



**International
Monetary
Fund**

**FINANCIAL
STATEMENTS**

Quarter Ended
October 31, 2004

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

General Department

Balance Sheets

(In thousands of SDRs)

	October 31, 2004 (unaudited)	April 30, 2004	October 31, 2004 (unaudited)	April 30, 2004
Assets				
Credit outstanding (Note 2)	57,645,652	62,152,682		
Usable currencies	108,429,499	103,261,911		
Other currencies	47,189,149	46,671,529	246,168	212,654
Total currencies	<u>213,264,300</u>	<u>212,086,122</u>	<u>1,542,019</u>	<u>1,495,019</u>
SDR holdings	371,474	506,029	<u>1,897,582</u>	<u>1,807,862</u>
Gold holdings (Note 3)	5,851,771	5,851,771		
Receivables (Note 4)	625,454	517,002	57,858,602	62,856,110
Other assets	722,935	751,655	108,429,499	103,261,911
Investments held in the Special Disbursement Account	2,654,103	2,630,804	47,190,299	46,675,979
Structural Adjustment Facility loans	65,505	85,908	213,478,400	212,794,000
Total Assets	<u>223,555,542</u>	<u>222,429,291</u>	5,459,952	5,110,717
			2,719,608	2,716,712
			<u>223,555,542</u>	<u>222,429,291</u>
Liabilities and Resources				
Liabilities:				
Remuneration payable				
Other liabilities				
Special Contingent Account				
Total Liabilities				
Members' Resources:				
Quotas, represented by:				
Reserve tranche positions				
Subscription payments: Usable				
Other				
Total quotas				
Reserves of the General Resources Account				
Accumulated resources of the Special Disbursement Account				
Total Liabilities and Resources				

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

General Department
Income Statements
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Operational Income				
Interest and charges (Note 4)	609,220	1,191,559	584,319	1,165,330
Interest on SDR holdings	3,606	7,176	4,122	9,185
Investment and interest income of the Special Disbursement Account	12,444	23,451	9,754	20,718
Other charges and income	4,838	5,755	30,762	71,213
	<u>630,108</u>	<u>1,227,941</u>	<u>628,957</u>	<u>1,266,446</u>
Operational Expenses				
Remuneration (Note 6)	257,736	499,979	248,019	496,899
Administrative Expenses	175,837	355,276	126,417	287,855
	<u>433,573</u>	<u>855,255</u>	<u>374,436</u>	<u>784,754</u>
Total Net Income	<u>196,535</u>	<u>372,686</u>	<u>254,521</u>	<u>481,692</u>
Net Income of the General Department comprises				
Net income of the General Resources Account	184,091	349,235	244,767	460,974
Income of the Special Disbursement Account	12,444	23,451	9,754	20,718
Net Income of the Special Disbursement Account	<u>196,535</u>	<u>372,686</u>	<u>254,521</u>	<u>481,692</u>

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

General Department
Statements of Changes in Resources
for the six months ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	<u>General Resources Account</u>		<u>Special Disbursement Account</u>
	<u>Quotas</u>	<u>Reserves</u>	<u>Accumulated Resources</u>
Balance at April 30, 2003	212,731,300	4,286,929	2,727,165
Quota subscriptions	62,700	--	--
Net income	--	460,974	20,718
Transfers from the PRGF Trust	--	--	8,188
Transfers to the PRGF-HIPC Trust	--	--	(35,650)
Balance at October 31, 2003	<u>212,794,000</u>	<u>4,747,903</u>	<u>2,720,421</u>
Balance at April 30, 2004	212,794,000	5,110,717	2,716,712
Quota subscriptions	684,400	--	--
Net income	--	349,235	23,451
Transfers to the PRGF Trust	--	--	(20,555)
Balance at October 31, 2004	<u>213,478,400</u>	<u>5,459,952</u>	<u>2,719,608</u>

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

General Department
Statements of Cash Flows
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Usable currencies and SDRs from operating activities				
Net income	196,535	372,686	254,521	481,692
Adjustments to reconcile net income to usable resources generated by operations:				
Changes in receivables and other assets	(19,771)	(79,732)	(24,862)	(42,144)
Changes in remuneration payable and other liabilities	33,429	42,720	(8,254)	(60,715)
Increase in the Special Contingent Account	23,500	47,000	23,500	47,000
Usable currencies and SDRs from credit to members:				
Purchases in currencies and SDRs, including reserve tranche purchases	(934,092)	(1,075,140)	(6,157,586)	(14,258,974)
Repurchases in currencies and SDRs	2,573,155	5,576,396	4,645,487	10,467,932
Repayments of Structural Adjustment Facility loans	244	20,403	6,457	27,187
Net usable currencies and SDRs provided by (used in) operating activities	1,873,000	4,904,333	(1,260,737)	(3,338,022)
Usable currencies and SDRs from investment activities				
Net acquisition of investments by the Special Disbursement Account	(12,372)	(23,299)	(9,623)	(20,443)
Net usable currencies and SDRs used in investment activities	(12,372)	(23,299)	(9,623)	(20,443)
Usable currencies and SDRs from financing activities				
Subscription payments in SDRs and usable currencies	171,100	171,100	5,300	15,675
Changes in composition of usable currencies	(10,247)	1,454	1,082,619	1,083,141
Transfers to the PRGF Trust, PRGF-HIPC Trust, and other accounts	(316)	(20,555)	(6,587)	(27,462)
Net usable currencies and SDRs provided by financing activities	160,537	151,999	1,081,332	1,071,354
Net increase (decrease) in usable currencies and SDRs	2,021,165	5,033,033	(189,028)	(2,287,111)
Usable currencies and SDRs, beginning of period	106,779,808	103,767,940	95,893,298	97,991,381
Usable currencies and SDRs, end of period	108,800,973	108,800,973	95,704,270	95,704,270

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

General 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, 2004 financial statements and the notes included therein.

Unit of Account

As of October 31, 2004, one SDR was equal to 1.49878 U.S. dollars (one SDR was equal to 1.45183 U.S. dollars as of April 30, 2004).

2. Credit Outstanding

Changes in the outstanding use of IMF credit under the various facilities of the General Resources Account (GRA) during the six months ended October 31, 2004 and 2003 were as follows:

	April 30, 2004	Purchases	Repurchases	October 31, 2004	April 30, 2003	Purchases	Repurchases	October 31, 2003
<i>In millions of SDRs</i>								
Regular facilities	41,730	969	3,578	39,121	33,898	9,648	2,057	41,489
Extended Fund Facility	13,751	100	1,212	12,639	14,942	788	1,115	14,615
Supplemental Reserve Facility	6,028	-	662	5,366	15,700	3,807	6,825	12,682
Systemic Transformation								
Facility	154	-	88	66	644	-	295	349
Enlarged Access	276	-	-	276	279	-	-	279
Compensatory and								
Contingency								
Financing Facility	120	-	31	89	414	-	170	244
Supplementary Financing								
Facility	94	-	5	89	101	-	6	95
Total credit outstanding	<u>62,153</u>	<u>1,069</u>	<u>5,576</u>	<u>57,646</u>	<u>65,978</u>	<u>14,243</u>	<u>10,468</u>	<u>69,753</u>

General Department
Notes to the Financial Statements

Scheduled repurchases in the GRA and repayments of SAF loans in the Special Disbursement Account (SDA) are summarized below:

Financial Year Ending April 30	General Resources Account	Special Disbursement Account
<i>In millions of SDRs</i>		
2005	6,093	20
2006	20,125	37
2007	17,875	-
2008	8,993	-
2009	2,389	-
2010 and beyond	1,432	-
Overdue	739	9
Total	<u>57,646</u>	<u>66</u>

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

	October 31, 2004		April 30, 2004	
<i>In millions of SDRs and as a percent of total GRA credit outstanding</i>				
Largest user of credit	16,741	29.0%	18,139	29.2%
Three largest users of credit	40,712	70.6%	44,020	70.8%
Five largest users of credit	49,569	86.0%	53,680	86.4%

The five largest users of credit as of October 31, 2004 were Brazil, Turkey, Argentina, Indonesia and the Russian Federation. Outstanding credit, by member, is provided in Schedule 1. The concentration of GRA outstanding credit by regional geographical area as of October 31, 2004 and April 30, 2004 was as follows:

General Department
Notes to the Financial Statements

	October 31, 2004		April 30, 2004	
	<i>In millions of SDRs and as a percent of total GRA credit outstanding</i>			
Africa	1,281	2.2	1,397	2.3
Asia and Pacific	7,340	12.7	8,019	12.9
Europe	5,458	9.5	6,160	9.9
Latin America and the Caribbean	28,520	49.5	30,697	49.4
Middle East and Turkey	15,047	26.1	15,880	25.5
Total	57,646	100%	62,153	100%

Overdue Obligations

At October 31, 2004 and April 30, 2004 four 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 to the General Department were as follows:

	Repurchases and SAF Loans		Charges and SAF Interest	
	October 31, 2004	April 30, 2004	October 31, 2004	April 30, 2004
	<i>In millions of SDRs</i>			
Total overdue	748	752	1,018	1,009
Overdue for six months or more	740	743	1,009	1,001
Overdue for three years or more	656	650	957	939

General Department
Notes to the Financial Statements

The type and duration of the overdue amounts in the General Department as of October 31, 2004 were as follows:

	Repurchases and SAF Loans	Charges and SAF Interest	Total Obligation	Longest Overdue Obligation
	<i>In millions of SDRs</i>			
Liberia	201	251	452	May 1985
Somalia	105	97	202	July 1987
Sudan	328	658	986	July 1985
Zimbabwe	114	12	126	February 2001
Total	<u>748</u>	<u>1,018</u>	<u>1,766</u>	

3. Gold Holdings

At October 31, 2004 and April 30, 2004, the IMF held 3,217,341 kilograms of gold, equal to 103,439,916 fine ounces of gold, at designated depositories. The value of the IMF's holdings of gold calculated at the market price was SDR 29.4 billion as of October 31, 2004 (SDR 27.7 billion at April 30, 2004).

4. Interest and Charges

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

	October 31, 2004	April 30, 2004
	<i>In millions of SDRs</i>	
Periodic charges due	1,644	1,526
Amounts paid through burden sharing	(836)	(825)
Other unpaid charges	(187)	(188)
	<u>621</u>	<u>513</u>
Other receivables	4	4
Receivables	<u>625</u>	<u>517</u>

General Department
Notes to the Financial Statements

Periodic charges consisted of the following for the six months ended October 31:

	2004	2003
	<hr/>	
	<i>In millions of SDRs</i>	
Periodic charges	1,186	1,161
Amounts paid through burden sharing net of adjustments	6	4
Total interest and charges	<u>1,192</u>	<u>1,165</u>

Interest earned on SAF loans for the six months ended October 31, 2004 and 2003 amounted to SDR 0.2 million and SDR 0.3 million, respectively. Special charges, service charges, and the unrefunded commitment fees are included in Other Charges and Income which amounted to SDR 5.8 million and SDR 71.2 million for the six months ended October 31, 2004 and 2003, respectively.

5. Investments and Cash Equivalents

As at October 31, 2004 and April 30, 2004, the investments in the SDA consisted of short-term fixed deposits maturing in less than one year.

Investment income for the six months ended October 31, 2004 and 2003 amounted to SDR 23 and SDR 21 million, respectively.

General Department
Notes to the Financial Statements

6. Remuneration

Remuneration consisted of the following for the six months ended October 31:

	2004	2003
	<i>In millions of SDRs</i>	
Remuneration	506	501
Amount paid through burden sharing adjustment, net of refunds	(6)	(4)
	<u>500</u>	<u>497</u>

7. Arrangements and Commitments in the General Department

At October 31, 2004, the undrawn balances under the 16 arrangements that were in effect in the GRA amounted to SDR 19,665 million (SDR 19,799 million under 13 arrangements at April 30, 2004).

8. 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 a 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 and life insurance 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 RSBIA are valued annually by independent actuaries. The latest actuarial valuations were carried out as at April 30, 2004 using the Projected Unit Credit Method and the net assets of the Plans amounted to SDR 443 million.

The total assets of the individual retirement plans were as follows:

	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
SRP	2,951,007	2,939,426
SRBP	4,009	1,871
RSBIA	<u>333,008</u>	<u>323,508</u>
Total Assets	<u>3,288,024</u>	<u>3,264,805</u>

General Department
Notes to the Financial Statements

9. Other Administered Accounts and Trust Fund

At the request of members, the IMF has established special purpose accounts to administer contributed resources 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 the Other Administered Accounts were as follows:

	October 31, 2004	April 30, 2004
	<i>In thousands of U.S. dollars</i>	
Administered Account Japan	121,016	120,235
Administered Account for Selected Fund Activities – Japan	32,268	22,699
Framework Administered Account for Technical Assistance Activities	20,903	18,912
Administered Account – Spain	-	-
	<i>In thousands of SDRs</i>	
Supplementary Financing Facility Subsidy Account	2,270	2,249
The Post-Conflict Emergency Assistance Subsidy Account for PRGF-Eligible Members	8,470	7,850

Additionally, 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 final Trust Loan settlement was due on March 31, 1991. As of October 31 and April 30, 2004, the Trust Fund had no assets other than loans receivable of SDR 88.6 million. Interest continues to be charged on the outstanding balances, all of which are overdue, and all interest recognition is deferred. Cash receipts on these loans are to be transferred to the Special Disbursement Account.

At October 31, 2004 and April 30, 2004, three members with obligations to the Trust Fund were six months or more overdue in discharging their obligations to the Trust Fund. The recognition of interest income on the loans outstanding to these members and of special charges due from them is being deferred. At October 31, 2004, total deferred income amounted to SDR 28.8 million (SDR 28.6 million at April 30, 2004).

General Department
Quotas, IMF's Holdings of Currencies, Reserve Tranche Positions,
and Outstanding Credit and Loans
as at October 31, 2004

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF		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	--	--	--	--	--	--	
Albania	48,700	45,350	93.1	3,355	--	--	--	64,687	64,687	
Algeria	1,254,700	1,624,773	129.5	85,082	455,153	0.79	--	--	455,153	
Angola	286,300	286,445	100.1	--	--	--	--	--	--	
Antigua and Barbuda	13,500	13,499	100.0	6	--	--	--	--	--	
Argentina	2,117,100	11,601,000	548.0	111	9,484,004	16.45	--	--	9,484,004	
Armenia, Republic of	92,000	96,223	104.6	--	4,219	0.01	--	133,508	137,726	
Australia	3,236,400	2,122,410	65.6	1,114,073	--	--	--	--	--	
Austria	1,872,300	1,228,505	65.6	643,800	--	--	--	--	--	
Azerbaijan	160,900	202,636	125.9	10	41,736	0.07	--	97,413	139,149	
Bahamas, The	130,300	124,041	95.2	6,260	--	--	--	--	--	
Bahrain, Kingdom of	135,000	64,521	47.8	70,525	--	--	--	--	--	
Bangladesh	533,300	533,098	100.0	209	--	--	--	148,500	148,500	
Barbados	67,500	62,394	92.4	5,108	--	--	--	--	--	
Belarus, Republic of	386,400	392,242	101.5	20	5,842	0.01	--	--	5,842	
Belgium	4,605,200	3,043,729	66.1	1,561,476	--	--	--	--	--	
Belize	18,800	14,562	77.5	4,239	--	--	--	--	--	
Benin	61,900	59,720	96.5	2,188	--	--	--	43,852	43,852	
Bhutan	6,300	5,280	83.8	1,020	--	--	--	--	--	
Bolivia	171,500	264,478	154.2	8,875	101,840	0.18	--	102,565	204,405	
Bosnia and Herzegovina	169,100	246,721	145.9	0 6/	77,616	0.13	--	--	77,616	
Botswana	63,000	40,377	64.1	22,624	--	--	--	--	--	
Brazil	3,036,100	19,777,213	651.4	--	16,740,585	29.04	--	--	16,740,585	
Brunei Darussalam	215,200	157,120	73.0	58,288	--	--	--	--	--	
Bulgaria	640,200	1,394,023	217.7	32,820	786,637	1.36	--	--	786,637	
Burkina Faso	60,200	52,898	87.9	7,304	--	--	632	76,971	77,603	
Burundi	77,000	76,641	99.5	360	--	--	--	26,400	26,400	
Cambodia	87,500	87,500	100.0	--	--	--	--	62,700	62,700	
Cameroon	185,700	185,070	99.7	644	--	--	--	214,690	214,690	
Canada	6,369,200	4,192,608	65.8	2,176,595	--	--	--	--	--	
Cape Verde	9,600	9,596	100.0	5	--	--	--	6,150	6,150	
Central African Republic	55,700	61,117	109.7	159	5,570	0.01	--	22,832	28,402	
Chad	56,000	55,719	99.5	282	--	--	--	64,258	64,258	
Chile	856,100	568,088	66.4	288,012	--	--	--	--	--	
China	6,369,200	4,125,680	64.8	2,243,567	--	--	--	--	--	
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	--	--	--	--	526,767	526,767	
Congo, Republic of	84,600	90,688	107.2	536	6,609	0.01	--	5,558	12,168	
Costa Rica	164,100	144,113	87.8	20,000	--	--	--	--	--	

Schedule 1 (continued)

General Department
Quotas, IMF's Holdings of Currencies, Reserve Tranche Positions,
and Outstanding Credit and Loans
as at October 31, 2004

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF		Total 5/ (D)	
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)		=
Côte d'Ivoire	325,200	324,608	99.8	595	--	--	--	231,950	231,950	
Croatia, Republic of	365,100	364,943	100.0	159	--	--	--	--	--	
Cyprus	139,600	91,744	65.7	47,863	--	--	--	--	--	
Czech Republic	819,300	540,601	66.0	278,704	--	--	--	--	--	
Denmark	1,642,800	1,072,642	65.3	570,162	--	--	--	--	--	
Djibouti	15,900	14,800	93.1	1,100	--	--	--	13,630	13,630	
Dominica	8,200	11,165	136.2	9	2,973	0.01	--	2,974	5,947	
Dominican Republic	218,900	350,239	160.0	3	131,340	0.23	--	--	131,340	
Ecuador	302,300	480,183	158.8	17,153	195,034	0.34	--	--	195,034	
Egypt	943,700	943,721	100.0	--	--	--	--	--	--	
El Salvador	171,300	171,303	100.0	--	--	--	--	--	--	
Equatorial Guinea	32,600	32,609	100.0	--	--	--	--	--	--	
Eritrea	15,900	15,900	100.0	5	--	--	--	--	--	
Estonia, Republic of	65,200	65,195	100.0	6	--	--	--	--	--	
Ethiopia	133,700	126,520	94.6	7,188	--	--	1,412	117,971	119,383	
Fiji	70,300	55,075	78.3	15,232	--	--	--	--	--	
Finland	1,263,800	834,075	66.0	429,851	--	--	--	--	--	
France	10,738,500	7,121,071	66.3	3,617,504	--	--	--	--	--	
Gabon	154,300	209,654	135.9	179	55,529	0.10	--	--	55,529	
Gambia, The	31,100	29,618	95.2	1,485	--	--	--	17,661	17,661	
Georgia	150,300	157,238	104.6	10	6,938	0.01	--	168,950	175,888	
Germany	13,008,200	8,486,576	65.2	4,521,739	--	--	--	--	--	
Ghana	369,000	369,004	100.0	0 6/	--	--	--	310,715	310,715	
Greece	823,000	546,442	66.4	276,564	--	--	--	--	--	
Grenada	11,700	14,631	125.1	--	2,930	0.01	--	--	2,930	
Guatemala	210,200	210,206	100.0	--	--	--	--	--	--	
Guinea	107,100	107,026	99.9	75	--	--	--	79,704	79,704	
Guinea-Bissau	14,200	14,378	101.3	-- 6/	178	--	--	10,199	10,376	
Guyana	90,900	90,902	100.0	--	--	--	--	59,394	59,394	
Haiti	81,900	81,833	99.9	68	--	--	--	7,588	7,588	
Honduras	129,500	120,874	93.3	8,627	--	--	--	126,725	126,725	
Hungary	1,038,400	687,420	66.2	350,981	--	--	--	--	--	
Iceland	117,600	99,016	84.2	18,585	--	--	--	--	--	
India	4,158,200	3,271,123	78.7	887,089	--	--	--	--	--	
Indonesia	2,079,300	8,336,404	400.9	145,500	6,402,600	11.11	--	--	6,402,600	
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	0.52	--	--	297,100	
Ireland	838,400	553,526	66.0	284,889	--	--	--	--	--	
Israel	928,200	612,451	66.0	315,757	--	--	--	--	--	
Italy	7,055,500	4,557,275	64.6	2,498,242	--	--	--	--	--	

Schedule 1 (continued)

General Department
Quotas, IMF's Holdings of Currencies, Reserve Tranche Positions,
and Outstanding Credit and Loans
as at October 31, 2004

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF		Total 5/ (D)	
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)		=
Jamaica	273,500	274,717	100.4	--	1,167	--	--	--	1,167	
Japan	13,312,800	8,620,608	64.8	4,693,020	--	--	--	--	--	
Jordan	170,500	397,660	233.2	69	227,221	0.39	--	--	227,221	
Kazakhstan, Republic of	365,700	365,700	100.0	5	--	--	--	--	--	
Kenya	271,400	258,700	95.3	12,705	--	--	--	70,832	70,832	
Kiribati	5,600	5,584	99.7	22	--	--	--	--	--	
Korea	1,633,600	1,125,931	68.9	507,670	--	--	--	--	--	
Kuwait	1,381,100	911,403	66.0	469,699	--	--	--	--	--	
Kyrgyz Republic	88,800	88,800	100.0	5	--	--	--	136,474	136,474	
Lao People's Democratic Republic	52,900	52,900	100.0	--	--	--	--	25,745	25,745	
Latvia, Republic of	126,800	126,762	100.0	55	--	--	--	--	--	
Lebanon	203,000	184,168	90.7	18,833	--	--	--	--	--	
Lesotho	34,900	31,347	89.8	3,558	--	--	--	24,500	24,500	
Liberia	71,300	272,062	381.6	31	200,781	0.35	--	--	223,671	
Libya	1,123,700	728,203	64.8	395,505	--	--	--	--	--	
Lithuania, Republic of	144,200	162,730	112.9	16	18,544	0.03	--	--	18,544	
Luxembourg	279,100	183,925	65.9	95,189	--	--	--	--	--	
Macedonia, former Yugoslav Republic of	68,900	92,117	133.7	-- 6/	23,215	0.04	--	19,910	43,125	
Madagascar	122,200	122,174	100.0	27	--	--	--	135,431	135,431	
Malawi	69,400	84,462	121.7	2,290	17,350	0.03	--	45,001	62,351	
Malaysia	1,486,600	960,690	64.6	525,916	--	--	--	--	--	
Maldives	8,200	6,646	81.1	1,554	--	--	--	--	--	
Mali	93,300	84,344	90.4	8,967	--	--	--	96,337	96,337	
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	--	--	--	--	60,510	60,510	
Mauritius	101,600	79,722	78.5	21,879	--	--	--	--	--	
Mexico	2,585,800	2,007,539	77.6	578,309	--	--	--	--	--	
Micronesia, Federated States of	5,100	5,100	100.0	1	--	--	--	--	--	
Moldova, Republic of	123,200	177,783	144.3	5	54,583	0.09	--	27,720	82,303	
Mongolia	51,100	50,987	99.8	116	--	--	--	29,647	29,647	
Morocco	588,200	517,758	88.0	70,443	--	--	--	--	--	
Mozambique	113,600	113,600	100.0	7	--	--	--	130,820	130,820	
Myanmar	258,400	258,402	100.0	--	--	--	--	--	--	
Namibia	136,500	136,443	100.0	60	--	--	--	--	--	
Nepal	71,300	71,311	100.0	--	--	--	--	7,130	7,130	
Netherlands	5,162,400	3,365,581	65.2	1,796,840	--	--	--	--	--	
New Zealand	894,600	589,192	65.9	305,425	--	--	--	--	--	
Nicaragua	130,000	130,010	100.0	--	--	--	--	159,508	159,508	
Niger	65,800	57,237	87.0	8,563	--	--	--	88,180	88,180	

Schedule 1 (continued)

General Department
Quotas, IMF's Holdings of Currencies, Reserve Tranche Positions,
and Outstanding Credit and Loans
as at October 31, 2004

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF		Total 5/ (D)	
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ +		Total 5/ (C) =
Nigeria	1,753,200	1,753,121	100.0	143	--	--	--	--	--	
Norway	1,671,700	1,096,578	65.6	575,129	--	--	--	--	--	
Oman	194,000	129,866	66.9	64,181	--	--	--	--	--	
Pakistan	1,033,700	1,249,840	120.9	118	216,257	0.38	--	1,054,761	1,271,018	
Palau	3,100	3,100	100.0	1	--	--	--	--	--	
Panama	206,600	220,585	106.8	11,860	25,833	0.04	--	--	25,833	
Papua New Guinea	131,600	178,540	135.7	415	47,352	0.08	--	--	47,352	
Paraguay	99,900	78,428	78.5	21,475	--	--	--	--	--	
Peru	638,400	705,308	110.5	--	66,875	0.12	--	--	66,875	
Philippines	879,900	1,309,105	148.8	87,431	516,631	0.90	--	--	516,631	
Poland, Republic of	1,369,000	879,466	64.2	489,538	--	--	--	--	--	
Portugal	867,400	573,414	66.1	293,999	--	--	--	--	--	
Qatar	263,800	174,422	66.1	89,378	--	--	--	--	--	
Romania	1,030,200	1,343,236	130.4	--	313,031	0.54	--	--	313,031	
Russian Federation	5,945,400	8,398,661	141.3	1,827	2,454,979	4.26	--	--	2,454,979	
Rwanda	80,100	80,113	100.0	--	--	--	--	60,597	60,597	
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	-- 6/	--	--	--	1,902	1,902	
Saudi Arabia	6,985,500	4,650,162	66.6	2,335,341	--	--	--	--	--	
Senegal	161,800	160,277	99.1	1,531	--	--	--	138,727	138,727	
Seychelles	8,800	8,798	100.0	3	--	--	--	--	--	
Sierra Leone	103,700	103,685	100.0	24	--	--	--	114,365	114,365	
Singapore	862,500	573,092	66.4	289,482	--	--	--	--	--	
Slovak Republic	357,500	357,505	100.0	--	--	--	--	--	--	
Slovenia, Republic of	231,700	151,532	65.4	80,175	--	--	--	--	--	
Solomon Islands	10,400	9,852	94.7	550	--	--	--	--	--	
Somalia	44,200	140,907	318.8	--	96,701	0.17	8,840	--	112,004	
South Africa	1,868,500	1,867,954	100.0	555	--	--	--	--	--	
Spain	3,048,900	1,974,955	64.8	1,073,982	--	--	--	--	--	
Sri Lanka	413,400	522,475	126.4	47,855	156,913	0.27	--	38,390	195,303	
Sudan	169,700	497,649	293.3	11	327,929	0.58	--	--	387,157	
Suriname	92,100	85,976	93.4	6,125	--	--	--	--	--	
Swaziland	50,700	44,146	87.1	6,562	--	--	--	--	--	
Sweden	2,395,500	1,492,814	62.3	902,686	--	--	--	--	--	
Switzerland	3,458,500	2,257,436	65.3	1,201,092	--	--	--	--	--	
Syrian Arab Republic	293,600	293,603	100.0	5	--	--	--	--	--	

Schedule 1 (concluded)

General Department
Quotas, IMF's Holdings of Currencies, Reserve Tranche Positions,
and Outstanding Credit and Loans
as at October 31, 2004

(In thousands of SDRs)

Member	General Resources Account				Outstanding Credit and Loans					
	Quota	IMF's holdings of currencies 1/		Reserve tranche position	GRA		PRGF		Total 5/ (D)	
		Total	Percent of quota		Amount (A)	Percent 2/ +	SDA 3/ (B)	Trust 4/ (C)		=
Tajikistan, Republic of	87,000	87,000	100.0	2	--	--	--	82,730	82,730	
Tanzania	198,900	188,903	95.0	9,999	--	--	--	281,062	281,062	
Thailand	1,081,900	985,154	91.1	96,750	--	--	--	--	--	
Timor-Leste, The										
Democratic Republic of Togo	8,200	8,200	100.0	1	--	--	--	--	--	
	73,400	73,069	99.5	332	--	--	--	19,548	19,548	
Tonga	6,900	5,189	75.2	1,712	--	--	--	--	--	
Trinidad and Tobago	335,600	219,553	65.4	116,052	--	--	--	--	--	
Tunisia	286,500	266,305	93.0	20,222	--	--	--	--	--	
Turkey	964,000	15,338,348	1,591.1	112,775	14,487,120	25.13	--	--	14,487,120	
Turkmenistan, Republic of	75,200	75,200	100.0	5	--	--	--	--	--	
Uganda	180,500	180,506	100.0	-- 6/	--	--	--	135,709	135,709	
Ukraine	1,372,000	2,421,531	176.5	3	1,049,531	1.82	--	--	1,049,531	
United Arab Emirates	611,700	399,959	65.4	212,343	--	--	--	--	--	
United Kingdom	10,738,500	7,059,482	65.7	3,679,117	--	--	--	--	--	
United States	37,149,300	24,113,556	64.9	13,030,297	--	--	--	--	--	
Uruguay	306,500	2,074,063	676.7	--	1,767,556	3.07	--	--	1,767,556	
Uzbekistan, Republic of	275,600	292,225	106.0	5	16,625	0.03	--	--	16,625	
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	--	--	--	190,640	190,640	
Yemen, Republic of	243,500	278,654	114.4	13	35,167	0.06	--	213,150	248,317	
Serbia and Montenegro	467,700	1,072,042	229.2	--	604,328	1.05	--	--	604,328	
Zambia	489,100	489,101	100.0	18	--	--	54,525	519,560	574,085	
Zimbabwe	353,400	468,607	132.6	328	115,532	0.20	--	75,235	190,767	
Total	213,478,400	213,264,300		57,858,602	57,645,652	100.00	65,409	6,728,428	64,528,069	

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 Trust provides financing under PRGF 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)

	October 31, 2004 (unaudited)	April 30, 2004	October 31, 2004 (unaudited)	April 30, 2004
Assets				
Charges receivable	107,575	84,882	107,773	85,229
Overdue assessments and charges (Note 2)	35,230	88,933		
Participants with holdings below allocations (Note 3)				
Allocations	11,990,846	11,838,846		
Less: SDR holdings	3,984,226	3,865,861		
Participants with holdings above allocations (Note 2)				
SDR holdings	16,751,641	16,767,772		
Less: allocations	9,442,484	9,594,484		
Holdings in excess of allocations	7,309,157	7,173,288		
Holdings by the General Resources Account	371,474	506,029		
Holdings of SDRs by prescribed holders	361,021	382,254		
Total Assets	8,149,425	8,146,800	8,149,425	8,146,800
Liabilities				
Interest payable				
Total Liabilities				

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

**SDR Department
Income Statements
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)**

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Revenue				
Net charges from participants with holdings below allocations	40,921	78,065	32,229	65,396
Assessment on SDR allocations	400	750	400	800
	<u>41,321</u>	<u>78,815</u>	<u>32,629</u>	<u>66,196</u>
Expenses				
Interest on SDR holdings				
Net interest to participants with holdings above allocations	35,235	66,852	26,077	51,925
General Resources Account	3,606	7,176	4,122	9,185
Prescribed holders	2,080	4,037	2,030	4,286
	<u>40,921</u>	<u>78,065</u>	<u>32,229</u>	<u>65,396</u>
Administrative expenses	400	750	400	800
	<u>41,321</u>	<u>78,815</u>	<u>32,629</u>	<u>66,196</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 Three and Six Months Ended October 31, 2004 and 2003
(unaudited)
(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Cash flows from operating activities				
Receipts of SDRs				
Transfers among participants and prescribed holders	762,653	1,668,786	314,889	1,141,546
Transfers from participants to the General Resources Account	746,973	1,442,803	1,560,903	3,217,727
Transfers from the General Resources Account to participants and prescribed holders	874,609	1,577,359	1,723,624	3,517,042
Total Receipts of SDRs	<u>2,384,235</u>	<u>4,688,948</u>	<u>3,599,416</u>	<u>7,876,315</u>
Uses of SDRs				
Transfers among participants and prescribed holders	729,080	1,605,762	286,785	1,082,218
Transfers from participants to the General Resources Account	743,402	1,435,621	1,555,840	3,207,411
Transfers from the General Resources Account to participants and prescribed holders	874,609	1,577,359	1,723,624	3,517,042
Charges paid in the SDR Department	91,454	123,760	32,406	68,066
Other	(54,310)	(53,554)	761	1,578
Total Uses of SDRs	<u>2,384,235</u>	<u>4,688,948</u>	<u>3,599,416</u>	<u>7,876,315</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, 2004 financial statements and the notes included therein.

Unit of Account

As of October 31, 2004, one SDR was equal to 1.49878 U.S. dollars (one SDR was equal to 1.45183 U.S. dollars as of April 30, 2004).

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 1.95 percent for the six months ended October 31, 2004 (1.57 percent for the six months ended October 31, 2003)

2. Overdue Assessments and Charges

At October 31, 2004, assessments and charges amounting to SDR 35.2 million were overdue to the SDR Department (SDR 88.9 million at April 30, 2004). At October 31, 2004, three members (four members at April 30, 2004) 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, 2004	April 30, 2004
	<i>In millions of SDRs</i>	
Total	35.2	88.9
Overdue for six months or more	34.6	87.4
Overdue for three years or more	31.2	75.9

SDR Department
Notes to the Financial Statements

The amount and duration of arrears as of October 31, 2004 were as follows:

	Total	Longest Overdue Obligation
<i>In millions of SDRs</i>		
Liberia	24.6	April 1986
Somalia	10.5	February 1991
Sudan	0.1	April 1991
Total	<u>35.2</u>	

3. Allocations and Holdings

At October 31, 2004 and April 30, 2004, 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, 2004			April 30, 2004		
	<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	11,990.8	9,442.5	21,433.3	11,838.8	9,594.5
Holdings of SDRs by participants	<u>20,735.8</u>	<u>3,984.2</u>	<u>16,751.6</u>	<u>20,633.7</u>	<u>3,865.9</u>	<u>16,767.8</u>
Net SDR positions	<u>697.5</u>	<u>8,006.6</u>	<u>(7,309.1)</u>	<u>799.6</u>	<u>7,972.9</u>	<u>(7,173.3)</u>

SDR Department
Notes to the Financial Statements

A summary of SDR holdings is provided below:

	October 31, 2004	April 30, 2004
	<i>In millions of SDRs</i>	
Participants	20,735.8	20,633.6
General Resources Account	371.5	506.0
Prescribed holders	<u>361.0</u>	<u>382.3</u>
	21,468.3	21,521.9
Less: Overdue charges receivable	<u>35.0</u>	<u>88.6</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, 2004 and 2003
(In thousands of SDRs)

	Participants	General	Prescribed	Total	
		Resources		2004	2003
	Account	Account	Holders		
Total holdings, beginning of the year	20,633,633	506,029	382,254	21,521,916	21,518,839
Receipts of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	948,407	--	8,813	957,220	533,775
Operations					
Loans	--	--	--	--	15,675
Settlement of financial obligations	16,608	--	57,124	73,732	79,210
IMF-related operations					
SAF/PRGF loan	82,536	--	--	82,536	182,450
SAF repayments and interest	--	--	1,303	1,303	5,880
PRGF contributions and payments	57,511	--	119,655	177,166	103,771
PRGF repayments and interest	81,885	--	227,065	308,950	156,469
PRGF-HIPC contributions	738	--	4,011	4,749	4,745
Post-Conflict Subsidy payment	105	--	--	105	243
Net interest on SDRs	59,185	--	3,840	63,025	59,328
Transfers from participants to the General Resources Account					
Repurchases	--	308,944	--	308,944	1,943,880
Charges	--	1,126,676	--	1,126,676	1,247,854
Quota payment	--	--	--	--	15,675
Assessment on SDR allocation (Note 2)	--	1	--	1	2
Interest on SDRs	--	7,182	--	7,182	10,316
Transfers from the General Resources Account to participants and prescribed holders					
Purchases	356,806	--	--	356,806	2,379,261
In exchange for currencies of other members					
Acquisitions to pay charges	775,578	--	--	775,578	581,491
Remuneration	443,196	--	--	443,196	478,803
Other					
Refunds and adjustments	1,779	--	--	1,779	77,487
Total receipts	2,824,334	1,442,803	421,811	4,688,948	7,876,315

Schedule 1 (concluded)

SDR Department
Statements of Changes in SDR Holdings
for the Six Months Ended October 31, 2004 and 2003
(In thousands of SDRs)

	Participants	General	Prescribed	Total	
		Resources		2004	2003
	Account	Account	Holdings		
Uses of SDRs					
Transfers among participants and prescribed holders					
Transactions by agreement	758,850	--	198,370	957,220	533,775
Operations					
Loans	--	--	--	--	15,675
Settlement of financial obligations	57,124	--	16,608	73,732	79,210
IMF-related operations					
SAF/PRGF Loan	--	--	82,536	82,536	182,450
SAF repayments and interest	1,303	--	--	1,303	5,880
PRGF contributions and payments	114,366	--	62,801	177,167	103,771
PRGF repayments and interest	227,065	--	81,885	308,950	156,469
PRGF-HIPC contributions	4,011	--	738	4,749	4,745
Post-Conflict Subsidy payment	--	--	105	105	243
Transfers from participants to the General Resources Account					
Repurchases	308,944	--	--	308,944	1,943,880
Charges	1,126,676	--	--	1,126,676	1,247,854
Quota payment	--	--	--	--	15,675
Assessment on SDR allocation (Note 2)	1	--	--	1	2
Transfers from the General Resources Account to participants and prescribed holders					
Purchases	--	356,806	--	356,806	2,379,261
In exchange for currencies of other members					
Acquisitions to pay charges	--	775,578	--	775,578	581,491
Remuneration	--	443,196	--	443,196	478,803
Other					
Refunds and adjustments	--	1,779	--	1,779	77,487
Charges paid in the SDR department					
Net charges due	70,206	--	--	70,206	69,644
Total uses	2,668,546	1,577,359	443,043	4,688,948	7,876,315
Charges not paid when due	1,715	--	--	1,715	1,741
Settlement of unpaid charges	(55,269)	--	--	(55,269)	(163)
Total holdings, end of the period	<u>20,735,867</u>	<u>371,474</u>	<u>361,021</u>	<u>21,468,363</u>	<u>21,520,417</u>

The ending balances contain rounding

SDR Department
Allocations and Holdings of Participants
as at October 31, 2004
(In thousands of SDRs)

PARTICIPANT	NET CUMULATIVE ALLOCATIONS	TOTAL	HOLDINGS	
			PERCENT OF CUMULATIVE ALLOCATIONS	(+) ABOVE (-) BELOW ALLOCATIONS
Afghanistan, Islamic State of	26,703	169	0.6	(26,534)
Albania	--	66,973	--	66,973
Algeria	128,640	11,544	9.0	(117,096)
Angola	--	146	--	146
Antigua and Barbuda	--	6	--	6
Argentina	318,370	660,806	207.6	342,436
Armenia, Republic of	--	5,633	--	5,633
Australia	470,545	122,683	26.1	(347,862)
Austria	179,045	103,601	57.9	(75,444)
Azerbaijan	--	492	--	492
Bahamas, The	10,230	64	0.6	(10,166)
Bahrain, Kingdom of	6,200	612	9.9	(5,588)
Bangladesh	47,120	1,372	2.9	(45,748)
Barbados	8,039	68	0.9	(7,971)
Belarus, Republic of	--	53	--	53
Belgium	485,246	302,643	62.4	(182,603)
Belize	--	1,617	--	1,617
Benin	9,409	62	0.7	(9,347)
Bhutan	--	265	--	265
Bolivia	26,703	27,241	102.0	538
Bosnia and Herzegovina	20,481	1,058	5.2	(19,424)
Botswana	4,359	34,176	784.0	29,817
Brazil	358,670	215,793	60.2	(142,877)
Brunei Darussalam	--	8,536	--	8,536
Bulgaria	--	18,936	--	18,936
Burkina Faso	9,409	141	1.5	(9,268)
Burundi	13,697	95	0.7	(13,602)
Cambodia	15,417	286	1.9	(15,131)
Cameroon	24,463	986	4.0	(23,476)
Canada	779,290	586,982	75.3	(192,308)
Cape Verde	620	26	4.1	(594)
Central African Republic	9,325	1,648	17.7	(7,677)
Chad	9,409	79	0.8	(9,330)
Chile	121,924	33,133	27.2	(88,791)
China	236,800	786,890	332.3	550,090
Colombia	114,271	115,349	100.9	1,078
Comoros	716	4	0.6	(712)
Congo, Democratic Republic of	86,309	4,696	5.4	(81,613)
Congo, Republic of	9,719	204	2.1	(9,515)
Costa Rica	23,726	147	0.6	(23,579)

Schedule 2 (continued)

SDR Department
Allocations and Holdings of Participants
as at October 31, 2004
(In thousands of SDRs)

PARTICIPANT	NET CUMULATIVE ALLOCATIONS	TOTAL	HOLDINGS	
			PERCENT OF CUMULATIVE ALLOCATIONS	(+) ABOVE (-) BELOW ALLOCATIONS
Côte d'Ivoire	37,828	314	0.8	(37,514)
Croatia, Republic of	44,205	253	0.6	(43,953)
Cyprus	19,438	2,389	12.3	(17,049)
Czech Republic	--	2,215	--	2,215
Denmark	178,864	26,955	15.1	(151,909)
Djibouti	1,178	47	4.0	(1,131)
Dominica	592	28	4.8	(564)
Dominican Republic	31,585	2,210	7.0	(29,375)
Ecuador	32,929	9,790	29.7	(23,139)
Egypt	135,924	55,364	40.7	(80,560)
El Salvador	24,985	24,981	100.0	(4)
Equatorial Guinea	5,812	441	7.6	(5,371)
Estonia, Republic of	--	53	--	53
Ethiopia	11,160	1,376	12.3	(9,784)
Fiji	6,958	5,302	76.2	(1,656)
Finland	142,690	143,565	100.6	875
France	1,079,870	550,040	50.9	(529,830)
Gabon	14,091	7,513	53.3	(6,578)
Gambia, The	5,121	151	3.0	(4,970)
Georgia	--	327	--	327
Germany	1,210,760	1,332,807	110.1	122,047
Ghana	62,983	17,889	28.4	(45,094)
Greece	103,544	16,682	16.1	(86,862)
Grenada	930	51	5.4	(879)
Guatemala	27,678	5,250	19.0	(22,428)
Guinea	17,604	--	--	(17,604)
Guinea-Bissau	1,212	443	36.5	(769)
Guyana	14,530	5,986	41.2	(8,544)
Haiti	13,697	1,720	12.6	(11,977)
Honduras	19,057	138	0.7	(18,919)
Hungary	--	35,906	--	35,906
Iceland	16,409	100	0.6	(16,309)
India	681,170	3,561	0.5	(677,609)
Indonesia	238,956	53,541	22.4	(185,415)
Iran, Islamic Republic of	244,056	273,758	112.2	29,702
Iraq	68,464	296,595	433.2	228,132
Ireland	87,263	56,251	64.5	(31,012)
Israel	106,360	8,885	8.4	(97,475)
Italy	702,400	76,701	10.9	(625,699)

Schedule 2 (continued)

SDR Department
Allocations and Holdings of Participants
as at October 31, 2004
(In thousands of SDRs)

PARTICIPANT	NET CUMULATIVE ALLOCATIONS	TOTAL	HOLDINGS	
			PERCENT OF CUMULATIVE ALLOCATIONS	(+) ABOVE (-) BELOW ALLOCATIONS
Jamaica	40,613	268	0.7	(40,345)
Japan	891,690	1,803,711	202.3	912,021
Jordan	16,887	3,013	17.8	(13,874)
Kazakhstan, Republic of	--	785	--	785
Kenya	36,990	194	0.5	(36,796)
Kiribati	--	10	--	10
Korea	72,911	19,123	26.2	(53,788)
Kuwait	26,744	114,433	427.9	87,689
Kyrgyz Republic	--	16,322	--	16,322
Lao People's Democratic Republic	9,409	9,896	105.2	487
Latvia, Republic of	--	96	--	96
Lebanon	4,393	21,034	478.8	16,640
Lesotho	3,739	407	10.9	(3,332)
Liberia	21,007	--	--	(21,007)
Libya	58,771	471,536	802.3	412,765
Lithuania, Republic of	--	217	--	217
Luxembourg	16,955	9,426	55.6	(7,529)
Macedonia, former Yugoslav Republic of	8,379	2,307	27.5	(6,072)
Madagascar	19,270	212	1.1	(19,058)
Malawi	10,975	380	3.5	(10,595)
Malaysia	139,048	125,928	90.6	(13,120)
Maldives	282	318	112.5	35
Mali	15,912	456	2.9	(15,456)
Malta	11,288	30,500	270.2	19,212
Mauritania	9,719	66	0.7	(9,653)
Mauritius	15,744	17,444	110.8	1,700
Mexico	290,020	296,921	102.4	6,901
Micronesia, Federated States of	--	1,211	--	1,211
Moldova, Republic of	--	54	--	54
Mongolia	--	27	--	27
Morocco	85,689	77,311	90.2	(8,378)
Mozambique	--	54	--	54
Myanmar	43,474	246	0.6	(43,228)
Namibia	--	17	--	17
Nepal	8,105	6,251	77.1	(1,854)
Netherlands	530,340	505,551	95.3	(24,789)
New Zealand	141,322	21,342	15.1	(119,980)
Nicaragua	19,483	107	0.6	(19,376)
Niger	9,409	82	0.9	(9,327)

Schedule 2 (continued)

SDR Department
Allocations and Holdings of Participants
as at October 31, 2004
(In thousands of SDRs)

PARTICIPANT	NET CUMULATIVE ALLOCATIONS	TOTAL	HOLDINGS	
			PERCENT OF CUMULATIVE ALLOCATIONS	(+) ABOVE (-) BELOW ALLOCATIONS
Nigeria	157,155	1,048	0.7	(156,107)
Norway	167,770	201,231	119.9	33,461
Oman	6,262	8,670	138.5	2,408
Pakistan	169,989	159,808	94.0	(10,181)
Panama	26,322	381	1.4	(25,941)
Papua New Guinea	9,300	988	10.6	(8,312)
Paraguay	13,697	85,703	625.7	72,006
Peru	91,319	1,226	1.3	(90,093)
Philippines	116,595	5,180	4.4	(111,415)
Poland, Republic of	--	42,879	--	42,879
Portugal	53,320	64,892	121.7	11,572
Qatar	12,822	22,989	179.3	10,167
Romania	75,950	3,252	4.3	(72,698)
Russian Federation	--	339	--	339
Rwanda	13,697	19,699	143.8	6,002
St. Kitts and Nevis	--	1	--	1
St. Lucia	742	1,500	202.3	759
St. Vincent and the Grenadines	354	2	0.6	(351)
Samoa	1,142	2,418	211.8	1,276
San Marino, Republic of	--	539	--	539
São Tomé & Príncipe	620	5	0.8	(615)
Saudi Arabia	195,527	322,374	164.9	126,847
Senegal	24,462	187	0.8	(24,275)
Seychelles	406	3	0.7	(404)
Sierra Leone	17,455	19,244	110.2	1,789
Singapore	16,475	186,483	1,131.9	170,008
Slovak Republic	--	874	--	874
Slovenia, Republic of	25,431	6,921	27.2	(18,510)
Solomon Islands	654	4	0.7	(650)
Somalia	13,697	--	--	(13,697)
South Africa	220,360	222,809	101.1	2,449
Spain	298,805	291,755	97.6	(7,050)
Sri Lanka	70,868	1,917	2.7	(68,951)
Sudan	52,192	280	0.5	(51,912)
Suriname	7,750	1,245	16.1	(6,505)
Swaziland	6,432	2,471	38.4	(3,961)
Sweden	246,525	108,097	43.8	(138,428)
Switzerland	--	11,734	--	11,734
Syrian Arab Republic	36,564	36,747	100.5	183

Schedule 2 (concluded)

SDR Department
Allocations and Holdings of Participants
as at October 31, 2004
(In thousands of SDRs)

PARTICIPANT	NET CUMULATIVE ALLOCATIONS	TOTAL	HOLDINGS	
			PERCENT OF CUMULATIVE ALLOCATIONS	(+) ABOVE (-) BELOW ALLOCATIONS
Tajikistan, Republic of	--	5,063	--	5,063
Tanzania	31,372	201	0.6	(31,171)
Thailand	84,652	775	0.9	(83,877)
Togo	10,975	65	0.6	(10,910)
Tonga	--	235	--	235
Trinidad and Tobago	46,231	1,474	3.2	(44,757)
Tunisia	34,243	13,077	38.2	(21,166)
Turkey	112,307	186,560	166.1	74,253
Uganda	29,396	5,072	17.3	(24,324)
Ukraine	--	9,451	--	9,451
United Arab Emirates	38,737	2,682	6.9	(36,055)
United Kingdom	1,913,070	205,345	10.7	(1,707,725)
United States	4,899,530	8,701,205	177.6	3,801,675
Uruguay	49,977	20,102	40.2	(29,875)
Uzbekistan, Republic of	--	153	--	153
Vanuatu	--	917	--	917
Venezuela	316,890	5,904	1.9	(310,986)
Vietnam	47,658	587	1.2	(47,071)
Yemen, Republic of	28,743	19,939	69.4	(8,804)
Serbia and Montenegro	56,665	13,555	23.9	(43,110)
Zambia	68,298	15,504	22.7	(52,794)
Zimbabwe	10,200	53	0.5	(10,147)
ABOVE ALLOCATIONS	9,442,484	16,751,641	177.4	7,309,157
BELOW ALLOCATIONS	11,990,846	3,984,226	33.2	(8,006,620)
TOTAL PARTICIPANTS	21,433,330	20,735,867		
GENERAL RESOURCES ACCOUNT		371,474		
PRESCRIBED HOLDERS		361,021		
OVERDUE CHARGES	35,032			
	21,468,362	21,468,362		

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

Poverty Reduction and Growth Facility Trust

Combined Balance Sheets

(In thousands of SDRs)

	October 31, 2004 (unaudited)	April 30, 2004
Assets		
Cash and cash equivalents	3,128,916	2,721,670
Investments (Note 2)	2,718,817	3,035,128
Loans receivable (Note 3)	6,728,428	6,699,728
Interest receivable	24,623	20,915
	<hr/>	<hr/>
Total Assets	12,600,784	12,477,441
	<hr/> <hr/>	<hr/> <hr/>
Liabilities and Resources		
Borrowings (Note 4)	7,584,571	7,512,656
Interest payable	42,400	34,518
Other liabilities and deferred income	5,356	4,483
	<hr/>	<hr/>
Total Liabilities	7,632,327	7,551,657
	<hr/>	<hr/>
Resources	4,968,457	4,925,784
	<hr/>	<hr/>
Total Liabilities and Resources	12,600,784	12,477,441
	<hr/> <hr/>	<hr/> <hr/>

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

Poverty Reduction and Growth Facility Trust
Combined Statements of Income and Changes in Resources
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)
(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Balance, beginning of the quarter/year	4,954,391	4,925,784	4,923,760	4,898,250
Investment income (Note 2)	26,349	44,012	12,558	35,476
Interest income on loans	8,532	16,926	8,708	16,861
Interest expense	(30,982)	(58,630)	(26,723)	(54,242)
Other expenses	(730)	(1,522)	(1,312)	(1,660)
Operational income/(loss)	3,169	786	(6,769)	(3,565)
Contributions (Note 5)	10,581	21,332	5,761	25,017
Transfers from the Special Disbursement Account	13,750	22,118	(1,008)	21,452
Transfers to the PRGF-HIPC Trust	316	20,555	6,586	27,461
	--	--	(17,825)	(35,650)
Net changes in resources	14,066	42,673	(12,247)	13,263
Balance, end of the period	<u>4,968,457</u>	<u>4,968,457</u>	<u>4,911,513</u>	<u>4,911,513</u>

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

Poverty Reduction and Growth Facility Trust
Combined Statements of Cash Flows
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Cash flows from operating activities				
Net income/(loss)	3,169	786	(6,769)	(3,565)
Adjustments to reconcile net income to cash generated by operations				
Changes in interest payable and other liabilities	19,834	8,755	12,567	(5,169)
Changes in interest receivable	(12,318)	(3,708)	(9,685)	(1,082)
Cash from credit to members				
Loan disbursements	(109,638)	(467,596)	(62,964)	(372,082)
Loan repayments	176,650	438,896	163,055	408,987
Net cash (used)/provided by operating activities	<u>77,697</u>	<u>(22,867)</u>	<u>96,204</u>	<u>27,089</u>
Cash flows from investment activities				
Net acquisition of investments	1,071,141	316,312	383,649	(63,189)
Net cash provided/(used) by investment activities	<u>1,071,141</u>	<u>316,312</u>	<u>383,649</u>	<u>(63,189)</u>
Cash flows from financing activities				
Borrowings	110,301	470,630	60,264	370,844
Repayment of borrowings	(245,506)	(398,716)	(116,782)	(279,674)
Contributions	10,581	21,332	5,761	25,017
Transfers from the Special Disbursement Account	316	20,555	6,586	27,461
Transfers through the Special Disbursement Account to the PRGF-HIPC Trust	--	--	(17,825)	(35,650)
Net cash provided by financing activities	<u>(124,308)</u>	<u>113,801</u>	<u>(61,996)</u>	<u>107,998</u>
Cash and cash equivalents, beginning of period	2,104,386	2,721,670	2,135,081	2,481,040
Cash and Cash equivalents, end of period	<u><u>3,128,916</u></u>	<u><u>3,128,916</u></u>	<u><u>2,552,938</u></u>	<u><u>2,552,938</u></u>

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

Poverty Reduction and Growth Facility 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 IFRS for complete financial statements and should be read in conjunction with the April 30, 2004 financial statements and the notes included therein.

Unit of Account

As of October 31, 2004, one SDR was equal to 1.49878 U.S. dollars (one SDR was equal to 1.45183 U.S. dollars as of April 30, 2004).

2. Investments

The maturities of the investments are as follows:

	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
Less than 1 year	2,486,609	2,831,390
1 – 3 years	195,553	168,542
3 – 5 years	36,655	-
Over 5 years	-	35,196
Total	<u>2,718,817</u>	<u>3,035,128</u>

The investments consisted of the following:

	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
Debt securities	2,578,624	2,800,283
Fixed-term deposits	<u>140,193</u>	<u>234,845</u>
Total	<u>2,718,817</u>	<u>3,035,128</u>

Poverty Reduction and Growth Facility Trust
Notes to the Financial Statements

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

	2004	2003
	<i>In thousands of SDRs</i>	
Interest income	66,216	61,005
Realized gains, net	9,088	11,020
Unrealized (losses), net	(31,096)	(36,551)
Exchange rate (losses)/gains, net	<u>(196)</u>	<u>2</u>
Total	<u>44,012</u>	<u>35,476</u>

3. Loans Receivable

Resources of the Loan Account are committed to qualifying members for a three-year period, upon approval by the Trustee of three-year arrangements in support of the members' macroeconomic and structural adjustment programs. Interest on the outstanding loan balances is currently set at the rate of ½ of 1 percent per annum. Scheduled repayments of loans by borrowers are summarized below:

Period of Repayment, Financial Year Ending April 30	<i>In thousands of SDRs</i>
2005	445,858
2006	854,789
2007	726,142
2008	815,876
2009	820,734
2010 and beyond	2,993,134
Overdue	<u>71,895</u>
Total	<u>6,728,428</u>

The above includes one member, Zimbabwe, that is overdue at October 31, 2004 in the amount of SDR 71.9 million.

Poverty Reduction and Growth Facility Trust
Notes to the Financial Statements

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

	October 31, 2004	April 30, 2004		
	<i>In millions of SDRs and percent of total PRGF credit</i>			
Largest user of credit	1,054.8	15.7%	916.1	13.7%
Three largest users of credit	2,101.2	31.2%	1,920.4	28.7%
Five largest users of credit	2,693.0	40.0%	2,512.0	37.5%

4. Borrowings

The following summarizes the borrowing agreements:

	Amount Undrawn	
	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
Loan Account	4,388,138	4,856,812
Subsidy Account	62,799	65,167

The Trustee has agreed to hold and invest, on behalf of a lender, principal repayments of Trust borrowing in a suspense account within the Loan Account. Principal repayments will be accumulated until the final maturity of the borrowing, when the full proceeds are to be transferred to the lender. Amounts deposited in this account are invested by the Trustee, and payments of interest to the lender are to be made exclusively from the earnings on the amounts invested.

The Trust borrows on such terms and conditions as agreed between the Trust and the lenders. Interest rates on borrowings at October 31, 2004 and April 30, 2004 varied between 0.5 percent and 6.5 percent a year. The principal amounts of the borrowings are repayable in one installment at their maturity dates.

Poverty Reduction and Growth Facility Trust
Notes to the Financial Statements

Scheduled repayments of borrowings are summarized below:

Period of Repayment, Financial Year Ending April 30	<i>In thousands of SDRs</i>
2005	554,850
2006	1,504,589
2007	982,706
2008	822,951
2009	823,579
2010 and beyond	<u>2,895,896</u>
Total	<u>7,584,571</u>

5. Contributions

The Trustee accepts contributions for the Subsidy Account on such terms and conditions as agreed between the Trust and the contributors. At October 31, 2004, cumulative contributions received, including transfers from the Special Disbursement Account, amounted to SDR 2,451.3 million (SDR 2,420.8 million at October 31, 2003).

6. Commitments Under Loan Arrangements

At October 31, 2004, undrawn balances under 36 loan arrangements amounted to SDR 1,974.9 million (SDR 2,088.9 million under 36 arrangements at April 30, 2004).

7. Poverty Reduction and Growth Facility Administered Accounts

For the benefit of the Subsidy Account of the PRGF Trust, certain member countries requested that the IMF establish the Poverty Reduction and Growth Facility Administered Accounts (PRGF Administered Accounts or Administered Accounts). The Administered Accounts comprise deposits made by contributors. The difference between interest earned by the Administered Accounts and the interest payable on deposits is transferred to the Subsidy Account of the PRGF Trust.

Poverty Reduction and Growth Facility Trust
Notes to the Financial Statements

The resources of each administered account are held separately from the assets of all other accounts of, or administered by, the IMF and may not be used to discharge liabilities or to meet losses incurred in the administration of other accounts.

Total assets of the PRGF Administered Accounts and the net investment income transferred to the PRGF Subsidy Account were as follows:

	Total Assets of the PRGF Administered Accounts		Net Investment Income Transferred to PRGF Subsidy Account for Six Months Ended	
	October 31, 2004	April 30, 2004	October 31, 2004	October 31, 2003
	<i>(In thousands of SDRs)</i>		<i>(In thousands of SDRs)</i>	
Austria	10,003	15,067	92	122
Belgium	-	-	-	102
Botswana	-	-	-	-16
Greece	-	-	-	36
Indonesia	25,169	25,001	67	88
Iran	-	5,023	5	26
Portugal	6,583	8,806	52	48
Total	41,755	53,897	216	406

8. Saudi Fund for Development (SFD) Development Account

The SFD Development Account was established at the request of the SFD to provide supplementary financing in association with loans under the Poverty Reduction and Growth Facility (PRGF). The IMF acts as the agent of the SFD. Disbursements from the SFD Special Account are made simultaneously with PRGF disbursements. Payments of interest and principal due to the SFD under associated loans are to be transferred to SFD.

As at October 31, 2004 and April 30, 2004 SDR 49.5 million was transferred from the Saudi Fund for Development Special Account, all of which has been repaid.

9. Combining Balance Sheet and Statements of Income and Changes in Resources

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

Note 9 **Poverty Reduction and Growth Facility Trust**

Combining Balance Sheets

(In thousands of SDRs)

	Loan Account		Reserve Account		Subsidy Account		Combined	
	October 31, 2004 (unaudited)	April 30, 2004	October 31, 2004 (unaudited)	April 30, 2004	October 31, 2004 (unaudited)	April 30, 2004	October 31, 2004 (unaudited)	April 30, 2004
Assets								
Cash and cash equivalents	760,711	627,730	1,301,455	1,050,119	1,066,750	1,043,821	3,128,916	2,721,670
Investments (Note 2)	140,193	234,846	1,807,037	1,999,165	771,587	801,117	2,718,817	3,035,128
Loans receivable (Note 3)	6,728,428	6,699,728	--	--	--	--	6,728,428	6,699,728
Accrued account transfers	35,813	20,202	38,417	48,095	(74,230)	(68,297)	--	--
Interest receivable	22,808	19,866	1,771	961	44	88	24,623	20,915
Total Assets	<u>7,687,953</u>	<u>7,602,372</u>	<u>3,148,680</u>	<u>3,098,340</u>	<u>1,764,151</u>	<u>1,776,729</u>	<u>12,600,784</u>	<u>12,477,441</u>
Liabilities and Resources								
Borrowings (Note 4)	7,568,338	7,488,707	--	--	16,233	23,949	7,584,571	7,512,656
Interest payable	42,364	34,484	--	--	36	34	42,400	34,518
Other liabilities and deferred income	5,356	4,483	--	--	--	--	5,356	4,483
Total Liabilities	<u>7,616,058</u>	<u>7,527,674</u>	<u>--</u>	<u>--</u>	<u>16,269</u>	<u>23,983</u>	<u>7,632,327</u>	<u>7,551,657</u>
Resources	71,895	74,698	3,148,680	3,098,340	1,747,882	1,752,746	4,968,457	4,925,784
Total Liabilities and Resources	<u>7,687,953</u>	<u>7,602,372</u>	<u>3,148,680</u>	<u>3,098,340</u>	<u>1,764,151</u>	<u>1,776,729</u>	<u>12,600,784</u>	<u>12,477,441</u>

Note 9 (concluded)
Poverty Reduction and Growth Facility Trust
Combining Statements of Income and Changes in Resources

for the Six Months Ended October 31, 2004 and 2003

(unaudited)
(In thousands of SDRs)

	Loan Account		Reserve Account		Subsidy Account		Combined	
	2004	2003	2004	2003	2004	2003	2004	2003
Balance, beginning of the year	74,698	65,543	3,098,340	3,066,520	1,752,746	1,766,187	4,925,784	4,898,250
Investment income (Note 2)	--	--	27,772	24,719	16,240	10,757	44,012	35,476
Interest income on loans	16,926	16,861	--	--	--	--	16,926	16,861
Interest expense	(58,592)	(53,421)	--	--	(38)	(821)	(58,630)	(54,242)
Other expenses	--	--	(790)	(808)	(732)	(852)	(1,522)	(1,660)
Operational (loss) income	(41,666)	(36,560)	26,982	23,911	15,470	9,084	786	(3,565)
Contributions (Note 5)	--	--	--	--	21,332	25,017	21,332	25,017
Transfers from the Special Disbursement Account	(41,666)	(36,560)	26,982	23,911	36,802	34,101	22,118	21,452
Transfers through the Special Disbursement Account to the PRGF-HIPC Trust	--	--	20,555	27,461	--	--	20,555	27,461
Loan and Reserve Accounts	(2,803)	6,540	2,803	(6,540)	--	--	--	--
Loan and Subsidy Accounts	41,666	36,560	--	--	(41,666)	(36,560)	--	--
Net changes in resources	(2,803)	6,540	50,340	9,182	(4,864)	(2,459)	42,673	13,263
Balance, end of the period	71,895	72,083	3,148,680	3,075,702	1,747,882	1,763,728	4,968,457	4,911,513

**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, 2004 (unaudited)	April 30, 2004
Assets		
Cash and cash equivalents	250,922	590,613
Investments (Note 2)	861,848	569,013
Interest receivable	1,956	1,311
	<u> </u>	<u> </u>
Total Assets	1,114,726	1,160,937
	=====	=====
Liabilities and Resources		
Borrowings (Note 3)	608,998	612,918
Interest payable	666	1,319
	<u> </u>	<u> </u>
Total Liabilities	609,664	614,237
	<u> </u>	<u> </u>
Resources	505,062	546,700
	<u> </u>	<u> </u>
Total Liabilities and Resources	1,114,726	1,160,937
	=====	=====

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

PRGF-HIPC Trust and Related Accounts
Combined Statements of Income and Changes in Resources
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Balance, beginning of the quarter/year	536,158	546,700	651,623	718,634
Investment income (Note 2)	5,922	10,508	4,690	10,953
Interest expense	(521)	(1,048)	(520)	(1,039)
Other expenses	(126)	(196)	115	(208)
Operational income	5,275	9,264	4,285	9,706
Contributions received	21	22,062	7,447	16,793
Disbursements	(36,392)	(72,964)	(34,003)	(133,606)
Transfers	(31,096)	(41,638)	(22,271)	(107,107)
	--	--	17,605	35,430
Net changes in resources	(31,096)	(41,638)	(4,666)	(71,677)
Balance, end of the period	505,062	505,062	646,957	646,957

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

PRGF-HIPC Trust and Related Accounts
Combined Statements of Cash Flow
for the Three and Six Months Ended October 31, 2004 and 2003
(unaudited)

(In thousands of SDRs)

	2004		2003	
	Three Months	Six Months	Three Months	Six Months
Cash flows from operating activities				
Net income	5,275	9,264	4,285	9,706
Adjustments to reconcile net income to cash generated by operations				
Change in interest receivable	783	(645)	(2,035)	496
Change in interest payable	(559)	(653)	(554)	(636)
	<u>5,499</u>	<u>7,966</u>	<u>1,696</u>	<u>9,566</u>
Disbursements for HIPC grants	(36,392)	(72,964)	(34,003)	(133,606)
Net cash used in operating activities	(30,893)	(64,998)	(32,307)	(124,040)
Cash flows from investment activities				
Net movement of investments	(280,287)	(284,755)	424,476	201,866
Net cash from/(used in) investment activities	(280,287)	(284,755)	424,476	201,866
Cash flows from financing activities				
Borrowings	3,000	3,000	3,220	3,220
Repayment of borrowings	(15,000)	(15,000)	-	-
Contributions received	21	22,062	7,447	16,793
Transfers from the Special Disbursement Account	-	-	17,605	35,430
Net cash from financing activities	(11,979)	10,062	28,272	55,443
Cash and cash equivalents at the beginning of year	574,081	590,613	712,776	999,948
Cash and cash equivalents at the end of period	250,922	250,922	1,133,217	1,133,217

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

PRGF-HIPC Trust and Related Accounts

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, 2004 financial statements and the notes included therein.

Unit of Account

As of October 31, 2004, one SDR was equal to 1.49878 U.S. dollars (one SDR was equal to 1.45183 U.S. dollars as of April 30, 2004).

2. Investments

The maturities of the investments in debt securities and fixed-term deposits were as follows:

	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
Less than 1 year	855,460	564,272
1 - 3 years	<u>6,388</u>	<u>4,741</u>
Total	<u>861,848</u>	<u>569,013</u>

Investments consisted of the following:

	October 31, 2004	April 30, 2004
	<i>In thousands of SDRs</i>	
Debt securities	298,961	314,206
Fixed-term deposits	<u>562,887</u>	<u>254,807</u>
Total	<u>861,848</u>	<u>569,013</u>

PRGF-HIPC Trust and Related Accounts
Notes to the Financial Statements

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

	2004	2003
	<i>In thousands of SDRs</i>	
Interest income	13,177	13,684
Realized (losses) gains, net	(1,025)	2,516
Unrealized losses, net	(1,646)	(5,216)
Exchange rate gains (losses), net	2	(31)
Total	<u>10,508</u>	<u>10,953</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, 2004 and April 30, 2004 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>
2005	-
2006	-
2007	310
2008	20,066
2009	25,000
2010 and beyond	<u>563,622</u>
Total	<u>608,998</u>

PRGF-HIPC Trust and Related Accounts
Notes to the Financial Statements

4. Transfers Receivable and Payable

At October 31, 2004, the HIPC subaccount had transfers payable to the PRGF-HIPC subaccount arising from past disbursements to the Umbrella Account under the HIPC Initiative in the amount of SDR 1,125.1 million, including interest (SDR 1,012.0 million at April 30, 2004). Interest payable between subaccounts is eliminated on combination.

5. Combining Balance Sheets and Statements of Income and Changes in Resources

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

Note 5 PRGF-HIPC Trust and Related Accounts

Combining Balance Sheets

(In thousands of SDRs)

	October 31, 2004 (unaudited)				April 30, 2004						
	PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations		PRGF-HIPC Trust Account		Umbrella Account for HIPC Operations				
	PRGF	HIPC	Combined	Total	PRGF	HIPC	Combined	Total			
Assets											
Cash and cash equivalents	111,991	12,399	--	124,390	85,761	40,771	250,922	197,165	353,017	40,431	590,613
Investments	547,985	13,863	--	561,848	300,000	--	861,848	569,013	--	--	569,013
Transfers to and from subaccounts	1,125,074	--	(1,125,074)	--	--	--	--	--	--	--	--
Interest receivable	464	--	--	464	1,290	202	1,956	682	470	159	1,311
Total Assets	<u>1,785,514</u>	<u>26,262</u>	<u>(1,125,074)</u>	<u>686,702</u>	<u>387,051</u>	<u>40,973</u>	<u>1,114,726</u>	<u>766,860</u>	<u>353,487</u>	<u>40,590</u>	<u>1,160,937</u>
Liabilities and Resources											
Borrowings	608,998	--	--	608,998	--	--	608,998	612,918	--	--	612,918
Interest payable	666	--	--	666	--	--	666	1,319	--	--	1,319
Total Liabilities	<u>609,664</u>	<u>--</u>	<u>--</u>	<u>609,664</u>	<u>--</u>	<u>--</u>	<u>609,664</u>	<u>614,237</u>	<u>--</u>	<u>--</u>	<u>614,237</u>
Resources	1,175,850	26,262	(1,125,074)	77,038	387,051	40,973	505,062	152,623	353,487	40,590	546,700
Total Liabilities and Resources	<u>1,785,514</u>	<u>26,262</u>	<u>(1,125,074)</u>	<u>686,702</u>	<u>387,051</u>	<u>40,973</u>	<u>1,114,726</u>	<u>766,860</u>	<u>353,487</u>	<u>40,590</u>	<u>1,160,937</u>

Note 5 (concluded)

PRGF-HIPC Trust and Related Accounts

**Combining Statements of Income and Changes in Resources
for the Six Months Ended October 31, 2004 and 2003**

(unaudited)
(In thousands of SDRs)

	Six Months Ended October 31, 2004				Six Months Ended October 31, 2003						
	PRGF-HIPC Trust Account		Umbrella		PRGF-HIPC Trust Account		Umbrella				
	PRGF-HIPC	PRGF	HIPC	Combined	Account for HIPC Operations	Post-SCA-2 Administered Account	PRGF-HIPC Trust Account	Post-SCA-2 Administered Account			
Balance, beginning of the year	1,142,327	22,254	(1,011,958)	152,623	353,487	40,590	546,700	257,128	421,309	40,197	718,634
Investment income	16,438	275	--	6,824 ¹	3,301	383	10,508	7,754	2,882	317	10,953
Interest expense	(1,048)	--	(9,889)	(1,048) ¹	--	--	(1,048)	(1,039)	--	--	(1,039)
Other expenses	(139)	(57)	--	(196)	--	--	(196)	(208)	--	--	(208)
Operational income/(loss)	15,251	218	(9,889)	5,580	3,301	383	9,264	6,507	2,882	317	9,706
Contributions received	18,272	3,790	--	22,062	--	--	22,062	16,793	--	--	16,793
Grants	--	--	(103,227)	(103,227)	103,227	--	--	(40,044)	40,044	--	--
Disbursements	--	--	--	--	(72,964)	--	(72,964)	--	(133,606)	--	(133,606)
Transfers	33,523	4,008	(113,116)	(75,585)	33,564	383	(41,638)	(16,744)	(90,680)	317	(107,107)
Net changes in resources	33,523	4,008	(113,116)	(75,585)	33,564	383	(41,638)	35,650	--	(220)	35,430
Balance, end of the period	1,175,850	26,262	(1,125,074)	77,038	387,051	40,973	505,062	18,906	(90,680)	97	(71,677)
								276,034	330,629	40,294	646,957

¹ Interest payable between subaccounts amounting to SDR 9.9 million (SDR 6.5 million at October 31, 2003) has been eliminated in the combined totals.