

**AIB Special Fund Window for Less Developed Members**

**Auditor's Report and Financial Statements  
for the Year Ended Dec. 31, 2023**



## Independent Auditor's Report

To the Board of Governors of the Asian Infrastructure Investment Bank (the "Bank" or "AIIB"):

### Opinion

#### *What we have audited*

The financial statements of AIIB Special Fund Window for Less Developed Members (the "SFW") which are set out on pages 1 to 13, comprise:

- the statement of comprehensive income for the year ended December 31, 2023;
- the statement of financial position as at December 31, 2023;
- the statement of changes in contributors' resources for the year ended December 31, 2023;
- the statement of cash flows for the year ended December 31, 2023; and
- the notes to the financial statements, comprising material accounting policy information and other explanatory information.

#### *Our opinion*

In our opinion, the financial statements give a true and fair view of the financial position of the SFW as at December 31, 2023, and of its financial performance and its cash flows for the year then ended in accordance with IFRS Accounting Standards.

### Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing ("ISAs"). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

#### *Independence*

We are independent of the SFW in accordance with the International Code of Ethics for Professional Accountants (including International Independence Standards) issued by the International Ethics Standards Board for Accountants ("IESBA Code"), and we have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

## **Responsibilities of Management and Those Charged with Governance for the Financial Statements**

Management is responsible for the preparation of the financial statements that give a true and fair view in accordance with IFRS Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the SFW's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the SFW or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the SFW's financial reporting process.

## **Auditor's Responsibilities for the Audit of the Financial Statements**

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. We report our opinion solely to you, as a body, in accordance with our agreed terms of engagement and for no other purpose. We do not assume responsibility towards or accept liability to any other person for the contents of this report. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the SFW's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.



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- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the SFW's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the SFW to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



**PricewaterhouseCoopers**  
Certified Public Accountants

Hong Kong, China, March 19, 2024

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**AIIB Special Fund Window for Less Developed Members**  
**Statement of Comprehensive Income**  
**For the year ended Dec. 31, 2023**

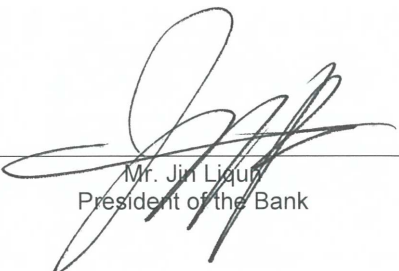
<i>In thousands of US Dollars</i>	<i>Note</i>	<b>For the year ended Dec. 31, 2023</b>	<b>For the year ended Dec. 31, 2022</b>
Interest income		-	-
Disbursements	C1	(860)	(4,937)
General and administrative expenses	C2	(67)	(30)
<b>Net loss and total comprehensive loss for the year</b>		<b>(927)</b>	<b>(4,967)</b>
<b>Attributable to:</b>			
Contributors		<b>(927)</b>	<b>(4,967)</b>

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


**AIIB Special Fund Window for Less Developed Members**  
**Statement of Financial Position**  
**As at Dec. 31, 2023**

<i>In thousands of US Dollars</i>	<b>Note</b>	<b>Dec. 31, 2023</b>	<b>Dec. 31, 2022</b>
<b>Assets</b>			
Cash and cash equivalents	C3	2,676	206
Other assets	C1	4,140	-
<b>Total assets</b>		<b>6,816</b>	<b>206</b>
<b>Liabilities</b>			
Payable and other liabilities		67	30
<b>Total liabilities</b>		<b>67</b>	<b>30</b>
<b>Contributors' resources</b>			
Contributions	C4	42,437	34,937
Accumulated losses		(35,688)	(34,761)
<b>Total contributors' resources</b>		<b>6,749</b>	<b>176</b>
<b>Total liabilities and contributors' resources</b>		<b>6,816</b>	<b>206</b>

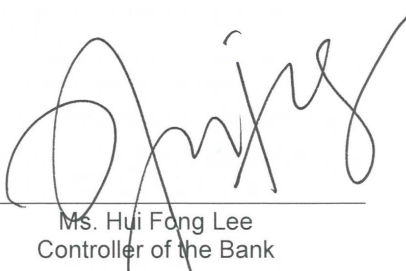
The accompanying notes are an integral part of these financial statements.



Mr. Jin Liqun  
 President of the Bank



Mr. Andrew Cross  
 Chief Financial Officer of the Bank



Ms. Hui Fong Lee  
 Controller of the Bank

**AIIB Special Fund Window for Less Developed Members**  
**Statement of Changes in Contributors' Resources**  
**For the year ended Dec. 31, 2023**

<i>In thousands of US Dollars</i>	<b>Note</b>	<b>Contributions</b>	<b>Accumulated losses</b>	<b>Total</b>
<b>Jan. 1, 2022</b>		<b>30,000</b>	<b>(29,794)</b>	<b>206</b>
Contributions	C4	4,937	-	4,937
Net loss for the year		-	(4,967)	(4,967)
<b>Dec. 31, 2022</b>		<b>34,937</b>	<b>(34,761)</b>	<b>176</b>
<b>Jan. 1, 2023</b>		<b>34,937</b>	<b>(34,761)</b>	<b>176</b>
Contributions	C4	7,500	-	7,500
Net loss for the year		-	(927)	(927)
<b>Dec. 31, 2023</b>		<b>42,437</b>	<b>(35,688)</b>	<b>6,749</b>

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



**AIIB Special Fund Window for Less Developed Members**  
**Statement of Cash Flows**  
**For the year ended Dec. 31, 2023**

<i>In thousands of US Dollars</i>	<b>Note</b>	<b>For the year ended Dec. 31, 2023</b>	<b>For the year ended Dec. 31, 2022</b>
<b>Cash flows from operating activities</b>			
Net loss for the year		(927)	(4,967)
Increase in other assets		(4,140)	-
Increase/(decrease) in other liabilities		37	(1)
<hr/>			
Net cash used in operating activities		(5,030)	(4,968)
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<b>Cash flows from financing activities</b>			
Contributions received	C4	7,500	4,937
<hr/>			
Net cash from financing activities		7,500	4,937
<hr/>			
<b>Net increase/(decrease) in cash and cash equivalents</b>		<b>2,470</b>	<b>(31)</b>
Cash and cash equivalents at the beginning of the year		206	237
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<b>Cash and cash equivalents at the end of the year</b>		<b>2,676</b>	<b>206</b>
<hr/>			

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

**AIIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**A General Information**

On May 7, 2020, the AIIB Special Fund Window under COVID-19 Crisis Recovery Facility (the “SFW”) was established as a special fund of the Asian Infrastructure Investment Bank (the “Bank” or “AIIB”) in accordance with Article 17.1 of the Bank’s Articles of Agreement (the “AOA”).

SFW is established as a special fund to support certain members of the Bank seeking financing under the Bank’s “COVID-19 Crisis Recovery Facility” (the “Facility”).

SFW is open to contributions by the Bank from its Project Preparation Special Fund (the “PPSF”), all Bank members, and others (the “Contributors”). The resources from the Contributors are accepted, held, managed, administered, used, committed, expended, or otherwise disposed of by the Bank in accordance with the AOA, the Rules and Regulations of SFW, and the Contribution Agreements when applicable.

The resources of SFW shall be used, on a grant basis, to buy down the interest due under sovereign-backed loans extended under the Facility to, or guaranteed by, eligible Bank members for eligible projects as specified in the Rules and Regulations of SFW. The interest buy-down rate will be set up to 100 basis points, or to the extent that will bring the interest rate down to zero if the pre-buy-down interest rate is below 1 percentage. The interest buy-down amount shall be paid directly by SFW to the Bank.

On March 23, 2022, AIIB Board of Directors approved the renaming of the SFW under the Facility as the Special Fund Window for Less Developed Members (the “Special Fund Window”) and the revision of the applicable Rules and Regulations. With this approval, Special Fund Window serves a broadened scope with new contributions once new contributions are received. The Special Fund Window provides interest rate buy-down to eligible sovereign-backed financing aligned with AIIB’s Corporate Strategy in eligible members according to the approved Rules and Regulations.

The following table sets out the total commitments and paid contributions as at Dec. 31, 2023.

<b>Contributors</b>	<b>Commitments</b>	<b>Paid Contributions</b>
PPSF <sup>(i)</sup>	55,000	39,937
Kingdom of Saudi Arabia <sup>(ii)</sup>	10,000	2,500
<b>Total</b>	<b>65,000</b>	<b>42,437</b>

(i) The Bank approved a transfer of USD30 million from PPSF to SFW as initial amount to provide interest rate buy-down for eligible sovereign-backed financing and approved the replenishment of Special Fund Window by carving out up to USD25 million from PPSF. The transfer of up to USD25 million will be made based on the required interest rate buy-down amount after the respective project is approved by the Board of Directors within the duration of the Facility, which is until Dec. 31, 2023.

(ii) On Sep. 26, 2023, the Bank signed an agreement for the Kingdom of Saudi Arabia to contribute USD10 million to the Special Fund Window. The total contribution amount will be contributed to Special Fund Window in five annual instalments. On Nov. 30, 2023, Special Fund Window received the first instalment of USD2.5 million.

**AIIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**A General Information**

These financial statements were signed by the President, the Chief Financial Officer, and the Controller of the Bank on March 19, 2024.

**B Accounting Policies**

**B1 Basis of preparation**

These financial statements for Special Fund Window have been prepared in accordance with the International Financial Reporting Standards as issued by the International Accounting Standards Board ("IFRS Accounting Standards"). Based on the By-Laws of the AIIB, the financial year of the Bank begins on Jan. 1 and ends on Dec. 31 of each year. Special Fund Window follows the same financial year-end as the Bank.

Special Fund Window follows the Bank's accounting policies and has adopted all of the IFRS Accounting Standards and interpretations effective for annual periods beginning on Jan. 1, 2023.

The financial statements have been prepared under the historical cost convention, except for those financial instruments measured at fair value.

The preparation of financial statements in conformity with the IFRS Accounting Standards requires the use of certain critical accounting estimates. It also requires management to exercise judgment in its process of applying the accounting policies. The area involving a higher degree of judgment or complexity is the determination and recognition of buy-down interest amounts. The financial statements have been prepared on a going concern basis.

**B2 New accounting pronouncements**

The new accounting pronouncements, amendments, and interpretations issued in 2023 do not have any significant impact on the operating results, financial position, and comprehensive income of Special Fund Window

**B3 Summary of material accounting policies**

**B3.1 Functional currency and foreign currency transactions**

The functional currency and the presentation currency of Special Fund Window are the United States Dollar ("USD" or "US Dollar").

There were no foreign currency transactions for the year ended Dec. 31, 2023.

**AIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**B Accounting Policies**

**B3.2 Financial instruments**

**B3.2.1 Financial assets**

Special Fund Window's financial assets are classified into three categories:

- (a) Amortized cost,
- (b) Fair value through other comprehensive income ("FVOCI"), or
- (c) Fair value through profit or loss ("FVPL").

The basis of classification depends on the relevant business model and the contractual cash flow characteristics of the underlying financial asset.

**(a) Classification of financial assets at amortized cost**

Special Fund Window classifies its financial assets at amortized cost only if both of the following criteria are met:

- (i) The financial asset is held within a business model having the objective of collecting the contractual cash flows, and
- (ii) The contractual terms give rise, on specified dates, to cash flows that are solely payments of principal and interest on the principal outstanding.

Special Fund Window applies the effective interest method to the amortized cost of a financial asset.

**(b) Classification of financial assets at FVOCI**

Financial assets at FVOCI comprise:

- (i) Financial assets having contractual cash flows which reflect solely payments of principal and interest on the outstanding principal, and for which the objective of the related business model is achieved both by collecting contractual cash flows and selling financial assets, and
- (ii) Investments in equity instruments which are neither held for trading nor contingent consideration and for which Special Fund Window has made an irrevocable election at initial recognition to recognize changes in fair value through other comprehensive income ("OCI") rather than profit or loss.

For (i) above, interest is calculated using the effective interest method and recognized in profit or loss. Except for gains or losses from impairment and foreign exchange, the financial asset is measured at FVOCI. When the financial asset is derecognized, the cumulative gain or loss previously recognized in OCI is reclassified to profit or loss.

For (ii) above, the accumulated fair value changes in OCI will not be reclassified to profit or loss in the future. Dividends on such investments are recognized in profit or loss unless the dividend represents a recovery of part of the cost of the investment.

**B Accounting Policies**

**B3.2 Financial instruments (Continued)**

**B3.2.1 Financial assets (Continued)**

**(c) Classification of financial assets at FVPL**

Special Fund Window classifies the following financial assets at FVPL:

- (i) Financial assets that do not qualify for measurement at either amortized cost or FVOCI,
- (ii) Financial assets that are designated at initial recognition as FVPL irrevocably, when such designation eliminates or significantly reduces a measurement or recognition inconsistency that would otherwise arise,
- (iii) Investment in equity instruments that are held for trading, and
- (iv) Investment in equity instruments for which Special Fund Window has not elected to recognize fair value gains or losses through OCI.

**B3.2.2 Financial liabilities**

Special Fund Window's financial liabilities are measured at amortized cost, using the effective interest method. The interest expenses are recognized in profit or loss.

**B3.2.3 Contributors' resources**

Special Fund Window recognizes contributions received from Contributors as equity on the basis that a contributor cannot choose to withdraw contributions from Special Fund Window. Contributors are only entitled to a distribution of net assets on termination of Special Fund Window in proportion to the contributions made available by them to Special Fund Window.

**B3.2.4 Recognition and derecognition**

Special Fund Window recognizes a financial asset or a financial liability in its Statement of Financial Position when, and only when, Special Fund Window becomes a party to the contractual provisions of the instrument.

A regular way purchase or sale of financial assets shall be recognized and derecognized as applicable using trade date accounting.

At initial recognition, Special Fund Window measures a financial asset or financial liability at its fair value plus or minus, in the case of a financial asset or financial liability not at FVPL, transaction costs that are directly attributable to the acquisition or issuance of the financial asset or financial liability.

**B Accounting Policies**

**B3.2 Financial instruments (Continued)**

**B3.2.4 Recognition and derecognition (Continued)**

Before evaluating whether, and to what extent, derecognition is appropriate, Special Fund Window determines whether the derecognition analysis should be applied to a part of a financial asset or a financial asset in its entirety. Special Fund Window derecognizes a financial asset when the contractual rights to the cash flow from the asset expire, or when it transfers the financial asset and substantially all the risks and rewards of ownership of the asset to another entity. If Special Fund Window neither transfers nor retains substantially all the risks and rewards of ownership and has not retained control of the transferred financial asset, Special Fund Window derecognizes the financial asset and recognizes separately as assets or liabilities any rights and obligations created or retained in the transfer.

**B3.2.5 Impairment of financial instruments**

Financial assets of Special Fund Window that are measured at amortized cost and FVOCI are subject to credit loss estimated through an expected credit loss ("ECL") model, assessed on a forward-looking basis.

**B3.2.6 Determination of fair value**

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction in the principal (or most advantageous) market at the measurement date under current market conditions (i.e. an exit price) regardless of whether that price is directly observable or estimated using another valuation technique.

For financial instruments not traded in active markets, fair value is determined using appropriate valuation techniques. Valuation techniques include the use of recent transaction prices, discounted cash flow analysis, option pricing models, and others commonly used by market participants. These valuation techniques include the use of observable and/or unobservable inputs.

**B3.3 Cash and cash equivalents**

Cash and cash equivalents are items that are readily convertible to known amounts of cash and which are subject to an insignificant risk of changes in value. Deposits with an original maturity of three months or less are classified as cash and cash equivalents.

**AIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**B Accounting Policies**

**B3.4 Interest income**

Interest is recorded on an accrual basis. All interest income is recognized within “interest income” in the Statement of Comprehensive Income.

**B3.5 Administration fees and expenses**

In accordance with the provisions of Section 4.5 of the Rules and Regulations of Special Fund Window, the Bank shall receive an administration fee based on the principle of full cost recovery on the contribution amounts received by Special Fund Window except for the amounts received by Special Fund Window pursuant to Section 2.1(a) of the Rules and Regulations of Special Fund Window. A proportionate amount of such administration fee shall be debited from each installment of the contribution paid in by the contributors and credited to the Bank’s ordinary resources.

Administration fees and expenses are recognized throughout the period to the satisfaction of the relevant services received.

**B3.6 Current and noncurrent presentation**

All assets and liabilities in the Statement of Financial Position are classified as current as at Dec. 31, 2023.

**AIIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**C Disclosure Notes**

**C1 Disbursement**

	<b>For the year ended Dec. 31, 2023</b>	<b>For the year ended Dec. 31, 2022</b>
Disbursement <sup>(1)</sup>	5,000	4,937
Return of disbursement <sup>(2)</sup>	(4,140)	-
<b>Total disbursement</b>	<b>860</b>	<b>4,937</b>

(1) For the year of 2023, Special Fund Window paid a total of USD5.0 million (2022: USD4.94 million) for the interest rate buy-down under eligible sovereign-backed financing.

(2) During the year of 2023, Special Fund Window recorded an amount of USD4.14 million (2022: none) as return of disbursement in interest rate buy-down as a result of the partial cancellation of one eligible sovereign-backed financing. As at Dec. 31, 2023, the USD4.14 million is recorded as a receivable from the Bank under "Other assets" (Dec. 31, 2022: none).

**C2 General and administrative expenses**

	<b>For the year ended Dec. 31, 2023</b>	<b>For the year ended Dec. 31, 2022</b>
AIIB administration fee	37	-
Annual audit fee	30	30
<b>Total general and administrative expenses</b>	<b>67</b>	<b>30</b>

**C3 Cash and cash equivalents**

	<b>Dec. 31, 2023</b>	<b>Dec. 31, 2022</b>
Cash	-	-
Deposits with banks		
- Demand deposits	2,676	206
<b>Total cash and cash equivalents</b>	<b>2,676</b>	<b>206</b>

**C4 Contributions**

	<b>For the year ended Dec. 31, 2023</b>	<b>For the year ended Dec. 31, 2022</b>
As at Jan. 1, 2023/2022	34,937	30,000
Movement during the year	7,500	4,937
<b>As at Dec. 31, 2023/2022</b>	<b>42,437</b>	<b>34,937</b>

During the financial year ended Dec. 31, 2023, Special Fund Window received a contribution of USD5.0 million (2022: USD4.94 million) from AIIB PPSF, and USD2.5 million from the Kingdom of Saudi Arabia as the first annual instalment of the USD10 million contribution. Refer to Note A for the breakdown of contributions by Contributors.



**AIB Special Fund Window for Less Developed Members**

**Notes to the Financial Statements**

**For the year ended Dec. 31, 2023**

*(All amounts in thousands of US Dollars unless otherwise stated)*

**C Disclosure Notes**

**C5 The fair value of financial assets and financial liabilities**

The carrying amounts of financial assets and liabilities presented on the Statement of Financial Position approximate their fair values, due to the short-term in nature.

**C6 Related party transactions**

Special Fund Window's related parties include the Bank, PPSF and other Contributors of Special Fund Window, and other special funds of the Bank.

The Bank is entitled to charge Special Fund Window an administration fee based on the principle of full cost recovery on the contribution amounts received from the Contributors to Special Fund Window specified in Section 4.5 of the Rules and Regulations of Special Fund Window, except for the amounts transferred by the Bank from its PPSF specified in Section 2.1(a) of the Rules and Regulations of Special Fund Window. For the year ended Dec. 31, 2023, amount recognized as administration fee amounted to USD0.04 million (for the year ended Dec. 31, 2022: none). As of Dec. 31, 2023, a payable amount of USD0.04 million administration fee is due to the Bank.

As of Dec. 31, 2023, a receivable of USD4.14 million as return of disbursement is due from the Bank relating to the reduced interest rate buy-down as a result of the partial cancellation of one eligible sovereign-backed financing.

Refer to Note C1 for the payment to the Bank and the return of disbursement from the Bank in respect of interest rate buy-down for eligible sovereign-backed financing.

The contributions received from PPSF and other Contributors are outlined in Notes A and C4.

**C7 Events after the end of the reporting period**

There have been no other material events since the reporting date that would require disclosure or adjustment to these financial statements.

**AIB Special Fund Window for Less Developed Members**  
**Notes to the Financial Statements**  
**For the year ended Dec. 31, 2023**  
*(All amounts in thousands of US Dollars unless otherwise stated)*

**D Financial Risk Management**

**D1 Overview**

Special Fund Window follows the risk management framework and policies of the Bank. The Bank adopts a proactive and comprehensive approach to risk management that is instrumental to the Bank's financial viability and success in achieving its mandate. The ability to identify, mitigate, and manage risk begins with the Bank's policies established with strong risk culture. In addition to establishing appropriate risk parameters and a thorough and robust project review and monitoring process, the risk management function provides independent oversight of credit and other investment risks, market risk, liquidity risk, counterparty credit risk, model risk, operational risk, and compliance risk in the Bank's activities. It is also designed to manage assets and liabilities to minimize the volatility of equity value and to maintain sufficient liquidity.

The purpose of Special Fund Window is to reduce the burden of AIB's lower-income members seeking financing under the Facility as members of the Bank that are classified as recipients of financing from the International Development Association and other members of the Bank, rather than to generate a return on its assets.

Therefore, for the year ended Dec. 31, 2023, Special Fund Window is not exposed to significant financial risks, with the exception of credit risk associated with the financial institutions with which it deposits its cash resources.

**D2 Credit risk**

***Credit risk management***

Special Fund Window takes on exposure to credit risk, which is the risk that one party to a financial instrument will cause a financial loss for the other party by failing to discharge an obligation.

In managing Special Fund Window's credit exposure to financial institutions, AIB applies the same rules and principles as in managing its own ordinary resources. The credit ratings of the financial institution counterparties are single A minus or higher.

However, given the high credit quality, no significant loss provisions are made for Special Fund Window's cash and cash equivalents for the year ended Dec. 31, 2023 (for the year ended Dec. 31, 2022: none)

The carrying amount of cash and cash equivalents presented on the Statement of Financial Position represents Special Fund Window's maximum exposure to credit risk as at Dec. 31, 2023.