



# Global Environment Facility

GEF/LDCF.SCCF.5/Inf.2  
November 7, 2008

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LDCF/SCCF Council Meeting  
November 13, 2008

## STATUS REPORT ON THE CLIMATE CHANGE FUNDS OCTOBER 2008

(Report from the Trustee)

### *Status of Pledges and Contributions for the Special Climate Change Fund (SCCF)*

1. As of October 2, 2008, thirteen contributing participants (Canada, Denmark, Finland, Germany, Ireland, Italy, Netherlands, Norway, Portugal, Spain, Sweden, Switzerland and the United Kingdom) have pledged contributions to the SCCF. The total amount pledged to date is USD eq. 106.57 million. Annex 1 shows the full details of the status of pledges, commitments<sup>1</sup> and payments made to the SCCF.
2. The following key financial events affected the SCCF between March 4, 2008 and October 2, 2008.
3. Administration Agreements Signed: Five contributing participants have signed initial or additional administration agreements formalizing their pledges to the SCCF: Denmark (DKK 12.5 million), Finland (EUR 500,000), Norway (NOK 40.0 million), Spain (EUR 3.0 million) and Sweden (SEK 15.0 million).
4. Payments Received against Signed Administration Agreements: The Trustee received payments from Denmark (DKK 12.5 million), Finland (EUR 500,000), Germany (EUR 2.0 million), Norway (NOK 40.0 million), Sweden (SEK 15.0 million) and Spain (EUR 3.0 million). Full details of the status of contributions by program under the SCCF are found in Annex 2.

### *Summary of Allocations, Commitments and Disbursements for the SCCF*

5. As of October 2, 2008, cumulative net allocations approved by the Council or the CEO amount to USD 68.58 million, of which USD 61.54 million is for projects and project preparation activities, USD 5.72 million is for fees, and USD 1.32 million is for administrative expenses and corporate activities of the SCCF.
6. Approved allocations are committed and disbursed following established procedures for all financial transactions as agreed between the Trustee and the Agencies. Consequently, out of total allocations of USD 68.58 million, the Trustee has committed USD 30.66 million, of which USD 26.53 million relates to projects and project preparation activities, USD 2.81 million to fees, and USD 1.32 million to cover corporate activities and administrative expenses. As a result, USD 37.91 million remains to be committed by the Trustee to Agencies.
7. The Trustee transfers funds to Agencies on an as-needed basis to meet the projected disbursement requirements of the Agencies. As of October 2, 2008, out of total cumulative commitments of USD 30.66 million, the Trustee has disbursed USD 15.29 million. As a result, USD 15.37 million remains payable to Agencies. Details of allocations, commitments and disbursements can be found in Annex 3.

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<sup>1</sup> Represents the amounts for which contributing participants signed trust fund administration agreements.

### *Schedule of Funds Available for the SCCF*

8. Current assets comprising cash and investments held in trust total USD eq. 85.04 million (for both the Adaptation program and Transfer of Technology program). Of this amount, USD 52.86 million is set aside to cover approved allocations pending disbursement. Consequently, net funds available for allocation by the Council or the CEO amount to USD eq. 32.17 million. Details on the funds available for Council allocation or CEO approval as of October 2, 2008 can be found in Annex 4, which shows the funding status by program.

### *Status of Pledges and Contributions for the Least Developed Country Fund (LDCF)*

9. As of October 2, 2008, nineteen contributing participants (Australia, Austria, Canada, Denmark, Finland, France, Germany, Ireland, Italy, Japan, Luxembourg, Netherlands, New Zealand, Norway, Portugal, Spain, Sweden, Switzerland and United Kingdom) have pledged contributions to the LDCF. The total amount pledged to date is USD eq. 172.44 million. Annex 5 shows the full details of the status of pledges, commitments and payments made to the LDCF.

10. The following key financial events affected the LDCF between March 4, 2008 and October 2, 2008.

11. Administration Agreements Signed: Three contributing participants signed initial or additional administration agreements formalizing their pledges to the LDCF: Finland (EUR 800,000), New Zealand (NZD 1.8 million) and United Kingdom (GBP 7.0 million).

12. Payments Received against Signed Administration Agreements: The Trustee received payments from Denmark (DKK 20.0 million), Finland (EUR 800,000), France (EUR 2.5 million) Germany (EUR 5.0 million), Luxembourg (USD 1.03 million and EUR 1.0 million), Netherlands (EUR 3.4 million), New Zealand (NZD 1.8 million).

### *Status of Allocations, Commitments and Disbursements for the LDCF*

13. As of October 2, 2008, cumulative net allocations approved by the Council or the CEO amount to USD 53.45 million, of which USD 48.49 million is for projects and project preparation activities, USD 2.94 million is for fees, and USD 2.02 million is for administrative expenses and corporate activities of the LDCF.

14. Approved allocations are committed and disbursed following established procedures for all financial transactions as agreed between the Trustee and the Agencies. The Trustee has committed a total approved amount of USD 18.68 million, of which USD 15.48 million relates to projects and project preparation activities, USD 1.49 million to fees, and USD 1.71 million to cover corporate activities and administrative expenses.

15. Cash transfers are made to Agencies on an as-needed basis to meet their projected disbursement requirements. As of October 2, 2008, out of total cumulative commitments of USD 18.68 million, the Trustee has disbursed USD 12.77 million. As a result, USD 5.91 million remains payable to Agencies. Details of allocations, commitments and disbursements can be found in Annex 6.

*Schedule of Funds Available for the LDCF*

16. Current assets held in trust total USD eq. 124.91 million, comprising cash and investments. Of this amount, USD 36.52 million is set aside to cover approved allocations pending disbursement. Consequently, net funds available for allocation by the Council or the CEO are USD eq. 88.39 million. Details on the funds available for Council allocation or CEO approval as of October 2, 2008, can be found in Annex 7.

**Administrative and Legal Arrangements**

17. All Contributing Participants have signed Amendment 1 of the SCCF and LDCF Administration Agreements to reflect the Council decision to grant direct access to Executing Agencies, and, Amendment 2 of the LDCF Administration Agreement to extend the termination date of the Agreement. Both amendments have now been made effective.

*Financial Procedures Agreements between the Trustee and the Agencies*

18. In January 2008, the Trustee and the Agencies collaborated to develop streamlined procedures, processes, and reporting for the SCCF and LDCF financial transactions. The outcome of this collaboration will be reflected in a financial procedures agreement, to be entered into between the Trustee and each Agency, which will set out, *inter alia*, the procedures for committing and transferring funds to Agencies, and reporting and audit requirements. The Agencies are requested to collaborate with the Trustee to negotiate and finalize the financial procedures agreement. The Trustee anticipates that all Agency FPA's will be executed by the end of this fiscal year.

## Annex 1

### Special ClimateChange Fund Status of Pledges and Contributions as of October 2, 2008

<u>Total Pledges Outstanding and Contributions Finalized a/</u>				<u>Pledges Outstanding</u>		<u>Contribution Agreements Finalized</u>				
						<u>Paid (Receipts)</u>			<u>Unpaid</u>	
1	2	3 = 5 + 7	4 = 6 + 9 + 11	5	6	7 = 8 + 10	8	9	10	11
<u>Contributing Participant</u>	<u>Currency</u>	<u>Total Contribution</u>	<u>USD Eq.</u>	<u>Amount</u>	<u>USD Eq. b/</u>	<u>Total Contribution</u>	<u>Amount Paid in Currency</u>	<u>USD Eq.</u>	<u>Amount Due in Currency</u>	<u>USD Eq. b/</u>
Canada	CAD	13,500,000	12,894,703	0	0	13,500,000	13,500,000	12,894,703	0	0
Denmark	DKK	50,000,000	9,041,885	0	0	50,000,000	50,000,000	9,041,885	0	0
Finland	USD	367,592	367,592	0	0	367,592	367,592	367,592	0	0
Finland	EUR	2,170,000	3,055,353	0	0	2,170,000	2,170,000	3,055,353	0	0
Germany	EUR	10,000,000	14,173,388	0	0	10,000,000	5,000,000	7,007,600	5,000,000 c/	7,165,788
Ireland	USD	1,600,000	1,600,000	0	0	1,600,000	1,600,000	1,600,000	0	0
Italy	USD	10,000,000	10,000,000	0	0	10,000,000	5,000,000	5,000,000	5,000,000 d/	5,000,000
Netherlands	EUR	2,400,000	3,128,880	0	0	2,400,000	2,400,000	3,128,880	0	0
Norway	NOK	91,000,000	16,439,893	0	0	91,000,000	91,000,000	16,439,893	0	0
Portugal	EUR	1,070,000	1,299,099	0	0	1,070,000	1,070,000	1,299,099	0	0
Spain	EUR	5,000,000	6,861,900	0	0	5,000,000	5,000,000	6,861,900	0	0
Sweden	SEK	40,000,000	6,120,153	0	0	40,000,000	40,000,000	6,120,153	0	0
Switzerland	CHF	3,200,000	2,586,893	0	0	3,200,000	3,200,000	2,586,893	0	0
Switzerland	USD	400,000	400,000	0	0	400,000	400,000	400,000	0	0
United Kingdom	GBP	10,000,000	<u>18,603,167</u>	0	<u>0</u>	10,000,000	10,000,000	<u>18,603,167</u>	0	<u>0</u>
			106,572,906		0			94,407,118		12,165,788

a/ Pledged contributions are made towards the Program for Adaptation and for the Transfer of Technology.

b/ Valued at exchange rates available on October 2, 2008.

c/ This amount is payable in installments of EUR 1.0 million each, in April 2009, July 2009, July 2010, July 2011 and July 2012.

d/ This amount was due in February 2008.

**Special Climate Change Fund  
Status of Contributions by Program  
as of October 2, 2008**

Contributing Participant	Currency	Total Amount	Contribution Agreements Finalized			
			Amount Paid in Currency	USD Eq. a/	Amount Due in Currency	USD Eq. b/
<b><u>I. Program for Adaptation</u></b>						
Canada	CAD	11,000,000	11,000,000	10,342,172	-	-
Denmark	DKK	40,000,000	40,000,000	7,233,508	-	-
Finland	EUR	1,820,000	1,820,000	2,633,988	-	-
Finland	USD	367,592	367,592	367,592	-	-
Germany	EUR	10,000,000	5,000,000	7,007,600	5,000,000	c/ 7,165,788
Ireland	USD	960,000	960,000	960,000	-	-
Italy	USD	5,000,000	-	-	5,000,000	d/ 5,000,000
Netherlands	EUR	2,400,000	2,400,000	3,128,880	-	-
Norway	NOK	74,500,000	74,500,000	13,438,355	-	-
Portugal	EUR	1,070,000	1,070,000	1,299,099	-	-
Spain	EUR	4,000,000	4,000,000	5,562,900	-	-
Sweden	SEK	37,000,000	37,000,000	5,690,107	-	-
Switzerland	CHF	1,850,000	1,850,000	1,498,381	-	-
Switzerland	USD	400,000	400,000	400,000	-	-
United Kingdom	GBP	10,000,000	10,000,000	18,603,167	-	-
				<b>78,165,749</b>		<b>12,165,788</b>
<b><u>II. Program for Transfer of Technology</u></b>						
Canada	CAD	2,500,000	2,500,000	2,552,531	-	-
Denmark	DKK	10,000,000	10,000,000	1,808,377	-	-
Finland	EUR	350,000	350,000	421,365	-	-
Ireland	USD	640,000	640,000	640,000	-	-
Italy	USD	5,000,000	5,000,000	5,000,000	-	-
Norway	NOK	16,500,000	16,500,000	3,001,539	-	-
Spain	EUR	1,000,000	1,000,000	1,299,000	-	-
Sweden	SEK	3,000,000	3,000,000	430,046	-	-
Switzerland	CHF	1,350,000	1,350,000	1,088,512	-	-
				<b>16,241,369</b>		<b>-</b>
<b>Total for SCCF</b>				<b>94,407,118</b>		<b>12,165,788</b>

a/ Represents (1) the actual US dollar value of paid-in cash contributions and (2) the October 2, 2008 value of unencashed promissory notes.

b/ Valued at exchange rates available on October 2, 2008

c/ This amount is payable in installments of EUR 1.0 million each, in April 2009, July 2009, July 2010, July 2011 and July 2012.

d/ This amount was payable in February 2008.

**Special Climate Change Fund**  
**Summary of Allocations, Commitments and Disbursements**  
**as of October 2, 2008**  
**(in USD)**

	<b>Cumulative Net Amounts</b>			
	<b>Approved Allocations</b>	<b>Commitments</b>	<b>Disbursements</b>	<b>Amount Due</b>
<b>Entity</b>	(1)	(2)	(3)	(4) = (2) - (3)
<b>Projects</b>				
IBRD	32,453,000	18,069,000	10,579,000	7,490,000
IFAD	1,500,000			0
UNDP	26,582,503	8,457,503	2,119,503	6,338,000
UNEP	<u>1,000,000</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Sub-total</i>	61,535,503	26,526,503	12,698,503	13,828,000
<b>Fees</b>				
IBRD	3,074,500	2,068,800	521,100	1,547,700
IFAD	150,000			0
UNDP	2,493,920	745,920	745,920	0
UNEP	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
<i>Sub-total</i>	5,718,420	2,814,720	1,267,020	1,547,700
<b>Corporate Budget a/</b>				
Secretariat	697,638	697,638	697,638	0
Trustee	<u>626,500</u>	<u>626,500</u>	<u>626,500</u>	<u>0</u>
<i>Sub-total</i>	1,324,138	1,324,138	1,324,138	0
<b>Total for SCCF</b>	<b><u>68,578,061</u></b>	<b><u>30,665,361</u></b>	<b><u>15,289,661</u></b>	<b><u>15,375,700</u></b>

a/ Includes amounts allocated to cover administrative expenses to manage the SCCF and Corporate activities, including annual audit.

<b>Special Climate Change Fund Schedule of Funds Available Updated as of October 2, 2008 (in USD)</b>		<u>USD eq.</u>
<b><u>Program for Adaptation</u></b>		
<b>1. Funds held in Trust</b>		<b>67,771,269</b>
Cash and investments	67,771,269	
Promissory notes	0.0	
<b>2. Restricted Funds</b>		<b>0</b>
Reserve to cover foreign exchange rate fluctuations	0.0	
<b>3. Funds held in Trust with no restrictions ( 3 = 1 - 2 )</b>		<b>67,771,269</b>
<b>4. Approved Amounts pending disbursement</b>		<b>52,862,300</b>
Amounts Trustee Committed	14,359,600	
Amount Council Allocated not yet CEO Endorsed	38,502,700	
Amount pending confirmation and/or Intersessional Work Programm		
<b>5. Funds Available for Council Allocation or CEO Approval ( 5 = 3 - 4 )</b>		<b>14,908,969</b>
<b><u>Program for Transfer of Technology</u></b>		
<b>6. Funds held in Trust</b>		<b>17,264,352</b>
Cash and investments	17,264,352	
Promissory notes	0.0	
<b>7. Restricted Funds</b>		<b>0.0</b>
Reserve to cover foreign exchange rate fluctuations	0.0	
<b>8. Funds held in Trust with no restrictions ( 8 = 6 - 7 )</b>		<b>17,264,352</b>
<b>9. Approved Amounts pending disbursement</b>		<b>0.00</b>
Amounts Trustee Committed	0.0	
Amount Council Allocated not yet CEO Endorsed	0.0	
Intersessional projects not yet approved.	0.0	
<b>10. Funds Available for Council Allocation or CEO Approval ( 10 = 8 - 9 )</b>		<b>17,264,352</b>



## Annex 5

**Least Developed Countries Fund  
Status of Pledges and Contributions  
as of October 2, 2008**

1	Total Pledges Outstanding and Contributions Finalized			Pledges Outstanding		Contribution Agreements Finalized				
	2	3 = 5 + 7	4 = 6 + 9 + 11	5	6	7 = 8 + 10	Paid (Receipts)		Unpaid	
							8	9	10	11
Contributing Participant	Currency	Amount	USD Eq. a/	Amount	USD Eq. b/	Total Contributions	Amount Paid in Currency	USD Eq. c/	Amount Due in Currency	USD Eq. b/
Australia	AUD	7,500,000	6,600,750	0	0	7,500,000	7,500,000	6,600,750	0	0
Austria	EUR	400,000	580,400	0	0	400,000	400,000	580,400	0	0
Canada	CAD	10,000,000	6,518,366	0	0	10,000,000	10,000,000	6,518,366	0	0
Denmark	DKK	90,400,000	15,967,606	0	0	90,400,000	90,400,000	15,967,606		
Finland	EUR	4,500,000	6,101,150	0	0	4,500,000	4,500,000	6,101,150	0	0
France	EUR	10,850,000	15,280,918	0	0	10,850,000	5,850,000	8,115,130	5,000,000 d/	7,165,788
Germany	EUR	40,000,000	56,123,301	0	0	40,000,000	20,000,000	27,460,150	20,000,000 e/	28,663,151
Ireland	EUR	1,384,869	1,749,794	0	0	1,384,869	1,384,869	1,749,794	0	0
Ireland	USD	6,000,000	6,000,000	0	0	6,000,000	6,000,000	6,000,000	0	0
Italy	USD	1,000,000	1,000,000	0	0	1,000,000	1,000,000	1,000,000	0	0
Japan	USD	250,000	250,000	0	0	250,000	250,000	250,000	0	0
Luxembourg	USD	4,120,000	4,120,000	0	0	4,120,000	4,120,000	4,120,000	0	0
Luxembourg	EUR	1,000,000	1,582,900	0	0	1,000,000	1,000,000	1,582,900	0	0
Netherlands	EUR	10,200,000	14,242,578	0	0	10,200,000	10,200,000	14,242,578	0	0
Netherlands	USD	2,100,000	2,100,000	0	0	2,100,000	2,100,000	2,100,000	0	0
New Zealand	NZD	5,400,000	3,868,560	0	0	5,400,000	5,400,000	3,868,560	0	0
Norway	USD	2,001,658	2,001,658	0	0	2,001,658	2,001,658	2,001,658	0	0
Norway	NOK	28,000,000	4,673,748	0	0	28,000,000	28,000,000	4,673,748	0	0
Portugal	EUR	50,000	64,065	0	0	50,000	50,000	64,065	0	0
Spain	EUR	783,900	987,178	0	0	783,900	783,900	987,178	0	0
Sweden	SEK	7,000,000	886,747	0	0	7,000,000	7,000,000	886,747	0	0
Switzerland	CHF	2,800,000	2,366,860	0	0	2,800,000	2,800,000	2,366,860	0	0
United Kingdom	GBP	10,000,000	19,371,151	3,000,000	5,399,374 f/	7,000,000	7,000,000	13,971,777 g/	0	0
			172,437,729		5,399,374			131,209,417		35,828,938

a/ Represents (1) the actual US dollar value of paid-in cash contributions and (2) the October 2, 2008 value of unencashed promissory notes and amounts due.

b/ Valued at exchange rates available on October 2, 2008.

c/ Represents (1) the actual US dollar value of paid-in cash contributions and (2) the October 2, 2008 value of unencashed promissory notes, if any.

d/ This amount is payable in two installments of EUR 2.5 million each in June 2009 and June 2010.

e/ This amount is payable in four equal installments of EUR 5.0 million each in July 2009, July 2010, July 2011 and July 2012.

f/ This pledge will be paid in 2009.

g/ This contribution has been paid by way of a promissory note which will be encashed in 2008.

**Least Developed Countries Fund**  
**Summary of Allocations, Commitments and Disbursements**  
**as of October 2, 2008**  
**(in USD)**

<b>Cumulative Net Amounts</b>				
<u>Entity</u>	<u>Approved Allocations</u>	<u>Commitments</u>	<u>Disbursements</u>	<u>Amount Due</u>
	(1)	(2)	(3)	(4) = (2) - (3)
<u>Projects</u>				
AfDB	274,475	274,475.00	0	274,475
IBRD	400,000	400,000	400,000	0
UNDP	40,505,714	11,755,714	6,820,664	4,935,050
UNEP	<u>7,309,555</u>	<u>3,049,555</u>	<u>2,774,555</u>	<u>275,000</u>
<i>Sub-total</i>	48,489,744	15,479,744	9,995,219	5,484,525
<u>Fees</u>				
IBRD	44,000	44,000	44,000	0
UNDP	2,233,495	1,123,495	720,990	402,505
UNEP	<u>663,701</u>	<u>323,201</u>	<u>303,201</u>	<u>20,000</u>
<i>Sub-total</i>	2,941,196	1,490,696	1,068,191	422,505
<u>Corporate Budget and Workshop a/</u>				
Secretariat	1,385,799	1,072,192	1,072,192	0
Trustee	<u>638,600</u>	<u>638,600</u>	<u>638,600</u>	<u>0</u>
<i>Sub-total</i>	<u>2,024,399</u>	<u>1,710,792</u>	<u>1,710,792</u>	<u>0</u>
<b>Total for LDCF</b>	<b><u>53,455,339</u></b>	<b><u>18,681,232</u></b>	<b><u>12,774,202</u></b>	<b><u>5,907,030</u></b>

a/ Includes amounts allocated to cover administrative expenses to manage the LDCF and Corporate Activities.

**Least Developed Countries Fund for Climate Change  
Schedule of Funds Available  
Updated as of October 2, 2008  
(in USD)**

		<u>USD eq.</u>
<b><u>1. Funds held in Trust</u></b>		<b>124,908,490</b>
Cash and investments	112,309,952	
Promissory notes	12,598,539	
<b><u>2. Restricted Funds</u></b>		<b>0</b>
Reserve to cover foreign exchange rate fluctuations	0	
<b>3. Funds held in Trust with no restrictions ( 3 = 1 - 2 )</b>		<b>124,908,490</b>
<b>4. Approved Amounts <u>pending disbursement</u></b>		<b>36,517,532</b>
Amounts Trustee Committed	5,907,030	
Amount Council Allocated not yet CEO Endorsed	30,610,502	
Monthly approvals for processing		
<b>5. Funds Available for Council Allocation or CEO Approval ( 5 = 3 - 4 )</b>		<b>88,390,958</b>

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