

December 15, 2011

Guyana REDD-Plus Investment Fund Steering Committee

**TRUSTEE REPORT ON THE FINANCIAL STATUS OF THE
GUYANA REDD-PLUS INVESTMENT FUND (GRIF)**

PREPARED BY THE WORLD BANK AS TRUSTEE OF THE GRIF

AS AT 30 NOVEMBER 2011

I. Introduction

1. This report provides the Steering Committee of the Guyana REDD-Plus Investment Fund (GRIF) with information on the financial status of the Trust Fund. Section II details the status of contributions to the Trust Fund; Section III provides an overview of cash receipts and cash transfers; and Section IV presents the current funding available to support new project approvals by the GRIF Steering Committee.

II. Status of Contributions and Total Receipts

2. Table 1 shows the status of contributions to the GRIF as of November 30, 2011. *Contributions* represent the total amounts specified in countersigned administration agreements between contributors and the Trustee. Table 1 shows the total contribution amounts specified in the administration agreements (“Total”), the amount of each contribution received in cash by the Trustee (“Receipts”) and the amount of the contribution yet to be paid-in (“Outstanding”), in accordance with and subject to the terms of the administration agreement.

3. The total amount of the contribution from Norway to the GRIF is NOK 1.5 billion (USD eq. 257 million)¹.

Guyana REDD Plus Investment Fund							
Table 1: Status of Contributions and Receipts							
as of November 30, 2011							
(in millions)							
Donor	Effective Contribution Agreements			Receipts			
	Currency	Amount a/	USD eq. b/	Currency	Receipts	USD c/	Outstanding
Norway	NOK	1,500.0	257.0	NOK	175.0	69.8	1,325.0
Total			257.0			69.8	

a/ Subject to the conditions in the Administration Agreement.
b/ Valued on the basis of exchange rates as of November 30, 2011
c/ Represents actual converted amount.

III. Schedule of Receipts and Cash Transfers

4. Table 2 shows cumulative receipts, including investment income, minus cash transfers. Investment income earned to date amounts to USD 190,517. The Trustee has maintained the fund balance in a liquid portfolio comprised almost exclusively of cash, reflecting the stated preferences of the Steering Committee for funds transfers to Partner Entities at the earliest possible opportunity. The Trustee is therefore holding these funds in a liquid portfolio in

¹ Subject to the conditions in the Administration Agreement.

anticipation of Steering Committee funding decisions and requests to the Trustee for funds transfers to Partner Entities.

Guyana REDD Plus Investment Fund Table 2: Schedule of Receipts and Cash Transfers Updated as of November 30, 2011 (in USD millions)		
<u>1. Cumulative Receipts</u>		70.0
a. Cash receipts	69.8	
b. Investment income earned on undisbursed balance	0.2 a/	
<u>2. Cumulative Cash Transfers</u>		1.0
a. Projects and Project Fees	0.3	
b. Administrative Budgets	0.7	
<u>3. Funds held in Trust (3 = 1 - 2)</u>		<u>69.0</u>
a/ USD 190,517		

IV. Funding Availability

5. Funds available to support GRIF Steering Committee funding decisions refers to “Funds Held in Trust” with no restrictions, less funding decisions to date for which cash transfers are still pending. The cumulative funding decisions include the transfers of:

- i. USD 700,000 in respect of the Trustee costs related to the establishment of the GRIF and estimated administrative costs of the Trustee, subject to adjustment based on actual costs and expenses,
- ii. USD 305,168 in respect of the administrative fee for the Institutional Strengthening project proposal preparation costs.

In addition, new funding decisions pending cash transfer include:

USD 127,476 for the Micro and Small Enterprise Development Fund project administrative fee for project proposal preparation,

USD 5,940,000 for the Institutional Strengthening project and USD 140,322 for corresponding administrative fees.

6. Accordingly, as shown in Table 3, the net funding available in the GRIF Trust Fund as of November 30, 2011 to support new project funding decisions by the Steering Committee amounts to **USD 62.8 million**.

Guyana REDD Plus Investment Fund
Table 3: Schedule of Funds Available
as of November 30, 2011
(in USD millions)

<u>1. Funds held in Trust</u>		69.0
a. Cash	69.0	
<u>2. Financial Reserve</u> a/		-
<u>3. Funds held in Trust with no restrictions (3 = 1 - 2)</u>		69.0
<u>4. Funding Decisions pending cash transfer</u>		6.2
a. Projects	5.9	
a. Project Fees	0.3	
b. Trustee Administrative Budget	-	
c. Secretariat Administrative Budget	-	
<u>5. Funds available to support Committee funding decisions (5 = 3 - 4)</u>		<u>62.8</u>

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