

STATEMENT OF INCOME AND EXPENSES AND OTHER CHANGES IN DEVELOPMENT RESOURCES FOR THE YEARS ENDED DECEMBER 31, 2007 AND 2006

(UA thousands - Note B)

	2007	2006
INCOME AND EXPENSES		
Service charges on loans	29,729	30,246
Commitment charges on loans	15,401	14,086
Income on investments	147,246	102,498
Other income	270	13,981
Administrative expenses (Note K)	(135,848)	(114,561)
Discount on accelerated encashment of participants' demand obligations	(26,290)	(6,222)
Financial charges	(131)	(270)
Gain on exchange	1,230	660
Surplus	31,607	40,418
CHANGE IN DEVELOPMENT RESOURCES FUNDING		
Increase in paid-up subscriptions	838,132	1,009,493
Contributions received on account of Multilateral Debt Relief Initiative	66,117	43,253
Increase in other resources	13,700	21,300
Changes in accumulated exchange adjustment on subscriptions and contributions	27,543	47,966
Changes in unamortized discounts on subscriptions and contributions	(43,660)	(6,777)
Changes in accumulated translation adjustment	(18,070)	(82,360)
	883,762	1,032,875
CHANGE IN DEVELOPMENT RESOURCES ALLOCATION		
Disbursement of grants	(183,739)	(152,692)
Disbursement of loans	(541,256)	(532,472)
Repayment of loans	66,109	96,383
Recoveries on account of Multilateral Debt Relief Initiative	116,600	478,586
Translation adjustment on loans and grants	(48,957)	81,345
	(591,243)	(28,850)
Change in Net Development Resources	324,126	1,044,443
Net Development Resources at beginning of the year	5,251,677	4,207,234
NET DEVELOPMENT RESOURCES AT THE END OF THE YEAR	5,575,803	5,251,677

The accompanying notes to the special purpose financial statements form part of this statement.