



Global Environment Facility

GEF/C.31/Inf.3
May 17, 2007

GEF Council Meeting
June 12-15, 2007

TRUSTEE REPORT

(Prepared by the Trustee)



World Bank

Trustee of The Global Environment Facility (GEF) Trust Fund

TRUSTEE REPORT

I. Introduction

1. This report provides an update to the GEF Council on the financial status and management of the GEF Trust Fund (the Trust Fund) as of April 30, 2007. It is divided into four sections. Following this Section I of Introduction, Section II reports on the Status of GEF replenishments, commitments and contribution payments. Section III presents the funding availability of the Trust Fund. Section IV provides an update on relevant issues of financial management. Section V provides an update on other work in progress. Unless otherwise noted, all currency valuations are based on exchange rates as of April 30, 2007.

II. Status of Replenishments, Commitments and Contribution Payments

2. The Fourth Replenishment of the GEF became effective on February 8, 2007 when Contributing Participants, whose contributions aggregate not less than SDR 929 million, deposited with the Trustee Instruments of Commitment or Qualified Instruments of Commitment.

Instruments of Commitment

3. Since the effectiveness of the GEF-4, 25 contributing participants have deposited an Instrument of Commitment (IoC) or Qualified Instrument of Commitment with the Trustee: Australia, Belgium, Canada, China, Czech Republic, Denmark, Finland, France, Germany, Greece, India, Ireland, Japan, Korea, Luxembourg, Mexico, Netherlands, New Zealand, Norway, Slovenia, South Africa, Spain, Sweden, Turkey and the United States.

4. The following contributing participants have not yet submitted an IoC to the Trustee: Austria, Italy, Nigeria, Pakistan, Portugal, Switzerland and the United Kingdom.

Contribution Payments

5. GEF-4: The GEF-4 Resolution requires that 25% of committed contributions be unqualified and paid within 30 days after the Effective Date or deposit of the Instrument of Commitment, whichever is later. Alternatively, if the contributing participant provides a written request to the Trustee, the first installment may be delayed until June 30, 2007, at the latest. Contributing participants that have not unqualified and paid at least 25% of their GEF-4 committed contributions by the relevant dates are considered to be in arrears.

6. As of April 30, 2007, 20 contributing participants have paid at least 25% of their total committed contributions: Australia, Canada, China, Czech Republic, Denmark, Finland, Germany, Greece, India, Ireland, Japan, Korea, Luxembourg, Mexico, New Zealand, Norway, Slovenia, South Africa, Spain and Sweden. As agreed with the Trustee, France will pay its first installment by June 30, 2007. Belgium has only recently deposited its IoC; its first installment is

due for payment by June 11, 2007. Germany pledged SDR 201.1 million to the GEF-4, and deposited an Instrument of Commitment in the amount of SDR 189.18 million: the German Government has undertaken to use its best efforts to obtain the approval of Parliament for the remaining amount of SDR 11.92 million.

7. Two contributing participants, Turkey and the United States, are in arrears to the GEF-4. Turkey's first installment amount of SDR 1.0 million (25% of their committed contribution) remains outstanding. The arrears of the United States amount to USD 0.8 million (or 0.25% of the total committed contribution).

8. Pursuant to sub-paragraph 4(a)¹ of the GEF-4 Resolution, the Trustee sent letters of notification in May 2007 to Turkey and the United States reminding these contributing participants of their obligation to pay. The letter also notified them of the further requirements of the Resolution that, if the delay persists, their responsible Minister provide the Chief Executive Officer/Chairperson of the GEF with a written communication stating the reasons for the delay and the measures being taken to address it.

9. GEF-3: All contributing participants except Nigeria and the United States have paid 100% of their contributions to the GEF-3. The total amount of arrears from these two contributing participants is USDeq. 30.68 million, comprising USDeq. 1.52 million from Nigeria and USD 29.16 million from the United States².

10. The outstanding contribution of the United States represents 6.78% of its committed contribution of USD 430.0 million. France, Germany and Japan have exercised the pro rata right under the Resolution³ in proportion to the U.S. shortfall, thereby deferring 6.78% of their respective paid-in contributions to the GEF-3. As a result, a total amount of USDeq. 61.08 million is deferred and not available for Council allocation or CEO approval.

11. GEF-2: All contributing participants except the United States have fully paid their contributions to the GEF-2. The total amount remaining qualified and unpaid by the United States is USD 140.7 million.

12. The outstanding contribution of the United States to the GEF-2 represents 32.7% of its committed contribution of USD 430 million.² Austria, France, and Japan have exercised the

¹ Sub-paragraph 4(a) of the GEF-4 Resolution requires the Trustee to notify the Contributing Participant of any delay of payment if such delay continues for thirty (30) days. The Trustee is also required to remind a Contributing Participant that the responsible Minister of the Contributing Participant shall provide the CEO/Chairman of the GEF with a written communication stating the reasons for the delay and the measures being taken to address it, with a copy to the Trustee, if payment has not been made thirty (30) days before the date of the Council meeting following the date on which the delay was incurred.

² The U.S. Administration's FY08 budget request to the Congress included USD 26.8 million to partially pay its arrears.

³ According to Sub paragraph 8(b) of the GEF-3 Resolution, the Trustee shall promptly inform all Contributing Participants if a Contributing Participant who has deposited a Qualified Instrument of Commitment and whose contribution represents more than 20 percent of the total amount of the resources to be contributed pursuant to the Third Replenishment has not unqualified the total amount thereof by November 30, 2005, or 30 days after the Effective Date, whichever is later.

pro-rata right under the Resolution⁴ for the fourth tranche only and deferred commitment of 25% of their respective paid-in contributions to the GEF-2. As a result, a total of USDeq. 152.28 million is deferred and not available for Council allocation or CEO approval.

13. **GEF-1:** All contributing participants except Argentina and Egypt have fully paid their contributions to the GEF-1. The total amount due from these contributing participants is USDeq. 3.3 million. In January 2007, Egypt paid USD 1.6 million towards its arrears leaving a balance due of USDeq. 0.53 million. Argentina, which has paid only 50% of its contribution, has not yet agreed to a new payment schedule with the Trustee.

14. Annex 1 shows the summary of payments on committed contributions to all replenishments. It also includes information on the Pilot Phase to the GEF. The summary of arrears and deferred contribution payments is shown in Annex 2.

Status of Promissory Note Encashment

15. Many contributing participants pay their GEF contributions by depositing promissory notes. The Trustee encashes promissory notes on a quarterly basis, based on pre-defined encashment schedules agreed with the contributing participants. Most contributing participants using this payment method are current on their encashments with the exception of: Brazil (GEF-1), Côte d'Ivoire (GEF-1, GEF-2 and GEF-3), Italy (GEF-3), and Pakistan (GEF-2 and GEF-3). The Trustee periodically follows up with these contributing participants to remind them of their obligations under the relevant replenishment.⁵

II. Funds Available for Council Allocation or CEO Approval

16. As of April 30, 2007, the total assets of the GEF Trust Fund amounted to USDeq. 3.68 billion, of which USDeq. 2.37 billion represents cash and investments, and USDeq. 1.31 billion is in the form of promissory notes. Of this amount, the following funds have been set aside: USD 2.68 billion for council allocations and CEO approvals that are not yet disbursed; USD 213.4 million representing the deferred contributions in respect to the pro rata right; and a USD 35.0 million reserve to cover foreign exchange rate fluctuations of non-US dollar assets. Consequently, net funds available for allocation by the Council or approval by the CEO amount to USDeq. 751.3 million. The schedule of funds available for the GEF Trust Fund is shown in Annex 3.

IV. Financial Management of GEF Trust Fund

⁴ According to Sub paragraph 8(b) of the GEF-2 Resolution, the Trustee shall promptly inform all Contributing Participants if a Contributing Participant who has deposited a Qualified Instrument of Commitment and whose contribution represents more than 20 percent of the total amount of the resources to be contributed pursuant to the Second Replenishment has not unqualified the total amount thereof by November 30, 2001, or 30 days after the Effective Date, whichever is later.

⁵ According to sub-paragraph 4(b) of the GEF-1 Resolution, sub-paragraph 4(b) of the GEF-2 Resolution, and sub-paragraph 3(c)(ii) of the GEF-3 Resolution, recipient contributing participants are permitted postponement of two years on encashments. Both Brazil and Côte d'Ivoire are overdue beyond the two-year limit for the GEF-1. Côte d'Ivoire is also overdue for the GEF-2 and GEF-3.

Foreign Exchange Rate Movements and Interest Rate risk

17. In FY06, the Trustee implemented a reserve policy to help mitigate risks associated with foreign exchange rate fluctuations. Volatility of foreign exchange rates creates a potential risk that the GEF Trust Fund may not have sufficient funds to disburse against commitments made to GEF agencies. The reserve amount is currently set at USD 35 million, based upon simulations of movements in foreign exchange rates over a 12-month horizon, as predicted by forward rates.

18. As stated in the Trustee Report of June 2006, the Trustee estimated that an additional hypothetical reserve of USD 100 million may be needed to mitigate interest rate risks in investment portfolio returns. The Trustee is in the process of reassessing this estimate based on new GEF-4 contributions and current market conditions. Once a revised estimate is determined, the Trustee will consult with the GEF Secretariat on the timing for implementing this additional reserve.

GEF Project Data Reconciliation

19. At its June 2006 meeting, the Council requested that the Trustee and the Implementing and Executing Agencies complete the reconciliation of financial data related to project financing, fees, corporate budget, special initiatives, and other administrative expenses of the GEF Trust Fund. This reconciliation has now been completed, with the Trustee and Agencies having validated all GEF Trust Fund financial data from inception of the GEF Trust Fund to April 30, 2007.

20. At the close of the reconciliation process, the Trustee calculated that, overall, an approximate additional amount of USD 50.0 million could be made available for Council allocation or CEO approval. This estimation was due largely to the identification, during the item-by-item reconciliation of all GEF transactions, of cancelled amounts associated with projects, fees and PDFs. The Trustee reported the results of the reconciliation to the CEO in January 2007.

21. The outcome of the reconciliation exercise is as follows: total cumulative original allocations⁶ from inception to date amount to USD 7,734 million. Additional allocations provided to agencies amount to USD 35.1 million, and cancelled allocations amount to USD 585.2 million. As a result, the total net cumulative allocations amount to USD 7,184.5 million. Annex 4 shows the summary of allocations since inception of the GEF Trust Fund to April 30, 2007.

V. Work in Progress

⁶ Original allocations are amounts as initially approved by Council and CEO.

Recommended Minimum Fiduciary Standards for GEF Implementing and Executing Agencies

22. The Trustee has prepared a paper, GEF/C.31/6, *Recommended Minimum Fiduciary Standards for GEF Implementing and Executing Agencies*, that presents the Trustee's policy proposals on strengthened accountability for GEF Implementing and Executing Agencies, consistent with the GEF Council's request in the Policy Recommendations for the Fourth Replenishment of the GEF Trust Fund. With the assistance of a major international public accounting firm and in consultation with the Implementing and Executing Agencies, the Trustee has provided Council with recommended minimum fiduciary standards consistent with international best practice. The paper also includes a recommended sequence of actions to be taken if the Council approves the recommended fiduciary standards.

Conversion of Audited Accounts from Special Purpose Reporting to International Financial Reporting Standards (IFRS)

23. The financial statements of the GEF Trust Fund have been prepared as "special purpose." Special purpose financial statements are an acceptable form of reporting but are intended for use when their distribution is limited. The GEF Trust Fund financial statements, however, have had an increasingly public profile, are now included in the GEF Annual Report, a publicly available document, and are distributed widely via the internet. Consequently, during FY07, the Bank's external auditors informed the Trustee that they will no longer issue an audit opinion on the GEF Trust Fund's special purpose financial statements, given that these are widely distributed beyond the donors and the Council. From FY07, the GEF Trust Fund financial statements will be prepared on the basis of International Financial Reporting Standards (IFRS), consistent with best practice.

24. In accordance with this decision, the FY07 GEF Trust Fund financial statements must be converted, with comparatives for FY06, from the special purpose basis of reporting to IFRS as part of the FY08 work program. The Trustee has already begun the necessary work to transition from special purpose reporting to reporting on the basis of IFRS. It is expected that the completion of this conversion will occur around December end 2007.

Policy Framework for Non-Grant Instruments

25. The Trustee has commenced work on a policy framework for non-grant instruments in GEF operations. Initial consultations have taken place with the Secretariat and a questionnaire has been circulated to the Agencies requesting information on the use of non-grant instruments in the respective portfolios. The Trustee expects to have a draft paper for circulation and comments to the Council by the end of September 2007.

Global Environment Facility Trust Fund
 Status of Payments on Contributions
 as of April 30, 2007
 (expressed in SDR millions as agreed)

| | Pilot Phase | | | GEF-1 | | | GEF-2 | | | GEF-3 | | | GEF-4 | | | Total Contributions Paid | |
|--------------------|---------------------------|-------------------|------------------------|----------------|---------------|----------------|----------------|---------------|----------------|----------------|---------------|----------------|--------------|---------------|----------------|--------------------------|--------------------------------------|
| | Contributing Participants | Core Contribution | Co-/Parallel Financing | Commitment | Contributions | | Commitment | Contributions | | Commitment | Contributions | | Commitment | Contributions | | Total Contributions Paid | As % of total GEF Contributions Paid |
| | | | | | Paid | % Paid | | Paid | % Paid | | paid | % Paid | | paid | % Paid | | |
| 1 Argentina | 0.0 | 0.0 | 3.6 | 1.8 | 50.0% | a/ | | | a/ | | | a/ | | | 1.8 | 0.03% | |
| 2 Australia | 9.7 | 7.4 | 20.8 | 20.8 | 100.0% | 23.5 | 23.5 | 100.0% | 27.6 | 27.6 | 100.0% | 31.0 | 7.8 | 25.0% | 96.7 | 1.73% | |
| 3 Austria | 26.0 | 0.0 | 14.3 | 14.3 | 100.0% | 14.7 | 14.7 | 100.0% | 17.7 | 17.7 | 100.0% | b/ | | | 72.7 | 1.30% | |
| 4 Bangladesh | 0.0 | 0.0 | 2.0 | 2.0 | 100.0% | a/ | | | a/ | | | a/ | | | 2.0 | 0.04% | |
| 5 Belgium | 5.0 | 5.3 | 22.9 | 22.9 | 100.0% | 24.9 | 24.9 | 100.0% | 33.0 | 33.0 | 100.0% | 42.3 | c/ | 0.0% | 91.1 | 1.63% | |
| 6 Brazil | 4.0 | 0.0 | 4.0 | 4.0 | 100.0% | a/ | | | a/ | | | a/ | | | 8.0 | 0.14% | |
| 7 Canada | 6.3 | 0.0 | 61.8 | 61.8 | 100.0% | 74.6 | 74.6 | 100.0% | 80.9 | 80.9 | 100.0% | 89.2 | 22.3 | 25.0% | 245.9 | 4.40% | |
| 8 China | 4.0 | 0.0 | 4.0 | 4.0 | 100.0% | 6.0 | 6.0 | 100.0% | 8.4 | 8.4 | 100.0% | 7.1 | 1.8 | 25.0% | 24.2 | 0.43% | |
| 9 Cote d'Ivoire | 2.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | a/ | | | 14.0 | 0.25% | |
| 10 Czech Republic | 0.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.5 | 4.5 | 100.0% | 4.7 | 4.7 | 100.0% | 17.2 | 0.31% | |
| 11 Denmark | 16.3 | 0.0 | 25.1 | 25.1 | 100.0% | 20.9 | 20.9 | 100.0% | 28.0 | 28.0 | 100.0% | 38.1 | 9.5 | 25.0% | 99.7 | 1.79% | |
| 12 Egypt | 4.0 | 0.0 | 4.0 | 3.5 | 86.7% | a/ | | | a/ | | | a/ | | | 7.5 | 0.13% | |
| 13 Finland | 20.4 | 0.0 | 15.5 | 15.5 | 100.0% | 16.1 | 16.1 | 100.0% | 20.9 | 20.9 | 100.0% | 28.5 | 7.1 | 25.0% | 80.0 | 1.43% | |
| 14 France | 110.1 | 0.0 | 102.3 | 102.3 | 100.0% | 105.5 | 105.5 | 100.0% | 128.8 | 128.8 | 100.0% | 128.7 | d/ | 0.0% | 446.7 | 8.00% | |
| 15 Germany | 110.0 | 0.0 | 171.3 | 171.3 | 100.0% | 160.3 | 160.3 | 100.0% | 231.6 | 231.6 | 100.0% | 201.1 | e/ | 47.3 | 23.5% | 720.6 | 12.91% |
| 16 Greece | 0.0 | 0.0 | 3.6 | 3.6 | 100.0% | 4.0 | 4.0 | 100.0% | 4.5 | 4.5 | 100.0% | 5.3 | 1.3 | 25.0% | 13.4 | 0.24% | |
| 17 India | 4.0 | 0.0 | 6.0 | 6.0 | 100.0% | 6.6 | 6.6 | 100.0% | 8.0 | 8.0 | 100.0% | 6.7 | 1.7 | 25.0% | 26.2 | 0.47% | |
| 18 Indonesia | 4.0 | 0.0 | a/ | | | a/ | | | a/ | | | a/ | | | 4.0 | 0.07% | |
| 19 Ireland | 0.0 | 0.0 | 1.7 | 1.7 | 100.0% | 4.0 | 4.0 | 100.0% | 4.5 | 4.5 | 100.0% | 5.3 | 1.3 | 25.6% | 11.6 | 0.21% | |
| 20 Italy | 65.1 | 0.0 | 75.7 | 75.7 | 100.0% | 66.0 | 66.0 | 100.0% | 83.0 | 83.0 | 100.0% | b/ | | | 289.8 | 5.19% | |
| 21 Japan | 27.4 | 19.1 | 296.0 | 296.0 | 100.0% | 300.7 | 300.7 | 100.0% | 333.4 | 333.4 | 100.0% | 208.0 | 52.0 | 25.0% | 1,028.5 | 18.42% | |
| 22 Korea | 0.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.4 | 4.4 | 100.0% | 4.5 | 1.1 | 25.0% | 13.5 | 0.24% | |
| 23 Luxembourg | 0.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 1.0 | 25.0% | 13.0 | 0.23% | |
| 24 Mexico | 4.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 1.0 | 25.0% | 17.0 | 0.30% | |
| 25 Netherlands | 37.7 | 0.0 | 51.0 | 51.0 | 100.0% | 53.1 | 53.1 | 100.0% | 62.4 | 62.4 | 100.0% | 74.7 | c/ | 0.0% | 204.2 | 3.66% | |
| 26 New Zealand | 0.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 1.0 | 25.0% | 13.0 | 0.23% | |
| 27 Nigeria | 4.0 | 0.0 | a/ | | | 4.0 | 4.0 | 100.0% | 4.0 | 1.0 | 25.0% | b/ | | | 9.0 | 0.16% | |
| 28 Norway | 19.6 | 3.3 | 22.3 | 22.3 | 100.0% | 22.8 | 22.8 | 100.0% | 20.0 | 20.0 | 100.0% | 24.1 | 6.0 | 25.0% | 94.0 | 1.68% | |
| 29 Pakistan | 4.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | b/ | | | 16.0 | 0.29% | |
| 30 Portugal | 4.5 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | b/ | | | 16.5 | 0.30% | |
| 31 Slovak Republic | 0.0 | 0.0 | 4.0 | 4.0 | 100.0% | a/ | | | a/ | | | a/ | | | 4.0 | 0.07% | |
| 32 Slovenia | 0.0 | 0.0 | a/ | | | 1.0 | 1.0 | 100.0% | 1.1 | 1.1 | 100.0% | 4.4 | 1.1 | 25.0% | 3.2 | 0.06% | |
| 33 South Africa | | | a/ | | | a/ | | | a/ | | | 4.0 | 1.5 | 37.0% | 1.5 | 0.03% | |
| 34 Spain | 10.0 | 0.0 | 14.0 | 14.0 | 100.0% | 12.0 | 12.0 | 100.0% | 15.1 | 15.1 | 100.0% | 18.1 | 18.1 | 100.0% | 69.2 | 1.24% | |
| 35 Sweden | 24.5 | 0.0 | 41.6 | 41.6 | 100.0% | 42.1 | 42.1 | 100.0% | 57.0 | 57.0 | 100.0% | 76.2 | 76.2 | 100.0% | 241.4 | 4.32% | |
| 36 Switzerland | 30.1 | 10.7 | 32.0 | 32.0 | 100.0% | 32.0 | 32.0 | 100.0% | 45.9 | 45.9 | 100.0% | b/ | | | 150.6 | 2.70% | |
| 37 Turkey | 4.0 | 0.0 | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | 4.0 | 100.0% | 4.0 | f/ | 0.0% | 16.0 | 0.29% | |
| 38 United Kingdom | 54.7 | 0.0 | 96.0 | 96.0 | 100.0% | 101.2 | 101.2 | 100.0% | 149.9 | 149.9 | 100.0% | b/ | | | 401.9 | 7.20% | |
| 39 United States | 0.0 | 109.7 | 306.9 | 306.9 | 100.0% | 313.4 | 210.8 | 67.3% g/ | 339.2 | 316.2 | 93.2% g/ | 218.2 | 54.0 | 24.8% | 997.6 | 17.87% | |
| Total | 615.5 | 155.5 | 1,438.1 | 1,435.8 | | 1,445.3 | 1,342.8 | | 1,741.8 | 1,715.8 | | 1,236.0 | 317.8 | | 5,583.1 | | |

a/ Designates a country which is not a Contributing Participant to the replenishment.

b/ Designates Contributing Participants who have not yet submitted an Instrument of Commitment.

c/ The 1st installment is due on or before June 11, 2007.

d/ The 1st installment is due on or before June 30, 2007.

e/ Germany pledged SDR 201.1 million to the GEF-4. Germany deposited an Instrument of Commitment in the amount of SDR 189.18 million; the German Government has undertaken to use its best efforts to obtain the approval of Parliament for the remaining amount of SDR 11.92 million.

f/ The 1st installment was due on February 28, 2007.

g/ The U.S. Administration's FY08 budget request to the Congress included USD 26.8 million to partially pay its arrears.

**Global Environment Facility Trust Fund
Arrears and Deferred Contributions**

As of April 30, 2007

(in millions)

1. Arrears

| Contributing Participant | Amount Paid as a % of Total Contribution | Detail of Arrears | | | | |
|--------------------------|--|-------------------|----------|----------------------|------------------------------|----------------------|
| | | Repl. | Currency | Amount | As a % of total contribution | USD eq. |
| Turkey | 0.00% | GEF-4 | SDR | 1.00 | 25.00% | 1.52 |
| United States | 24.75% | GEF-4 | USD | 0.80 | 0.25% | <u>0.80</u> |
| Sub total | | | | | | 2.32 |
| Nigeria | 25.00% | GEF-3 | SDR | 3.00 | 75.00% | 1.52 |
| United States | 93.22% | GEF-3 | USD | 29.16 ^{1/} | 6.78% | <u>29.16</u> |
| Sub total | | | | | | 30.68 |
| United States | 67.29% | GEF-2 | USD | 140.67 ^{1/} | 32.71% | <u>140.67</u> |
| Sub total | | | | | | 140.67 |
| Argentina | 50.00% | GEF-1 | USD | 2.50 | 50.00% | 2.50 |
| Egypt | 86.70% | GEF-1 | SDR | 0.53 | 13.30% | <u>0.81</u> |
| Sub total | | | | | | 3.31 |
| Total arrears | | | | | | <u>176.98</u> |

2. Deferred Contributions

| Contributing Participant | Detail of Deferred Contributions | | | | |
|---|----------------------------------|----------|-----------|------------------------------|----------------------|
| | Repl. | Currency | Amount | As a % of total contribution | USD eq. |
| France | GEF-3 | EUR | 11.12 | 6.78% | 13.47 |
| Germany | GEF-3 | USD | 19.91 | 6.78% | 19.91 |
| Japan | GEF-3 | JPY | 3306.22 | 6.78% | <u>27.70</u> |
| Sub total | | | | | 61.08 |
| Austria | GEF-2 | EUR | 4.20 | 25.0% | 5.68 |
| France | GEF-2 | EUR | 32.88 | 25.0% | 44.47 |
| Japan | GEF-2 | JPY | 12,188.58 | 25.0% | <u>102.13</u> |
| Sub total | | | | | 152.28 |
| Total deferred contributions | | | | | <u>213.36</u> |
| Total arrears and deferred contributions | | | | | 390.34 |

^{1/} The U.S. Administration's FY08 budget request to the Congress included USD 26.8 million to partially pay its arrears.

GLOBAL ENVIRONMENT FACILITY TRUST FUND

Schedule of Funds Available

Updated as of April 30, 2007

(in USD)

| | | <u>USD eq.</u> |
|--|---------------|----------------------|
| <u>1. Funds held in Trust</u> | | 3,680,879,716 |
| Cash and investments | 2,367,958,770 | |
| Promissory notes | 1,312,920,947 | |
| <u>2. Restricted Funds</u> | | 248,361,803 |
| Deferred contributions in respect to the pro rata right | 213,361,803 | |
| Contributions not released (i.e. pre-payments of installments) | 0 | |
| Reserve to cover foreign exchange rate fluctuations | 35,000,000 | |
| 3. Funds held in Trust with no restrictions (3 = 1 - 2) | | 3,432,517,913 |
| <u>4. Allocations pending disbursement</u> | | 2,681,182,107 |
| Amounts endorsed by CEO and approved by the Agency | 1,605,288,507 | |
| Amounts endorsed by CEO but not yet approved by Agency | 200,159,896 | |
| Amounts allocated by Council but not yet CEO endorsed | 872,803,554 | |
| Monthly approvals pending confirmation from Agencies | 2,930,150 | |
| 5. Funds Available for Council Allocation or CEO Approval (5 = 3 - 4) | | 751,335,805 |

Global Environment Facility Trust Fund
Outcome of Reconciliation of GEF Financial Data
Council Allocations and CEO Approvals as of April 30, 2007
(in USDs)

| | Original Council Allocations | Total Additional Allocations | Total Cancelled Allocations | Net Council Allocations |
|--|---------------------------------|---------------------------------|--------------------------------|----------------------------|
| <u>Projects, PDFs, and PPGs</u> | | | | |
| ADB | 52,454,000 | 0 | -168,561 | 52,285,439 |
| EBRD | 87,284 | 0 | -7,939 | 79,345 |
| FAO | 3,256,000 | 0 | 0 | 3,256,000 |
| GEFSEC | 3,348,600 | 0 | 0 | 3,348,600 |
| IBRD | 3,778,983,264 | 31,384,045 | -479,289,723 | 3,331,077,586 |
| IADB | 24,395,000 | 0 | -58,751 | 24,336,249 |
| IFAD | 28,956,348 | 0 | 0 | 28,956,348 |
| UNDP | 2,370,006,870 | 499,800 | -88,773,749 | 2,281,732,921 |
| UNEP | 565,156,363 | 2,836,650 | -9,271,408 | 558,721,605 |
| UNIDO | <u>28,348,185</u> | <u>0</u> | <u>-2,522</u> | <u>28,345,663</u> |
| Sub total | 6,854,991,914 | 34,720,495 | -577,572,654 | 6,312,139,755 |
| <u>Fees</u> | | | | |
| ADB | 4,666,090 | 0 | 0 | 4,666,090 |
| FAO | 329,000 | 0 | 0 | 329,000 |
| IBRD | 263,996,689 | 0 | -146,000 | 263,850,689 |
| IADB | 2,158,100 | 0 | 0 | 2,158,100 |
| IFAD | 2,170,441 | 0 | 0 | 2,170,441 |
| UNDP | 146,891,000 | 44,982 | -165,137 | 146,770,845 |
| UNEP | 43,594,036 | 213,687 | -160,621 | 43,647,102 |
| UNIDO | <u>2,654,014</u> | <u>134,650</u> | <u>0</u> | <u>2,788,664</u> |
| Sub total | 466,459,370 | 393,319 | -471,758 | 466,380,931 |
| <u>Corporate Budget</u> | | | | |
| GEFSEC | 128,773,124 | 0 | -3,325,406 | 125,447,718 |
| GEFEO | 2,906,634 | 0 | 0 | 2,906,634 |
| IBRD | 136,477,969 | 0 | -1,622,297 | 134,855,672 |
| Trustee | 14,516,706 | 0 | 0 | 14,516,706 |
| UNDP | 66,043,000 | 0 | 0 | 66,043,000 |
| UNEP | <u>51,911,058</u> | <u>0</u> | <u>-1,807,417</u> | <u>50,103,641</u> |
| Sub total | 400,628,491 | 0 | -6,755,120 | 393,873,371 |
| <u>Special Initiatives</u> | | | | |
| GEFSEC | 11,570,105 | 0 | -365,795 | 11,204,310 |
| GEFEO | 628,149 | 0 | 0 | 628,149 |
| Trustee | <u>250,000</u> | <u>0</u> | <u>0</u> | <u>250,000</u> |
| Sub total | 12,448,254 | 0 | -365,795 | 12,082,459 |
| Total | 7,734,528,029 | 35,113,814 | -585,165,326 | 7,184,476,516 |