



**INTERNATIONAL
MONETARY
FUND**

**FINANCIAL
STATEMENTS**

Quarter Ended
October 31, 2007

I. GENERAL DEPARTMENT

Consolidated balance sheets	5
Consolidated income statements.....	6
Consolidated statements of changes in reserves and resources	7
Consolidated statements of cash flows	8
Notes to the consolidated financial statements	9
Schedule 1–Quotas, IMF’s holdings of currencies, reserve tranche positions, and outstanding credit and loans.....	19
Schedule 2–Status of arrangements in the General Resources Account.....	24

II. SDR DEPARTMENT

Balance sheets.....	26
Income statements.....	27
Statements of cash flows.....	28
Notes to the financial statements	29
Schedule 1–Statements of changes in SDR holdings	32
Schedule 2–Allocations and holdings of participants.....	34

III. POVERTY REDUCTION AND GROWTH FACILITY AND EXOGENOUS SHOCK FACILITY TRUST

Combined balance sheets.....	40
Combined statements of income and changes in resources	41
Combined statements of cash flows.....	42
Notes to the combined financial statements.....	43
Schedule 1–Disbursed Multilateral Debt Relief Initiative assistance.....	50
Schedule 2–Status of PRGF loan arrangements	51

IV. PRGF-HIPC TRUST AND RELATED ACCOUNTS

Combined balance sheets.....	53
Combined statements of income and changes in resources	54
Combined statements of cash flows.....	55
Notes to the combined financial statements.....	56

V. MULTILATERAL DEBT RELIEF INITIATIVE-II TRUST

Balance sheets.....	62
Statements of income and changes in resources.....	63
Statements of cash flows.....	64
Notes to the financial statements	65

**I. Financial Statements
of the
General Department**

General Department

Consolidated balance sheets (In thousands of SDRs)

	October 31, 2007 (unaudited)	April 30, 2007	October 31, 2007 (unaudited)	April 30, 2007
Assets				
Usable currencies	162,440,975	160,989,914	71,938	88,427
Credit outstanding (Note 2)	6,734,088	7,333,633	192,109	95,311
Other currencies	40,765,592	40,766,433	75,785	71,553
Total currencies	<u>209,940,655</u>	<u>209,089,980</u>	238,705	299,024
SDR holdings	2,298,336	2,597,564		
Interest and charges receivable (Note 3)	120,797	141,762	1,713,019	1,713,019
Investments (Note 4)	6,610,376	6,536,292	14,111,838	14,995,543
Gold holdings (Note 5)	5,851,771	5,851,771	203,202,962	201,752,257
			217,314,800	216,747,800
			<u>219,606,356</u>	<u>219,015,134</u>
Other assets	685,073	674,838	5,681,479	5,877,073
Structural Adjustment Facility loans	8,840	8,840	153,084	--
Total assets	<u>225,515,848</u>	<u>224,901,047</u>	<u>225,515,848</u>	<u>224,901,047</u>
Liabilities (including quotas)				
Remuneration payable			71,938	88,427
Investment trades payable			192,109	95,311
Other liabilities			75,785	71,553
Accrued MDRI-I Trust grants (Note 6)			238,705	299,024
Special Contingent Account (Note 7)			1,713,019	1,713,019
Quotas, represented by:				
Reserve tranche positions			14,111,838	14,995,543
Subscription payments			203,202,962	201,752,257
Total quotas			217,314,800	216,747,800
Total liabilities (including quotas)			<u>219,606,356</u>	<u>219,015,134</u>
Reserves of the General Resources Account			5,681,479	5,877,073
Resources of the Investment Account			153,084	--
Resources of the Special Disbursement Account			74,929	8,840
Total liabilities, reserves, and resources			<u>225,515,848</u>	<u>224,901,047</u>

The accompanying notes are an integral part of these consolidated financial statements.

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Dominique Strauss-Kahn
Managing Director

General Department

Consolidated income statements for the three and six months ended October 31, 2007, and 2006 (unaudited) (In thousands of SDRs)

	2007		2006	
	Three months	Six months	Three months	Six months
Operational income				
Interest and charges (Note 3)	95,746	205,535	195,280	425,083
Interest on SDR holdings	24,260	51,676	30,989	65,630
Net income from investments (Note 4)	101,397	159,653	59,672	91,454
Other charges and income	618	4,372	7,461	9,350
	<u>222,021</u>	<u>421,236</u>	<u>293,402</u>	<u>591,517</u>
Operational expenses				
Remuneration (Note 8)	71,892	156,397	144,053	284,709
Administrative expenses	146,563	301,578	156,092	319,186
	<u>218,455</u>	<u>457,975</u>	<u>300,145</u>	<u>603,895</u>
Net operational income/(loss)	<u>3,566</u>	<u>(36,739)</u>	<u>(6,743)</u>	<u>(12,378)</u>
Adjustments to MDRI provision for grant assistance (Note 6)	63,114	60,319	(3,218)	(6,147)
Contribution from the Special Disbursement Account to the PRGF-ESF Trust	--	(1)	--	--
Total net income/(loss)	<u>66,680</u>	<u>23,579</u>	<u>(9,961)</u>	<u>(18,525)</u>
Net income /(loss) of the General Department comprises:				
Net loss of the General Resources Account	(97,433)	(195,594)	(65,981)	(102,963)
Net income of the Investment Account	98,024	153,084	56,020	84,438
Net income of the Special Disbursement Account	66,089	66,089	--	--
	<u>66,680</u>	<u>23,579</u>	<u>(9,961)</u>	<u>(18,525)</u>

The accompanying notes are an integral part of these consolidated financial statements.

General Department

Consolidated statements of changes in reserves and resources for the six months ended October 31, 2007, and 2006 (unaudited)

(In thousands of SDRs)

	<u>General Resources Account Reserves</u>	<u>Special Disbursement Account Accumulated resources</u>	<u>Investment Account Accumulated resources</u>
Balance at April 30, 2006	5,959,591	8,840	--
Net (loss)/income	<u>(102,963)</u>	<u> --</u>	<u>84,438</u>
Balance at October 31, 2006	<u><u>5,856,628</u></u>	<u><u>8,840</u></u>	<u><u>84,438</u></u>
Balance at April 30, 2007	5,877,073	8,840	--
Net (loss)/income	<u>(195,594)</u>	<u>66,089</u>	<u>153,084</u>
Balance at October 31, 2007	<u><u>5,681,479</u></u>	<u><u>74,929</u></u>	<u><u>153,084</u></u>

The accompanying notes are an integral part of these consolidated financial statements.

General Department

Consolidated statements of cash flows for the six months ended October 31, 2007, and 2006 (unaudited) (In thousands of SDRs)

	2007	2006
Usable currencies and SDRs from operating activities		
Net Income/(loss)	23,579	(18,525)
Adjustments to reconcile net income (net loss) to usable resources generated by operations:		
Depreciation and amortization	10,430	10,308
Interest and charges	(205,535)	(425,083)
Interest on SDR holdings	(51,676)	(65,630)
Interest income from investments	(112,655)	(84,252)
Remuneration	156,397	284,709
	(179,460)	(298,473)
Changes in interest and charges receivables and other assets	(7,591)	(14,392)
Changes in remuneration payable and other liabilities	101,038	119,994
Changes in accrued MDRI-I Trust grants	(60,319)	(8,379)
Increase in the Special Contingent Account	--	30,000
	(146,332)	(171,250)
Usable currencies and SDRs from credit to members:		
Purchases in currencies and SDRs, including reserve tranche purchases	(868,395)	(1,432,490)
Repurchases in currencies and SDRs	1,467,940	9,253,814
	453,213	7,650,074
Interest received:		
Interest and charges	224,026	501,610
Interest on SDR holdings	54,910	66,643
Interest income from investments	105,936	70,747
Remuneration paid	(172,894)	(251,855)
Net usable currencies and SDRs provided by operating activities	665,191	8,037,219
Usable currencies and SDRs from investment activities		
Acquisition of fixed assets	(3,573)	(4,291)
Net acquisition of investments	(77,626)	(6,187,025)
Net usable currencies and SDRs used in investment activities	(81,199)	(6,191,316)
Usable currencies and SDRs from financing activities		
Subscription payments in SDRs and usable currencies	141,750	753,650
Changes in composition of usable currencies	426,091	2,261,734
Net usable currencies and SDRs provided by financing activities	567,841	3,015,384
Net increase in usable currencies and SDRs	1,151,833	4,861,287
Usable currencies and SDRs, beginning of year	163,587,478	154,773,280
Usable currencies and SDRs, end of period	164,739,311	159,634,567

The accompanying notes are an integral part of these consolidated financial statements.

General Department

Notes to the consolidated financial statements

1. Basis of presentation

The unaudited consolidated financial statements have been prepared in accordance with International Accounting Standard 34 (*Interim Financial Reporting*). The consolidated financial statements include the accounts of the General Resources Account (GRA); the Special Disbursement Account (SDA); the Investment Account (IA); and the Multilateral Debt Relief Initiative–I Trust (MDRI-I Trust), an entity over which the SDA has substantial control. These consolidated financial statements do not include all information and notes required by International Financial Reporting Standards (IFRS) for complete financial statements and should be read in conjunction with the April 30, 2007 consolidated financial statements and the notes included therein.

Unit of account

As at October 31, 2007, one SDR was equal to US\$1.57188 (one SDR was equal to US\$1.52418 as at April 30, 2007).

2. Credit outstanding

Credit outstanding in the GRA and Structural Adjustment Facility (SAF) loans in the SDA are carried at amortized cost.

Changes in the outstanding use of IMF credit under the various facilities of the GRA during the six months ended October 31, 2007, and 2006 were as follows:

	April 30, 2007	Purchases	Repurchases	October 31, 2007	April 30, 2006	Purchases	Repurchases	October 31, 2006
	<i>(In millions of SDRs)</i>							
Credit tranches	6,205	867	(1,281)	5,791	11,317	1,431	(3,428)	9,320
Extended Fund Facility	717	1	(181)	537	7,477	1	(5,822)	1,656
Enlarged access	262	--	--	262	268	--	(3)	265
Compensatory and Contingency Financing Facility	79	--	(5)	74	84	--	--	84
Supplementary Financing Facility	70	--	--	70	81	--	--	81
Total credit outstanding	<u>7,333</u>	<u>868</u>	<u>(1,467)</u>	<u>6,734</u>	<u>19,227</u>	<u>1,432</u>	<u>(9,253)</u>	<u>11,406</u>

General Department

Notes to the consolidated financial statements

As of October 31, 2007, none of the members with outstanding GRA credit was eligible for Multilateral Debt Relief Initiative (MDRI) grant assistance.

The following repurchases were made by members during the six months ended October 31:

	2007	2006
	<i>(In millions of SDRs)</i>	
Early repurchases	34	5,658
Repurchase expectations	619	341
Repurchase obligations	814	3,254
Total repurchases	1,467	9,253

There was no extension of repurchases from the expectation to the obligation schedule during the six months ended October 31, 2007, and 2006.

Scheduled repurchases in the GRA and repayments of SAF loans in the SDA are summarized below:

Financial year ending April 30	General Resources Account	Special Disbursement Account
<i>(In millions of SDRs)</i>		
2008	981	-
2009	1,904	-
2010	2,209	-
2011	919	-
2012	160	-
2013 and beyond	13	-
Overdue	548	9
Total	6,734	9

General Department

Notes to the consolidated financial statements

The use of credit in the GRA by the largest users was as follows:

	October 31, 2007		April 30, 2007	
	<i>(In millions of SDRs and as a percentage of total GRA credit outstanding)</i>			
Largest user of credit	4,840	71.9%	5,237	71.4%
Three largest users of credit	5,519	82.0%	6,020	82.1%
Five largest users of credit	6,067	90.1%	6,581	89.7%

The five largest users of credit as at October 31, 2007 were, in descending order, Turkey, Dominican Republic, Ukraine, Iraq and Sudan. Outstanding credit, by member, is provided in Schedule 1.

The concentration of GRA outstanding credit by region was as follows:

	October 31, 2007		April 30, 2007	
	<i>(In millions of SDRs and as a percentage of total GRA credit outstanding)</i>			
Africa	609	9.0%	593	8.1%
Asia and Pacific	144	2.1%	157	2.1%
Europe	349	5.2%	551	7.5%
Latin America and the Caribbean	368	5.5%	351	4.8%
Middle East and Turkey	<u>5,264</u>	<u>78.2%</u>	<u>5,681</u>	<u>77.5%</u>
Total	<u>6,734</u>	<u>100%</u>	<u>7,333</u>	<u>100%</u>

Overdue obligations

At October 31 and April 30, 2007, three members were six months or more overdue in settling their financial obligations to the General Department.

GRA repurchases, GRA charges, SAF loan repayments, and SAF interest that are six or more months overdue were as follows:

General Department

Notes to the consolidated financial statements

	Repurchases and SAF Loans		Charges and SAF Interest	
	October 31, 2007	April 30, 2007	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>			
Total overdue	556	570	1,084	1,069
Overdue for six months or more	556	570	1,069	1,053
Overdue for three years or more	556	570	1,006	998

The type and duration of the overdue amounts in the General Department as of October 31, 2007 were as follows:

	Repurchases and SAF Loans	Charges and SAF Interest	Total Obligation	Longest Overdue Obligation
	<i>(In millions of SDRs)</i>			
Liberia	200	277	477	May 1985
Somalia	106	110	216	July 1987
Sudan	<u>250</u>	<u>697</u>	<u>947</u>	July 1985
Total	<u>556</u>	<u>1,084</u>	<u>1,640</u>	

3. Interest and charges

Interest and charges receivables were as follows:

	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>	
Periodic charges	1,186	1,190
Amount paid through burden-sharing	(904)	(889)
Unpaid charges	<u>(186)</u>	<u>(186)</u>
	96	115
Interest receivable	<u>25</u>	<u>27</u>
Total interest and charges receivable	<u>121</u>	<u>142</u>

General Department

Notes to the consolidated financial statements

Interest and periodic charges consisted of the following for the six months ended October 31:

	2007	2006
	<i>(In millions of SDRs)</i>	
Interest and periodic charges	198	418
Burden-sharing adjustments, net of refunds	<u>8</u>	<u>7</u>
Total interest and charges	<u>206</u>	<u>425</u>

Service charges and commitment fees on cancelled or expired arrangements, amounting to SDR 4 million and SDR 9 million for the six months ended October 31, 2007 and 2006, respectively, are included in other charges and income.

4. Investments

Investments are held in the Investment Account (SDR 6,304 million at October 31, 2007 and SDR 6,235 million at April 30, 2007) and MDRI-I Trust (SDR 306 million at October 31, 2007 and SDR 301 million at April 30, 2007) and are managed by external managers. These investments comprise fixed-term deposits; short-term investments and fixed-income securities, which include domestic government bonds of the euro area, Japan, the United Kingdom, and the United States; and medium-term instruments issued by the Bank for International Settlements.

Investments consisted of the following:

	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>	
Short-term investments	51	251
Fixed-term deposits	288	287
Fixed-income securities	<u>6,271</u>	<u>5,998</u>
Total investments	<u>6,610</u>	<u>6,536</u>

General Department

Notes to the consolidated financial statements

Maturities of the investments were as follows:

	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>	
Less than 1 year	796	745
1–3 years	5,358	5,479
3–5 years	435	248
Over 5 years	<u>21</u>	<u>64</u>
Total	<u>6,610</u>	<u>6,536</u>

Investment income

Investment income comprised the following for the six months ended October 31:

	2007	2006
	<i>(In millions of SDRs)</i>	
Interest income	113	84
Realized gains	13	2
Realized losses	(2)	(2)
Unrealized gains	57	13
Unrealized losses	<u>(21)</u>	<u>(5)</u>
Total	<u>160</u>	<u>92</u>

5. Gold holdings

At October 31 and April 30, 2007, the IMF held 3,217,341 kilograms of gold, equal to 103,439,916 fine ounces of gold, at designated depositories. Gold holdings were valued at a historical cost of SDR 5,852 million as of October 31 and April 30, 2007.

As of October 31, 2007, the market value of the IMF's holdings of gold was approximately SDR 51.9 billion (SDR 45.9 billion at April 30, 2007).

6. Multilateral Debt Relief Initiative

MDRI grant assistance to the remaining eligible members is subject to the availability of resources and is accrued when it is probable that a liability has been incurred and the amount of such grant assistance can be reasonably estimated. The liability recorded in the MDRI-I Trust amounted to SDR 239 million and SDR 299 million at October 31 and April 30, 2007, respectively, and is based on the evaluation of currently available facts with respect to each

General Department

Notes to the consolidated financial statements

individual eligible member. It includes factors such as progress made toward reaching the completion point under the HIPC Initiative and the capacity to meet the macroeconomic performance and other objective criteria after reaching the completion point. As the qualification of members for MDRI is assessed, the amounts recorded are reviewed periodically and adjusted to reflect additional information that becomes available.

The reconciliation of accrued MDRI grant assistance for the six months ended October 31 is as follows:

	2007	2006
	<i>(In millions of SDRs)</i>	
Beginning of year	299	380
Additions	6	6
Amounts utilized	--	(15)
Reversals	<u>(66)</u>	<u>--</u>
End of period	<u>239</u>	<u>371</u>

7. Burden-sharing and the Special Contingent Account

Under the burden-sharing mechanism, the basic rate of charge is increased and the rate of remuneration is adjusted downward to offset the effect on the IMF's income of the nonpayment of charges and also to finance the additions to the Special Contingent Account (SCA-1).

Cumulative charges, net of settlements, that have resulted in adjustments to charges and remuneration since May 1, 1986 (the date the burden-sharing mechanism was adopted) amounted to SDR 904 million at October 31, 2007 (SDR 889 million at April 30, 2007). The cumulative refunds for the same period, resulting from the settlements of overdue charges for which burden-sharing adjustments have been made, amounted to SDR 1,089 million at October 31 and April 30, 2007.

The SCA-1 is financed by adjustments to the rate of charge and the rate of remuneration. Effective November 1, 2006, the Executive Board decided to suspend further additions to the SCA-1. For the six months ended October 31, 2006, additions to the SCA-1 amounted to SDR 30 million.

General Department

Notes to the consolidated financial statements

8. Remuneration

Remuneration for the six months ended October 31 was as follows:

	2007	2006
	<i>(In millions of SDRs)</i>	
Remuneration	164	292
Burden-sharing adjustments, net of refunds	<u>(8)</u>	<u>(7)</u>
	<u>156</u>	<u>285</u>

9. Special Disbursement Account

The SDA's assets consist of SAF loans and its controlling interest in the MDRI-I Trust.

10. Arrangements and commitments in the General Department

At October 31, 2007, the undrawn balances under the eight arrangements that were in effect in the GRA amounted to SDR 3,125 million (SDR 3,911 million under seven arrangements at April 30, 2007); see Schedule 2.

11. Pension and other post-retirement benefits

The IMF has a defined-benefit Staff Retirement Plan (SRP) that covers substantially all eligible staff and a Supplemental Retirement Benefits Plan (SRBP) for selected participants of the SRP. Participants contribute seven percent of their pensionable remuneration. The IMF contributes the remainder of the cost of funding the plans and pays certain administrative costs of the plans. In addition, the IMF provides other employment and post-retirement benefits, including medical, life insurance and other long-term benefits. In 1995, the IMF established a separate account, the Retired Staff Benefits Investment Account (RSBIA), to hold and invest resources set aside to fund the cost of the post-retirement benefits.

The obligations of the SRP, SRBP, and other post-retirement benefits are valued annually by independent actuaries. The latest actuarial valuations were carried out as at April 30, 2007 using the Projected Unit Credit Method and the net assets of the plans amounted to SDR 326 million.

General Department

Notes to the consolidated financial statements

The fair value of plan assets was as follows:

	October 31, 2007	April 30, 2007
<i>(In millions of SDRs)</i>		
SRP	4,727	4,402
SRBP	14	14
Other	<u>550</u>	<u>512</u>
Total assets	<u>5,291</u>	<u>4,928</u>

12. Other administered accounts

At the request of certain members, the IMF has established accounts to administer resources contributed by these members and to perform financial and technical services consistent with the purposes of the IMF. The assets of each account and each subaccount are separate from the assets of all other accounts of, or administered by, the IMF and are not to be used to discharge liabilities or to meet losses incurred in the administration of other accounts.

The total assets of these accounts were as follows:

	October 31, 2007	April 30, 2007
<i>(In thousands of U.S. dollars)</i>		
Administered Account Japan	137,312	133,935
Administered Account for Selected Fund Activities – Japan	25,978	22,638
Framework Administered Account for Technical Assistance Activities	32,222	28,382
<i>(In thousands of SDRs)</i>		
Supplementary Financing Facility Subsidy Account	2,311	2,264
Austria-II Administered Account	7,080	7,181
The Post-Conflict and Natural Disaster Emergency Assistance Subsidy Account	19,260	20,824

General Department

Notes to the consolidated financial statements

13. Related party transactions

The GRA conducts transactions with the SDR Department on the same terms and conditions applicable to participants in the SDR Department. During the six months ended October 31, 2007, the receipts (repurchases, quota payments, charges, and interest on SDR holdings) and uses (purchases and remuneration) of SDRs by the GRA amounted to SDR 397 million (SDR 1,007 million for the six months ended October 31, 2006) and SDR 696 million (SDR 1,351 million for the six months ended October 31, 2006), respectively.

The administrative expenses of operating the SDR Department, the PRGF-ESF Trust, the PRGF-HIPC Trust, and the MDRI-I and MDRI-II Trusts are paid by the GRA. The SDR Department and the MDRI-I Trust reimburse the GRA (such reimbursements amounted to SDR 1.0 million and SDR 2.3 million, respectively, for the financial year ended April 30, 2007). The IMF has decided to forgo the reimbursement by the PRGF-ESF Trust to the GRA for the financial year ending April 30, 2008.

14. Subsequent event

On November 12, 2007, the IMF announced that sufficient pledges had been secured from member countries for the financing of debt relief to Liberia. When these pledges, amounting to more than SDR 530 million are formalized, a process will be followed of arrears clearance and new IMF financing that will enable the delivery of HIPC Initiative and other debt relief to Liberia. As at October 31, 2007, Liberia's overdue obligations to the IMF amounted to SDR 537 million, of which SDR 477 million was due to the General Department.

General Department

**Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans
as at October 31, 2007**

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans				
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF-ESF		Total 5/ (D)
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ + (C)	
Afghanistan, Islamic State of	161,900	161,916	100.0	--	--	--	--	35,800	35,800
Albania	48,700	50,220	103.1	3,355	4,870	0.07	--	54,313	59,183
Algeria	1,254,700	1,169,619	93.2	85,082	--	--	--	--	--
Angola	286,300	286,445	100.1	--	--	--	--	--	--
Antigua and Barbuda	13,500	13,499	100.0	6	--	--	--	--	--
Argentina	2,117,100	2,116,919	100.0	195	--	--	--	--	--
Armenia, Republic of	92,000	92,005	100.0	--	--	--	--	99,735	99,735
Australia	3,236,400	3,014,400	93.1	222,394	--	--	--	--	--
Austria	1,872,300	1,746,282	93.3	126,014	--	--	--	--	--
Azerbaijan	160,900	167,039	103.8	10	6,146	0.09	--	60,776	66,922
Bahamas, The	130,300	124,041	95.2	6,260	--	--	--	--	--
Bahrain, Kingdom of	135,000	63,843	47.3	71,203	--	--	--	--	--
Bangladesh	533,300	533,039	100.0	278	--	--	--	316,730	316,730
Barbados	67,500	61,977	91.8	5,550	--	--	--	--	--
Belarus, Republic of	386,400	386,400	100.0	20	--	--	--	--	--
Belgium	4,605,200	4,296,129	93.3	309,098	--	--	--	--	--
Belize	18,800	14,562	77.5	4,239	--	--	--	--	--
Benin	61,900	59,720	96.5	2,188	--	--	--	2,640	2,640
Bhutan	6,300	5,280	83.8	1,021	--	--	--	--	--
Bolivia	171,500	162,638	94.8	8,875	--	--	--	--	--
Bosnia and Herzegovina	169,100	172,105	101.8	-- 6/	3,000	0.04	--	--	3,000
Botswana	63,000	58,591	93.0	4,426	--	--	--	--	--
Brazil	3,036,100	3,036,401	100.0	--	--	--	--	--	--
Brunei Darussalam	215,200	200,848	93.3	14,555	--	--	--	--	--
Bulgaria	640,200	606,945	94.8	33,278	--	--	--	--	--
Burkina Faso	60,200	52,819	87.7	7,385	--	--	--	23,720	23,720
Burundi	77,000	76,641	99.5	360	--	--	--	62,150	62,150
Cambodia	87,500	87,500	100.0	--	--	--	--	--	--
Cameroon	185,700	184,925	99.6	787	--	--	--	10,600	10,600
Canada	6,369,200	5,938,379	93.2	430,835	--	--	--	--	--
Cape Verde	9,600	9,593	99.9	16	--	--	--	8,517	8,517
Central African Republic	55,700	55,547	99.7	159	--	--	--	31,244	31,244
Chad	56,000	55,719	99.5	282	--	--	--	37,170	37,170
Chile	856,100	798,426	93.3	57,675	--	--	--	--	--
China	8,090,100	7,543,342	93.2	546,805	--	--	--	--	--
Colombia	774,000	488,202	63.1	285,803	--	--	--	--	--
Comoros	8,900	8,358	93.9	544	--	--	--	--	--
Congo, Democratic Republic of	533,000	533,000	100.0	--	--	--	--	553,467	553,467
Congo, Republic of	84,600	84,030	99.3	576	--	--	--	23,580	23,580
Costa Rica	164,100	144,113	87.8	20,000	--	--	--	--	--

General Department

**Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans
as at October 31, 2007**

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF-ESF		Total 5/ (D)	
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ +		=
Côte d'Ivoire	325,200	365,138	112.3	719	40,650	0.60	--	73,171	113,821	
Croatia, Republic of	365,100	364,943	100.0	159	--	--	--	--	--	
Cyprus	139,600	130,145	93.2	9,496	--	--	--	--	--	
Czech Republic	819,300	765,094	93.4	54,210	--	--	--	--	--	
Denmark	1,642,800	1,532,182	93.3	110,629	--	--	--	--	--	
Djibouti	15,900	14,800	93.1	1,100	--	--	--	10,541	10,541	
Dominica	8,200	8,307	101.3	9	115	--	--	7,688	7,803	
Dominican Republic	218,900	577,461	263.8	3	358,562	5.32	--	--	358,562	
Ecuador	302,300	285,149	94.3	17,153	--	--	--	--	--	
Egypt	943,700	943,724	100.0	--	--	--	--	--	--	
El Salvador	171,300	171,303	100.0	--	--	--	--	--	--	
Equatorial Guinea	32,600	32,605	100.0	--	--	--	--	--	--	
Eritrea	15,900	15,900	100.0	5	--	--	--	--	--	
Estonia, Republic of	65,200	65,194	100.0	7	--	--	--	--	--	
Ethiopia	133,700	126,358	94.5	7,371	--	--	--	--	--	
Fiji	70,300	54,671	77.8	15,649	--	--	--	--	--	
Finland	1,263,800	1,178,300	93.2	85,549	--	--	--	--	--	
France	10,738,500	9,992,054	93.0	746,484	--	--	--	--	--	
Gabon	154,300	174,836	113.3	306	20,832	0.31	--	--	20,832	
Gambia, The	31,100	29,618	95.2	1,485	--	--	--	13,760	13,760	
Georgia	150,300	150,300	100.0	10	--	--	--	160,070	160,070	
Germany	13,008,200	12,094,739	93.0	913,610	--	--	--	--	--	
Ghana	369,000	369,004	100.0	-- 6/	--	--	--	105,450	105,450	
Greece	823,000	767,213	93.2	55,798	--	--	--	--	--	
Grenada	11,700	14,992	128.1	--	3,291	0.05	--	1,560	4,851	
Guatemala	210,200	210,206	100.0	--	--	--	--	--	--	
Guinea	107,100	107,026	99.9	75	--	--	--	37,298	37,298	
Guinea-Bissau	14,200	14,191	99.9	11	--	--	--	3,792	3,792	
Guyana	90,900	90,902	100.0	--	--	--	--	37,060	37,060	
Haiti	81,900	81,833	99.9	68	--	--	--	35,700	35,700	
Honduras	129,500	120,874	93.3	8,627	--	--	--	20,342	20,342	
Hungary	1,038,400	966,722	93.1	71,680	--	--	--	--	--	
Iceland	117,600	99,012	84.2	18,589	--	--	--	--	--	
India	4,158,200	3,875,991	93.2	282,241	--	--	--	--	--	
Indonesia	2,079,300	1,933,804	93.0	145,499	--	--	--	--	--	
Iran, Islamic Republic of	1,497,200	1,497,204	100.0	--	--	--	--	--	--	
Iraq	1,188,400	1,314,413	110.6	171,100	297,100	4.41	--	--	297,100	
Ireland	838,400	781,309	93.2	57,101	--	--	--	--	--	
Israel	928,200	865,794	93.3	62,414	--	--	--	--	--	
Italy	7,055,500	6,573,789	93.2	481,751	--	--	--	--	--	

General Department

**Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans
as at October 31, 2007**

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF-ESF			Total 5/ (D)
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ +	= (C)	
Jamaica	273,500	273,550	100.0	--	--	--	--	--	--	--
Japan	13,312,800	12,393,465	93.1	920,697	--	--	--	--	--	--
Jordan	170,500	237,260	139.2	230	66,980	0.99	--	--	--	66,980
Kazakhstan, Republic of	365,700	365,700	100.0	5	--	--	--	--	--	--
Kenya	271,400	258,612	95.3	12,795	--	--	--	132,660	--	132,660
Kiribati	5,600	5,601	100.0	4	--	--	--	--	--	--
Korea	2,927,300	2,730,642	93.3	196,674	--	--	--	--	--	--
Kuwait	1,381,100	1,288,533	93.3	92,585	--	--	--	--	--	--
Kyrgyz Republic	88,800	88,800	100.0	5	--	--	--	96,329	--	96,329
Lao People's Democratic Republic	52,900	52,900	100.0	--	--	--	--	16,308	--	16,308
Latvia, Republic of	126,800	126,762	100.0	55	--	--	--	--	--	--
Lebanon	203,000	234,918	115.7	18,833	50,750	0.75	--	--	--	50,750
Lesotho	34,900	31,315	89.7	3,613	--	--	--	22,400	--	22,400
Liberia	71,300	271,137	380.3	31	199,856	2.97	--	--	--	206,319
Libya	1,123,700	728,202	64.8	395,505	--	--	--	--	--	--
Lithuania, Republic of	144,200	144,179	100.0	34	--	--	--	--	--	--
Luxembourg	279,100	260,440	93.3	18,701	--	--	--	--	--	--
Macedonia, former Yugoslav Republic of	68,900	68,902	100.0	-- 6/	--	--	--	--	--	--
Madagascar	122,200	122,174	100.0	27	--	--	--	27,060	--	27,060
Malawi	69,400	67,099	96.7	2,315	--	--	--	19,616	--	19,616
Malaysia	1,486,600	1,386,014	93.2	100,590	--	--	--	--	--	--
Maldives	8,200	10,746	131.1	1,554	4,100	0.06	--	--	--	4,100
Mali	93,300	83,772	89.8	9,541	--	--	--	6,659	--	6,659
Malta	102,000	61,741	60.5	40,261	--	--	--	--	--	--
Marshall Islands	3,500	3,500	100.0	1	--	--	--	--	--	--
Mauritania	64,400	64,404	100.0	--	--	--	--	6,450	--	6,450
Mauritius	101,600	94,564	93.1	7,036	--	--	--	--	--	--
Mexico	3,152,800	2,927,425	92.9	225,420	--	--	--	--	--	--
Micronesia, Federated States of	5,100	5,100	100.0	1	--	--	--	--	--	--
Moldova, Republic of	123,200	137,783	111.8	5	14,583	0.22	--	87,296	--	101,879
Mongolia	51,100	50,967	99.7	136	--	--	--	16,738	--	16,738
Montenegro, Republic of	27,500	20,900	76.0	6,601	--	--	--	--	--	--
Morocco	588,200	517,755	88.0	70,447	--	--	--	--	--	--
Mozambique	113,600	113,600	100.0	7	--	--	--	9,740	--	9,740
Myanmar	258,400	258,402	100.0	--	--	--	--	--	--	--
Namibia	136,500	136,434	100.0	76	--	--	--	--	--	--
Nepal	71,300	71,311	100.0	--	--	--	--	39,210	--	39,210
Netherlands	5,162,400	4,806,629	93.1	355,818	--	--	--	--	--	--
New Zealand	894,600	834,764	93.3	59,855	--	--	--	--	--	--
Nicaragua	130,000	130,010	100.0	--	--	--	--	53,680	--	53,680

General Department

**Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans
as at October 31, 2007**

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans				
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF-ESF		Total 5/
		Total	Percent of quota		Amount	Percent 2/	SDA 3/	Trust 4/	
Niger	65,800	57,193	86.9	8,611	--	--	--	24,440	24,440
Nigeria	1,753,200	1,753,114	100.0	143	--	--	--	--	--
Norway	1,671,700	1,559,074	93.3	112,640	--	--	--	--	--
Oman	194,000	181,606	93.6	12,435	--	--	--	--	--
Pakistan	1,033,700	1,052,540	101.8	119	18,958	0.28	--	878,309	897,267
Palau	3,100	3,100	100.0	1	--	--	--	--	--
Panama	206,600	200,585	97.1	11,860	5,833	0.09	--	--	5,833
Papua New Guinea	131,600	131,163	99.7	438	--	--	--	--	--
Paraguay	99,900	78,428	78.5	21,475	--	--	--	--	--
Peru	638,400	638,433	100.0	--	--	--	--	--	--
Philippines	879,900	792,310	90.0	87,600	--	--	--	--	--
Poland, Republic of	1,369,000	1,276,781	93.3	92,234	--	--	--	--	--
Portugal	867,400	807,607	93.1	59,813	--	--	--	--	--
Qatar	263,800	245,802	93.2	17,999	--	--	--	--	--
Romania	1,030,200	1,030,205	100.0	--	--	--	--	--	--
Russian Federation	5,945,400	5,708,833	96.0	236,585	--	--	--	--	--
Rwanda	80,100	80,113	100.0	--	--	--	--	5,133	5,133
St. Kitts and Nevis	8,900	8,819	99.1	82	--	--	--	--	--
St. Lucia	15,300	15,295	100.0	7	--	--	--	--	--
St. Vincent and the Grenadines	8,300	7,800	94.0	500	--	--	--	--	--
Samoa	11,600	10,918	94.1	693	--	--	--	--	--
San Marino, Republic of	17,000	12,900	75.9	4,101	--	--	--	--	--
São Tomé and Príncipe	7,400	7,403	100.0	--	--	--	--	2,492	2,492
Saudi Arabia	6,985,500	6,504,315	93.1	481,188	--	--	--	--	--
Senegal	161,800	160,175	99.0	1,629	--	--	--	17,330	17,330
Serbia, Republic of	467,700	467,714	100.0	--	--	--	--	--	--
Seychelles	8,800	8,798	100.0	3	--	--	--	--	--
Sierra Leone	103,700	103,685	100.0	24	--	--	--	23,113	23,113
Singapore	862,500	804,232	93.2	58,486	--	--	--	--	--
Slovak Republic	357,500	354,505	99.2	3,000	--	--	--	--	--
Slovenia, Republic of	231,700	215,799	93.1	15,925	--	--	--	--	--
Solomon Islands	10,400	9,852	94.7	550	--	--	--	--	--
Somalia	44,200	140,907	318.8	--	96,701	1.44	8,840	--	164,769
South Africa	1,868,500	1,867,345	99.9	1,201	--	--	--	--	--
Spain	3,048,900	2,838,984	93.1	209,937	--	0.01	--	--	--
Sri Lanka	413,400	486,138	117.6	47,855	120,575	1.79	--	38,390	158,965
Sudan	169,700	420,390	247.7	11	250,670	3.72	--	--	273,560
Suriname	92,100	85,976	93.4	6,125	--	--	--	--	--
Swaziland	50,700	44,147	87.1	6,562	--	--	--	--	--
Sweden	2,395,500	2,233,044	93.2	162,459	--	--	--	--	--

General Department

Quotas, IMF's holdings of currencies, reserve tranche positions, and outstanding credit and loans as at October 31, 2007

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF-ESF			Total 5/
		Total	Percent of quota		Amount (A)	Percent 2/	SDA 3/	Trust 4/	=	
					+	(B)	+	(C)	(D)	
Switzerland	3,458,500	3,225,986	93.3	232,562	--	--	--	--	--	
Syrian Arab Republic	293,600	293,603	100.0	5	--	--	--	--	--	
Tajikistan, Republic of	87,000	87,000	100.0	2	--	--	--	29,400	29,400	
Tanzania	198,900	188,903	95.0	9,999	--	--	--	11,200	11,200	
Thailand	1,081,900	1,009,870	93.3	72,037	--	--	--	--	--	
Timor-Leste, The Democratic Republic of	8,200	8,200	100.0	1	--	--	--	--	--	
Togo	73,400	73,069	99.5	332	--	--	--	1,086	1,086	
Tonga	6,900	5,189	75.2	1,712	--	--	--	--	--	
Trinidad and Tobago	335,600	313,176	93.3	22,430	--	--	--	--	--	
Tunisia	286,500	266,274	92.9	20,249	--	--	--	--	--	
Turkey	1,191,300	5,918,859	496.8	112,775	4,840,330	71.88	--	--	4,840,330	
Turkmenistan, Republic of	75,200	75,200	100.0	5	--	--	--	--	--	
Uganda	180,500	180,506	100.0	-- 6/	--	--	--	6,000	6,000	
Ukraine	1,372,000	1,692,434	123.4	3	320,434	4.76	--	--	320,434	
United Arab Emirates	611,700	571,433	93.4	40,848	--	--	--	--	--	
United Kingdom	10,738,500	10,029,806	93.4	708,760	--	--	--	--	--	
United States	37,149,300	34,352,219	92.5	2,795,418	--	--	--	--	--	
Uruguay	306,500	306,507	100.0	--	--	--	--	--	--	
Uzbekistan, Republic of	275,600	275,600	100.0	5	--	--	--	--	--	
Vanuatu	17,000	14,506	85.3	2,496	--	--	--	--	--	
Venezuela, República Bolivariana de	2,659,100	2,337,199	87.9	321,902	--	--	--	--	--	
Vietnam	329,100	329,100	100.0	5	--	--	--	107,640	107,640	
Yemen, Republic of	243,500	253,238	104.0	13	9,750	0.14	--	103,400	113,150	
Zambia	489,100	489,101	100.0	18	--	--	--	55,023	55,023	
Zimbabwe	353,400	353,075	99.9	328	--	--	--	74,916	74,916	
Total	217,314,800	209,940,655		14,111,838	6,734,088	100.00	8,840	3,738,890	10,570,399	

The ending balances include rounding differences.

1/ Includes nonnegotiable, non-interest-bearing notes that members are entitled to issue in substitution for currencies, and outstanding currency valuation adjustments.

2/ Represents the percentage of total use of GRA resources (column A).

3/ The Special Disbursement Account (SDA) of the General Department had financed loans under Structural Adjustment Facility (SAF) and Poverty Reduction Growth Facility (PRGF) arrangements.

4/ For information purposes only. The PRGF-ESF Trust provides financing under PRGF arrangements and is not a part of the General Department.

5/ Includes outstanding Trust Fund loans to Liberia (SDR 6.5 million), Somalia (SDR 59.2 million), and Sudan (SDR 22.9 million).

6/ Less than SDR 500.

General Department

Status of arrangements in the General Resources Account as at October 31, 2007

(In thousands of SDRs)

Member	Date of arrangement	Expiration	Total amount agreed	Undrawn balance
Stand-By Arrangements				
Dominican Republic	January 31, 2005	January 30, 2008	437,800	77,048
Gabon	May 7, 2007	May 6, 2010	77,150	77,150
Iraq	December 23, 2005	December 28, 2007	475,360	475,360
Macedonia, former Yugoslav Republic of	August 31, 2005	August 30, 2008	51,675	41,175
Paraguay	May 31, 2006	August 31, 2008	30,000	30,000
Peru	January 26, 2007	February 28, 2009	172,368	172,368
Turkey	May 11, 2005	May 10, 2008	6,662,040	2,248,439
Total Stand-By Arrangements			7,906,393	3,121,540
Extended Arrangements				
Albania	February 1, 2006	January 31, 2009	8,523	3,653
Total Extended Arrangements			8,523	3,653
Total General Resources Account			7,914,916	3,125,193

**II. Financial Statements
of the
SDR Department**

SDR Department
Balance sheets

(In thousands of SDRs)

	October 31, 2007 (unaudited)	April 30, 2007	October 31, 2007 (unaudited)	April 30, 2007
Assets				
Net charges receivable	78,762	80,716	78,861	80,816
Overdue assessments and charges (Note 2)	42,127	40,538		
Participants with holdings below allocations (Note 3)				
Allocations	10,973,052	11,033,877	15,334,289	15,109,390
Less : SDR holdings	3,315,823	3,320,699	10,460,278	10,399,453
Allocations in excess of holdings	<u>7,657,229</u>	<u>7,713,178</u>	<u>4,874,011</u>	<u>4,709,937</u>
			<u>2,298,336</u>	<u>2,597,564</u>
			526,910	446,115
Total assets	<u>7,778,118</u>	<u>7,834,432</u>	<u>7,778,118</u>	<u>7,834,432</u>
Liabilities				
Net interest payable				
Participants with holdings above allocations (Note 3)				
SDR holdings				
Less: allocations				
Holdings in excess of allocations				
Holdings by the General Resources Account				
Holdings by prescribed holders				
Total liabilities				

The accompanying notes are an integral part of these financial statements.

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Dominique Strauss-Kahn
Managing Director

SDR Department
Income statements
for the three and six months ended October 31, 2007, and 2006
(unaudited)

(In thousands of SDRs)

	2007		2006	
	Three Months	Six Months	Three Months	Six Months
Revenue				
Net charges from participants with holdings				
below allocations	78,112	162,731	79,592	157,550
Assessment on SDR allocations	325	650	375	750
	<u>78,437</u>	<u>163,381</u>	<u>79,967</u>	<u>158,300</u>
Expenses				
Interest on SDR holdings				
Net interest to participants with holdings				
above allocations	48,446	100,325	45,002	85,597
General Resources Account	24,260	51,676	30,990	65,631
Prescribed holders	5,406	10,730	3,600	6,322
	<u>78,112</u>	<u>162,731</u>	<u>79,592</u>	<u>157,550</u>
Administrative expenses	325	650	375	750
	<u>78,437</u>	<u>163,381</u>	<u>79,967</u>	<u>158,300</u>
Net income	<u> --</u>	<u> --</u>	<u> --</u>	<u> --</u>

The accompanying notes are an integral part of these financial statements.

SDR Department
Statements of cash flows
for the six months ended October 31, 2007, and 2006
(unaudited)

(In thousands of SDRs)

	2007	2006
Cash flows from operating activities		
Receipts of SDRs		
Transfers among participants and prescribed holders	776,046	1,398,196
Transfers from participants and prescribed holders to the General Resources Account	342,050	940,001
Transfers from the General Resources Account to participants	696,296	1,351,316
Interest received:		
Participants	100,440	76,345
General Resources Account	54,910	66,643
Prescribed holders	9,985	5,186
Total receipts of SDRs	<u>1,979,727</u>	<u>3,837,687</u>
Uses of SDRs		
Transfers among participants and prescribed holders	776,046	1,398,196
Transfers from participants and prescribed holders to the General Resources Account	342,050	940,001
Transfers from the General Resources Account to participants	696,296	1,351,316
Charges paid by participants	163,746	146,896
Other	1,589	1,278
Total uses of SDRs	<u>1,979,727</u>	<u>3,837,687</u>

The accompanying notes are an integral part of these financial statements.

SDR Department

Notes to the financial statements

1. Basis of presentation

The unaudited financial statements have been prepared in accordance with International Accounting Standard 34 (*Interim Financial Reporting*). These financial statements do not include all information and notes required by IFRS for complete financial statements and should be read in conjunction with the April 30, 2007 financial statements and the notes included therein.

Unit of account

As of October 31, 2007, one SDR was equal to US\$1.57188 (one SDR was equal to US\$1.52418 as of April 30, 2007).

Interest and charges

Interest is paid on holdings of SDRs and charges are levied on participant's cumulative allocations at the rate of interest on the SDR. The average SDR interest rate was 3.98 percent for the quarter ended October 31, 2007 (3.90 percent for the quarter ended October 31, 2006).

2. Overdue assessments and charges

At October 31, 2007, assessments and charges amounting to SDR 42.1 million were overdue to the SDR Department (SDR 40.5 million at April 30, 2007). At October 31, 2007 and April 30, 2007, two members were six months or more overdue in meeting their financial obligations to the SDR Department.

Assessments and charges due from members that are six months or more overdue to the SDR Department were as follows:

	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>	
Total	42.1	40.5
Overdue for six months or more	40.5	39.0
Overdue for three years or more	35.1	34.5

SDR Department

Notes to the financial statements

The amount and duration of arrears as of October 31, 2007 were as follows:

	Total	Longest overdue obligation
<i>(In millions of SDRs)</i>		
Liberia	29.2	April 1986
Somalia	12.9	February 1991
Total	42.1	

3. *Allocations and holdings*

At October 31, 2007 and April 30, 2007, IMF net cumulative allocations to participants totaled SDR 21.4 billion. Participants with holdings in excess of their allocations have established a net claim on the SDR Department, which is represented on the balance sheet as a liability. Participants with holdings below their allocations have used part of their allocations, which results in a net obligation to the SDR Department and is presented as an asset of the SDR Department. Participants' net SDR positions were as follows:

	October 31, 2007			April 30, 2007		
	<u>Total</u>	<u>Below allocations</u>	<u>Above allocations</u>	<u>Total</u>	<u>Below allocations</u>	<u>Above allocations</u>
<i>(In millions of SDRs)</i>						
Cumulative allocations	21,433.3	10,973.0	10,460.3	21,433.3	11,033.9	10,399.4
Holdings of SDRs	<u>18,650.1</u>	<u>3,315.8</u>	<u>15,334.3</u>	<u>18,430.1</u>	<u>3,320.7</u>	<u>15,109.4</u>
Net SDR positions	<u>2,783.2</u>	<u>7,657.2</u>	<u>(4,874.0)</u>	<u>3,003.2</u>	<u>7,713.2</u>	<u>(4,710.0)</u>

SDR Department

Notes to the financial statements

A summary of SDR holdings is provided below:

	October 31, 2007	April 30, 2007
	<i>(In millions of SDRs)</i>	
Participants	18,650.1	18,430.1
General Resources Account	2,298.3	2,597.5
Prescribed holders	<u>526.9</u>	<u>446.1</u>
	21,475.3	21,473.7
Less: Overdue charges receivable	<u>42.0</u>	<u>40.4</u>
Total holdings	<u>21,433.3</u>	<u>21,433.3</u>

SDR Department

Statements of changes in SDR holdings for the six months ended October 31, 2007, and 2006

(In thousands of SDRs)

	Participants	General Resources Account	Prescribed holders	Total	
				2007	2006
Total holdings, beginning of the year	18,430,089	2,597,564	446,115	21,473,768	21,471,003
Receipts of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	438,478	--	154,310	592,788	1,195,817
Operations					
Settlement of financial obligations	--	--	10,239	10,239	15,084
IMF-related operations					
SAF/PRGF-ESF Trust loans	5,768	--	--	5,768	7,148
PRGF-ESF Trust contributions and payments	27,721	--	6,468	34,189	23,335
PRGF-ESF Trust repayments and interest	--	--	129,781	129,781	141,960
PRGF-HIPC contributions	600	--	11	611	762
Emergency Assistance subsidy payments	2,670	--	--	2,670	3,246
Net interest on SDRs	100,440	--	9,985	110,426	81,531
MDRI grant assistance	--	--	--	--	10,844
Transfers from participants and prescribed holders to the General Resources Account					
Repurchases	--	73,458	--	73,458	78,975
Charges	--	233,740	--	233,740	515,301
Quota payment	--	32,600	--	32,600	345,725
Interest on SDRs	--	54,910	--	54,910	66,643
Reimbursement of expenses	--	2,252	--	2,252	--
Transfers from the General Resources Account to participants					
Purchases	278,266	--	--	278,266	683,358
In exchange for currencies of other members					
Acquisitions to pay charges	242,805	--	--	242,805	403,318
Remuneration	172,894	--	--	172,894	251,854
Other					
Refunds and adjustments	2,278	54	--	2,332	12,786
Total receipts	1,271,919	397,014	310,795	1,979,727	3,837,687

SDR Department

Statements of changes in SDR holdings for the six months ended October 31, 2007, and 2006

(In thousands of SDRs)

	Participants	General Resources Account	Prescribed holders	Total	
				2007	2006
Uses of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	401,854	--	190,934	592,788	1,195,817
Operations					
Settlement of financial obligations	10,239	--	--	10,239	15,084
IMF-related operations					
SAF/PRGF-ESF Trust loans	--	--	5,768	5,768	7,148
PRGF-ESF Trust contributions and payments	6,468	--	27,721	34,189	23,335
PRGF-ESF Trust repayments and interest	129,781	--	--	129,781	141,960
PRGF-HIPC contributions	11	--	600	611	762
Emergency Assistance subsidy payments	--	--	2,670	2,670	3,246
MDRI grant assistance	--	--	--	--	10,844
Transfers from participants and prescribed holders to the General Resources Account					
Repurchases	73,458	--	--	73,458	78,975
Charges	233,740	--	--	233,740	515,301
Quota payment	32,600	--	--	32,600	345,725
Reimbursement of expenses	--	--	2,252	2,252	--
Transfers from the General Resources Account to participants					
Purchases	--	278,266	--	278,266	683,358
In exchange for currencies of other members					
Acquisitions to pay charges	--	242,805	--	242,805	403,318
Remuneration	--	172,894	--	172,894	251,854
Other					
Refunds and adjustments	--	2,278	54	2,332	12,786
Charges paid in the SDR department					
Net charges due	165,336	--	--	165,336	148,174
Total uses	1,053,486	696,242	229,999	1,979,727	3,837,687
Charges not paid when due	1,589	--	--	1,589	1,277
Total holdings, end of the period	<u>18,650,112</u>	<u>2,298,336</u>	<u>526,910</u>	<u>21,475,358</u>	<u>21,472,280</u>

The ending balances include rounding differences.

SDR Department

Allocations and holdings of participants as at October 31, 2007

(In thousands of SDRs)

Participant	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Afghanistan, Islamic Republic of	26,703	467	1.8	(26,236)
Albania	--	3,556	--	3,556
Algeria	128,640	2,770	2.2	(125,870)
Angola	--	160	--	160
Antigua and Barbuda	--	6	--	6
Argentina	318,370	320,600	100.7	2,230
Armenia, Republic of	--	6,108	--	6,108
Australia	470,545	124,823	26.5	(345,723)
Austria	179,045	147,163	82.2	(31,882)
Azerbaijan	--	402	--	402
Bahamas, The	10,230	147	1.4	(10,083)
Bahrain, Kingdom of	6,200	5,781	93.2	(419)
Bangladesh	47,120	751	1.6	(46,369)
Barbados	8,039	127	1.6	(7,912)
Belarus, Republic of	--	26	--	26
Belgium	485,246	384,832	79.3	(100,414)
Belize	--	2,097	--	2,097
Benin	9,409	169	1.8	(9,240)
Bhutan	--	368	--	368
Bolivia	26,703	26,798	100.4	95
Bosnia and Herzegovina	20,481	420	2.0	(20,062)
Botswana	4,359	38,067	873.3	33,708
Brazil	358,670	4,902	1.4	(353,768)
Brunei Darussalam	--	11,866	--	11,866
Bulgaria	--	580	--	580
Burkina Faso	9,409	89	0.9	(9,320)
Burundi	13,697	190	1.4	(13,507)
Cambodia	15,417	295	1.9	(15,122)
Cameroon	24,463	3,059	12.5	(21,403)
Canada	779,290	642,749	82.5	(136,541)
Cape Verde	620	102	16.4	(518)
Central African Republic	9,325	555	5.9	(8,770)
Chad	9,409	984	10.5	(8,425)
Chile	121,924	34,342	28.2	(87,582)
China	236,800	740,970	312.9	504,170
Colombia	114,271	136,409	119.4	22,138
Comoros	716	13	1.8	(703)
Congo, Democratic Republic of	86,309	1,311	1.5	(84,998)
Congo, Republic of	9,719	167	1.7	(9,552)
Costa Rica	23,726	193	0.8	(23,533)

SDR Department

Allocations and holdings of participants as at October 31, 2007

(In thousands of SDRs)

Participant	Net cumulative allocations	Total	Holdings	
			Percent of cumulative allocations	(+ Above (-) Below allocations
Côte d'Ivoire	37,828	1,004	2.7	(36,824)
Croatia, Republic of	44,205	630	1.4	(43,576)
Cyprus	19,438	2,353	12.1	(17,085)
Czech Republic	--	12,412	--	12,412
Denmark	178,864	213,791	119.5	34,927
Djibouti	1,178	132	11.2	(1,046)
Dominica	592	180	30.4	(412)
Dominican Republic	31,585	78,647	249.0	47,062
Ecuador	32,929	15,519	47.1	(17,410)
Egypt	135,924	87,651	64.5	(48,273)
El Salvador	24,985	24,977	100.0	(8)
Equatorial Guinea	5,812	441	7.6	(5,371)
Eritrea	--	--	--	--
Estonia, Republic of	--	59	--	59
Ethiopia	11,160	164	1.5	(10,996)
Fiji	6,958	6,279	90.2	(679)
Finland	142,690	153,339	107.5	10,649
France	1,079,870	630,446	58.4	(449,424)
Gabon	14,091	729	5.2	(13,362)
Gambia, The	5,121	113	2.2	(5,008)
Georgia	--	1,246	--	1,246
Germany	1,210,760	1,361,314	112.4	150,554
Ghana	62,983	1,262	2.0	(61,721)
Greece	103,544	18,019	17.4	(85,525)
Grenada	930	96	10.3	(834)
Guatemala	27,678	2,995	10.8	(24,683)
Guinea	17,604	3,000	17.0	(14,604)
Guinea-Bissau	1,212	54	4.4	(1,159)
Guyana	14,530	536	3.7	(13,994)
Haiti	13,697	4,878	35.6	(8,819)
Honduras	19,057	277	1.5	(18,780)
Hungary	--	52,001	--	52,001
Iceland	16,409	151	0.9	(16,258)
India	681,170	8,356	1.2	(672,814)
Indonesia	238,956	7,403	3.1	(231,553)
Iran, Islamic Republic of	244,056	281,809	115.5	37,753
Iraq	68,464	289,628	423.0	221,164
Ireland	87,263	63,577	72.9	(23,686)
Israel	106,360	11,197	10.5	(95,163)
Italy	702,400	192,159	27.4	(510,241)

SDR Department

Allocations and holdings of participants as at October 31, 2007

(In thousands of SDRs)

Participant	Net cumulative allocations	Total	Holdings	
			Percent of cumulative allocations	(+) Above (-) Below allocations
Jamaica	40,613	618	1.5	(39,995)
Japan	891,690	1,903,186	213.4	1,011,496
Jordan	16,887	2,498	14.8	(14,389)
Kazakhstan, Republic of	--	864	--	864
Kenya	36,990	808	2.2	(36,182)
Kiribati	--	11	--	11
Korea	72,911	42,045	57.7	(30,866)
Kuwait	26,744	144,225	539.3	117,480
Kyrgyz Republic	--	10,382	--	10,382
Lao People's Democratic Republic	9,409	9,787	104.0	378
Latvia, Republic of	--	108	--	108
Lebanon	4,393	23,144	526.8	18,751
Lesotho	3,739	4,043	108.1	304
Liberia	21,007	--	--	(21,007)
Libya	58,771	549,657	935.2	490,886
Lithuania, Republic of	--	69	--	69
Luxembourg	16,955	12,663	74.7	(4,292)
Macedonia, former Yugoslav Republic of	8,379	992	11.8	(7,386)
Madagascar	19,270	281	1.5	(18,989)
Malawi	10,975	180	1.6	(10,795)
Malaysia	139,048	144,628	104.0	5,580
Maldives	282	357	126.4	75
Mali	15,912	187	1.2	(15,725)
Malta	11,288	37,239	329.9	25,951
Marshall Islands	--	--	--	--
Mauritania	9,719	157	1.6	(9,562)
Mauritius	15,744	18,495	117.5	2,751
Mexico	290,020	293,402	101.2	3,382
Micronesia, Federated States of	--	1,332	--	1,332
Moldova, Republic of	--	121	--	121
Mongolia	--	57	--	57
Montenegro, Republic of	--	70	--	70
Morocco	85,689	20,418	23.8	(65,271)
Mozambique	--	136	--	136
Myanmar	43,474	679	1.6	(42,795)
Namibia	--	19	--	19
Nepal	8,105	5,859	72.3	(2,246)
Netherlands	530,340	586,396	110.6	56,056
New Zealand	141,322	19,104	13.5	(122,218)
Nicaragua	19,483	267	1.4	(19,216)

SDR Department

Allocations and holdings of participants as at October 31, 2007

(In thousands of SDRs)

Participant	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Niger	9,409	146	1.6	(9,263)
Nigeria	157,155	2,120	1.3	(155,035)
Norway	167,770	231,431	137.9	63,661
Oman	6,262	11,683	186.6	5,421
Pakistan	169,989	138,887	81.7	(31,102)
Palau	--	--	--	--
Panama	26,322	573	2.2	(25,749)
Papua New Guinea	9,300	151	1.6	(9,149)
Paraguay	13,697	27,263	199.0	13,566
Peru	91,319	3,251	3.6	(88,068)
Philippines	116,595	1,165	1.0	(115,430)
Poland, Republic of	--	62,758	--	62,758
Portugal	53,320	77,324	145.0	24,004
Qatar	12,822	27,796	216.8	14,974
Romania	75,950	1,228	1.6	(74,722)
Russian Federation	--	486	--	486
Rwanda	13,697	15,225	111.2	1,528
St. Kitts and Nevis	--	2	--	2
St. Lucia	742	1,578	212.8	836
St. Vincent and the Grenadines	354	7	1.9	(347)
Samoa	1,142	2,564	224.6	1,422
San Marino, Republic of	--	929	--	929
São Tomé & Príncipe	620	20	3.2	(600)
Saudi Arabia	195,527	449,081	229.7	253,554
Senegal	24,462	361	1.5	(24,101)
Serbia, Republic of	56,665	1,077	1.9	(55,588)
Seychelles	406	14	3.4	(392)
Sierra Leone	17,455	19,450	111.4	1,995
Singapore	16,475	219,053	1,329.6	202,578
Slovak Republic	--	962	--	962
Slovenia, Republic of	25,431	8,072	31.7	(17,359)
Solomon Islands	654	7	1.0	(648)
Somalia	13,697	--	--	(13,697)
South Africa	220,360	223,014	101.2	2,654
Spain	298,805	218,396	73.1	(80,409)
Sri Lanka	70,868	5,332	7.5	(65,536)
Sudan	52,192	--	--	(52,192)
Suriname	7,750	633	8.2	(7,117)
Swaziland	6,432	2,502	38.9	(3,930)
Sweden	246,525	256,311	104.0	9,786

SDR Department

Allocations and holdings of participants as at October 31, 2007

(In thousands of SDRs)

Participant	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Switzerland	--	225,552	--	225,552
Syrian Arab Republic	36,564	36,573	100.0	9
Tajikistan, Republic of	--	2,344	--	2,344
Tanzania	31,372	439	1.4	(30,933)
Thailand	84,652	581	0.7	(84,071)
Timor-Leste, The Democratic Republic of	--	--	--	--
Togo	10,975	182	1.7	(10,793)
Tonga	--	395	--	395
Trinidad and Tobago	46,231	952	2.1	(45,279)
Tunisia	34,243	1,492	4.4	(32,751)
Turkey	112,307	108,887	97.0	(3,420)
Turkmenistan, Republic of	--	--	--	--
Uganda	29,396	474	1.6	(28,922)
Ukraine	--	6,627	--	6,627
United Arab Emirates	38,737	8,615	22.2	(30,122)
United Kingdom	1,913,070	244,535	12.8	(1,668,535)
United States	4,899,530	5,974,721	121.9	1,075,191
Uruguay	49,977	731	1.5	(49,246)
Uzbekistan, Republic of	--	12	--	12
Vanuatu	--	1,166	--	1,166
Venezuela	316,890	1,785	0.6	(315,105)
Vietnam	47,658	886	1.9	(46,772)
Yemen, Republic of	28,743	7,547	26.3	(21,196)
Zambia	68,298	6,912	10.1	(61,386)
Zimbabwe	10,200	129	1.3	(10,071)
Above allocations	10,460,278	15,334,289	146.6	4,874,011
Below allocations	10,973,052	3,315,823	30.2	(7,657,229)
Total participants	21,433,330	18,650,112		
General Resources Account		2,298,336		
Prescribed holders		526,910		
Overdue charges	42,027			
	21,475,358	21,475,358		

III. Financial Statements
of the
Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

Combined balance sheets

(In thousands of SDRs)

	October 31, 2007 (unaudited)	April 30, 2007
Assets		
Cash and cash equivalents	371,422	322,061
Investments (Note 2)	4,827,753	4,890,267
Loans receivable (Note 3)	3,738,890	3,784,788
Interest receivable	29,811	30,385
Total assets	8,967,876	9,027,501
Liabilities and Resources		
Borrowings (Note 4)	4,237,229	4,384,835
Interest payable	49,013	46,833
Other liabilities and deferred income	12,658	10,916
Total liabilities	4,298,900	4,442,584
Resources	4,668,976	4,584,917
Total liabilities and resources	8,967,876	9,027,501

The accompanying notes are an integral part of these financial statements.

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Dominique Strauss-Kahn
Managing Director

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

**Combined statements of income and changes in resources
for the three and six months ended October 31, 2007, and 2006
(unaudited)**

(In thousands of SDRs)

	2007		2006	
	Three months	Six months	Three months	Six months
Balance, beginning of the quarter/year	4,625,559	4,584,917	4,508,876	4,448,715
Investment income (Note 6)	80,805	129,366	48,035	98,251
Interest income on loans	4,627	9,365	4,780	9,366
Interest expense	(43,587)	(86,390)	(39,342)	(76,580)
Other expenses	(248)	(489)	(380)	(1,027)
Operational income	41,597	51,852	13,093	30,010
Contributions (Note 7)	1,820	32,207	23,002	66,246
Net income/changes in resources	43,417	84,059	36,095	96,256
Balance, end of the period	<u>4,668,976</u>	<u>4,668,976</u>	<u>4,544,971</u>	<u>4,544,971</u>

The accompanying notes are an integral part of these financial statements.

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

**Combined statements of cash flows
for the six months ended October 31, 2007, and 2006
(unaudited)**

(In thousands of SDRs)

	2007	2006
Cash flows from operating activities		
Net income	84,059	96,256
Adjustments to reconcile net income to cash generated by operations		
Interest income on investments	(95,508)	(88,697)
Interest income on loans	(9,365)	(9,366)
Interest expense	86,390	76,580
	<u>65,576</u>	<u>74,773</u>
Changes in other assets	195	--
Changes in other liabilities	1,742	1,758
Loan disbursements	(123,252)	(202,873)
Loan repayments	169,150	228,054
	<u>113,411</u>	<u>101,712</u>
Cash provided by operations	113,411	101,712
Interest received	105,252	88,347
Interest paid	(84,210)	(72,435)
Net cash provided by operating activities	<u>134,453</u>	<u>117,624</u>
Cash flows from investment activities		
Net disposition/(acquisition) of investments	62,514	(245,484)
Net cash provided by/(used in) investment activities	<u>62,514</u>	<u>(245,484)</u>
Cash flows from financing activities		
Borrowings	130,911	245,937
Repayment of borrowings	(278,517)	(572,737)
Net cash used in financing activities	<u>(147,606)</u>	<u>(326,800)</u>
Net increase/(decrease) in cash and cash equivalents	49,361	(454,660)
Cash and cash equivalents, beginning of the year	322,061	747,326
Cash and cash equivalents, end of period	<u><u>371,422</u></u>	<u><u>292,666</u></u>

The accompanying notes are an integral part of these financial statements.

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

1. Basis of presentation

The unaudited financial statements have been prepared in accordance with International Accounting Standard 34 (*Interim Financial Reporting*). These financial statements do not include all information and notes required by International Financial Reporting Standards for complete financial statements and should be read in conjunction with the April 30, 2007 financial statements and the notes included therein.

Unit of account

As of October 31, 2007, one SDR was equal to US\$1.57188 (one SDR was equal to US\$1.52418 as of April 30, 2007).

2. Investments

Investments consisted of the following:

	October 31, 2007	April 30, 2007
<i>(In thousands of SDRs)</i>		
Fixed-term deposits	638,486	834,641
Fixed-income securities	4,189,267	4,055,626
Total	4,827,753	4,890,267

The maturities of the investments are as follows:

	October 31, 2007	April 30, 2007
<i>(In thousands of SDRs)</i>		
Less than 1 year	643,265	828,341
1–3 years	3,848,879	3,784,756
3–5 years	326,930	237,793
Over 5 years	8,679	39,377
Total	4,827,753	4,890,267

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

3. Loans receivable

Resources of the Loan Account of the Poverty Reduction and Growth Facility and Exogenous Shocks Facility (PRGF-ESF) Trust are committed to qualifying members for a three-year period, upon approval by the Trustee of three-year PRGF arrangements or ESF arrangements with durations of one to two years in support of the members' macroeconomic and structural adjustment programs. Interest on the outstanding loans, which is repayable in 10 equal semi-installments beginning 5½ years after disbursement, is set at the rate of ½ of 1 percent per annum.

At October 31 and April 30, 2007, the resources of the Loan Account included cumulative advances from the Reserve Account of SDR 75 million resulting from the nonpayment of principal by Zimbabwe.

Scheduled repayments of loans by borrowers, including Zimbabwe's overdue obligations, are summarized below:

Period of repayment, financial year ending April 30	<i>(In thousands of SDRs)</i>
2008	216,672
2009	410,458
2010	470,962
2011	534,645
2012	566,474
2013 and beyond	1,464,764
Overdue	<u>74,915</u>
Total	<u><u>3,738,890</u></u>

As of October 31, 2007, scheduled repayments of loans include loans totaling SDR 744 million due from members that are potentially eligible for debt relief under the Heavily Indebted Poor Countries (HIPC) Initiative and the Multilateral Debt Relief Initiative (MDRI).

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

The use of credit in the Trust by the largest users was as follows:

	October 31, 2007		April 30, 2007	
<i>(In millions of SDRs and percent of total PRGF-ESF credit)</i>				
Largest user of credit	878.3	23.5%	922.1	24.4%
Three largest users of credit	1,748.5	46.8%	1,792.3	47.4%
Five largest users of credit	2,041.2	54.6%	2,085.9	55.1%

The five largest users of credit as of October 31, 2007, in descending order, were Pakistan, the Democratic Republic of the Congo, Bangladesh, Georgia, and Kenya.

4. Borrowings

The Trust borrows on such terms and conditions as agreed between the Trustee and the lenders. The weighted average interest rate on borrowings as at October 31, 2007 was 3.99 percent per annum (3.21 percent per annum as at October 31, 2006). The principal amounts of the borrowings are repayable between 5 ½ and 16 years after the first drawing.

During the six months ended October 31, 2007, the PRGF-ESF Trust did not make early repayments to lenders (early repayments amounting to SDR 63 million for the six months ended October 31, 2006 were made following the repayment of Trust loans by members that received MDRI grant assistance).

Scheduled repayments of borrowings are summarized below:

Period of repayment, financial year ending April 30	
<i>(In thousands of SDRs)</i>	
2008	323,356
2009	612,641
2010	595,194
2011	625,052
2012	611,636
2013 and beyond	<u>1,469,350</u>
Total	<u>4,237,229</u>

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

Notes to the combined financial statements

The following summarizes the borrowing agreements:

	Amount undrawn	
	October 31, 2007	April 30, 2007
	<i>(In thousands of SDRs)</i>	
Loan Account	3,093,405	3,216,657
Subsidy Accounts	33,891	38,754

5. Multilateral Debt Relief Initiative

For the six months ended October 31, 2007, none of the remaining eligible members received MDRI grant assistance. Since the IMF adopted the MDRI, effective January 5, 2006, 22 HIPC members and 2 non-HIPC members received grant assistance totaling SDR 2,692 million. The eligible debt covered by the grant assistance included GRA and PRGF-ESF Trust obligations of SDR 101 million and SDR 2,591 million, respectively. No impairment loss has been recognized in the Loan Account.

6. Investment income

Investment income comprised the following for the six months ended October 31:

	2007	2006
	<i>(In thousands of SDRs)</i>	
Interest income	95,508	88,697
Realized gains/(losses), net	6,082	(2,442)
Unrealized gains, net	27,793	11,829
Exchange rate (losses)/gains, net	<u>(17)</u>	<u>167</u>
Total	<u>129,366</u>	<u>98,251</u>

7. Contributions

The Trustee accepts contributions for the Subsidy Accounts of the PRGF-ESF Trust on such terms and conditions as agreed between the Trustee and the contributors. At October 31, 2007, cumulative contributions amounted to SDR 3,107 million (SDR 3,075 million as of April 30, 2007).

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

8. Commitments under loan arrangements

An arrangement under the PRGF-ESF is a decision of the IMF, as Trustee, that gives a member the assurance that the Trust stands ready to provide foreign exchange or SDRs during a specified period and up to a specified amount in accordance with the terms of the decision. At October 31, 2007, undrawn balances under 26 loan arrangements amounted to SDR 456 million (SDR 592 million under 29 arrangements at April 30, 2007).

9. Related party transactions

For the financial years ended April 30, 2008, and 2007, the Executive Board of the IMF decided to forgo the reimbursement by the Trust to the General Resources Account for the cost of administering the Trust. Such reimbursement would have amounted to SDR 50 million and SDR 48 million, respectively.

The cumulative contributions from the IMF, through the Special Disbursement Account to the Reserve Account and the Subsidy Account, amounted to SDR 3,732 million as of October 31 and April 30, 2007.

The PRGF-ESF Subsidy Account also receives contributions from member countries that had placed deposits in the PRGF Administered Accounts at low interest rates. Net investment income transferred from the PRGF Administered Accounts to the PRGF-ESF Subsidy Account amounted to SDR 0.01 million for the six months ended October 31, 2007 and 2006.

10. Combining balance sheets and statements of income and changes in resources

The balance sheets and statements of income and changes in resources of the PRGF-ESF Trust are presented below:

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

Combining balance sheets

(In thousands of SDRs)

	Loan Account		Reserve Account		Subsidy Accounts		Combined	
	October 31, 2007 (unaudited)	April 30, 2007	October 31, 2007 (unaudited)	April 30, 2007	October 31, 2007 (unaudited)	April 30, 2007	October 31, 2007 (unaudited)	April 30, 2007
Assets								
Cash and cash equivalents	114,383	34,123	60,581	57,088	196,458	230,850	371,422	322,061
Investments	402,000	594,341	3,400,456	3,316,598	1,025,297	979,328	4,827,753	4,890,267
Loans receivable	3,738,890	3,784,788	--	--	--	--	3,738,890	3,784,788
Accrued account transfers	8,303	(904)	58,902	58,572	(67,205)	(57,668)	--	--
Interest receivable	26,591	27,228	35	306	3,185	2,851	29,811	30,385
Total assets	4,290,167	4,439,576	3,519,974	3,432,564	1,157,735	1,155,361	8,967,876	9,027,501
Liabilities and Resources								
Borrowings	4,153,124	4,307,024	--	--	84,105	77,811	4,237,229	4,384,835
Interest payable	48,829	46,692	--	--	184	141	49,013	46,833
Other liabilities and deferred income	12,658	10,909	--	--	--	7	12,658	10,916
Total liabilities	4,214,611	4,364,625	--	--	84,289	77,959	4,298,900	4,442,584
Resources	75,556	74,951	3,519,974	3,432,564	1,073,446	1,077,402	4,668,976	4,584,917
Total liabilities and resources	4,290,167	4,439,576	3,519,974	3,432,564	1,157,735	1,155,361	8,967,876	9,027,501

Note 10 (concluded)

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

**Combining statements of income and changes in resources
for the six months ended October 31, 2007, and 2006**

(unaudited)

(In thousands of SDRs)

	Loan Account		Reserve Account		Subsidy Accounts		Combined	
	2007	2006	2007	2006	2007	2006	2007	2006
Balance, beginning of the year	74,951	75,469	3,432,564	3,319,072	1,077,402	1,054,174	4,584,917	4,448,715
Investment income	12,482	14,247	87,436	60,854	29,448	23,150	129,366	98,251
Interest income on loans	9,365	9,366	--	--	--	--	9,365	9,366
Interest expense	(86,186)	(76,422)	--	--	(204)	(158)	(86,390)	(76,580)
Other expenses	--	(147)	(392)	(591)	(97)	(289)	(489)	(1,027)
Operational (loss)/income	(64,339)	(52,956)	87,044	60,263	29,147	22,703	51,852	30,010
Contributions	--	--	1	--	32,206	66,246	32,207	66,246
Transfers between:								
Loan and Reserve Accounts	(365)	--	365	--	--	--	--	--
Loan and Subsidy Accounts	65,309	52,623	--	--	(65,309)	(52,623)	--	--
Net income (loss)/changes in resources	605	(333)	87,410	60,263	(3,956)	36,326	84,059	96,256
Balance, end of the period	75,556	75,136	3,519,974	3,379,335	1,073,446	1,090,500	4,668,976	4,544,971

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

**Disbursed Multilateral Debt Relief Initiative assistance
as at October 31, 2007**

(In thousands of SDRs)

Member	Eligible debt			Sources of grant assistance		
	PRGF-ESF	GRA	Total	MDRI-I Trust	MDRI-II Trust	PRGF-HIPC Trust
Benin	36,060	--	36,060	--	34,111	1,949
Burkina Faso	62,120	--	62,120	57,053	--	5,067
Bolivia	71,154	89,780	160,934	--	154,819	6,115
Cambodia	56,829	--	56,829	56,829	--	--
Cameroon	173,260	--	173,260	--	149,169	24,091
Ethiopia	112,073	--	112,073	79,645	--	32,428
Ghana	265,389	--	265,389	220,020	--	45,369
Guyana	45,058	--	45,058	--	31,572	13,486
Honduras	107,457	--	107,457	--	98,240	9,217
Madagascar	137,286	--	137,286	128,492	--	8,794
Malawi	27,027	10,844	37,871	14,527	--	23,344
Mali	75,066	--	75,066	62,434	--	12,632
Mauritania	32,909	--	32,909	--	30,228	2,681
Mozambique	106,560	--	106,560	83,039	--	23,521
Niger	77,554	--	77,554	59,815	--	17,739
Nicaragua	140,481	--	140,481	--	91,762	48,719
Rwanda	52,743	--	52,743	20,174	--	32,569
São Tomé and Príncipe	1,049	--	1,049	1,049	--	--
Senegal	100,323	--	100,323	--	94,762	5,561
Sierra Leone	117,343	--	117,343	76,755	--	40,588
Tajikistan	69,308	--	69,308	69,308	--	--
Tanzania	234,031	--	234,031	206,990	--	27,041
Uganda	87,728	--	87,728	75,845	--	11,883
Zambia	402,592	--	402,592	--	398,471	4,121
Total	<u>2,591,400</u>	<u>100,624</u>	<u>2,692,024</u>	<u>1,211,975</u>	<u>1,083,134</u>	<u>396,915</u>

**Poverty Reduction and Growth Facility
and Exogenous Shocks Facility Trust**

**Status of PRGF loan arrangements
as at October 31, 2007**

(In thousands of SDRs)

Member	Date of Arrangement	Expiration Date	Amount Agreed	Undrawn Balance
Afghanistan, Islamic Republic of	Jun. 26, 2006	Jun. 25, 2009	81,000	45,200
Albania	Feb. 1, 2006	Jan. 31, 2009	8,523	3,653
Armenia, Republic of	May. 25, 2005	May. 24, 2008	23,000	6,600
Benin	Aug. 5, 2005	Aug. 4, 2008	6,190	3,550
Burkina Faso	Apr. 23, 2007	Apr. 22, 2010	6,020	5,520
Burundi	Jan. 23, 2004	Jan. 22, 2008	69,300	7,150
Cameroon	Oct. 24, 2005	Oct. 23, 2008	18,570	7,970
Central African Republic	Dec. 22, 2006	Dec. 21, 2009	36,200	15,500
Chad	Feb. 16, 2005	Feb. 15, 2008	25,200	21,000
Congo, Republic of	Dec. 6, 2004	Jun. 5, 2008	54,990	31,410
Gambia, The	Feb. 21, 2007	Feb. 20, 2010	14,000	10,000
Grenada	Apr. 17, 2006	Apr. 16, 2009	10,530	8,970
Haiti	Nov. 20, 2006	Nov. 19, 2009	73,710	38,010
Kenya	Nov. 21, 2003	Nov. 20, 2007	150,000	37,500
Kyrgyz Republic	Mar. 15, 2005	May. 31, 2008	8,880	2,540
Madagascar	Jul. 21, 2006	Jul. 20, 2009	54,990	39,278
Malawi	Aug. 5, 2005	Aug. 4, 2008	38,170	16,222
Mali	Jun. 23, 2004	Nov. 30, 2007	9,330	1,341
Mauritania	Dec. 18, 2006	Dec. 17, 2009	16,100	9,650
Moldova, Republic of	May. 5, 2006	May. 4, 2009	110,880	45,760
Nepal	Nov. 19, 2003	Nov. 18, 2007	49,900	10,690
Nicaragua	Oct. 5, 2007	Oct. 4, 2010	71,500	59,600
Niger	Jan. 31, 2005	Jan. 30, 2008	26,320	1,880
Rwanda	Jun. 12, 2006	Jun. 11, 2009	8,010	4,590
Sao Tome & Principe	Aug. 1, 2005	Jul. 31, 2008	2,960	845
Sierra Leone	May. 10, 2006	May. 9, 2009	31,110	22,000
			<u>1,005,383</u>	<u>456,429</u>

**IV. Financial Statements
of the
PRGF-HIPC Trust
and
Related Accounts**

PRGF-HIPC Trust and Related Accounts

Combined balance sheets

(In thousands of SDRs)

	October 31, 2007 (unaudited)	April 30, 2007
Assets		
Cash and cash equivalents	98,139	143,529
Investments (Note 2)	1,143,495	1,088,217
Interest receivable	16,637	9,507
	1,258,271	1,241,253
	1,258,271	1,241,253
Liabilities and resources		
Borrowings (Note 3)	609,401	621,523
Interest payable	603	1,548
	610,004	623,071
Resources	648,267	618,182
	1,258,271	1,241,253
	1,258,271	1,241,253

The accompanying notes are an integral part of these financial statements.

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Dominique Strauss-Kahn
Managing Director

PRGF-HIPC Trust and Related Accounts

Combined statements of income and changes in resources for the three and six months ended October 31, 2007, and 2006 (unaudited)

(In thousands of SDRs)

	2007		2006	
	Three months	Six months	Three months	Six months
Balance, beginning of the quarter/year	633,606	618,182	647,998	639,553
Investment income (Note 2)	15,160	27,908	11,356	22,307
Interest expense	(452)	(957)	(654)	(1,143)
Other expenses	(67)	(115)	(82)	(150)
Operational income	14,641	26,836	10,620	21,014
Contributions	20	3,521	20	3,479
Disbursements	--	(272)	(15,434)	(20,842)
Net income (loss)/changes in resources	14,661	30,085	(4,794)	3,651
Balance, end of the period	648,267	648,267	643,204	643,204

The accompanying notes are an integral part of these financial statements.

PRGF-HIPC Trust and Related Accounts

Combined statements of cash flows for the six months ended October 31, 2007, and 2006 (unaudited)

(In thousands of SDRs)

	2007	2006
Cash flows from operating activities		
Net income	30,085	3,651
Adjustments to reconcile net income to cash generated by operations		
Interest income	(25,840)	(22,146)
Interest expense	957	1,143
Foreign currency translation:		
Investments	(7,944)	(1,672)
Borrowings	7,944	1,672
Cash provided by /(used in) operations	5,202	(17,352)
Interest received	18,710	19,680
Interest paid	(1,902)	(1,712)
Net cash provided by operating activities	22,010	616
Cash flows from investment activities		
Net acquisition of investments	(47,334)	(252,137)
Net cash used in investment activities	(47,334)	(252,137)
Cash flows from financing activities		
Repayment of borrowings	—	—
Net cash used in financing activities	(20,066)	--
Net decrease in cash and cash equivalents	(45,390)	(251,521)
Cash and cash equivalents, beginning of the year	143,529	346,630
Cash and cash equivalents, end of the period	98,139	95,109

The accompanying notes are an integral part of these financial statements.

PRGF-HIPC Trust and Related Accounts

Notes to the combined financial statements

1. Basis of presentation

The unaudited financial statements have been prepared in accordance with International Accounting Standard 34 (*Interim Financial Reporting*). These financial statements do not include all information and notes required by International Financial Reporting Standards for complete financial statements and should be read in conjunction with the April 30, 2007 financial statements and the notes included therein.

Unit of account

As of October 31, 2007, one SDR was equal to US\$1.57188 (one SDR was equal to US\$1.52418 as of April 30, 2007).

2. Investments

Investments consisted of the following at:

	October 31, 2007	April 30, 2007
	<i>(In thousands of SDRs)</i>	
Fixed-term deposits	763,936	772,517
Fixed-income securities	<u>379,559</u>	<u>315,700</u>
Total	<u>1,143,495</u>	<u>1,088,217</u>

The maturities of the investments are as follows at:

	October 31, 2007	April 30, 2007
	<i>(In thousands of SDRs)</i>	
Less than 1 year	467,513	423,940
1–3 years	591,143	587,947
3–5 years	72,697	53,377
Over 5 years	<u>12,142</u>	<u>22,953</u>
Total	<u>1,143,495</u>	<u>1,088,217</u>

PRGF-HIPC Trust and Related Accounts

Notes to the combined financial statements

Investment income comprised the following for the six months ended October 31:

	2007	2006
	<i>(In thousands of SDRs)</i>	
Interest income	25,840	22,146
Realized losses, net	(463)	(1,719)
Unrealized gains, net	2,538	1,883
Exchange rate losses, net	<u>(7)</u>	<u>(3)</u>
Total	<u>27,908</u>	<u>22,307</u>

3. Borrowings

The Trust borrows on such terms and conditions as agreed between the Trust and the lenders. Interest rates on borrowings at October 31, 2007 and April 30, 2006 varied between 0 percent and 2 percent a year. The principal amounts of the borrowings are repayable in one installment at their maturity dates. Scheduled repayments of borrowings are summarized below:

Financial year ending April 30	
	<i>(In thousands of SDRs)</i>
2008	--
2009	25,000
2010	296,870
2011	70,842
2012	26,090
2013 and beyond	<u>190,599</u>
Total	<u>609,401</u>

PRGF-HIPC Trust and Related Accounts

Notes to the combined financial statements

4. Multilateral Debt Relief Initiative

For the six months ended October 31, 2007, none of the remaining eligible members received Multilateral Debt Relief Initiative (MDRI) grant assistance. Two Highly Indebted Poor Countries (HIPC) member reached the completion point and received MDRI grant assistance of SDR 63 million for the six months ended October 31, 2006, of which SDR 18 million was disbursed as HIPC Initiative assistance from the PRGF-HIPC Trust. Since the IMF adopted the MDRI, effective January 5, 2006, 22 HIPC members and two non-HIPC members received MDRI grant assistance totaling SDR 2,692 million. The eligible debt covered by the grant assistance under the MDRI and HIPC Initiative included GRA and PRGF-ESF Trust obligations of SDR 101 million and SDR 2,591 million, respectively.

5. Related party transactions

Cumulative transfers from the Special Disbursement Account of the IMF to the PRGF-HIPC Trust amounted to SDR 1,167 million as of October 31, 2007, and 2006. The PRGF-HIPC Trust also receives contributions from a member country that had placed a deposit in the Poverty Reduction and Growth Facility Administered Accounts (PRGF-AA). Net investment income transferred from the PRGF-AA to the PRGF-HIPC Trust amounted to SDR 0.3 million and SDR 0.5 million for the six months ended October 31, 2007 and 2006, respectively.

6. Combining balance sheets and statements of income and changes in resources

The balance sheets and statements of income and changes in resources for the accounts and subaccounts in the PRGF-HIPC Trust and Related Accounts are presented below:

PRGF-HIPC Trust and Related Accounts

Combining balance sheets

(In thousands of SDRs)

	October 31, 2007 (unaudited)				April 30, 2007						
	PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations		PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations				
	Subaccount	HIPC	Combined	Operations	Post-SCA-2 Administered Account	Combined total	Post-SCA-2 Administered Account	Combined total			
Assets											
Cash and cash equivalents	14,184	20,595	18,260	53,039	238	44,862	98,139	99,094	503	43,932	143,529
Investments	676,955	16,540	450,000	1,143,495	--	--	1,143,495	1,088,217	--	--	1,088,217
Interest receivable	9,009	--	7,179	16,188	--	449	16,637	9,054	--	453	9,507
Total assets	700,148	37,135	475,439	1,212,722	238	45,311	1,258,271	1,196,365	503	44,385	1,241,253
Liabilities and resources											
Borrowings	609,401	--	--	609,401	--	--	609,401	621,523	--	--	621,523
Interest payable	603	--	--	603	--	--	603	1,548	--	--	1,548
Total liabilities	610,004	--	--	610,004	--	--	610,004	623,071	--	--	623,071
Resources	90,144	37,135	475,439	602,718	238	45,311	648,267	573,294	503	44,385	618,182
Total liabilities and resources	700,148	37,135	475,439	1,212,722	238	45,311	1,258,271	1,196,365	503	44,385	1,241,253

PRGF-HIPC Trust and Related Accounts

**Combining statements of income and changes in resources
for the six months ended October 31, 2007, and 2006
(unaudited)**

(In thousands of SDRs)

	2007				2006						
	PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations		PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations				
	Subaccount	HIPC	Combined	Post-SCA-2 Administered Account	PRGF-HIPC Trust Account	Post-SCA-2 Administered Account	PRGF-HIPC Trust Account	Post-SCA-2 Administered Account			
Balance, beginning of the year	71,645	36,255	465,394	573,294	503	44,385	618,182	591,358	5,527	42,668	639,553
Investment income	16,042	888	10,045	26,975	7	926	27,908	21,460	30	817	22,307
Interest expense	(957)	--	--	(957)	--	--	(957)	(1,143)	--	--	(1,143)
Other expenses	(107)	(8)	--	(115)	--	--	(115)	(150)	--	--	(150)
Operational income	14,978	880	10,045	25,903	7	926	26,836	20,167	30	817	21,014
Contributions	3,521	--	--	3,521	--	--	3,521	3,479	--	--	3,479
Grants	--	--	--	--	--	--	--	(15,469)	15,469	--	--
Disbursements	--	--	--	--	(272)	--	(272)	--	(20,842)	--	(20,842)
Net income (loss)/changes in resources	18,499	880	10,045	29,424	(265)	926	30,085	8,177	(5,343)	817	3,651
Balance, end of the period	90,144	37,135	475,439	602,718	238	45,311	648,267	599,535	184	43,485	643,204

**V. Financial Statements
of the
Multilateral Debt Relief Initiative-II Trust**

Multilateral Debt Relief Initiative-II Trust

Balance sheets

(In thousands of SDRs)

	October 31, 2007 (Unaudited)	April 30, 2007
Assets		
Cash and cash equivalents	2,351	1,483
Investments (Note 2)	39,000	39,000
Interest receivable	214	217
	<u>41,565</u>	<u>40,700</u>
Total assets	<u><u>41,565</u></u>	<u><u>40,700</u></u>
Liabilities and resources		
Accrued MDRI grant assistance (Note 3)	21,662	32,231
	<u>21,662</u>	<u>32,231</u>
Total liabilities	<u>21,662</u>	<u>32,231</u>
Resources	19,903	8,469
	<u>19,903</u>	<u>8,469</u>
Total liabilities and resources	<u><u>41,565</u></u>	<u><u>40,700</u></u>

The accompanying notes are an integral part of these financial statements.

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Dominique Strauss-Kahn
Managing Director

Multilateral Debt Relief Initiative-II Trust

Statements of income and changes in resources for the three and six months ended October 31, 2007, and 2006 (unaudited)

(In thousands of SDRs)

	2007		2006	
	Three months	Six months	Three months	Six months
Balance, beginning of year/period	19,470	8,469	--	--
Investment income (Note 2)	433	865	382	876
Operational income	433	865	382	876
MDRI grant assistance (Note 3)	--	10,569	(382)	(876)
Net income/changes in resources	433	11,434	--	--
Balance, end of the period	<u>19,903</u>	<u>19,903</u>	<u>--</u>	<u>--</u>

The accompanying notes are an integral part of these financial statements.

Multilateral Debt Relief Initiative-II Trust

Statements of cash flows for the six months ended October 31, 2007, and 2006 (unaudited)

(In thousands of SDRs)

	2007	2006
Cash flows from operating activities		
Net income	11,434	--
Adjustments to reconcile net income to cash generated by operations		
Interest income	(865)	99
Change in accrued MDRI grant assistance	(10,569)	(29,352)
Cash (used in)/provided by operations	-	(29,253)
Interest received	868	--
Net cash (used in)/provided by operating activities	868	(29,253)
Cash flows from investment activities		
Net acquisition of investments	--	(14,000)
Net cash used in investment activities	-	(14,000)
Cash flows from financing activities		
Net cash used in financing activities	--	--
Net increase (decrease) in cash and cash equivalents	868	(43,253)
Cash and cash equivalents, beginning of the year	1,483	43,941
Cash and cash equivalents, end of the period	2,351	688

The accompanying notes are an integral part of these financial statements.

Multilateral Debt Relief Initiative-II Trust

Notes to the financial statements

1. Basis of presentation

The unaudited financial statements have been prepared in accordance with International Accounting Standard 34 (*Interim Financial Reporting*). These financial statements do not include all information and notes required by International Financial Reporting Standards for complete financial statements and should be read in conjunction with the April 30, 2007 financial statements and the notes included therein.

Unit of account

As of October 31, 2007, one SDR was equal to US\$1.57188 (one SDR was equal to US\$1.52418 as of April 30, 2007).

2. Investments and investment income

Investments as at October 31, and April 30, 2007 consisted of a fixed-term deposit maturing in less than one year. Investment income comprised interest income on deposits.

3. Multilateral Debt Relief Initiative

For the six months ended October 31, 2007, none of the remaining eligible members received Multilateral Debt Relief Initiative (MDRI) grant assistance. Two Highly Indebted Poor Countries (HIPC) member reached the completion point and received MDRI grant assistance of SDR 63 million for the six months ended October 31, 2006, of which SDR 30 million was disbursed from the MDRI-II Trust.

MDRI grant assistance to the remaining eligible members is subject to the availability of resources and is accrued when it is probable that a liability has been incurred and the amount of such grant assistance can be reasonably estimated. The amount of liability recorded (SDR 22 million and SDR 32 million as of October 31, and April 30, 2007, respectively) is based on the evaluation of currently available facts with respect to each individual eligible member and includes factors such as progress made toward reaching the completion point under the HIPC Initiative, and the capacity to meet the macroeconomic performance and other objective criteria after reaching the completion point. As the qualification of members for MDRI is assessed, the amounts recorded are reviewed periodically and adjusted to reflect additional information that becomes available.

Multilateral Debt Relief Initiative-II Trust

Notes to the financial statements

The reconciliation of accrued MDRI grant assistance for the six month period ended October 31, is as follows:

	2007	2006
	<i>(In million of SDRs)</i>	
Beginning of year	32	69
Additions	--	1
Amounts utilized	--	(30)
Reversals	<u>(10)</u>	<u>--</u>
End of the period	<u>22</u>	<u>40</u>