

CLIMATE INVESTMENT FUNDS

SCF/TFC.7/4

June 6, 2011

Meeting of the SCF Trust Fund Committee

Cape Town, South Africa

June 23, 2011

Agenda Item 4

TRUSTEE REPORT ON THE FINANCIAL STATUS OF THE STRATEGIC CLIMATE FUND

Proposed SCF Trust Fund Committee Decision

The SCF Trust Fund Committee welcomes the *Trustee Report on the Financial Status of the Strategic Climate Fund, SCF/TFC.7/4*, and takes note of the status of contributions to the SCF Trust Fund; and each of its targeted programs; the funding availability under the trust fund, and the update of activities undertaken by the Trustee to manage the trust fund.

Part I: SCF Trust Fund

Introduction

1. This report provides the Trust Fund Committee of the Strategic Climate Fund (SCF) with information on the financial status of the SCF Trust Fund. The paper is divided into four sections. Part I provides the summary financial information on the SCF Trust Fund as a whole; Part II provides details on the Pilot Program for Climate Resilience (PPCR); Part III the Forest Investment Program (FIP); and Part IV the Scaling-Up Renewable Energy in Low Income Countries Program (SREP). Annex 1, prepared based on information provided by the Multilateral Development Banks (MDBs), presents the status of disbursements made by the MDBs.

Status of Contributions

2. Contributions comprise both pledges and commitments from Contributors. Pledges represent a Contributor's expression of intent to make a contribution and form the basis for the endorsement of Investment Plans/Strategic Programs for Climate Resilience by the SCF Sub-Committees. Pledges are converted to "commitments" by way of a countersigned Contribution Agreement/Arrangement. Table 1 presents the contributions to the SCF, broken down into pledged and committed amounts in pledging currency. The contributions to the SCF amount to USD eq. 2 billion, valued at the exchange rates available on the date of the Climate Investment Funds (CIF) pledging meeting. The current value of the contributions amount to USD eq. 1.9 billion as of March 31, 2011 (a difference of USD eq. 101 million).

STRATEGIC CLIMATE FUND

Table 1: Contributions

as of March 31, 2011

(in millions)

Contributor	Contribution Type	Currency	Contribution Amounts			Historical Value in USD eq. a/	Current Value in USD eq. b/	FX changes
			Pledged	Committed	Total			
Australia	Grant	AUD	10	50	60	51	52	1
Canada	Grant	CAD	-	100	100	97	84	(13)
Denmark	Grant	DKK	-	191	191	38	36	(2)
Germany	Grant	EUR	-	50	50	74	69	(5)
Japan c/	Grant	USD	-	200	200	200	224	24
Korea	Grant	KRW	-	3,690	3,690	3	3	(0)
Netherlands	Grant	USD	-	76	76	76	76	-
Norway	Grant	NOK	570	506	1,076	194	190	(4)
Spain	Grant/Capital	EUR	-	23	23	34	30	(4)
Switzerland	Grant	USD	-	20	20	20	20	-
United Kingdom d/	Capital	GBP	-	375	375	698	599	(98)
United States e/	Grant	USD	401	107	508	508	508	-
						1,992	1,891	(101)

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, 2011.

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

d/ The total contribution made by the United Kingdom through the SCF is GBP 825 million, which includes allocation of GBP 385 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.

e/ The total pledge made by the United States to the CIFs is USD 2 billion; the allocation across the programs is indicative and based on an extrapolation of current allocations by the United States.

3. Contributors may make a contribution to the SCF in the form of a: (i) Grant Contribution; or (ii) Capital Contribution¹. Grant or Capital Contributions to the SCF Trust Fund may be paid by cash or, with the Trustee's agreement, promissory notes payable on demand or similar obligations in a form acceptable to the Trustee in accordance with the terms of the Contribution Agreements/Arrangements with the Trustee.

4. Table 2 shows the receipts on committed amounts from Contributors to the SCF Trust Fund as of September 30, 2010 and March 31, 2011. The Trustee had received USD 1.1 billion in total from the Contributors as of March 31, 2011.

¹ Capital contribution may be used for any purpose, except that no more than 10% of the contribution may be used for financing grants.

STRATEGIC CLIMATE FUND
Table 2: Status of Commitments and Receipts
as of March 31, 2011
(in millions)

Contributor	Contribution Type	Currency	As of March 31, 2011		As of September 30, 2010	
			Committed	Receipts	Committed	Receipts
Australia	Grant	AUD	50	50	50	48
Canada	Grant	CAD	100	100	100	100
Denmark	Grant	DKK	191	191	65	65
Germany	Grant	EUR	50	15	50	15
Japan	Grant	JPY	18,531	4,633	18,531	4,633
Korea	Grant	KRW	3,690	3,690	-	-
Netherlands	Grant	USD	76	76	76	-
Norway	Grant	NOK	506	411	480	330
Spain	Grant/Capital	EUR	23	23	-	-
Switzerland	Grant	USD	20	20	-	-
United Kingdom a/	Capital	GBP	375	375	350	50
United States b/	Grant	USD	107	107	75	75

a/ Excludes allocation of GBP 385 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.

b/ Includes USD 31.8 million not yet allocated to a specific program as of March 31, 2011.

Funding Decisions

5. 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 under the respective targeted programs. To date, the SCF Trust Fund Committee has approved administrative budgets totaling USD 30 million and the Sub-Committees, or MDB Committee if delegated, have approved funding for projects and fees totaling USD 24 million (Table 3).

6. In accordance with the Contribution Agreements/Arrangements, commitments and transfers of administrative budgets are applied first against the investment income earned, and second, against all other programs on a pro rata basis calculated based on the cash balance of funds in each program. Accordingly, the USD 30 million approved for administrative budgets was allocated against the investment income earned in the fund to date followed by the cash balance of each program on a pro rata basis.

STRATEGIC CLIMATE FUND		
Table 3: Cumulative Funding Decisions		
as of March 31, 2011		
(in USD millions)		
	As of March 31, 2011	As of September 30, 2010
Projects and Fees	24	9
PPCR	23	9
FIP	1	-
SREP	1	-
Administrative Budget	30	30
Total	54	39

Update on Trustee Activities

7. **Investment Management:** Table 4 illustrates the composition of instruments in which the SCF Trust Fund portfolio was invested as of March 31, 2011. Assets 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. The assets in the Pool are managed in accordance with the investment strategy established for all trust funds administered by the World Bank. The Pool is actively managed so that the probability of incurring negative returns is no more than 1% over the applicable investment horizon.

8. The SCF Trust Fund funds are invested in a portfolio with longer duration and consequently, potential for higher returns. The SCF Trust Fund was eligible to participate in this investment class because of the larger liquid balances that are expected to be held for a longer time period.

STRATEGIC CLIMATE FUND	
Table 4: Asset Mix of the Trust Fund Portfolio	
as of March 31, 2011	
Asset Class	Percentage
Govt	7%
Mortgage-backed Security	7%
Asset-backed Security	1%
Agency	1%
Sovereign/Govt Gtd	6%
Money Markets/Fin. Inst	78%
Corporates	0%
	100%

9. As of March 31, 2011, the SCF Trust Fund has earned investment income of approximately USD 5 million on the undisbursed balance of the Trust Fund. The investment income return since inception was approximately 1.48%
10. **Accounting and Reporting:** The Trustee is currently undertaking the external audit of the financial statements prepared under the special purpose basis of accounting for the SCF Trust Fund for the year ended December 31, 2010. The audited financial statements will be sent when available to the SCF Trust Fund Committee and Sub-Committee members along with the external auditor's report.
11. **Systems Development:** In FY10, the Trustee began the development of an automated and secure systems platform to manage the Clean Technology Fund and SCF Trust Funds. The system will support Trustee financial operations as well as CIF operations, specifically pipeline management and related workflow between the MDBs, CIF Administrative Unit, and the Trustee. The system platform will leverage other existing platforms owned by the World Bank.
12. System products delivered to date include the following customized applications and modules:
- i. A Pledge/Contribution application managed by the Trustee that supports the tracking of the types of contributions allowed under the CIFs (i.e. grant, capital, and loans). The benefits provided by the application include more efficient and transparent management and reporting by the Trustee to the CIF partners, and improved pipeline management to match the financing needs of the countries vis à vis the available types of donor funding;
 - ii. An Investment Plan application that allows the Trustee to record and report on "soft" allocation of funds to countries within the pledged amount. This also supports pipeline management;
 - iii. A Private Sector Program application that provides appropriate control functions to enable the Trustee to commit to the MDBs approved lump-sum funds for private sector projects. This lump-sum commitment enables the MDBs to initiate negotiations with clients and provides a flexible framework that is more suited to managing private sector operations; and
 - iv. Enhanced Commitment and Cash Transfer application that is customizable and flexible to support the CIFs as well as other new programs.
13. The above applications also provide important financial information that feed into the cash flow and other financial models maintained by the Trustee and CIF Administrative Unit.

Part II: PPCR

Status of Contributions

14. Table 5 presents the contributions to the PPCR, broken down into pledged and committed amounts in pledging currency. The contributions to the PPCR amount to USD eq. 1 billion, valued at the exchange rates available on the date of the CIF pledging meeting, and the current value of these contributions amounts to USD eq. 987 million as of March 31, 2011 (a difference of USD eq. 68 million).

STRATEGIC CLIMATE FUND								
Table 5: PPCR - Contributions								
as of March 31, 2011								
(in millions)								
Contributor	Contribution Type	Currency	Contribution Amounts			Historical Value in USD eq. a/	Current Value in USD eq. b/	FX changes
			Pledged	Committed	Total			
Australia	Grant	AUD	-	40	40	34	33	(0)
Canada	Grant	CAD	-	100	100	97	84	(13)
Denmark	Grant	DKK	-	76	76	15	14	(1)
Germany	Grant	EUR	-	50	50	74	69	(5)
Japan c/	Grant	USD	-	100	100	100	112	12
Norway	Grant	NOK	-	71	71	13	12	(1)
Spain	Capital	EUR	-	10	10	15	13	(2)
United Kingdom	Capital	GBP	-	225	225	419	359	(59)
United States d/	Grant	USD	235	55	290	290	290	-
						1,056	987	(68)

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, 2011.

c/ The USD 200 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 CIFs is USD 2 billion; the allocation across the programs is indicative and based on an extrapolation of current allocations by the United States.

15. Table 6 shows the receipts on committed amounts from Contributors to the PPCR as of September 30, 2010 and March 31, 2011. The Trustee had received USD 647 million in total from the Contributors as of March 31, 2011.

STRATEGIC CLIMATE FUND						
Table 6: PPCR - Status of Commitments and Receipts						
as of March 31, 2011						
(in millions)						
Contributor	Contribution Type	Currency	As of March 31, 2011		As of September 30, 2010	
			Committed	Receipts	Committed	Receipts
Australia	Grant	AUD	40	40	40	38
Canada	Grant	CAD	100	100	100	100
Denmark	Grant	DKK	76	76	38	38
Germany	Grant	EUR	50	15	50	15
Japan	Grant	JPY	9,266	4,633	9,266	4,633
Norway	Grant	NOK	71	71	45	45
Spain	Capital	EUR	10	10	-	-
United Kingdom	Capital	GBP	225	225	225	23
United States	Grant	USD	55	55	55	55

Strategic Program for Climate Resilience endorsed by the Sub-Committee

16. The Strategic Programs for Climate Resilience (SPCR), developed under the leadership of the relevant government, outline the proposed use of PPCR resources in recipient countries in major sectors of the economy through a joint MDB program. SPCRs are submitted to the PPCR Sub-Committee to endorse the further development of activities for PPCR financing and to facilitate prioritization of the pipeline of projects. The value of the amount pledged to the PPCR forms the basis for endorsement of SPCRs by the PPCR Sub-Committee. As noted in Table 5, the current value of PPCR pledges as of March 31, 2011 is USD eq. 987 million.

17. As of March 31, 2011, the PPCR Sub-Committee has endorsed three SPCRs for a total amount of proposed PPCR funding of USD 268 million: USD 148 million for grant funding and USD 120 million for concessional loan funding (see Table 7). The SPCRs endorsed after March 31, 2011 are not included in the table.

STRATEGIC CLIMATE FUND			
Table 7: PPCR - SPCR Balance			
as of March 31, 2011			
(in USD millions)			
Total Pledged Amount a/			987
(-) SPCRs Endorsed			268
(-) Cumulative funding decisions b/			33
(+) Investment Income			3
Balance for new SPCRs			689
Country/Region	Grant	Loan	Total
Bangladesh	50	60	110
Niger	50	60	110
Tajikistan	48	-	48
Total	148	120	268
a/ Represents USD eq. operational pledge amount.			
b/ Includes Phase 1 funding, project preparation grant, administrative budgets and project implementation budgets.			

Funding Decisions

18. 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 under the respective targeted programs. The cumulative funding decisions under the PPCR as of March 31, 2011 amount to USD 15 million (see Table 8).

STRATEGIC CLIMATE FUND		
Table 8: PPCR - Cumulative Funding Decisions		
as of March 31, 2011		
(in USD millions)		
	As of March 31, 2011	As of September 30, 2010
SPCR Preparation Grant (Phase 1 Funding)	12	9
Project Preparation Grant	1	-
Project Implementation Budget	2	-
Total	15	9

Funding Availability

19. Table 9 shows the Funds held in Trust for the PPCR as of March 31, 2011, based on the cumulative receipts and cash transfers since inception. This amount is brought forward to Table 10 to calculate the Funding Availability for the PPCR. As shown in Table 10, the total funds available for PPCR as of March 31, 2011 amount to USD 529 million.

STRATEGIC CLIMATE FUND		
Table 9: PPCR - Schedule of Receipts and Cash Transfers		
as of March 31, 2011		
(in USD millions)		
	As of March 31, 2011	As of September 30, 2010
<u>1. Cumulative Receipts</u>	649	300
a. Cash receipts and encashed promissory notes	318	214
b. Unencashed promissory notes a/	329	83
c. Investment income earned on undisbursed balance	3	3
<u>2. Cumulative Cash Transfers</u>	27	24
a. Projects and Fees	14	9
b. Administrative Budget	13	14
<u>3. Funds held in Trust (3 = 1 - 2)</u>	622	276

a/ Valued on the basis of exchange rates as of March 31, 2011.

STRATEGIC CLIMATE FUND
Table 10: PPCR - Schedule of Funds Available
as of March 31, 2011

	<u>As of March 31, 2011</u>	<u>As of Septemeber 30, 2010</u>
<u>1. Funds held in Trust</u>	622	276
a. Cash	294	194
b. Unencashed Promissory Notes a/	329	83
<u>2. Financial Reserve</u> b/	49	12
<u>3. Funds held in Trust with no restrictions (3 = 1 - 2)</u>	573	264
<u>4. Funding Decisions pending cash transfers</u>	13	8
a. Projects and Fees	8	2
b. Administrative Budget c/	4	6
<u>5. Amounts pending Sub-Committee funding decisions</u>	31	-
<u>6. Funds available to support Sub-Committee funding decisions (6 = 3 - 4 - 5)</u>	<u>529</u>	<u>256</u>

a/ Valued on the basis of exchange rates as of March 31, 2011

b/ Represents amount reserved to cover foreign exchange fluctuations and minimum liquidity requirements.

c/ Calculated on a pro rata basis based on the cash balance of funds in each program.

Part III: FIP

Status of Contributions

20. Table 11 presents the contributions to the FIP, broken down into pledged and committed amounts in pledging currency. The contributions to the FIP amount to USD eq. 602 million, valued at the exchange rates available on the date of the CIF pledging meeting, and the current value of these contributions is USD eq. 577 million as of March 31, 2011 (a difference of USD eq. 25 million).

STRATEGIC CLIMATE FUND								
Table 11: FIP - Contributions								
as of March 31, 2011								
(in millions)								
Contributor	Contribution Type	Currency	Contribution Amounts			Historical Value in USD eq. a/	Current Value in USD eq. b/	FX changes
			Pledged	Committed	Total			
Australia	Grant	AUD	-	10	10	8	8	(0)
Denmark	Grant	DKK	-	54	54	11	10	(0)
Japan c/	Grant	USD	-	60	60	60	67	7
Norway d/	Grant	NOK	570	285	855	154	151	(3)
Spain	Capital	EUR	-	10	10	15	13	(2)
United Kingdom	Capital	GBP	-	100	100	186	160	(26)
United States e/	Grant	USD	148	20	168	168	168	-
						602	577	(25)

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, 2011.

c/ The USD 200 million pledge was committed in JPY in the amount of JPY 5.6 billion.

d/ NOK 285 million was received in 2010, with a higher level of funding to be released over the following two years contingent upon (i) the significant participation of other donors; (ii) operational progress of the program; and (iii) outcome of UNFCCC deliberations on financing for REDD.

e/ The total pledge made by the United States to the CIFs is USD 2 billion; the allocation across the programs is indicative and based on an extrapolation of current allocations by the United States.

21. Table 12 shows the receipts on committed amounts from Contributors to the FIP as of September 30, 2010 and March 31, 2011. The Trustee had received USD 259 million in total from the Contributors as of March 31, 2011.

STRATEGIC CLIMATE FUND						
Table 12: FIP - Status of Commitments and Receipts						
as of March 31, 2011						
(in millions)						
Contributor	Contribution Type	Currency	As of March 31, 2011		As of September 30, 2010	
			Committed	Receipts	Committed	Receipts
Australia	Grant	AUD	10	10	10	10
Denmark	Grant	DKK	54	54	27	27
Japan	Grant	JPY	5,559	-	5,559	-
Norway a/	Grant	NOK	285	285	285	285
Spain	Capital	EUR	10	10	-	-
United Kingdom	Capital	GBP	100	100	75	12
United States	Grant	USD	20	20	20	20

a/ NOK 285 million was received in 2010, with a higher level of funding to be released over the following two years contingent upon (i) the significant participation of other donors; (ii) operational progress of the program; and (iii) outcome of UNFCCC deliberations on financing for REDD.

Funding Decisions

22. 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 under the respective targeted programs. The cumulative funding decisions under the FIP as of March 31, 2011 amount to USD 1 million (see Table 13).

STRATEGIC CLIMATE FUND			
Table 13: FIP - Cumulative Funding Decisions			
as of March 31, 2011			
(in USD millions)			
	As of March 31, 2011	As of September 30, 2010	
Investment Plan Preparation Grant	1.0	-	
Burkina Faso	0.3	-	
Indonesia	0.2	-	
Lao PDR	0.2	-	
Democratic Republic of the Congo	0.3	-	
Total	1.0	-	

Funding Availability

23. Table 14 shows the Funds held in Trust for the FIP as of March 31, 2011, based on the cumulative receipts and cash transfers since inception. This amount is brought

forward to Table 15 to calculate the Funding Availability for the FIP. As shown in Table 15, the total funds available for FIP as of March 31, 2011 amount to USD 232 million.

STRATEGIC CLIMATE FUND		
Table 14: FIP - Schedule of Receipts and Cash Transfers		
Updated as of March 31, 2011		
(in USD millions)		
	As of March 31, 2011	As of September 30, 2010
1. Cumulative Receipts	260	101
a. Cash receipts and encashed promissory notes	130	86
b. Unencashed promissory notes a/	129	14
c. Investment income earned on undisbursed balance	1	1
2. Cumulative Cash Transfers	6	6
a. Projects and Fees	1	-
b. Administrative Budget	6	6
3. Funds held in Trust (3 = 1 - 2)	254	95
a/ Valued on the basis of exchange rates as of March 31, 2011.		

STRATEGIC CLIMATE FUND		
Table 15: FIP - Schedule of Funds Available		
as of March 31, 2011		
	As of March 31, 2011	As of September 30, 2010
1. Funds held in Trust	254	95
a. Cash	125	81
b. Unencashed Promissory Notes a/	129	14
2. Financial Reserve b/	19	2
3. Funds held in Trust with no restrictions (3 = 1 - 2)	234	93
4. Funding Decisions pending cash transfers	2	3
a. Projects and Fees	0	-
b. Administrative Budget c/	2	3
5. Amounts pending Sub-Committee funding decisions	-	-
6. Funds available to support Sub-Committee funding decisions (6 = 3 - 4 - 5)	232	91
a/ Valued on the basis of exchange rates as of March 31, 2011		
b/ Represents amount reserved to cover foreign exchange fluctuations and minimum liquidity requirements.		
c/ Calculated on a pro rata basis based on the cash balance of funds in each program.		

Part IV: SREP

Status of Contributions

24. Table 16 presents the contributions to the SREP, broken down into pledged and committed amounts in pledging currency. The contributions to the SREP amount to USD eq. 334 million, valued at the exchange rates available on the date of the CIF pledging meeting, and the current value of contributions amounts to USD eq. 326 million as of March 31, 2011 (a difference of USD eq. 8 million).

STRATEGIC CLIMATE FUND								
Table 16: SREP - Contributions								
as of March 31, 2011								
(in millions)								
Contributor	Contribution Type	Currency	Contribution Amounts			Historical Value in USD eq. a/	Current Value in USD eq. b/	FX changes
			Pledged	Committed	Total			
Australia	Grant	AUD	10	-	10	8	10	2
Denmark	Grant	DKK	-	61	61	12	12	(1)
Japan c/	Grant	USD	-	40	40	40	45	5
Korea	Grant	KRW	-	3,690	3,690	3	3	(0)
Netherlands	Grant	USD	-	76	76	76	76	-
Norway	Grant	NOK	-	150	150	27	27	(0)
Spain	Grant	EUR	-	3	3	4	4	(1)
Switzerland	Grant	USD	-	20	20	20	20	-
United Kingdom	Capital	GBP	-	50	50	93	80	(13)
United States d/	Grant	USD	50	-	50	50	50	-
						334	326	(8)

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, 2011.
c/ The USD 200 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 CIFs is USD 2 billion; the allocation across the programs is indicative and based on an extrapolation of current allocations by the United States.

25. Table 17 shows the receipts on committed amounts from Contributors to the SREP as of September 30, 2010 and March 31, 2011. The Trustee had received USD 204 million in total from the Contributors as of March 31, 2011.

STRATEGIC CLIMATE FUND						
Table 17: SREP - Status of Commitments and Receipts						
as of March 31, 2011						
(in millions)						
Contributor	Contribution Type	Currency	As of March 31, 2011		As of September 30, 2010	
			Committed	Receipts	Committed	Receipts
Denmark	Grant	DKK	61	61	-	-
Japan	Grant	JPY	3,706	-	3,706	-
Korea	Grant	KRW	3,690	3,690	-	-
Netherlands	Grant	USD	76	76	76	-
Norway	Grant	NOK	150	55	150	-
Spain	Grant	EUR	3	3	-	-
Switzerland	Grant	USD	20	20	-	-
United Kingdom	Capital	GBP	50	50	50	15

Funding Decisions

26. 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 under the respective targeted programs. The cumulative funding decisions under the SREP as of March 31, 2011 amount to USD 0.6 million (see Table 18).

STRATEGIC CLIMATE FUND			
Table 18: SREP - Cumulative Funding Decisions			
as of March 31, 2011			
(in USD millions)			
	As of March 31, 2011	As of September 30, 2010	
Investment Plan Preparation Grant	0.6	-	
Honduras	0.4	-	
Mali	0.2	-	
Total	0.6	-	

Funding Availability

27. Table 19 shows the Funds held in Trust for the SREP as of March 31, 2011, based on the cumulative receipts and cash transfers since inception. This amount is brought forward to Table 20 to calculate the Funding Availability for the SREP. As shown in Table 20, the total funds available for SREP as of March 31, 2011 amount to USD 181 million.

STRATEGIC CLIMATE FUND

Table 19: SREP - Schedule of Receipts and Cash Transfers

Updated as of March 31, 2011

(in USD millions)

<u>1. Cumulative Receipts</u>	205	24
a. Cash receipts and encashed promissory notes	79	7
b. Unencashed promissory notes a/	125	18
c. Investment income earned on undisbursed balance	1	0
<u>2. Cumulative Cash Transfers</u>	3	0
a. Projects and Fees	-	-
b. Administrative Budget	3	0
<u>3. Funds held in Trust (3 = 1 - 2)</u>	<u>201</u>	<u>24</u>

a/ Valued on the basis of exchange rates as of March 31, 2011.

STRATEGIC CLIMATE FUND

Table 20: SREP - Schedule of Funds Available

as of March 31, 2011

	<u>As of March 31, 2011</u>	<u>As of September 30, 2010</u>
<u>1. Funds held in Trust</u>	201	24
a. Cash	76	6
b. Unencashed Promissory Notes a/	125	18
<u>2. Financial Reserve</u> b/	19	3
<u>3. Funds held in Trust with no restrictions (3 = 1 - 2)</u>	183	21
<u>4. Funding Decisions pending cash transfers</u>	2	0
a. Projects and Fees	1	-
b. Administrative Budget c/	1	0
<u>5. Amounts pending Sub-Committee funding decisions</u>	-	-
<u>6. Funds available to support Sub-Committee funding decisions (6 = 3 - 4 - 5)</u>	<u>181</u>	<u>21</u>

a/ Valued on the basis of exchange rates as of March 31, 2011

b/ Represents amount reserved to cover foreign exchange fluctuations and minimum liquidity requirements.

c/ Calculated on a pro rata basis based on the cash balance of funds in each program.

SCF Disbursement Report as of December 31, 2010²

1. During its meeting in November 2010, the PPCR Sub-Committee reviewed document PPCR/SC.7/8, *Request for Information on Disbursements to Pilots under the Pilot Program on Climate Resilience*, and document PPCR/SC.7/CRP.1, *MDB Proposal for Reporting on Program/Project Disbursement in CIF Operations*. The latter document proposed that each MDB provide information to the Trustee on a semi-annual basis and that a consolidated disbursement report be posted on the CIF website. The document also proposed a template for use in preparing disbursement reports.
2. The Sub-Committee agreed with the proposal presented in document PPCR/SC.7/CRP.1, *MDB Proposal for Reporting on Program/Project Disbursement in CIF Operations*, and requested the CIF Administrative Unit, in collaboration with the MDBs and the Trustee, to report disbursement information by CIF program on a semi-annual basis and prepare a first disbursement report for the Sub-Committee to review by the end of February 2011.
3. This *PPCR Disbursement Report* was prepared by the Trustee based on the information provided by the MDBs as of December 31, 2010.
4. The next report will be prepared as of June 30, 2011.

² No project disbursements were made under the FIP and SREP as of December 31, 2010.

Table 1: Disbursement Summary

MDBs	Trustee Commitments (USD mil)	Trustee Transfers (USD mil)	MDB Disbursements (USD mil) a/	Disbursement Rate (%)
AfDB	-	-	-	-
ADB	1.73	1.73	0.09	5%
EBRD	0.30	0.30	-	0%
IDB	-	-	-	-
IFC	-	-	-	-
IBRD	9.31	9.31	0.31	3%
Total	11.34	11.34	0.40	4%

a/ Includes both public and private sector operations.

Table 2: Disbursements by Country

Countries	Trustee Commitments (USD mil)	Trustee Transfers (USD mil)	MDB Disbursements (USD mil) a/	Disbursement Rate (%)
Bolivia	1.50	1.50	-	-
Cambodia	1.50	1.50	-	-
Grenada	0.27	0.27	-	-
Mozambique	1.50	1.50	-	-
Nepal	0.23	0.23	0.09	41%
Papua New Guinea	0.50	0.50	-	-
Samoa	0.50	0.50	-	-
St. Lucia	0.32	0.32	-	-
St. Vincent and the Grenadines	0.28	0.28	0.01	3%
Tajikistan	1.50	1.50	-	0%
Tonga	0.25	0.25	-	-
Yemen	1.50	1.50	-	-
Zambia	1.50	1.50	0.30	20%
Total	11.34	11.34	0.40	4%

a/ Includes both public and private sector operations.

Table 3: Disbursements by Projects - Public Sector a/

MDBs	Projects	Trustee Commitments (USD mil)	MDB Disbursements (USD mil)
ADB	Nepal Phase 1 Funding	0.23	0.09
ADB	Papua New Guinea Phase 1 Funding	0.50	-
ADB	Tajikistan Phase 1 Funding	0.75	-
ADB	Tonga Phase 1 Funding	0.25	-
IBRD	Bolivia Phase 1 Funding	1.50	-
IBRD	Cambodia Phase 1 Funding	1.50	-
IBRD	Grenada Phase 1 Funding	0.27	-
IBRD	Mozambique Phase 1 Funding	1.50	-
IBRD	Saint Lucia Phase 1 Funding	0.32	-
IBRD	St. Vincent and the Grenadines Phase 1 Funding	0.28	0.01
IBRD	Samoa Phase 1 Funding	0.50	-
IBRD	Tajikistan Phase 1 Funding	0.45	-
IBRD	Yemen Phase 1 Funding	1.50	-
IBRD	Zambia Phase 1 Funding	1.50	0.30

a/ Private sector project-specific disbursements are not publicly available.