

EBAP/08/66
Correction 1

July 31, 2008

To: Members of the Executive Board

From: The Secretary

Subject: **Audited Financial Statements for the Financial Years Ended April 30, 2008
and 2007**

The attached factual corrections to EBAP/08/66 (6/30/08) have been provided by the staff.

Page 156, Note 6, under *Administered Account for Selected Fund Activities—Japan*:

Row “Technical assistance”, column 1: for “267.1” read “264.5”

Row “Scholarships”, column 1: for “23.4” read “26.0”

Questions may be referred to Mr. Yuen (ext. 37823) and Mr. Kabwe (ext. 37828) in FIN.

This document will shortly be posted on the extranet, a secure website for Executive Directors and member country authorities.

Att: (1)

Other Distribution:
Department Heads

Other Administered Accounts

Notes to the financial statements for the years ended April 30, 2008, and 2007 and from inception to April 30, 2008

deposits and ensuring that sufficient interest income is earned to cover interest expense and to meet disbursement obligations.

Exchange rate risk

Exchange rate risk is the exposure to the effects of fluctuations in prevailing foreign currency exchange rates on an entity's financial position and cash flows. Exchange rate risk is managed by holding all financial assets and liabilities in the reporting currency designated for each of the Accounts.

4. Investments

As at April 30, 2008, and 2007, the investments in the Post-Conflict and Natural Disaster Emergency Assistance Subsidy Account, PRGF Administered Accounts, and Administered Account Austria-II consisted of short- and fixed-term deposits with maturities of less than one year.

5. Deposits

PRGF Administered Account—Indonesia

The deposit of SDR 25 million, made by Indonesia on June 30, 1994, was to be repaid in one installment 10 years after the date the deposit was made. The interest payable on the deposit is equivalent to that obtained for the investment of the deposit less 2 percent a year. Upon maturity in June 2004, the deposit was reinvested for another 10 years and investment income of 2 percent per annum (or any lesser amount if investment returns are below 2 percent) is to be transferred to the PRGF-HIPC Trust.

PRGF Administered Account—Portugal

The Banco de Portugal has made six annual deposits, each in the amount of SDR 2.2 million, since May 1994. Each deposit is to be repaid in five equal annual installments beginning six years after the date of the deposit and will be completed at the end of the tenth year after the date of the deposit. Each deposit bears interest at a rate of ½ of 1 percent a year.

Austria-II Administered Account

The deposit of SDR 7 million is due on May 2, 2011 and bears interest at a rate of ½ of 1 percent per annum

Other Administered Accounts

Notes to the financial statements for the years ended April 30, 2008, and 2007 and from inception to April 30, 2008

6. Cumulative contributions and disbursements

The cumulative contributions to and disbursements from the Other Administered Accounts are as follows:

Account	April 30, 2008 ¹		April 30, 2007 ¹	
	Cumulative contributions ²	Cumulative disbursements ³	Cumulative contributions ²	Cumulative disbursements ³
	<i>(In millions of U.S. dollars)</i>			
Administered Account—Japan	135.2	82.4	135.2	72.5
Administered Account for Selected Fund Activities—Japan	305.0	295.3	286.7	273.8
Technical assistance	264.5	258.7	250.6	241.5
Scholarships	26.0	23.4	23.4	20.8
Office of Asia and the Pacific	14.5	13.2	12.7	11.5
Framework Administered Account for Technical Assistance Activities	145.4	124.1	122.6	98.5
Japan Advanced Scholarship Program Subaccount	17.8	17.5	16.3	15.7
Rwanda—Macroeconomic Management Capacity Subaccount	1.5	1.6	1.5	1.6
Australia—IMF Scholarship Program for Asia Subaccount	4.8	4.8	4.2	4.1
Switzerland Technical Assistance Subaccount	17.5	15.7	17.5	14.5
French Technical Assistance Subaccount	1.2	0.7	1.2	0.7
Denmark Technical Assistance Subaccount	6.8	5.5	6.8	5.3
Australia Technical Assistance Subaccount	2.0	1.6	1.2	0.8
The Netherlands Technical Assistance Subaccount	6.7	6.6	5.3	5.1
The United Kingdom DFID Technical Assistance Subaccount	14.4	11.6	10.9	9.1
Italy Technical Assistance Subaccount	3.7	2.7	3.7	2.0
Pacific Financial Technical Assistance Centre Subaccount	6.9	6.5	5.4	5.1
Africa Regional Technical Assistance Centers Subaccount	28.6	27.8	25.8	20.8