

PUBLIC DISCLOSURE AUTHORISED

CARIBBEAN DEVELOPMENT BANK



Statement of Interim Financial Position (Unaudited)

For the Quarter Ended March 31, 2013

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

This Document is being made publicly available in accordance with the Bank's Information Disclosure Policy.

July 2013

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF FINANCIAL POSITION
As of March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Assets		
Cash Resources		
Cash and cash equivalents	\$83,584	\$96,401
Investments		
Debt securities at fair value through profit or loss	405,898	400,509
Receivables and Prepayments	19,467	10,222
Loans		
Loans outstanding	951,641	972,332
Derivative financial instruments		
Cross currency interest rate swaps	80,504	95,312
	-	-
Receivable from members		
Non-negotiable demand notes	43,411	43,802
Maintenance of value on currency holdings	3,262	2,692
Subscriptions in arrears	11,513	11,250
	58,186	57,744
Other assets		
Property and equipment	8,277	8,286
Total assets	\$1,607,557	\$1,640,806

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF FINANCIAL POSITION
As of March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Liabilities and Equity		
Liabilities		
Accounts payable and accrued liabilities	\$1,522	\$4,616
Subscriptions in advance	4,423	4,138
Deferred income	875	875
Post-employment obligations	3,964	3,964
Maintenance of value on currency holdings	-	36
Borrowings		
Short term facility	-	20,000
Long term borrowings	<u>882,726</u>	<u>900,246</u>
	<u>882,726</u>	<u>920,246</u>
Total Liabilities	<u>893,510</u>	<u>933,875</u>
Equity		
Capital stock		
Authorised capital - 312,971 (2012 - 312,971) shares		
Subscribed capital - 247,455 (2012 - 247,455) shares	1,549,012	1,549,012
Less callable capital - 193,125 (2012 - 193,125) shares	<u>1,207,638</u>	<u>1,207,638</u>
Paid-up capital - 54,330 (2012 - 54,330) shares	341,374	341,374
Less subscriptions not yet matured	<u>121,291</u>	<u>122,629</u>
Subscriptions matured	220,083	218,745
Retained earnings & reserves	<u>493,964</u>	<u>488,186</u>
Total Equity	<u>714,047</u>	<u>706,931</u>
Total Liabilities and Equity	<u>\$1,607,557</u>	<u>\$1,640,806</u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF CHANGES IN EQUITY
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	Capital stock	Retained earnings	Reserves	Total
Balance at January 1, 2012	\$186,361	\$473,741	\$14,110	\$674,212
Total comprehensive loss for the period	-	(2,561)	-	(2,561)
Balance at March 31, 2012	<u>186,361</u>	<u>471,180</u>	<u>14,110</u>	<u>671,651</u>
Balance at January 1, 2013	218,745	474,076	14,110	706,931
Issued Share Capital	1,338	-	-	1,338
Total comprehensive income for the period	-	5,778	-	5,778
Balance at March 31, 2013	<u>\$220,083</u>	<u>\$479,854</u>	<u>\$ 14,110</u>	<u>\$714,047</u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF COMPREHENSIVE INCOME
For the quarter ended March 31, 2013
(expresses in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Interest and similar income		
Loans	\$9,772	\$10,188
Investments and cash balances	<u>1,368</u>	<u>991</u>
	<u>11,140</u>	<u>11,179</u>
Interest expense and similar charges		
Borrowings	5,443	2,996
Other financial income	<u>(884)</u>	<u>(859)</u>
	<u>4,559</u>	<u>2,137</u>
Net interest income	<u>6,581</u>	<u>9,042</u>
Other (income)/expenses		
Other income	(62)	(61)
Realised and unrealised fair value gains/(losses)	813	(284)
Provision for loan losses	-	-
Administrative expenses	1,918	2,017
Foreign exchange translation	<u>359</u>	<u>(994)</u>
	<u>3,028</u>	<u>678</u>
Operating income	<u>3,553</u>	<u>8,364</u>
Derivative adjustments		
Increase in fair value of derivatives	(14,566)	(23,866)
Foreign exchange gain on translation of Yen borrowings	<u>16,791</u>	<u>12,941</u>
	<u>2,225</u>	<u>(10,925)</u>
Total comprehensive income/(loss) for the period	<u>\$5,778</u>	<u>\$(2,561)</u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF CASH FLOWS
For the three months ended March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Operating activities:		
Comprehensive income/(loss) for the period	\$5,778	\$(2,561)
Adjustments for non cash items:		
Unrealised gain/(loss) on debt securities	813	(206)
Depreciation	333	366
Decrease in fair value of derivatives	14,566	23,866
Interest income	(11,140)	(11,179)
Interest expense	4,559	2,137
Foreign exchange loss on translation of Yen borrowings	(16,791)	(13,868)
(Increase)/decrease in amounts required to maintain the value of currency holdings	(321)	232
Net foreign exchange difference	-	905
Total cash flows used in operating activities before changes in operating assets and liabilities	<u>(2,203)</u>	<u>(308)</u>
Changes in operating assets and liabilities:		
Increase in receivables and prepayments	(9,245)	(8,018)
Decrease in accounts payable and accrued liabilities	(3,094)	(819)
Net (increase)/decrease in debt securities at fair value through profit and loss	<u>(5,673)</u>	<u>26,000</u>
<i>Cash (used in) provided by operating activities</i>	<u>(20,215)</u>	<u>16,855</u>
Disbursements made on loans	(6,355)	(8,911)
Principal repayments to the Bank on loans	27,469	18,405
Interest received	10,188	10,521
Interest paid	<u>(1,527)</u>	<u>(1,840)</u>
<i>Net cash provided by operating activities</i>	<u>9,560</u>	<u>35,030</u>
Investing activities:		
Purchase of property and equipment	<u>(324)</u>	(170)
Proceeds from sale of property and equipment	-	-
<i>Net cash used in investing activities</i>	<u>(324)</u>	<u>(170)</u>
Financing activities:		
Borrowings:		
Drawdowns	321	19,378
Repayments	(23,840)	(23,817)
Capital subscriptions	1,338	-
Decrease in other receivables from members	<u>128</u>	<u>64</u>
<i>Net cash used in financing activities</i>	<u>(22,053)</u>	<u>(4,375)</u>
Net (decrease)/ increase in cash and cash equivalents	(12,817)	30,485
Cash and cash equivalents at beginning of year	<u>96,401</u>	<u>79,163</u>
Cash and cash equivalents at end of period	<u>\$83,584</u>	<u>\$109,648</u>

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF INVESTMENTS
As of March 31, 2013
(expressed in thousands of United States dollars)

Schedule 1

	2013				
	USD	EUR	CAD	Other Currencies	All Currencies
Government and Agency Obligations	\$247,390	\$4,932	\$4,398	\$-	\$256,720
Supranationals	123,816	2,737	4,608	-	131,161
Time Deposits	-	-	-	6,059	6,059
Euro Commercial Paper	9,997	-	-	-	9,997
Sub-total	381,203	7,669	9,006	6,059	403,937
Accrued interest	1,645	225	78	13	1,961
Total	\$382,848	\$7,894	\$9,084	\$6,072	\$405,898

	2012				
	USD	EUR	CAD	Other Currencies	All Currencies
Government and Agency Obligations	\$227,824	\$5,111	\$4,463	\$-	\$237,398
Supranationals	138,104	2,833	4,722	-	145,659
Time Deposits	-	-	-	6,025	6,025
Euro Commercial Paper	9,995	-	-	-	9,995
Sub-total	375,923	7,944	9,185	6,025	399,077
Accrued interest	1,196	206	15	15	1,432
Total	\$377,119	\$8,150	\$9,200	\$6,040	\$400,509

RESIDUAL TERM TO CONTRACTUAL MATURITY

	2013	2012
One month to three months	\$62,886	\$47,221
Over three months to one year	44,719	61,345
Over one year to five years	243,040	221,811
Over five years to ten years	55,253	70,132
Total	\$405,898	\$400,509

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF LOANS
As of March 31, 2013
(expressed in thousands of United States dollars)**

Schedule 2

Member countries in which loans have been made	Effective Loans						Percent- age of total loans out- standing
	Cumula- tive total loans approved 1/	Loans approved but not yet effective	Cumula- tive Signed agree- ments	Cumula- tive Principal repaid to bank	Undis- bursed	Loans Out- standing	
Anguilla	75,707	-	75,707	11,253	103	64,351	6.8
Antigua and Barbuda	68,988	-	68,988	20,300	10,000	38,688	4.1
Bahamas	58,674	-	58,674	47,460	4,952	6,262	0.6
Barbados	345,600	-	345,600	128,119	100,206	117,275	12.4
Belize	169,638	-	169,638	61,052	37,404	71,182	7.5
British Virgin Islands	59,834	-	59,834	27,205	20,052	12,577	1.3
Cayman Islands	44,167	-	44,167	40,280	-	3,887	0.4
Dominica	50,953	-	50,953	21,696	8,427	20,830	2.2
Grenada	58,334	-	58,334	22,344	6,783	29,207	3.1
Guyana	66,366	-	66,366	24,552	12,479	29,335	3.1
Jamaica	459,672	-	459,672	187,269	38,188	234,215	24.7
Montserrat	485	-	485	485	-	-	-
St. Kitts and Nevis	91,159	-	91,159	31,140	14,952	45,067	4.8
St. Lucia	175,791	-	175,791	72,125	20,640	83,026	8.8
St. Vincent and the Grenadines	147,947	-	147,947	32,660	16,055	99,232	10.5
Trinidad and Tobago	129,683	-	129,683	105,367	-	24,316	2.5
Turks & Caicos Islands	11,942	-	11,942	4,601	1,785	5,556	0.6
Regional	14,439	-	14,439	6,144	-	8,295	0.9
Private Sector	157,911	-	157,911	83,906	19,704	54,301	5.7
Sub-total	2,187,290	-	2,187,290	927,958	311,730	947,602	100.0
Provision for impairment	-	-	-	-	-	(7,584)	
Accrued interest and other charges	-	-	-	-	-	11,623	
Total - March 31, 2013	\$2,187,290	\$-	\$2,187,290	\$927,958	\$311,730	\$951,641	
Total - December 31, 2012	\$2,201,640	\$35,023	\$2,166,617	\$912,627	\$285,274	\$972,332 ^{2/}	

1/ Net of lapses and cancellations.

2/ Includes accrued interest and other charges less provision for impairment.

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF LOANS (continued)
As of March 31, 2013
(expressed in thousands of United States dollars)

Schedule 2
(continued)

Currencies Receivable	Loans Outstanding 2012	Net Interest Earned	Disbursements	Sub-Total	Repayments	Provision for Losses	Loans Outstanding 2013	Percentage of total loans outstanding
United States dollars	\$968,716	-	\$6,355	\$975,071	(\$27,469)	-	\$947,602	100.0
Sub-Total	968,716	-	6,355	975,071	(27,469)	-	947,602	100.0
Provision for impairment	(7,584)	-	-	(7,584)	-	-	(7,584)	
Accrued interest and other charges	11,200	423	-	11,623	-	-	11,623	
Total - March 31, 2013	\$972,332	\$423	\$6,355	\$979,110	(\$27,469)	-	\$951,641	
Total - December 31, 2012	\$1,007,537	\$576	\$49,481	\$1,057,594	(\$82,724)	(\$2,538)	\$972,332	

MATURITY STRUCTURE OF LOANS OUTSTANDING

April 1, 2013 to December 31, 2013	\$77,051
January 1, 2014 to December 31, 2014	81,917
January 1, 2015 to December 31, 2015	76,854
January 1, 2016 to December 31, 2016	85,185
January 1, 2017 to December 31, 2017	82,716
January 1, 2018 to December 31, 2022	319,814
January 1, 2023 to December 31, 2027	201,597
January 1, 2028 to December 31, 2032	34,030
January 1, 2033 to December 31, 2034	61
Total	\$959,225
Deduct provision	(7,584)
Total loans outstanding	951,641

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
STATEMENT OF SUBSCRIPTION TO CAPITAL STOCK AND VOTING POWER
As of March 31, 2013
(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	19.30	\$291,659	\$227,614	\$64,045	\$38,378	48,504	19.11	\$12,850
Trinidad and Tobago	48,354	19.30	291,659	227,614	64,045	38,378	48,504	19.11	10,978
Bahamas	14,258	5.69	86,001	67,115	18,886	11,317	14,408	5.68	1,612
Guyana	10,417	4.15	62,833	49,038	13,795	8,265	10,567	4.16	3,136
Colombia	7,795	3.11	47,017	36,691	10,326	6,188	7,945	3.13	627
Mexico	3,118	1.24	18,807	14,687	4,120	4,120	3,268	1.29	-
Venezuela	3,118	1.24	18,807	14,687	4,120	4,120	3,268	1.29	3,203
Barbados	9,074	3.62	54,732	42,717	12,015	7,202	9,224	3.63	1,070
Belize	2,148	0.86	12,956	10,109	2,847	1,705	2,298	0.91	-
Dominica	2,148	0.86	12,956	10,109	2,847	1,705	2,298	0.91	286
Grenada	1,839	0.73	11,092	8,661	2,431	1,456	1,989	0.78	213
St. Lucia	2,148	0.86	12,956	10,109	2,847	1,705	2,298	0.91	360
St. Vincent and the Grenadines	2,148	0.86	12,956	10,109	2,847	1,705	2,298	0.91	97
Antigua and Barbuda	2,148	0.86	12,956	10,109	2,847	1,705	2,298	0.91	296
St. Kitts and Nevis	859	0.34	5,181	4,047	1,134	1,134	1,009	0.40	255
Anguilla /1	455	0.18	2,744	2,141	603	362			15
Montserrat /1	213	0.09	1,285	1,001	284	283			-
British Virgin Islands /1	533	0.21	3,215	2,509	706	424	2,417	0.95	-
Cayman Islands /1	533	0.21	3,215	2,509	706	424			8
Turks and Caicos Islands /1	533	0.21	3,215	2,509	706	424			-
Haiti	875	0.35	5,278	4,120	1,158	1,158	1,025	0.40	-
	<u>161,068</u>	<u>64.29</u>	<u>971,520</u>	<u>758,205</u>	<u>213,315</u>	<u>132,158</u>	<u>163,618</u>	<u>64.47</u>	<u>35,006</u>
Non-Regional States:									
Canada	26,004	10.38	156,849	122,408	34,441	20,640	26,154	10.31	-
United Kingdom	26,004	10.38	156,849	122,408	34,441	20,640	26,154	10.31	2,150
Italy	6,235	2.49	37,608	29,375	8,233	8,234	6,385	2.52	706
Germany	15,588	6.22	94,023	73,376	20,647	12,372	15,738	6.20	5,549
China	15,588	6.22	94,023	73,376	20,647	12,372	15,738	6.20	-
	<u>89,419</u>	<u>35.71</u>	<u>539,352</u>	<u>420,943</u>	<u>118,409</u>	<u>74,258</u>	<u>90,169</u>	<u>35.53</u>	<u>8,405</u>
Sub-total	<u>250,487</u>	<u>100.00</u>	<u>1,510,872</u>	<u>1,179,148</u>	<u>331,724</u>	<u>206,416</u>	<u>253,787</u>	<u>100.00</u>	<u>43,411</u>
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			
Sub-total	<u>-</u>	<u>-</u>	<u>56,428</u>	<u>42,761</u>	<u>13,667</u>	<u>13,667</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total - March 31, 2013	<u>250,487</u>	<u>100.00</u>	<u>\$1,567,300</u>	<u>\$1,221,909</u>	<u>\$345,391</u>	<u>\$220,083</u>	<u>253,787</u>	<u>100.00</u>	<u>\$43,411</u>
Total - December 31, 2012	247,455	100.00	\$1,549,012	\$1,207,638	\$341,374	\$218,745	250,755	100.00	\$43,802

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 March 31, 2013
(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:							
Floating Rate Note - US\$	20,000	-	(20,000)	-	-	-	
	20,000	-	(20,000)	-	-	-	
CDB Market Borrowings:							
4.35% Notes - Yen	60,000	9,419	-	-	-	69,419	2030
2.75% Notes - Yen	100,000	25,339	-	8,695	-	134,034	2022
Floating Rate Note - US\$	175,000	-	-	-	-	175,000	2013
Floating Rate Note - US\$	150,00	-	-	-	-	150,000	2014
4.375% Bonds – US\$	300,000	-	-	-	-	300,000	2027
Unamortized transaction costs	(1,986)	-	-	-	-	(1,986)	
	783,014	34,757	-	8,695	-	826,467	
European Investment Bank							
Global Loan III - US\$	51,157	-	(9,780)	-	-	41,377	2023
Climate Action Credit – US\$	65,320	-	-	-	(65,320)	-	
	116,477	-	(9,780)	-	(65,320)	41,377	
Inter-American Development Bank:							
Loan 926/OC-RG - US\$	22,491	-	(13,589)	-	-	8,902	2021
Sub-total	941,982	34,757	(43,369)	8,695	(65,320)	876,746	
Accrued interest	5,980	-	-	-	-	5,980	
Total – March 31, 2013	\$927,962	\$34,757	(\$23,369)	\$8,695	(65,320)	\$882,726	
Total - December 31, 2012	\$1,149,800	\$51,307	(\$224,478)	\$8,937	(\$65,320)	\$920,246	

1/ Net of cancellations and borrowings fully repaid.

CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES
SUMMARY STATEMENT OF BORROWINGS (continued)
As of March 31, 2013
(expressed in thousands of United States dollars)

								Schedule 4 (continued)
Currencies repayable	Out- standing at December 31 2012	Adjust- ments	Trans- lation adjust- ments	Net interest paid	Draw- downs	Currency swap amortization	Repay- ments	Out- standing at March 31 2013
United States dollars	\$698,314	(\$1,260)	-	-	\$321	(\$242)	(\$21,840)	\$673,293
Yen	218,984	1,260	(16,791)	-	-	-	-	203,453
Sub-total	917,298	-	(16,791)	-	-	(242)	(23,840)	876,746
Accrued interest	2,948	-	-	3,032	-	-	-	5,980
Total - March 31, 2013	<u>\$920,246</u>	-	(\$16,791)	\$3,032	\$321	(\$242)	(\$23,840)	<u>\$882,726</u>
Total – December 31, 2012	<u>\$857,875</u>	-	(\$24,003)	\$1,586	\$338,630	(\$1,260)	(\$252,582)	<u>\$920,246</u>

MATURITY STRUCTURE OF BORROWINGS OUTSTANDING

January 1, 2013 to December 31, 2013	\$186,456
January 1, 2014 to December 31, 2014	157,624
January 1, 2015 to December 31, 2015	4,432
January 1, 2016 to December 31, 2016	4,432
January 1, 2017 to December 31, 2017	4,432
January 1, 2018 to December 31, 2022	154,527
January 1, 2023 to December 31, 2027	301,403
January 1, 2028 to December 31, 2032	<u>69,420</u>
Total	<u><u>\$882,726</u></u>

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS

For the quarter ended March 31, 2013

[All amounts stated in United States Dollars (US\$)]

NOTE A – NATURE OF OPERATIONS

The Caribbean Development Bank (“The Bank”, or “CDB”) is a regional financial institution established by an Agreement signed in Kingston, Jamaica, in 1969. It was established for the purpose of contributing to the harmonious economic growth and development of the member countries in the Caribbean, having special and urgent regard to the needs of the Lesser Developed Countries (LDCs) of the Region. The Bank’s headquarters is located in Wildey, St. Michael, Barbados.

Reducing poverty in the region is CDB’s main objective and it finances development projects primarily through its Ordinary Capital Resources (OCR) in its Borrowing Member Countries (“BMCs”). In advancing this objective, the Bank participates in the selection, study and preparation of projects contributing to such development and where necessary, provides technical assistance.

CDB finances its ordinary operations through borrowings, paid-in capital and retained earnings.

NOTE B – KEY EVENTS

On January 1, 2013, the Bank reset the interest rate on its variable rate loans from 3.61% to 3.83%, an increase of 22 basis points. This was in line with the policy of setting interest rates on the basis of the cost of borrowings for the previous six months plus an adjustable spread of up to a maximum of 250 basis points.

The Bank recorded net interest income of \$6.6 mn (2012 – \$9.0 mn) and operating income of \$3.6 mn (2012 - \$8.4 mn). Total comprehensive income earned was \$5.8 mn (2012 - \$2.6 mn loss) largely due to the net effect of a decrease in the fair value of the derivatives of \$9.3 mn, a foreign exchange translation gain of \$3.9 mn and the impact of higher borrowing costs of \$2.4 mn and fair value and forex losses totalling \$2.4 mn.

NOTE C – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of preparation

This condensed interim financial information for the three months ended March 31, 2013 has been prepared in accordance with IAS 34, ‘*Interim Financial Reporting*’. The condensed interim financial information does not include all of the information and disclosures required in the audited annual financial statements and should be read in conjunction with these statements for the year ended December 31, 2012.

Accounting policies

The accounting policies applied are consistent with those followed in the preparation of the audited financial statements for the year ended December 31, 2012, as described in those annual financial statements.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

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

New and amended standards and interpretations

The accounting policies adopted are consistent with those of the previous financial year, except for the following new and amended IFRS and International Financial Reporting Interpretations Committee (IFRIC) interpretations effective as at 1 January 2012:

- IFRS 7, Financial Instruments: Disclosures – Enhanced derecognition disclosure requirements (Amendment): 1 July 2011

Other amendments resulting from improvements to IFRS to the following standards did not have any impact on the accounting policies, financial position or performance of the Bank:

- IAS 12, Income Taxes (Amendment) – Deferred Taxes: Recovery of Underlying Assets
- IFRS 1, First-time Adoption of IFRS (Amendment) – Severe Hyperinflation and Removal of Fixed Dates for First-time Adopters.

Standards, amendments and interpretations not yet effective but which will be relevant to the Bank

Standards issued but not effective up to the date of issuance of the Bank's financial statements are listed below:

- IFRS 1, Government Loans (Amendment): 1 January 2013
- IFRS 7, Financial Instruments: Disclosures – Offsetting Financial Assets and Financial Liabilities: 1 January 2013
- IFRS 9, Financial Instruments: 1 January 2015
- IFRS 13, Fair Value Measurement: 1 January 2013
- IAS 1, Presentation of Items of Other Comprehensive income (Amendment): 1 July 2012
- IAS 19, Employee Benefits (Revised): 1 January 2013
- IAS 32, Offsetting Financial Assets and Financial Liabilities (Amendment): 1 January 2014

The Bank is considering the implications of these standards, the impact on the Bank and the timing of their adoption by the Bank.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

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

Standards, amendments and interpretations effective on or after January 1, 2013 and which are not relevant to the Bank

- IAS 12, Income Taxes – Recovery of Underlying Assets
- IAS 27 (Revised), Separate Financial Statements, 1 January, 2013
- IAS 28 (Revised), Investments in Associates and Joint Ventures
- IFRS 1, Government Loans (Amendment)
- IFRS 10, Consolidated Financial Statements
- IFRS 11, Joint Arrangements
- IFRS 12, Disclosure of Involvement with Other Entities
- IFRIC 20, Stripping Costs in the Production Phase of a Surface Mine

NOTE D – LOANS

The distribution of the Bank's loans by country and the analysis of the movement at March 31, 2013 are shown in Schedule 2.

NOTE E – 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 the President is the Chief Executive Officer (CEO) and is required to conduct, under the direction of the Board of Directors (BOD) the current business of the Bank as well as the other matters set out in this paragraph. The President has set up a number of management Committees to assist with the discharge of those responsibilities.

In accordance with IFRS 8, the Bank has one operating segment, its Ordinary Capital Resources (OCR).

The Bank has determined that the Advisory Management Group (AMT) is its chief operating decision maker.

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

NOTE E – SEGMENT ANALYSIS...continued

Segment reporting...continued

The following table presents the outstanding balance of CDB’s loans and associated interest income by countries which generated in excess of 10% in loan interest income as of and for the quarter ended March 31, 2013. The comparative period relates to the year ended December 31, 2012.

Country	Interest income		Loans outstanding	
	2013	2012	2013	2012
Jamaica	\$2,309	\$9,189	\$236,804	\$235,030
Barbados	1,361	5,198	118,361	120,932
St. Vincent and the Grenadines	974	3,861	100,203	101,456
Other	5,128	21,391	496,273	514,914
Total	\$9,772	\$39,639	\$951,641	\$972,332

NOTE F – CASH AND CASH EQUIVALENTS

For the purpose of the cash flow statement, cash and cash equivalents comprise the following balances with less than 3 months maturity from the date of acquisition:

	2013	2012
Due from banks	\$14,230	\$21,354
Time deposits	69,354	75,047
	\$83,584	\$96,401

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

NOTE G – RISK MANAGEMENT

Fair value of financial assets and liabilities

Fair value hierarchy

IFRS 7 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 prices in active markets for identical assets. This level includes listed equity securities and debt instruments on exchanges (for example, the New York Stock Exchange, NASDAQ).

Level 2 – Inputs other than quoted prices included in Level 1 that are observable for the asset either directly or indirectly. This level includes derivative contracts. The source of input parameters like the LIBOR yield curve or counterparty credit risk is Bloomberg.

Level 3 – Inputs for the asset or liability that are not based on observable market data (unobservable inputs). This level includes equity investments and debt instruments with significant unobservable components.

This hierarchy requires the use of observable market data when available. The Bank considers relevant and observable market prices in its valuations where possible.

Fair value of financial assets and liabilities

Assets and liabilities measured at fair value:

	2013			
March 31	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
- Debt securities	\$-	\$405,898	\$-	\$405,898
Financial assets designated at fair value				
- Cross currency interest rate swaps	-	80,504	-	80,504
Total assets	\$-	\$486,402	\$-	\$486,402

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

NOTE G – RISK MANAGEMENT...continued

Fair value of financial assets and liabilities...continued

December 31	2012			
	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss				
- Debt securities	\$-	\$400,509	\$-	\$400,509
Financial assets designated at fair value				
- Cross currency interest rate swaps	-	95,312	-	95,312
Total assets	\$-	\$495,821	\$-	\$495,821

Commitments, guarantees and contingent liabilities

Loan and capital commitments

The table below summarizes the amounts of the Bank's commitments, guarantees and contingent liabilities that will commit it to extend credit to its Borrowing Member Countries (BMCs).

At March 31	2013		
	0-12 months	1-5 years	Total
Loan commitments	100,000	211,730	311,730
	100,000	211,730	311,730
At December 31	2012		
Loan commitments	\$100,000	\$185,274	\$285,274
Total	\$100,000	\$185,274	\$285,274

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

NOTE G – RISK MANAGEMENT...continued

Borrowings

It is the Bank's policy to limit borrowing and guarantees chargeable to the Bank's Ordinary Capital Resources to 100 percent of the callable capital of its investment grade non-borrowing members plus the cash reserves.

At March 31, 2013 total borrowings amounted to \$882.7 mn (2012: \$920.2 mn).

Also at March 31, 2013, the ratio of total outstanding and contracted borrowings to the borrowing limit of \$1,108,121 (2012 -\$1,103,225) was 85.6% (2012 – 89.3%).

On December 29, 2011 the European Investment Bank and CDB executed a Climate Change Action Line of Credit facility in the amount of 65.3 million Euros. As at March 31, 2013 no drawdowns have been made under this facility.

Impact of credit rating downgrade on Debt covenants

On December 12, 2012 Standard & Poor's Rating Services lowered the Bank's long term foreign currency issuer rating to 'AA' from 'AA+' with a negative outlook. The Bank's short term foreign currency rating was affirmed as 'A-1+'. This downgrade had no material impact on current operations, nor did it have any impact on debt covenants.

Guarantees

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 \$12.0 mn with respect to the Bonds to be issued by the Government of St. Kitts and Nevis (GOSKN).

**CARIBBEAN DEVELOPMENT BANK
ORDINARY CAPITAL RESOURCES**

**NOTES TO THE UNAUDITED INTERIM FINANCIAL STATEMENTS
For the quarter ended March 31, 2013**

NOTE H – SUBSEQUENT EVENTS

Sovereign debt exposure

Pursuant to the provisions of the first Policy Based Guarantee (PBG), the Bank, on behalf of GOSKN, made payments in September 2011 and March 2012 in a total amount not exceeding the equivalent of \$8.3 mn to certain bondholders. At its meeting in December 2011 the Bank's Board of Directors approved a package of exceptional financial assistance to GOSKN, including the conversion of amounts disbursed under the first PBG into a loan of an amount not exceeding the equivalent of \$8.3 mn. The overall objective of the financial assistance package was, inter alia, to facilitate an improvement in the country's debt dynamics and the overall macroeconomic fundamentals while protecting past social gains. This will in turn reduce any risk associated with the Bank's loan portfolio to GOSKN.

There has been no call on the second guarantee.

GOSKN has met its existing obligations to the Bank to date.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF FINANCIAL POSITION
As of March 31, 2013
(expressed in thousands of United States dollars)

	March 31, 2013			December 31, 2012		
	UNIFIED	OTHER	TOTAL	UNIFIED	OTHER	TOTAL
Assets						
Cash and cash equivalents	\$24,073	\$8,655	\$ 32,728	\$11,699	\$2,239	\$13,938
Debt securities at fair value through profit or loss (Schedule 1)	265,843	51,945	317,788	274,791	57,905	332,696
Loans (Schedule 2)	473,937	19,026	492,963	463,518	19,449	482,967
Receivables - Other						
Accounts receivable including interfund receivables	-	-	-	7,854	-	7,854
	<u>763,853</u>	<u>79,626</u>	<u>843,479</u>	<u>757,862</u>	<u>79,593</u>	<u>837,455</u>
Receivable from contributors						
Non-negotiable demand notes (Schedule 3)	61,536	-	61,536	61,213	-	61,213
Contributions in arrears	8,706	-	8,706	9,597	-	9,597
	<u>70,242</u>	<u>-</u>	<u>70,242</u>	<u>70,810</u>	<u>-</u>	<u>70,810</u>
Total assets	<u>\$834,095</u>	<u>\$79,626</u>	<u>\$913,721</u>	<u>\$828,672</u>	<u>\$79,593</u>	<u>\$908,265</u>
Liabilities and Funds						
Liabilities						
Accounts payable including interfund payables	73,718	1,190	74,908	70,702	1,185	71,887
Accrued charges on contributions	-	14	14	-	5	5
	<u>73,718</u>	<u>1,204</u>	<u>74,922</u>	<u>70,702</u>	<u>1,190</u>	<u>71,892</u>
Funds						
Contributed resources (Schedule 3)						
Contributions	974,093	42,987	1,017,080	967,672	42,962	1,010,634
Less amounts not yet made available	4,249	-	4,249	4,249	-	4,249
Amounts made available	969,844	42,987	1,012,831	963,423	42,962	1,006,385
Allocation to technical assistance and grant resources	(324,897)	(2,266)	(327,163)	(324,897)	(2,266)	(327,163)
	<u>644,947</u>	<u>40,721</u>	<u>685,668</u>	<u>638,526</u>	<u>40,696</u>	<u>679,222</u>
Accumulated net income (Schedule 4)	\$57,664	\$36,795	94,459	\$56,730	\$36,801	93,531
Technical assistance and grant resources	57,766	906	58,672	62,714	906	63,620
	<u>760,377</u>	<u>78,422</u>	<u>838,799</u>	<u>757,970</u>	<u>78,403</u>	<u>836,373</u>
Total liabilities and funds	<u>\$ 834,095</u>	<u>\$79,626</u>	<u>\$913,721</u>	<u>\$828,672</u>	<u>\$79,593</u>	<u>\$908,265</u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF COMPREHENSIVE INCOME AND ACCUMULATED NET INCOME
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	2013			2012		
	UNIFIED	OTHER	TOTAL	UNIFIED	OTHER	TOTAL
Interest and similar income						
Loans	\$2,842	\$92	\$2,934	\$2,580	\$119	\$2,699
Investments and cash balances	377	71	448	1,138	214	1,352
	<u>3,219</u>	<u>163</u>	<u>3,382</u>	<u>3,718</u>	<u>333</u>	<u>4,051</u>
Expenses						
Administrative expenses	2,488	172	2,660	2,522	186	2,708
Charges on contributions	-	9	9	-	16	16
Foreign exchange /(gains)/losses	(203)	(12)	(215)	27	(84)	(57)
	<u>2,285</u>	<u>169</u>	<u>2,454</u>	<u>2,549</u>	<u>118</u>	<u>2,667</u>
Total comprehensive income/(loss) for the period	<u>\$934</u>	<u>(\$6)</u>	<u>\$928</u>	<u>\$1,169</u>	<u>\$215</u>	<u>\$1,384</u>
<hr/>						
Accumulated Net Income						
Accumulated net income - beginning of year	\$56,730	\$36,801	\$93,531	\$41,832	\$37,343	\$79,175
Total comprehensive income/(loss) for the period	<u>934</u>	<u>(6)</u>	<u>928</u>	<u>1,169</u>	<u>215</u>	<u>1,384</u>
Accumulated net income - end of period	<u>\$57,664</u>	<u>\$36,795</u>	<u>\$94,459</u>	<u>\$43,001</u>	<u>\$37,558</u>	<u>\$80,559</u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND (UNIFIED)
STATEMENT OF CASH FLOWS
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Operating activities:		
Total comprehensive income for the year	\$934	\$1,169
Adjustments		
Unrealised gain/ (loss) on debt securities at fair value through profit or loss	318	(138)
Interest income	(3,536)	(3,537)
Net foreign exchange difference	(1,023)	876
Total cash flows used in operating profits before changes in operating assets and liabilities	(3,307)	(1,630)
Changes in operating assets and liabilities:		
Decrease in accounts receivable	7,854	-
Increase in accounts payable	3,016	2,658
Cash provided by (used in) operating activities	7,563	1,028
Disbursements on loans	(17,868)	(6,054)
Principal repayments to the Bank on loans	6,860	4,755
Interest received	4,192	3,184
Net decrease/ (increase) in debt securities at fair value through profit or loss	8,563	(17,859)
Technical assistance disbursements	(3,948)	(4,126)
<i>Net cash used in operating activities</i>	5,362	(19,072)
Financing activities:		
Contributions:		
Increase/ (decrease) in contributions for loans	7,444	(600)
Decrease in receivables from contributors	568	13,719
Technical assistance allocation	(1,000)	2
<i>Net cash provided by financing activities</i>	7,012	13,121
Net decrease in cash and cash equivalents	12,374	(5,951)
Cash and cash equivalents at beginning of year	11,699	33,646
Cash and cash equivalents at end of period	\$24,073	\$27,695

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND (OTHER)
STATEMENT OF CASH FLOWS
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Operating activities:		
Total comprehensive (loss)/income for the year	(\$6)	\$215
Adjustments:		
Unrealised loss/ (gain) on debt securities at fair value through profit or loss	112	(53)
Interest income	(277)	(281)
Interest expense	9	16
Net foreign exchange difference	26	153
Total cash flows (used in)/provided by operating profits before changes in operating assets and liabilities	(136)	50
Changes in operating assets and liabilities:		
Increase in accounts payable	5	186
Cash (used in)/provided by operating activities	(131)	236
Disbursements on loans	-	(31)
Principal repayments on loans	408	328
Interest received	237	231
Net decrease in debt securities at fair value through profit or loss	5,903	3,207
Net cash provided by operating activities	6,417	3,971
Financing activities:		
Contributions:		
Repayments of contributions	(1)	-
Net cash used in financing activities	(1)	-
Net increase in cash and cash equivalents	6,416	3,971
Cash and cash equivalents at beginning of year	2,239	23,548
Cash and cash equivalents at end of period	\$8,655	\$27,519

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUND RESOURCES - SPECIAL DEVELOPMENT FUND
SUMMARY STATEMENT OF DEBT SECURITIES**

As of March 31, 2013

(expressed in thousands of United States dollars)

Schedule 1

	<u>March 31, 2013</u>			<u>December 31, 2012</u>		
	<u>Market value</u>			<u>Market value</u>		
	<u>UNIFIED</u>	<u>OTHER</u>	<u>TOTAL</u>	<u>UNIFIED</u>	<u>OTHER</u>	<u>TOTAL</u>
Government and Agency Obligations	185,063	45,883	230,946	192,424	44,931	237,355
Supranationals	76,030	5,789	81,819	81,345	12,756	94,101
Euro Commercial Paper	3,795	-	3,795	-	-	-
Sub-total	\$264,888	\$51,672	\$316,560	\$273,769	\$57,687	\$331,456
Accrued Interest	955	273	1,228	1,022	218	1,240
Total	<u>\$265,843</u>	<u>\$51,945</u>	<u>\$317,788</u>	<u>\$274,791</u>	<u>\$57,905</u>	<u>\$332,696</u>

Residual term to contractual maturity

	<u>2013</u>	<u>2012</u>
One month to three months	12,781	15,275
Over three months to one year	73,412	70,664
From one year to five years	211,896	225,017
From five years to ten years	19,699	21,740
Total	<u>\$317,788</u>	<u>\$332,696</u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND (UNIFIED)
SUMMARY STATEMENT OF LOANS
March 31, 2013
(expressed in thousands of United States dollars)

Member countries in which loans have been made	Loans approved but not yet effective			Out-standing 2/	Schedule 2
	Undis-bursed	% of total loans out-standing			
Anguilla	425	112	3,078	0.6	
Antigua and Barbuda	-	-	2,738	0.6	
Bahamas	-	-	-	0.0	
Barbados	-	-	453	0.1	
Belize	-	21,235	38,761	8.2	
British Virgin Islands	-	300	1,617	0.3	
Cayman Islands	-	-	-	0.0	
Dominica	-	19,438	54,558	11.6	
Grenada	-	17,054	69,034	14.6	
Guyana	-	30,909	106,333	22.6	
Jamaica	-	44,696	76,130	16.2	
Montserrat	-	2,500	2,645	0.6	
St. Kitts and Nevis	8,300	1,724	42,023	8.9	
St. Lucia	-	44,657	35,285	7.5	
St. Vincent and the Grenadines	-	25,818	29,191	6.2	
Trinidad and Tobago	1,000	-	-	0.0	
Turks & Caicos Islands	-	-	5,703	1.2	
Regional	-	-	3,696	0.8	
Sub-total	\$9,725	\$208,443	\$471,245	100.0	
Accrued interest	-	-	2,692		
Total - March 31, 2013	\$9,725	\$208,443	\$473,937		
Total -December 31, 2012	\$77,405	\$159,649	\$463,518		

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES – SPECIAL DEVELOPMENT FUND (OTHER)
SUMMARY STATEMENT OF LOANS
March 31, 2013
(expressed in thousands of United States dollars)

			Schedule 2 (continued)
Effective Loans			
Member countries in which loans have been made	Undisbursed	Outstanding 2/	% of total loans outstanding
Antigua and Barbuda	-	459	2.4
Belize	-	7,536	39.8
Dominica	-	1,982	10.5
Grenada	-	168	0.9
Jamaica	-	1,664	8.8
St. Kitts and Nevis	-	5,355	28.3
St. Lucia	437	520	2.8
St. Vincent and the Grenadines	-	1,231	6.5
Sub-total	\$437	\$18,915	100.0
Accrued interest	-	111	
Total - March 31, 2013	\$437	\$19,026	
Total -December 31, 2012	\$437	\$19,449	

1/ Net of lapses and cancellations.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
SUMMARY STATEMENT OF LOANS (Continued)
March 31, 2013
(expressed in thousands of United States dollars)

	Effective Loans			Schedule 2 (continued)
Analysis by contributor	Loans approved but not yet effective	Undisbursed	Outstanding ^{2/}	% of total loans outstanding
<u>SPECIAL DEVELOPMENT FUND - UNIFIED</u>				
MEMBERS/CONTRIBUTORS	9,725	208,443	471,245	100.0
Accrued interest	-	-	2,692	
Total Special Development Fund - (Unified)	\$9,725	\$208,443	\$473,937	
<u>SPECIAL DEVELOPMENT FUND - OTHER</u>				
<u>MEMBERS</u>				
Colombia	-	-	145	0.8
Germany	-	-	122	0.6
Mexico	-	-	2,088	11.0
Venezuela	-	437	16,529	87.4
	-	437	18,884	
<u>OTHER CONTRIBUTORS</u>				
Sweden	-	-	31	0.2
	-	-	31	
Sub-total	-	\$437	\$18,915	100.0
Accrued interest	-	-	111	
Total - Special Development Fund (Other)	-	\$437	\$19,026	
Total Special Development Fund - March 31, 2013	\$9,725	\$208,880	\$492,963	
Total Special Development Fund - December 31, 2012	\$77,405	\$160,086	\$482,967	

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIALDEVELOPMENT FUND
SUMMARY STATEMENT OF LOANS (Continued)
March 31, 2013
(expressed in thousands of United States dollars)

						Schedule 2 (continued)
Currencies receivable	Loans out- standing 2012	Net Interest Earned	Disburse- ments	Sub- Total	Repay- ments	Loans out- standing 2013
(a) Special Development Fund - Unified						
United States dollars	460,237	-	17,868	478,105	(6,860)	471,245
Subtotal	460,237	-	17,868	478,105	(6,860)	471,245
Accrued interest	3,281	(589)	-	2,692	-	2,692
Total - March 31, 2013	\$463,518	(\$589)	\$17,868	\$480,797	(\$6,860)	\$473,937
Total - December 31, 2012	\$448,451	\$752	\$32,792	481,995	(\$18,477)	\$463,518
(b) Special Development Fund - Other						
United States dollars	19,323	-	-	19,323	(408)	18,915
Subtotal	19,323	-	-	19,323	(408)	18,915
Accrued interest	126	(15)	-	111	-	111
Total - March 31, 2013	\$19,449	(\$15)	-	\$19,434	(\$408)	\$19,026
Total - December 31, 2012	\$20,570	\$6	\$31	20,607	(\$1,158)	\$19,449

MATURITY STRUCTURE OF LOANS OUTSTANDING

April 1, 2013 to December 31, 2013	19,029
January 1, 2014 to December 31, 2014	23,372
January 1, 2015 to December 31, 2015	26,127
January 1, 2016 to December 31, 2016	26,909
January 1, 2017 to December 31, 2017	27,715
January 1, 2018 to December 31, 2022	130,823
January 1, 2023 to December 31, 2027	110,599
January 1, 2028 to December 31, 2032	83,415
January 1, 2033 to December 31, 2042	44,974
Total	\$492,963

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF CONTRIBUTED RESOURCES**

March 31, 2013

(expressed in thousands of United States dollars)

Schedule 3

	Total Approved 1/	Approved but not yet Effective 2/	Total contribution agreed	Amounts not Yet made available	Amounts made available	Receivable from members Non negotiable demand notes
Special Development Fund - Unified						
<u>Members</u>						
Trinidad and Tobago	\$35,384	-	\$35,384	-	\$35,384	\$9,057
Bahamas	19,809	-	19,809	4,249	15,560	6,931
Barbados	19,805	-	19,805	-	19,805	2,832
Jamaica	33,204	-	33,204	-	33,204	7,638
Guyana	19,810	-	19,810	-	19,810	-
Antigua and Barbuda	2,257	-	2,257	-	2,257	1,377
Belize	5,134	-	5,134	-	5,134	1,943
Dominica	4,874	-	4,874	-	4,874	2,395
St. Kitts and Nevis	5,134	-	5,134	-	5,134	2,494
St. Lucia	5,134	-	5,134	-	5,134	1,944
St. Vincent and the Grenadines	5,147	-	5,147	-	5,147	2,494
Grenada	3,345	-	3,345	-	3,345	2,712
Montserrat	2,045	605	1,440	-	1,440	-
British Virgin Islands	2,045	-	2,045	-	2,045	-
Turks and Caicos Islands	2,045	605	1,440	-	1,440	-
Cayman Islands	1,945	605	1,340	-	1,340	-
Anguilla	2,045	-	2,045	-	2,045	1,051
Colombia	24,434	-	24,434	-	24,434	-
Venezuela	21,982	-	21,982	-	21,982	-
Canada	264,438	-	264,438	-	264,438	-
United Kingdom	210,368	-	210,368	-	210,368	13,409
Germany	82,544	-	82,544	-	82,544	5,259
Italy	62,956	-	62,956	-	62,956	-
China	41,298	-	41,298	-	41,298	-
Haiti	1,560	-	1,560	-	1,560	-
Mexico	17,000	3,000	14,000	-	14,000	-
	895,742	4,815	890,927	4,249	886,678	61,536
<u>Other Contributors</u>						
France	58,254	-	58,254	-	58,254	-
Chile	10	-	10	-	10	-
Netherlands	24,902	-	24,902	-	24,902	-
Technical Assistance Allocation	978,908	4,815	974,093	4,249	969,844	61,536
	(324,897)	-	(324,897)	-	(324,897)	-
Sub-total	\$654,011	\$4,815	\$649,196	\$4,249	\$644,947	61,536
Special Development Fund - Other						
<u>Members</u>						
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	-
<u>Other Contributors</u>						
Sweden	4,018	-	4,018	-	4,018	-
United States of America 4/	1,163	-	1,163	-	1,163	-
	5,181	-	5,181	-	5,181	-
Sub-total	40,721	-	40,721	-	40,721	-
Total SDF - 2013	\$694,732	\$4,815	\$689,917	\$4,249	\$685,668	\$61,536
SUMMARY						
Members	606,395	4,815	601,580	4,249	597,332	61,536
Other contributors	88,337	-	88,337	-	88,311	-
Total SDF - 2013	\$694,732	\$4,815	\$689,917	\$4,249	\$685,668	\$61,536
Total SDF - 2012	\$699,574	\$16,103	\$683,471	\$4,249	\$679,222	\$61,213

1/ Net of repayments

2/ Contributions not yet 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)
March 31, 2013
(expressed in thousands of United States dollars)

Currencies	Amounts made available 2012	Trans- lation adjust- ments	Drawdowns/ Appropri- ations from Capital 1/	Sub-total	Schedule 3 (continued)	
					Repay- ments	Amounts made available 2013
(a) Special Development Fund - Unified						
Euros	5,407	(145)	5,938	11,200	-	11,200
Pounds sterling	14,287	(878)	-	13,409	-	13,409
United States dollars	618,832	-	1,506	620,338	-	620,338
Total -March 31, 2013	\$638,526	(\$1,023)	\$7,444	\$644,947	-	\$644,947
Total -December 31, 2012	\$595,397	\$735	\$42,394	\$638,526	-	\$638,526
(b) Special Development Fund - Other						
Swedish kroners	3,992	26	-	4,018	-	4,018
United States dollars	36,704	-	-	36,704	(1)	36,703
Total - March 31, 2013	\$40,696	\$26	-	\$40,722	(1)	\$40,721
Total - December 31, 2012	\$41,520	\$222	-	\$41,742	(\$1,046)	\$40,696

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

MATURITY STRUCTURE OF REPAYABLE CONTRIBUTIONS OUTSTANDING*

April 1, 2013 to December 31, 2013	573
January 1, 2014 to December 31, 2014	590
TOTAL	\$1,163

* Relates to SDF(O) contributions the United States of America.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - SPECIAL DEVELOPMENT FUND
STATEMENT OF ACCUMULATED NET INCOME
March 31, 2013
(expressed in thousands of United States dollars)

Schedule 4

CONTRIBUTORS	Brought forward 2012	Net Income 2013	Appro- priations	Carried forward 2013
Special Development Fund - Unified	\$56,730	\$934	-	\$57,664
Special Development Fund - Other Members				
Colombia	2,304	(5)	-	2,299
Germany	(884)	(20)	-	(904)
Mexico	7,232	17	-	7,249
Venezuela	14,134	9	-	14,143
	22,786	1	-	22,787
Other contributors				
Sweden	2,816	(16)	-	2,800
United States of America	11,199	9	-	11,208
	14,015	(7)		14,008
	36,801	(6)	-	36,795
Total SDF	\$93,531	\$928	-	\$94,459
Summary				
Members	79,516	935	-	80,451
Other contributors	14,015	(7)	-	14,008
Total - March 31, 2013	\$93,531	\$928	-	\$94,459
Total SDF - December 31, 2012	\$79,175	\$256	\$14,100	\$93,531

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF FINANCIAL POSITION
March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Assets		
Cash and cash equivalents	\$26,458	\$9,530
Investments at fair value through profit and loss (Schedule 1)	65,116	76,010
Loans (Schedule 2)	122,027	124,095
Receivables - other		
Accounts receivable	70,212	70,212
Total assets	<u>\$283,813</u>	<u>\$279,847</u>
Liabilities and Funds		
Liabilities		
Accounts payable including interfund payables	5,342	7,078
Accrued charges on contributions	199	213
	<u>5,541</u>	<u>7,291</u>
Funds		
Contributed resources (Schedule 3)		
Contributions	<u>\$75,030</u>	<u>\$76,803</u>
Amounts made available	75,030	76,803
Accumulated net income (Schedule 4)	<u>53,039</u>	<u>51,407</u>
	128,069	128,210
Technical assistance and other grant resources (Schedule 5)	<u>150,203</u>	<u>144,346</u>
Total liabilities and funds	<u><u>\$283,813</u></u>	<u><u>\$279,847</u></u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF COMPREHENSIVE INCOME
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Income		
From loans	\$710	\$679
From investments and cash balances	<u>1,356</u>	<u>266</u>
Gross income	<u>2,066</u>	<u>945</u>
Expenses		
Administrative expenses	234	294
Charges on contributions	312	217
Exchange	<u>(112)</u>	<u>93</u>
Total expenses	<u>434</u>	<u>604</u>
Total comprehensive income for the period	<u><u>\$1,632</u></u>	<u><u>\$341</u></u>
<hr/>		
Accumulated net income and total comprehensive income		
Accumulated total comprehensive		
income - beginning of year	51,407	\$48,903
Total comprehensive income for the period	<u>1,632</u>	<u>341</u>
Accumulated total comprehensive		
income - end of period	<u><u>\$53,039</u></u>	<u><u>\$49,244</u></u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES – OTHER SPECIAL FUNDS
STATEMENT OF CASH FLOWS
For the quarter ended March 31, 2013
(expressed in thousands of United States dollars)

	<u>2013</u>	<u>2012</u>
Operating activities:		
Total comprehensive income for the period	\$1,632	\$341
Adjustments for non-cash items:		
Unrealised (gains)/losses on debt securities	(1,756)	191
Interest income	(458)	(945)
Interest expense	312	217
Net foreign exchange differences	(153)	156
Total cash flow used in operating activities before changes in operating assets and liabilities	(423)	(40)
Increase in accounts receivable	-	(1)
Decrease in accounts payable	(1,736)	(873)
<i>Cash used in operating activities</i>	(2,159)	(914)
Disbursements on loans	(18)	(667)
Principal repayments on loans	1,493	949
Technical assistance disbursements	(1,631)	(2,644)
Interest received	642	868
Interest paid	(326)	(241)
Net decrease in debt securities at fair value through profit or loss	12,640	1,928
<i>Net cash provided by/(used in) operating activities</i>	10,641	(721)
Financing activities:		
Contributions:		
Repayments of contributions	(1,201)	(576)
Technical assistance contributions	7,488	4,756
<i>Net cash provided by financing activities</i>	6,287	4,180
Net increase in cash and cash equivalents	16,928	3,459
Cash and cash equivalents at beginning of year	9,530	7,575
<i>Cash and cash equivalents at end of period</i>	\$26,458	\$11,034

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF INVESTMENTS
March 31, 2013
(expressed in thousands of United States dollars)

Schedule 1

	2013	2012
	Market value	Market value
Financial assets at fair value through profit or loss		
Government and Agency obligations	\$24,523	\$31,720
Supranationals	9,572	10,745
Mutual funds	8,653	8,576
Managed Funds	11,847	11,847
Equity investments	10,332	12,923
Available for sale	64,927	75,811
Accrued interest	189	199
Total	\$65,116	\$76,010

Residual Term to Contractual Maturity

	2013	2012
One month to three months	\$31,021	\$33,403
From three months to one year	6,325	4,411
From one year to five years	21,606	32,012
From five years to ten years	6,164	6,184
Total	\$65,116	\$76,010

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF LOANS
March 31, 2013
(expressed in thousands of United States dollars)

Schedule 2

Member countries in which loans have been made	Effective Loans						Percent- age of total loans out- standing
	Total loans approved 1/	Loans approved but not yet effective	Signed agree- ments	Principal repaid	Undis- bursed	Out- standing	
Anguilla	500	-	500	425	-	75	0.1
Antigua and Barbuda	8,497	-	8,497	3,686	-	4,811	4.0
Barbados	26,036	-	26,036	18,577	-	7,459	6.2
Belize	9,572	-	9,572	9,572	-	-	0.0
British Virgin Islands	1,937	-	1,937	1,937	-	-	0.0
Cayman Islands	3,055	-	3,055	3,055	-	-	0.0
Dominica	35,121	-	35,121	15,764	-	19,357	16.0
Grenada	30,357	-	30,357	7,959	4	22,394	18.5
Guyana	20,724	-	20,724	16,827	-	3,897	3.2
Jamaica	68,946	-	68,946	37,845	-	31,101	25.6
Montserrat	1,242	-	1,242	1,242	-	-	0.0
St. Kitts and Nevis	8,309	-	8,309	4,946	-	3,363	2.8
St. Lucia	38,043	-	38,043	16,178	2,369	19,496	16.1
St. Vincent and the Grenadines	21,652	-	21,652	13,450	-	8,202	6.8
Trinidad and Tobago	3,359	-	3,359	2,291	-	1,068	0.9
Regional	2,223	-	2,223	2,104	-	119	0.1
Sub-total	279,573	-	279,573	155,858	2,373	121,342	100.0
Accrued interest	-	-	-	-	-	685	
Total - March 31, 2013	\$280,258	-	\$280,258	\$155,858	\$2,373	\$122,027	
Total - December 31, 2012	\$281,796	-	\$281,796	\$155,309	\$2,392	\$124,095	

1/ Net of lapses and cancellations.

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF LOANS (continued)
March 31, 2013
(expressed in thousands of United States dollars)

Currencies receivable	Loans out- standing 2012	Trans- lation adjust- ments	Net interest earned	Disburse- ments	Sub- Total	Repay- ments	Schedule 2 (continued)
							Loans Out- standing 2013
Euros	2,686	(71)	-	-	2,615	(127)	2,488
Special Drawing Rights	15,040	(348)	-	-	14,692	(307)	14,385
United States dollars	105,510	-	-	18	105,528	(1,059)	104,469
Sub-total	\$123,236	(\$419)	-	\$18	\$122,835	(\$1,493)	\$121,342
Accrued interest	859		(174)		685		685
Total - March 31, 2013	\$124,095	(\$419)	(\$174)	\$18	\$123,520	(\$1,493)	\$122,027
Total - December 31, 2012	\$125,083	\$121	\$168	\$2,180	\$127,552	(\$3,457)	\$124,095

Maturity structure of loans outstanding

April 1, 2013 to December 31, 2013	\$3,105
January 1, 2014 to December 31, 2014	5,397
January 1, 2015 to December 31, 2015	6,468
January 1, 2016 to December 31, 2016	6,642
January 1, 2017 to December 31, 2017	6,879
January 1, 2018 to December 31, 2022	34,435
January 1, 2023 to December 31, 2027	30,571
January 1, 2028 to December 31, 2032	19,851
January 1, 2033 to December 31, 2037	6,895
January 1, 2043 to December 31, 2047	1,784
	<u>\$122,027</u>

**CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF CONTRIBUTIONS
March 31, 2013
(expressed in thousands of United States dollars)**

Schedule 3

Contributors	Contributions	
	Total 1/	Amounts made available
Members		
Canada	\$6,975	\$6,975
	<u>6,975</u>	<u>6,975</u>
Other contributors		
Inter-American Development Bank 1/	39,677	39,677
European Investment Bank 1/	1,283	1,283
United States of America	4,321	4,321
European Union	3,695	3,695
International Development Association	19,079	19,079
	<u>68,055</u>	<u>68,055</u>
Total - March 31, 2013	<u>\$75,030</u>	<u>\$75,030</u>
Total - December 31, 2012	<u>\$76,803</u>	<u>\$76,803</u>
1/ Net of cancellations and repayments.		

Maturity structure of repayable contributions outstanding

April 1, 2013 to December 31, 2013	\$2,851
January 1, 2014 to December 31, 2014	3,217
January 1, 2015 to December 31, 2015	3,143
January 1, 2016 to December 31, 2016	3,325
January 1, 2017 to December 31, 2017	3,425
January 1, 2018 to December 31, 2022	14,636
January 1, 2023 to December 31, 2027	12,104
January 1, 2028 to December 31, 2032	10,509
January 1, 2033 to December 31, 2037	7,466
January 1, 2038 to December 31, 2042	4,945
January 1, 2043 to December 31, 2047	9,409
Total	<u>\$75,030</u>

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
SUMMARY STATEMENT OF CONTRIBUTIONS (continued)
March 31, 2013
(expressed in thousands of United States dollars)

Currencies repayable	Contributions made available 2012	Translation adjustments	Drawdowns/ Appropriations from Capital	Sub-total	Repayments	Schedule 3
						(continued)
						Contributions made available 2013
Canadian dollars	2,139	(39)	-	2,100	(25)	2,075
Euros	5,251	(139)	-	5,112	(133)	4,979
Japanese yen	105	(8)	-	97	(20)	77
Pounds sterling	128	(8)	-	120	(24)	96
Special Drawing Rights	16,353	(378)	-	15,975	(104)	15,871
Swedish kroners	52	-	-	52	(10)	42
United States dollars	52,775	-	-	52,775	(885)	51,890
Total -March 31, 2013	\$76,803	(\$572)	-	\$76,231	(\$1,201)	\$75,030
Total - December 31, 2012	\$79,541	\$230	-	\$79,771	(\$2,968)	\$76,803

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF ACCUMULATED NET INCOME
March 31, 2013
(expressed in thousands of United States dollars)

Schedule 4

Contributors	2013		
	Accumulated Net Income		
	Brought forward 2012	Net Income/(loss) 2013	Carried forward 2013
General Funds	40,783	1,659	42,442
European Investment Bank	(944)	26	(918)
European Union	2,578	(14)	2,564
Inter-American Development Bank	339	(14)	325
International Development Association	228	19	247
Nigeria	6,115	(2)	6,113
United States of America	2,308	(42)	2,266
Total - March 31, 2013	51,407	\$1,632	\$53,039
Total - December 31, 2012	\$48,903	\$2,504	\$51,407

CARIBBEAN DEVELOPMENT BANK
SPECIAL FUNDS RESOURCES - OTHER SPECIAL FUNDS
STATEMENT OF TECHNICAL ASSISTANCE AND OTHER GRANT RESOURCES
March 31, 2013
(expressed in thousands of United States dollars)

Schedule 5

Contributors	2013			
	Contributors			Net amounts available
	Total 1/	Amounts made available	Amounts utilised	
Members				
Canada	57,222	57,222	36,705	20,517
United Kingdom	22,680	22,680	10,453	12,227
Italy	522	522	252	270
	80,424	80,424	47,410	33,014
Other contributors				
Caribbean Development Bank	223,061	223,061	111,556	111,505
United States of America	1,407	1,407	1,407	-
Inter-American Development Bank	3,016	3,016	2,884	132
China	677	677	198	479
Venezuela	587	587	-	587
Nigeria	193	193	147	46
European Commission	4,440	4,440	-	4,440
Sub-total	233,381	233,381	116,192	117,189
Total - March 31, 2013	\$313,805	\$313,805	\$163,602	\$150,203
Total - December 31, 2012	\$306,317	\$306,317	\$161,971	\$144,346
Summary				
Basic Needs Trust Fund	149,750	149,750	79,493	70,257
Other Resources	164,055	164,055	84,109	79,946
Total - March 31, 2013	\$313,805	\$313,805	\$163,602	\$150,203
Basic Needs Trust Fund	149,750	149,750	78,881	70,869
Other Resources	156,567	156,567	83,090	73,477
Total - December 31, 2012	\$306,317	\$306,317	\$161,971	\$144,346

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