



**INTERNATIONAL
MONETARY
FUND**

**FINANCIAL
STATEMENTS**

Quarter Ended
July 31, 2006

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

General Department

Consolidated balance sheets

(In thousands of SDRs)

	July 31, 2006 (unaudited)	April 30, 2006	July 31, 2006 (unaudited)	April 30, 2006
Assets				
Usable currencies	149,542,954	151,132,488	134,500	117,354
Credit outstanding (Note 2)	14,945,350	19,227,219	73,014	93,901
Other currencies	40,519,224	40,519,674	383,127	380,198
Total currencies	<u>205,007,528</u>	<u>210,879,381</u>	1,698,019	1,683,019
SDR holdings	3,556,803	3,640,792		
Gold holdings (Note 4)	5,851,771	5,851,771		
Receivables (Note 5)	273,929	295,054	23,418,789	21,826,022
Other assets	656,486	661,169	190,059,611	191,652,378
Investments held in Investment Account (Note 6)	5,988,009	--	213,478,400	213,478,400
MDRI-I Trust (Note 7)	383,561	384,296	215,767,060	215,752,872
Structural Adjustment Facility loans	8,840	8,840	5,922,609	5,959,591
Total Assets	<u><u>221,726,927</u></u>	<u><u>221,721,303</u></u>	28,418	-
			Reserves of the General Resources Account	5,959,591
			Accumulated earnings of the Investment Account	28,418
			Resources of the Special Disbursement Account	8,840
			Total Liabilities, Reserves and Resources	<u><u>221,726,927</u></u>
			Total Liabilities, Reserves and Resources	<u><u>221,721,303</u></u>

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

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Rodrigo de Rato
Managing Director

General Department

Consolidated income statements for the three months ended July 31, 2006 and 2005 (unaudited)

(In thousands of SDRs)

	2006	2005
<hr/>		
Operational Income		
Interest and charges (Note 5)	229,803	556,359
Interest on SDR holdings	34,641	5,546
Investment income of		
Investment Account	28,418	--
MDRI-I Trust	3,364	--
Special Disbursement Account	--	15,415
Other charges and income	1,889	9,074
	<hr/>	<hr/>
	298,115	586,394
	<hr/>	<hr/>
Operational Expenses		
Remuneration (Note 8)	140,656	256,943
Administrative Expenses	163,094	177,712
	<hr/>	<hr/>
	303,750	434,655
	<hr/>	<hr/>
Net operational (loss) income	(5,635)	151,739
	<hr/>	<hr/>
MDRI grant assistance	(2,929)	--
Contribution from the Special Disbursement Account to:		
PRGF-ESF Trust	--	(18,574)
PRGF-HIPC Trust	--	(63,000)
	<hr/>	<hr/>
Total net (loss) income	<u>(8,564)</u>	<u>70,165</u>
Net (loss) income of the General Department comprises net income (loss) of the:		
General Resources Account	(36,982)	136,324
Investment Account	28,418	--
Special Disbursement Account	--	(66,159)
	<hr/>	<hr/>
	<u>(8,564)</u>	<u>70,165</u>
	<hr/>	<hr/>

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

General Department

Consolidated statements of changes in reserves and resources for the three months ended July 31, 2006 and 2005 (unaudited)

(In thousands of SDRs)

	<u>General Resources Account</u>	<u>Special Disbursement Account</u>	<u>Investment Account</u>
	<u>Reserves</u>	<u>Accumulated Resources</u>	<u>Accumulated Earnings</u>
Balance at April 30, 2005	5,724,067	2,564,179	--
Net income (loss)	136,324	(66,159)	--
Balance at July 31, 2005	<u>5,860,391</u>	<u>2,498,020</u>	<u>--</u>
Balance at April 30, 2006	5,959,591	8,840	--
Net (loss) income	(36,982)	--	28,418
Balance at July 31, 2006	<u>5,922,609</u>	<u>8,840</u>	<u>28,418</u>

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

General Department

Consolidated statements of cash flows for the three months ended July 31, 2006 and 2005 (unaudited)

(In thousands of SDRs)

	2006	2005
Usable currencies and SDRs from operating activities		
Net (loss) income	(8,564)	70,165
Adjustments to reconcile net (loss) income to usable resources generated by operations:		
Depreciation	5,310	4,225
Changes in receivables and other assets	21,687	12,290
Changes in remuneration payable and other liabilities	(3,741)	(82,711)
Changes in accrued MDRI-I Trust grants	2,929	--
Increase in the Special Contingent Account	15,000	23,500
Usable currencies and SDRs from credit to members:		
Purchases in currencies and SDRs, including reserve tranche purchases	(183,358)	(710,820)
Repurchases in currencies and SDRs	4,465,227	7,335,024
Repayments of Structural Adjustment Facility loans	--	18,543
Net usable currencies and SDRs provided by operating activities	4,314,490	6,670,216
Usable currencies and SDRs from investment activities		
Acquisition of fixed assets	(1,190)	(5,343)
Net (acquisition) / disposition of investments	(5,987,274)	47,616
Usable currencies and SDRs (used in) / provided by investment activities	(5,988,464)	42,273
Usable currencies and SDRs from financing activities		
Changes in composition of usable currencies	451	366
Usable currencies and SDRs provided by financing activities	451	366
Net (decrease) / increase in usable currencies and SDRs	(1,673,523)	6,712,855
Usable currencies and SDRs, beginning of year	154,773,280	122,962,775
Usable currencies and SDRs, end of period	153,099,757	129,675,630

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, 2006 consolidated financial statements and the notes included therein.

Unit of Account

As of July 31, 2006, one SDR was equal to 1.48386 U.S. dollars (one SDR was equal to 1.47106 U.S. dollars as of April 30, 2006).

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 three months ended July 31, 2006 and 2005 were as follows:

	April 30, 2006	Purchases	Repurchases	July 31, 2006	April 30, 2005	Purchases	Repurchases	July 31, 2005
<i>In millions of SDRs</i>								
Credit tranches	11,317	182	1,405	10,094	35,458	585	2,349	33,694
Extended Fund Facility	7,477	1	3,059	4,419	9,365	125	405	9,085
Supplemental Reserve Facility	-	-	-	-	4,569	-	4,567	2
Systemic Transformation								
Facility	-	-	-	-	18	-	12	6
Enlarged Access	268	-	1	267	271	-	-	271
Compensatory and Contingency								
Financing Facility	84	-	-	84	84	-	-	84
Supplementary Financing								
Facility	81	-	-	81	89	-	2	87
Total credit outstanding	<u>19,227</u>	<u>183</u>	<u>4,465</u>	<u>14,945</u>	<u>49,854</u>	<u>710</u>	<u>7,335</u>	<u>43,229</u>

Two members with total outstanding credit from the GRA of SDR 16 million as of July 31, 2006, are eligible for Multilateral Debt Relief Initiative (MDRI) grant assistance upon reaching the completion point under the HIPC Initiative.

General Department

Notes to the consolidated financial statements

The following repurchases were made by members during the three months ended July 31:

	2006	2005
	<i>(In millions of SDRs)</i>	
Early repurchases	2,712	3,424
Repurchase expectations	161	1,886
Repurchase obligations	<u>1,592</u>	<u>2,025</u>
Total repurchases	<u>4,465</u>	<u>7,335</u>

There were no extension of repurchases from the expectation to the obligation schedule during the three months ended July 31, 2006 (for the three months ended July 31, 2005, Argentina and Turkey's requests to extend their repurchase expectations were approved for SDR 1,683 million and SDR 2,520 million, respectively).

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>		
2007	6,270	-
2008	4,816	-
2009	2,055	-
2010	1,019	-
2011	114	-
2012 and beyond	81	-
Overdue	590	9
Total	<u>14,945</u>	<u>9</u>

General Department

Notes to the consolidated financial statements

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

	July 31, 2006		April 30, 2006	
	<i>In millions of SDRs and as a percent of total GRA credit outstanding</i>			
Largest user of credit	7,593	50.8%	8,898	46.3%
Three largest users of credit	11,367	76.1%	15,347	79.8%
Five largest users of credit	12,538	83.9%	16,738	87.1%

The five largest users of credit as of July 31, 2006 were Turkey, Indonesia, Uruguay, Ukraine and Serbia. Outstanding credit, by member, is provided in Schedule 1.

The concentration of GRA outstanding credit by regional geographical area was as follows:

	July 31, 2006		April 30, 2006	
	<i>In millions of SDRs and as a percent of total GRA credit outstanding</i>			
Africa	658	4.4%	667	3.5%
Asia and Pacific	2,789	18.7%	5,616	29.2%
Europe	1,647	11.0%	1,934	10.0%
Latin America and the Caribbean	1,804	12.1%	1,648	8.6%
Middle East and Turkey	8,047	53.8%	9,362	48.7%
Total	14,945	100%	19,227	100%

Overdue Obligations

At July 31, 2006 and April 30, 2006, 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	
	July 31, 2006	April 30, 2006	July 31, 2006	April 30, 2006
	<i>In millions of SDRs</i>			
Total overdue	599	603	1,046	1,039
Overdue for six months or more	599	603	1,032	1,026
Overdue for three years or more	599	603	987	984

The type and duration of the overdue amounts in the General Department as of July 31, 2006 were as follows:

	Repurchases and SAF Loans	Charges and SAF Interest	Total Obligation	Longest Overdue Obligation
	<i>In millions of SDRs</i>			
Liberia	200	264	464	May 1985
Somalia	106	104	210	July 1987
Sudan	293	678	971	August 1985
Total	<u>599</u>	<u>1,046</u>	<u>1,645</u>	

3. Multilateral Debt Relief Initiative

Under the Multilateral Debt Relief Initiative (MDRI), debt relief is provided to Heavily Indebted Poor Countries (HIPCs) and non-HIPCs with annual per capita income of \$380 or less, and to HIPCs with an annual per capita income of more than \$380. During the three months ended July 31, 2006, no member with outstanding credit in the GRA received grant assistance under the MDRI.

MDRI grant assistance to 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 383 million as of July 31, 2006 (SDR 380 million as of April 30, 2006), and 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

General Department

Notes to the consolidated financial statements

criteria after reaching the completion point. As the qualification of members for MDRI debt relief is assessed, the amounts recorded are reviewed periodically and adjusted to reflect additional information that becomes available.

4. Gold Holdings

At July 31, 2006 and April 30, 2006, 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 July 31, 2006 and April 30, 2006.

As of July 31, 2006, the market value of the IMF's holdings of gold was SDR 44.1 billion (SDR 45.3 billion at April 30, 2006). If realized, the excess of the market value over the cost of the IMF's gold holdings would be transferred to the SDA or to the Investment Account.

5. Interest and Charges

Charges and other receivables due to the GRA were as follows:

	July 31, 2006	April 30, 2006
	<i>In millions of SDRs</i>	
Periodic charges	1,291	1,308
Amounts paid through burden sharing	(866)	(859)
Other unpaid charges	(186)	(186)
	239	263
Other receivables	35	32
	274	295

General Department

Notes to the consolidated financial statements

Interest and periodic charges consisted of the following for the three months ended July 31:

	2006	2005
	<i>In millions of SDRs</i>	
Interest and Periodic charges	228	553
Amounts paid through burden sharing adjustments, net of refunds	2	3
Total interest and charges	<u>230</u>	<u>556</u>

Service charges and commitment fees on cancelled or expired arrangements, amounting to SDR 2 million and SDR 9 million for the three months ended July 31, 2006 and 2005, respectively, are included in Other Charges and Income.

6. Investment Account

On April 28, 2006, the Executive Board of the IMF approved the establishment of the Investment Account within the General Department and authorized the transfer of currencies from the GRA in an amount equivalent to the total amount of the General and Special Reserves of the GRA on April 30, 2006. The transfer of SDR 5,960 million was made in June 2006.

Investments consisted of the following as at July 31, 2006:

<i>(In millions of SDRs)</i>	
Cash and cash equivalents	2,992
Fixed-term deposits	1,505
Fixed-income securities	<u>1,491</u>
Total	<u>5,988</u>

The maturities of the investments were as follows as at July 31, 2006:

<i>(In millions of SDRs)</i>	
Less than 1 year	4,509
1–3 years	<u>1,479</u>
Total	<u>5,988</u>

General Department

Notes to the consolidated financial statements

Investment income comprised the following for the three months ended July 31, 2006:

	<i>(In thousands of SDRs)</i>
Interest income	24,514
Realized losses	(1,188)
Unrealized gains	5,660
Exchange losses	<u>(568)</u>
Total	<u>28,418</u>

7. Special Disbursement Account

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

Investments in MDRI-I Trust

Investments in the MDRI-I Trust had maturities of less than one year and amounted to SDR 384 million as of July 31, 2006 and April 30, 2006.

Investments consisted of the following:

	July 31, 2006	April 30, 2006
	<hr style="border: none; border-top: 1px solid black;"/>	
	<i>(In millions of SDRs)</i>	
Cash and cash equivalents	7	26
Fixed-term deposits	<u>377</u>	<u>358</u>
Total	<u>384</u>	<u>384</u>

Investments income comprised of interest income and amounted to SDR 3 million for the three months ended July 31, 2006.

Trust Fund

The IMF is the trustee of the Trust Fund, which is in liquidation. The Trust Fund was established in 1976 to provide balance of payments assistance on concessional terms to eligible members that qualify for assistance.

In 1980, the IMF, as trustee, decided that, upon the completion of the final loan disbursements, the Trust Fund would be terminated as of April 30, 1981, and after that date, the activities of the Trust Fund have been confined to the conclusion of its affairs. The Trust Fund has no assets other than claims receivable, including interest and special charges, from Liberia, Somalia and Sudan, amounting to SDR 118 million at July 31, 2006 and April 30, 2006. All interest is deferred. Cash receipts on these loans are to be transferred to the SDA.

General Department

Notes to the consolidated financial statements

8. Remuneration

Remuneration consisted of the following for the three months ended July 31:

	2006	2005
	<i>In millions of SDRs</i>	
Remuneration	146	260
Amount withheld through burden sharing adjustment, net of refunds	(5)	(3)
	141	257

9. 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 866 million at July 31, 2006 (SDR 859 million at April 30, 2006). 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 July 31, 2006 (SDR 1,080 million at April 30, 2006).

The SCA-1 is financed by adjustments to the rate of charge and the rate of remuneration. For the three months ended July 31, 2006 and 2005, additions to the SCA-1 amounted to SDR 15 million and SDR 24 million, respectively.

10. Arrangements and Commitments in the General Department

At July 31, 2006, the undrawn balances under the 11 arrangements that were in effect in the GRA amounted to SDR 7,171 million (SDR 7,539 million under 11 arrangements at April 30, 2006).

General Department

Notes to the consolidated financial statements

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 7 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, 2006 using the Projected Unit Credit Method and the net assets of the plans amounted to SDR 300 million.

The fair value of plan assets was as follows:

	July 31, 2006	April 30, 2006
<hr style="border: none; border-top: 1px solid black; margin: 0;"/>		
<i>In millions of SDRs</i>		
SRP	3,892	4,003
SRBP	10	7
RSBIA	<u>449</u>	<u>458</u>
Total Assets	<u>4,351</u>	<u>4,468</u>

12. Other Administered Accounts

At the request of 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.

General Department

Notes to the consolidated financial statements

The total assets of the Other Administered Accounts were as follows:

	July 31, 2006	April 30, 2006
<i>In thousands of U.S. dollars</i>		
Administered Account Japan	128,768	127,127
Administered Account for Selected Fund Activities – Japan	20,994	24,266
Framework Administered Account for Technical Assistance Activities	27,728	29,642
<i>In thousands of SDRs</i>		
Supplementary Financing Facility Subsidy Account	2,386	2,364
The Post-Conflict and Natural Disaster Emergency Assistance Subsidy Account	23,696	24,603

General Department

Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans

(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	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)		=
Afghanistan, Islamic State of	161,900	161,916	100.0	--	--	--	--	--	--	
Albania	48,700	47,785	98.1	3,355	2,435	0.02	--	60,727	63,162	
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	--	--	--	--	115,763	115,763	
Australia	3,236,400	2,833,216	87.5	403,258	--	--	--	--	--	
Austria	1,872,300	1,613,920	86.2	258,399	--	--	--	--	--	
Azerbaijan	160,900	177,918	110.6	10	17,018	0.11	--	78,108	95,126	
Bahamas, The	130,300	124,041	95.2	6,260	--	--	--	--	--	
Bahrain, Kingdom of	135,000	63,843	47.3	71,203	--	--	--	--	--	
Bangladesh	533,300	533,062	100.0	250	--	--	--	283,060	283,060	
Barbados	67,500	62,110	92.0	5,416	--	--	--	--	--	
Belarus, Republic of	386,400	386,400	100.0	20	--	--	--	--	--	
Belgium	4,605,200	3,992,842	86.7	612,398	--	--	--	--	--	
Belize	18,800	14,562	77.5	4,239	--	--	--	--	--	
Benin	61,900	59,720	96.5	2,188	--	--	--	880	880	
Bhutan	6,300	5,280	83.8	1,020	--	--	--	--	--	
Bolivia	171,500	172,298	100.5	8,875	9,660	0.06	--	--	9,660	
Bosnia and Herzegovina	169,100	197,055	116.5	0	27,950	0.19	--	--	27,950	
Botswana	63,000	55,892	88.7	7,109	--	--	--	--	--	
Brazil	3,036,100	3,036,518	100.0	--	--	--	--	--	--	
Brunei Darussalam	215,200	190,827	88.7	24,576	--	--	--	--	--	
Bulgaria	640,200	876,243	136.9	33,088	269,108	1.80	--	--	269,108	
Burkina Faso	60,200	52,852	87.8	7,352	--	--	--	13,760	13,760	
Burundi	77,000	76,641	99.5	360	--	--	--	40,700	40,700	
Cambodia	87,500	87,500	100.0	--	--	--	--	--	--	
Cameroon	185,700	184,993	99.6	713	--	--	--	5,300	5,300	
Canada	6,369,200	5,630,903	88.4	738,307	--	--	--	--	--	
Cape Verde	9,600	9,593	99.9	16	--	--	--	8,640	8,640	
Central African Republic	55,700	68,079	122.2	159	12,533	0.08	--	15,440	27,973	
Chad	56,000	55,719	99.5	282	--	--	--	49,520	49,520	
Chile	856,100	756,608	88.4	99,493	--	--	--	--	--	
China	6,369,200	5,610,974	88.1	758,273	--	--	--	--	--	
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	84,070	99.4	536	--	--	--	15,720	15,720	
Costa Rica	164,100	144,113	87.8	20,000	--	--	--	--	--	
Côte d'Ivoire	325,200	324,556	99.8	646	--	--	--	116,899	116,899	
Croatia, Republic of	365,100	364,943	100.0	159	--	--	--	--	--	
Cyprus	139,600	123,582	88.5	16,033	--	--	--	--	--	
Czech Republic	819,300	728,233	88.9	91,072	--	--	--	--	--	
Denmark	1,642,800	1,508,201	91.8	134,602	--	--	--	--	--	
Djibouti	15,900	14,800	93.1	1,100	--	--	--	12,267	12,267	
Dominica	8,200	10,396	126.8	9	2,204	0.01	--	5,366	7,570	
Dominican Republic	218,900	568,056	259.5	3	349,158	2.34	--	--	349,158	
Ecuador	302,300	315,349	104.3	17,153	30,200	0.20	--	--	30,200	
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	65,195	100.0	6	--	--	--	--	--	
Ethiopia	133,700	126,474	94.6	7,241	--	--	--	--	--	

General Department

Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans

(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	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)	=	
Fiji	70,300	54,889	78.1	15,450	--	--	--	--	--	--
Finland	1,263,800	1,089,122	86.2	174,746	--	--	--	--	--	--
France	10,738,500	9,315,080	86.7	1,423,582	--	--	--	--	--	--
Gabon	154,300	198,498	128.6	232	44,422	0.30	--	--	--	44,422
Gambia, The	31,100	29,618	95.2	1,485	--	--	--	12,508	--	12,508
Georgia	150,300	150,300	100.0	10	--	--	--	158,435	--	158,435
Germany	13,008,200	11,357,649	87.3	1,650,693	--	--	--	--	--	--
Ghana	369,000	369,004	100.0	0	6/	--	--	79,050	--	79,050
Greece	823,000	711,473	86.4	111,533	--	--	--	--	--	--
Grenada	11,700	16,824	143.8	--	5,123	0.03	--	1,560	--	6,683
Guatemala	210,200	210,206	100.0	--	--	--	--	--	--	--
Guinea	107,100	107,026	99.9	75	--	--	--	53,636	--	53,636
Guinea-Bissau	14,200	14,200	100.0	--	6/	--	--	6,410	--	6,410
Guyana	90,900	90,902	100.0	--	--	--	--	27,810	--	27,810
Haiti	81,900	102,308	124.9	68	20,475	0.14	--	1,518	--	21,993
Honduras	129,500	120,874	93.3	8,627	--	--	--	20,342	--	20,342
Hungary	1,038,400	917,148	88.3	121,254	--	--	--	--	--	--
Iceland	117,600	99,014	84.2	18,589	--	--	--	--	--	--
India	4,158,200	3,642,117	87.6	516,113	--	--	--	--	--	--
Indonesia	2,079,300	4,361,141	209.7	145,499	2,427,337	16.24	--	--	--	2,427,337
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	1.99	--	--	--	297,100
Ireland	838,400	729,148	87.0	109,260	--	--	--	--	--	--
Israel	928,200	823,017	88.7	105,191	--	--	--	--	--	--
Italy	7,055,500	6,098,218	86.4	957,303	--	--	--	--	--	--
Jamaica	273,500	273,550	100.0	--	--	--	--	--	--	--
Japan	13,312,800	11,464,757	86.1	1,848,789	--	--	--	--	--	--
Jordan	170,500	306,349	179.7	202	136,022	0.91	--	--	--	136,022
Kazakhstan, Republic of	365,700	365,700	100.0	5	--	--	--	--	--	--
Kenya	271,400	258,647	95.3	12,757	--	--	--	105,240	--	105,240
Kiribati	5,600	5,601	100.0	4	--	--	--	--	--	--
Korea	1,633,600	1,444,550	88.4	189,070	--	--	--	--	--	--
Kuwait	1,381,100	1,223,043	88.6	158,077	--	--	--	--	--	--
Kyrgyz Republic	88,800	88,800	100.0	5	--	--	--	115,355	--	115,355
Lao People's Democratic Republic	52,900	52,900	100.0	--	--	--	--	19,293	--	19,293
Latvia, Republic of	126,800	126,762	100.0	55	--	--	--	--	--	--
Lebanon	203,000	184,168	90.7	18,833	--	--	--	--	--	--
Lesotho	34,900	31,324	89.8	3,601	--	--	--	24,500	--	24,500
Liberia	71,300	271,773	381.2	31	200,492	1.34	--	--	--	223,381
Libya	1,123,700	728,202	64.8	395,505	--	--	--	--	--	--
Lithuania, Republic of	144,200	144,185	100.0	16	--	--	--	--	--	--
Luxembourg	279,100	240,627	86.2	38,484	--	--	--	--	--	--
Macedonia, former Yugoslav Republic of	68,900	99,668	144.7	--	6/	30,766	0.21	--	9,734	40,500
Madagascar	122,200	122,174	100.0	27	--	--	--	11,348	--	11,348
Malawi	69,400	77,956	112.3	2,290	10,844	0.07	--	37,371	--	48,214
Malaysia	1,486,600	1,310,695	88.2	175,911	--	--	--	--	--	--
Maldives	8,200	10,746	131.1	1,554	4,100	0.03	--	--	--	4,100
Mali	93,300	84,002	90.0	9,318	--	--	--	3,993	--	3,993
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	--	--	--	--	--	--	--
Mauritius	101,600	89,843	88.4	11,758	--	--	--	--	--	--
Mexico	2,585,800	2,285,039	88.4	300,808	--	--	--	--	--	--
Micronesia, Federated States of	5,100	5,100	100.0	1	--	--	--	--	--	--
Moldova, Republic of	123,200	151,638	123.1	5	28,438	0.19	--	38,236	--	66,674

General Department

Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans

(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	Percent of quota		Amount	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)	Total 5/ (D)
Mongolia	51,100	50,967	99.7	136	--	--	--	21,596	21,596
Morocco	588,200	517,756	88.0	70,447	--	--	--	--	--
Mozambique	113,600	113,600	100.0	7	--	--	--	6,480	6,480
Myanmar	258,400	258,402	100.0	--	--	--	--	--	--
Namibia	136,500	136,438	100.0	71	--	--	--	--	--
Nepal	71,300	71,311	100.0	--	--	--	--	14,260	14,260
Netherlands	5,162,400	4,483,402	86.8	679,029	--	--	--	--	--
New Zealand	894,600	792,138	88.5	102,485	--	--	--	--	--
Nicaragua	130,000	130,010	100.0	--	--	--	--	13,930	13,930
Niger	65,800	57,193	86.9	8,611	--	--	--	17,625	17,625
Nigeria	1,753,200	1,753,122	100.0	143	--	--	--	--	--
Norway	1,671,700	1,549,108	92.7	122,604	--	--	--	--	--
Oman	194,000	175,981	90.7	18,067	--	--	--	--	--
Pakistan	1,033,700	1,076,236	104.1	118	42,653	0.29	--	959,986	1,002,639
Palau	3,100	3,100	100.0	1	--	--	--	--	--
Panama	206,600	208,085	100.7	11,860	13,333	0.09	--	--	13,333
Papua New Guinea	131,600	131,163	99.7	438	--	--	--	--	--
Paraguay	99,900	78,428	78.5	21,475	--	--	--	--	--
Peru	638,400	665,183	104.2	--	26,750	0.18	--	--	26,750
Philippines	879,900	959,143	109.0	87,545	166,775	1.12	--	--	166,775
Poland, Republic of	1,369,000	1,258,351	91.9	110,654	--	--	--	--	--
Portugal	867,400	749,869	86.5	117,564	--	--	--	--	--
Qatar	263,800	233,438	88.5	30,363	--	--	--	--	--
Romania	1,030,200	1,130,094	109.7	--	99,889	0.67	--	--	99,889
Russian Federation	5,945,400	5,791,238	97.4	154,191	--	--	--	--	--
Rwanda	80,100	80,113	100.0	--	--	--	--	2,853	2,853
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	--	--	--	--	2,463	2,463
Saudi Arabia	6,985,500	6,095,773	87.3	889,730	--	--	--	--	--
Senegal	161,800	160,220	99.0	1,589	--	--	--	17,330	17,330
Serbia	467,700	955,214	204.2	--	487,500	3.26	--	--	487,500
Seychelles	8,800	8,798	100.0	3	--	--	--	--	--
Sierra Leone	103,700	103,685	100.0	24	--	--	--	137,579	137,579
Singapore	862,500	761,811	88.3	100,711	--	--	--	--	--
Slovak Republic	357,500	357,505	100.0	--	--	--	--	--	--
Slovenia, Republic of	231,700	205,383	88.6	26,324	--	--	--	--	--
Solomon Islands	10,400	9,852	94.7	550	--	--	--	--	--
Somalia	44,200	140,907	318.8	--	96,701	0.65	8,840	--	112,004
South Africa	1,868,500	1,867,627	100.0	888	--	--	--	--	--
Spain	3,048,900	2,645,213	86.8	403,691	--	--	--	--	--
Sri Lanka	413,400	513,744	124.3	47,855	148,181	1.00	--	38,390	186,571
Sudan	169,700	463,045	272.9	11	293,324	1.96	--	--	352,552
Suriname	92,100	85,976	93.4	6,125	--	--	--	--	--
Swaziland	50,700	44,147	87.1	6,562	--	--	--	--	--
Sweden	2,395,500	2,098,113	87.6	297,391	--	--	--	--	--
Switzerland	3,458,500	3,064,990	88.6	393,552	--	--	--	--	--
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	--	--	--	8,400	8,400
Thailand	1,081,900	957,300	88.5	124,607	--	--	--	--	--
Timor-Leste, The Democratic Republic of	8,200	8,200	100.0	1	--	--	--	--	--

General Department

Quotas, IMF's holdings of currencies, reserve tranche positions,
and outstanding credit and loans

(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)		=
Togo	73,400	73,069	99.5	332	--	--	--	5,430	5,430	
Tonga	6,900	5,189	75.2	1,712	--	--	--	--	--	
Trinidad and Tobago	335,600	297,198	88.6	38,408	--	--	--	--	--	
Tunisia	286,500	266,274	92.9	20,249	--	--	--	--	--	
Turkey	964,000	8,443,988	875.9	112,775	7,592,760	50.80	--	--	7,592,760	
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	2,056,189	149.9	3	684,189	4.58	--	--	684,189	
United Arab Emirates	611,700	541,977	88.6	70,324	--	--	--	--	--	
United Kingdom	10,738,500	9,211,417	85.8	1,527,143	--	--	--	--	--	
United States	37,149,300	32,120,329	86.5	5,027,266	--	--	--	--	--	
Uruguay	306,500	1,653,085	539.3	--	1,346,578	9.01	--	--	1,346,578	
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	--	--	--	130,240	130,240	
Yemen, Republic of	243,500	264,821	108.8	13	21,333	0.14	--	161,150	182,483	
Zambia	489,100	489,101	100.0	18	--	--	--	22,009	22,009	
Zimbabwe	353,400	353,075	99.9	328	--	--	--	74,988	74,988	
Total	213,478,400	205,007,528		23,418,789	14,945,350	100.00	8,840	3,772,063	18,814,833	

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-ESF arrangements and is not a part of the General Department.

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

6/ Less than SDR 500.

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

SDR Department
Balance sheets

(In thousands of SDRs)

	July 31, 2006 (unaudited)	April 30, 2006	July 31, 2006 (unaudited)	April 30, 2006
Assets				
Net Charges receivable	78,332	70,217	78,535	70,419
Overdue assessments and charges (Note 2)	38,478	37,875		
Participants with holdings below allocations (Note 3)				
Allocations	12,281,273	12,477,679	13,559,320	13,280,520
Less : SDR holdings	4,035,325	4,253,303	9,152,057	8,955,651
Allocations in excess of holdings	<u>8,245,948</u>	<u>8,224,376</u>	<u>4,407,263</u>	<u>4,324,869</u>
Total Assets	<u>8,362,758</u>	<u>8,332,468</u>	<u>8,362,758</u>	<u>8,332,468</u>
Liabilities				
Net Interest payable				
Participants with holdings above allocations (Note 2)				
SDR holdings				
Less: allocations				
Holdings in excess of allocations				
Holdings by the General Resources Account				
Holdings of SDRs by prescribed holders				
Total Liabilities				

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

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Rodrigo de Rato
Managing Director

SDR Department
Income statements
for the three months ended July 31, 2006 and 2005
(unaudited)

(In thousands of SDRs)

	2006	2005
Revenue		
Net charges from participants with holdings		
below allocations	77,957	53,517
Assessment on SDR allocations	375	375
	78,332	53,892
Expenses		
Interest on SDR holdings		
Net interest to participants with holdings		
above allocations	40,595	46,338
General Resources Account	34,640	5,546
Prescribed holders	2,722	1,633
	77,957	53,517
Administrative expenses	375	375
	78,332	53,892
Net Income	--	--

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

SDR Department
Statements of Cash Flows
for the three months ended July 31, 2006 and 2005
(unaudited)

(In thousands of SDRs)

	2006	2005
Cash flows from operating activities		
Receipts of SDRs		
Transfers among participants and prescribed holders	377,415	519,654
Transfers from participants to the General Resources Account	335,884	737,915
Transfers from the General Resources Account to participants and prescribed holders	419,872	765,396
Total Receipts of SDRs	1,133,171	2,022,965
Uses of SDRs		
Transfers among participants and prescribed holders	339,201	474,772
Transfers from participants to the General Resources Account	303,881	732,909
Transfers from the General Resources Account to participants and prescribed holders	419,872	765,396
Charges paid in the SDR Department	69,614	49,474
Other	603	414
Total Uses of SDRs	1,133,171	2,022,965

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

SDR Department

Notes to the financial statements

1. Basis of Accounting

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, 2006 financial statements and the notes included therein.

Unit of Account

As of July 31, 2006, one SDR was equal to 1.48386 U.S. dollars (one SDR was equal to 1.47106 U.S. dollars as of April 30, 2006).

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 3.67 percent for the quarter ended July 31, 2006 (2.92 percent for the year ended April 30, 2006)

2. Overdue Assessments and Charges

At July 31, 2006, assessments and charges amounting to SDR 38.5 million were overdue to the SDR Department (SDR 37.8 million at April 30, 2006). At July 31, 2006 and April 30, 2006, three 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:

	July 31, 2006	April 30, 2006
<i>In millions of SDRs</i>		
Total	38.5	37.8
Overdue for six months or more	37.3	36.8
Overdue for three years or more	33.8	33.5

SDR Department

Notes to the financial statements

The amount and duration of arrears as of July 31, 2006 were as follows:

		Longest Overdue Obligation
<i>In millions of SDRs</i>		
Liberia	26.8	April 1986
Somalia	11.6	February 1991
Sudan	0.1	April 1991
Total	<u>38.5</u>	

3. Allocations and Holdings

At July 31, 2006 and April 30, 2006, 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:

	July 31, 2006			April 30, 2006		
	Total	Below Allocations	Above Allocations	Total	Below Allocations	Above Allocations
<i>In millions of SDRs</i>						
Cumulative allocations	21,433.3	12,281.3	9,152.0	21,433.3	12,477.7	8,955.6
Holdings of SDRs by participants	<u>17,594.6</u>	<u>4,035.3</u>	<u>13,559.3</u>	<u>17,533.8</u>	<u>4,253.3</u>	<u>13,280.5</u>
Net SDR positions	<u>3,838.7</u>	<u>8,246.0</u>	<u>(4,407.3)</u>	<u>3,899.5</u>	<u>8,224.4</u>	<u>(4,324.9)</u>

SDR Department

Notes to the financial statements

A summary of SDR holdings is provided below:

	July 31, 2006	April 30, 2006
	<i>In millions of SDRs</i>	
Participants	17,594.6	17,533.8
General Resources Account	3,556.8	3,640.8
Prescribed holders	<u>320.2</u>	<u>296.5</u>
	21,471.6	21,471.1
Less: Overdue charges receivable	<u>38.3</u>	<u>37.8</u>
Total holdings	<u><u>21,433.3</u></u>	<u><u>21,433.3</u></u>

SDR Department

Statements of changes in SDR holdings for the three months ended July 31, 2006 and 2005

(In thousands of SDRs)

	Participants	General Resources Account	Net Interest payable Prescribed Holders	Total	
				2006	2005
Total holdings, beginning of the year	17,533,823	3,640,792	296,388	21,471,003	21,469,097
Receipts of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	193,056	--	41,523	234,579	310,693
Operations					
Settlement of financial obligations	--	--	4,420	4,420	8,603
IMF-related operations					
SAF/PRGF loan	5,930	--	--	5,930	13,080
SAF repayments and interest	--	--	--	--	83
PRGF contributions and payments	12,683	--	571	13,254	50,749
PRGF repayments and interest	--	--	79,296	79,296	89,314
PRGF-HIPC contributions	151	--	11	162	145
Emergency Assistance subsidy payments	1,560	--	--	1,560	2,105
Net interest on SDRs	35,750	--	2,464	38,214	44,882
Transfers from participants to the General Resources Account					
Repurchases	--	33,996	--	33,996	158,804
Charges	--	269,885	--	269,885	574,105
Interest on SDRs	--	32,003	--	32,003	5,006
Transfers from the General Resources Account to participants and prescribed holders					
Purchases	83,358	--	--	83,358	16,000
In exchange for currencies of other members					
Acquisitions to pay charges	209,235	--	--	209,235	446,744
Remuneration	117,354	--	--	117,354	247,798
Other					
Refunds and adjustments	9,925	--	--	9,925	54,854
Total receipts	669,002	335,884	128,285	1,133,171	2,022,965

SDR Department
Statements of changes in SDR holdings
for the three months ended July 31, 2006 and 2005

(In thousands of SDRs)

	Participants	General Resources Account	Prescribed Holders	Total	
				2006	2005
Uses of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	150,387	--	84,192	234,579	310,693
Operations					
Settlement of financial obligations	4,420	--	--	4,420	8,603
IMF-related operations					
SAF/PRGF Loan	--	--	5,930	5,930	13,080
SAF repayments and interest	--	--	--	--	83
PRGF contributions and payments	571	--	12,683	13,254	50,749
PRGF repayments and interest	79,296	--	--	79,296	89,314
PRGF-HIPC contributions	11	--	151	162	145
Emergency Assistance subsidy payments	--	--	1,560	1,560	2,105
Transfers from participants to the General Resources Account					
Repurchases	33,996	--	--	33,996	158,804
Charges	269,885	--	--	269,885	574,105
Transfers from the General Resources Account to participants and prescribed holders					
Purchases	--	83,358	--	83,358	16,000
In exchange for currencies of other members					
Acquisitions to pay charges	--	209,235	--	209,235	446,744
Remuneration	--	117,354	--	117,354	247,798
Other					
Refunds and adjustments	--	9,925	--	9,925	54,854
Charges paid in the SDR department					
Net charges due	70,217	--	--	70,217	49,889
Total uses	608,783	419,872	104,516	1,133,171	2,022,965
Charges not paid when due	603	--	--	603	414
Total holdings, end of the period	17,594,645	3,556,803	320,157	21,471,605	21,469,512

Ending balances may not add up due to rounding

SDR Department

Allocations and holdings of participants as at July 31, 2006

(In thousands of SDRs)

PARTICIPANT	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+ Above (-) Below allocations
Afghanistan, Islamic Republic of	26,703	269	1.0	(26,434)
Albania	--	7,630	--	7,630
Algeria	128,640	2,651	2.1	(125,989)
Angola	--	153	--	153
Antigua and Barbuda	--	6	--	6
Argentina	318,370	216,725	68.1	(101,645)
Armenia, Republic of	--	8,313	--	8,313
Australia	470,545	135,043	28.7	(335,502)
Austria	179,045	102,149	57.1	(76,896)
Azerbaijan	--	2,736	--	2,736
Bahamas, The	10,230	131	1.3	(10,099)
Bahrain, Kingdom of	6,200	2,623	42.3	(3,577)
Bangladesh	47,120	702	1.5	(46,418)
Barbados	8,039	76	0.9	(7,963)
Belarus, Republic of	--	25	--	25
Belgium	485,246	209,742	43.2	(275,504)
Belize	--	1,838	--	1,838
Benin	9,409	115	1.2	(9,294)
Bhutan	--	312	--	312
Bolivia	26,703	26,998	101.1	295
Bosnia and Herzegovina	20,481	818	4.0	(19,663)
Botswana	4,359	36,196	830.4	31,837
Brazil	358,670	12,201	3.4	(346,469)
Brunei Darussalam	--	10,704	--	10,704
Bulgaria	--	4,671	--	4,671
Burkina Faso	9,409	75	0.8	(9,334)
Burundi	13,697	263	1.9	(13,434)
Cambodia	15,417	217	1.4	(15,200)
Cameroon	24,463	3,092	12.6	(21,371)
Canada	779,290	635,024	81.5	(144,266)
Cape Verde	620	35	5.6	(585)
Central African Republic	9,325	562	6.0	(8,763)
Chad	9,409	--	--	(9,409)
Chile	121,924	36,668	30.1	(85,256)
China	236,800	939,690	396.8	702,890
Colombia	114,271	123,925	108.4	9,654
Comoros	716	16	2.2	(701)
Congo, Democratic Republic of	86,309	1,800	2.1	(84,509)
Congo, Republic of	9,719	181	1.9	(9,538)
Costa Rica	23,726	164	0.7	(23,562)

SDR Department

Allocations and holdings of participants
as at July 31, 2006*(In thousands of SDRs)*

PARTICIPANT	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Côte d'Ivoire	37,828	561	1.5	(37,267)
Croatia, Republic of	44,205	521	1.2	(43,684)
Cyprus	19,438	2,874	14.8	(16,564)
Czech Republic	--	9,789	--	9,789
Denmark	178,864	43,467	24.3	(135,397)
Djibouti	1,178	15	1.2	(1,163)
Dominica	592	59	10.0	(533)
Dominican Republic	31,585	46,882	148.4	15,297
Ecuador	32,929	5,319	16.2	(27,610)
Egypt	135,924	76,812	56.5	(59,112)
El Salvador	24,985	24,978	100.0	(7)
Equatorial Guinea	5,812	441	7.6	(5,371)
Eritrea	--	--	--	--
Estonia, Republic of	--	56	--	56
Ethiopia	11,160	147	1.3	(11,013)
Fiji	6,958	5,746	82.6	(1,212)
Finland	142,690	98,385	69.0	(44,305)
France	1,079,870	623,159	57.7	(456,711)
Gabon	14,091	332	2.4	(13,759)
Gambia, The	5,121	186	3.6	(4,935)
Georgia	--	7,269	--	7,269
Germany	1,210,760	1,330,964	109.9	120,204
Ghana	62,983	697	1.1	(62,286)
Greece	103,544	20,112	19.4	(83,432)
Grenada	930	147	15.9	(783)
Guatemala	27,678	4,203	15.2	(23,475)
Guinea	17,604	1,424	8.1	(16,180)
Guinea-Bissau	1,212	367	30.2	(846)
Guyana	14,530	1,388	9.6	(13,142)
Haiti	13,697	6,929	50.6	(6,768)
Honduras	19,057	173	0.9	(18,884)
Hungary	--	47,007	--	47,007
Iceland	16,409	113	0.7	(16,296)
India	681,170	4,819	0.7	(676,351)
Indonesia	238,956	66,417	27.8	(172,539)
Iran, Islamic Republic of	244,056	275,159	112.7	31,103
Iraq	68,464	292,575	427.3	224,111
Ireland	87,263	62,431	71.5	(24,832)
Israel	106,360	13,243	12.5	(93,117)
Italy	702,400	184,254	26.2	(518,146)

SDR Department

Allocations and holdings of participants
as at July 31, 2006*(In thousands of SDRs)*

PARTICIPANT	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Jamaica	40,613	556	1.4	(40,057)
Japan	891,690	1,827,466	204.9	935,776
Jordan	16,887	2,619	15.5	(14,268)
Kazakhstan, Republic of	--	822	--	822
Kenya	36,990	2,121	5.7	(34,869)
Kiribati	--	10	--	10
Korea	72,911	33,310	45.7	(39,601)
Kuwait	26,744	133,270	498.3	106,526
Kyrgyz Republic	--	9,211	--	9,211
Lao People's Democratic Republic	9,409	9,814	104.3	405
Latvia, Republic of	--	103	--	103
Lebanon	4,393	22,527	512.8	18,134
Lesotho	3,739	229	6.1	(3,510)
Liberia	21,007	--	--	(21,007)
Libya	58,771	507,635	863.7	448,863
Lithuania, Republic of	--	66	--	66
Luxembourg	16,955	11,831	69.8	(5,124)
Macedonia, former Yugoslav Republic of	8,379	708	8.4	(7,671)
Madagascar	19,270	237	1.2	(19,033)
Malawi	10,975	746	6.8	(10,229)
Malaysia	139,048	139,866	100.6	818
Maldives	282	326	115.4	43
Mali	15,912	132	0.8	(15,780)
Malta	11,288	32,980	292.2	21,692
Marshall Islands	--	--	--	--
Mauritania	9,719	215	2.2	(9,504)
Mauritius	15,744	18,154	115.3	2,410
Mexico	290,020	316,536	109.1	26,516
Micronesia, Federated States of	--	1,267	--	1,267
Moldova, Republic of	--	1,408	--	1,408
Mongolia	--	57	--	57
Morocco	85,689	42,316	49.4	(43,373)
Mozambique	--	145	--	145
Myanmar	43,474	463	1.1	(43,011)
Namibia	--	18	--	18
Nepal	8,105	6,079	75.0	(2,025)
Netherlands	530,340	512,307	96.6	(18,033)
New Zealand	141,322	23,446	16.6	(117,876)
Nicaragua	19,483	316	1.6	(19,167)
Niger	9,409	107	1.1	(9,302)

SDR Department

**Allocations and holdings of participants
as at July 31, 2006**

(In thousands of SDRs)

PARTICIPANT	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Nigeria	157,155	1,771	1.1	(155,384)
Norway	167,770	205,372	122.4	37,602
Oman	6,262	10,734	171.4	4,472
Pakistan	169,989	147,210	86.6	(22,779)
Palau	--	--	--	--
Panama	26,322	779	3.0	(25,543)
Papua New Guinea	9,300	118	1.3	(9,182)
Paraguay	13,697	89,657	654.6	75,960
Peru	91,319	1,682	1.8	(89,637)
Philippines	116,595	3,595	3.1	(113,000)
Poland, Republic of	--	57,089	--	57,089
Portugal	53,320	73,626	138.1	20,306
Qatar	12,822	26,133	203.8	13,311
Romania	75,950	2,428	3.2	(73,522)
Russian Federation	--	4,661	--	4,661
Rwanda	13,697	15,167	110.7	1,470
St. Kitts and Nevis	--	2	--	2
St. Lucia	742	1,537	207.2	795
St. Vincent and the Grenadines	354	6	1.6	(348)
Samoa	1,142	2,486	217.7	1,344
San Marino, Republic of	--	718	--	718
São Tomé & Príncipe	620	247	39.9	(373)
Saudi Arabia	195,527	406,464	207.9	210,937
Senegal	24,462	538	2.2	(23,924)
Serbia and Montenegro	56,665	27,688	48.9	(28,976)
Seychelles	406	7	1.8	(399)
Sierra Leone	17,455	21,212	121.5	3,757
Singapore	16,475	204,356	1,240.4	187,880
Slovak Republic	--	914	--	914
Slovenia, Republic of	25,431	8,265	32.5	(17,165)
Solomon Islands	654	6	0.9	(648)
Somalia	13,697	--	--	(13,697)
South Africa	220,360	222,895	101.2	2,535
Spain	298,805	219,342	73.4	(79,463)
Sri Lanka	70,868	3,387	4.8	(67,481)
Sudan	52,192	550	1.1	(51,642)
Suriname	7,750	961	12.4	(6,789)
Swaziland	6,432	2,484	38.6	(3,948)
Sweden	246,525	101,820	41.3	(144,705)
Switzerland	--	2,089	--	2,089

SDR Department

Allocations and holdings of participants as at July 31, 2006

(In thousands of SDRs)

PARTICIPANT	Net cumulative allocations	Holdings		
		Total	Percent of cumulative allocations	(+) Above (-) Below allocations
Syrian Arab Republic	36,564	36,575	100.0	11
Tajikistan, Republic of	--	3,811	--	3,811
Tanzania	31,372	361	1.2	(31,011)
Thailand	84,652	606	0.7	(84,046)
Timor-Leste, The Democratic Republic of	--	--	--	--
Togo	10,975	168	1.5	(10,807)
Tonga	--	309	--	309
Trinidad and Tobago	46,231	2,453	5.3	(43,778)
Tunisia	34,243	745	2.2	(33,498)
Turkey	112,307	142,172	126.6	29,865
Turkmenistan, Republic of	--	--	--	--
Uganda	29,396	329	1.1	(29,067)
Ukraine	--	10,520	--	10,520
United Arab Emirates	38,737	7,567	19.5	(31,169)
United Kingdom	1,913,070	208,801	10.9	(1,704,269)
United States	4,899,530	5,825,200	118.9	925,670
Uruguay	49,977	26,843	53.7	(23,134)
Uzbekistan, Republic of	--	12	--	12
Vanuatu	--	1,032	--	1,032
Venezuela	316,890	1,791	0.6	(315,099)
Vietnam	47,658	938	2.0	(46,720)
Yemen, Republic of	28,743	2,889	10.1	(25,854)
Zambia	68,298	10,048	14.7	(58,250)
Zimbabwe	10,200	97	1.0	(10,103)
ABOVE ALLOCATIONS	9,152,057	13,559,320	148.2	4,407,263
BELOW ALLOCATIONS	12,281,273	4,035,325	32.9	(8,245,948)
TOTAL PARTICIPANTS	21,433,330	17,594,645		
GENERAL RESOURCES ACCOUNT		3,556,803		
PRESCRIBED HOLDERS		320,157		
OVERDUE CHARGES	38,275			
	21,471,605	21,471,605		

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

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

Combined balance sheets

(In thousands of SDRs)

	July 31, 2006 (unaudited)	April 30, 2006
<hr/>		
Assets		
Cash and cash equivalents	965,966	747,326
Investments (Note 2)	4,524,040	4,882,395
Loans receivable (Note 3)	3,772,063	3,819,760
Interest receivable	33,711	29,333
	<hr/>	<hr/>
Total Assets	9,295,780	9,478,814
	<hr/> <hr/>	<hr/> <hr/>
Liabilities and Resources		
Borrowings (Note 4)	4,748,204	4,979,466
Interest payable	28,712	41,507
Other liabilities and deferred income	9,988	9,126
	<hr/>	<hr/>
Total Liabilities	4,786,904	5,030,099
	<hr/>	<hr/>
Resources	4,508,876	4,448,715
	<hr/>	<hr/>
Total Liabilities and Resources	9,295,780	9,478,814
	<hr/> <hr/>	<hr/> <hr/>

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

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Rodrigo de Rato
Managing Director

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

**Combined statements of income and changes in resources
for the three months ended July 31, 2006 and 2005
(unaudited)**

(In thousands of SDRs)

	2006	2005
Balance, beginning of the year	4,448,715	4,994,480
Investment income (Note 6)	50,216	32,504
Interest income on loans	4,586	8,098
Interest expense	(37,238)	(38,218)
Other expenses	(647)	(810)
Operational income	16,917	1,574
Contributions (Note 7):		
Bilateral contributions	43,244	8,118
Special Disbursement Account	--	18,574
Net income / changes in resources	60,161	28,266
Balance, end of the period	4,508,876	5,022,746

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 three months ended July 31, 2006 and 2005
(unaudited)**

(In thousands of SDRs)

	2006	2005
Cash flows from operating activities		
Net income	60,161	28,266
Adjustments to reconcile net income to cash generated by operations		
Changes in interest receivable	(4,378)	10,089
Changes in interest payable and other liabilities	(11,933)	(15,773)
Cash from credit to members:		
Loan Disbursements	(85,256)	(123,593)
Loan repayments	132,953	254,093
Net cash provided by operating activities	91,547	153,082
Cash flows from investment activities		
Net disposition / (acquisition) of investments	358,355	(272,631)
Net cash provided by / (used in) investment activities	358,355	(272,631)
Cash flows from financing activities		
Borrowings	127,050	127,293
Repayment of borrowings	(358,312)	(249,221)
Net cash used in financing activities	(231,262)	(121,928)
Cash and cash equivalents, beginning of the year	747,326	1,945,902
Cash and cash equivalents, end of period	965,966	1,704,425

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, 2006 financial statements and the notes included therein.

Unit of Account

As of July 31, 2006, one SDR was equal to 1.48386 U.S. dollars (one SDR was equal to 1.47106 U.S. dollars as of April 30, 2006).

2. Investments

Investments consisted of the following:

	July 31, 2006	April 30, 2006
<i>(In thousands of SDRs)</i>		
Fixed-term deposits	1,876,600	1,838,961
Fixed-income securities	<u>2,647,440</u>	<u>3,043,434</u>
Total	<u>4,524,040</u>	<u>4,882,395</u>

The maturities of the investments are as follows:

	July 31, 2006	April 30, 2006
<i>(In thousands of SDRs)</i>		
Less than 1 year	4,204,552	4,571,089
1–3 years	306,308	298,294
3–5 years	2,249	2,257
Over 5 years	<u>10,931</u>	<u>10,755</u>
Total	<u>4,524,040</u>	<u>4,882,395</u>

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 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 July 31, 2006, and April 30, 2006, 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.

PRGF-ESF Trust loan repayments for the period ended July 31, 2006 include repayments totaling SDR 32.9 million made to the Loan Account by a member that received Multilateral Debt Relief Initiative (MDRI) grant assistance (see Schedule 1 for cumulative MDRI grant assistance).

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>
2007	241,733
2008	403,966
2009	434,476
2010	495,502
2011	561,475
2012 and beyond	1,559,923
Overdue	<u>74,988</u>
Total	<u>3,772,063</u>

As of July 31, 2006, scheduled repayments of loans include loans totaling SDR 1,082 million due from members, including potentially HIPC-eligible members under the sunset clause, that are potentially eligible for MDRI grant assistance.

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:

	July 31, 2006		April 30, 2006	
	<i>(In millions of SDRs and percent of total PRGF-ESF credit)</i>			
Largest user of credit	960.1	25.4%	975.1	25.5%
Three largest users of credit	1,796.5	47.6%	1,811.7	47.4%
Five largest users of credit	2,116.1	56.1%	2,139.2	56.0%

The five largest users of credit as of July 31, 2006, were Pakistan, the Democratic Republic of the Congo, Bangladesh, the Republic of Yemen, and Georgia.

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 July 31, 2006 was 3.09 percent per annum (2.10 percent per annum as at July 31, 2005). The principal amounts of the borrowings are repayable between 5 ½ and 16 years after the first drawing.

During the period ended July 31, 2006, the PRGF-ESF Trust made early repayments of SDR 1,656 million to lenders 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>
2007	625,799
2008	614,376
2009	639,425
2010	623,789
2011	647,093
2012 and beyond	<u>1,597,722</u>
Total	<u>4,748,204</u>

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

The following summarizes the borrowing agreements concluded:

	Amount undrawn	
	July 31, 2006	April 30, 2006
	<i>(In thousands of SDRs)</i>	
Loan Account	3,605,187	3,690,736
Subsidy Accounts	47,555	49,148

5. Multilateral Debt Relief Initiative

Under the Multilateral Debt Relief Initiative (MDRI), the IMF administers resources to provide debt relief to Heavily Indebted Poor Countries (HIPCs) and non-HIPCs with annual per capita income of \$380 or less and to HIPCs with annual per capita income of more than \$380. Qualifying members at or below the per capita income threshold receive grant assistance from the MDRI-I Trust, which was funded initially by resources transferred from the Special Disbursement Account (SDR 1.5 billion). Grant assistance to the HIPCs with per capita income above the threshold is provided from the MDRI-II Trust by resources contributed by individual members. The initial contributions to the MDRI-II Trust were received through the transfer of a portion of members' contributions to the PRGF-ESF Trust Subsidy Account (SDR 1.12 billion). Grant assistance from the MDRI Trusts (together with assistance under the HIPC Initiative) provides debt relief to cover the full stock of debt owed to the IMF (including the PRGF-ESF Trust) as of December 31, 2004 that remains outstanding at the time the member qualifies for such relief.

As of July 31, 2006, 19 members that had already reached the completion point under the enhanced HIPC Initiative and two non-HIPCs received MDRI grant assistance totaling SDR 2,536 million, of which SDR 90 million was used to settle GRA obligations and SDR 2,446 million for PRGF-ESF Trust Loans. No impairment loss has been recognized in the Loan Account. Since the stock of debt owed to the IMF as of December 31, 2004 decreases over time, the actual debt eligible for MDRI assistance for the remaining potentially eligible members depends on the timing of their completion points. The qualification of members for MDRI debt relief is reviewed periodically as progress by these members toward reaching the completion point under the HIPC Initiative is being made.

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

Notes to the combined financial statements

6. Investment income

Investment income comprised the following for the three months ended July 31:

	2006	2005
	<i>(In thousands of SDRs)</i>	
Interest income	45,242	38,350
Realized (losses)/gains, net	(2,314)	22,544
Unrealized gains/(losses), net	7,112	(28,367)
Exchange rate gains/(losses), net	<u>176</u>	<u>(23)</u>
Total	<u>50,216</u>	<u>32,504</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 July 31, 2006, cumulative contributions amounted to SDR 3,026 million (SDR 2,983 million as of April 30, 2006).

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 July 31, 2006, undrawn balances under 31 loan arrangements amounted to SDR 906 million (SDR 736 million under 27 arrangements at April 30, 2006).

9. Related party transactions

The expenses of conducting the business of the Trust are paid by the General Resources Account of the IMF and reimbursed by the Trust through the Special Disbursement Account. However, in financial years ended April 30, 2007 and 2006, the Executive Board of the IMF decided to forgo the reimbursement, which would have amounted to SDR 58 million and SDR 51 million, respectively.

The cumulative contributions from the IMF, through the Special Disbursement Account to the Reserve Account and the Subsidy Account, amounted to SDR 3,537 million as of July 31 and April 30, 2006.

Poverty Reduction and Growth Facility and Exogenous Shocks Facility Trust

Notes to the combined financial statements

The PRGF-ESF Subsidy Account also receives contributions from member countries that had placed deposits in the Poverty Reduction and Growth Facility Administered Accounts at low interest rates. Net investment income transferred from the Poverty Reduction and Growth Facility Administered Accounts to the PRGF-ESF Subsidy Account amounted to SDR 0.01 million for the three months ending July 31, 2006 (SDR 0.1 million for the three months ending July 31, 2005).

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 Account		Combined	
	July 31, 2006 (unaudited)	April 30, 2006	July 31, 2006 (unaudited)	April 30, 2006	July 31, 2006 (unaudited)	April 30, 2006	July 31, 2006 (unaudited)	April 30, 2006
Assets								
Cash and cash equivalents	71,708	274,873	568,496	178,230	325,762	294,223	965,966	747,326
Investments	924,946	944,080	2,718,823	3,077,307	880,271	861,008	4,524,040	4,882,395
Loans receivable	3,772,063	3,819,760	--	--	--	--	3,772,063	3,819,760
Accrued account transfers	(893)	15,450	58,445	58,412	(57,552)	(73,862)	--	--
Interest receivable	23,476	22,114	4,420	5,123	5,815	2,096	33,711	29,333
Total Assets	<u>4,791,300</u>	<u>5,076,277</u>	<u>3,350,184</u>	<u>3,319,072</u>	<u>1,154,296</u>	<u>1,083,465</u>	<u>9,295,780</u>	<u>9,478,814</u>
Liabilities and Resources								
Borrowings	4,677,193	4,950,249	--	--	71,011	29,217	4,748,204	4,979,466
Interest payable	28,650	41,454	--	--	62	53	28,712	41,507
Other liabilities and deferred income	9,988	9,105	--	--	--	21	9,988	9,126
Total Liabilities	<u>4,715,831</u>	<u>5,000,808</u>	<u>--</u>	<u>--</u>	<u>71,073</u>	<u>29,291</u>	<u>4,786,904</u>	<u>5,030,099</u>
Resources	75,469	75,469	3,350,184	3,319,072	1,083,223	1,054,174	4,508,876	4,448,715
Total Liabilities and Resources	<u>4,791,300</u>	<u>5,076,277</u>	<u>3,350,184</u>	<u>3,319,072</u>	<u>1,154,296</u>	<u>1,083,465</u>	<u>9,295,780</u>	<u>9,478,814</u>

Note 10 (concluded)

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

**Combining statements of income and changes in resources
for the three months ended July 31, 2006 and 2005
(unaudited)**

(In thousands of SDRs)

	Loan Account		Reserve Account		Subsidy Account		Combined	
	2006	2005	2006	2005	2006	2005	2006	2005
Balance, beginning of the year	75,469	75,235	3,319,072	3,198,550	1,054,174	1,720,695	4,448,715	4,994,480
Investment income	7,510	--	31,527	20,243	11,179	12,261	50,216	32,504
Interest income on loans	4,586	8,098	--	--	--	--	4,586	8,098
Interest expense	(37,172)	(38,190)	--	--	(66)	(28)	(37,238)	(38,218)
Other expenses	--	--	(415)	(428)	(232)	(382)	(647)	(810)
Operational (loss) income	(25,076)	(30,092)	31,112	19,815	10,881	11,851	16,917	1,574
Contributions:								
Bilateral contributions	--	--	--	--	43,244	8,118	43,244	8,118
Special Disbursement Account	--	--	--	18,574	--	--	--	18,574
Transfers between:								
Loan and Subsidy Accounts	25,076	30,092	--	--	(25,076)	(30,092)	--	--
Net income (loss) / changes in resources	--	--	31,112	38,389	29,049	(10,123)	60,161	28,266
Balance, end of the period	75,469	75,235	3,350,184	3,236,939	1,083,223	1,710,572	4,508,876	5,022,746

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

**Disbursed Multilateral Debt Relief Initiative Assistance
as of July 31, 2006**

(In thousands of SDRs)

Member	Eligible debt		Total	Sources of grant assistance		
	PRGF-ESF	GRA		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
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
Senegal	100,323	-	100,323	-	94,762	5,561
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	2,445,981	89,780	2,535,761	1,119,644	1,083,134	332,983

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

PRGF-HIPC Trust and Related Accounts

Combined balance sheets

(In thousands of SDRs)

	July 31, 2006	April 30, 2006
	(unaudited)	
Assets		
Cash and cash equivalents	368,717	346,630
Investments (Note 2)	887,069	897,128
Interest receivable	5,398	6,759
	<u> </u>	<u> </u>
Total assets	1,261,184	1,250,517
	<u>=====</u>	<u>=====</u>
Liabilities and resources		
Borrowings (Note 3)	612,167	609,723
Interest payable	1,019	1,241
	<u> </u>	<u> </u>
Total liabilities	613,186	610,964
	<u> </u>	<u> </u>
Resources	647,998	639,553
	<u> </u>	<u> </u>
Total liabilities and resources	1,261,184	1,250,517
	<u>=====</u>	<u>=====</u>

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

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Rodrigo de Rato
Managing Director

PRGF-HIPC Trust and Related Accounts

Combined statements of income and changes in resources for the three months ended July 31, 2006 and 2005 (unaudited)

(In thousands of SDRs)

	2006	2005
Balance, beginning of the year	639,553	599,303
Investment income (Note 2)	10,954	7,178
Interest expense	(489)	(511)
Other expenses	(71)	(71)
Operational income	10,394	6,596
Contributions:		
Bilateral contributions	3,459	3,503
Special Disbursement Account	--	63,000
Disbursements	(5,408)	(121,626)
Net income/(loss) and changes in resources	8,445	(48,527)
Balance, end of the period	647,998	550,776

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, 2006 financial statements and the notes included therein.

Unit of Account

As of July 31, 2006, one SDR was equal to 1.48386 U.S. dollars (one SDR was equal to 1.47106 U.S. dollars as of April 30, 2006).

2. Investments

Investments consisted of fixed-term deposits and their maturities are as follows:

	July 31, 2006	April 30, 2006
	<i>In thousands of SDRs</i>	
Less than 1 year	843,306	897,128
1–3 years	<u>43,763</u>	<u>--</u>
Total	<u>887,069</u>	<u>897,128</u>

Investment income comprised the following for the three months ended July 31:

	2006	2005
	<i>In thousands of SDRs</i>	
Interest income	10,694	8,058
Realized gains, net	599	2,361
Unrealized losses, net	<u>(339)</u>	<u>(3,241)</u>
Total	<u>10,954</u>	<u>7,178</u>

PRGF-HIPC Trust and Related Accounts

Notes to the combined financial statements

3. Borrowings

The Trust borrows on such terms and conditions as agreed between the Trust and the lenders. Interest rates on borrowings at July 31, 2006, 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>
2007	310
2008	20,066
2009	25,000
2010	279,260
2011	70,842
2012 and beyond	<u>216,689</u>
Total	<u>612,167</u>

4. Multilateral Debt Relief Initiative

As of July 31, 2006, 19 members that had already reached the completion point under the enhanced HIPC Initiative and two non-HIPCs received Multilateral Debt Relief Initiative grant assistance totaling SDR 2,536 million, of which SDR 90 million was used to settle GRA obligations and SDR 2,446 million for PRGF-ESF Trust loans. Since the stock of debt owed to the IMF as of December 31, 2004 decreases over time, the actual debt eligible for MDRI assistance for the remaining potentially eligible members depends on the timing of their completion points. The IMF periodically reviews the qualification of members for MDRI debt relief as progress by these members towards reaching the completion point under the HIPC Initiative is being made.

5. 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)

	July 31, 2006 (unaudited)				April 30, 2006					
	PRGF-HIPC Trust Account		Umbrella Account		PRGF-HIPC Trust Account		Umbrella Account			
	Subaccount	HIPC	Combined	Operations	Post-SCA-2 Administered Account	Combined total	Post-SCA-2 Administered Account	Combined total		
Assets										
Cash and cash equivalents	272,783	24,327	28,705	325,815	234	42,668	298,788	5,527	42,315	346,630
Investments	394,939	7,130	485,000	887,069	--	--	897,128	--	--	897,128
Interest receivable	1,219	--	3,785	5,004	--	394	6,406	--	353	6,759
Total assets	668,941	31,457	517,490	1,217,888	234	43,062	1,202,322	5,527	42,668	1,250,517
Liabilities and resources										
Borrowings	612,167	--	--	612,167	--	--	609,723	--	--	609,723
Interest payable	1,019	--	--	1,019	--	--	1,241	--	--	1,241
Total liabilities	613,186	--	--	613,186	--	--	610,964	--	--	610,964
Resources	55,755	31,457	517,490	604,702	234	43,062	591,358	5,527	42,668	639,553
Total liabilities and resources	668,941	31,457	517,490	1,217,888	234	43,062	1,202,322	5,527	42,668	1,250,517

PRGF-HIPC Trust and Related Accounts

**Combining statements of income and changes in resources
(unaudited)**

(In thousands of SDRs)

	Three months ended July 31, 2006				Three months ended July 31, 2005						
	PRGF-HIPC Trust Account		Umbrella		PRGF-HIPC Trust Account		Umbrella				
	Subaccount	HIPC	Combined	PRGF-HIPC Trust Account for HIPC Operations	Post-SCA-2 Administered Account	PRGF-HIPC Trust Account for HIPC Operations	Post-SCA-2 Administered Account	Combined total			
Balance, beginning of the year	47,122	31,155	513,081	591,358	5,527	42,668	639,553	67,898	489,961	41,444	599,303
Investment income	5,729	307	4,496	10,532	28	394	10,954	4,092	2,823	263	7,178
Interest expense	(489)	--	--	(489)	--	--	(489)	(511)	--	--	(511)
Other expenses	(66)	(5)	--	(71)	--	--	(71)	(71)	--	--	(71)
Operational income/(loss)	5,174	302	4,496	9,972	28	394	10,394	3,510	2,823	263	6,596
Contributions:											
Bilateral contributions	3,459	--	--	3,459	--	--	3,459	3,503	--	--	3,503
Special Disbursement Account	--	--	--	--	--	--	--	63,000	--	--	63,000
Grants	--	--	(87)	(87)	87	--	--	(51,408)	51,408	--	--
Disbursements	--	--	--	--	(5,408)	--	(5,408)	--	(121,626)	--	(121,626)
Net income/(loss) and changes in resources	8,633	302	4,409	13,344	(5,293)	394	8,445	18,605	(67,395)	263	(48,527)
Balance, end of the period	55,755	31,457	517,490	604,702	234	43,062	647,998	86,503	422,566	41,707	550,776

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

Multilateral Debt Relief Initiative-II Trust

Balance sheet as at July 31, 2006 (unaudited)

(In thousands of SDRs)

Assets	
Cash and cash equivalents	14,172
Investments (Note 3)	25,000
Interest receivable	340
	<hr/>
Total assets	39,512
	<hr/> <hr/>
Liabilities and resources	
Accrued MDRI grant assistance (Note 2)	39,512
	<hr/>
Total liabilities	39,512
	<hr/>
Resources	--
	<hr/>
Total liabilities and resources	39,512
	<hr/> <hr/>

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

/s/ Michael G. Kuhn
Director, Finance Department

/s/ Rodrigo de Rato
Managing Director

Multilateral Debt Relief Initiative-II Trust

Statement of income and changes in resources for the three months ended July 31, 2006 (unaudited)

(In thousands of SDRs)

Balance, beginning of year	--
Investment income (Note 3)	494
Operational income	494
MDRI grant assistance (Note 2)	(494)
Net income/changes in resources	--
Balance, end of the period	--

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

Multilateral Debt Relief Initiative-II Trust

Statement of cash flows for the three months ended July 31, 2006 (unaudited)

(In thousands of SDRs)

Cash flows from operating activities	
Net income	--
Adjustments to reconcile net income to cash generated by operations	
Change in interest receivable	(35)
Change in accrued MDRI grant assistance	(29,734)
	(29,769)
 Cash flows from investment activities	
Net cash used in investment activities	--
	--
 Cash flows from financing activities	
Net cash used in financing activities	--
	--
Cash and cash equivalents, beginning of the year	43,941
Cash and cash equivalents, end of the period	14,172

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, 2006 financial statements and the notes included therein.

Unit of Account

As of July 31, 2006, one SDR was equal to 1.48386 U.S. dollars (one SDR was equal to 1.47106 U.S. dollars as of April 30, 2006).

2. Multilateral Debt Relief Initiative (MDRI)

As of July 31, 2006, the IMF had provided debt relief under the MDRI to 19 members that had already reached the completion point under the enhanced HIPC Initiative and two non-HIPCs (for a total amount of SDR 2,536 million, of which SDR 1,083 million was provided by 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 as of July 31, 2006 (SDR 40 million) 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 debt relief is assessed, the amounts recorded are reviewed periodically and adjusted to reflect additional information that becomes available.

3. Investments and investment income

Investments at July 31, 2006, consisted of fixed-term deposits maturing in one year or less, and investment income for the three months ended July 31, 2006 comprised interest income.