

**FOR ACTION**

**Finance and Investment Report**

**Purpose**

To inform members of the activities of the FIC and to provide members with information concerning the endowment fund investments.

To consider and approve the new portfolio structure and investment policy statement.

To consider and approve the annual working budget for 2011.

**Background**

The Trust recently entered into an agreement with Cambridge Associates for the provision of investment consulting services. The consultants are working closely with the Secretariat and members of the FIC to determine the appropriate objectives and preferences for the investment fund. Their proposal for the investment portfolio structure and investment policy statement will be presented at the Board meeting after having been reviewed in detail by the FIC.

The Trust recently signed a Memorandum of Understanding (MOU) (Annex E) with the Roots for Life Foundation providing for a partnership involving fundraising and fund management (for endowment purposes) for potatoes, sweet potatoes and other Andean root and tuber crops. Discussions are taking place in regards to the possible management and dispersal of funds provided to the Trust by the Foundation.

**Action**

That Members consider the activities of the FIC.

That Members consider and approve the new portfolio structure and investment policy statement.

That Members consider and approve the annual budget for 2011.

## Endowment Fund Status as at September 30, 2010

### Endowment Fund Contributions

	<b>Pledged USD</b>	<b>Received USD</b>
Australia	15,863,157	12,667,261
Bill & Melinda Gates Foundation	7,500,000	7,500,000
Dupont/Pioneer Hi-bred	1,000,000	1,000,000
Egypt	166,657	25,000
Ethiopia	50,000	25,000
Germany	10,362,189	8,199,600
India	50,000	50,000
International Seed Federation	30,000	30,000
Ireland	4,144,250	4,144,250
Norway	15,176,617	15,176,617
New Zealand	50,000	50,000
Slovak Republic	20,000	20,000
Spain	2,629,650	2,629,650
Sweden	11,886,620	11,886,620
Switzerland	10,262,704	10,262,704
Syngenta AG	1,000,000	1,000,000
United Kingdom	19,468,582	19,468,582
United States	22,000,000	12,000,000
<b>Total</b>	<b>121,660,426</b>	<b>106,135,284</b>

### Investment Fund Status

Portfolio A – HSBC Managed Fund	USD 41,905,789
Portfolio B – Exchange Traded Funds (ETF)	USD 31,344,059
Portfolio C – Fixed Term Deposit (FTD)	USD 35,957,649
<b>Total Market Value</b>	<b>USD 109,207,497</b>

**GLOBAL CROP DIVERSITY TRUST**  
**Investment Status as at September 30, 2010**

	<b>Managed Fund</b>	<b>ETFs</b>	<b>FTD</b>	<b>Consolidated</b>
US Equities	8,820,352	6,861,594		15,681,946
Non-US Equities	8,903,528	5,968,106		14,871,634
Emerging Market Equities	5,739,875	1,811,641		7,551,516
US REITs	7,798,094	14,577,932		22,376,026
Hedge Funds	4,038,837	-		4,038,837
US Government Bonds	1,454,329	-		1,454,329
US Corporate Bonds	958,220	-		958,220
Emerging Market Debt	2,812,097	-		2,812,097
Cash	1,380,457	2,124,786	35,957,649	39,462,892
<b>TOTAL</b>	<b>41,905,789</b>	<b>31,344,059</b>	<b>35,957,649</b>	<b>109,207,497</b>

**GLOBAL CROP DIVERSITY TRUST  
ANNUAL BUDGET 2011**

**INCOME**

**USD**

Endowment Fund Income Released	3,139,200
Restricted Funding	7,368,850
Unrestricted Funding	990,000

**TOTAL INCOME**

**11,498,050**

**EXPENDITURE**

**USD**

Program Expenditure	9,749,800
Operational Expenditure	1,748,250

**TOTAL EXPENDITURE**

**11,498,050**