total Resources Received	972	84%
<u>Resources not yet received</u>		
Contributions not yet paid	4	0%
Pledges	183	16%
Total resources not yet received	187	16%
Total Potential Resources (A)	1,159	100%

<u>Cumulative Funding Decisions</u>		
Projects	749	96%
MPIS Costs	27	4%
Total Funding Decisions Net of Cancellations (B)	776	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	383	

<u>Funds Available</u>		
Funds Held in Trust with no restrictions	751	
Amounts Pending Cash Transfers	627	
Total Funds Available to Support PPCR Sub-Committee decisions	124	



3.1.PPCR Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Contributions Finalized	Total				
Australia	Grant	AUD	-	40	40	34	33	(0)	33
Canada	Grant	CAD	-	100	100	97	84	(13)	84
Denmark	Grant	DKK	-	123	123	24	23	(1)	19
Germany	Grant	EUR	-	50	50	74	66	(8)	66
Japan	c/ Grant	USD	-	100	100	100	106	6	106
Norway	Grant	NOK	-	91	91	16	16	(1)	16
Spain	Capital	EUR	-	10	10	15	13	(2)	13
United Kingdom	Capital	GBP	-	255	255	474	413	(62)	413
	Grant	GBP	-	70	70	130	116	(14)	116
United States	d/ Grant	USD	183	107	290	290	290	-	107
						1,254	1,159	(95)	972

a/ Represents pledges valued on the basis of exchange rates as of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of March 31, 2014.

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

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

- The above table shows the total pledges outstanding and contributions finalized and made to the PPCR. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Strategic Programs for Climate Resilience (SPCR) by the PPCR Sub-Committee.
- The total pledges to the PPCR now amount to USDeq. 1.3 billion, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. 1.2 billion as of March 31, 2014 (a difference of USDeq. 95 million due to exchange rate movements).
- As of March 31, 2014, the Trustee had entered into Contribution Agreements/Arrangements with nine donors and received USDeq. 972 million in cash and promissory notes to date from these donors, of which USDeq. 49 million in cash receipts were received between July 1, 2013 and March 31, 2014.
- Of the total amount received from donors, USDeq. 547 million (56%) was received as grant contributions and USDeq. 426 million (44%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 187 million.

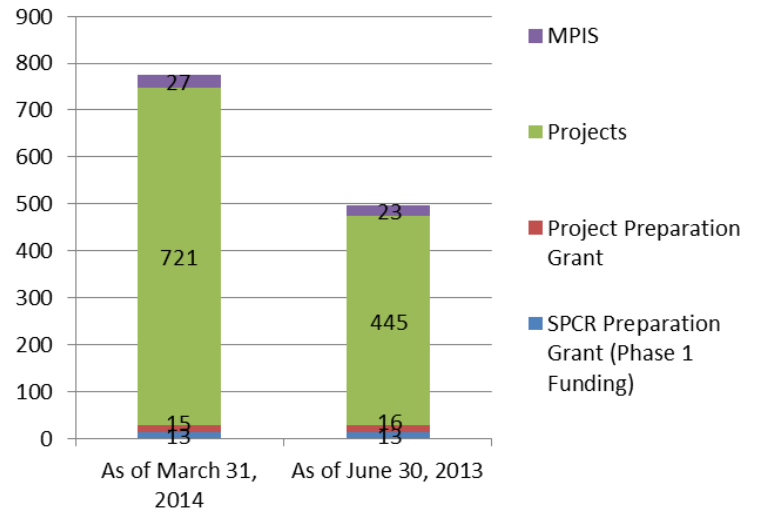


3.2.PPCR Funding Decisions

In USD millions

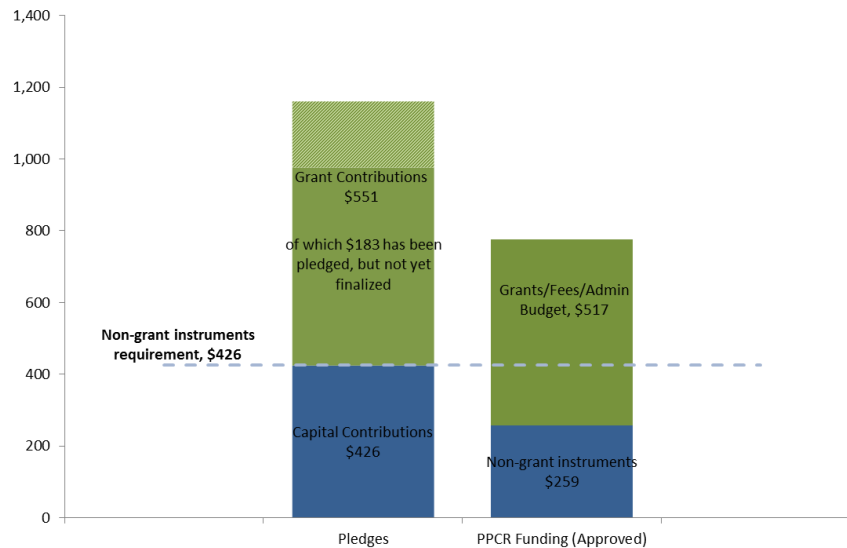
PPCR FUNDING APPROVALS BY ACTIVITY

Between July 1, 2013 and March 31, 2014, a total amount of USD 278 million was approved by the PPCR Sub-Committee, bringing the cumulative funding decisions under the PPCR as of March 31, 2014 to USD 776 million.



PPCR FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and PPCR funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



3.3.PPCR Funding Availability

In USD millions

	As of March 31, 2014 (a)	As of June 30, 2013 (b)	Change (c) = (a) - (b)
1. Cumulative Receipts	983	931	52
a. Cash receipts and encashed promissory notes	589	589	-
b. Unencashed promissory notes	383	334	49
c. Investment income earned on undisbursed balance	11	8	2
2. Cumulative Cash Transfers	175	111	64
a. Projects and MPIS Costs	149	87	62
b. Administrative Budget	26	24	2
3. Funds held in Trust (3 = 1 - 2)	808	821	(12)
a. Cash and Investments	425	487	(62)
b. Unencashed promissory notes	383	334	49
4. Financial Reserve	58	50	7
5. Funds held in Trust with no restrictions (5 = 3 - 4)	751	771	(20)
6. Funding Decisions pending cash transfer	627	416	211
a. Projects and MPIS Costs	627	410	216
b. Administrative Budget	-	5	(5)
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	124	355	(231)

Highlights for the period July 1, 2013 through March 31, 2014:

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 808 million as of March 31, 2014. Funds Held in Trust decreased by USD 12 million since June 30, 2013 primarily due to:
 - Increase in cumulative receipts during the reporting period by USDeq. 52 million; and
 - Offset by cash transfers to MDBs during the reporting period of USD 64 million
- **Funding Decisions Pending Cash Transfer** amounted to USD 627 million, representing an increase of USD 211 million since June 30, 2014.
- **Funding Availability** currently amounts to USD 124 million representing a decrease of USD 231 million over the prior reporting period.



4. SREP Summary – Inception through March 31, 2014

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	511	98%
Pledges	9	2%
Total Pledges and Contributions	521	100%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	335	64%
Unencashed promissory notes	169	32%
Total Resources Received	505	97%
<u>Resources not yet received</u>		
Contributions not yet paid	7	1%
Pledges	9	2%
Total resources not yet received	16	3%
Total Potential Resources (A)	521	100%
<u>Cumulative Funding Decisions</u>		
Projects	91	93%
MPIS Costs	7	7%
Total Funding Decisions Net of Cancellations (B)	97	100%
Total Potential Resources Net of Funding Decisions (A) - (B)	423	
<u>Funds Available</u>		
Funds Held in Trust with no restrictions	436	
Amounts Pending Cash Transfers	65	
Total Funds Available to Support SREP Sub-Committee decisions	372	



4.1. SREP Pledges and Contributions

In USD millions

Contributor	Contribution Type	Currency	Pledges Outstanding and Contributions			Historical Value of Total in USD eq. a/ (1)	Current Value of Total in USD eq. b/ (2)	FX changes (3) = (2) - (1)	Receipts in USD eq. b/
			Pledges Outstanding	Contributions Finalized	Total				
Australia	Grant	AUD	-	12	12	10	12	2	12
Denmark	Grant	DKK	-	61	61	12	12	(1)	12
Japan	c/ Grant	USD	-	40	40	40	36	(4)	36
Korea	Grant	KRW	-	6,565	6,565	6	6	0	6
Netherlands	Grant	USD	-	76	76	76	76	-	76
Norway	Grant	NOK	-	540	540	97	91	(6)	85
Spain	Grant	EUR	-	3	3	4	4	(1)	4
Sweden	Grant	SEK	-	285	285	44	44	1	44
Switzerland	Grant	USD	-	26	26	26	26	-	26
United Kingdom	Capital	GBP	-	100	100	186	164	(22)	164
United States	d/ Grant	USD	9	41	50	50	50	-	41
						551	521	(31)	505

a/ Represents pledges valued on the basis of exchange rates of September 25, 2008, the CIF official pledging date.

b/ Represents realized amounts plus unrealized amounts valued on the basis of exchange rates as of March 31, 2014.

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

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

- The above table shows the total pledges outstanding and contributions finalized and made to the SREP. 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.
- The total pledges to the SREP now amount to USDeq. 551 million, valued at the exchange rates available on the date of the CIF pledging meeting. The current value of the pledges amounts to USDeq. 521 million as of March 31, 2014 (a difference of USDeq. 31 million due to exchange rate movements).
- As of March 31, 2014, the Trustee had entered into Contribution Agreements/Arrangements with 11 donors and received USDeq. 505 million in cash and promissory notes to date from these donors, of which USDeq. 56 million in cash receipts were received between July 1, 2013 and March 31, 2014.
- Of the total amount received from donors, USDeq. 341 million (68%) was received as grant contributions and USDeq. 164 million (32%) as capital contributions.
- Pledges and unpaid donor contributions amount to USDeq. 16 million.

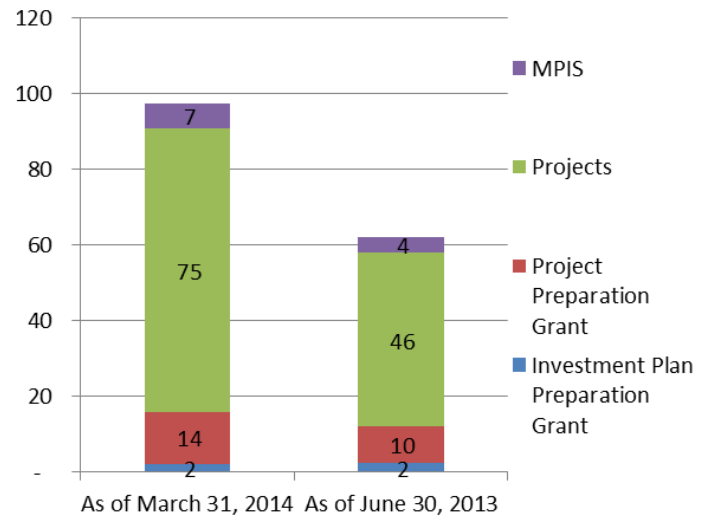


4.2. SREP Funding Decisions

In USD millions

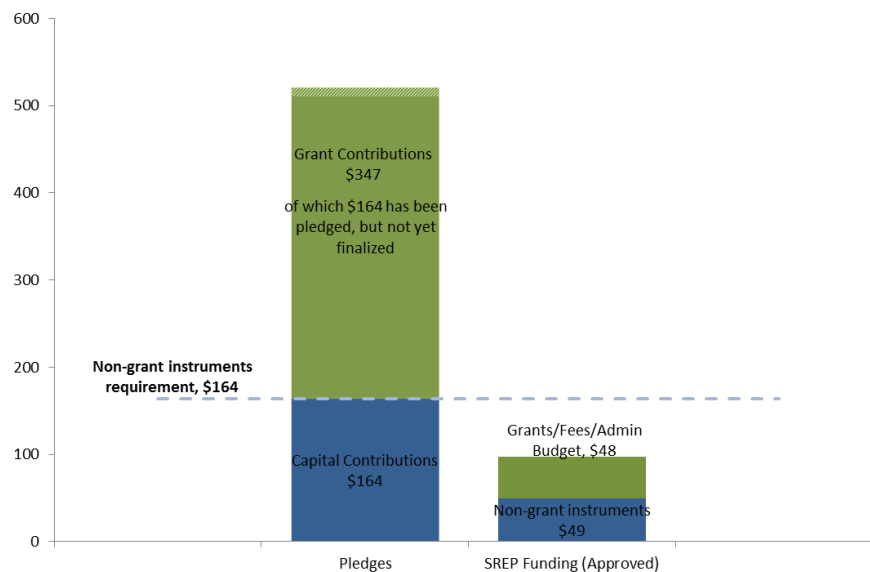
SREP FUNDING APPROVALS BY ACTIVITY

Between July 1, 2013 and March 31, 2014, a total amount of USD 35 million was approved by the SREP Sub-Committee, bringing the cumulative funding decisions under the SREP as of March 31, 2014 to USD 97 million.



SREP FUNDING LIMITS

In accordance with the SCF Standard Provisions in the Contribution Agreements/Arrangements, Grant Contributions may be used for any purposes, while Capital Contributions may be used for any purposes, except that no more than ten percent of the Contributions would be used for financing grants. This chart shows pledges by contribution types and SREP funding (excluding projects in the pipeline) by financing product. As shown in the chart, funding decisions made to date adhere to the funding limits set by the incoming funding types from the Contributors.



4.3.SREP Funding Availability

In USD millions

	As of March 31, 2014	As of June 30, 2013	Change
	(a)	(a)	(c) = (a) - (b)
1. Cumulative Receipts	512	453	59
a. Cash receipts and encashed promissory notes	335	270	66
b. Unencashed promissory notes	169	179	(10)
c. Investment income earned on undisbursed balance	7	4	3
2. Cumulative Cash Transfers	50	23	27
a. Projects and MPIS Costs	33	11	22
b. Administrative Budget	18	12	5
3. Funds held in Trust (3 = 1 - 2)	462	430	31
a. Cash and Investments	293	251	42
b. Unencashed promissory notes	169	179	(10)
4. Financial Reserve	25	27	(2)
5. Funds held in Trust with no restrictions (5 = 3 - 4)	436	404	33
6. Funding Decisions pending cash transfer	65	54	11
a. Projects and MPIS Costs	65	51	13
b. Administrative Budget	-	3	(3)
7. Amounts pending Sub-Committee funding decisions	-	-	-
8. Funds available to support Sub-Committee funding decisions (8 = 5 - 6 - 7)	372	350	22

Highlights for the period July 1, 2013 through March 31, 2014:

- **Funds Held in Trust** represent cumulative receipts less cumulative cash transfers, and amount to USDeq. 462 million as of March 31, 2014. Funds Held in Trust increased by USD 31 million since June 30, 2013 primarily due to:
 - Increase in cumulative receipts during the reporting period by USD eq. 59 million; and
 - Offset by cumulative cash transfers to MDBs during the reporting period of USD 27 million.
- **Funding Decisions Pending Cash Transfer** amounted to USD 65 million, representing an increase of USD 11 million since June 30, 2013.
- **Funding Availability** currently amounts to USD 372 million, representing an increase of USD 22 million over the prior reporting period.