



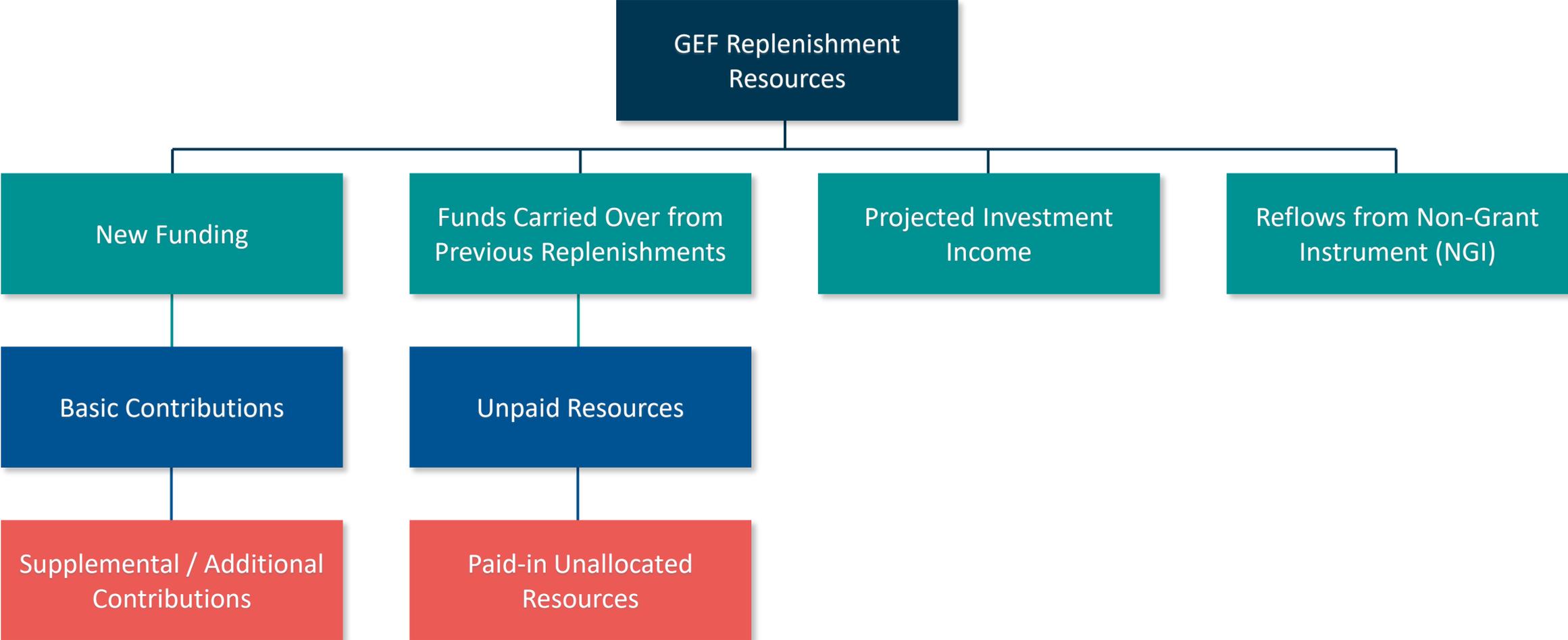
GEF-9 Replenishment:

Overview of the Financial Structure
(GEF/R.9/03-Rev. I)

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

May 20-21, 2025 - Prepared by the GEF Trustee

GEF REPLENISHMENT RESOURCES



NEW FUNDING FROM CONTRIBUTING PARTICIPANTS

- Burden-Sharing Framework serves as a guiding mechanism to share financial responsibility of a multilateral effort
- Goal is to ensure adequate financial resources for the replenishment cycle
- Based on principles of: **Equity, Transparency, and Ability to Pay**
- Contributing Participants initially used IDA10 shares as a benchmark
- Over the years, contributing participants have adjusted as per their individual circumstances.
- Contributions to the GEF are typically pledged in national currencies
- Reference exchange rates are used to translate pledged amounts between national currency values and SDR values



Contributing Participants Pledges

Pledges formalized by deposit of an Instrument of Commitment



Timing

Four Annual Installments by November 30th each year



Form of Payment

Cash or Promissory Notes payable on demand



Encashments

Based on form of payment, a 4-year or 10-year encashment schedule

CARRYOVER OF 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 GEFTF

REFLOWS FROM NON-GRANT INSTRUMENT

NGI provides concessional non-grant resources to private and public sector entities

Helps demonstrate impact of innovative financing mechanisms to combat global environmental degradation

Resources provided under the NGI Instrument 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

Some NGI types deployed under GEF include equity, junior equity, Guarantees, Subordinated debt, and Reimbursable grants

Reflows from NGI



GEF-9 Replenishment:

Reference Exchange Rates
(GEF/R.9/04)

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REFERENCE EXCHANGE RATES FOR GEF-9

(Ref: Document GEF/R.9/04)

Contributing Participants pledge contributions to the GEF typically in national currencies

Operating currency of the GEF is USD; SDR is used in replenishments for burden sharing purposes and to provide a common denominator for expressing the overall size of the replenishment

Reference exchange rates are used to translate pledged amounts between national currency values and SDR values

Principles:

- Time period should exclude known exchange rates to the extent feasible and is as close as possible to the pledging meeting
- End date should allow sufficient time prior to preparation of pledging documents
- Minimize distortions from short-term currency fluctuations

REFERENCE EXCHANGE RATES FOR GEF-9

(Ref: Document GEF/R.9/04)

FOR DECISION:

1. Reference time period for translating GEF-9 contributions between national currency values and SDR values will be:
July 1 – December 31, 2025
2. Contributing Participants with average annual inflation rates greater than 10% during the three calendar years preceding the GEF-9 replenishment (2022 – 2024)
shall denominate their contributions to GEF-9 in SDR or USD

Thank you



ROADMAP OF THE REPLENISHMENT

Participants in GEF-9 Replenishment Meetings

Take decisions on:

- OPS 8
- Strategy
- Programming
- Policy
- Financing

Agree on the Replenishment Summary and draft Replenishment Resolution (drafted by the Trustee)

Council

- Endorses the replenishment package
- Asks CEO to send documents to the Trustee (World Bank) requesting the Bank to adopt the Replenishment Resolution
- Sends documents to the GEF Assembly for information.

WB Executive Directors

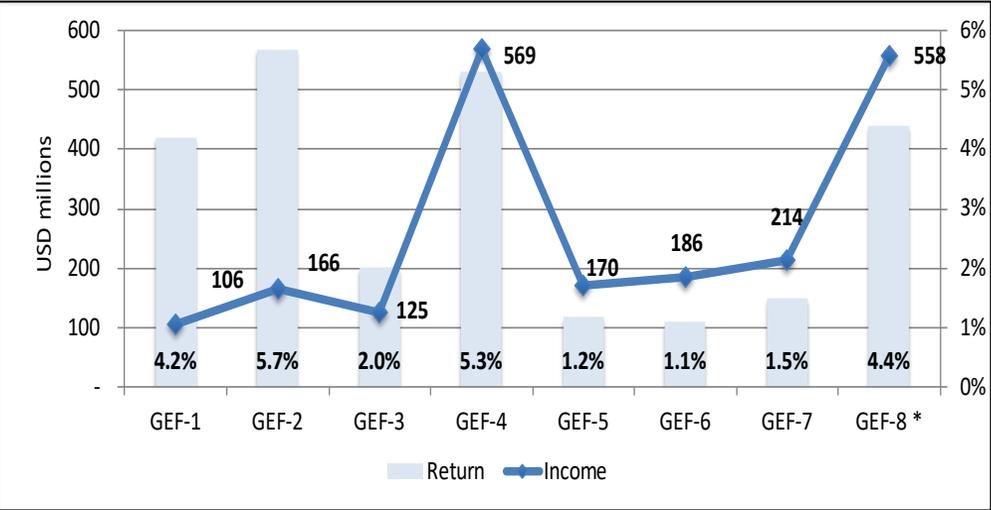
- Adopt the Replenishment Resolution
- Trustee is thereby authorized to manage the resources
- GEF-9 financing period begins

Contributing Participants

- Deposit Instruments of Commitment (IoCs) with the Trustee
- GEF-9 implementation commences
- Funds are received by the Trustee

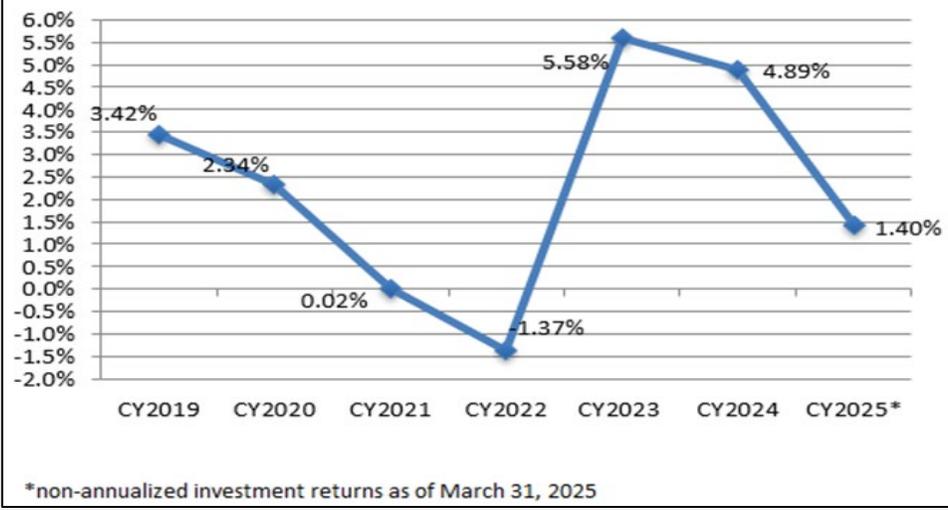
PROJECTED INVESTMENT INCOME

Investment Income by Replenishment



*GEF-8 annualized rate of return is calculated based on daily returns from the start of GEF-8 period till March 31, 2025

Investment Returns



*non-annualized investment returns as of March 31, 2025

In the near term at least, investment returns are expected to experience Year-on-Year volatilities directly influenced by market conditions in light of trade and monetary policy uncertainties.