

Quarterly Financial Report

For the period ending
30 September 2015

IDRC

Putting research to work



IDRC funds practical research in developing countries to increase prosperity and security, and to foster democracy and the rule of law, in support of Canada's international development efforts. We promote growth and development and encourage sharing knowledge with policymakers, other researchers, and communities around the world. The result is innovative, lasting solutions that aim to bring change to those who need it most.

Contents

MANAGEMENT'S DISCUSSION AND ANALYSIS

- 3 Introduction
- 3 Performance
- 4 Consolidated Overview
- 9 Corporate Developments
- 9 Risk Management
- 9 Outlook

UNAUDITED CONDENSED INTERIM FINANCIAL STATEMENTS

- 11 Statement of Management Responsibility
- 12 Condensed Interim Statement of Financial Position
- 13 Condensed Interim Statement of Comprehensive Income
- 14 Condensed Interim Statement of Changes in Equity
- 15 Condensed Interim Statement of Cash Flows
- 16 Notes to the Condensed Interim Financial Statements

Management's discussion and analysis

Introduction

This Management's Discussion and Analysis (MD&A) provides a narrative outlining the financial results and corporate updates of the International Development Research Centre (the Centre) for the second quarter ended 30 September 2015. This report was prepared as required under section 131.1 of the *Financial Administration Act* and is in compliance with the *Standard on Quarterly Financial Reports for Crown Corporations* issued by the Treasury Board of Canada.

The financial information contained herein, as well as the unaudited condensed interim financial statements, were prepared in accordance with the recognition and measurement standards applicable under International Financial Reporting Standards (IFRS). All monetary amounts are in Canadian dollars. The Centre recommends that this report be read in conjunction with the unaudited condensed interim financial statements (beginning on page 11). Disclosures and information presented in the *Financial Statements 2014-2015* apply to the current quarter unless otherwise indicated.

Performance

Figure 1: FINANCIAL HIGHLIGHTS

(for the six months ended 30 September)

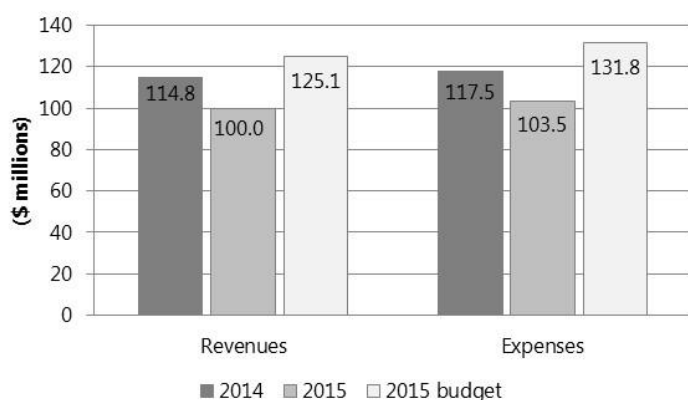


TABLE 1: FINANCIAL HIGHLIGHTS

(\$000)	For the six months ended 30 September		Year-over-year % change	Budget 2015-2016
	Actual 2014	Actual 2015		
Revenues	23 043	31 492	36.7%	73 727
Expenses	117 543	103 524	(11.9%)	258 060
Cost of operations	(94 500)	(72 032)	23.8%	(184 333)
Parliamentary appropriation	91 722	68 500	(25.3%)	183 478
Net results of operations	(2 778)	(3 532)	(27.1%)	(855)

Consolidated overview

Revenues

TABLE 2: REVENUES

(\$000)	For the quarter ended 30 September				For the six months ended 30 September				Budget 2015-2016		
	2014		2015		Year-over- year % change	2014		2015		Year-over- year % change	
	Actual	Budget	Actual			Actual	Budget	Actual			
Parliamentary appropriation	52 968	48 302	30 000	(43.4%)	91 722	86 802	68 500	(25.3%)	183 478		
Donor contributions	12 111	14 550	8 051	(33.5%)	22 564	38 118	30 337	34.4%	73 223		
Investment and other income	354	89	1 070	202.3%	479	221	1 155	141.1%	504		
Total revenues	65 433	62 941	39 121	(40.2%)	114 765	125 141	99 992	(12.9%)	257 205		

The Centre's revenues include the Parliamentary appropriation, donor contributions, and other sources (that include investment returns and other miscellaneous income).

During the six months ended 30 September 2015, the total **Parliamentary appropriation** received decreased by 25.3% to \$68.5 million from \$91.7 million for the same period in 2014-2015 (see Table 2). The Centre's **recurring** portion of the Parliamentary appropriation for the six months ended 30 September decreased by \$8.3 million (13.0%) compared to the same period last year (see Table 3). The decrease is due to seasonal variations in funding needs that guide the amount of appropriation drawn down. The decrease of \$14.9 million (53.8%) in the actual year-to-date **non-recurring** Parliamentary appropriation relates to the Development Innovation Fund (DIF).

TABLE 3: PARLIAMENTARY APPROPRIATION

(\$000)	For the six months ended 30 September			Budget 2015-2016
	Actual 2014	Actual 2015	Year-over- year % change	
Recurring portion	64 042	55 716	(13.0%)	136 006
Non-recurring portion	27 680	12 784	(53.8%)	47 472
Appropriation received and recognized	91 722	68 500	(25.3%)	183 478
Appropriation available for drawdown	96 298	114 978	19.4%	-

Table 4 shows how the Parliamentary appropriation was used during the period ending 30 September 2015.

TABLE 4: USE OF THE PARLIAMENTARY APPROPRIATION

(\$000)	For the six months ended 30 September		Budget 2015-2016
	Actual 2014	Actual 2015	
Total expenses	117 543	103 524	258 060
Minus:			
Donor-funded expenses	22 564	30 337	73 223
Replenishment (reduction) of financial reserve	94 979	73 187	184 838
Appropriation used for purchase of property, equipment and intangibles	-	(368)	-
Appropriation used for purchase of property, equipment and intangibles	402	(1 025)	1 229
Total funding requirement	95 381	71 794	186 067
Parliamentary appropriation	91 722	68 500	183 478
Unused (shortfall) appropriation	(3 659)	(3 294)	(2 588)

For the period ended 30 September 2015, the total funding requirement exceeded the Parliamentary appropriation by \$3.3 million due to timing differences between receipt and expenses. The October drawdown request will take into consideration the need to compensate for this shortfall. The projected \$2.6 million shortfall for financial year 2015-2016 in Table 4 will be funded by the 31 March 2015 unrestricted equity (see Table 8).

In the second quarter, **donor contribution revenues** decreased 33.5% year-over-year (see Table 2). For the six months ended 30 September 2015, donor contributions increased by \$7.7 million from \$22.6 million to \$30.3 million in the same period in 2014-2015. Donor contributions, received in advance, are recognized as revenue when the related expenses are incurred (see explanation of the variance in the Expenses section below). The variance between the year-to-date budget and the actual is attributable to the inherent difficulty to predict the exact timing of research project disbursements, especially in large complex multi-year programs. The Centre's financial model predicts annual disbursements fairly accurately.

Expenses

Expenses are tracked under two main headings: development research programming and corporate and administrative services.

TABLE 5: EXPENSES

(\$000)	For the quarter ended 30 September				For the six months ended 30 September				Budget 2015-2016
	2014	2015		Year-over- year % change	2014	2015		Year-over- year % change	
	Actual	Budget	Actual		Actual	Budget	Actual		
Development research programming									
Research projects funded by Parliamentary appropriation	40 044	35 122	16 734	(58.2%)	67 998	67 029	47 366	(30.3%)	131 355
Research projects funded by donor contributions	9 744	11 773	6 251	(35.8%)	18 160	32 022	25 449	40.1%	61 193
Enhancing research capabilities	8 430	9 488	8 451	0.2%	16 928	18 897	16 674	(1.5%)	37 733
Research complements	2 358	2 012	1 796	(23.8%)	4 407	4 014	3 900	(11.5%)	8 026
	60 576	58 395	33 232	(45.1%)	107 493	121 962	93 389	(13.1%)	238 307
Corporate and administrative services	5 194	4 845	5 081	(2.2%)	10 050	9 840	10 135	0.8%	19 753
Total expenses	65 770	63 240	38 313	(41.7%)	117 543	131 802	103 524	(11.9%)	258 060

For both the quarter and the six months ending 30 September 2015, **research project expenses funded by Parliamentary appropriation** are lower than targeted and lower than actuals for the same periods last year. The year-over-year decrease is mainly attributable to Development Innovation Fund (DIF) expenses (see Table 6).

TABLE 6: RESEARCH PROJECTS FUNDED BY PARLIAMENTARY APPROPRIATION

	For the six months ended 30 September			Year-over- year % change	Budget 2015-2016
	2014	2015			
	Actual	Budget	Actual		
Research projects	44 325	43 818	36 018	(18.7%)	87 484
Development Innovation Fund	23 673	23 211	11 348	(52.1%)	43 871
Total funded by Parliamentary appropriation	67 998	67 029	47 366	(30.3%)	131 355

Table 6 expands further on the research projects funded by the Parliamentary appropriation line in Table 5. The variance on research projects as at 30 September is the result of project remittances occurring later than anticipated. At this time, it is expected that the budget variance in research project expenses will diminish over the course of the financial year, and that the annual budget target of \$131.4 million for the year remains valid. Remittances for the DIF are lower than budgeted by \$11.9 million due to the postponement of a payment to Grand Challenge Canada (GCC) for DIF-Health. Payments to GCC are based on their cash needs.

Actual expenses on research projects funded by donor contributions for both the quarter and the six months ended 30 September 2015 are lower than budgeted for the same reasons donor contribution revenues are lower than budgeted (see above). It is expected that this gap will be reduced by the end of the year. The donor contribution revenue and the expense budget are being revised to reflect the most current information available. The year-

over-year increase for the six months ended 30 September was anticipated and is reflected in this year's budget, which is higher than the 2014-2015 actuals.

There is a slight year-over-year decline for the first six months compared to the same period last year in **expenses for enhancing research capabilities**. This decrease in actuals and lower expenses compared to budget is mainly the result of less travel and fewer professional services than predicted for the first half of the year. Further savings are a result of lower salary and benefit expenses due to temporary vacancies and staffing controls.

Research complements for the period ended 30 September 2015 decreased by 11.5% (see Table 5) compared to the previous year. This decrease, as well as the small variance in actuals against the year-to-date budget, is related to the timing of ongoing activities.

Actual expenses in **corporate and administrative services** in the second quarter and the six months ended 30 September 2015 remain relatively stable as compared to 2014-2015. The cumulative variance against the budget is minimal (0.8%, see Table 5). Management expects some recurring savings to accrue during the second half of the year.

Financial position

TABLE 7: SUMMARY OF ASSETS AND LIABILITIES

(\$000)	September 2015	March 2015	% change
Current assets	73 109	75 547	(3.2%)
Non-current assets	9 578	9 518	0.6%
Total assets	82 687	85 065	(2.8%)
Current liabilities	55 803	57 036	(2.2%)
Non-current liabilities	9 891	7 504	31.8%
Total liabilities	65 694	64 540	1.8%

Total **assets** at 30 September 2015 decreased by 2.8% (from \$85.1 million to \$82.7 million) as compared to 31 March 2015. The decrease in current assets is mostly in cash resulting from operational requirements (see Summary of Cash Flows in Table 9). The decrease in operating cash requirements is linked to higher receivables from donor partners and investments.

Total **liabilities** increased by \$1.2 million (or 1.8%) compared to 31 March 2015, representing an increase in deferred revenue liability for projects and programs funded from donor contributions. In fact there was a much larger increase in deferred revenue (\$13.6 million) that was offset by a significant decrease in accounts payable (\$12.3 million), which are high at the beginning of the financial year. This is a pattern we normally see during the first six months of the year.

TABLE 8: EQUITY

(\$000)	For the six months ended 30 September			Year-over-year % change	Budget 2015-2016
	2014	2015			
	Actual	Budget	Actual		
Unrestricted	(2 137)	(2 497)	888	(141.6%)	363
Internally restricted	1 117	1 126	1 125	0.7%	1 118
Net investments in capital assets	10 261	9 462	9 578	(6.7%)	9 226
Reserved	4 580	5 772	5 402	17.9%	4 580
Total equity	13 821	13 863	16 993	23.0%	15 287

The **internally restricted** equity for special programs and operational initiatives is nearly the same as it was at the beginning of the financial year. Internally restricted equity is entirely dedicated to the funding of the John G. Bene Fellowship Award in Social Forestry, in perpetuity.

The \$9.6 million **net investment in capital assets** segregates the portion of the equity representing the Centre's net investments in capital assets. That portion of the accumulated surplus funds future amortization and depreciation expenses for capital assets. Its asset counterpart is not cash but matches the value of property, equipment, and intangible assets as stated in the statement of financial position.

The **reserved** equity at 30 September 2015 is 17.9% higher than at the close of the first six months in 2014-2015. The reserved equity sets aside 3% of the recurring portion of the annual Parliamentary appropriation to buffer fluctuations in program spending beyond budgeted levels. At this time, the reserve also includes \$1.3 million for the Enterprise Resources Planning (ERP) replacement initiative and the replacement of the website software platform. This portion of the reserve is being drawn down as these projects are implemented. Most of the work will be carried out during the second half of the current year.

The **unrestricted** equity represents the residual balance of total equity after allotments to internally restricted and reserved equity. This balance reflects timing variances, both in project expenses and Parliamentary revenues (see Table 4).

Cash flows

TABLE 9: SUMMARY OF CASH FLOWS

(\$000)	For the quarter ended 30 September		Year-over-year change	For the six months ended 30 September		Year-over-year change
	Actual 2014	Actual 2015		Actual 2013	Actual 2015	
Net results of operations	(337)	808	1 145	(2 778)	(3 532)	(754)
Changes in items other than cash and cash equivalents	7 909	10 591	2 682	(4 822)	(5 294)	(472)
Cash flows (used in) from operating activities	7 572	11 399	3 827	(7 600)	(8 826)	(1 226)
Purchase of investments	-	(5 082)	(5 082)	(9 938)	(15 041)	(5 103)
Maturity of investments	2 544	-	(2 544)	7 497	9 958	2 461
Other	(97)	(621)	(524)	(402)	(1 025)	(623)
Cash flows (used in) from investing activities	2 447	(5 703)	(8 150)	(2 843)	(6 108)	(3 265)
Increase (Decrease) in cash and cash equivalents	10 019	5 696	(4 323)	(10 443)	(14 934)	(4 491)
Cash and cash equivalents, beginning of period	22 902	28 982	6 080	43 364	49 612	6 248
Cash and cash equivalents, end of period	32 921	34 678	1 757	32 921	34 678	1 757

For the six months ended 30 September 2015, **operating activities** reduced cash and cash equivalents by \$8.8 million. This decrease in liquidities reflects an increase in accounts receivable and deferred revenue as well as the reduction in accounts payable and accrued liabilities which is normal at this point in the year.

The cash flows from **investing activities** for the six months ending 30 September 2015 decreased because of the purchase of investments and the maturity of investments, which can be seen on the condensed interim statement of cash flows on page 13. It should be noted that the bulk of the cash and investments held at 30 September 2015 are related to the deferred revenue originating from advances received for donor contributions.

Corporate developments

There have not been any material changes during the second quarter.

Risk management

There have not been any material changes in the risks to organizational performance as reported in the "Management's Discussion and Analysis" posted on IDRC's website with the financial statements for the financial year 2014-2015.

Outlook

The remaining aspects of the context in which the Centre operates has not changed since the last report.

Unaudited condensed interim financial statements

Statement of management responsibility

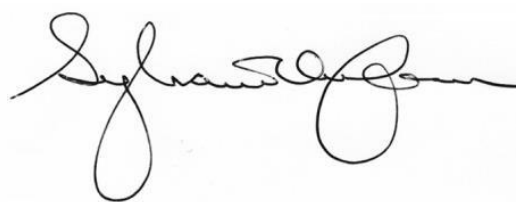
Management is responsible for the preparation and fair presentation of these condensed quarterly financial statements, which, we confirm, have been prepared in accordance with the International Accounting Standard 34 (*Interim Financial Reporting*) and the *Standard on Quarterly Financial Reports for Crown Corporations* issued by the Treasury Board of Canada.

Management has implemented internal controls that aim to keep condensed quarterly financial statements free from material misstatements. Management is also responsible for ensuring that all other information in the condensed quarterly financial report for the period ending 30 September 2015 is consistent, where appropriate, with the condensed quarterly financial statements that follow.

Based on our knowledge, these unaudited condensed quarterly financial statements present fairly, in all material respects, the financial position, results of operations, and cash flows of the Centre, as at the date of, and for the periods presented in, the condensed quarterly financial statements.



Jean Lebel, PhD
President



Sylvain Dufour, Eng., CPA, CMA, MSc
Vice-President, Resources, and CFO

Ottawa, Canada
16 November 2015

Condensed Interim Statement of Financial Position

(in thousands of Canadian dollars)

as at

	<u>30 September 2015</u>	<u>31 March 2015</u>
	(unaudited)	(audited)
Assets		
Current		
Cash and cash equivalents	34 678	49 613
Investments	16 040	10 968
Accounts receivable and prepaid expenses	22 391	14 966
	<u>73 109</u>	<u>75 547</u>
Non-current		
Property and equipment	6 720	6 855
Intangible assets	2 858	2 663
	<u>82 687</u>	<u>85 065</u>
Liabilities		
Current		
Accounts payable and accrued liabilities	13 022	25 315
Deferred revenue (Note 5)	42 781	31 721
	<u>55 803</u>	<u>57 036</u>
Non-current		
Deferred revenue (Note 5)	5 927	3 381
Employee benefits	3 964	4 123
	<u>65 694</u>	<u>64 540</u>
Equity		
Unrestricted	888	4 114
Internally restricted	1 125	1 123
Net investments in capital assets	9 578	9 518
Reserved	5 402	5 770
	<u>16 993</u>	<u>20 525</u>
	<u>82 687</u>	<u>85 065</u>
Commitments (Note 9)		
Contingencies (Note 10)		

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Comprehensive Income

(unaudited)

(in thousands of Canadian dollars)

	For the quarter ended 30 September		For the 6 months ended 30 September	
	2015	2014	2015	2014
Revenues				
Donor contributions (Note 6)	8 051	12 111	30 337	22 564
Investment and other income (Note 7)	1 070	354	1 155	479
	<u>9 121</u>	<u>12 465</u>	<u>31 492</u>	<u>23 043</u>
Expenses				
Development research programming (Note 11)				
Research projects funded by Parliamentary appropriation	16 734	40 044	47 366	67 998
Research projects funded by donor contributions	6 251	9 744	25 449	18 160
Enhancing research capabilities	8 451	8 430	16 674	16 928
Research complements	1 796	2 358	3 900	4 407
	<u>33 232</u>	<u>60 576</u>	<u>93 389</u>	<u>107 493</u>
Corporate and administrative services (Note 11)				
Corporate services	4 276	4 412	8 543	8 413
Regional office administration	805	782	1 592	1 637
	<u>5 081</u>	<u>5 194</u>	<u>10 135</u>	<u>10 050</u>
Total expenses	<u>38 313</u>	<u>65 770</u>	<u>103 524</u>	<u>117 543</u>
Cost of operations before Parliamentary appropriation	(29 192)	(53 305)	(72 032)	(94 500)
Parliamentary appropriation (Note 8)	<u>30 000</u>	<u>52 968</u>	<u>68 500</u>	<u>91 722</u>
Net results of operations	<u>808</u>	<u>(337)</u>	<u>(3 532)</u>	<u>(2 778)</u>

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Changes in Equity

(in thousands of Canadian dollars)

(unaudited)

	For the quarter ended 30 September		For the 6 months ended 30 September	
	2015	2014	2015	2014
Unrestricted equity				
Beginning of period	(36)	(2 078)	4 114	214
Net results of operations	808	(337)	(3 532)	(2 778)
Transfers from other classes of equity	116	278	306	427
Balance end of period	<u>888</u>	<u>(2 137)</u>	<u>888</u>	<u>(2 137)</u>
Internally restricted equity				
Beginning of period	1 123	1 114	1 123	1 117
Net increase	<u>2</u>	<u>3</u>	<u>2</u>	<u>—</u>
Balance end of period	<u>1 125</u>	<u>1 117</u>	<u>1 125</u>	<u>1 117</u>
Net investments in capital assets				
Beginning of period	9 439	10 573	9 518	10 688
Net increase (decrease)	<u>139</u>	<u>(312)</u>	<u>60</u>	<u>(427)</u>
Balance end of period	<u>9 578</u>	<u>10 261</u>	<u>9 578</u>	<u>10 261</u>
Reserved equity				
Beginning of period	5 659	4 549	5 770	4 580
Net (decrease) increase	<u>(257)</u>	<u>31</u>	<u>(368)</u>	<u>—</u>
Balance end of period	<u>5 402</u>	<u>4 580</u>	<u>5 402</u>	<u>4 580</u>
Equity, end of period	<u>16 993</u>	<u>13 821</u>	<u>16 993</u>	<u>13 821</u>

The accompanying notes form an integral part of these condensed interim financial statements.

Condensed Interim Statement of Cash Flows

(in thousands of Canadian dollars)

(unaudited)

	For the quarter ended 30 September		For the 6 months ended 30 September	
	2015	2014	2015	2014
Operating activities				
Net results of operations	808	(337)	(3 532)	(2 778)
Items not affecting cash				
Amortization and depreciation of property and equipment and intangible assets	481	434	964	854
Amortization of bond premium	10	—	11	—
(Gain) on disposal of property and equipment	—	(24)	—	(24)
Employee benefits	(61)	10	(159)	(63)
	430	420	816	767
Change in non-cash operating items				
Accounts receivable and prepaid expenses	(10 889)	3 007	(7 424)	(5 745)
Accounts payable and accrued liabilities	(834)	(4 945)	(12 291)	(12 488)
Deferred revenue	21 884	9 427	13 605	12 644
	10 161	7 489	(6 110)	(5 589)
Cash flows (used in) from operating activities	11 399	7 572	(8 826)	(7 600)
Investing activities				
Purchase of investments	(5 082)	—	(15 041)	(9 938)
Maturity of investments	—	2 544	9 958	7 497
Acquisition of property and equipment and intangible assets	(621)	(97)	(1 025)	(402)
Net proceeds (costs) of disposition of property and equipment	—	—	—	—
Cash flows (used in) from investing activities	(5 703)	2 447	(6 108)	(2 843)
Increase (Decrease) in cash and cash equivalents	5 696	10 019	(14 934)	(10 443)
Cash and cash equivalents, beginning of period	28 982	22 902	49 612	43 364
Cash and cash equivalents, end of period	34 678	32 921	34 678	32 921
Composition of cash and cash equivalents				
Cash	34 678	31 922	34 678	31 922
Cash equivalents	—	999	—	999
	34 678	32 921	34 678	32 921

The accompanying notes form an integral part of these condensed interim financial statements.

Notes to the Condensed Interim Financial Statements

(unaudited)

For the period ended 30 September 2015

(in thousands of Canadian dollars unless otherwise stated)

1. Corporate information

The International Development Research Centre (the Centre), a Canadian Crown corporation without share capital, was established in 1970 by the Parliament of Canada through the *International Development Research Centre Act*. The Centre is a registered charity and is exempt under section 149 of the *Income Tax Act* from the payment of income tax.

2. Authority and objective

The Centre is funded primarily through an annual appropriation received from the Parliament of Canada. In accordance with section 85(1.1) of the *Financial Administration Act*, the Centre is exempt from Divisions I to IV of Part X of the Act, except for sections 89.8 to 89.92, subsection 105(2) and sections 113.1, 119, 131 to 148 and 154.01.

The objective of the Centre is to initiate, encourage, support, and conduct research into the problems of the developing regions of the world and into the means for applying and adapting scientific, technical, and other knowledge to the economic and social advancement of those regions.

3. Basis of preparation

The condensed interim financial statements are presented in Canadian dollars and all values are rounded to the nearest thousand except when otherwise indicated.

These condensed interim financial statements have been prepared in accordance with the International Accounting Standard 34 *Interim financial reporting* based on recognition and measurement standards applicable under International Financial Reporting Standards (IFRS) as issued by the International Accounting Standards Board (IASB) and the *Standard on Quarterly Financial Reports for Crown Corporations* as issued by the Treasury Board of Canada. These statements have not been audited or reviewed by the Centre's external auditors.

The condensed interim financial statements were prepared on the basis of historical cost unless otherwise indicated and do not include all the information and disclosures required for full annual financial statements. The accounting policies adopted in the preparation of the condensed interim financial statements are consistent with those followed in the preparation of the Centre's annual financial statements as at 31 March 2015. The present interim statements should be read in conjunction with the Centre's audited financial statements as at 31 March 2015.

The Centre's operations consist of building the capacity for self-reliance in research in the developing regions of the world. It receives most of its funding from the Parliament of Canada. Parliamentary revenue is recognized when it is received or receivable, whereas donor contributions are recognized when expended for their intended purpose. The Centre's operations are seasonal. Most of the development research programming expenses are driven by several different cycles (academic, climatic, and agricultural) and tend not to be evenly distributed during the year.

4. New and revised accounting standards

A number of new amendments and improvements were issued by the International Accounting Standards Board (IASB) effective for financial reporting periods commencing on or after 1 January 2015. These amendments and improvements were not relevant to the Centre's annual period that began on 1 April 2015.

5. Deferred revenue

Deferred revenue includes the unspent portion of funds received or receivable on donor contribution activities.

	<u>30 September 2015</u>	<u>31 March 2015</u>
Donor contribution funding for development research programs		
Current	42 781	31 721
Non-current	5 927	3 381
	<u>48 708</u>	<u>35 102</u>

6. Donor contributions

Donor contribution funding for development research programs relates specifically to research projects conducted or managed by the Centre on behalf of other organizations. A breakdown of the revenue and expense recognition for donor contributions is provided below.

	For the quarter ended		For the 6 months ended	
	30 September		30 September	
	2015	2014	2015	2014
Department for International Development (UK)	3 917	5 731	16 438	9 043
Department of Foreign Affairs, Trade and Development	2 211	4 243	4 891	8 749
The William and Flora Hewlett Foundation	722	1 061	4 365	2 142
World Bank	560	—	1 323	—
Australian Centre for International Agriculture Research	263	75	1 637	122
Norwegian Agency for Development Cooperation	112	—	650	286
Bill & Melinda Gates Foundation	92	924	596	1 973
Other donor agencies	174	77	437	249
	8 051	12 111	30 337	22 564

7. Investment and Other Income

	For the quarter ended		For the 6 months ended	
	30 September		30 September	
	2015	2014	2015	2014
Investment income	37	—	89	—
Other income	1 033	—	1 066	—
Total investment and other income	1 070	—	1 155	—
Net unrealized exchange gains and losses included in other income	903	—	865	—
Net investment and other income, before unrealized exchange gains and losses	167	—	290	—

Monetary assets and liabilities are revalued at exchange rates prevailing on the last business day of the quarter. Revenues and expenses are revalued at exchange rates prevailing on the transaction date. Gains and losses arising from these translation policies are included in the condensed interim statement of comprehensive income under investment and other income.

8. Parliamentary appropriation

	For the quarter ended		For the 6 months ended	
	30 September		30 September	
	2015	2014	2015	2014
Annual Parliamentary appropriation	183 478	188 020	183 478	188 020
Appropriation recognized in the statement of comprehensive income	(30 000)	(52 968)	(68 500)	(91 722)
Annual appropriation available for future drawdown			114 978	96 298

9. Commitments

a. Research project-related

The Centre is committed to making payments of up to \$286.3 million (31 March 2015: \$315.3 million) during the next five years, subject to funds being provided by Parliament or donors and to compliance by recipients with the terms and conditions of their grant agreements. Of this amount, \$156.8 million (31 March 2015: \$182.0 million) is expected to be funded from future Parliamentary appropriations and the balance of \$129.5 million (31 March 2015: \$133.3 million) from donor contribution agreements.

	<u>30 September 2015</u>	<u>31 March 2015</u>
Within one year	145 834	162 210
After one year, but not more than five	140 462	153 136
Total future payments	<u>286 296</u>	<u>315 346</u>

b. Other

The Centre has entered into various agreements for leases of office premises and contractual obligations for goods and services in Canada and abroad. Agreements expire at different dates up to 2022. Future payments related to these commitments as at 30 September 2015 are as follows:

	<u>30 September 2015</u>	<u>31 March 2015</u>
Within one year	9 290	9 019
After one year, but not more than five	31 897	32 021
More than five years	16 654	20 511
Total future payments	<u>57 841</u>	<u>61 551</u>

10. Contingencies

Various claims have been asserted or instituted against the Centre. Based on the advice of legal counsel, management does not expect the outcome of any of these proceedings to have a material effect on the statement of financial position or on the statement of comprehensive income.

11. Schedule of expenses

	For the quarter ended 30 September		For the 6 months ended 30 September	
	2015	2014	2015	2014
Development research programming				
Contribution to research projects	22 047	47 472	70 954	82 355
Core salaries and benefits	6 083	6 615	12 251	13 079
Professional services	902	2 067	1 467	2 930
Co-funded project salaries and benefits ^a	1 518	1 430	2 774	2 740
Accommodations	1 027	927	2 077	2 042
Travel	442	669	1 192	1 549
Amortization and depreciation	317	294	636	571
Co-funded project expenses ^a	402	682	772	1 068
Other	494	420	1 266	1 159
	33 232	60 576	93 389	107 493
Corporate and administrative services				
Salaries and benefits	3 312	3 401	6 398	6 701
Accommodations	620	551	1 227	1 152
Professional services	211	438	335	519
Office supplies and expenses	310	195	566	489
Amortization and depreciation	164	140	328	283
Furniture, equipment, and maintenance	138	122	388	230
Travel	81	73	155	161
Other	245	274	738	515
	5 081	5 194	10 135	10 050
Total expenses	38 313	65 770	103 524	117 543

^a Includes all costs directly related to the development of research capabilities in co-funded projects and programs. These represent total expenses for the quarter of \$1 920 (30 September 2014: \$2 112) and for the six months \$3 546 (30 September 2014: \$3 808).

How to reach us

Contact information

Head office

MAILING ADDRESS

PO Box 8500
Ottawa, ON, Canada
K1G 3H9

STREET ADDRESS

150 Kent Street
Ottawa, ON, Canada
K1P 0B2

Phone (+1) 613-236-6163

Fax: (+1) 613-238-7230

Email: info@idrc.ca

To connect with IDRC's regional offices, or to view the staff directory, go to the [Contact Us](#) page on our website, www.idrc.ca

This document is available online at www.idrc.ca

idrc.ca