

39th LDCF-SCCF Council Meeting
December 17-18, 2025
Washington D.C., USA

STATUS REPORT FOR THE SPECIAL CLIMATE CHANGE FUND

(Financial Report prepared by the Trustee)



Special Climate Change Fund (SCCF)

Financial Report

Prepared by the Trustee

As of September 30, 2025



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Introduction

The information contained in this report is prepared based on financial information of the Special Climate Change Fund (SCCF) Trust Fund as of September 30, 2025.

The SCCF was established following the decision of the Conference of the Parties to the United Nations Framework Convention on Climate Change (the “UNFCCC”) at its Seventh Session (“COP 7”) in November 2001 to invite the Global Environment Facility (“GEF”) to operate such a fund (Decision 7/CP.7 of the UNFCCC). At its May 15-17, 2002 biannual meeting, the GEF Council (the “Council”) approved the arrangements proposed for the establishment of such a fund and invited IBRD to act as its Trustee (GEF/C.19/6).

Under the SCCF Trust Fund are the Program for Adaptation and Program for Technology Transfer, both of which have been established under the SCCF following the endorsement by the Council of such Programs on the basis of document GEF/C.24/12, Programming to Implement the Guidance for the Special Climate Change Fund adopted by the Conference of the Parties to the United Nations Framework Convention on Climate Change at its Ninth Session.

The report is produced by the Trustee in accordance with the Trustee’s role as set forth in the paper entitled Arrangements for the Establishment of the New Climate Change Funds (GEF/C.19/6) which states:

“[...] the World Bank would be responsible for the financial management of each fund, including: [...] (iv) the preparation of financial reports regarding the investment and use of the funds’ resources; and (v) regular reporting to the Council on the status of the funds’ resources.”

This report provides (i) a snapshot of the financial situation of the SCCF Trust Fund since its inception to September 30, 2025; (ii) the status of pledges and contributions, and (iii) the details of financial activities of the SCCF Trust Fund.



SCCF Trust Fund Financial Summary as of September 30, 2025

Pledges and Contributions:

As of September 30, 2025, 16 donors pledged and signed Contribution Agreements or Contribution Arrangements amounting to USD eq. 492.95 million, including USD eq. 415.11 million towards Program for Adaptation and USD eq. 77.85 million towards Program for Technology Transfer. The Trustee has received USD eq. 444.64 million in cash against these contributions from the donors.

Investment Income:

As of September 30, 2025, the SCCF Trust Fund earned investment income of approximately USD 35.82 million on the undisbursed balance of the Trust Fund and USD 2.40 million as investment income from implementing agencies.

Funding Approvals and Trustee Commitments:

As of September 30, 2025, cumulative funding decisions by the Council and the CEO amounted to USD 410.50 million. Of the total amount approved, USD 359.23 million was for projects and project preparation activities, USD 35.44 million was for fees, and USD 15.83 million was for administrative expenses and corporate activities of the SCCF.

Funding approved by the Council and the CEO is committed by the Trustee and transferred following established procedures for all financial transactions as agreed between the Trustee and the Agencies. The Trustee has committed a total amount of USD 395.28 million, of which USD 347.14 million relates to projects and project preparation activities, USD 32.31 million to fees, and USD 15.83 million to cover corporate activities and administrative expenses.

Cash Transfers:

Cash transfers were made to Agencies on an as-needed basis to meet their projected disbursement requirements. Out of the cumulative commitments of USD 395.28 million, upon request from Agencies, the Trustee has transferred USD 355.40 million. The balance of USD 39.88 million remains payable as of September 30, 2025.

Funds Held in Trust and Funds Available for Council and CEO Funding Decisions:

Funds Held in Trust reflect financial activities related to new 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 on September 30, 2025, amounted to USD eq. 127.48 million.

Funds available to support Council or CEO decision amounted to USD 72.38 million as of September 30, 2025. This represents an increase of USD 17.63 million compared to funds available as of March 31, 2025.



1. SCCF Trust Fund Summary – Inception through September 30, 2025

In USD millions

	Total	% of Total
<u>Donor Pledges and Contributions</u>		
Contributions	461.39	93.6%
Pledges	31.57	6.4%
Total Pledges and Contributions	492.95	100.0%
<u>Cumulative Resources</u>		
<u>Resources received</u>		
Cash Receipts	444.64	83.7%
Investment Income earned	35.82	6.7%
Investment Income Received from implementing agencies	2.40	0.5%
Total Resources Received	482.86	90.9%
<u>Resources not yet received</u>		
Contributions not yet paid	16.75	3.2%
Pledges	31.57	5.9%
Total resources not yet received	48.31	9.1%
Total Potential Resources (A)	531.17	100.0%
<u>Cumulative Funding Decisions</u>		
Projects	359.23	87.5%
Fees	35.44	8.6%
Administrative Budgets	15.83	3.9%
Total Funding Decisions Net of Cancellation (B)	410.50	100.0%
Total Potential Resources Net of Funding Decisions (A) - (B)	120.67	
<u>Funds Available</u>		
Funds Held in Trust	127.48	
Approved Amounts Pending Cash Transfers	55.10	
Amounts pending Council/CEO approval	-	
Total Funds Available to Support Council / CEO Decisions	72.38	

Note: The totals in the table may not add up due to rounding.



2. Pledges and Contributions

In USD millions

1	Total Pledges Outstanding and Contributions Finalized a/			Pledges Outstanding		Contribution Agreements Finalized				
	2	3 = 5 +	4 = 6 +	5	6	Paid (Receipts)			Unpaid	
		7	9+ 11			7 = 8 + 10	8	9	10	11
Contributing Participant	Currency	Amount	USDeq. b/	Amount	USDeq.	Total Contributions	Amount Paid in Currency	USDeq.	Amount Due in Currency	USDeq.
Belgium	EUR	31.00	41.21	-	-	31.00	31.00	41.21	-	-
Canada	CAD	47.70	37.70	-	-	47.70	47.70	37.70	-	-
	USD	4.82	4.82	-	-	4.82	4.82	4.82	-	-
Denmark	DKK	125.00	19.95	-	-	125.00	125.00	19.95	-	-
Finland	EUR	13.87	17.95	-	-	13.87	13.87	17.95	-	-
	USD	0.37	0.37	-	-	0.37	0.37	0.37	-	-
Germany	EUR	140.02	177.14	20.00	23.49	120.02	110.02	141.90	10.00	11.75
Ireland	EUR	6.19	6.83	-	-	6.19	6.19	6.83	-	-
	USD	2.13	2.13	-	-	2.13	2.13	2.13	-	-
Italy	USD	10.00	10.00	-	-	10.00	5.00	5.00	5.00	c/ 5.00
Netherlands	EUR	2.40	3.13	-	-	2.40	2.40	3.13	-	-
Norway	NOK	198.00	34.59	-	-	198.00	198.00	34.59	-	-
Portugal	EUR	1.07	1.30	-	-	1.07	1.07	1.30	-	-
Slovenia	EUR	0.07	0.08	-	-	0.07	0.07	0.08	-	-
Spain	EUR	11.00	14.53	-	-	11.00	11.00	14.53	-	-
Sweden	SEK	40.00	6.12	-	-	40.00	40.00	6.12	-	-
Switzerland	CHF	26.46	28.45	6.44	d/ 8.08	20.02	20.02	20.38	-	-
	USD	0.40	0.40	-	-	0.40	0.40	0.40	-	-
United Kingdom	GBP	24.00	36.26	-	-	24.00	24.00	36.26	-	-
United States	USD	50.00	50.00	-	-	50.00	50.00	50.00	-	-
			<u>492.95</u>		<u>31.57</u>		<u>444.64</u>		<u>16.75</u>	

a/ Pledged contributions are made towards the Program for Adaptation and for the Transfer of Technology.
b/ Paid in cash contributions (Receipts) are at the actual US dollar value. Pledges outstanding, contribution amounts pending FX and unpaid amounts are valued at exchange rates applicable as on September 30, 2025.
c/ Contribution past due since February 2008.
d/ Represents multi-year pledge announced during COP27 .

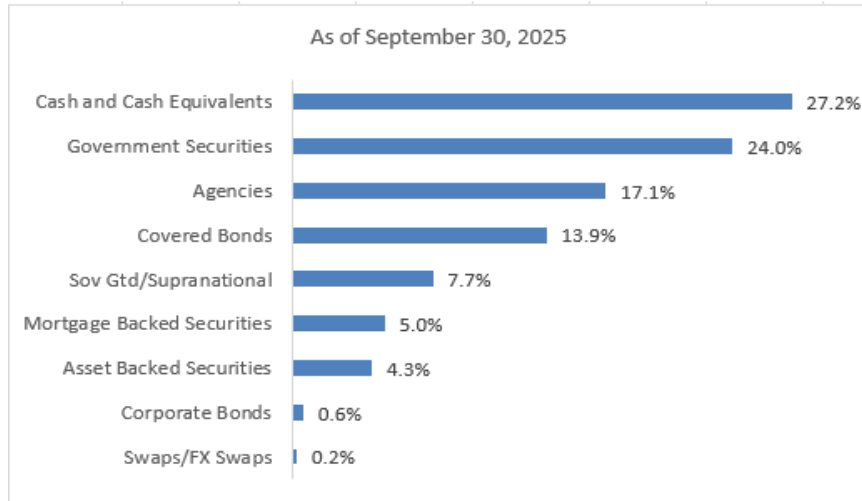
Note: The totals in the table may not add up due to rounding.



3. Asset Mix and Investment Income

ASSET MIX

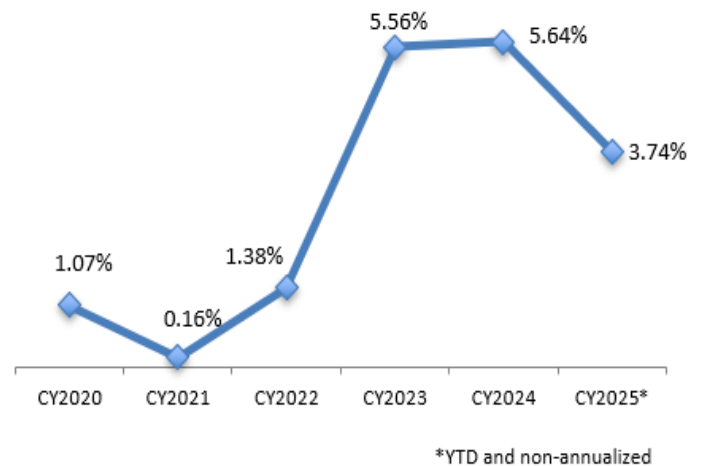
Funds held in trust by the World Bank (as the Trustee) are maintained in a commingled investment portfolio (the “Pool”) for all trust funds administered by the World Bank and invested in accordance with the investment strategy established for all trust funds administered by the World Bank within a conservative risk management framework.¹ The chart reflects the asset mix of the portfolio in which SCCF funds are invested as of September 30, 2025. By asset class, the largest allocation was made to Government securities & cash and cash equivalents.



INVESTMENT RETURNS

The SCCF Trust Fund liquid portfolio (which totaled USD 127.48 million at end of September 2025) earned approximately USD 35.82 million in investment income since inception. During 2025 Q3, the markets contended with heightened volatility against a backdrop of a softening macroeconomic environment, shifting monetary policy expectations, and rising political uncertainty.

While broader economic activity remained resilient, the labor market showed clearer signs of cooling, underscored by substantial downward revisions to prior payroll data and a rising unemployment rate. These developments prompted the Federal Reserve to deliver its first rate cut of 25 bps since December 2024, lowering the federal funds rate to 4.00%-4.25%. Meanwhile, renewed trade tensions and the prospect of a U.S. government shutdown created some pockets of market volatility, but treasuries generally rallied over the quarter with yields decreasing across the curve. Despite the uncertain environment, equities extended their rally, supported by sustained momentum in AI-related investments.



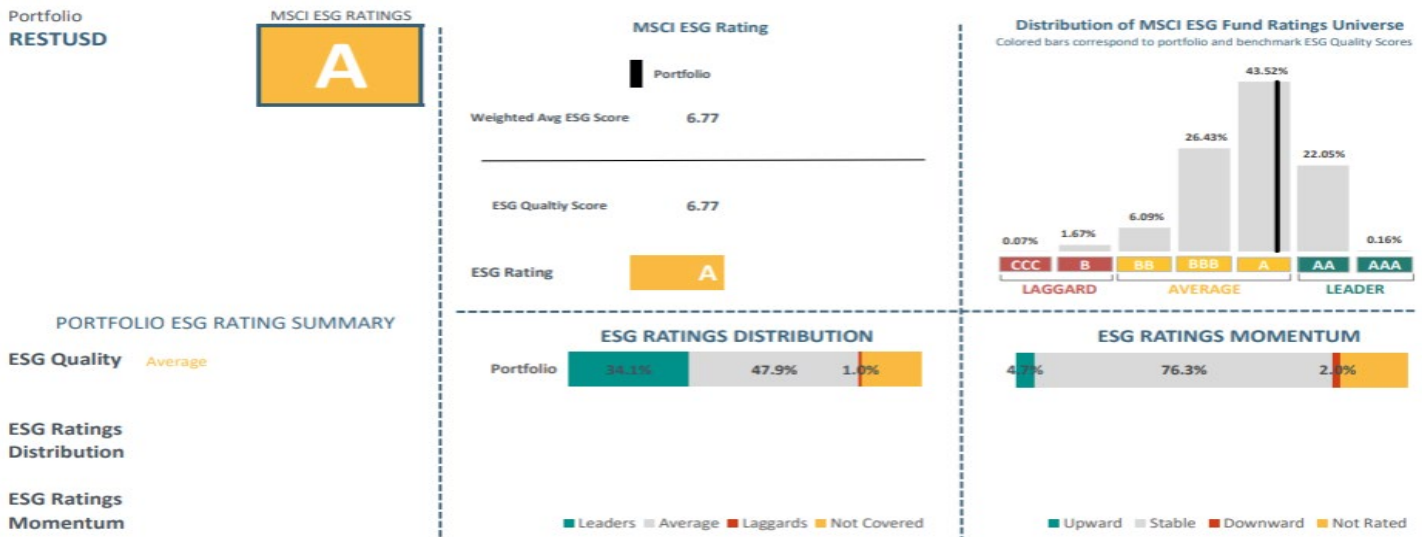
¹World Bank defines the market risk measures and tolerances for Model Portfolios of 1-year or less investment horizon as 99% CVaR be no worse than -0.25%; and for Model Portfolios of longer than 1-year but less or equal to 5-year investment horizon as 99% CVaR be no worse than -1%.



ESG RATING OF THE SCCF TRUST FUND

Starting from July 2019, the Trustee has applied ESG Integration as the default Sustainable and Responsible Investment (SRI) approach for all portfolios managed by the World Bank, including for the SCCF Trust Fund assets. The implementation of ESG Integration falls within the purview of existing authorizations by the World Bank Board, and thus would not involve any changes in the current investment objectives or risk limits for the SCCF Trust Fund portfolio. Considering and incorporating ESG factors into investment processes should, all things being equal, lead to portfolios that have stronger ESG profiles compared to portfolios that do not explicitly consider these ESG issues. ESG Integration has become part of the existing investment processes and is intended to help fulfil the existing investment objectives without changes to the current investment objectives or risk limits of the portfolios for which it is used. Therefore, applying ESG Integration as part of the investment process would not involve any changes in the current investment objectives or risk limits for the SCCF Trust Fund portfolio.

The SCCF investment portfolio is primarily comprised of high-grade fixed-income securities (sovereign, supranational and agency securities, and bank deposits) and, as of September 2025, the portfolio has an ESG Quality Score² of 6.77 and an ESG Rating of A. Based on its ESG positioning in the MSCI ESG Fund Ratings Universe (upper right of below chart), which is deemed to be the more consistent reference indicator, SCCF’s investment portfolio currently falls within the Average group of the ratings universe. This reflects average capability of SCCF portfolio’s holdings in terms of managing key medium to long term risks and opportunities arising from Environmental, Social and Governance factors.



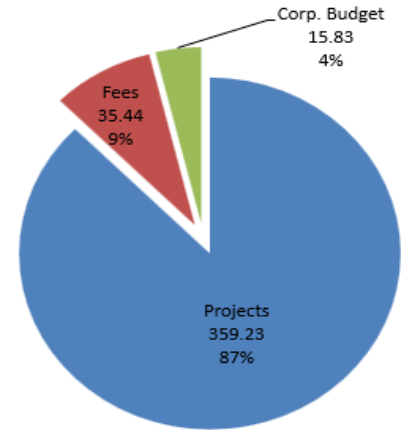
²ESG Quality Score is based on MSCI ESG Ratings and measured on a scale of 0 to 10 (worst to best) following a rule-based methodology. ESG Ratings Momentum represents the percentage of a portfolio’s market value coming from holdings that have had an ESG Ratings upgrade, and those with a downgrade, since their previous ESG Rating assessment. The ESG Quality Score is calculated as a weighted average of ESG scores of individual holdings adjusted by ESG Ratings Momentum and ESG laggards (if any). The weight applied to the individual ESG scores is determined by the portfolio weight of individual holdings as of the reporting date. Based on the above, the ESG Quality Score, which is subject to potential skewing effect from any factor in the calculation, could slightly vary between different reporting dates along with changes in individual holdings and their portfolio weights as well as changes in ESG Ratings Momentum. Please see details on MSCI ESG Ratings Methodology from: <https://www.msci.com/documents/1296102/15388113/MSCI+ESG+Fund+Ratings+Exec+Summary+Methodology.pdf>.



4. Cumulative Funding Decisions, Trustee Commitments and Cash Transfers

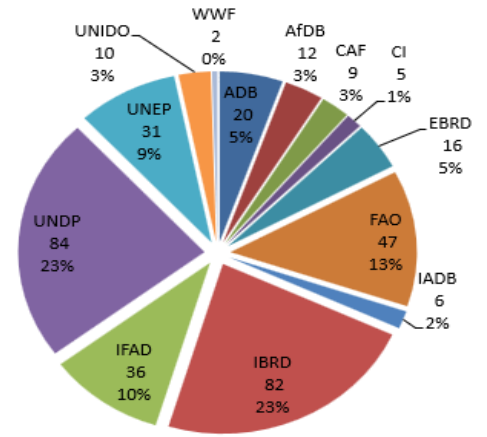
FUNDING DECISIONS BY ACTIVITY

Since inception to September 30, 2025, funding approvals made by the LDCF/SCCF Council totaled USD 410.50 million. Projects represent about 87%, fees for Agencies 9%, and corporate budgets for the Secretariat, the Trustee, STAP and Independent Evaluation Office 4%.

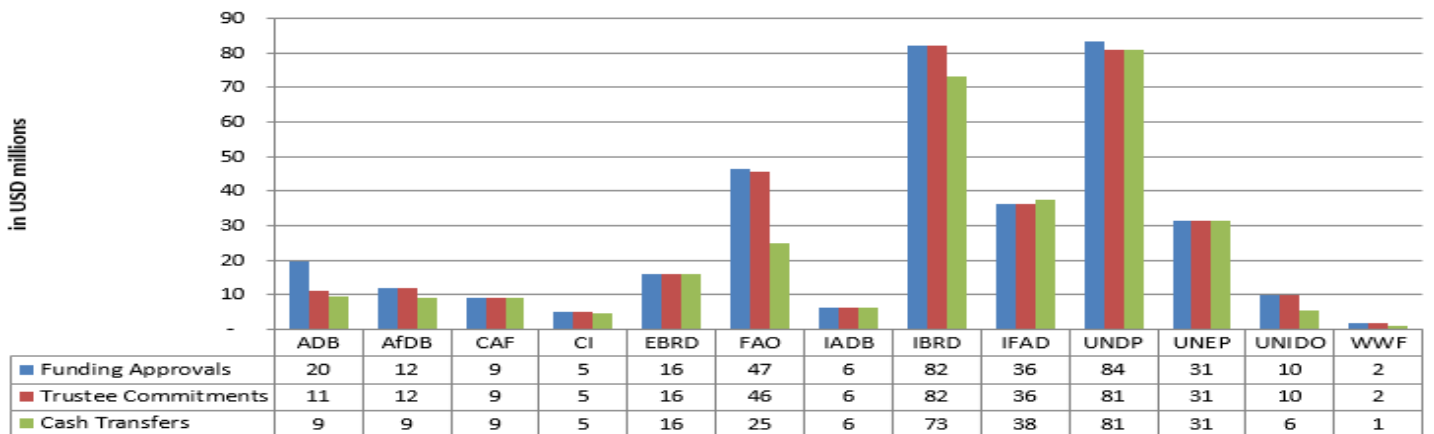


PROJECT FUNDING DECISIONS BY AGENCY

The pie chart shows the project funding decisions by Agency. Of the total USD 359.23 million of approved projects to date, 23% have been allocated to IBRD, 23% to UNDP, 13% to FAO and 10% to IFAD.



The bar chart below shows Agency-wise breakdown of project funding decisions, commitments and transfers by Trustee. Details of funding approvals, commitments and cash transfers can be found in Annex II.





5. Funds Available

In USD millions

I. Program for Adaptation	As of September 30, 2025		As of March 31, 2025		Change	
	(a)		(b)		(c) = (a) - (b)	
1. Funds held in Trust		93.89		86.38		7.51
a. Cash and investments	93.89		86.38		7.51	
b. Unencashed promissory notes	-		-		-	
2. Approved Amounts Pending Cash Transfers to Agencies		44.06		47.97		(3.91)
a. Trustee committed	29.64		15.67		13.96	
b. Approved by Council/CEO pending Endorsement	14.42		32.30		(17.87)	
c. Umbrella Set-aside	-		-		-	
3. Funding decisions pending for Council/CEO approval		-		-		-
4. Funds Available to Support Council or CEO Decisions (4 = 1 - 2 - 3)		49.83		38.41		11.42
II. Program for Technology Transfer	As of September 30, 2025		As of March 31, 2025		Change	
	(a)		(a)		(c) = (a) - (b)	
5. Funds held in Trust		33.59		27.22		6.37
a. Cash and investments	33.59		27.22		6.37	
b. Unencashed promissory notes	-		-		-	
6. Approved Amounts Pending Cash Transfers to Agencies		11.04		10.88		0.16
a. Trustee committed	10.25		10.09		0.16	
b. Approved by Council/CEO pending Endorsement	0.79		0.79		-	
7. Funds Available to Support Council or CEO Decisions (7 = 5 - 6)		22.55		16.34		6.21
III. Total SCCF Funds Available for Council/CEO approval and/or CEO endorsement (4 + 7)		72.38		54.75		17.63

Note: The totals in the table may not add up due to rounding

Highlights for the period April 1, 2025 through September 30, 2025:

- **Funds Held in Trust** represent cumulative cash receipts and investment income less cumulative cash transfers, and amounted to USD 127.48 million as of September 30, 2025 (including USD 93.89 million for Program for Adaptation and USD 33.59 million for Program for Technology Transfer). Funds Held in Trust increased by USD 13.88 million due to the receipt of funds from donors and investment income exceeding cash transfers during the period.
- **Funding Decisions Pending Cash Transfer** arising from the LDCF/SCCF Council approvals amount to USD 55.10 million for both Programs. This decreased by USD 3.75 million compared to the amount as of March 31, 2025.



Annex I - Pledges and Contributions Details by Program: Adaptation and Technology Transfer

In USD millions

1	Total Pledges Outstanding & Contributions Finalized a/			Pledges Outstanding		Contribution Agreements Finalized				
	2	4 = 6 + 9+		5	6	Paid (Receipts)			Unpaid	
		3 = 5 + 7	11			7 = 8 + 10	8	9	10	11
Contributing Participant	Currency	Amount	US\$eq. b/	Amount	US\$eq.	Total Contributions	Amount Paid in Currency	US\$eq.	Amount Due in Currency	US\$eq.
I. Program for Adaptation										
Canada	CAD	31.00	24.89	-	-	31.00	31.00	24.89	-	-
Denmark	DKK	115.00	18.14	-	-	115.00	115.00	18.14	-	-
Finland	USD	0.37	0.37	-	-	0.37	0.37	0.37	-	-
	EUR	13.52	17.52	-	-	13.52	13.52	17.52	-	-
Germany	EUR	140.02	177.14	20.00	23.49	120.02	110.02	141.90	10.00	11.75
Ireland	USD	1.28	1.28	-	-	1.28	1.28	1.28	-	-
	EUR	6.19	6.83	-	-	6.19	6.19	6.83	-	-
Italy	USD	5.00	5.00	-	-	5.00	0.00	0.00	5.00 c/	5.00
Netherlands	EUR	2.40	3.13	-	-	2.40	2.40	3.13	-	-
Norway	NOK	181.50	31.59	-	-	181.50	181.50	31.59	-	-
Portugal	EUR	1.07	1.30	-	-	1.07	1.07	1.30	-	-
Slovenia	EUR	0.07	0.08	-	-	0.07	0.07	0.08	-	-
Spain	EUR	10.00	13.23	-	-	10.00	10.00	13.23	-	-
Sweden	SEK	37.00	5.69	-	-	37.00	37.00	5.69	-	-
Switzerland	CHF	20.26	22.27	6.44 d/	8.08	13.82	13.82	14.19	-	-
	USD	0.40	0.40	-	-	0.40	0.40	0.40	-	-
United Kingdom	GBP	24.00	36.26	-	-	24.00	24.00	36.26	-	-
United States	USD	50.00	50.00	-	-	50.00	50.00	50.00	-	-
			415.11		31.57			366.79		16.75
II. Program for Technology Transfer										
Belgium	EUR	31.00	41.21	-	-	31.00	33.22	41.21	-	-
Canada	CAD	7.50	12.81	-	-	7.50	7.50	12.81	-	-
	USD	4.82	4.82	-	-	4.82	4.82	4.82	-	-
Denmark	DKK	10.00	1.81	-	-	10.00	10.00	1.81	-	-
Finland	EUR	0.35	0.42	-	-	0.35	0.35	0.42	-	-
Ireland	USD	0.85	0.85	-	-	0.85	0.85	0.85	-	-
Italy	USD	5.00	5.00	-	-	5.00	5.00	5.00	-	-
Norway	NOK	16.50	3.00	-	-	16.50	16.50	3.00	-	-
Spain	EUR	1.00	1.30	-	-	1.00	1.00	1.30	-	-
Sweden	SEK	3.00	0.43	-	-	3.00	3.00	0.43	-	-
Switzerland	CHF	6.20	6.19	-	-	6.20	6.20	6.19	-	-
			77.85		-			77.85		-
TOTAL			492.95		31.57			444.64		16.75

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

b/ Paid in cash contributions (Receipts) are at the actual US dollar value. Pledges outstanding, contribution amounts pending FX and unpaid amounts are valued at exchange rates applicable as on September 30, 2025.

c/ Contribution past due since February 2008.

d/ Represents multi-year pledge announced during COP27.

Note: The totals in the table may not add up due to rounding



Annex II - Cumulative Funding Decisions Trustee Commitments and Cash Transfers by Activity and Agency

In USD millions

Entity	Cumulative Net Amounts			
	Approved Allocations	Commitments	Transfers	Amount Due
	(1)	(2)	(3)	(4) = (2) - (3)
Projects				
ADB	19.64	11.11	9.42	1.69
AfDB	12.08	12.08	8.98	3.11
CAF	8.96	8.96	8.96	0.00
CI	4.98	4.98	4.53	0.45
EBRD	16.14	16.14	15.94	0.20
FAO	46.55	45.69	24.93	20.75
IADB	6.03	6.03	6.03	0.00
IBRD	82.17	82.17	73.17	9.00
IFAD	36.26	36.26	37.59	-1.33
UNDP	83.53	80.84	80.91	-0.07
UNEP	31.29	31.29	31.29	0.00
UNIDO	9.94	9.94	5.53	4.41
WWF	1.65	1.65	0.89	0.76
Sub-total	359.23	347.14	308.17	38.97
Fees				
ADB	1.90	1.29	1.12	0.17
AfDB	1.13	1.13	0.53	0.61
CAF	0.53	0.53	0.53	0.00
CI	0.45	0.45	0.36	0.09
EBRD	1.58	1.58	1.56	0.02
FAO	4.16	2.37	2.35	0.02
IADB	0.60	0.60	0.60	0.00
IBRD	8.84	8.84	8.84	0.00
IFAD	3.79	3.75	3.75	0.00
UNDP	8.21	8.01	8.01	0.00
UNEP	3.13	3.03	3.03	0.00
UNIDO	0.94	0.57	0.57	0.00
Corporate Budget ^{a/}				
Secretariat	10.95	10.95	10.95	0.00
Evaluation	1.00	1.00	1.00	0.00
STAP	0.82	0.82	0.82	0.00
Trustee	3.07	3.07	3.07	0.00
Sub-total	15.83	15.83	15.83	0.00
Total for SCCF	410.50	395.28	355.40	39.88

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

Note: The totals in the table may not add up due to rounding