



Global Agriculture and Food Security Program Trust Fund

Public Sector Window

Financial Report

Prepared by the Trustee

*As of December 31, 2022*

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## Introduction

The GAFSP Trust Fund (“Trust Fund”) was established as a Financial Intermediary Fund (FIF) in April 2010 in the World Bank. The GAFSP is a multilateral mechanism to assist in the implementation of pledges made by the G20 in Pittsburgh in September 2009. The objective is to address the underfunding of country and regional agriculture and food security strategic investment plans already being developed by countries in consultation with contributors and other stakeholders at the country level. The GAFSP operates through two windows: Public Sector Window and Private Sector Window. The Public Sector Window is managed under the Trust Fund while the Private Sector Window is managed by the IFC. This report covers only the Public Sector Window.

The report is produced by the Trustee in accordance with the Trustee’s role in the GAFSP Governance Document as set forth under Section 5, which states:

*“The Trustee will provide to the Steering Committee regular reports on the financial status of the Trust Fund, as set forth in the Contribution Agreements.”*

Section 9 of the Standard Provisions in the Contribution Agreements for the Public Sector Window states as follows:

*“The*

## GAFSP Trust Fund Financial Summary as of December 31, 2022

### Pledges and Contributions

A pledge represents a contributor's expression of intent to make a contribution. Contributors finalize their pledges by way of a countersigned Contribution Agreement/Arrangement.

As of December 31, 2022, contributions and pledges to the Public Sector Window of the Trust Fund totaled USD 2,120.4 million. Of this amount, USD 2,045.1 million has been received by the Trustee in cash.

### Investment Income:

As of December 31, 2022, the Trust Fund earned investment income of approximately USD 66 million on the liquid balances of the Trust Fund and investment income received from Supervising Entities.

### Funding Approvals:

The cumulative funding decisions made by the GAFSP Steering Committee ("Steering Committee") through December 31, 2022, totaled USD 1,724.7 million, of which USD 1,587.2 million represents allocations for projects, USD 77.2 million for Supervising Entity fees, USD 41.1 million for Trustee and Coordination Unit administrative budget, and USD 19.2 million for monitoring and evaluation.

### Cash Transfers:

The Trustee has transferred a total of USD 1,320.3 million up to December 31, 2022, including USD 1,186.5 million related to projects.

### Funds Held in Trust:

Funds Held in Trust<sup>1</sup> reflect contributions paid in from contributors, and investment income earned less cash transfers. Funds Held in Trust as of December 31, 2022, amounted to USD 790.8 million.

### Funds Available for Steering Committee Funding Decisions:

Funds available to support Steering Committee funding decisions amounted to USD 386.4 million as of December 31, 2022.

<sup>1</sup> Funds Held in Trust represents balance of cash, investments and



1.

## 2. Contributions

*Contributions to the Public Sector Window as of December 31, 2022 (in millions)*

Contributor C

### HIGHLIGHTS FOR THE PERIOD OCTOBER 1, 2022 TO DECEMBER 31, 2022:

The Trustee executed contribution agreements with Germany for EUR 60.6 million and EUR 148.2 million. Both contributions were received during the period.

In addition, the Trustee executed a contribution agreement with Spain for EUR 5 million.

Under existing multi year contribution agreements with Germany, funds totaling EUR 24.9 million were deposited into the Trust Fund.

### 3. Asset Mix and Investment Income

#### ASSET MIX

Cash 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 Trust Fund balance is currently invested across three of the Pool’s investment model portfolios (“Model Portfolio 0” (MP0) with an investment horizon of up to three months, “Model Portfolio 1” (MP1) with an investment horizon of one year, and “Model Portfolio 2” (MP2) with an investment horizon of three years). While MP0 has the objective of ensuring timely availability of funds to meet the short term cash flow needs, MP1 and MP2 aim to enhance returns subject to capital preservation with a high degree of confidence (based on statistical models) over the respective investment horizons. Preservation of capital ~~the~~ ~~needs,~~ ~~to~~ investment



The World Bank Group  
Financial Intermediary Funds

GAFSP





The GAFSP investment portfolio is primarily comprised of short term high grade

## 4. Cumulative Funding Decisions as of December 31, 2022

*In USD millions*

Projects	Supervising Entity	Amount
Bangladesh	IBRD	42.9
	FAO	3.7
Benin	AFDB	24.0
Bhutan	IBRD	12.6
Bhutan	IFAD	10.4
	WFP	2.6
Burkina Faso	IBRD	61.1
Burundi	IFAD	30.0
Burundi	IFAD	2.3
Cambodia	ADB	42.9
Cambodia	WFP	1.8
Central African Republic	AFDB	13.9
	FAO	1.5
Cote d'Ivoire	AFDB	12.0
Democratic Rep of Congo	IFAD	1.7
Ethiopia	IBRD	82.0

IBRD

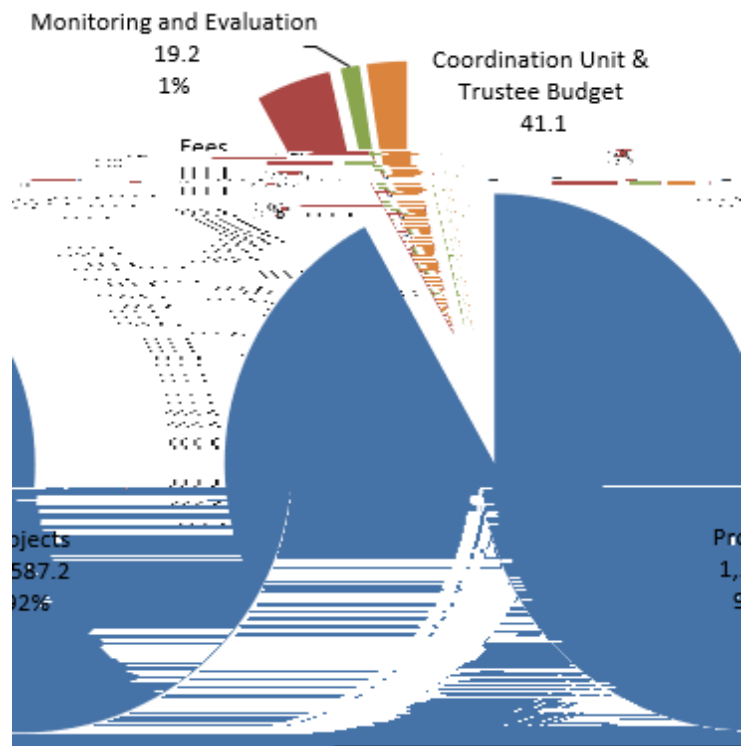


Projects		Supervising Entity	Amount	
<i>(continued)</i>				
Missing Middle	Mali	IFAD	3.6	
Missing Middle	Mali	WFP	3.6	
Missing Middle	East Africa	IFAD	3.0	
Missing Middle	Bangladesh	FAO	3.7	
Missing Middle	Senegal	FAO	2.7	
Rwanda		IBRD	30.8	
		FAO	1.5	a/
Afghanistan		FAO	3.0	
		ADB	12.0	a/
Democratic Rep of Congo		IBRD	9.0	
		FAO	6.0	a/
Nepal		ADB	9.0	
		WFP	3.0	a/
Bangladesh		FAO	3.3	a/
Bangladesh		IFAD	16.0	a/
		FAO	4.0	a/
Cambodia		IBRD	20.0	a/
Honduras		FAO	2.1	a/
Honduras		IFAD	18.0	a/
Kyrgyz Republic		IBRD/FAO	5.0	a/
Maldives		FAO	2.6	a/
Mauritania		AFDB	17.0	a/
Nicaragua		FAO	3.2	a/
Niger		FAO	2.7	a/
Senegal		AFDB	20.0	a/
Solomon Islands/Vanuatu		IFAD	12.2	a/
		FAO	2.8	a/
Somalia		IFAD	16.0	a/
South Sudan		IFAD	20.0	a/
Tanzania		AFDB	2.5	a/
Uganda		IBRD	2.3	a/
			<b>1,587.2</b>	
				FAO
<b>Fees</b>				

*In USD millions*

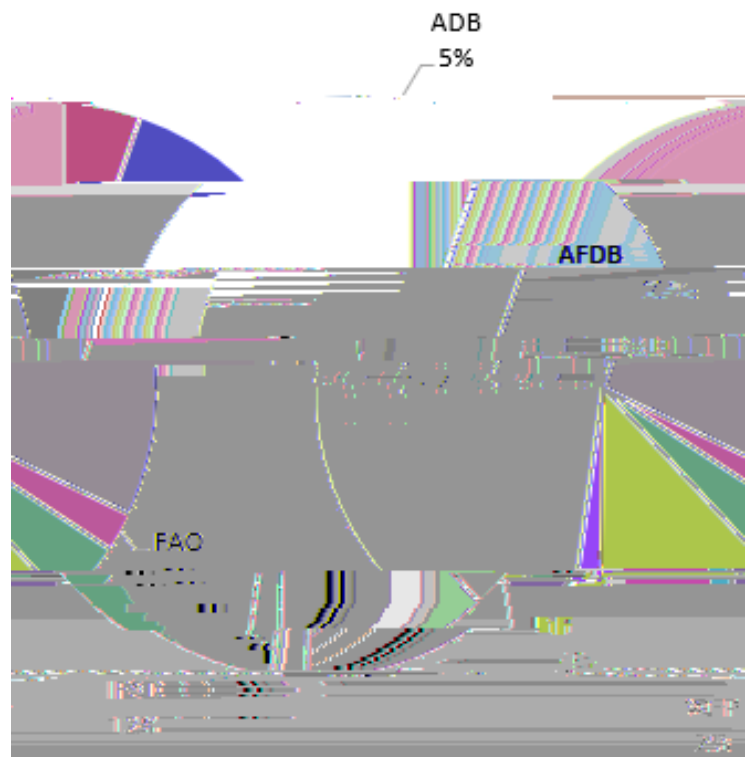
### CUMULATIVE FUNDING DECISIONS

Since inception to December 31, 2022 funding approvals made by the Steering Committee totaled USD 1,724.7 million. Projects represent about 92% of total allocations, fees for Supervising Entities represent 5%, and administrative budgets for the GAFSP Coordination Unit, Technical Advisory Committee, Civil Society Organizations, Trustee, and M&E work program make up 3% of the total funding approvals.



### PROJECT FUNDING DECISIONS BY SUPERVISING ENTITY

Funding decisions by Supervising Entity show the cumulative funding decisions related to projects that have been approved by the Steering Committee.



## 5. Funds Available

*In USD millions*

### HIGHLIGHTS FOR THE PERIOD OCTOBER 1, 2022 THROUGH DECEMBER 31, 2022:

*Funds Held in Trust* represent cumulative receipts less cumulative cash transfers, and amount to USD 790.8 million as of December 31, 2022. Funds Held in Trust increased by USD 203.4 million due to:

- Cash receipts of USD 246.3 million and investment income of USD 7.8 million during the fourth quarter of calendar year 2022;



## Glossary

Term	Definition
ADB	Asian Development Bank
AfDB	African Development Bank
Cash and Investments	The Trust Fund's share in the co mingled cash and investment pool.
Cash Contribution	Contribution or Installment provided in the form of cash, including promissory note encashments
Cash Transfer	Cash payment