

PUBLIC DISCLOSURE AUTHORISED

CARIBBEAN DEVELOPMENT BANK



Statement of Financial Position (Unaudited)

For the Nine Months Ended September 30, 2020

(Expressed in thousands of United States Dollars unless otherwise stated)

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December 2020



STATEMENT OF INTERIM FINANCIAL POSITION
(UNAUDITED)
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2020

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF FINANCIAL POSITION
As of September 30, 2020
(expressed in thousands of United States dollars)

	<u>2020</u>	<u>December 31, 2019</u>
Assets		
Cash Resources		
Cash and cash equivalents	\$170,291	\$292,045
Investments		
Debt securities at fair value through OCI	526,451	422,138
Receivables		
Receivables and prepaid assets	14,598	7,655
Cash collateral on derivatives	-	2,400
	<u>14,598</u>	<u>10,055</u>
Loans		
Loans outstanding	1,267,507	1,249,318
Receivable from members		
Non-negotiable demand notes	22,829	38,512
Maintenance of value on currency holdings	4,036	4,389
Subscriptions in arrears	1,954	1,936
	<u>28,819</u>	<u>44,837</u>
Derivative financial instruments	78,591	60,246
Other assets		
Property and equipment	17,365	16,875
Total Assets	<u><u>\$2,103,622</u></u>	<u><u>\$2,095,514</u></u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF FINANCIAL POSITION
As of September 30, 2020
(expressed in thousands of United States dollars)

	<u>2020</u>	<u>December 31, 2019</u>
Liabilities and Equity		
Liabilities		
Accounts payable and accrued liabilities	\$9,853	\$8,251
Maintenance of value on currency holdings	343	498
Deferred income	875	875
Post-employment obligations	36,495	36,495
Borrowings	1,076,377	1,103,190
Derivative financial instruments	5,554	12,622
Total Liabilities	<u>\$1,129,497</u>	<u>\$1,161,931</u>
Equity		
Subscriptions matured (net)	387,187	387,187
Retained earnings and reserves	586,938	546,396
Total Equity	<u>974,125</u>	<u>933,583</u>
Total Liabilities and Equity	<u><u>\$2,103,622</u></u>	<u><u>\$2,095,514</u></u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF CHANGES IN EQUITY
As of September 30, 2020
(expressed in thousands of United States dollars)

	Capital Stock	Retained Earnings	Post Employment Obligations	Fair value Reserve	Other Reserves	Total
Balance as of January 1, 2019	\$386,199	\$518,664	\$(8,554)	\$(3,993)	\$6,254	\$898,570
Net income for the period	-	\$44,414	-	-	-	44,414
Other comprehensive gain	-	-	-	5,840	-	5,840
Balance as of September 30, 2019	\$386,199	\$563,078	\$(8,554)	\$1,847	\$6,254	\$948,824
Balance as of January 1, 2020	\$387,187	\$558,935	\$(20,448)	\$1,655	\$6,254	\$933,583
New capital subscriptions	-	-	-	-	-	-
Net income for the period	-	32,877	-	-	-	32,877
Other comprehensive gain	-	-	-	7,665	-	7,665
Balance as of September 30, 2020	\$387,187	\$591,812	\$(20,448)	\$9,320	\$6,254	\$974,125

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF COMPREHENSIVE INCOME
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

	2020	2019
Interest and similar income		
Loans	\$42,857	\$43,919
Investments and cash balances	6,852	5,648
	49,709	49,567
Interest expense and similar charges		
Borrowings	20,069	18,932
Other financial expenses	(2,077)	3,125
	17,992	22,057
Net interest income	31,717	27,510
Other (income)/expenses		
Other income	(1,328)	(20)
Realised fair value gains	(1,000)	(122)
Administrative expenses	10,526	10,472
Impairment Recovery	(7,026)	-
Foreign exchange translation	4,321	(562)
	5,493	9,768
Operating income	26,224	17,742
Net income before derivative and foreign denominated borrowing adjustments	26,224	17,742
Derivative fair value adjustment	26,140	28,119
Foreign exchange loss in translation on borrowings	(19,487)	(1,447)
	6,653	26,672
Net income for the period	32,877	44,414
Other comprehensive income		
Unrealised fair value gain	7,665	5,840
Total comprehensive income for the period	\$40,542	\$50,254

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF CASH FLOWS
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

	<u>2020</u>	<u>2019</u>
Operating activities:		
Net income for the period	\$32,877	\$44,414
Adjustments:		
Depreciation	995	1,314
Impairment (recovery) on financial assets	(7,026)	-
Derivative fair value adjustment	(26,140)	(28,119)
Interest income	(49,709)	(49,567)
Interest expense	17,992	22,057
Foreign exchange gain in translation	22,828	1,447
Decrease/(Increase) in maintenance of value on currency holdings	198	(480)
<i>Total cash flows used in operating activities before changes in operating assets and liabilities</i>	<u>(7,985)</u>	<u>(8,934)</u>
Changes in operating assets and liabilities:		
(Increase)/decrease in receivables and prepaid assets	(7,124)	2,897
Decrease in cash collateral on derivatives	2,400	9,758
Increase in accounts payable and accrued liabilities	1,602	743
Net increase in debt securities at fair value through other comprehensive income	<u>(96,787)</u>	<u>(35,030)</u>
<i>Cash used in operating activities</i>	<u>(107,894)</u>	<u>(30,566)</u>
Disbursements on loans	(103,713)	(44,734)
Principal repayments on loans	91,061	83,490
Interest received	50,071	48,785
<i>Net cash (used in)/provided by operating activities</i>	<u>(70,475)</u>	<u>56,975</u>
Investing activities:		
Purchase of property and equipment	(1,485)	(3,596)
<i>Net cash used in investing activities</i>	<u>(1,485)</u>	<u>(3,596)</u>
Financing activities:		
Borrowings:		
New borrowings	27,958	6,074
Repayments on borrowings	(78,278)	(43,405)
Interest paid on borrowings	(16,586)	(20,176)
Increase in subscriptions in advance	-	770
Decrease in receivables from members	17,112	2,855
<i>Net cash used in financing activities</i>	<u>(49,794)</u>	<u>(53,882)</u>
Net decrease in cash and cash equivalents	(121,754)	(503)
Cash and cash equivalents at beginning of period	292,045	126,736
Cash and cash equivalents at end of the period	<u><u>\$170,291</u></u>	<u><u>\$126,233</u></u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF INVESTMENTS
As of September 30, 2020
(expressed in thousands of United States dollars)

Schedule 1

	2020			
	USD	CAD	Other Currencies	All Currencies
Obligations guaranteed by				
Governments	\$302,567	\$-	\$-	\$302,567
Multilateral organisations	75,638	3,823	-	79,461
Corporations	141,965	-	-	141,965
Time deposits	-	-	755	755
Sub-total	520,170	3,823	755	524,748
Provision for Impairment	(119)	-	-	(119)
Accrued interest	1,805	16	1	1,822
Total	\$521,856	\$3,839	\$756	\$526,451

	December 31, 2019			
	USD	CAD	Other Currencies	All Currencies
Obligations guaranteed by				
Governments	\$229,697	\$2,576	\$-	\$232,273
Multilateral organisations	109,670	1,075	-	110,745
Corporations	76,519	-	-	76,519
Euro Commercial Paper	-	-	-	-
Sub-total	415,886	3,651	759	420,296
Accrued interest	1,823	18	1	1,842
Total	\$417,709	\$3,669	\$760	\$422,138

RESIDUAL TERM TO CONTRACTUAL MATURITY

	2020	2019
One month to three months	\$25,071	\$68,403
Over three months to one year	68,017	114,723
Over one year to five years	232,778	218,420
Over five years to ten years	169,774	20,592
Over ten years to twenty years	30,451	-
Over twenty years to thirty years	360	-
Total	\$526,451	\$422,138

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF LOANS**

As of September 30, 2020

(expressed in thousands of United States dollars)

Member countries in which loans have been made	Total loans approved 1/	Loans approved but not yet effective	Signed agreements	Principal repaid to bank	Undisbursed	Loans Outstanding	Schedule 2
							Percent-age of total loans out-standing
ANGUILLA	\$123,465	\$-	\$123,465	\$44,801	\$2,399	\$76,265	6.1
ANTIGUA AND BARBUDA	231,624	-	231,624	54,903	64,424	112,296	8.9
BAHAMAS	193,162	40,000	153,162	51,272	23,071	78,819	6.3
BARBADOS	541,375	29,800	511,575	233,071	16,167	262,337	20.9
BELIZE	308,729	-	308,729	121,979	71,637	115,113	9.1
BRITISH VIRGIN ISLANDS	169,808	-	169,808	44,841	36,302	88,665	7.0
CAYMAN ISLANDS	43,374	-	43,374	43,374	-	-	-
DOMINICA	62,033	-	62,033	36,732	7,851	17,449	1.4
GRENADA	94,168	-	94,168	48,003	6,593	39,573	3.1
GUYANA	66,954	-	66,954	40,840	1,055	25,059	2.0
JAMAICA	461,233	-	461,233	338,425	1	122,807	9.8
MONTSERRAT	485	-	485	485	-	-	0.0
ST. KITTS AND NEVIS	88,523	-	88,523	60,533	4,004	23,986	1.9
ST. LUCIA	241,892	19,200	222,692	130,183	32,035	60,474	4.8
ST. VINCENT AND THE GRENADINES	292,466	-	292,466	92,995	134,895	64,576	5.1
SURINAME	156,545	-	156,545	11,626	87,408	57,511	4.6
TRINIDAD AND TOBAGO	178,576	-	178,576	142,975	6,337	29,264	2.3
TURKS AND CAICOS ISLANDS	16,231	-	16,231	14,617	1,114	500	-
REGIONAL PRIVATE SECTOR	18,514	-	18,514	10,003	-	8,510	0.7
Sub-total	3,504,983	89,000	3,415,983	1,651,114	505,833	1,259,034	100.0
Provisions for Losses						(7,041)	
Accrued Interest						15,514	
Total - September 30, 2020	\$3,504,983	\$89,000	\$3,415,983	\$1,651,110	\$505,833	1,267,507	
Total - December 31, 2019	\$3,465,731	\$210,239	\$3,255,491	\$1,559,139	\$449,969	\$1,249,318	

1/ Net of lapses and cancellations.

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF LOANS (continued)
As of September 30, 2020
(expressed in thousands of United States dollars)

Schedule 2
(continued)

Currencies Receivable	Loans Out- standing 2019	Net Interest Earned	Disburse- ments	Sub- Total	Repay- ments	Provision for Impairment	Loans Out- standing 2020
United States dollars	\$1,246,382	\$-	\$103,713	\$1,350,095	\$(91,061)	\$-	\$1,259,034
Sub-Total	1,246,382	-	103,713	1,350,095	(91,061)	-	1,259,034
Provision for impairment	(12,920)	-	-	(12,920)	-	5,879	(7,041)
Accrued interest	15,856	(342)	-	15,514	-	-	15,514
Total - September 30, 2020	\$1,249,318	\$(342)	\$103,713	\$1,352,689	\$(91,061)	\$5,879	\$1,267,507
Total - December 31, 2019	\$1,163,542	\$976	\$197,922	\$1,362,440	\$(110,180)	\$(2,942)	\$1,249,318

MATURITY STRUCTURE OF LOANS OUTSTANDING

October 1, 2020 to December 31, 2020	\$50,478
January 1, 2021 to December 31, 2021	111,219
January 1, 2022 to December 31, 2022	117,324
January 1, 2023 to December 31, 2023	117,836
January 1, 2024 to December 31, 2024	125,385
January 1, 2025 to December 31, 2029	562,332
January 1, 2030 to December 31, 2034	174,013
January 1, 2035 to December 31, 2039	21,768
January 1, 2040 to December 31, 2041	72
Total	1,280,427
Provision for impairment	(12,920)
Total loans outstanding	\$1,267,507

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF SUBSCRIPTION TO CAPITAL STOCK AND VOTING POWER
September 30, 2020
(expressed in thousands of United States dollars)

Schedule 3

Member	No. of Shares	% of Total	Total subscribed capital	Callable capital	Paid-up capital	Subscriptions Matured	Voting Power		Receivable from members. Non-negotiable Demand Notes
							No. of votes	% of total votes	
Regional States and Territories:									
Jamaica	48,354	17.31	\$291,659	\$227,614	\$64,045	64,045	48,504	17.14	9,410
Trinidad and Tobago	48,354	17.31	291,659	227,614	64,045	64,045	48,504	17.14	6,399
Bahamas	14,258	5.10	86,001	67,115	18,886	18,885	14,408	5.09	1,612
Guyana	10,417	3.73	62,833	49,038	13,795	13,795	10,567	3.73	2,062
Barbados	9,074	3.25	54,732	42,717	12,015	12,015	9,224	3.26	-
Colombia	7,795	2.79	47,017	36,691	10,326	10,326	7,945	2.81	-
Mexico	7,795	2.79	47,017	36,691	10,326	10,326	7,945	2.81	-
Venezuela	7,795	2.79	47,017	36,691	10,326	10,326	7,945	2.81	-
Suriname	4,166	1.49	25,128	19,627	5,501	5,501	4,316	1.53	2,805
Brazil	3,118	1.12	18,807	14,687	4,120	3,460	3,268	1.15	-
Haiti	2,187	0.78	13,191	10,296	2,895	2,895	2,337	0.83	-
Belize	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	-
Dominica	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	286
St. Lucia	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	-
St. Vincent and the Grenadines	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	-
Antigua	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	296
St. Kitts and Nevis	2,148	0.77	12,956	10,109	2,847	2,847	2,298	0.81	-
Grenada	1,839	0.66	11,093	8,661	2,432	2,431	1,989	0.70	-
Anguilla /1	455	0.16	2,744	2,141	603	603			-
Montserrat /1	533	0.19	3,215	2,509	706	706			-
British Virgin Islands /1	533	0.19	3,215	2,509	706	706	2,737	0.97	-
Cayman Islands /1	533	0.19	3,215	2,509	706	706			8
Turks and Caicos Islands /1	533	0.19	3,215	2,509	706	706			-
	180,627	64.65	1,089,494	850,273	239,221	238,559	183,477	64.83	22,878
Non-Regional States:									
Canada	26,004	9.31	156,849	122,408	34,441	34,441	26,154	9.24	-
United Kingdom	26,004	9.31	156,849	122,408	34,441	34,441	26,154	9.24	-
Italy	15,588	5.58	94,023	73,376	20,647	20,647	15,738	5.56	-
Germany	15,588	5.58	94,023	73,376	20,647	20,647	15,738	5.56	-
China	15,588	5.58	94,023	73,376	20,647	20,647	15,738	5.56	-
	98,772	35.35	595,767	464,944	130,823	130,822	99,522	35.17	-
Sub-total	279,399	100.00	1,685,261	1,315,217	370,044	369,381	282,999	100.00	22,878
Additional subscriptions									
China			18,804	14,688	4,116	4,116			
Colombia			1,810	905	905	905			
Germany			12,546	9,681	2,865	2,865			
Italy			12,546	9,681	2,865	2,865			
Mexico			6,273	4,841	1,432	1,432			
Venezuela			1,810	905	905	905			
Haiti			2,639	2,060	579	579			
Suriname			12,564	9,814	2,750	2,750			
Brazil			9,403	7,343	2,060	1,730			
Sub-total	-	-	78,395	59,918	18,477	18,147	-	-	-
Gross Subscriptions - September 30, 2020	279,399	100.00	\$1,763,656	\$1,375,135	\$388,521	\$387,528	282,999	100.00	\$22,878
Subscriptions Prepayment Discount						(341)			
Net Subscriptions - September 30, 2020						387,187			
Total - December 31, 2019	279,399	100.00	\$1,763,656	\$1,375,135	\$388,521	\$387,187	282,999	100.00	\$22,878

1. In accordance with Article 3 paragraph 4 of the Agreement establishing the Bank and Board of Governors Resolution No. 4/81, these territories are considered as a single member of the Bank for the purpose of Articles 26 and 32 of the Agreement.

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF BORROWINGS
As of September 30, 2020
(expressed in thousands of United States dollars)

Schedule 4

	Original amounts 1/	Trans- lation adjust- ments	Repay- ments to date	Currency swap agreements	Undrawn	Out- stand- ing	Due Dates
Short term borrowing:							
Royal Bank of Credit Line of Credit - US\$	\$75,000	\$-	\$(75,000)	\$-	\$-	\$-	2020
	75,000	-	(75,000)	-	-	-	
CDB Market Borrowings:							
4.35% Loan - Yen	60,000	1,237	-	-	-	61,237	2030
2.75% Notes - Yen	100,000	18,237	-	-	-	118,237	2022
4.375% Bonds - US\$	300,000	-	-	-	-	300,000	2027
0.297% Bonds - CHF	151,341	5,772	-	-	-	157,113	2028
0.875% Notes - EUR	275,550	17,122	-	-	-	292,672	
Unamortized transaction costs	(16,761)	(677)	-	-	-	(17,438)	
Unamortized currency swap	2,158	-	-	(727)	-	1,431	
	872,288	41,691	-	(727)	-	913,252	
European Investment Bank							
Global Loan III - US\$	13,278	-	(1,659)	-	-	11,619	2023
Climate Action Credit - US\$	65,320	-	(859)	-	-	64,461	2032
Climate Action Credit 2 - US\$	115,821	-	-	-	(86,791)	29,030	2033
Unamortized transaction costs	(250)	5	-	-	-	(245)	
	194,169	-	(2,518)	-	(86,791)	104,865	
Inter-American Development Bank:							
Loan 926/OC-RG - US\$	19,347	-	(18,791)	-	-	556	2021
Loan 2798/BL-RG - US\$	14,000	-	(626)	-	(3,274)	10,100	2043
Loan 3561/OC - RG	20,000	-	-	-	(12,781)	7,219	2037
	53,347	-	(19,417)	-	(16,055)	17,875	
Agence Francaise de Developpment							
	33,000	-	-	-	-	33,000	2028
	33,000	-	-	-	-	33,000	
Sub-total	1,227,804	41,691	(96,935)	(727)	(102,846)	1,068,992	
Accrued interest	5,748	-	-	-	-	7,385	
Total - September 30, 2020	\$1,235,194	\$41,691	\$(96,935)	\$(727)	\$(102,846)	\$1,076,377	
Total - December 31, 2019	\$1,237,625	\$18,535	\$(21,978)	\$(968)	\$(130,024)	\$1,103,190	

1/ Net of cancellations and borrowings fully repaid.

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF BORROWINGS (continued)
As of September 30, 2020
(expressed in thousands of United States dollars)

							Schedule 4 (continued)
Currencies repayable	Out- standing borrow- ings December 31 2019	Trans- lation adjust- ments	Net Interest Paid	Draw- downs	Amorti- sation	Repay- ments	Out- standing borrow- ings June 30 2020
United States dollars	\$507,083	\$-	\$-	\$27,178-	\$-	\$(78,278)	\$455,983
Swiss Franc	150,166	6,948	-	-	-	-	157,114
Euro	280,741	11,930	-	-	-	-	292,671
Yen	177,019	4,615	-	-	(727)	-	180,907
Sub-total	1,115,009	23,493	-	27,178	(727)	(78,278)	\$1,086,675
Amortized borrowing cost	(17,798)	(665)	-	780	-	-	(17,683)
Accrued interest	5,979	-	1,406	-	-	-	7,385
Total - September 30, 2020	\$1,103,190	\$22,828	\$1,406	\$27,958	\$(727)	\$(78,278)	\$1,076,377
Total - December 31, 2019	\$796,278	\$4,963	\$(477)	\$348,806	\$(968)	\$(45,412)	\$1,103,190

MATURITY STRUCTURE OF BORROWINGS OUTSTANDING

October 1, 2020 to December 31, 2020	\$12,254
January 1, 2021 to December 31, 2021	13,913
January 1, 2022 to December 31, 2022	135,311
January 1, 2023 to December 31, 2023	75,417
January 1, 2024 to December 31, 2024	72,613
January 1, 2025 to December 31, 2029	394,228
January 1, 2030 to December 31, 2034	90,470
January 1, 2035 to December 31, 2043	282,171
Total	\$1,076,377

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 1 – NATURE OF OPERATIONS

Corporate structure

The Caribbean Development Bank (“CDB” or “the Bank”) is an international organisation established by an Agreement (“Charter”) signed in Kingston, Jamaica, on October 18, 1969 and accepted and ratified by all the member countries which are signatories thereto. The Charter is an international treaty which, together with the instruments of ratification and accession by member countries, is deposited with the United Nations Secretary-General. The Charter entered into force on January 26, 1970 and CDB commenced operations on January 31, 1970. Since then other countries have become members of CDB by acceding to the Charter. The Bank’s headquarters is located in Wildey in the parish of Saint Michael in the island of Barbados.

Purpose and objectives

CDB is a regional financial institution established for the purpose of contributing to the harmonious economic growth and development of the member countries in the Caribbean (“Region”) and to promote economic cooperation and integration among them, with special and urgent regard to the needs of the less developed members.

Reducing poverty in the region is CDB’s main objective and it finances development projects in its Borrowing Member Countries (“BMCs”) primarily through its Ordinary Capital Resources (“OCR”) which comprises shareholders’ paid-in capital, retained earnings and reserves and borrowings. In advancing this objective, the Bank participates in the selection, study and preparation of projects contributing to poverty reduction and where necessary, provides technical assistance. The BMCs are also shareholders of the OCR and are therefore considered related parties.

Membership

The membership of the Bank is open to:

- (a) States and Territories of the Region;
- (b) Non-Regional States which are members of the United Nations or any of its specialised Agencies; or of the International Atomic Energy Agency.

The current membership of the Bank is comprised of twenty-three (23) regional states and territories and five (5) non-regional states (2019: 23 regional states and territories and 5 non-regional states).

NOTE 2 – KEY EVENTS

For the three month period commencing July 1, 2020, the Bank’s interest rate on its variable rate loans was set at 4.10% (2019: 4.80%) in accordance with BOD approved policy based on the weighted average cost of borrowings for the previous three months plus an adjustable spread. Rates are set on a quarterly basis.

For the period under review, the Bank recorded net interest income of \$31.7mn (2019: \$27.5mn), an increase of \$4.2mn (15.3%) due to the effect of an increase in interest income of \$0.1mn and a \$4.1mn decline in interest expenses.. In addition, the decrease in administrative and other expenditures of \$4.3mn resulted in operating income of \$26.2mn, an increase of \$8.5mn (48.0%) compared to the previous period.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 2 – KEY EVENTS...continued

There was a total comprehensive gain of \$40.5mn (2019: \$50.2mn) including the positive effects of \$14.3mn (2019: \$32.5mn) relating to the total derivative fair value, foreign exchange impact adjustments and fair value gains on debt securities in the previous period. This was the result of the weakening US Dollar and falling interest rates. These adjustments are volatile as their valuations are determined by various external factors, however, derivatives are held to maturity in accordance with approved policy and are not used in the determination of the Bank's performance against its policy ratios and guidelines.

NOTE 3 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

This condensed interim financial report for the nine months ended September 30, 2020 was prepared in accordance with IAS 34, '*Interim Financial Reporting*' and does not include all of the information and disclosures required in the audited annual financial statements. This condensed interim financial report should be read in conjunction with the Bank's audited financial statements in respect of the year ended December 31, 2019.

Accounting policies

Accounting policies which are specific in nature are included as part of the disclosures that are relevant to the particular item. The accounting policies that are of a general nature applied in the preparation of these financial statements are set out below.

Foreign currency translation

The functional and presentation currency of the Bank is the United States dollar (USD). Monetary assets and liabilities in currencies other than USD are translated at market rates of exchange prevailing at the reporting date. Non-monetary items measured at historical cost in currencies other than United States dollars are translated into USD using the prevailing exchange rates at the effective dates of the initial transactions.

Foreign currency transactions are initially translated into USD at applicable rates of exchange on the transaction dates. Any gains or losses arising as a result of differences in rates applied to income or expenses and to assets or liabilities are shown as an exchange gain or loss in the determination of net income for the year.

All policies have been consistently applied to the years presented, except where otherwise stated. Prior year comparatives have been adjusted or amended to conform with the presentation in the current year where applicable.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

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NOTE 3 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES ...continued

Classification of financial assets and liabilities

In accordance with the IFRS 9 the Bank classifies its financial assets and liabilities at Amortised Cost (AC), Fair Value through Profit or Loss (FVPL) or Fair Value through Other Comprehensive Income (FVOCI), as follows:-

Financial assets		
Debt securities	Fair Value through Other Comprehensive Income	FVOCI
Receivables	Amortised cost	AC
Loans outstanding	Amortised cost	AC
Receivable from Members	Amortised cost	AC
Derivative financial instruments	Fair Value through Profit or Loss	FVPL
Financial liabilities		
Accounts payable	Fair value through Profit or Loss	FVPL
Borrowings	Amortised cost	AC
Derivative financial instruments	Fair value through Profit or Loss	FVPL

New and amended standards and interpretations which are applicable to the Bank

The Bank applied for the first time certain standards and amendments, which are effective for the reporting period. The Bank has not early adopted any standards, interpretations or amendments that have been issued but are not yet effective.

The nature and the impact of each new standard and amendment is described below:

Interest Rate Benchmark Reform – Amendments to IFRS 9, IAS 39 and IFRS 7

In September 2019, the IASB issued amendments to IFRS 9, IAS 39 and IFRS 7 *Financial Instruments: Disclosures*, which concludes phase one of its work to respond to the effects of Interbank Offered Rates (IBOR) reform on financial reporting.

The amendments provide temporary reliefs which enable hedge accounting to continue during the period of uncertainty before the replacement of an existing interest rate benchmark with an alternative nearly risk-free interest rate (an RFR). The amendments also introduce specific disclosure requirements for hedging relationships to which the reliefs are applied.

The amendments must be applied retrospectively. However, any hedge relationships that have previously been de-designated cannot be reinstated upon application, nor can any hedge relationships be designated with the benefit of hindsight. Early application is permitted and must be disclosed. This had no impact on the financial statements of the Bank.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 3 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES ...continued

Definition of Material – Amendments to IAS 1 and IAS 8

In October 2018, the IASB issued amendments to IAS 1 Presentation of Financial Statements and IAS 8 Accounting Policies, Changes in Accounting Estimates and Errors to align the definition of ‘material’ across the standards and to clarify certain aspects of the definition. The new definition states that, ‘Information is material if omitting, misstating or obscuring it could reasonably be expected to influence decisions that the primary users of general-purpose financial statements make on the basis of those financial statements, which provide financial information about a specific reporting entity.’

NOTE 4 – LOANS

Accounting policy – classification

In accordance with IFRS 9, *financial instruments*, loans and other financial assets are classified at amortised cost using the effective interest rate method.

Determination of impairment allowance

In accordance with the adoption of IFRS 9 the Bank computes impairment using a forward-looking Expected Credit (ECL) approach. The Exposure at Default (EAD) comprises outstanding balances, loan commitments and financial guarantee contracts. The impairment allowance is based on the change in credit risk since origination. In the event of the change in credit risk not being significant the ECL is associated with the probability of default in the following twelve months from the reporting date (Stage 1). In the event of a significant increase in the credit risk the ECL is associated with the probability of default over the lifetime of the loan (Stage 2).

In the event of further deterioration the loan is classified as fully impaired with the ECL calculated in a similar manner to Stage 2 except with the probability of default set at 100%. Loans and other applicable financial assets can be reclassified between stages at each occasion of their change in if their credit risk is evaluated.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 4 – LOANS...continued

Overview of the ECL principles

The Bank records the allowance for expected credit losses for all loans and other financial assets not held at FVPL, together with loan commitments and financial guarantee contracts (all referred to as ‘financial instruments’ below).

The ECL allowance is based on the credit losses expected to arise over the life of the asset (the lifetime expected credit loss or LTECL), unless there has been no significant increase in credit risk since origination, in which case, the allowance is based on the 12 months’ expected credit loss (12mECL) that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date.

Both LTECLs and 12mECLs are calculated on an individual basis.

Determination of significant increase in credit risk

The Bank has established a policy to perform an assessment, at the end of each reporting period, of whether a financial instrument’s credit risk has increased significantly since initial recognition, by considering the change in the risk of default occurring over the remaining life of the financial instrument.

Based on the above process, the Bank groups its financial assets into Stage 1, Stage 2, Stage 3 as described below:

- Stage 1: When financial assets are first recognised, the Bank recognises an allowance based on 12mECLs. Stage 1 financial assets also include those assets where the credit risk has improved and the asset has then been reclassified from Stage 2. The 12mECL is calculated as the portion of LTECLs that represent the ECLs that result from default events on a financial instrument that are possible within the 12 months after the reporting date. The Bank calculates the 12mECL allowance based on the expectation of a default occurring in the 12 months following the reporting date. These expected 12-month default probabilities are applied to a forecast exposure at default (EAD) and multiplied by the expected loss given default (LGD) and discounted by an approximation to the original EIR. This calculation is made for each of three scenarios, as explained below.
- Stage 2: When a loan has shown a significant increase in credit risk since origination, the Bank records an allowance for the LTECLs. These also include assets for which the credit risk has improved and the loan has been reclassified from Stage 3. The mechanics are similar to those outlined above for Stage 1, including the use of multiple scenarios, but Probability of Default (PD) and LGD are estimated over the lifetime of the instrument. The expected cash shortfalls are discounted by an approximation to the original EIR.
- Stage 3: For loans considered credit-impaired, the Bank recognises the lifetime expected credit losses. The method is similar to that for Stage 2 assets, with the PD set at 100%.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

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NOTE 4 – LOANS...continued

The calculation of ECLs

The Bank calculates ECLs based on three probability-weighted scenarios to measure the expected cash shortfalls, discounted at an approximation to the EIR. A cash shortfall is the difference between the cash flows that are due to an entity in accordance with the contract and the cash flows that the entity expects to receive.

The three probability weighted scenarios comprise a base case, an optimistic scenario and a pessimistic scenario each of which is associated with different PDs, Exposure at Default [EAD]s and Loss given default [LGD]s.

The maximum period for which the credit losses is determined is the contractual life of a financial instrument unless the Bank has the legal right to call it earlier. The mechanics of the ECL calculations are outlined below:

- PD - The Probability of Default is an estimate of the likelihood of default over a given time horizon. A default may only happen at a certain time over the assessed period, if the facility has not been previously derecognised and is still in the portfolio.
- EAD - The Exposure at Default is an estimate of the exposure at a future default date, taking into account expected changes in the exposure after the reporting date, including repayments of principal and interest, whether scheduled by contract or otherwise, expected drawdowns on committed facilities, and accrued interest from missed payments.
- LGD - The Loss Given Default is an estimate of the loss arising in the case where a default occurs at a given time. It is based on the difference between the contractual cash flows due and those that the lender would expect to receive, including from the realisation of any collateral. It is usually expressed as a percentage of the EAD.
- PCT factor – The Preferred Creditor Treatment (PCT) factor is calculated as a mitigation of the total ECL computed in accordance with the standard formula, to reflect the status of the Bank as a preferred creditor by its sovereign borrowers. PCT treatment includes the obligation to meet the payments of all sovereign debts in full and on time, no re-negotiation or “hair-cuts” on outstanding amounts and the role of the Bank as a lender of last resort which rests in large part on the respect of PCT treatment to all institutions similar to the Bank.

Impairment losses and releases are accounted for and disclosed separately from modification losses or gains.

The inputs and models used for calculating ECLs may not always capture all characteristics of the market, counterparties or business model at the date of the financial statements. To reflect this, adjustments or overlays are occasionally made when such differences are significantly material. This includes taking into account the Bank’s preferred creditor treatment (PCT) afforded by its borrowing members as well as forward looking information.

Loans outstanding, receivables from members and receivables

The amount of the provision is the difference between the assets’ carrying value and the present value of expected cash flows including amounts recoverable from guarantees and collateral, discounted at the financial asset’s original effective interest rate. The carrying amount of the asset is reduced through the use of an allowance account and the amount of the loss is recognised in the statement of comprehensive income.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 4 – LOANS...continued

Loan distribution

The distribution of the Bank’s loans by country and the analysis of interest and related income earned for the nine months ended September 30, 2020 are shown in Schedule 2.

NOTE 5 – SEGMENT ANALYSIS

Segment reporting

Operating segments are reported in a manner consistent with the internal reporting provided to the chief operating decision maker. The chief operating decision maker is the person or group that allocates resources to, and assesses the performance of the operating segments of an entity. Under Article 33.4 of the Charter, the President is the Chief Executive Officer (CEO) of the Bank, and is required to conduct, under the direction of BOD, the current business of the Bank as well as the other matters as set out in this Article. The President has set up a number of management Committees to assist with the discharge of those responsibilities.

In accordance with IFRS 8 – *Operating Segments*, the Bank has one operating segment, its Ordinary Capital Resources (“OCR”).

The Bank has determined that the Advisory Management Team is its chief operating decision maker.

The following table presents the outstanding balance of CDB’s loans (net of provision for impairment) as of September 30, 2020 and associated interest income, by countries which generated in excess of 10% of the loan interest income for the nine months ended September 30, 2020.

Country	Interest income		Loans outstanding	
	2020	2019	September 30, 2020	December 31, 2019
Barbados	\$8,432	\$6,805	\$264,742	\$261,898
Jamaica	4,210	5,816	124,339	150,844
Antigua and Barbuda	4,166	4,689	113,620	117,384
Other	26,049	26,609	764,806	719,192
	\$42,857	\$43,919	\$1,267,507	\$1,249,318

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

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NOTE 6 – CASH AND CASH EQUIVALENTS

For the purpose of the statement of cash flows, cash and cash equivalents comprise the following balances with less than three months maturity from the date of acquisition:

	September 30, 2020	December 31, 2019
Due from banks	\$141,787	\$229,716
Time deposits	28,504	62,329
	\$170,291	\$292,045

NOTE 7 – RISK MANAGEMENT

The Bank's principal financial liabilities, other than derivatives, comprise borrowings and trade and other payables, the main purpose of which is to finance the Bank's operations. The Bank also provides guarantees to its borrowers under set terms and conditions. The Bank's principal financial assets are loans, receivables, cash and short-term deposits and debt securities at fair value through profit and loss that are all derived directly from its operations. The Bank also holds derivative contracts and enters into derivative transactions when deemed necessary by senior management. All derivative activities for risk management purposes are to be undertaken by senior management in accordance with approved BOD policy which includes the provision that no trading in derivatives for speculative purposes may be undertaken.

The Bank's BOD sets the governance framework for the Bank by setting the risk and risk appetite framework, and the underlying policies and procedures. Financial risk activities are governed by the policies and procedures and financial risks are identified, measured and managed in accordance with the Bank's approved policies and risk objectives.

The ability to manage these risks is supported by an enterprise-wide risk management framework which was approved by the BOD. Operationally, CDB seeks to minimise its risks via the implementation of robust mitigating controls aimed at reducing exposure to achieve adherence to approved risk appetite portfolio limits. The Bank's risk mitigation approaches include adopting processes, systems, policies, guidelines and practices which are reviewed and modified periodically in line with the institution's changing circumstances.

The Bank's Office of Risk Management (ORM) manages, coordinates, monitors and reports on the mitigation of all risks that the Bank faces such as strategic, financial, operational, and reputational risks. The ORM also has the responsibility for recommending and implementing new or amended policies and procedures for effective risk management to the BOD for approval and to ensure that risk awareness is embedded within the Bank's operations and among the Bank's employees. CDB's risk management framework is built around its governance, policies and processes. The risk management governance structure supports the Bank's senior management in their oversight function in the coordination of different aspects of risk management.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

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NOTE 7 – RISK MANAGEMENT...continued

The Bank's governance is built around the following committees:

- (i) The Enterprise Risk Committee (ERC);
- (ii) The Loans Committee (LC);
- (iii) The Oversight and Assurance Committee (OAC);
- (iv) The Advisory Management Team (AMT); and
- (v) The Office of Independent Evaluation (OIE)

The Office of Institutional Integrity, Compliance and Accountability (ICA) was also established to operationalise the strategic framework for integrity, compliance and accountability. ICA is responsible for managing institutional integrity, compliance, anti-money laundering, countering the financing of terrorism and financial sanctions, ethics, whistleblowing, and project accountability. ICA reports to the BOD through the OAC.

The Bank is exposed to market risk, credit risk, liquidity risk and operational risk which is overseen by its senior management through established committees with defined roles and responsibilities. Market risk includes currency, interest rate and price risk. The most important types of risk faced by CDB are associated with the borrowing member countries and relate to country credit risk and concentration risk.

The Bank manages limits and controls concentration of credit risk in relation to loans, debt securities, cash and investments, derivative and borrowing counterparties based upon policies approved by the BOD. These financial policies limit the amount of exposure in relation to a single borrower and to groups of borrowers, by counterparties and by type of investments and they are monitored on a monthly basis.

Fair value of financial assets and liabilities

Fair value hierarchy

IFRS 13 specifies a hierarchy of valuation techniques based on whether the inputs to those valuation techniques are observable or unobservable. Observable inputs reflect market data obtained from independent sources; unobservable inputs reflect the Bank's market assumptions. These two types of inputs have created the following fair value hierarchy:

Level 1 – Quoted (unadjusted) market prices in active markets for identical assets or liabilities.

Level 2 – Inputs other than quoted prices included in Level 1 for which the lowest level input that is significant to the fair value measurement is directly or indirectly observable.

Level 3 – Inputs for the asset or liability for which the lowest level input that is significant to the fair value measurement is unobservable.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

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NOTE 7 – RISK MANAGEMENT...continued

Fair value of financial assets and liabilities

Assets measured at fair value:

September 30	2020			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<i>Financial assets at fair value through profit and loss</i>				
- Derivative financial instruments	\$-	\$78,591	\$-	\$78,591
<i>Financial assets designated at fair value through other comprehensive income</i>				
- Debt securities	-	526,451	-	526,451
	\$-	\$605,042	\$-	\$605,042
<i>Financial liabilities designated at fair value through profit or loss</i>				
- Derivative financial instruments	\$-	\$5,554	\$-	\$5,554
	\$-	\$5,554	\$-	\$5,554

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

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NOTE 7 – RISK MANAGEMENT...continued

Fair value of financial assets and liabilities...continued

December 31	2019			
	Quoted prices in active markets (Level 1)	Significant observable inputs (Level 2)	Significant unobservable inputs (Level 3)	Total
<i>Financial assets at fair value through profit or loss</i>				
- Derivative financial instruments	\$-	\$60,246	\$-	\$60,246
<i>Financial assets designated at fair value through other comprehensive income</i>				
- Debt securities	-	422,138	-	422,138
	\$-	\$482,384	\$-	\$482,384
<i>Financial liabilities designated at fair value through profit or loss</i>				
- Derivative financial instruments	\$-	\$12,622	\$-	\$12,622
	\$-	\$12,622	\$-	\$12,622

Commitments, guarantees and contingent liabilities

Commitments, guarantees and contingent liabilities

Loan commitments represent amounts undrawn against loans approved by the BOD.

Other commitments comprise a proposed allocation, subject to the approval of the Board of Governors of the Bank, from the net income of the OCR to the operations of the Special Development Fund [SDF (U)] in respect of the four year cycle (Cycle 9) covering the period 2017 to 2020.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

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For the nine months ended September 30, 2020

[Expressed in Thousands of United States Dollars (US\$) unless otherwise stated]

NOTE 7 – RISK MANAGEMENT...continued

Commitments, guarantees and contingent liabilities...continued

	2020		
	0-12 months	1-5 years	Total
At September 30			
Loan commitments	\$209,000	\$296,833	\$505,833
Other commitments	5,000	10,000	15,000
Guarantees	12,000	-	12,000
	\$226,000	\$306,833	\$532,833
	2019		
At December 31			
Loan commitments	\$259,000	\$190,969	\$449,969
Other commitments	10,000	5,000	15,000
Guarantees	12,000	-	12,000
	\$281,000	\$195,969	\$476,969

Borrowings

It is the Bank's policy to limit borrowing and guarantees chargeable to the Bank's OCR to 100 percent of the callable capital of its investment grade non-borrowing members plus the paid in capital and retained earnings less receivables from members and other non-cash resources, general banking reserve and the re-measurement reserve (cash reserves). As at September 30, 2020 total outstanding borrowings amounted to \$1,076.4mn (December 31, 2019: \$1,103.2mn).

The performance against this policy was as follows:-

	September 30, 2020	December 31, 2019
Borrowing Limit	\$1,505,018	\$1,458,567
Total outstanding and contracted borrowings	\$1,254,223	\$1,235,556
Ratio	83.3%	84.7%

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the nine months ended September 30, 2020

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NOTE 7 – RISK MANAGEMENT...continued

Credit rating

On May 20, 2020 Standard & Poor's affirmed the Bank's long-term issuer credit rating of 'AA+' and its short-term credit rating of 'A-1+', both with a Stable outlook.

On July 7, 2020 Moody's Investors Service reaffirmed the Bank's long-term issuer rating at 'Aa1' and maintained the Stable outlook.

On May 4, 2020 Fitch Ratings Limited affirmed the Bank's long-term issuer default rating of 'AA+' with a Stable Outlook and a short-term issuer default rating of 'F1+'.

NOTE 8 – GUARANTEES

Guarantees

Financial guarantee contracts are contracts that require the issuer to make specified payments to reimburse the holder for a loss it incurs because a specified debtor fails to make payments when due, in accordance with the terms of a debt instrument.

Financial guarantees are initially recognised as a liability in the financial statements at fair value, adjusted for transaction costs that are directly attributable to the issuance of the guarantee, on the date the guarantee was given. Subsequently, the liability is measured at the higher of the best estimate of the expenditure required to settle the present obligation at the reporting date and the amount initially recognised less cumulative amortisation.

At its two hundred and forty-ninth meeting held on December 8, 2011, the Bank issued a guarantee in an amount not exceeding the equivalent of \$12 million with respect to Bonds issued by the Government of St. Kitts and Nevis (GOSKN) on a rolling, re-instatable and non-accelerable basis.

The guarantee contains a Counter Guarantee and Indemnity clause whereby the GOSKN undertakes irrevocably and unconditionally agrees to reimburse the Bank for any amount paid under the guarantee together with interest and other charges at a rate specified by the Bank. Where reimbursement to the Bank is not made (in whole or in part) within a period of 90 days of such amounts being paid the Bank such unreimbursed amounts shall be converted to a loan due by the GOSKN to the Bank's OCR.

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF FINANCIAL POSITION**

As of September 30, 2020

(expressed in thousands of United States dollars)

				December 31, 2019		
	UNIFIED	OTHER	TOTAL	UNIFIED	OTHER	TOTAL
Assets						
Cash and cash equivalents	\$-	\$15,929	\$15,929	\$47,136	\$11,429	\$58,565
Debt securities at fair value through profit or loss	359,631	10,180	369,811	310,078	22,647	332,725
Loans outstanding	551,905	21,884	573,789	537,444	22,769	560,213
Receivables						
Accounts receivable	394	-	394	535	-	535
	911,930	47,993	959,923	895,193	56,845	952,038
Receivable from contributors						
Non-negotiable demand notes (Schedule 3)	68,464	-	68,464	71,526	-	71,526
Contribution in arrears	22,528	-	22,528	16,671	-	16,671
	90,992	-	90,992	88,197	-	88,197
Total assets	\$1,002,922	\$47,993	\$1,050,915	\$983,390	\$56,845	\$1,040,235
Liabilities and Funds						
Liabilities						
Due to banks	\$1,363	\$-	\$1,363	\$-	\$5,552	\$5,552
Accounts payable	30,570	938	31,508	40,279	791	41,070
Subscriptions in advance	-	-	-	3,328	-	3,328
	31,933	\$938	\$32,871	43,607	6,343	49,950
Funds						
Contributed resources (Schedule 3)						
Contributions	1,319,903	38,419	1,358,322	1,319,655	38,335	1,357,990
Less amounts not yet made available	(4,213)	-	(4,213)	(34,116)	-	(34,116)
Amounts made available	1,315,690	38,419	1,354,109	1,285,539	38,335	1,323,874
Allocation to technical assistance and grant resources	(544,850)	(10,000)	(554,850)	(544,850)	(10,000)	(554,850)
	770,840	28,419	799,259	740,689	28,335	769,024
Accumulated net income (Schedule 4)	65,956	17,711	83,667	55,468	21,242	76,710
Technical assistance and grant resources	134,193	925	135,118	143,626	925	144,551
	970,989	47,055	1,018,044	939,783	50,502	990,285
Total liabilities and funds	\$1,002,922	\$47,993	\$1,050,915	\$983,390	\$56,845	\$1,040,235

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF COMPREHENSIVE INCOME AND ACCUMULATED NET INCOME
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

	2020			2019		
	UNIFIED	OTHER	TOTAL	UNIFIED	OTHER	TOTAL
Interest and similar income						
Loans	\$9,104	\$268	\$9,372	\$9,095	\$289	\$9,384
Investments and cash balances	11,110	310	11,420	11,172	627	11,799
Gross income	20,214	578	20,792	20,267	916	21,183
Expenses						
Administrative expenses	10,844	798	11,642	10,742	727	11,469
Foreign exchange translation	(1,118)	108	(1,010)	(479)	(264)	(743)
	9,726	906	10,632	10,263	463	10,726
Total comprehensive income/(loss) for the period	\$10,488	\$(328)	\$10,160	\$10,004	\$453	\$10,457

Accumulated Net Income

Accumulated net income - beginning of year	\$55,468	\$21,242	\$76,710	\$46,942	\$21,035	\$67,977
Appropriations for technical assistance	-	(3,203)	(3,203)	-	-	-
Total comprehensive income for the period	10,488	(328)	10,160	10,004	453	10,457
Accumulated net income - end of period	\$65,956	\$17,711	\$83,667	\$56,946	\$21,488	\$78,434

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND (UNIFIED)
STATEMENT OF CASH FLOWS
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

	<u>2020</u>	<u>2019</u>
Operating activities:		
Total comprehensive income for the period	\$10,488	\$10,004
Adjustments for non-cash items:		
Unrealised gain on debt securities at fair value through profit or loss	(6,171)	(6,149)
Interest income	(14,043)	(14,118)
Unrealised net foreign exchange gain	(760)	(554)
Total cash flows used in operating activities before changes in operating assets and liabilities	(10,486)	(10,817)
Changes in operating assets and liabilities:		
Decrease/(Increase) in accounts receivable	141	(42)
Decrease in accounts payable	(9,709)	(2,409)
Cash used in operating activities	(20,054)	(13,268)
Disbursements on loans	(37,999)	(20,282)
Principal repayments to the Bank on loans	23,533	22,358
Interest received	14,528	14,273
Net increase in debt securities at fair value through profit or loss	(43,862)	(22,105)
Technical assistance disbursements	(9,435)	(14,092)
Net cash used in operating activities	(73,289)	(33,116)
Financing activities:		
Contributions:		
Increase in contributions to be on-lent to BMCs	30,911	37,489
Increase in receivables from contributors	(2,795)	(2,572)
Decrease in subscriptions in advance	(3,328)	(2,986)
Technical assistance allocation	1	-
Net cash provided by financing activities	24,789	31,931
Net decrease in cash and cash equivalents	(48,500)	(1,185)
Cash and cash equivalents - beginning of period	47,137	41,310
Cash and cash equivalents end of period	\$(1,363)	\$40,125

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND (OTHER)
STATEMENT OF CASH FLOWS
For the ninemonths ended September 30, 2020
(expressed in thousands of United States dollars)

	<u>2020</u>	<u>2019</u>
Operating activities:		
Total comprehensive (loss)/income for the period	\$(328)	\$453
Adjustments for non-cash items		
Unrealised gain on debt securities at fair value through profit or loss	(121)	(248)
Interest income	(457)	(668)
Unrealised net foreign exchange loss/(gain)	<u>84</u>	<u>(255)</u>
Total cash flows used in operating activities before changes in operating assets and liabilities	(822)	(718)
Changes in operating assets and liabilities:		
Decrease in accounts payable	<u>(5,405)</u>	<u>(8,756)</u>
<i>Net cash used in operating activities</i>	<i>(6,227)</i>	<i>(9,474)</i>
Principal repayments to the Bank on loans	880	880
Interest received	476	697
Net decrease in debt securities at fair value through profit or loss	<u>12,574</u>	<u>14,050</u>
<i>Net cash provided by operating activities</i>	<i><u>7,703</u></i>	<i><u>6,153</u></i>
Financing activities:		
Contributions:		
Appropriations of retained earnings	<u>(3,203)</u>	<u>-</u>
Net cash used in financing activities	(3,203)	-
Net increase in cash and cash equivalents	<u>4,500</u>	<u>6,153</u>
Cash and cash equivalents at beginning of period	<u>11,429</u>	<u>6,521</u>
Cash and cash equivalents at end of period	<u>\$15,929</u>	<u>\$12,674</u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUND RESOURCES - SPECIAL DEVELOPMENT FUND
SUMMARY STATEMENT OF INVESTMENTS
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

Schedule 1

	September 30, 2020			December 31, 2019		
	Market value			Market value		
	UNIFIED	OTHER	TOTAL	UNIFIED	OTHER	TOTAL
Government and Agency Obligations	\$181,544	\$5,648	\$187,192	\$135,876	\$15,739	\$151,615
Supranationals	86,965	4,497	91,462	91,647	6,859	98,506
Corporate Bond	89,793	-	89,793	80,746	-	80,746
Sub-total	358,302	10,145	368,447	308,269	22,598	330,867
Accrued Interest	1,329	35	1,364	1,809	49	1,858
Total	\$359,631	\$10,180	\$369,811	\$310,078	\$22,647	\$332,725

Residual term to contractual maturity

	2020	2019
One month to three months	\$20,421	\$18,443
Over three months to one year	49,003	89,175
From one year to five years	200,255	198,691
From five years to ten years	82,393	26,416
From ten years to twenty years	17,379	-
From twenty years to thirty years	360	-
TOTAL	\$369,811	\$332,725

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUND RESOURCES - SPECIAL DEVELOPMENT FUND (UNIFIED)
SUMMARY STATEMENT OF LOANS
September 30, 2020
(expressed in thousands of United States dollars)

Member countries in which loans have been made	Total loans approved 1/	Loans approved but not yet effective				Undisbursed	Loans Outstanding	Schedule 2 Percent- age of total loans out- standing
		Signed agreements	Principal repaid to bank					
ANGUILLA	\$9,620	\$-	\$9,620	\$8,308	\$-	\$1,312	0.3	
ANTIGUA AND BARBUDA	28,970	-	28,970	9,089	12,700	7,181	1.3	
BAHAMAS	2,251	-	2,251	2,004	-	247	0.0	
BARBADOS	5,636	-	5,636	5,636	-	-	0.0	
BELIZE	143,697	-	143,697	46,770	46,397	50,530	9.2	
BRITISH VIRGIN ISLANDS	18,221	-	18,221	10,159	5,000	3,062	0.6	
CAYMAN ISLANDS	3,707	-	3,707	3,642	65	-	0.0	
DOMINICA	114,356	-	114,356	50,887	15,064	48,405	8.8	
GRENADA	149,571	-	149,571	49,298	26,837	73,436	13.4	
GUYANA	203,616	-	203,616	58,840	22,402	122,374	22.3	
JAMAICA	177,426	-	177,426	78,647	4,684	94,095	17.1	
MONTSERRAT	10,077	-	10,077	6,647	-	3,430	0.6	
ST. KITTS AND NEVIS	83,110	-	83,110	44,194	4,853	34,063	6.2	
ST. LUCIA	153,187	10,800	142,387	49,671	40,840	51,876	9.5	
ST. VINCENT AND THE GRENADINES	131,735	1,573	130,162	40,432	46,684	43,046	7.8	
SURINAME	18,912	-	18,912	-	10,927	7,985	1.5	
TRINIDAD AND TOBAGO	4,218	-	4,218	4,218	-	-	0.0	
TURKS AND CAICOS ISLANDS	11,526	-	11,526	10,852	-	674	0.1	
REGIONAL	13,856	-	13,856	6,651	-	7,205	1.3	
Sub-total	1,283,692	12,373	1,271,319	485,945	236,453	548,921	100.0	
Accrued Interest						2,984		
Total - September 30, 2020	\$1,283,693	\$12,373	\$1,271,320	\$485,946	\$236,458	\$551,905		
Total - December 31, 2019	\$1,207,618	\$12,175	\$1,195,443	\$463,173	\$197,819	\$537,444		

1/ Net of lapses and cancellations.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUND RESOURCES - SPECIAL DEVELOPMENT FUND (OTHER)
SUMMARY STATEMENT OF LOANS
September 30, 2020
(expressed in thousands of United States dollars)

Member countries in which loans have been made	Total loans approved	Loans approved but not yet effective	Signed agreements	Principal repaid to bank	Undisbursed	Loans Outstanding	Schedule 2
							(continued)
	1/						Percent- age of total loans out- standing
ANGUILLA	\$1,342	\$-	\$1,342	\$1,342	\$-	\$-	0.0
ANTIGUA AND BARBUDA	15,421	-	15,421	3,374	-	12,047	55.3
BAHAMAS	773	-	773	773	-	-	0.0
BARBADOS	1,594	-	1,594	1,594	-	-	0.0
BELIZE	27,470	-	27,470	23,490	-	3,980	18.3
BRITISH VIRGIN ISLANDS	4,288	-	4,288	4,288	-	-	0.0
CAYMAN ISLANDS	558	-	558	558	-	-	0.0
DOMINICA	13,249	-	13,249	12,005	-	1,244	5.7
GRENADA	4,583	-	4,583	4,474	-	109	0.5
GUYANA	22	-	22	22	-	-	0.0
JAMAICA	6,870	-	6,870	6,337	-	533	2.4
MONTSERRAT	779	-	779	779	-	-	0.0
ST. KITTS AND NEVIS	11,526	-	11,526	8,529	-	2,997	13.7
ST. LUCIA	20,474	-	20,474	20,279	-	195	0.9
ST. VINCENT AND THE GRENADINES	12,295	-	12,295	11,603	-	692	3.2
TURKS AND CAICOS ISLANDS	1,471	-	1,471	1,471	-	-	0.0
REGIONAL	2,519	-	2,519	2,519	-	-	0.0
Sub-total	125,234	-	125,234	103,437	-	21,797	100.0
Accrued Interest							87
Total - September 30, 2020	\$125,234	\$-	\$125,234	\$103,437	\$-	\$21,884	
Total - December 31, 2019	\$124,432	\$-	\$124,432	\$101,755	\$-	\$22,769	

1/ Net of lapses and cancellations.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
SUMMARY STATEMENT OF LOANS (continued)
For the nine months ended of September 30, 2020
(expressed in thousands of United States dollars)

							Schedule 2 (continued)
	Loans		Signed	Principal	Undis-	Loans	Percent-
Analysis	Total	approved	but	repaid	bursed	Out-	age of
by	Loans	but	not yet	to bank	standing	standing	total
Contributor	approved	effective	agree-				out-
	1/		ments				standing
Special Development Fund - Unified							
Members/Contributors							
Members/Contributors	\$1,283,692	\$12,373	\$1,271,319	\$485,945	\$236,453	\$548,921	100.0%
Accrued interest						2,984	
Total - Special Development Fund - Unified	1,283,693	12,373	1,271,319	485,945	236,453	551,905	
Special Development Fund - Other							
Members							
Colombia	8,534	-	8,534	8,534	-	-	-
Germany	16,952	-	16,952	16,866	-	86	0.4%
Mexico	8,815	-	8,815	7,706	-	1,109	5.1%
Venezuela	52,206	-	52,206	43,426	-	8,780	40.3%
Sub-total	86,507	-	86,507	76,532	-	9,975	45.8%
Special Development Fund - Other							
Other Contributors							
Sweden	4,094	-	4,094	4,072	-	22	0.1%
United States of America	34,633	-	34,633	22,833	-	11,800	54.1%
Sub-total	38,727	-	38,727	26,905	-	11,822	54.2%
Accrued interest						87	
Total - Special Development Fund - Other	125,234	-	125,234	103,437	-	21,884	100%
Total SDF - September 30, 2020	1,408,927	12,373	1,396,553	589,382	236,453	573,789	
Total - December 31, 2019	1,332,047	12,175	1,319,872	564,926	197,819	560,213	

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
SUMMARY STATEMENT OF LOANS (continued)
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

						Schedule 2 (continued)
Currencies receivable	Loans out- standing 2019	Net Interest Earned	Disburse- ments	Sub- Total	Repay- ments	Loans out- standing 2020
(a) Special Development Fund (Unified)						
United States dollars	\$534,455	\$-	\$37,999	\$572,454	\$(23,533)	\$548,921
Subtotal	534,455	-	37,999	572,454	(23,533)	548,921
Accrued interest	2,989	(5)	-	2,984	-	2,984
Total - September 30, 2020	\$537,444	\$(5)	\$37,999	\$575,438	\$(23,533)	\$551,905
Total - December 31, 2019	\$535,205	\$(7)	\$32,234	\$567,432	\$(29,988)	\$537,444
(b) Special Development Fund (Other)						
United States dollars	\$22,676	\$-	\$-	\$22,677	\$(880)	\$21,797
Subtotal	22,676	-	-	22,677	(880)	21,797
Accrued interest	93	(6)	-	87	-	87
Total - September 30, 2020	\$22,769	\$(6)	\$-	\$22,764	\$(880)	\$21,884
Total - December 31, 2019	\$23,948	\$(5)	\$-	\$23,943	\$(1,174)	\$22,769

MATURITY STRUCTURE OF LOANS OUTSTANDING

April 1, 2020 to December 31, 2020	\$11,482
January 1, 2021 to December 31, 2021	35,099
January 1, 2022 to December 31, 2022	35,481
January 1, 2023 to December 31, 2023	36,519
January 1, 2024 to December 31, 2024	36,703
January 1, 2025 to December 31, 2029	176,941
January 1, 2030 to December 31, 2034	132,008
January 1, 2035 to December 31, 2039	79,242
January 1, 2040 to December 31, 2044	28,912
January 1, 2045 to December 31, 2047	1,402
Total	\$573,789

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF CONTRIBUTED RESOURCES
As of September 30, 2020

Schedule 3

CONTRIBUTORS	CONTRIBUTIONS					Receivable from members Non negotiable demand notes
	Total approved 1/	Approved but not yet effective 2/	Total contri- bution agreed	Amounts not yet made available	Amounts made available	
Special Development Fund - Unified						
Members						
Trinidad and Tobago	\$57,014	\$-	\$57,014	\$2,216	\$54,798	\$7,784
Jamaica	54,834	-	54,834	-	54,834	16,223
Guyana	31,856	-	31,856	-	31,856	2,888
Bahamas	31,855	-	31,855	-	31,855	14,908
Barbados	31,851	6,170	25,681	-	25,681	2,833
St. Vincent and the Grenadines	8,101	-	8,101	-	8,102	1,790
Belize	8,088	-	8,088	-	8,088	3,788
St. Kitts and Nevis	8,088	2,954	5,134	-	5,134	2,494
St. Lucia	8,088	-	8,088	-	8,088	1,819
Dominica	7,828	-	7,828	-	7,828	2,065
Grenada	5,490	-	5,490	-	5,490	2,967
Antigua and Barbuda	3,553	664	2,889	-	2,889	777
Anguilla	3,341	1,296	2,045	-	2,045	571
British Virgin Islands	3,341	-	3,341	-	3,341	-
Montserrat	3,341	-	3,341	-	3,341	-
Turks and Caicos Islands	3,341	-	3,341	-	3,341	-
Cayman Islands	3,241	1,901	1,340	-	1,340	-
Haiti	3,497	1,937	1,560	-	1,560	-
Suriname	8,330	-	8,330	-	8,330	2,758
Colombia	34,157	-	34,157	-	34,157	-
Venezuela	29,006	7,024	21,982	-	21,982	-
Mexico	24,024	7,024	17,000	-	17,000	-
Brazil	5,000	-	5,000	-	5,000	-
Canada	375,867	-	375,867	-	375,867	-
United Kingdom	279,042	-	279,042	1,997	277,045	-
Germany	110,382	-	110,382	-	110,382	4,800
Italy	68,830	-	68,830	-	68,830	-
China	54,573	-	54,573	-	54,321	-
	1,265,958	28,970	1,236,988	4,213	1,232,523	68,464
Other Contributors						
France	58,254	-	58,254	-	58,254	-
Netherlands	24,902	-	24,902	-	24,902	-
Chile	10	-	10	-	10	-
	1,349,124	28,970	1,320,154	4,213	1,315,690	68,464
Technical Assistance Allocation	(544,850)	-	(544,850)	-	(544,850)	-
Sub-total	804,274	28,970	775,304	4,213	770,840	68,464
Special Development Fund - Other						
Members						
Colombia	\$5,000		\$5,000		\$5,000	-
Mexico 3/	13,067		13,067		13,067	-
Venezuela	17,473		17,473		17,473	-
	35,540		35,540		35,540	-
Other Contributors						
Sweden	2,879		2,879		2,879	-
United States of America 4/	-	-	-	-	-	-
	2,879		2,879		2,879	-
Technical Assistance Allocation	(10,000)		(10,000)		(10,000)	-
Sub-total	28,419		28,419		28,419	-
Total SDF -September 2020	832,693	\$28,970	\$803,723	\$4,213	\$799,259	\$68,464
SUMMARY						
Members	\$746,648	\$28,970	\$717,678	\$4,213	\$713,214	\$68,464
Other contributors	86,045	-	86,045	-	86,045	-
Total SDF - September 2020	\$832,693	\$28,970	\$803,723	\$4,213	\$799,259	\$68,464
Total SDF - 2019	\$832,110	\$28,970	\$803,140	\$34,116	\$769,024	\$71,526

1/ Net of repayments.

2/ Contributions not yet formally pledged by Governments.

3/ Net of appropriation for Technical Assistance of \$2,266,000.

4/ Contributions with fixed repayment dates.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF CONTRIBUTED RESOURCES (continued)
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

	Amounts made available 2019	Trans- lation adjust- ments	Drawdowns/ Appropri- ations from Capital 1/	Sub-total	Repay- ments	Schedule 3 (continued) Amounts made available 2020
(a) Special Development Fund - Unified						
Euros	\$1,895	\$81	\$4,375	\$6,351	\$-	\$6,351
Pounds sterling	29,695	(841)	(28,854)	-	-	-
United States dollars	709,099	-	55,390	764,489	-	764,489
Total - September 30, 2020	\$740,689	\$(760)	\$30,911	\$770,840	\$-	\$770,840
Total - December 31, 2019	\$730,686	\$310	\$9,693	\$740,689	\$-	\$740,689
(b) Special Development Fund - Other						
Swedish kroners	\$2,795	\$84	\$-	\$2,879	\$-	\$2,879
United States dollars	25,540	-	-	25,540	-	25,540
Total - September 30, 2020	\$28,335	\$84	\$-	\$28,419	\$-	\$28,419
Total - December 31, 2019	\$28,447	\$(112)	\$-	\$28,335	\$-	\$28,335

1/ Net of conversions to United States dollars in accordance with the funding Rules of the Unified Special Development Fund.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF ACCUMULATED NET INCOME
For the nine months ended September 30, 2020
(expressed in thousands of United States dollars)

Schedule 4

Contributors	Brought forward 2019	Net Income 2020	Appro- priations	Carried forward 2020
Special Development Fund (Unified)	\$55,468	\$10,488	\$-	\$65,956
Special Development Fund (Other)				
Members				
Colombia	1,408	50	-	1,458
Germany	(1,705)	(105)	-	(1,810)
Mexico	506	(21)	-	485
Venezuela	7,566	(160)	(3,203)	4,203
	\$7,775	\$(236)	\$(3,203)	\$4,336
Other contributors				
Sweden	\$2,019	\$(65)	\$-	\$1,954
United States of America	11,448	(27)	-	11,421
	13,467	(92)	-	13,375
	21,242	(328)	-	17,711
Total Special Development Fund	\$76,710	\$10,160	\$-	\$83,667
Summary				
Members	\$63,243	\$10,252	\$(3,203)	\$70,292
Other contributors	13,467	(92)	-	13,375
Total SDF-September 2020	\$76,710	\$10,160	\$(3,203)	\$83,667
Total SDF - December 31, 2019	\$67,977	\$8,733	\$-	\$76,710

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF FINANCIAL POSITION**

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

	2020	December 31, 2019
Assets		
Cash and cash equivalents	\$57,127	\$42,931
Investments at fair value through profit or loss (Schedule 1)	44,856	39,708
Loans outstanding (Schedule 2)	80,171	85,105
Receivable from members		
Non-negotiable demand notes	230,972	246,569
Accounts receivable	24,475	37,047
Total assets	\$437,601	\$451,360
Liabilities and Funds		
Liabilities		
Accounts payable	\$2,991	\$-
Accrued charges on contributions repayable	119	206
	\$3,110	206
Funds		
Contributed resources (Schedule 3)	\$52,431	54,602
Accumulated net income (Schedule 4)	65,229	65,027
	117,660	119,629
Technical assistance and other grant resources (Schedule 5)	316,831	331,525
Total liabilities and funds	\$437,601	\$451,360

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF COMPREHENSIVE INCOME AND ACCUMULATED NET INCOME
For the nine months ending September 30, 2020
(expressed in thousands of United States dollars, unless otherwise stated)

	<u>2020</u>	<u>2019</u>
Interest and similar income		
Loans	\$1,303	\$1,412
Investments and cash balances	(96)	1,425
Total income	<u>1,207</u>	<u>2,837</u>
 Expenses		
Administrative expenses	744	679
Charges on contributions	631	562
Foreign exchange translation	(370)	492
Total expenses	<u>1,005</u>	<u>1,733</u>
Total comprehensive (loss) / income for the period	<u><u>\$202</u></u>	<u><u>\$1,104</u></u>
 Accumulated net income - beginning of period	\$65,027	\$62,170
Total comprehensive income for the period	202	1,104
Reimbursement of retained earnings on repayable contributions	-	(32)
Accumulated net income - end of period	<u><u>\$65,229</u></u>	<u><u>\$63,242</u></u>

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF CASH FLOWS**

For the nine months ended September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

	<u>2020</u>	<u>2019</u>
Operating activities:		
Total comprehensive income for the period	\$202	\$1,104
Adjustments for non-cash items:		
Net unrealised loss/(gain) on investments	385	(664)
Interest income	(1,592)	(2,173)
Interest expense	631	562
Net foreign exchange gains	(2)	(7)
<i>Total cash used in operating activities before changes in operating assets and liabilities</i>	<u>(376)</u>	<u>(1,178)</u>
Changes in operating assets and liabilities		
Decrease in accounts receivable	12,572	2,662
Decrease in non-negotiable demand notes	15,597	13,684
Increase/(decrease) in accounts payable	2,991	(1,055)
<i>Cash provided by operating activities</i>	<u>30,784</u>	<u>14,113</u>
Disbursements on loans	(55)	(513)
Principal repayments on loans	5,133	5,100
Technical assistance disbursements	(33,456)	(36,842)
Interest received	1,633	2,226
Net increase in investments	(5,548)	(2,861)
<i>Net cash used in operating activities</i>	<u>(1,509)</u>	<u>(18,777)</u>
Financing activities:		
Interest paid	(718)	(657)
Contributions:		
Decrease in contributions to fund loans	-	532
Reimbursement of repayable contributions	(2,339)	(2,460)
Technical assistance contributions	18,762	(6,200)
Refund of retained earnings on repayable contributions	-	(32)
<i>Net cash provided by / (used in) financing activities</i>	<u>15,705</u>	<u>(8,817)</u>
Net increase/(decrease) in cash and cash equivalents	14,196	(27,594)
Cash and cash equivalents at beginning of period	<u>42,931</u>	<u>57,371</u>
Cash and cash equivalents at end of period	<u>\$57,127</u>	<u>\$29,777</u>

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF INVESTMENTS**

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

	Schedule 1	
	2020	December 31, 2019
Debt securities at fair value through profit or loss		
Government and Agency obligations	\$15,826	\$15,369
Supranationals	13,824	8,549
Other securities at fair value through profit or loss		
Mutual funds	2,236	2,906
Equity investments	12,898	12,797
Sub-total	44,784	39,621
Accrued interest	72	87
Total	\$44,856	\$39,708

Residual Term to Contractual Maturity

	2020	2019
1 - 3 months	\$15,206	\$31,175
3 months - 1 year	1,500	7,034
1 year - 5 years	28,150	1,499
Total	\$44,856	\$39,708

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUND RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF LOANS
September 30, 2020
(expressed in thousands of United States dollars)

Member countries in which loans have been made	Total loans approved 1/	Loans approved but not yet effective	Signed agreements	Principal repaid to bank	Undisbursed	Loans Outstanding	Schedule 2
							Percent- age of total loans out- standing
ANGUILLA	\$500	\$-	\$500	\$500	\$-	\$-	0.0
ANTIGUA AND BARBUDA	8,334	-	8,334	6,122	-	2,212	2.8
BAHAMAS	-	-	-	-	-	-	0.0
BARBADOS	31,919	-	31,919	22,331	6,000	3,588	4.5
BELIZE	8,364	-	8,364	8,364	-	-	0.0
BRITISH VIRGIN ISLANDS	1,853	-	1,853	1,853	-	-	0.0
CAYMAN ISLANDS	2,746	-	2,746	2,746	-	-	0.0
DOMINICA	35,936	-	35,936	21,736	5	14,195	17.8
GRENADA	31,911	-	31,911	14,803	282	16,826	21.1
GUYANA	20,643	-	20,643	18,610	-	2,033	2.5
JAMAICA	68,777	-	68,777	48,272	-	20,505	25.7
MONTSERRAT	1,199	-	1,199	1,199	-	-	0.0
ST. KITTS AND NEVIS	7,843	-	7,843	6,240	95	1,508	1.9
ST. LUCIA	37,442	-	37,442	23,666	923	12,853	16.1
ST. VINCENT AND THE GRENADINES	22,496	-	22,496	16,687	1	5,808	7.3
TRINIDAD AND TOBAGO	3,063	-	3,063	2,850	-	213	0.3
REGIONAL	2,259	-	2,259	2,222	37	-	0.0
Sub-total	285,285	-	285,285	198,201	7,343	79,741	100.0
Accrued Interest						431	
Total - September 30, 2020	\$285,285	\$-	\$285,285	\$198,201	\$7,343	\$80,171	
Total - December 31, 2019	\$284,244	\$-	\$284,244	\$192,611	\$6,985	\$85,105	

1/ Net of lapses and cancellations.

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF LOANS (continued)**

September 30, 2020

(expressed in thousands of United States dollars)

							Schedule 2 (continued)
Analysis by Special Fund	Total loans approved 1/	Loans approved but not yet effective	Signed agree- ments	Principal repaid	Undis- bursed	Out- standing	Percent- age of total loans out- standing
MEMBERS							
Trinidad & Tobago	\$1,230	\$-	\$1,230	\$1,228	\$-	\$2	0.0
OTHER CONTRIBUTORS							
Caribbean Development Bank	79,348	-	79,348	35,056	6,000	38,292	48.0
Nigeria	9,635	-	9,635	7,560	-	2,075	2.6
United States of America	93,008	-	93,008	93,008	-	-	0.0
Inter-American Development Bank	62,245	-	62,245	31,803	930	29,512	37.0
European Union	9,594	-	9,594	9,062	37	496	0.6
International Development Associatio	30,225	-	30,225	20,485	377	9,364	11.7
Sub-Totals	285,285	-	285,285	198,201	7,343	79,741	100.0
Accrued Interest	-	-	-	-	-	431	
Total - September 30, 2020	285,285	-	285,285	198,201	7,343	80,171	
Total - December 31, 2019	\$284,244	\$-	\$284,244	\$192,611	\$6,985	\$85,105	

1/ Net of lapses and cancellations.

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF LOANS (continued)**

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

							Schedule 2 (continued)
Currencies receivable	Loans Out- standing 2019	Trans- lation adjust- ments	Net interest earned	Disburse- ments	Sub- Total	Repay- ments	Loans Out- standing 2020
Euros	\$710	\$30	\$-	\$-	\$740	\$(244)	\$496
Special Drawing Rights	7,892	140	-	-	8,032	(439)	7,593
United States dollars	76,046	-	-	55	76,101	(4,450)	71,651
Sub-total	84,648	170	-	55	84,873	(5,133)	79,740
Accrued interest	457	-	(2)	-	455	-	431
Total - September 30, 2020	\$85,105	\$170	\$(2)	\$55	\$85,304	\$(5,133)	\$80,171
Total - December 31, 2019	\$90,758	\$(67)	\$(37)	\$1,322	\$91,976	\$(6,871)	\$85,105

Maturity structure of loans outstanding

October 1, 2020 to December 31, 2020	\$2,191
January 1, 2021 to December 31, 2021	6,882
January 1, 2022 to December 31, 2022	6,884
January 1, 2023 to December 31, 2023	6,635
January 1, 2024 to December 31, 2024	6,614
January 1, 2025 to December 31, 2029	26,279
January 1, 2030 to December 31, 2034	16,634
January 1, 2035 to December 31, 2039	2,174
January 1, 2040 to December 31, 2044	654
January 1, 2045 to December 31, 2049	147
January 1, 2050 to December 31, 2054	5,077
	<u>\$80,171</u>

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF CONTRIBUTIONS**

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

Contributors	Schedule 3	
	Contributions	
	Total 1/	Amounts made available
Members		
Canada	\$6,494	\$6,494
Other Contributors		
Inter-American Development Bank	148	148
Contributed resources	6,642	6,642
Other contributors		
Inter-American Development Bank 1/	33,997	33,997
United States of America	-	-
European Union	702	702
International Development Association	11,090	11,090
Repayable contributions	45,789	45,789
Total - September 30, 2020	\$52,431	\$52,431
Total - December 31, 2019	\$54,602	\$54,602

1/ Net of cancellations and repayments.

Maturity structure of repayable contributions outstanding

July 1, 2020 to December 31, 2020	\$535
January 1, 2021 to December 31, 2021	2,710
January 1, 2022 to December 31, 2022	2,448
January 1, 2023 to December 31, 2023	2,449
January 1, 2024 to December 31, 2024	2,393
January 1, 2025 to December 31, 2029	11,691
January 1, 2030 to December 31, 2034	8,964
January 1, 2035 to December 31, 2039	6,050
January 1, 2040 to December 31, 2044	3,621
January 1, 2045 to December 31, 2053	4,928
Total	\$45,789

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF CONTRIBUTIONS (continued)**

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

						Schedule 3 (continued)
Currencies repayable	Contri- butions made available 2019	Trans- lation adjust- ments	Drawdowns/ Appropri- ations from Capital	Sub- total	Repay- ments	Contri- butions made available 2020
Canadian dollars	\$1,538	\$(44)	\$-	\$1,494	\$-	\$1,494
Euros	975	41	-	1,016	(314)	702
Special Drawing Rights	9,637	171	-	9,808	(467)	9,341
United States dollars	42,452	-	-	42,452	(1,558)	40,894
Total - September 30, 2020	\$54,602	\$168	\$-	\$54,770	\$(2,339)	\$52,431
Total - December 31, 2019	\$56,947	\$(13)	\$669	\$57,603	\$(3,001)	\$54,602

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF ACCUMULATED NET INCOME

As of September 30, 2020

(expressed in thousands of United States dollars, unless otherwise stated)

	Schedule 4			
Contributors	Brought forward 2019	Refund of Contributions	Net Income/(loss) 2020	Carried forward 2020
General Funds	\$56,075	\$-	\$753	\$56,828
European Investment Bank	(763)	-	10	(753)
European Union	2,560	-	37	2,597
Inter-American Development Bank	(1,909)	-	(315)	(2,224)
International Development Association	341	-	(32)	309
Nigeria	5,778	-	(33)	5,745
United States of America	1,893	-	36	1,929
United Kingdom	736	-	(557)	179
Venezuela	41	-	5	46
European Commission	273	-	283	556
BMZ/The Federal Republic of Germany	2	-	5	7
Agence Francaise de Developpement	-	-	10	10
Total - September 30, 2020	\$65,027	\$-	\$202	\$65,229
Total - December 31, 2019	\$62,170	\$(32)	\$2,889	\$65,027

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF TECHNICAL ASSISTANCE AND OTHER GRANT RESOURCES
As of September 30, 2020
(expressed in thousands of United States dollars)

Schedule 5

Contributors	Contributors			Net amounts available
	Total 1/	Amounts made available	Amounts utilised	
Members				
Canada	\$77,972	\$77,972	\$56,666	\$21,306
United Kingdom	285,709	285,709	63,903	221,806
Italy	522	522	252	270
China	677	677	270	407
Venezuela	586	586	-	586
Germany	485	485	485	-
	365,951	365,951	121,576	244,375
Other contributors				
Caribbean Development Bank	265,633	265,633	207,347	58,286
United States of America	1,407	1,407	1,407	-
Inter-American Development Bank	19,903	19,903	19,959	(56)
Nigeria	193	193	148	45
European Commission	39,894	39,894	28,309	11,585
EIB Climate Action Support	2,184	2,184	588	1,596
Agence Francaise de Developpment	1,118	1,118	118	1,000
World Bank - Improve Public Invest Mgmt	320	320	320	-
Sub-total	330,652	330,652	258,196	72,456
Total - September 30, 2020	\$696,603	\$696,603	\$379,772	\$316,831
Total - December 31, 2019	\$677,841	\$677,841	\$346,316	\$331,525
Summary				
Basic Needs Trust Fund	\$189,750	\$189,750	\$168,055	\$21,695
Other Resources	506,853	506,853	211,717	295,136
Total - September 30, 2020	\$696,603	\$696,603	\$379,772	\$316,831
Basic Needs Trust Fund	\$189,750	\$189,750	\$158,333	\$31,417
Other Resources	\$488,091	\$488,091	\$187,983	\$300,108
Total - December 31, 2019	\$677,841	\$677,841	\$346,316	\$331,525

1/ Net of cancellations and resources fully utilised and expended in non-reimbursable operations.