

**Global Environment Facility
Trust Fund (GEFTF)**

**(Funds administered by CAF)
Independent Auditor's Report**

**Statement of cash collections
and disbursements**

For the years ended December 31, 2022
and 2021

GLOBAL ENVIRONMENT FACILITY TRUST FUND (GEFTF)
(Funds administered by CAF)

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Independent Auditor's Report

To the Stockholders and Board of Directors of
Corporación Andina de Fomento (CAF)

Opinion

We have audited the statement of cash collections and disbursements administered by Corporación Andina de Fomento (CAF) of **Global Environment Facility Trust Fund (GEFTF)**, for the year ended December 31, 2022, and the related notes (the “financial statement”).

In our opinion, the accompanying financial statement presents fairly, in all material respects, the cash collections and disbursements of funds for the year ended December 31, 2022, in accordance with the cash basis of accounting described in Note 2.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of the **GEFTF** and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis of Accounting

We draw attention to Note 2 to the financial statement, which describes the basis of accounting. The financial statement is prepared on the cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with the cash basis of accounting described in Note 2, and for determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the **GEFTF** internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the **GEFTF** ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

The logo for Deloitte, featuring the word "Deloitte" in a stylized, cursive script.

June 5, 2023

Caracas – Venezuela

Lara Marambio & Asociados. A member firm of Deloitte Touche Tohmatsu Limited.

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GLOBAL ENVIRONMENT FACILITY TRUST FUND (GEFTF)
(Funds administered by CAF)

Statement of cash collections and disbursements
For years ended December 31, 2022 and 2021
(Denominated in US dollars)

	<u>NOTE</u>	<u>2022</u>	<u>2021</u>
Cash collection:			
Transfer of funds by the trustee		11.136.968	-
Interest income		95.463	518
Total cash collection	3	<u>11.232.431</u>	<u>518</u>
Disbursements:			
Project Transformation of Colombia's Panama Subsector through the NAMA's Initial Implementation		100.000	300
Project Ecosystem-based Biodiversity Friendly Cattle Production Framework for the Darien Region of Panama		750.051	519.285
Project Supporting the Chilean Low Emissions Transport Strategy		95.000	-
Project Preparing the Ground for the Implementation of the La Plata Basin Strategic Action Program		-	967.500
Project Amazon Sustainable Landscape Approach in the Pluri-national System of Protected Areas and Strategic Ecosystems of Bolivia		10.000	35.666
Project Development of an enabling environment for sustainable businesses based on the native biodiversity of Ecuador		258.966	76.575
Project BE-CLME+: Promoting National Blue Economy Priorities Through Marine Spatial Planning in the Caribbean Large Marine Ecosystem Plus		-	3.000
Project Implementation of the Guaraní Aquifer Strategic Action Program: Enabling Regional Actions		155.216	23.520
Project Effective Conservation of Protected Areas of Galapagos, through Strengthening of Control and Surveillance of the Galapagos Marine Reserve and the Eradication of Invasive Predators from Floreana Island		577.375	-
Project Safeguarding the biodiversity of Isla del Coco National Park by enhancing biosecurity		185.387	-
Project Agency Fees		103.987	51.493
Other disbursements		887	897
Total disbursements	3	<u>2.236.869</u>	<u>1.678.236</u>
Excess of cash collections over disbursements (disbursements over cash collections)		8.995.562	(1.677.719)
Fund balance at beginning of year		<u>4.794.535</u>	<u>6.472.254</u>
Fund balance at end of year		<u>13.790.097</u>	<u>4.794.535</u>
Fund balance consists of:			
Contributions in deposits with banks		<u>13.790.097</u>	<u>4.794.535</u>

See accompanying notes to statement of cash collections and disbursements

GLOBAL ENVIRONMENT FACILITY TRUST FUND (GEFTF)

(Funds administered by CAF)

Notes to the statement of cash collections and disbursements

For the years ended December 31, 2022 and 2021

(Denominated in US dollars)

1. DESCRIPTION OF THE FINANCIAL PROCEDURES AGREEMENT

On September 28, 2015, Corporación Andina de Fomento (CAF) and International Bank for Reconstruction and Development (the “World Bank”) as a Trustee of the Global Environment Facility Trust Fund (GEFTF), agreed the standard provisions applicable to the Trust Funds that set forth certain terms and conditions generally applicable to the financial procedures agreement. The financial procedures agreement provides for the conditions for the transfer of funds by the Trustee to CAF and the use of these funds.

The Trustee applies the procedures described in Article IV of the financial procedure agreement for all the commitments of funds granted to CAF, as Project Agency; these procedures include the signing of a Letter of Commitment for each approved transaction. In addition, after the funds have been committed by the Trustee, and the Fund project has been approved by CAF, the latter may request transfers of funds for a Fund project. The funds received by the Trustee are presented as cash receipts in the statement of cash collections and disbursements.

The funds transferred to CAF under the financial procedures Agreement shall be used for the purpose for which they have been provided; in addition, the disbursements of funds from CAF to the recipients shall be made in accordance with CAF’s policies and procedures, including its applicable disbursement procedures. The funds shall not be used for the purpose of any payment to persons or entities or for the import of goods, if such payment or import, to the CAF’s knowledge or belief, is prohibited by a resolution, action or decision of the United Nations Security Council taken under Chapter VII of the United Nations. The funds used and disbursed by CAF are presented as cash disbursement in the statement of cash collections and disbursements.

Unused funds from the fund projects, for which no further disbursements are due to be made, shall be held by CAF, and reflected in the net cash position reported by CAF to the Trustee. If so requested by the Trustee, CAF shall return to the GEFTF any unused fund from the Fund projects. If the funds were not used for the purpose provided under the instrument and/or the decisions made by the Fund Council, as applicable, due to the CAF’s actions or due to the action of a third party as a result of the Project Agency’s gross negligence or willful misconduct, CAF shall promptly return to the GEFTF the amount of Fund resources, and, as applicable, shall take the necessary actions within its control to address the matter, including in accordance with its policies and procedures, using reasonable efforts to recover from such third party the amount of the Fund resources that have not been used for the purposes provided, and return such resources to the GEFTF.

According to the fee policy for Global Environment Facility (GEF) Partner Agencies and the financial procedures agreement, CAF receives agency fees, to cover the project agency’s cost in respect of the services performed by the project agency in connection with the GEF. The fee policy for GEF partner agency establishes fees for 9.5 percent of the grant, for GEF project grant up to, and including, \$10 million. For GEF project grant above \$10 million, GEF agencies will receive fees at 9.0 percent of the grant. Agency fees are presented as disbursement in the statement of cash collections and disbursements.

The Global Environment Facility (GEF) was established in 1992 Rio Earth Summit to help about environmental problems. GEF funding to support the projects is contributed by donor countries. GEF funds are available to develop countries with economies in transition to meet the objectives of the international environmental conventions and agreements.

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The World Bank serves as the GEF Trustee, administering the GEF Trust Fund (contributions by donors).

The Trustee helps mobilize GEF resources; disburses funds to GEF Agencies, prepares financial reports on investments and use of resources, and monitors application of budgetary and project funds.

The Project Agency shall exercise the same degree of care and diligence in the discharge of its functions under the Financial Procedures Agreement as it exercises with respect to the administration and management of its own resources. Subject to the terms of the Financial Procedures Agreement and the MOU, the Project Agency shall do any and all such acts as may be necessary or appropriate for the proper administration of the Project Agency TF and shall be accountable to the Fund Council for its Fund-financed activities.

On March 8, 2018, CAF and *Consortio para el Desarrollo Sostenible de la Ecorregión Andina* (CONDESAN) signed an agreement to execute project “Andes Adaptation to the Impacts of Climate Change in Water Resources” (AICCA) to generate and share data, information and experiences relevant for adaptation to climate variability and change, useful for formulation of policies in selected sectors, and to pilot investments in priority areas in the four Andean countries.

On April 12, 2019, CAF, and The Organization of American States (OEA) signed an agreement to execute project “Preparing the Ground for the Implementation of the La Plata Basin Strategic Action Program” to set the scene for the implementation of the priority national and regional actions identified in the strategic action program (SAP), agreed upon by the countries sharing the La Plata basin and aimed at improving water security, climate resilience and ecosystem health.

On August 3, 2020, CAF and *Asociación para la Conservación de la Naturaleza* (ANCON) signed an agreement to execute project “Ecosystem-based Biodiversity Friendly Cattle Production Framework for the Darien Region of Panama” to the establishment of an ecosystem-based biodiversity friendly cattle production framework for the Darien region of Panama.

On March 7, 2022, CAF and *Federación Nacional de Productores de Panela* (FEDEPANELA) signed an agreement to execute project “Transformation of Colombia’s Panela Subsector through the NAMA’s initial implementation (CPS-NAMA)” to contribute to the implementation of the NAMA through the productive and technological transformation of the panela sub-sector.

On June 14, 2021, CAF and *Agencia Chilena de Cooperación Internacional para el Desarrollo* (AGCID) signed an agreement to execute project “Supporting the Chilean Low Emissions Transport Strategy” (CLETS) to demonstrate systemic impacts of integrated zero or low-emission urban mobility systems to support Chile in a transformational shift towards low-emission urban mobility systems.

On February 15, 2022, CAF and *Fundación de Conservación Jocotoco* signed an agreement to execute project “Effective Conservation of Protected Areas of Galapagos, through Strengthening of Control and Surveillance of the Galapagos Marine Reserve and the Eradication of Invasive Predators from Floreana Island” to promote and safeguard the biodiversity of protected areas of the Galápagos Islands through the management of threats to land and sea biodiversity.

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On July 15, 2021, CAF, and the United Nations Educational, Scientific and Cultural Organization (UNESCO) signed an agreement to execute project “Implementation of the Guarani Aquifer Strategic Action Program: Enabling Regional Actions” to enhance water security in Argentina, Brazil, Paraguay, and Uruguay by facilitating the initial implementation of the Guarani Aquifer system SAP through the setting up of information collection and exchange mechanisms, and multi-country technical management bodies and tools.

On April 20, 2022, CAF and *Fundación de Conservación Jocotoco* signed an agreement to execute project “Safeguarding the Biodiversity of Isla del Coco National Park by Enhancing Biosecurity” to guarantee the conservation, ecological restoration and sustainable use of the globally significant biodiversity of Cocos Island National Park by implementing a profitable and sustainable prevention process and getting ready for the eradication of invasive alien species, particularly mammals, while generating lessons learned.

On July 18, 2022, CAF and *Fundación Heifer Ecuador* signed an agreement to execute project “Development of an enabling environment for sustainable businesses based on the native biodiversity of Ecuador” to create basic conditions that facilitate the development of businesses that sustainably use native biodiversity in Ecuador.

2. BASIS OF PRESENTATION AND SIGNIFICANT ACCOUNTING POLICIES

Under the cash basis of accounting, contributions and disbursements are recorded in the accounts when cash is collected, and cash is disbursed to mainly executing agencies such as *Consortio para el Desarrollo Sostenible de la Ecorregión Andina* (CONDESAN), *Fundación de Conservación Jocotoco*, *Asociación para la Conservación de la Naturaleza* (ANCON), the United Nations Educational, Scientific and Cultural Organization (UNESCO), *Agencia Chilena de Cooperación Internacional para el Desarrollo* (AGCID), *Federación Nacional de Productores de Panela* (FEDEPANELA), The Organization of American States (OEA), and *Fundación Heifer Ecuador*; and to contracted service agencies. The accompanying statement has been prepared in U.S. dollars.

3. CONTRIBUTIONS RECEIPTS AND DISBURSEMENTS

During the years ended December 31, 2022 and 2021, the Trustee approved 5 commitments for the execution of fund projects, respectively, that meet the conditions of the financial procedures agreement in articles 4 “Commitment of funds by the Trustee” and 5 “Transfer of funds by the Trustee to the Project Agency”.

Additionally, during the year ended December 31, 2022, CAF has received funds for US\$ 11,136,968 comprising US\$ 10,758,142 of cash transfer for fund projects and US\$ 378,826 for agency fees and has performed total disbursements for US\$ 2,236,869, including US\$ 2,131,995 for fund projects, US\$ 103,987 for agency fees, and US\$ 887 for other disbursements.

During the year ended December 31, 2021, CAF did not receive resources for execution of the fund’s projects, and agency fees; however, CAF has made total disbursements for US\$ 1,678,236, including US\$ 1,625,847 for projects of the fund, US\$ 51,493 for agency fees, and US\$ 897 for other disbursements.

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The information of the commitment approved to execute the projects is detailed below:

- During the years ended December 31, 2022 and 2021, the Trustee did not approve additional commitments for project AICCA. Additionally, during the years ended December 31, 2022 and 2021, CAF did not receive additional contributions for project execution purposes. However, during the year ended December 31, 2022, CAF made disbursements for US\$ 3,952 for agency fees, and made no disbursements for 2021.
- During the year ended December 31, 2022, the Trustee did not approve additional commitments for project. On April 27, 2021, the Trustee approved a commitment to fund project CPS-NAMA for US\$ 2,180,000. Additionally, during the year ended December 31, 2022, CAF received additional contributions for US\$ 2,180,000, comprising US\$ 2,000,000 for project execution purposes, and US\$ 180,000 for agency fees; likewise, CAF made disbursements to FEDEPANELA amounting to US\$ 100,000 for project execution purposes, and it also made disbursements for agency fees amounting to US\$ 7,122. Also, during the year ended December 31, 2021, CAF did not receive additional contributions for project execution purposes. However, CAF made disbursements of US\$ 300 for execution of the project.
- During the years ended December 31, 2022 and 2021, the Trustee did not approve additional commitments for project “Ecosystem-based Biodiversity Friendly Cattle Production Framework for the Darien Region of Panama”. Additionally, during the year ended December 31, 2022, CAF received additional contributions for US\$ 1,759,863 for project execution purposes, CAF made disbursements to ANCON amounting to US\$ 750,051 for project execution purposes, and it also made disbursements for agency fees amounting to US\$ 3,952. Also, during the year ended December 31, 2021, CAF did not receive additional contributions for project execution purposes. However, CAF made disbursements to Ancon amounting to US\$ 519,285 for project execution purposes and disbursements for agency fees amounting to US\$ 33,194.
- During the years ended December 31, 2022 and 2021, the Trustee did not approve additional commitments for project CLETS. Additionally, during the year ended December 31, 2022, CAF received additional contributions for US\$ 1,450,000 for project execution purposes, CAF made disbursements to AGCID amounting to US\$ 95,000 for project execution purposes, and it also made disbursements for agency fees amounting to US\$ 22,586. Also, during the year ended December 31, 2021, CAF did not receive additional contributions for project execution purposes and made no disbursements.
- During the years ended December 31, 2022 and 2021, the Trustee did not approve additional commitments for project “Preparing the Ground for the Implementation of the La Plata Basin Strategic Action Program”. Additionally, during the years ended December 31, 2022 and 2021, CAF did not receive additional contributions for project execution purposes. During the year ended December 31, 2022, CAF made no disbursements to OEA, however during the year ended December 31, 2021 CAF made disbursements to OEA amounting to US\$ 967,500 for project execution purposes and it also made disbursements to US\$ 19,177 and US\$ 18,299, respectively, for agency fees.

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- On June 17, 2021, the Trustee approved a commitment to fund project “Amazon Sustainable Landscape Approach in the Pluri-national System of Protected Areas and Strategic Ecosystems of Bolivia” for US\$ 10,237,200 to strengthen the management effectiveness and financial sustainability of the National System of Protected Areas (SNAP) and strategic ecosystems, based on social participation and on the sustainable production of natural resources, focusing on the Bolivian Amazon. During the year ended December 31, 2022, the Trustee did not approve additional commitments. Additionally, during the years ended December 31, 2022 and 2021, CAF did not receive additional contributions for project execution purposes. However, CAF made disbursements for US\$ 10,000 for project execution purposes and US\$ 18,000 for agency fees as of December 31, 2022, and disbursements for US\$ 35,666 for project execution purposes as of December 31, 2021.
- On February 17, 2022, the Trustee approved a commitment to fund project “Development of an enabling environment for sustainable businesses based on the native biodiversity of Ecuador” for US\$ 3,119,266. During the year ended December 31, 2021, the Trustee did not approve additional commitments. Additionally, during the year ended December 31, 2022, CAF received additional contributions for US\$ 1,566,670 for project execution purposes and made disbursements to Fundación Heifer Ecuador for US\$ 256,825 for project execution purposes; it made additional disbursements for US\$ 2,141 for project execution purposes as well, and disbursements for agency fees for US\$ 24,835. Also, during the year ended December 31, 2021, CAF did not receive additional contributions for project execution purposes and made disbursements for US\$ 76,575 for project execution purposes.
- On November 23, 2022, the Trustee approved a commitment to fund project “BE-CLME+ Promoting National Blue Economy Priorities Through Marine Spatial Planning in the Caribbean Large Marine Ecosystem Plus” to promote blue economy development in the CLME+ through marine spatial planning and marine protected areas (MPAs), ecosystem approach to fisheries (EAF), and sustainable seafood value chains of sea products for US\$ 3,158,001. During the year ended December 31, 2021, the Trustee did not approve additional commitments. Additionally, during the year ended December 31, 2022, CAF did not receive additional contributions for project execution purposes and, made no disbursements. Also, during the year ended December 31, 2021, CAF did not receive additional contributions for project execution purposes and made disbursements for US\$ 3,000 for project execution purposes.
- On November 17, 2022, the Trustee approved a commitment to fund project “Implementation of the Guarani Aquifer Strategic Action Program: Enabling Regional Actions” for US\$ 180,000. During the year ended December 31, 2021, the Trustee did not approve additional commitments. Additionally, as of December 31, 2022, CAF received additional contributions for US\$ 1,000,000, for project execution purposes, and made disbursements to UNESCO amounting to US\$ 150,000 for project execution purposes, it made additional disbursements for US\$ 5,216 for project execution purposes as well, and disbursements for agency fees for US\$ 4,500. Also, during the year ended December 31, 2021, CAF did not receive additional resources and made disbursements for US\$ 23,520 for project execution purposes.

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- On April 25, 2022 and July 28, 2021, the Trustee approved a commitment to fund project “Effective Conservation of Protected Areas of Galapagos, through Strengthening of Control and Surveillance of the Galapagos Marine Reserve and the Eradication of Invasive Predators from Floreana Island” for US\$ 160,183 and US\$ 1,779,817, respectively. Additionally, during the year ended December 31, 2022, CAF received contributions for US\$ 1,940,000, including US\$ 1,779,817 for project execution purposes, and US\$ 160,183 for agency fees; likewise, CAF made disbursements to Fundación de Conservación Jocotoco amounting to US\$ 577,375 for project execution purposes. During the period ended December 31, 2021, CAF did not receive contributions or made disbursements for project execution purposes.
- On December 1, 2021, the Trustee approved a commitment to fund project “Safeguarding the Biodiversity of Isla del Coco National Park by Enhancing Biosecurity” for US\$ 572,435. During the year ended December 31, 2022, the Trustee did not approve additional commitments. Additionally, during the year ended December 31, 2022, CAF received contributions for US\$ 572,435 for project execution purposes, and made disbursements to Fundación de Conservación Jocotoco amounting to US\$ 185,387 for project execution purposes. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.
- On May 31, and June 29, 2022, the Trustee approved the commitments of project “Comprehensive land management in forestry and agri-food systems of three water basins in Argentina to contribute to Land Degradation Neutrality (LDN) and to mitigation and adaptation to climate change” for US\$ 100,000 and US\$ 47,221 to strengthen the territorial implementation of actions that simultaneously increasing climate resilience and improving productivity, guaranteeing social equity and environmental quality in forestry and agri-food systems in 3 water basins of the Argentine Republic. Additionally, during the year ended December 31, 2022, CAF received contributions for US\$ 100,000, including US\$ 91,743 for project execution purposes, and US\$ 8,257 for agency fees, and made no disbursements. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.
- On June 20, 2022, the Trustee approved a commitment to fund project “Environmental routes to incorporate communities in good conservation practices and nature-based businesses that promote human development in ecosystems of high environmental and social vulnerability in the Regional Corridor El Palmar - Tariquia, in the departments of Potosí, Tarija and Chuquisaca” for US\$ 54,500 to consolidate land use planning and improve territorial governance for ecological connectivity and sustainable use of biodiversity in the El Palmar-Tariquia regional corridor to reduce deforestation and other threats to biodiversity. Additionally, during the year ended December 31, 2022, CAF received contributions for US\$ 54,500, including US\$ 50,000 for project execution purposes, and US\$ 4,500 for agency fees, and made disbursements amounting to US\$ 313, for agency fees. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.
- On May 31 and June 29, 2022, the Trustee approved the commitments of project “Energy Efficiency for the Transition to Carbon Neutral Cities in Colombia” for US\$ 150,000 and US\$ 110,210, respectively, to contribute to a reduction of CO2 emissions by increasing energy efficiency in the construction sector in Barranquilla, Montería and Pasto through the development of actions that involve the different stages of the life cycle of buildings and interventions in public space. During the

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year ended December 31, 2022, CAF received contributions for US\$ 150,000, including US\$ 137,614 for project execution purposes, and US\$ 12,386 for agency fees, and made no disbursements. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.

- On November 17 and December 15, 2021, the Trustee approved the commitments of project “Green Finance & Sustainable Agriculture in the Dry Forest Ecoregion of Ecuador and Peru” for US\$ 109,000 and US\$ 108,000, respectively, to support the conservation of biodiversity in prioritized territories of Dry Forests in Ecuador and Peru by financing sustainable agricultural practices (including climate-smart agriculture), building capacities and transferring technology to small and medium farmers. Sustainable agricultural practices will be funded under adequate financial terms and conditions through the issuance of one or more green bonds in Peru and Ecuador that will be favored with guarantees provided by GEF and CAF. Guarantees will act as credit enhancements thus improving the financing conditions of issuers and their loan conditions for small farmers in that region. During the year ended December 31, 2022, the Trustee did not approve additional commitments. Additionally, during the year ended December 31, 2022, CAF received contributions for US\$ 109,000, including US\$ 100,000 for project execution purposes, and US\$ 9,000 for agency fees, and made no disbursements. During the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.
- On April 29, 2022, the Trustee approved a commitment to fund project “Living in harmony with nature: Connecting biodiversity with production systems in the Gualaca Altitudinal Corridor Landscape” for US\$ 54,500 to improve the management of the Altitudinal Gualaca Corridor and Landscape to benefit biodiversity conservation and foster sustainable use of natural resources with a landscape approach. During the year ended December 31, 2022, CAF received contributions for US\$ 54,500, including US\$ 50,000 for project execution purposes, and US\$ 4,500 for agency fees, and made no disbursements. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.
- On May 26, and June 29, 2022, the Trustee approved the commitments of project “Integrated water resources management in the transboundary Bermejo River Basin” for US\$ 200,000 and US\$ 114,300, respectively, to reverse present land and water degradation trends in the binational Bermejo Basin by introducing integrated water resources management approaches including to groundwater resources, revamping, and consolidating existing transboundary cooperation mechanism, and accelerating priority reforms and investments. During the year ended December 31, 2022, CAF received contributions for US\$ 200,000 for project execution purposes and made no disbursements. Additionally, during the year ended December 31, 2021, CAF did not receive resources or made disbursements for project execution purposes.

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As of December 31, 2022, the status of the projects is as follow:

Project	Transfer of funds by the trustee (1)	Disbursements (2)
Andes Adaptation to the Impacts of Climate Change in Water Resources (AICCA)	1,310,680	1,309,457
Transformation of Colombia's Panaela Subsector through the NAMA's Initial Implementation (CPS-NAMA)	2,234,500	151,726
Ecosystem-based Biodiversity Friendly Cattle Production Framework for the Darien Region of Panama	4,000,000	1,574,855
Supporting the Chilean Low Emissions Transport Strategy (CLETS)	3,270,000	191,819
Preparing the Ground for the Implementation of the La Plata Basin Strategic Action Program	2,174,550	2,018,155
Amazon Sustainable Landscape Approach in the Pluri-national System of Protected Areas and Strategic Ecosystems of Bolivia	399,011	192,024
Development of an enabling environment for sustainable businesses based on the native biodiversity of Ecuador	1,722,817	381,071
BE-CLME+: Promoting National Blue Economy Priorities Through Marine Spatial Planning in the Caribbean Large Marine Ecosystem Plus	167,490	52,809
Implementation of the Guarani Aquifer Strategic Action Program: Enabling Regional Actions	2,054,500	183,236
Effective Conservation of Protected Areas of Galapagos, through Strengthening of Control and Surveillance of the Galapagos Marine Reserve and the Eradication of Invasive Predators from Floreana Island	1,940,000	577,375
Safeguarding the Biodiversity of Isla del Coco National Park by Enhancing Biosecurity	572,435	185,387
Comprehensive land management in forestry and agri-food systems of three water basins in Argentina to contribute to Land Degradation Neutrality (LDN) and to mitigation and adaptation to climate change	100,000	-
Environmental routes to incorporate communities in good conservation practices and nature-based businesses that promote human development in ecosystems of high environmental and social vulnerability in the Regional Corridor El Palmar - Tariquia, in the departments of Potosí, Tarija and Chuquisaca	54,500	313
Energy Efficiency for the Transition to Carbon Neutral Cities in Colombia"	150,000	-
Green Finance & Sustainable Agriculture in the Dry Forest Ecoregion of Ecuador and Peru	109,000	-
Living in harmony with nature: Connecting biodiversity with production systems in the Gualaca Altitudinal Corridor Landscape	54,500	-
Integrated water resources management in the transboundary Bermejo River Basin	200,000	-
	<u>20,513,983</u>	<u>6,818,227</u>

(1) The transfer of funds by the trustee comprises contributions to execute the project, and contributions for agencies fees.

(2) The disbursements of funds by CAF comprise payments to execute the project and agencies fees payment. Note that while CAF made these disbursements, they may still be under execution by the executing agencies.

Additionally, during the years ended December 2022 and 2021, CAF received other transfers for US\$ 95,463 and US\$ 518, respectively, corresponding to bank interests monthly earned on the balance maintained in the fund's bank account, which will be reimbursed to the Trustee; and it made other disbursements for US\$ 887 and US\$ 897, respectively, corresponding to finance costs.



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