

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

“THE PIDG TRUST”

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31 DECEMBER 2015**

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

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THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

LEGAL AND ADMINISTRATIVE INFORMATION

FOR THE YEAR ENDED 31 DECEMBER 2015

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

The Private Infrastructure Development Group (PIDG) is a multi-donor arrangement established and directed by the Participating Donors (details below). PIDG aims to facilitate the provision of infrastructure needed to eliminate poverty in developing countries by encouraging private investment. PIDG has established the Private Infrastructure Development Group Trust (PIDG Trust) as a vehicle for its activities.

TRUSTEES

SG Hambros Trust Company Limited – UK Resident Company
8 St James's Square
London
SW1Y 4JU

Minimax Limited – Mauritian Resident Company
Les Cascades Building
33 Edith Cavell Street
Port-Louis, Mauritius

Multiconsult Trustees Limited – Mauritian Resident Company (formerly MC Trust Limited)
Les Cascades Building
33 Edith Cavell Street
Port-Louis, Mauritius

PARTICIPATING DONORS (“DONORS”)

- The Austrian Development Agency (“ADA”) (cancelled membership of PIDG on 16th July 2014)
- The Government of the United Kingdom of Great Britain and Northern Ireland acting through the Secretary of State for International Development at the Department for International Development (“DFID”)
- The Government of the United Kingdom of Great Britain and Northern Ireland acting through the Secretary of State for the Department of Energy and Climate Change (“DECC”)
- Swiss State Federal Department of Economic Affairs, Education and Research of the Government of the Confederation of Switzerland (“SECO”)
- The Netherlands Ministry of Foreign Affairs (“DGIS”)
- Federal Republic of Germany, represented by KfW (“KfW”)
- The Government of Sweden represented by the Swedish International Development Cooperation Agency (“SIDA”)
- The World Bank Group, represented by International Finance Corporation (“IFC”)
- The Minister for Foreign Affairs of Ireland (“Irish Aid”) (cancelled membership of PIDG on 26 March 2015)
- The Australian Government Department of Foreign Affairs and Trade (“DFAT”)
- Norwegian Ministry of Foreign Affairs (MFA)

ENFORCER

DFID

PROTECTOR

MDY Legal LLP is acting as current protector of the PIDG Trust on behalf of the PIDG members.

CENTRAL MANAGEMENT OFFICE (“CMO”)

MDY Legal LLP and EY LLP

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

LEGAL AND ADMINISTRATIVE INFORMATION (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

AUDITORS

haysmacintyre
26 Red Lion Square
London
WC1R 4AG

BANKERS

SG Hambros Bank Limited
8 St James's Square
London
SW1Y 4JU

LEGAL ADVISORS

MDY Legal
Kings Buildings
16 Smith Square
London
SW1P 3HQ

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

TRUSTEES' REPORT

FOR THE YEAR ENDED 31 DECEMBER 2015

The Trustees present the annual report and audited financial statements for the year ended 31 December 2015.

These financial statements have been prepared under the provisions of the Declaration of Trust defined below and in accordance with applicable International Financial Reporting Standards with the exception of IAS27 which states that consolidated financial statements should include all subsidiaries of the parent undertaking.

BACKGROUND SUMMARY

PIDG is a multi-donor arrangement established and directed by the Participating Donors. PIDG aims to facilitate the provision of infrastructure needed to eliminate poverty in developing countries by encouraging private investment. PIDG has established the PIDG Trust as a vehicle for its activities. In general, this provides a vehicle for the Donors to pool, co-ordinate and administer funds in relation to all PIDG activities.

OBJECTS AND STRUCTURE

The PIDG Trust was established by a Declaration of Trust dated 1 December 2001 as amended by an Amended and Restated Declaration of Trust dated 14 March 2003 (the "Declaration of Trust"). The PIDG Trust has three Trustees – two based in Mauritius and one in the United Kingdom. The Trustees act jointly for and on behalf of the PIDG Trust. The PIDG Trust was established for the purposes of:

- i. facilitating the provision of the infrastructure needed to eliminate poverty in developing countries by encouraging private investment;
- ii. making investments in accordance with the investment plan adopted by the Trustees;
- iii. exercising any rights of control and influence arising from its investments;
- iv. investing, applying or otherwise using its funds for the relief of poverty in developing countries in such manner as the Trustees with the consent of the Protector but otherwise in their discretion think fit;
- v. administering and paying PIDG general administration costs and project development costs.

OPERATIONAL PROCEDURES

The Trustees carry out the following tasks, amongst others, in relation to the PIDG activities:

- i. reviewing and executing grant and loan agreements;
- ii. reviewing and executing contracts for services with consultants;
- iii. co-ordinating and authorising payments under the grant loan and consultancy agreements executed and in the case of the Principal Trustee recording income and expenditure in the records of the PIDG Trust and creating and monitoring rolling expenditure forecasts for all programmes;
- iv. acting as shareholder (as PIDG itself cannot); attending shareholder meetings and executing any documents relating to the PIDG Trust's capitalisation of investment vehicles; and
- v. receiving and administering funding from the Participating Donors.

In addition and in conjunction with the CMO the PIDG Trust is responsible for the updating and monitoring of the budgets for general administration costs, project development costs and the Technical Assistance Facility ("TAF").

The Trustees are obliged to operate by unanimity, whether signing a grant agreement with a Participating Donor for the provision of funds, or acting as a shareholder of one of the investment vehicles.

Before acting, the Trustees require the approval of the CMO and the relevant Participating Donors. In particular, for certain acts in relation to investment vehicles, the Trustees cannot act without the prior written permission of the Protector of the PIDG Trust.

In particular, the Trustees act at the instruction of the CMO and in accordance with the Declaration of Trust.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

REPORTING RESPONSIBILITIES

The Declaration of Trust requires that the Trustees provide the Protector of the PIDG Trust with the following information:

- i. within 45 days after the end of each quarter unaudited financial statements for each quarter in respect of the funds it has held or holds;
- ii. within 45 days of the end of each quarter, progress reports on the status of the activities of all entities which the Trustees support and in the case of PIDG investment vehicles, any special reports relating to the investments of the vehicle in such form and detail as PIDG may require but in any event confirming that all investments during that quarter were made in compliance with the vehicle's investment policy;
- iii. reports on the activities of the PIDG Trust;
- iv. an annual management assertion, together with an attestation from the Trustees' external auditors of the satisfactory performance of the procedures and controls used by the Trustees in administering the funds it holds;
- v. annual audited accounts of the PIDG Trust and of each investment vehicle prepared in accordance with international accounting standards; and
- vi. any legal opinions and advice received by the Trustees.

The CMO co-ordinates the provision of ii) and iii) from PIDG investment vehicles. The CMO circulates all of the above reports to PIDG members. Additional reports may be required in relation to a particular investment vehicle. Any such requirements are set out in the relevant funding documentation.

The Trustees are responsible for the preparation of the non-consolidated financial statements and for being satisfied that they give a true and fair view.

INVESTMENT POLICY

The PIDG Trust can only apply funds to an investment which is consistent with the "Ethical Policies" of the PIDG Trust as set out in Schedule 2 of the Declaration of Trust.

The CMO is responsible for confirming that an investment is consistent with the Ethical Policies.

REVIEW OF ACTIVITIES

The PIDG Trust was involved in funding the following companies and programmes in the year ended 31 December 2015:

- The Emerging Africa Infrastructure Fund Limited ("EAIF")
- GuarantCo Limited ("GuarantCo Mauritius")
- InfraCo Asia Development Pte. Ltd. ("InfraCo Asia Devt")
- InfraCo Asia Investment Limited ("InfraCo Asia Inv")
- InfraCo Africa Limited ("InfraCo Africa")
- Technical Assistance Facility ("TAF")
- ICF Debt Pool LLP ("ICF-DP")
- Green Africa Power LLP ("GAP")
- InfraCo Africa Investment Limited ("InfraCo Africa Inv")
- Frontier Africa Investment Resource Ltd ("FAIR")

RESULTS

The results for the period and movement in accumulated funds are set out on page 9 within the Statement of Accumulated Funds.

AUDIT INFORMATION

So far as the Trustees are aware, there is no relevant audit information of which the Trust's auditors are unaware.

The Trustees have taken all the steps that they ought to have taken as Trustees in order to make themselves aware of any relevant audit information and to establish that the Trust's auditors are aware of that information.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

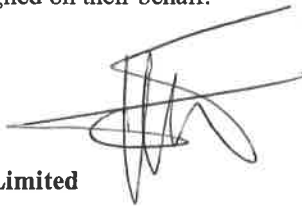
TRUSTEES' REPORT (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

AUDITORS

Messrs haysmacintyre have expressed their willingness to continue in office as auditors.

Approved by the Trustees and signed on their behalf:



SG Hambros Trust Company Limited
8 St James's Square
London
SW1Y 4JU

13 June 2016

**INDEPENDENT AUDITORS' REPORT TO THE TRUSTEES OF
THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST**

We have audited the non-consolidated financial statements of the Private Infrastructure Development Group ("PIDG") Trust for the year ended 31 December 2015 which comprise the Balance Sheet, the Capital Account, the Statement of Accumulated Funds, the Cash Flow Statement and the related notes on pages 11 to 21. These financial statements have been prepared under the historical cost convention and the accounting policies set out therein.

This report is made solely to the Trustees as a body. Our audit work has been undertaken so that we might state to the Trustees those matters we are required to state to them in an auditors' report and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than the PIDG Trust and the Trustees as a body, for our audit work, for this report, or for the opinions we have formed.

Respective responsibilities of Trustees and auditors

As described in the Trustees' Report, the Trustees are responsible for the preparation of the non-consolidated financial statements and for being satisfied that they give a true and fair view.

Our responsibility is to audit the non-consolidated financial statements in accordance with relevant legal and regulatory requirements and International Auditing Standards (UK and Ireland). Those standards require us to comply with the Auditing Practices Board's Ethical Standards for Auditors.

Scope of the audit of the financial statements

A description of the scope of an audit of financial statement is provided on the Financial Reporting Council's website at www.frc.org.uk/auditscopeukprivate.

Opinion on financial statements

In our opinion the non-consolidated financial statements give a true and fair view of the state of the PIDG Trust's affairs as at 31 December 2015 and of its results of operations and cash flows for the year then ended, have been properly prepared in accordance with applicable International Financial Reporting Standards with the exception of IAS27 which states that consolidated financial statements should include all subsidiaries of the parent undertaking and the information given in the Trustees' Report for the year which the financial statements are prepared is consistent with the financial statements.

Matters on which we report by exception

We have nothing to report in respect of the following matters where we report to you if, in our opinion:

- adequate accounting records have not been kept, or returns adequate for our audit have not been received from branches not visited by us; or
- the financial statements are not in agreement with the accounting records and returns; or
- we have not received all the information and explanations we require for our audit.



Gareth Ogden (Senior statutory auditor)
for and on behalf of haysmacintyre, Statutory Auditor

26 Red Lion Square
London
WC1R 4AG

13 June 2016

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

BALANCE SHEET

AS AT 31ST DECEMBER 2015

	Note	2015		As Restated 2014	
		US\$	US\$	US\$	US\$
Non-current assets					
Investments	2		719,979,360		699,988,065
Current assets					
Debtors	3	10,000,003		17,573,810	
Cash and cash equivalents	4	27,367,646		29,703,310	
			37,367,649		47,277,120
TOTAL ASSETS			\$757,347,009		\$747,265,185
CAPITAL, FUNDS AND LIABILITIES					
Capital account			528,077,058		512,590,910
Accumulated funds	6		22,091,656		26,260,050
Capital and funds			550,168,714		538,850,960
Non-current liabilities					
Loans	5	206,638,017		206,638,017	
Current liabilities					
Expired grants refundable		-		716,230	
Deferred income		-		412,502	
Other payables		540,278		647,476	
			207,178,295		208,414,225
TOTAL CAPITAL, FUNDS AND LIABILITIES			\$757,347,009		\$747,265,185

The balance sheet was approved by the Trustees and signed on their behalf:

Rachel Tey

SG Hambros Trust Company Limited

13 June 2016

The notes on pages 11 to 21 form part of these financial statements.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

CAPITAL ACCOUNT

FOR THE YEAR ENDED 31 DECEMBER 2015

	Note	2015 US\$	As Restated 2014 US\$
Balance brought forward as previously stated		517,615,421	521,426,582
Restatement	12	(5,024,511)	-
Balance brought forward as restated		<u>512,590,910</u>	<u>521,426,582</u>
Capital contributions received		35,748,653	137,097,752
Reclassification to loans - DFID	5 (e)	-	(110,828,588)
Reclassification to loan - SECO	5 (b)	-	(290,000)
		<u>548,339,563</u>	<u>547,405,746</u>
Impairment of value of investments	2	(35,943,449)	(60,415,262)
Reversal of previous impairment	2	15,654,006	17,231,105
Returned capital over accrued in prior year		27,090	-
Loan impairment	5	-	8,190,571
Exchange (loss)/gain on year end revaluation		(312)	178,750
Transfer from accumulated funds		160	-
Balance carried forward		<u><u>\$528,077,058</u></u>	<u><u>\$512,590,910</u></u>

The notes on pages 11 to 21 form part of these financial statements.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

STATEMENT OF ACCUMULATED FUNDS

FOR THE YEAR ENDED 31 DECEMBER 2015

	Year ended 31 December		Year ended 31 December	
	2015	2015	2014	2014
	US\$	US\$	US\$	US\$
INCOME				
Contributions receivable to cover costs and fees		6,372,823		52,339,771
Bank deposit interest		49,504		18,563
		<u>6,422,327</u>		<u>52,358,334</u>
EXPENDITURE				
Funding				
TAF Grants	3,764,834		1,131,949	
Grants to other facilities	27,090		47,503,915	
TAF project grants returned	(37,090)		(443,253)	
Return of grants	(1,380)		(75,610)	
Grant underspend refunded	1,386,802		9,076,799	
Expired grants renewed	-		(2,573,742)	
	<u>5,140,256</u>		<u>54,620,058</u>	
Administration				
SG Hambros Trust Company Limited				
Annual Management fee	245,770		280,166	
Multiconsult Trustees Management fee	63,150		28,695	
Minimax Management fee	-		-	
Central Management Office (CMO)	2,999,258		2,855,946	
Consultancy fees	2,062,483		894,991	
Legal fees	7,662		97,305	
Auditor's remuneration:-				
Audit fee	33,362		29,977	
Other	-		46,630	
Other expenses	40,458		3,582	
Gain on foreign currency exchange	(1,838)		(130,516)	
	<u>5,450,305</u>		<u>4,106,776</u>	
Total expenditure		<u>(10,590,561)</u>		<u>(58,726,834)</u>
Deficit for the year		<u>(4,168,234)</u>		<u>(6,368,500)</u>
Transfer to capital account		(160)		-
Deficit for the year transferred to accumulated funds		<u>(4,168,394)</u>		<u>(6,368,500)</u>
Accumulated funds brought forward		<u>26,260,050</u>		<u>32,628,550</u>
Accumulated funds carried forward		<u>\$22,091,656</u>		<u>\$26,260,050</u>

The notes on pages 11 to 21 form part of these financial statements.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 DECEMBER 2015

	Year ended 31 December 2015 US\$	Year ended 31 December 2014 US\$
CASH FLOWS FROM OPERATING ACTIVITIES		
(Deficit) for the year	(4,168,394)	(6,368,500)
Adjustments for:		
Interest income	(49,504)	(18,563)
Decrease in debtors	7,573,807	3,801,288
(Decrease) in current liabilities	(1,235,930)	(2,509,242)
Exchange gain on funds advanced	(312)	178,750
<i>Net cash inflow/(outflow) from operating activities</i>	<u>2,119,667</u>	<u>(4,916,267)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of shares in EAIF	(1,800,000)	(30,824,100)
Acquisition of shares in GuarantCo	(4,000,000)	(72,168,100)
Acquisition of shares in InfraCo Africa	(14,872,715)	(29,111,000)
Acquisition of shares in InfraCo Asia Development	(14,469,245)	(24,877,814)
Acquisition of shares in InfraCo Asia Investment	(5,138,775)	(22,080,650)
Member's capital contribution in GAP LLP	-	(19,452,727)
Acquisition of shares in InfraCo Africa Investment	(2)	-
Acquisition of shares in FAIR	(1)	-
Interest received	49,504	18,563
<i>Net cash outflow from investing activities</i>	<u>(40,231,234)</u>	<u>(198,495,828)</u>
FINANCING ACTIVITIES		
Proceeds from contributions to capital account	35,775,903	137,097,752
<i>Net cash inflow from financing activities</i>	<u>35,775,903</u>	<u>137,097,752</u>
(DECREASE) IN CASH AND CASH EQUIVALENTS	(2,335,664)	(66,314,343)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE YEAR	<u>29,703,310</u>	<u>96,017,653</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE YEAR	<u><u>\$27,367,646</u></u>	<u><u>\$29,703,310</u></u>

The notes on pages 11 to 21 form part of these financial statements.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31 DECEMBER 2015

1. ACCOUNTING POLICIES

(a) Basis of preparation

The non-consolidated financial statements have been prepared under the historical cost convention and in accordance with applicable International Financial Reporting Standards, with the exception of IAS27 which states that consolidated financial statements should include all subsidiaries of the parent undertaking.

The PIDG Trust invests in special purpose companies and LLPs in order to further its international development objectives. These subsidiary entities carry on activities distinct from the PIDG Trust and the Trustees consider that the consolidation of these special purpose entities and LLPs would not be appropriate and therefore consolidated accounts are not prepared.

(b) Reporting currency

The financial statements are presented in United States Dollars. The majority of the funds received and transactions carried out by the Trustees are in US Dollars and therefore reporting in US Dollars better reflects the economic substance of the underlying events and circumstances of the PIDG Trust.

(c) Foreign currency exchange differences

Transactions in currencies other than the reporting currency are translated at the exchange rates ruling at the date of such transactions. Monetary assets and liabilities denominated in currencies other than the reporting currency are retranslated at exchange rates ruling at the balance sheet date. All differences are dealt with in the fund from which they arose and therefore are included in the Statement of Accumulated Funds, except where exchange rate gains or losses derive from amounts advanced in respect of an issue of share capital, in which case they are taken to the capital account.

(d) Investments in undertakings

Investments in undertakings are stated at cost less provision for impairment in value of investments. It is the Trustees' policy to write the cost of investments down to the value of the net assets of the special purpose companies held at each balance sheet date. Impairment provisions are charged to the capital account on the basis that capital has been invested for the purpose of acquiring share capital of special purpose companies.

(e) Cash and cash equivalents

Cash and cash equivalents comprise cash on deposit with the PIDG Trust's bankers.

(f) Capital account

The capital account represents funds received from donors on a non-refundable basis together with the impairment in value of special purpose companies established by the PIDG Trust in the furtherance of its objects.

(g) Accumulated funds

The accumulated fund comprises general unrestricted and restricted funds. Restricted funds are those which have been set aside by the Trustees for a particular purpose in accordance with donors' conditions.

(h) Income and expenditure included in the Core Trust Administration Fund

General Administration Costs will be borne by the Participating Donors on the basis of an agreed calculation. Where amounts are receivable with certainty at the year end, these are credited to "Contributions receivable to cover costs and fees".

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

2. INVESTMENTS	EAIIF	GuarantCo Limited	InfraCo Africa Limited	InfraCo Asia Development Limited	InfraCo Asia Investment Limited	ICF Debt Pool LLP	Green Africa Power LLP	InfraCo Africa Investment Limited	FAIR	TOTAL
(a) Shares in PIDG special purpose companies at cost										
As at 1 January 2015	388,069,700	243,218,327	127,930,330	67,599,456	22,180,651	4	19,764,835	-	-	868,763,303
Additions at cost	1,800,000	4,000,000	14,872,715	14,469,245	5,138,775	-	-	2	1	40,280,738
As at 31 December 2015	\$389,869,700	\$247,218,327	\$142,803,045	\$82,068,701	\$27,319,426	\$4	\$19,764,835	\$2	\$1	\$909,044,041
Impairment in value										
As at 1 January 2015, as previously stated	28,679,535	31,564,863	73,591,410	26,706,225	644,454	-	2,564,240	-	-	163,750,727
Restatement	-	-	5,024,511	-	-	-	-	-	-	5,024,511
As at 1 January 2015, as restated	28,679,535	31,564,863	78,615,921	26,706,225	644,454	-	2,564,240	-	-	168,775,238
Impairment in year	-	6,375,816	23,773,430	2,081,338	-	-	3,712,863	2	-	35,943,449
Reversal of previous impairment	(15,009,552)	-	-	-	(644,454)	-	-	-	-	(15,654,006)
As at 31 December 2015	\$13,669,983	\$37,940,679	\$102,389,351	\$28,787,563	\$-	\$-	\$6,277,103	\$2	\$-	\$189,064,681
Net book value										
As at 31 December 2015	\$376,199,717	\$209,277,648	\$40,413,694	\$53,281,138	\$27,319,426	\$4	\$13,487,732	\$-	\$1	\$719,979,360
As at 31 December 2014, as restated	\$359,390,165	\$211,653,464	\$49,314,409	\$40,893,231	\$21,536,197	\$4	\$17,200,595	-	-	\$699,988,065

The above investments represent:

- EAIIF - the entire share capital of 38,986,969 Ordinary US\$10 shares
- GuarantCo Limited 247,308,075 Ordinary US\$1 shares, being 87.94% of the share capital
- InfraCo Africa Limited - the entire share capital of 88,120,816 Ordinary £1 shares
- InfraCo Asia Development Limited - the entire share capital of 51,022,798 Ordinary £1 shares
- InfraCo Asia Investment Limited - the entire share capital of 27,319,426 Ordinary US\$1 shares
- ICF Debt Pool - a member's capital contribution of €3
- Green Africa Power LLP - a member's capital contribution of £12,572,547
- InfraCo Africa Investment Limited - the entire share capital of 1 Ordinary £1 share
- FAIR - the entire share capital of 1 Ordinary US\$1 share

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

2. INVESTMENTS (continued)

(b) The Emerging Africa Infrastructure Fund Limited (EAIF)

Constitution

The company was incorporated in the Republic of Mauritius on 18 December 2001. The principal activity of the company is that of providing long-term financing to private sector infrastructure projects in sub-Saharan Africa.

As at 31 December 2015, EAIF reported net assets of US\$376,199,717 (2014: US\$359,390,165) and a profit for the year to 31 December 2015 of US\$15,009,552 (2014: loss US\$47,576,085). Therefore the investment in EAIF as at 31 December 2015 is included in the accounts at US\$376,199,717 (2014: US\$359,390,165), representing the lower of cost and share of net asset value.

(c) GuarantCo Limited

Constitution

The company was incorporated in the Republic of Mauritius on 25 August 2005. The principal activity of the company is support of the establishment and operation of a local currency guarantee facility for infrastructure investments in developing countries.

The GuarantCo concept involves the establishment of a company that will offer partial guarantees on issues of paper (note and bonds) by private sector infrastructure companies and municipal entities, in lower income developing countries. GuarantCo's primary aim is to keep institutional funds within these markets, which cannot at the moment be accessed by infrastructure projects.

As at 31 December 2015, GuarantCo Limited reported net assets of US\$237,973,257 (2014: US\$241,230,032) and a loss for the year to 31 December 2015 of US\$7,256,775 (2014: loss US\$11,550,541). Therefore the investment in GuarantCo Limited as at 31 December 2015 is included in the accounts at US\$209,277,648 (2014: US\$211,653,464) representing the lower of cost and the PIDG Trust's proportional share of net asset value.

(d) InfraCo Africa Limited (InfraCo Africa)

Constitution

The company was incorporated in England on 4 August 2004. The principal activity of the company is to develop projects in the infrastructure sector of the poorer developing countries and endeavour to sell on the implementation of these projects to private investors.

As at 31 December 2015, InfraCo Africa reported company net assets of £27,252,166 or US\$40,413,694 (2014: £31,699,302 or US\$49,314,409) and a loss for the year to 31 December 2015 of £14,308,056 or US\$21,218,181 (2014: loss £6,229,388 or US\$9,691,021). Therefore the investment in InfraCo Africa as at 31 December 2015 is included in the accounts at US\$40,413,694 (2014: £31,699,302 or US\$49,314,409) representing the lower of cost and share of net asset value.

(e) ICF Debt Pool LLP (ICF DP)

Constitution

ICF DP was incorporated as a Limited Liability Partnership in England on 10 September 2011 with an investment from the members (at that time the Trustees of the PIDG Trust) of €3. The ICF DP, a PIDG facility created with the support of IFC and KFW, supports infrastructure investments that have lost reasonably expected access to private financial markets due to the global economic crisis.

KFW, acting in its own name, but for the account of the Federal Republic of Germany and a special member, 9215-6975 Quebec Inc. became members upon the execution of an Amended and Restated Limited Liability Partnership Deed dated 8 December 2009.

KFW entered into a Conditional Loan Agreement with the PIDG Trust dated 5 October 2009, for a maximum total amount of US\$10,000,000 to be used as a contribution to the cost of the establishment, operation and financing of the ICF DP.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

2. INVESTMENTS (continued)

(f) InfraCo Asia Development Pte. Ltd (InfraCo Asia Devt)

Constitution

The company was incorporated in Singapore on 3 February 2009. The principal activity of the company is to stimulate greater private investment in Asian infrastructure development by acting as a principal project developer.

As at 31 December 2015, InfraCo Asia Devt reported group net assets of US\$53,281,138, net of share application monies (2014: US\$40,893,231) and a comprehensive loss for the year to 31 December 2015 of US\$9,691,287 (2014: loss US\$10,374,834). The total of US\$53,281,138 (2014: US\$40,893,231) included in the accounts represents the lower of cost and share of net asset value.

(g) InfraCo Asia Investments Pte. Ltd (InfraCo Asia Inv)

Constitution

The company was incorporated in Singapore on 7 December 2012 and will provide early follow-on equity to complement InfraCo Asia Development's activities.

As at 31 December 2015, InfraCo Asia Inv reported net assets of US\$27,363,764 (2014: US\$21,536,197) and a comprehensive profit for the year to 31 December 2015 of US\$688,792 (2014: loss US\$593,814). The total of US\$27,319,426 (2014: US\$21,536,197) included in the accounts represents the lower of cost and share of net asset value.

(h) Green Africa Power LLP (GAP LLP)

Constitution

A Limited Liability Partnership incorporated in England on 4 April 2013. The principal activity of the LLP is to invest in renewable energy projects in Africa and to demonstrate the viability of renewable energy in Africa.

As at 31 December 2013 no investment had been made nor had any commitment to invest been issued.

As at 31 December 2015, GAP LLP reported group net assets of £9,095,183 or US\$13,487,732 (2014: £11,056,543 or US\$17,200,595) and a comprehensive loss for the year to 31 December 2015 of £1,961,360 or US\$2,908,606 (2014: loss £1,009,851 or US\$1,571,019). The total of US\$13,487,732 (2014: US\$17,200,595) included in the accounts represents the lower of cost and share of net asset value.

(i) InfraCo Africa Investment Limited (InfraCo Africa Inv)

Constitution

The company was incorporated in England and Wales on 29 July 2014. The company is an investment holding company. Its principal activity is to seek, undertake due diligence in respect of, appraise and, if thought fit, invest in, manage and ultimately dispose of, interests in infrastructure projects.

As at 31 December 2015, InfraCo Africa Investment Limited reported a net liability of £41,493 or US\$61,532 (2014: not applicable as this is the first set of financial statements for the company) and a loss for the period to 31 December 2015 of £41,494 or US\$61,534 (2014: not applicable as this is the first set of financial statements for the company). Its share capital as at 31 December 2015 consists of one share of £1.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

2. INVESTMENTS (continued)

(j) Frontier Africa Investment Resource Ltd (FAIR)

Constitution

The company was incorporated in the Republic of Mauritius on 13 July 2015. The company is yet to begin trading, but its envisaged principal activity is the provision of mezzanine finance to private sector infrastructure projects in sub-Saharan Africa.

As a recently incorporated entity, FAIR is yet to file annual accounts. Its share capital as at 31 December 2015 consists of one share of US\$1.

3. DEBTORS	2015	2014
	US\$	US\$
Accrued income – grants receivable	3	326,135
Loan to ICF Debt Pool LLP	10,000,000	10,000,000
Advances in lieu of share subscriptions	-	7,213,620
Expenses recoverable	-	34,055
	<u>\$10,000,003</u>	<u>\$17,573,810</u>

4. CASH AND CASH EQUIVALENTS

Cash and cash equivalents consist of cash on hand and balances with banks. Cash and cash equivalents included in the cash flow statement comprise the following balance sheet amounts:

	2015	2014
	US\$	US\$
Balances at bank	27,367,646	29,703,310
Cash and cash equivalents	<u>\$27,367,646</u>	<u>\$29,703,310</u>

5. CONDITIONAL LOAN AGREEMENTS

- (a) Sida, (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 14 March 2003 to lend a maximum total amount of US\$20,000,000 as a contribution to the financing of and the establishment and operation of EAIF or such other purpose of the PIDG as may be agreed by the Lender with the PIDG.

Sida, (as the Lender) entered into a further agreement with the PIDG Trust (as the Borrower) on 23 November 2006 to lend a maximum total amount of US\$15,000,000 as a contribution to the financing of and the establishment and operation of GuarantCo or such other purpose of the PIDG as may be agreed by the Lender with the PIDG.

- (b) SECO, (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 14 March 2003 to lend a maximum total amount of US\$10,000,000 as a contribution to the financing of and the establishment and operation of EAIF or such other purpose of the PIDG as may be agreed by the lender with PIDG.

SECO, (as the Lender) entered into a further agreement with the PIDG Trust (as the Borrower) on 23 November 2006 to lend a maximum total amount of US\$8,000,000 as a contribution to the financing of and the establishment and operation of GuarantCo or such other purpose of the PIDG as may be agreed by the Lender with the PIDG.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

5. CONDITIONAL LOAN AGREEMENTS (continued)

SECO, (as the Lender) entered into a further agreement with the PIDG Trust (as the Borrower) on 15 December 2008 to lend a maximum total amount of US\$8,500,000 as a contribution to the financing of the operation of InfraCo Africa or such other purpose of the PIDG as may be agreed by the Lender with the PIDG. An amendment has been made during 2014 to reclassify the final tranche of this agreement (US\$290,000) from a misallocation as contributions received in the capital account.

- (c) DGIS (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 13 May 2003 to lend a maximum total amount of US\$20,000,000 as a contribution to the financing of and the establishment and operation of EAIF or such other purpose of the PIDG as may be agreed by the Lender with PIDG.

DGIS (as the Lender) agreed by letter dated 10 February 2006 to reallocate US\$10,000,000 from the agreement dated 13 May 2003 which was originally being contributed to the financing of and the establishment and operation of EAIF or such other purpose of the PIDG as may be agreed by the Lender with PIDG. This letter reallocated US\$10,000,000 as a contribution to the financing of and the establishment and operation of InfraCo Africa or such other purpose of the PIDG as may be agreed by the Lender with PIDG.

DGIS (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 28 July 2009 to lend a maximum total amount of US\$12,500,000 as a contribution to the financing of and the establishment and operation of InfraCo Africa or such other purpose of the PIDG as may be agreed by the Lender with PIDG.

- (d) KFW, (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 5 October 2009 to lend a maximum total amount of US\$10,000,000 as a contribution to the financing of and the establishment and operation of ICF DP or such other purpose of the PIDG as may be agreed by the lender with PIDG.

- (e) DFID, (as the Lender) entered into an agreement with the PIDG Trust (as the Borrower) on 31 March 2014 to lend a maximum total amount of US\$80,880,000 plus the US\$ equivalent of GBP 18,000,000 (US\$29,948,588) as a contribution to the financing and operation of EAIF or such other purpose of the PIDG as may be agreed by the lender with PIDG. The US\$80,880,000 portion of the loan converted existing grant funding, disbursed to the PIDG Trust, to a loan.

The above loans have no fixed repayment terms and shall bear no interest.

The below is a summary of the total loans outstanding as at 31 December 2015:

Donor	Amount US\$	Amount US\$	Purpose
SECO		10,000,000	EAIF
Sida		20,000,000	EAIF
DGIS		10,000,000	EAIF
DGIS		22,500,000	InfraCo Africa
SECO		8,000,000	GuarantCo Mauritius
Sida		15,000,000	GuarantCo Mauritius
SECO		8,500,000	InfraCo Africa
KFW		10,000,000	ICF Debt Pool
DFID			EAIF
Gross loan amount	110,828,588		
Loan impairment	(8,190,571)		
Net loan amount		102,638,017	
Total		US\$206,638,017	

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST
 NOTES TO THE FINANCIAL STATEMENTS (continued)
 FOR THE YEAR ENDED 31 DECEMBER 2015

6.	ACCUMULATED FUNDS	2015	2015	2015	2015	2015	2015	2015	2015	2015	2015	2014
		TAF General (window 1) US\$	TAF VGF (window 3) US\$	TAF DevCo US\$	Viet Hydro US\$	EU ITF US\$	General Admin fund US\$	2015 Total Accumulated funds US\$	2014 Total US\$			
	INCOME											
	Contributions receivable:-											
	DFID	-	-	-	-	-	2,119,053	2,119,053	47,135,231			
	DGIS	-	-	-	-	-	564,665	564,665	450,781			
	SECO	-	-	-	-	-	529,644	529,644	2,884,810			
	SIDA	-	-	-	-	-	716,924	716,924	-			
	ADA	-	-	-	-	-	-	-	-			
	IFC	-	-	-	-	-	372,352	372,352	270,787			
	MFA	-	-	-	-	-	426,065	426,065	-			
	ICF Debt Pool	-	-	-	-	-	347,246	347,246	614,287			
	EIB	-	-	-	-	1,065,129	1,065,129	1,065,129	434,294			
	DFAT	-	-	-	-	-	231,745	231,745	248,393			
	Inish Aid	-	-	-	-	-	715	49,504	301,188			
	Interest receivable	9,258	39,531	-	-	-	-	49,504	18,563			
	Net income receivable	<u>9,258</u>	<u>39,531</u>	-	-	<u>1,065,129</u>	<u>5,308,409</u>	<u>6,422,327</u>	<u>52,358,334</u>			
	EXPENDITURE											
	Funding											
	TAF Grants	1,147,071	-	248,081	2,369,682	-	-	3,764,834	1,131,949			
	Grants to other facilities	-	-	-	-	-	27,090	27,090	47,503,915			
	TAF project grants returned	(37,090)	-	-	-	(1,380)	-	(37,090)	(443,253)			
	Return of capital	-	-	-	-	-	-	(1,380)	(75,610)			
	Grant underspend refunded	74,500	1,247,825	-	-	-	64,477	1,386,802	9,076,799			
	Expired grants renewed	-	-	-	-	-	-	-	(2,573,742)			
	Administration											
	Annual Management fee:-											
	SG Hambros Trust Co	-	-	-	-	-	245,770	245,770	280,166			
	Multiconsult Trustees	-	-	-	-	-	63,150	63,150	28,695			
	PMU	-	-	-	-	-	2,999,258	2,999,258	2,855,946			
	Consultancy fees	235,196	103,744	-	-	1,031,036	692,507	2,062,483	894,991			
	Legal fees	-	-	-	-	-	7,662	7,662	97,305			
	Auditor's remuneration:-											
	Audit fee	-	-	-	-	-	33,362	33,362	29,977			
	Other	-	-	-	-	-	-	-	46,630			
	Other expenses	1,142	360	-	55	1,098	37,803	40,458	3,582			
	Currency movement	-	-	-	-	-	(1,838)	(1,838)	(130,516)			
	Total expenditure	<u>1,420,819</u>	<u>1,351,929</u>	<u>248,081</u>	<u>2,369,737</u>	<u>1,030,754</u>	<u>4,169,241</u>	<u>10,590,561</u>	<u>58,726,834</u>			
	Surplus/(deficit) in year	<u>(1,411,561)</u>	<u>(1,312,398)</u>	<u>(248,081)</u>	<u>(2,369,737)</u>	<u>34,375</u>	<u>1,139,168</u>	<u>(4,168,234)</u>	<u>(6,368,500)</u>			
	Transfers between funds	291,491	14,455	(228,484)	-	1,142	(78,604)	-	-			
	Transfers to capital account	-	-	-	-	-	(160)	(160)	-			
	Re-distribution analysis	-	-	-	-	-	-	-	-			
	Accumulated funds b/fwd	4,517,867	16,870,622	606,565	3,199,945	-	1,065,051	26,260,050	32,628,550			
	Accumulated funds c/fwd	<u>3,397,797</u>	<u>15,572,679</u>	<u>130,000</u>	<u>830,208</u>	<u>35,517</u>	<u>2,125,455</u>	<u>\$22,091,656</u>	<u>\$26,260,050</u>			

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

6. ACCUMULATED FUNDS (Continued)

(a) General Administration Costs

General Administration Costs will include the following:-

- (a) CMO's fees and reimbursable expenses;
- (b) Trustee's fees and reimbursable expenses and any fees and expenses properly due to the Protector and Enforcer under the Declaration of Trust;
- (c) Technical advice to PIDG;
- (d) All reasonable costs relating to hosting PIDG meetings, but excluding travel and accommodation costs of Donors' representatives ("Meeting Costs");
- (e) Any other administration costs approved by PIDG from time to time.

(b) Technical Assistance Facility (TAF)

PIDG has established the TAF to support capacity building, technical assistance, studies and training to facilitate in-country development. Assistance will be provided to both the public and private sectors in support of the planning and implementation of projects and programmes of any of the facilities and funds undertaken under the PIDG umbrella on a "challenge fund" basis.

The facility has been split into three funding windows:

- Window 1 General Technical assistance
- Window 2 Capital Markets Development
- Window 3 Output Based Aid/Viability Gap Funding

During 2015:

- The PIDG Trust executed seven new TAF grants for PIDG initiatives totalling US\$980,187.
- US\$3,759,403 was disbursed to 13 projects and US\$37,090 in returned unspent funds was received from 2 projects.
- US\$1,322,325 has been returned to ADA from a grant of EUR 1,900,000 as it was returned unspent from cancelled or completed TAF grants after the grant expiry date.

As at 31 December 2015 TAF was holding US\$1,185,882 from Irish Aid from a grant that has expired, awaiting confirmation as to whether Irish Aid required the funds to be returned.

As at 31 December 2014 TAF was holding US\$716,230 from the Asian Development Bank where the grant was expired in 2014. This amount was included as refundable in 2014 financial statements. It was confirmed that this amount was returned to the Asian Development Bank in January 2015 and excluded as refundable.

(c) AgDevCo

Through the PIDG, DFID has provided funding to AgDevCo. A non-profit, social impact investor, AgDevCo specialises in investing in African agricultural companies that are at their earliest stages, turning them into commercially viable businesses that can then find support through private investors and ploughing its profits back into future investments.

The Participating Donors have agreed that AgDevCo shall be an Affiliated PIDG Facility until such time as DFID's funding has been fully disbursed or such other time that the Participating Donors may agree.

No funds were received in the years 2014 and 2015.

(d) Viet Hydro

Viet Hydro is the first instance of a TAF Window 3 Viability Gap Funding grant. It is a US\$5 million VGF grant to support InfraCo Asia's 30MW run-of-the-river Coc San Hydropower project in Vietnam. The approved US\$5 million of TAF VGF grant funds is held in a Blocked Account within the PIDG Trust.

During 2015, US\$2,369,682 was drawn down from the Blocked Account. As at 31 December 2015, only US\$830,318 remained to be drawn down.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

6. ACCUMULATED FUNDS (Continued)

(e) EU ITF

The European Union - Africa Infrastructure Trust Fund (EU-AITF) is a facility of the European Commission, managed by the European Investment Bank, which provides grant funding to support infrastructure projects in the energy, transport, water and ICT sectors in Africa put forward for consideration by organisations that are members of the EU-AITF Project Financiers Group.

The Netherlands Ministry of Foreign Affairs (DGIS) nominated PIDG as their Project Financier and PIDG is accordingly eligible for drawing on funding support from EU-AITF. To date PIDG, through the PIDG Facilities working in Africa, has had four proposals for EU-AITF support approved.

During 2015:

- The PIDG Trust executed a Letter of Arrangement with InfraCo Africa for the €600,000 EU-AITF Technical Assistance Grant to the InfraCo Africa Lake Victoria Marine Transport project.
- €1,087,403 was disbursed to 2 projects.

7. TAXATION

For taxation purposes, the PIDG Trust is treated as resident in the UK. HMRC has agreed that the PIDG Trust has Crown and Sovereign immunity for the purposes of income tax and is therefore exempt from UK tax on any income and gains arising.

8. RELATED PARTY TRANSACTIONS

During the period under review, the following related party transactions occurred and balances were outstanding as at 31 December 2015;

Transactions with the Trustees of the Trust:

		2015 US\$	2014 US\$
Fees Charged			
SG Hambros Trust Company Ltd	Annual Management fee	245,770	280,166
Multiconsult Trustees Ltd	Annual Management fee	63,150	28,695
		<u> </u>	<u> </u>
Amounts owed at the year end			
Multiconsult Trustees Ltd		51,525	11,020
SG Hambros Trust Company Ltd		107,152	114,065
		<u> </u>	<u> </u>
Transactions with the Protector and CMO/Adhoc Legal			
MDY Legal			
Fees Charged		2,999,258	2,855,946
		<u> </u>	<u> </u>
Balance payable/(receivable) at the year end			
CMO		290,279	228,177
CMO refund due on variable costs		-	(34,055)
		<u> </u>	<u> </u>

Control

The PIDG Trust is controlled jointly by the three Trustees, who act in consultation with the CMO and the relevant Participating Donors. DFID is the Enforcer of the PIDG Trust and MDY Legal is currently acting as Protector of the PIDG Trust.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

9. SUBSEQUENT EVENTS

The following events occurred after the reporting period. These do not alter the PIDG Trust accounts for 2015, but they are obligations that a subsidiary of the Trust has made which should be brought to the attention of the Participating Donors.

InfraCo Africa Limited

- (a) On 17 February 2016, the Company received €3,654,555 for the sale of its entire stake in Cabeolica S.A. A success fee of €1,352,185 was paid on this sales transaction.

Infraco Asia Development Pte. Ltd.

- (a) On 25 January 2016, the non-controlling shareholders of Viet Hydro Pte Ltd ("Viet Hydro"), Nexif (Infraco) Management Pte. Ltd. (NexifIM) and Colben Energy Holdings (Vietnam) Limited ("Colben") entered into a Sale and Purchase Agreement ("SPA") with Nexif Energy Hydro B.V. ("Nexif Hydro") to sell all their interests of 3,530,437 shares (36.5%) in Viet Hydro. Following the sale, the Company entered into a new Shareholders Agreement with Nexif Hydro and Viet Hydro on 2 February 2016. In connection with the sale, a mandatory prepayment of loan amounting to US\$3,211,559 from Viet Hydro to InfraCo Asia Investments Pte Ltd ("IAI") under the facility agreement between Viet Hydro and IAI was made on 11 February 2016. To fund the prepayment, Viet Hydro allotted and issued 3,211,559 ordinary shares to Nexif Hydro on 2 February 2016. As a result, the Company's shareholding in Viet Hydro is decreased to 47.7%.
- (b) On 15 February 2016, Infraco Asia Salt Pte Ltd transferred of all its 50% interests of 995,000 shares in the joint venture company, Asia Salt Pte Ltd to the joint venture partner, Mr Young Hyu Kim for a consideration of US\$1. The investment has been fully impaired as at reporting date.

Following the transfer, the Company no longer holds any direct or indirect interests in Asia Salt Pte Ltd and its wholly owned subsidiary, Asia Salt (Cambodia) Co. Ltd..

- (c) On 26 February 2016, the Company issued 3,232,391 shares to the shareholders for the consideration of US\$4,708,625 received from the shareholders on 7 January 2016.
- (d) On 16 March 2016, the Company incorporated a wholly owned subsidiary InfraCo Asia Luzon Hydro Pte. Ltd. whose principal activity is investment holding.
- (e) On 16 March 2016, the Company incorporated a wholly owned subsidiary InfraCo Myanmar Telco Energy Pte. Ltd. whose principal activity is investment holding.

InfraCo Asia Investments Pte. Ltd.

- (a) On 11 February 2016, the Vietnam Dong denominated loan to related party was partially repaid where US\$3,211,559 was received by the Company.

AgDevCo Limited

- (a) The BAGC Investment Company, a Mozambican investment company included in the consolidated results for AgDevCo Limited Group, was wound up after the reporting date. At the time of signing all required for wind up have been satisfied by the Company and legal closure is imminently expected.

THE PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

NOTES TO THE FINANCIAL STATEMENTS (continued)

FOR THE YEAR ENDED 31 DECEMBER 2015

10. CONTINGENT LIABILITIES

A share pledge between the PIDG Trust and EAIF in favour of Barclays Bank Plc, as Security Trustee, has been in place since 30 January 2002. Under the share pledge the PIDG Trust shall pledge all shares and Related Assets (as defined in the share pledge) held by it in EAIF to the Security Trustee and grants to the Security Trustee a first priority interest in the shares and related assets until EAIF has fully discharged its obligation as set out in the Finance Documents (defined in the Master Agreement dated 30 January 2002 as amended from time to time), up to an aggregate capital amount of US\$430,414,085 and EUR22,365,000 plus accrued interest, expenses, costs and all other miscellaneous sums payable under the Finance Documents.

11. FINANCIAL INSTRUMENTS AND ASSOCIATED RISKS

Fair Values

The PIDG Trust's financial assets include non-current investments which are reviewed for impairment each year end.

The PIDG Trust's current financial assets and liabilities include accrued contributions receivable, cash and cash equivalents and other payables. All of these financial assets and liabilities are realised or settled within a short time period and therefore the carrying amount of these assets and liabilities approximate to fair values.

The PIDG Trust's financial liabilities include non-current loan balances from donors. These loan balances do not attract interest and have no fixed repayment terms, therefore the principal amounts owing at the balance sheet date approximate to fair values.

Associated Risks

The PIDG Trust's activities expose it to various types of risk in the normal course of its operations. The Trustees consider the risks to be minimal since no payments are made, or expenses incurred in advance of contributions, or commitments to cover such payments or expenditure having been received.

12. RESTATEMENT

An increase in the impairment against the investment in InfraCo Africa Limited, which was not recognised in the 2014 financial statements, has been accounted for as a prior year adjustment in the 2015 accounts. The amendment to the prior year comparatives has resulted in a decrease to the prior year net assets of US\$5,024,511 and a decrease to the prior year capital account of US\$5,024,511 since the impairment charge was greater than previously stated.

PRIVATE INFRASTRUCTURE DEVELOPMENT GROUP TRUST

APPENDIX 1

Donor funds outstanding held by PIDG Trust (ACTUAL)

		Funds receivable																						
DFID	SECO	SIDA	ADA	DGIS	DFAT	Other	GuarantCo Capital	Loan	InfraCo Africa Capital	Loan	InfraCo Asia Devt Capital	Loan	InfraCo Asia Inv Capital	Loan	GAP Capital	ICF Debt pool Capital	Loan	InfraCo Africa Inv Capital	Loan	FAIR Capital	Loan	Aggregate Loan	Total	
																								Capital
212,041,169	110,828,888	10,000,000	20,000,000	12,719,973	10,000,000	197,218,327	-	77,082,906	-	59,208,494	-	26,882,395	-	19,274,885	-	-	-	-	-	-	-	-	912,092,166	702,291,624
10,000,000	10,000,000	8,000,000	15,000,000	7,439,202	22,500,000	27,000,000	8,500,000	14,299,273	8,500,000	10,000,000	-	-	-	-	-	-	-	-	-	-	-	61,999,973	88,499,973	
4,279,979	20,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,279,979	39,279,979	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	7,439,202	7,439,202	
-	-	-	-	-	-	-	-	13,056,194	-	19,885,417	-	-	-	-	-	-	-	-	-	-	-	25,776,167	58,276,167	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4	-	2	-	-	19,055,417	19,055,417	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
272,041,112	150,828,888	18,000,000	35,000,000	20,159,175	42,500,000	224,218,327	23,000,000	112,379,275	31,000,000	88,853,921	26,882,395	19,274,885	26,882,395	19,274,885	19,274,885	4	-	2	-	-	-	915,271,761	915,271,761	
(8,479,412)	(8,196,571)	-	-	-	-	(37,940,679)	-	(102,390,251)	-	(28,287,254)	-	(6,277,102)	-	-	-	-	-	(2)	-	-	-	(189,064,681)	(189,064,681)	
-	-	-	-	-	-	-	-	27,990	-	(1,776,494)	-	834,096	-	-	-	-	-	-	-	-	-	27,000	27,000	
-	-	-	-	-	-	-	-	(776,230)	-	(1,776,494)	-	-	-	-	-	-	-	-	-	-	-	(1,718,694)	(1,718,694)	
333,561,700	142,638,017	26,000,000	50,000,000	22,738,374	65,000,000	186,277,648	31,000,000	92,441,294	31,000,000	57,066,263	26,882,395	13,582,233	26,882,395	13,582,233	13,582,233	4	-	2	-	-	-	928,077,458	724,218,025	
Funds invested																								
DFID																								
212,041,169	110,828,888	10,000,000	20,000,000	12,719,973	10,000,000	197,218,327	-	76,307,676	-	58,279,144	-	25,319,425	-	19,274,885	-	-	-	-	-	-	-	901,420,876	702,291,624	
10,000,000	10,000,000	8,000,000	15,000,000	7,439,202	22,500,000	27,000,000	8,500,000	14,299,273	8,500,000	9,000,000	-	-	-	-	-	-	-	-	-	-	60,999,973	87,499,973		
4,279,979	20,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,279,979	39,279,979	
-	-	-	-	-	-	-	-	7,439,202	-	-	-	-	-	-	-	-	-	-	-	-	-	7,439,202	7,439,202	
-	-	-	-	-	-	-	-	13,056,194	-	14,299,558	-	-	-	-	-	-	-	-	-	-	-	25,776,167	58,276,167	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4	-	-	-	-	14,299,558	14,299,558	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
239,041,112	150,828,888	18,000,000	35,000,000	20,159,175	42,500,000	224,218,327	31,000,000	111,807,045	31,000,000	82,068,702	26,882,395	13,582,233	26,882,395	13,582,233	13,582,233	4	-	2	-	-	-	904,275,483	904,041,641	
Funds outstanding - to be invested (A-B)																								
DFID																								
-	-	-	-	-	-	-	-	776,230	-	729,270	-	(834,096)	-	-	-	-	-	-	-	-	-	671,460	671,460	
-	-	-	-	-	-	-	-	-	1,000,000	1,000,000	-	-	-	-	-	-	-	-	-	-	-	1,000,000	1,000,000	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	(776,230)	-	(1,776,494)	-	-	-	-	-	-	-	-	-	-	-	(1,718,694)	(1,718,694)	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,298,625	4,298,625	
Forex difference																								

The following Appendix 2 is for illustrative purposes only to give an indication of the potential allocation of impairment by donor, between both capital and loan contributions.

Illustrative analysis of the potential allocation of impairment by donor (pro rata as at 31 December 2015) – Capital account and loans

Funds Invested (A)																					
	FAIF		GaurantCo		InfraCo Africa		InfraCo Asia Devt		InfraCo Asia Inv		GAP		ICT Debt pool		InfraCo Africa Inv		FAIF		Aggregate		
	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Total
DFID	212,041,169	110,828,588	197,218,227	-	76,317,676	-	58,769,444	-	27,319,425	-	19,764,855	-	-	-	-	-	-	-	591,420,576	110,828,588	702,249,164
SECO	10,000,000	10,000,000	27,000,000	8,000,000	14,099,973	8,500,000	9,000,000	-	-	-	-	-	-	-	-	-	-	-	60,099,973	26,000,000	87,099,973
SDA	4,279,970	20,000,000	15,000,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,279,970	35,000,000	39,279,970
ADA	-	-	-	-	7,479,202	-	-	-	-	-	-	-	-	-	-	-	-	-	7,479,202	-	7,479,202
DGFS	12,719,973	10,000,000	-	-	13,056,194	22,500,000	-	-	-	-	-	-	-	-	-	-	-	-	25,276,167	32,500,000	58,276,167
DFAT	-	-	-	-	-	-	14,299,558	-	-	-	-	-	-	-	-	-	-	-	14,299,558	-	14,299,558
Other	-	-	-	-	-	-	-	-	-	-	-	-	4	-	-	-	-	-	-	-	-
	239,041,112	140,828,588	224,218,227	23,000,000	111,883,045	31,000,000	82,068,912	-	27,319,425	-	19,764,855	-	4	-	-	-	-	-	704,214,833	304,228,588	1,008,443,421
Impairment (B)																					
	FAIF		GaurantCo		InfraCo Africa		InfraCo Asia Devt		InfraCo Asia Inv		GAP		ICT Debt pool		InfraCo Africa Inv		FAIF		Aggregate		
	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Total
DFID	(7,434,290)	(3,885,978)	(30,257,162)	(1,227,767)	(84,212,373)	-	(20,613,685)	-	-	-	(6,277,102)	-	-	-	-	-	-	-	(119,306,112)	(3,885,978)	(123,192,090)
SECO	(350,630)	(350,630)	(43,437,699)	(2,302,058)	(10,754,935)	(6,094,474)	(3,156,666)	-	-	-	-	-	-	-	-	-	-	-	(18,406,230)	(7,672,667)	(26,078,897)
SDA	(180,067)	(701,288)	-	-	(5,333,885)	-	-	-	-	-	-	-	-	-	-	-	-	-	(5,513,952)	(3,003,313)	(8,517,265)
ADA	-	-	-	-	(9,361,252)	(16,132,412)	(5,015,913)	-	-	-	-	-	-	-	-	-	-	-	(24,509,577)	(16,483,062)	(41,052,639)
DGFS	(446,000)	(530,630)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(9,877,252)	(16,483,062)	(26,360,314)
DFAT	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(501,591)	(2)	(501,591)
Other	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(2)	-	(2)
	(8,311,487)	(5,268,496)	(74,694,861)	(3,529,825)	(101,162,442)	(22,230,096)	(28,787,564)	-	-	-	(6,277,102)	-	-	-	-	-	-	-	(158,019,461)	(31,044,230)	(189,063,691)
Net book value of amount invested (A - B)																					
	FAIF		GaurantCo		InfraCo Africa		InfraCo Asia Devt		InfraCo Asia Inv		GAP		ICT Debt pool		InfraCo Africa Inv		FAIF		Aggregate		
	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Capital	Loan	Total
DFID	204,606,822	106,942,610	166,961,065	-	21,895,303	-	38,154,489	-	27,319,425	-	13,487,753	-	-	-	-	-	-	-	472,114,464	106,942,610	579,057,074
SECO	9,649,370	9,649,370	22,856,301	6,772,237	4,245,088	2,405,526	5,843,334	-	-	-	-	-	-	-	-	-	-	-	42,593,743	18,627,133	61,220,876
SDA	4,129,903	19,298,242	12,077,945	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	4,129,903	31,996,681	36,126,584
ADA	-	-	-	-	2,105,317	-	-	-	-	-	-	-	-	-	-	-	-	-	2,105,317	-	2,105,317
DGFS	12,271,973	9,649,370	-	-	3,694,942	6,307,568	-	-	-	-	-	-	-	-	-	-	-	-	15,968,915	16,016,938	31,985,853
DFAT	-	-	-	-	-	-	9,283,645	-	-	-	-	-	-	-	-	-	-	-	9,283,645	-	9,283,645
Other	-	-	-	-	-	-	-	-	-	-	-	-	4	-	-	-	-	-	4	-	4
	230,629,625	145,549,922	189,807,466	19,470,182	31,640,600	8,714,094	53,261,138	-	27,319,425	-	13,487,753	-	4	-	-	-	-	-	546,194,925	154,283,568	700,478,493