



GEF-9 Replenishment:

Financial Considerations
(GEF/R.9/15/Rev.01)

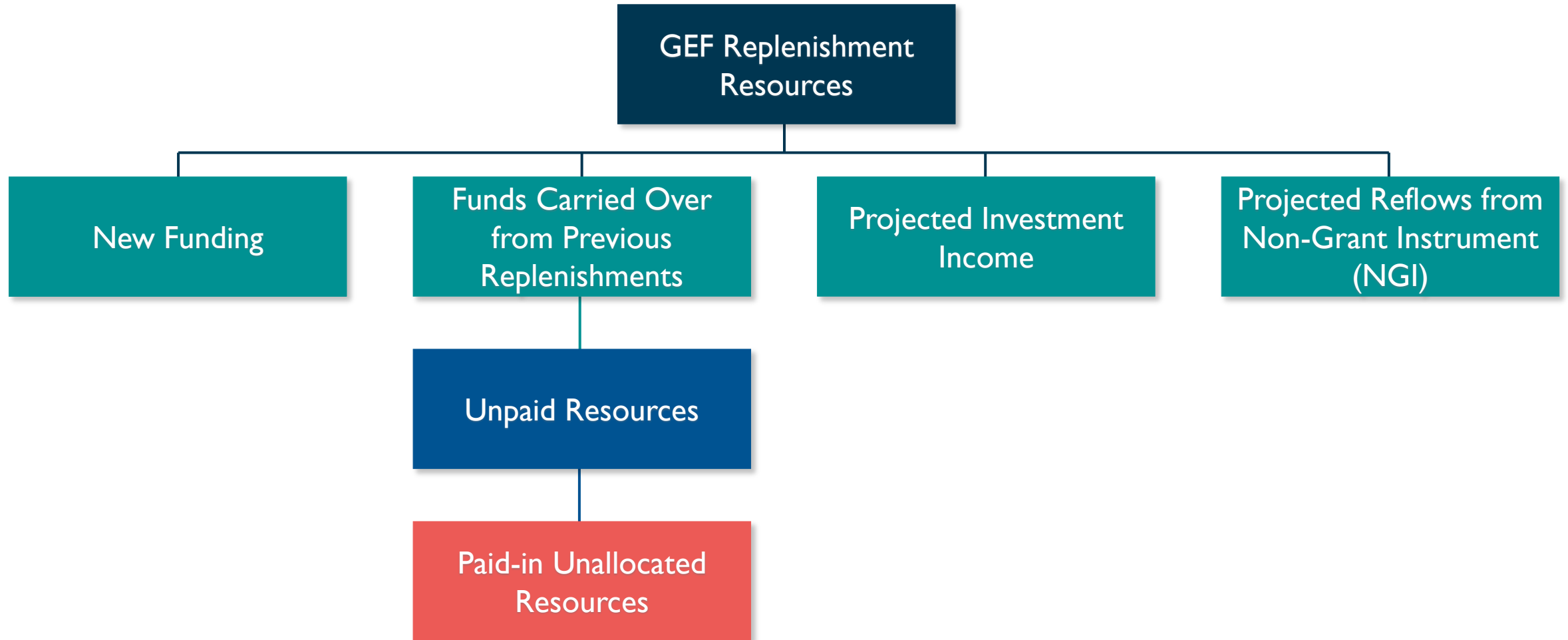
**THIRD MEETING OF THE NINTH
REPLENISHMENT OF THE GEF TRUST FUND**

January 19-20, 2026 - Prepared by the GEF Trustee

GEF Replenishment Process

- GEF replenishment process spans over four meetings.
- **First Meeting:** Trustee introduces the financial structure of the GEF, the underlying principles such as the burden-sharing framework, and the constituent elements of the resource envelope:
 - New Funding
 - Carryover from previous Replenishments
 - Projected Investment Income
 - Projected Reflows from Non-Grant Instrument (NGI)
- **Second Meeting:** The discussion on the financial structure continues, with the introduction of payment process and associated conditions as defined in the GEF instrument.
- **Third Meeting:** Trustee presents indicative financing scenarios, promissory note **encashment schedule, and reference exchange rates**. Participants agree on the vision for the replenishment.
- **Fourth Meeting:** Participants announce their pledges, finalize GEF-9 Replenishment Resolution and agree on Summary of Negotiations.

GEF Replenishment Resources



New Funding from Contributing Participants :Terms of Contributions

Reference Exchange Rates

- Reference exchange rates for GEF-9 are finalized and published based on the reference time period (July 1, 2025, to Dec 31, 2025) as agreed by the participants at the First GEF-9 replenishment meeting in May 2025.
- Refer **Annex 2/GEF/R.9/I5/Rev.01/Financial Considerations for the GEF-9 Replenishment**

Indicative Encashment Schedule

- GEF-9 indicative (or 'standard') Promissory Note encashment schedule based on GEF agencies anticipated programming needs is published.
- Credits and Discounts are calculated based on Indicative Encashment Schedule.
- Refer to **Page 7/GEF/R.9/I5/Rev.01/Financial Considerations for the GEF-9 Replenishment**

CARRYOVER RESOURCES

Unallocated Resources

- Uncommitted Resources from previous replenishment (GEF-8) will be carried over to GEF-9
- Will be known towards the end of GEF-8 cycle

Unpaid Resources

- IoCs for previous replenishments not deposited with the Trustee
- Resources in arrears, for which the IoCs have been deposited but resources remain to be paid-in to the GEF TF

Trustee, in consultation with GEFSEC starts estimating the Carryover from the Third Meeting. This figure is finalized before the pledging session at the fourth meeting.

Refer to Table 2 in **/GEF/R.9/I5/Rev.01/Financial Considerations for the GEF-9 Replenishment**

Projected Investment Income and Reflows from Non-Grant Instrument

❑ Projected Investment Income

- Projected investment income over the replenishment period is estimated using projected liquidity balances for the four-year replenishment period (July 2026 - June 2030), and the expected investment return over this period.
- Expected rates of returns were simulated for the Model Portfolios (MPs) where GEF TF is invested by simulating the underlying risk factors over the investment horizon, while taking a relatively more conservative view on the interest rates trajectory.
- Refer to **Annex I/GEF/R.9/I5/Rev.01/Financial Considerations for the GEF-9 Replenishment**

❑ Projected Reflows from Non-Grant Instruments (NGI)

- Resources provided under the NGI are expected to be returned to the GEF Trust Fund over time.
- Reflows received from NGI will be included in the resource envelope of the replenishment cycle they are received in i.e., reflows received during GEF-9 cycle will become part of the GEF-9 resource envelope.

New Funding from Contributing Participants: Payment of Contributions

Instrument of Commitment (IoC) by Contributing Participants

- Pledge is formalized by the deposit of an instrument of commitment (IoC) with the Trustee.



Timing of Installments

- Four annual and equal installments by November 30th of each year during the GEF-9 replenishment cycle:
Nov 30, 2026,
Nov 30, 2027,
Nov 30, 2028,
Nov 30, 2029.



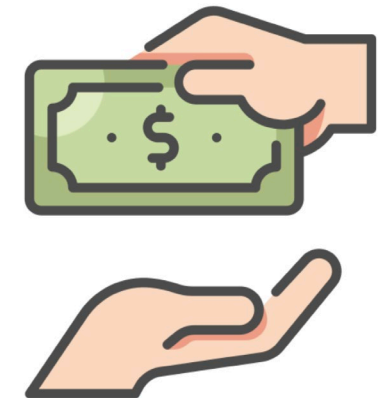
Form of Payment

- Cash or promissory notes payable on demand.



Promissory Notes Encashments

- Indicative encashment schedule is 10 years; determined in advance, with options to accelerate.



Credits and Discounts

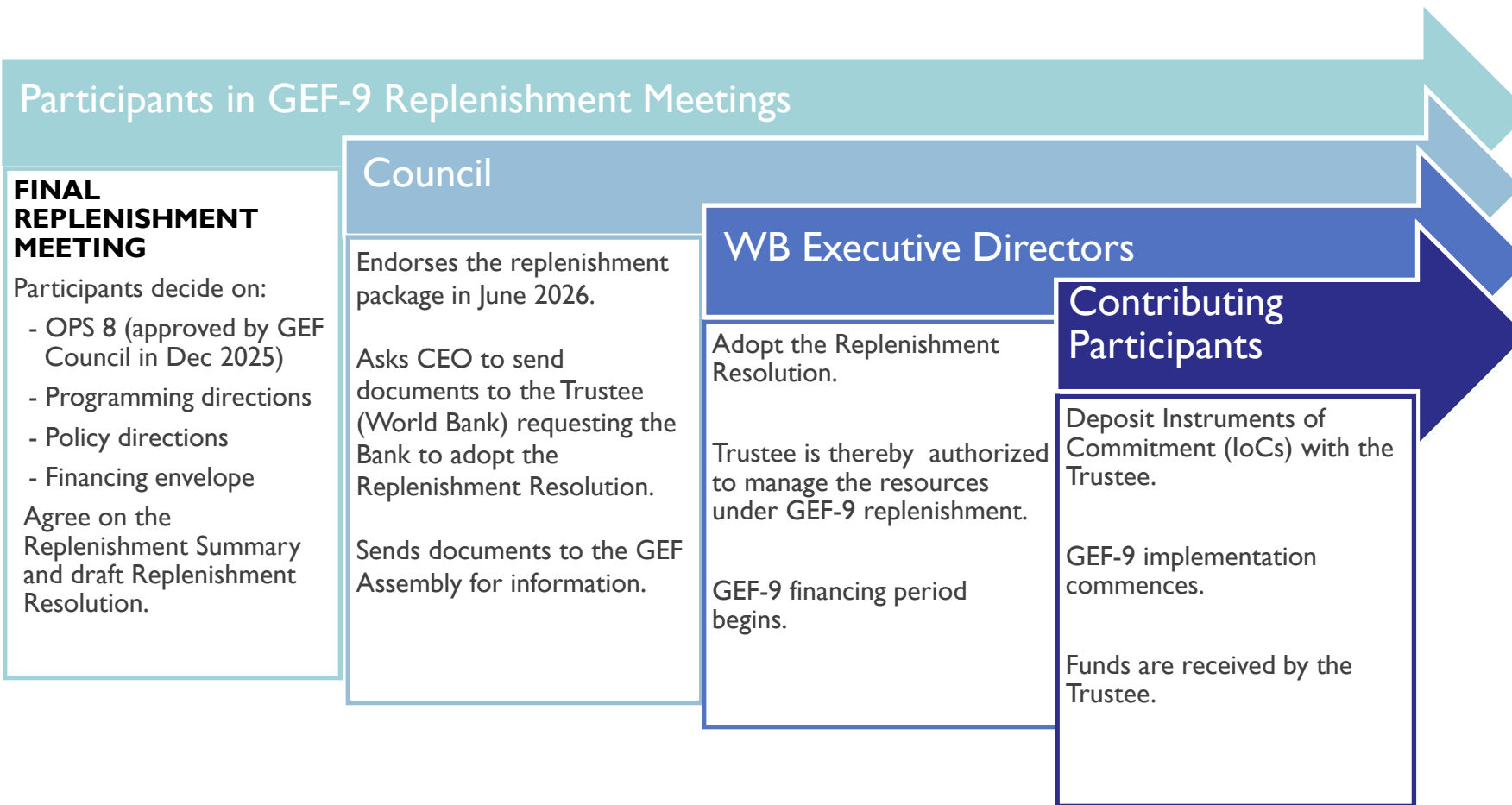
Credits

Increase the SDR value of a contributing participant's total contribution for the GEF-9 while maintaining the actual payment amount in the currency of contribution. Participant can either add this credit to their basic contribution or take the credit as supplemental contribution.

Discount

Reduce the actual payment amount in the currency of contribution. No impact on the participant's share or reported pledge amount.

GEF Replenishment Process





GEF-9 Replenishment:

Draft Replenishment Resolution
(GEF/R.9/16)

**THIRD MEETING OF THE NINTH
REPLENISHMENT OF THE GEF TRUST FUND**

January 19-20, 2026 - Prepared by the GEF Trustee

GEF-9 Draft Replenishment Resolution

❑ **Significance of the Replenishment Resolution**

- The GEF-9 Replenishment Resolution is the legal document specifying the financial commitments agreed by the participants.
- Upon adoption by the World Bank's Executive Directors, authorizes the World Bank to act as Trustee for the Replenishment, and to accept contributions to the GEF Trust Fund.

❑ **Instrument of Commitment, Timing & mode of Payment and Promissory Note encashment** (as explained in the previous session)

❑ **GEF-9 Advance Contributions Scheme and Full Effectiveness**

- When the Trustee receives IoCs from Participants whose contributions aggregate to not less than 20% of all GEF-9 contributions, one quarter of such contributions shall be deemed advance contributions and become available for programming.
- GEF-9 shall become effective on the date when Participants whose contributions aggregate to not less than 60% of GEF-9 contributions have deposited Instruments of Commitments (IoCs) (“Effective Date”).



Thank you

