

Review of PRGF-HIPC Financing, the Adequacy of the Reserve Account of the PRGF Trust, and Subsidization of Emergency Assistance

INTERNATIONAL MONETARY FUND

Review of PRGF-HIPC Financing, the Adequacy of the Reserve Account of the PRGF Trust, and Subsidization of Emergency Assistance

Prepared by the Finance Department

(In consultation with the Legal and Policy Development and Review Departments)

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I. INTRODUCTION

1. **This paper provides the basis for the semi-annual decision on the adequacy of the Reserve Account of the PRGF Trust. It also updates the status of resources for financing PRGF operations and the HIPC Initiative and bilateral contributions to the subsidization of emergency assistance.** The previous update was issued in March 2005 (EBS/05/48, 3/23/05). Detailed information on bilateral contributions to the PRGF and HIPC Initiative, as well as the balance in the PRGF Reserve Account, is provided in appendix tables. A draft decision on the adequacy of the PRGF Reserve Account is proposed in Section V for adoption by the Executive Board.¹
2. **This paper does not discuss PRGF and HIPC financing issues.** Rather, the projections of the demand for, and supply of, resources for financing PRGF operations over the medium term are being considered separately in the context of the Executive Board's consideration of the G-8 debt relief proposal.
3. As with previous updates, staff proposes that this update paper be made available on the Fund's external website following approval of the proposed decision.

¹ The Executive Board is required to review the adequacy of the Reserve Account of the PRGF Trust every six months as long as PRGF loans related to the financing of "rights" under rights accumulation programs following arrears clearance remain outstanding (Decision No. 10286-(93/23), adopted February 22, 1993, as amended). One such loan remains outstanding to Zambia through December 2005.

II. RESERVE ACCOUNT OF THE PRGF TRUST

4. **The Reserve Account of the PRGF Trust is designed primarily to provide security to the lenders of the PRGF Trust in the event of a delay or nonpayment by PRGF borrowers.**² It also serves to meet temporary mismatches between repayments from borrowers and repayments to lenders. The Reserve Account has been financed by reflows of Structural Adjustment Facility (SAF) and Trust Fund repayments and investment returns on the balance held in the Account.

5. **At end-June 2005, the balance in the Reserve Account amounted to SDR 3.2 billion.** This represents a modest net increase from the last update. The Reserve Account balance has been affected by Zimbabwe's continued arrears to the PRGF Trust, which have necessitated repayments from the Reserve Account to PRGF Trust lenders. The Reserve Account will be replenished when Zimbabwe settles its arrears to the PRGF Trust.

6. **Resources currently available in the Reserve Account provide sufficient protection to PRGF Trust lenders.** The balance in the Reserve Account is consistent with the historical average of 40–45 percent of outstanding claims on the PRGF Trust, and exceeds by a factor of seven the projected repayment obligations of about SDR 424 million falling due to PRGF Trust lenders in the six months through March 2006.

III. AVAILABILITY OF PRGF-HIPC RESOURCES

PRGF loan and subsidy resources

7. **As of end-June 2005, available PRGF loan resources amounted to SDR 2.7 billion.** A total of SDR 15.8 billion loan resources has been provided by PRGF lenders, of which SDR 13.1 billion has already been committed, leaving an available balance of SDR 2.7 billion. This is SDR 0.3 billion higher than reported in the last update paper, reflecting a sizable undrawn balance under an expired PRGF arrangement. Based on updated country-by-country information, PRGF commitments are now expected to reach only SDR 0.4 billion for 2005 as a whole, reflecting delays in the initiation of a number of new arrangements.

8. **No new pledges of bilateral contributions to the PRGF-HIPC Trust have become effective since the last update.** All bilateral subsidy contributions to the PRGF Trust and 98 percent of contributions to the PRGF-HIPC Trust had been made effective as of end-June 2005. Pledged contributions by ten countries to the PRGF-HIPC Trust, amounting to SDR 32.2 million, remain pending (Table 1). It remains important that these pledges be made

² For a more detailed discussion of the Reserve Account, see Box 2 of SM/04/53 (2/23/04).

effective as soon as possible so as to ensure full funding of PRGF-HIPC operations. Staff will continue to follow up on securing these pending contributions.

Table 1. Pending Contributions to the PRGF-HIPC Trust
(In millions of SDRs "as needed"; as of end-June 2005) 1/

Venezuela	20.4	Dominican Republic	0.5
Argentina 2/	6.4	Lebanon	0.4
Gabon 2/	1.9	Grenada	0.1
Trinidad & Tobago	1.6	Vanuatu	0.1
Bahrain	0.9	Maldives	0.01
Total			32.2

1/ "As needed" is defined in Appendix Table 3, footnote 1.

2/ This is the remaining balance for Argentina and Gabon, which have already contributed SDR 16.2 million and SDR 2.5 million "as needed", respectively, to the PRGF-HIPC Trust.

HIPC Initiative assistance

9. **Based on current policies, staff's updated estimates indicate that the Fund's share of HIPC assistance for the 35 HIPCs will amount to SDR 2.3 billion on a cash basis (excluding Liberia, Somalia, and Sudan and potential topping-up assistance).** Since the last update, a preliminary assessment made by Fund and World Bank staffs indicates that four additional countries (Eritrea, Haiti, Kyrgyz Republic, and Nepal) met the HIPC debt criteria under the extended sunset clause. In addition, five other countries (Bangladesh, Bhutan, Myanmar, Sri Lanka, and Tonga) provided incomplete data, which precluded the staffs from making an assessment at this stage.³

10. **As of end-June 2005, the Fund had committed HIPC assistance to eligible member countries in an amount of SDR 1.8 billion.** Of this amount, SDR 1.6 billion has already been disbursed to 18 countries that have reached their completion points and to a number of others that have reached their decision points (but not yet completion points) in the form of interim assistance. Disbursements of HIPC assistance have so far been largely financed with resources from the PRGF-HIPC Trust, while investment income of about SDR 0.2 billion in the SDA was used to finance HIPC operations during the period under the review. As of end-June 2005, the remaining balance of the investment income in the SDA amounted to about SDR 0.2 billion.

³ See *Heavily Indebted Poor Countries (HIPC) Initiative—Status of Implementation* (SM/05/329, 8/22/05).

IV. SUBSIDIZATION OF EMERGENCY ASSISTANCE

11. **On January 21, 2005, the Executive Board decided to extend the subsidization of emergency post-conflict assistance (EPCA) to emergency assistance for natural disasters (ENDA) for PRGF-eligible member countries.**⁴ For this purpose, three sub-accounts were set up to mobilize contributions from members wishing to contribute to the subsidization of: (i) EPCA only; (ii) ENDA only; and (iii) both types of emergency assistance. Unless a member decided otherwise, existing contributions for the subsidization of EPCA were retained in the first sub-account.

12. **The Fund has so far received firm pledges of subsidy contributions totaling SDR 26.8 million from 15 member countries** (Table 2). This represents an increase of about SDR 8 million since the last update. Contributions from 10 member countries are available for the subsidization of ENDA only, while the other five new contributions are available for the subsidization of both EPCA and ENDA. The Netherlands has also specified that its existing contribution (earmarked for EPCA) should be available for the subsidization of both types of emergency assistance. In addition, two other countries have pledged to contribute, but have not yet announced specific amounts, while a number of other countries have indicated that they are still considering contributions.

13. **Assuming full receipt of all firm pledges, available resources for the subsidization of both types of emergency assistance would amount to SDR 33.8 million** (total contributions minus the amount already disbursed to borrowing member countries). Of this amount, SDR 7.3 million would be available for the subsidization of EPCA only, SDR 13.8 million for the subsidization of ENDA only, and SDR 12.8 million for the subsidization of both types of emergency assistance.

14. **As of end-July 2005, eleven member countries had benefited from the subsidization of emergency assistance.** The Central African Republic, the Republic of Congo, and Haiti have continued to benefit from the subsidization of EPCA.⁵

⁴ See *Subsidization of the Fund's Emergency Assistance for Natural Disasters to PRGF-Eligible Members* (EBS/05/4, 1/10/05).

⁵ The Central African Republic made a purchase under EPCA of SDR 5.6 million on July 23, 2004, the Republic of Congo made a purchase of SDR 10.6 million on November 17, 2000, and Haiti made a purchase of SDR 10.2 million on January 10, 2005.

Table 2. Subsidy Contributions for Emergency Assistance
(In millions; as of end-July 2005)

Contributor	Contribution pledge	Date of pledge	SDR equivalent 1/	Contribution received	Subsidy disbursed
Sub-Account 1: EPCA subsidization only					
Belgium	SDR 0.63	Mar. 2002	0.6 2/	0.6	0.3
Canada	Can\$ 3.25	Oct. 2002	1.7	1.7	--
Norway	SDR 3.0	Jun. 2002	3.0	3.0	--
Sweden	SDR 0.8	Jan. 2002	0.8	0.8	0.8
Switzerland	US\$ 1.0	Mar. 2002	0.8	0.8	--
United Kingdom	£ 2.5	Oct. 2001	2.9	2.9	1.4
Sub Total			9.7	9.7	2.5
Sub-Account 2: ENDA subsidization only					
Australia	Aus\$ 2.0	Jun. 2005	1.0	0.4	--
Austria	US\$ 1.0	Apr. 2005	0.7	--	--
Canada	Can\$ 5.0	Feb. 2005	2.8	0.5	0.5
China	US\$ 2.0	May 2005	1.4	1.4	--
India	SDR 1.5	Feb. 2005	1.5	--	--
Japan	US\$ 2.5	Apr. 2005	1.7	1.7	--
Luxembourg	Euro 1.25	Feb. 2005	1.0	--	--
Russia	US\$ 1.5	Feb. 2005	1.0	0.2	--
Saudi Arabia	US\$ 4.0	Apr. 2005	2.8	--	--
Switzerland	US\$ 2.0	Feb. 2005	1.4	1.4	1.0
Sub Total			15.4	5.6	1.6
Sub-Account 3: Subsidization of EPCA and ENDA					
France	Euro 1.5	Jan. 2005	1.2	--	--
Netherlands 3/	US\$ 2.0	Mar. 2002	1.5	1.5	--
Netherlands	US\$ 2.0	Mar. 2005	1.4	--	--
Norway	NKr 10.0	Feb. 2005	1.1	1.1	--
Sweden	US\$ 10.0	Feb. 2005	6.6	6.6	--
United Kingdom	£ 1.0	Feb. 2005	1.2	1.2	0.2
Sub Total			13.0	10.3	0.2
Total			38.1	25.7	4.3

Source: Finance Department.

1/ For contributions which have been fully received, the SDR equivalent is the actual SDR amount received using the exchange rate on the value date. For contributions, that are not yet disbursed, the SDR equivalent is calculated using the exchange rate at end-July 2005.

2/ Belgium has fulfilled its pledge to subsidize Burundi's emergency post-conflict assistance in full, as Burundi made early repurchase in February 2004.

3/ Existing contribution, previously earmarked for EPCA.

In early February 2005, the Executive Board approved requests to subsidize outstanding purchases under ENDA by Grenada and Malawi.⁶ Moreover, on March 4, 2005, the Executive Board approved requests for subsidized ENDA by the Maldives and Sri Lanka in response to the devastating tsunami.⁷

15. **Staff's current projections indicate that resources needed for the subsidization of ENDA would be in the range of SDR 45–65 million over the next five years,** depending on the demand for such assistance and the path of future interest rates. While the initial response to the call for contributions to the subsidization of ENDA has been encouraging, it is important that all pending pledges be made effective as soon as possible and that new pledges are forthcoming to make this initiative fully effective.

V. PROPOSED DECISION ON THE ADEQUACY OF THE RESERVE ACCOUNT

16. The following draft decision, which can be adopted by a majority of the votes cast, is proposed for adoption by the Executive Board:

Pursuant to Decision No. 10286-(93/23) ESAF, adopted on February 22, 1993, as amended, the Fund has reviewed the adequacy of the balances in the Reserve Account of the PRGF Trust, and determines that they are sufficient to meet all obligations that could give rise to payments from the Account to lenders to the Loan Account of the PRGF Trust in the six months from October 1, 2005 to March 31, 2006.

⁶ Grenada made two purchases under ENDA of SDR 2.9 million each on January 27, 2003 and November 15, 2004, respectively, and Malawi made a purchase of SDR 17.4 million on September 3, 2002. All of these purchases remain outstanding.

⁷ The Maldives and Sri Lanka made purchases under ENDA of SDR 4.1 million and SDR 103.4 million, respectively.

Table 3. Summary of Bilateral Contributions to the PRGF and PRGF-HIPC Trusts
(In millions of SDRs; as of end-June 2005)

	PRGF Trust		PRGF-HIPC Trust	
	Subsidy contributions "as needed" 1/	Loan commitments	Subsidies and HIPC grant contributions "as needed" 1/	Of which: Pending "as needed" 1/
TOTAL	3,454.4	15,759.7	1,561.6	32.2
Major industrial countries	2,283.8	12,864.8	880.5	--
Canada	203.9	700.0	48.8	--
France	468.6	2,900.0	82.2	--
Germany	195.9	2,750.0	127.2	--
Italy	151.0	1,380.0	63.6	--
Japan	719.3	5,134.8	144.0	--
United Kingdom	369.1	--	82.2	--
United States	176.0	--	332.6	--
Other advanced countries	960.6	2,452.8	299.7	--
Australia	16.7	--	24.8	--
Austria	60.9	--	14.3	--
Belgium	116.2	350.0	35.3	--
Denmark	66.4	100.0	18.5	--
Finland	41.8	--	8.0	--
Greece	38.9	--	6.3	--
Iceland	4.6	--	0.9	--
Ireland	8.4	--	5.9	--
Israel	--	--	1.8	--
Korea	59.6	92.7	15.9	--
Luxembourg	14.8	--	0.7	--
Netherlands	141.5	450.0	45.4	--
New Zealand	--	--	1.7	--
Norway	45.1	150.0	18.5	--
Portugal	4.5	--	6.6	--
San Marino	--	--	0.05	--
Singapore	30.3	--	16.5	--
Spain	16.9	708.4	23.3	--
Sweden	184.9	--	18.3	--
Switzerland	109.3	601.7	37.0	--
Fuel exporting countries	16.5	49.5	114.3	23.2
Algeria	--	--	5.5	--
Bahrain	--	--	0.9	0.9
Brunei Darussalam	--	--	0.1	--
Gabon	--	--	2.5	1.9
Iran, Islamic Republic of	1.7	--	2.2	--
Kuwait	--	--	3.1	--
Libya	--	--	7.3	--
Nigeria	--	--	13.9	--
Oman	--	--	0.8	--
Qatar	--	--	0.5	--
Saudi Arabia	14.7	49.5	53.5	--
United Arab Emirates	--	--	3.8	--
República Bolivariana de Venezuela	--	--	20.4	20.4

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	PRGF Trust		PRGF-HIPC Trust	
	Subsidy contributions "as needed" 1/	Loan commitments	Subsidies and HIPC grant contributions "as needed" 1/	Of which: Pending "as needed" 1/
Other developing countries	180.3	355.6	224.1	9.1
Argentina	34.9	--	16.2	6.4
Bangladesh	0.9	--	1.7	--
Barbados	--	--	0.4	--
Belize	--	--	0.3	--
Botswana	1.8	--	5.7	--
Brazil	--	--	15.0	--
Cambodia	--	--	0.04	--
Chile	4.0	--	4.4	--
China	15.2	200.0	19.7	--
Colombia	--	--	0.9	--
Cyprus	--	--	0.8	--
Dominican Republic	--	--	0.5	0.5
Egypt	13.2	155.6	1.3	--
Fiji	--	--	0.1	--
Ghana	--	--	0.5	--
Grenada	--	--	0.1	0.1
India	13.1	--	22.9	--
Indonesia	6.5	--	8.2	--
Jamaica	--	--	2.7	--
Lebanon	--	--	0.4	0.4
Malaysia	43.4	--	12.7	--
Maldives	--	--	0.01	0.01
Malta	1.9	--	1.1	--
Mauritius	--	--	0.1	--
Mexico	--	--	54.5	--
Micronesia, F. S.	--	--	0.00*	--
Morocco	9.6	--	1.6	--
Pakistan	2.9	--	3.4	--
Paraguay	--	--	0.1	--
Peru	--	--	2.5	--
Philippines	--	--	6.7	--
Samoa	--	--	0.00*	--
South Africa	--	--	28.6	--
Sri Lanka	--	--	0.6	--
St. Lucia	--	--	0.1	--
St. Vincent and the Grenadines	--	--	0.1	--
Swaziland	--	--	0.01	--
Thailand	17.1	--	4.5	--
Tonga	--	--	0.02	--
Trinidad and Tobago	--	--	1.6	1.6
Tunisia	1.6	--	1.5	--
Turkey	11.9	--	--	--
Uruguay	2.4	--	2.2	--
Vanuatu	--	--	0.1	0.1
Vietnam	--	--	0.4	--

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(In millions of SDRs; as of end-June 2005)

	PRGF Trust		PRGF-HIPC Trust	
	Subsidy contributions "as needed" 1/	Loan commitments	Subsidies and HIPC grant contributions "as needed" 1/	Of which: Pending "as needed" 1/
Countries in transition	13.2	--	42.9	--
Croatia	--	--	0.4	--
Czech Republic	13.2	--	4.1	--
Estonia	--	--	0.5	--
Hungary	--	--	6.0	--
Latvia	--	--	1.0	--
Poland	--	--	12.0	--
Russian Federation	--	--	14.6	--
Slovak Republic	--	--	4.0	--
Slovenia	--	--	0.4	--
<i>Memorandum Item:</i>				
OPEC Fund for International Development	--	37.0	--	--

* Less than SDR 5,000.

1/ Estimated values of total contributions include forthcoming contributions that are not yet received. The term "as needed" refers to the nominal sum of concessional assistance taking into account the profile of subsidy needs associated with PRGF lending and the provision of HIPC assistance, respectively.

Table 4. PRGF Trust—Subsidy Agreements 1/
(In millions of SDRs, unless otherwise noted; as of end-June 2005)

	Effective date of agreement	Vehicle	Deposit/Investment Amount			Interest Rate (percent)	Maturity (years)
			Approved	Received	Outstanding		
Austria							
Austrian National Bank	Jun. 8, 1988	Admin. Account	60.0	60.0	--	0.5	5½–10
Austrian National Bank	Apr. 19, 1994	Admin. Account	50.0	50.0	5.0	0.5	5½–10
Belgium							
National Bank of Belgium	Jun. 30, 1989	Admin. Account	100.0	100.0	--	0.5	10
National Bank of Belgium	Apr. 21, 1994	Admin. Account	80.0	80.0	--	0.5	10
Botswana							
Bank of Botswana 2/ 3/	Jun. 30, 1994	Admin. Account	6.9	6.9	--	2.0	10
Chile							
Banco Central de Chile	Aug. 24, 1994	Admin. Account	15.0	15.0	--	0.5	5
Greece							
Bank of Greece	Nov. 30, 1988	Admin. Account	35.0	35.0	--	0.5	5½–10
Bank of Greece	Apr. 22, 1994	Admin. Account	35.0	35.0	--	0.5	5½–10
Indonesia							
Bank Indonesia 4/	Jun. 23, 1994	Admin. Account	25.0	25.0	--	--	10
Iran, Islamic Republic of							
Central Bank of Iran	May 24, 1994	Admin. Account	5.0	5.0	--	0.5	10
Malaysia							
Bank Negara Malaysia	May 17, 1988	Subsidy Account	40.0	40.0	--	0.5	10
Bank Negara Malaysia 3/	Jun. 30, 1994	Subsidy Account	40.0	40.0	--	2.0	10
Malta							
Central Bank of Malta	Dec. 13, 1989	Subsidy Account	1.4	1.4	--	0.5	13
Central Bank of Malta	May 27, 1994	Subsidy Account	1.4	1.4	1.4	0.5	13
Pakistan							
State Bank of Pakistan 5/	Apr. 21, 1994	Subsidy Account	10.0	7.3	8.0	0.5	16
Portugal							
Banco do Portugal	May 5, 1994	Admin. Account	13.1	13.1	4.4	0.5	6–10
Singapore							
Monetary Authority of Singapore	Nov. 4, 1988	Subsidy Account	40.0	40.0	--	2.0	10
Monetary Authority of Singapore 3/	May 20, 1994	Subsidy Account	40.0	40.0	--	2.0	10
Spain							
Government of Spain 6/	Jan. 20, 1995	Subsidy Account	60.3	14.3	14.3	0.5	10
Thailand							
Bank of Thailand	Jun. 14, 1988	Subsidy Account	20.0	20.0	--	2.0	10
Bank of Thailand	Apr. 22, 1994	Subsidy Account	40.0	40.0	--	2.0	10
Tunisia							
Banque Centrale de Tunisie 7/	May 4, 1994	Subsidy Account	3.6	3.6	--	0.5	10
Uruguay							
Banco Central del Uruguay 8/	Jul. 7, 1994	Subsidy Account	7.2	7.2	--	--	10
Total			728.8	680.1	33.0		

1/ Subsidy contributions to the PRGF Trust result from the difference between the investment income on contributions and the below market rate of interest paid to contributors.

2/ Equivalent of US\$10 million (at the exchange rate of June 29, 1994).

3/ The Fund made early repayments to Botswana, Malaysia, and Singapore on March 1, 2004.

4/ Interest rate paid is equivalent to the return on investment by the Fund on this deposit (net of any costs), less 2.0 percent per annum. If the interest rate obtained is less than 2.0 per annum, the deposit shall bear zero interest.

5/ All the deposits will be repaid together at the end of sixteen years after the date of the first deposit.

6/ The investment coincides with the repayment of each of the first nine (out of ten) semiannual installments of a drawing of the PRGF Trust loan of SDR 67 million from the Government of Spain (the Instituto de Crédito Oficial).

7/ Equivalent of US\$5 million (at the exchange rate of May 11, 1994).

8/ Interest rate paid is equivalent to the return on this investment by the Fund (net of any costs), less 2.6 percent per annum. If the interest rate obtained by the Fund is 2.6 percent per annum or less, the investment shall bear zero interest.

Table 5. PRGF Trust—Loan Agreements
(In millions of SDRs; as of end-June 2005)

	Effective date of agreement	Expiration date for drawings	Loan commitments	Amount Disbursed		Amount outstanding
				Amount	In percent of commitment	
Belgium						
National Bank of Belgium 1/	Jul. 2, 1999	Dec. 31, 2009	350.0	242.3	69.2	241.2
Canada						
Government of Canada	Feb. 22, 1989	Dec. 31, 1997	300.0	300.0	100.0	29.0
Government of Canada	May 9, 1995	Dec. 31, 2005	400.0	348.5	87.1	294.3
China						
Government of China 1/	Jul. 05, 1994	Dec. 31, 2009	200.0	153.5	76.7	121.3
Denmark						
National Bank of Denmark	May 3, 2000	Dec. 31, 2003	100.0	100.0	100.0	100.0
Egypt						
Central Bank of Egypt 1/	Jun. 13, 1994	Dec. 31, 2009	155.6	100.0	64.3	71.8
France						
Agence Française de Développement 2/	Apr. 05, 1988	Dec. 31, 1997	800.0	800.0	100.0	35.9
Agence Française de Développement 2/	Jan. 03, 1995	Dec. 31, 2005	750.0	750.0	100.0	593.8
Agence Française de Développement 1/ 2/	Dec. 17, 1999	Dec. 31, 2009	1,350.0	312.4	23.1	312.4
Germany						
Kreditanstalt für Wiederaufbau	Mar. 31, 1989	Dec. 31, 1997	700.0	700.0	100.0	64.7
Kreditanstalt für Wiederaufbau	May 17, 1995	Dec. 31, 2005	700.0	700.0	100.0	599.9
Kreditanstalt für Wiederaufbau 1/	Jun. 19, 2000	Dec. 31, 2009	1,350.0	295.5	21.9	295.5
Italy						
Bank of Italy 3/	Oct. 04, 1990	Dec. 31, 1997	370.0	370.0	100.0	27.2
Bank of Italy 3/	May. 29, 1998	Dec. 31, 2005	210.0	210.0	100.0	187.3
Bank of Italy 1/	Mar. 1, 2000	Dec. 31, 2009	800.0	482.6	60.3	482.6
Japan						
Japan Bank for International Cooperation 4/	Apr. 12, 1988	Dec. 31, 1997	2,200.0	2,200.0	100.0	181.6
Japan Bank for International Cooperation 1/ 4/	Oct. 05, 1994	Dec. 31, 2009	2,934.8	2,341.3	79.8	2,102.9
Korea						
Bank of Korea	Apr. 20, 1989	Dec. 31, 1997	65.0	65.0	100.0	1.3
Bank of Korea	Jun. 20, 1994	Dec. 31, 2005	27.7	27.7	100.0	22.8
Netherlands						
Bank of the Netherlands 1/	Sep. 29, 1999	Dec. 31, 2009	450.0	144.9	32.2	144.9
Norway						
Bank of Norway	Apr. 14, 1988	Dec. 31, 1997	90.0	90.0	100.0	5.0
Bank of Norway	Jun. 16, 1994	Dec. 31, 2005	60.0	60.0	100.0	44.4
OPEC Fund for International Development 5/	Dec. 20, 1994	Dec. 31, 2005	37.0	37.0	100.0	30.6
Spain						
Bank of Spain 6/	Jun. 20, 1988	Jun. 30, 1993	216.4	216.4	100.0	--
Government of Spain	Feb. 08, 1995	Dec. 31, 2005	67.0	67.0	100.0	52.7
Bank of Spain 1/	Feb. 14, 2000	Dec. 31, 2009	425.0	123.9	29.2	123.9
Switzerland						
Swiss Confederation 7/	Dec. 23, 1988	Dec. 31, 1997	200.0	200.0	100.0	--
Swiss National Bank 1/	Jun. 22, 1995	Dec. 31, 2009	401.7	194.2	48.3	140.6
Subtotal			15,710.2	11,632.3	74.0	6,307.9
Associated Agreement - Saudi Fund for Development (SFD)	Feb. 27, 1989	--- 8/	49.5	49.5	100.0	--
Total Loan and Associated Loan Agreements 9/			15,759.7	11,681.8	74.1	6,307.9

1/ Including additional loan commitments for interim PRGF operations.

2/ Before April 17, 1998, known as Caisse Française de Développement.

3/ In late 1999, the Bank of Italy replaced the Ufficio Italiano dei Cambi as lender to the PRGF Trust.

4/ On October 1, 1999 the Export-Import Bank of Japan merged with the Overseas Economic Cooperation Fund and became the Japan Bank for International Cooperation.

5/ The loan commitment is for the SDR equivalent of US\$50 million.

6/ The original loan commitment of the Bank of Spain was SDR 220 million; however, only SDR 216.4 million was drawn and disbursed by the expiration date for drawings.

7/ The full loan commitment of SDR 200 million was drawn in January 1989; this amount was fully disbursed to borrowers by March 1994.

8/ On August 26, 1998, the SFD indicated that it did not intend to make further loans in association with the PRGF.

9/ Any mismatch of outstanding resources between the amount owed by PRGF borrowers and the amount owed to PRGF lenders arises because of mismatches in timing between drawdowns from lenders to the Trust and disbursements of PRGF loans to borrowers.

Table 6. PRGF Trust—Reserve Account Coverage
(In millions of SDRs; as of end-June 2005)

	Reserve Account cumulative balance (end of period)	PRGF Trust obligations 1/ (end of period)	Annual loan repayments to lenders 1/
1988	169	103	--
1989	272	510	--
1990	395	795	--
1991	513	1,320	--
1992	630	1,786	--
1993	793	2,005	--
1994	1,009	2,786	33
1995	1,336	3,919	114
1996	1,716	4,446	181
1997	2,093	4,892	285
1998	2,345	5,421	366
1999	2,548	5,820	412
2000	2,714	5,773	475
2001	2,917	5,971	665
2002	3,079	6,636	696
2003	3,115	6,703	781
2004	3,174	6,632	862
2005 June	3,236	6,393	442

1/ Excludes associated loans of SDR 49.5 million from the Saudi Fund for Development (SFD), the risk of which is borne by the SFD, and overdue Trust Fund obligations (SDR 118 million), overdue SAF obligations (SDR 10 million), and overdue PRGF obligations (SDR 82 million).

Table 7. Information on Pending Bilateral Contributions to the PRGF-HIPC Trust
Status as of end-June 2005¹

Argentina:	The remaining balance of SDR 6.4 million (as needed) of its pledged contribution to be financed from its Post-SCA-2 balance of SDR 5.7 million.
Bahrain:	Contribution of income on an interest-free deposit through 2018.
Dominican Republic:	Contribution of net income on a deposit through 2018 to be financed from its Post-SCA-2 balance of SDR 1.0 million at 1 percent per annum.
Gabon:	The remaining balance of SDR 1.9 million (as needed) of its pledged contribution to be financed by grants.
Grenada:	Contribution of net income on a deposit for 10 years of SDR 0.20 million at 0.5 percent per annum.
Lebanon:	Contribution of income on an interest-free deposit through 2018.
Maldives:	Contribution of income on an interest-free deposit through 2018.
Mauritius:	The authorities are considering an additional contribution.
Trinidad and Tobago:	Contribution of income on an interest-free deposit of its Post-SCA-2 balance of SDR 2.6 million.
Vanuatu:	Grant contribution of its Post-SCA-2 balance of SDR 0.05 million.
República Bolivariana de Venezuela:	Prepared to contribute based on its quota-based share. Contribution could be financed through use of its Post-SCA-2 balance of SDR 31.1 million.

¹ Reflects pledged contributions which are not yet effective. Post-SCA-2 amounts shown include refunds of SCA-2 resources and accumulated interest income.