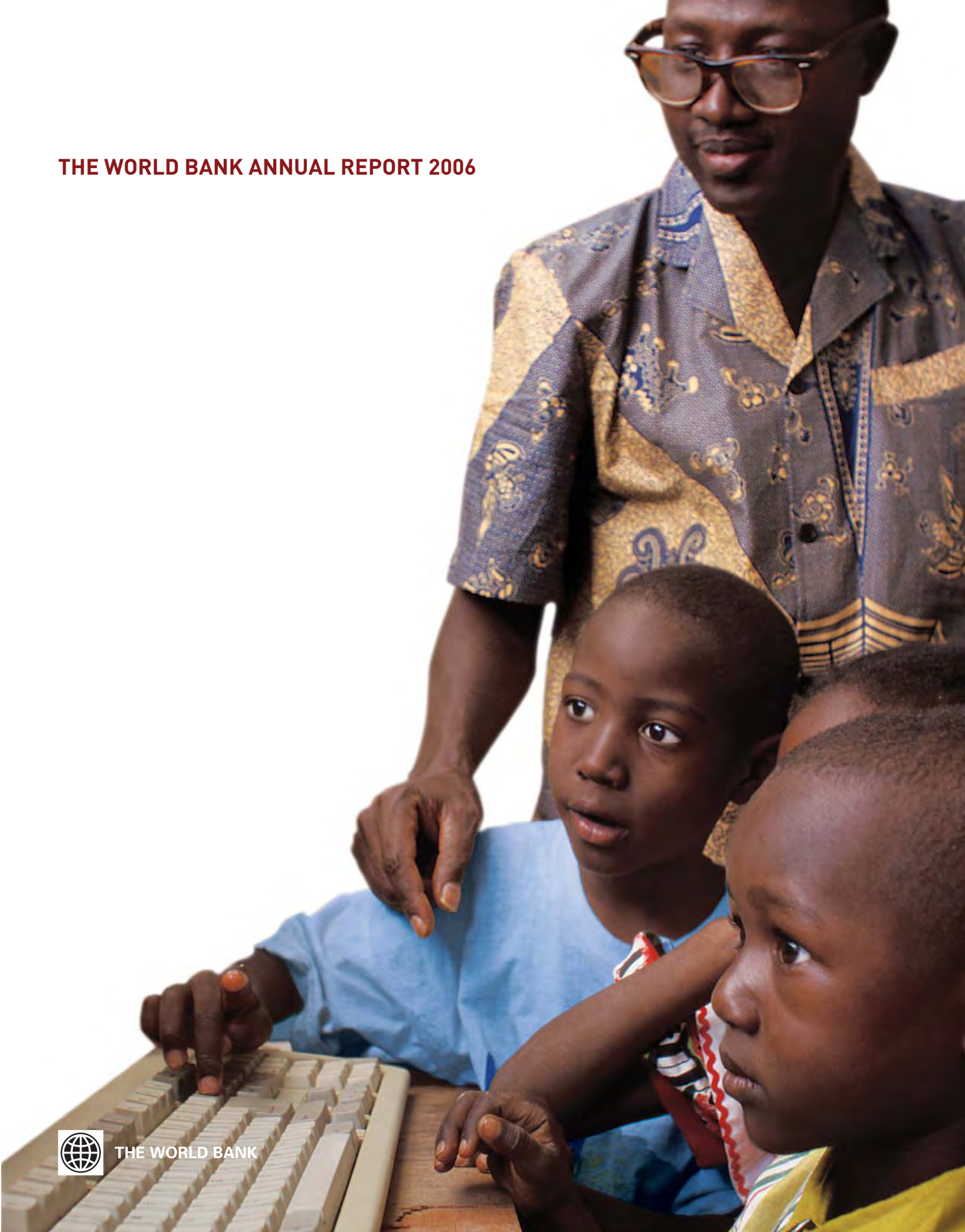


THE WORLD BANK ANNUAL REPORT 2006



THE WORLD BANK

OPERATIONAL SUMMARY | FISCAL 2006

IBRD MILLIONS OF DOLLARS	FY06	FY05	FY04	FY03	FY02
Commitments	14,135	13,611	11,045	11,231	11,452
Of which development policy lending	4,906	4,264	4,453	4,187	7,384
Number of projects	112	118	87	99	96
Of which development policy lending	21	23	18	21	21
Gross disbursements	11,833	9,722	10,109	11,921	11,256
Of which development policy lending	5,406	3,605	4,348	5,484	4,673
Principal repayments (including prepayments)	13,600	14,809	18,479	19,877	12,025
Net disbursements	(1,767)	(5,087)	(8,370)	(7,956)	(769)
Loans outstanding	103,004	104,401	109,610	116,240	121,589
Undisbursed loans	34,938	33,744	32,128	33,031	36,353
Operating income ^a	1,740	1,320	1,696	3,021	1,924
Usable capital and reserves	33,339	32,072	31,332	30,027	26,901
Equity-to-loans ratio	33%	31%	29%	27%	23%

a. Reported in IBRD's financial statements as net income before Board of Governors-approved transfers and net unrealized (losses) gains on nontrading derivative instruments, as required by Statement of Financial Accounting Standard No. 133.

IDA MILLIONS OF DOLLARS	FY06	FY05	FY04	FY03	FY02
Commitments	9,506	8,696	9,035	7,282	8,068
Of which development policy lending	2,425	2,301	1,698	1,831	2,443
Number of projects	167	160	158	141	133
Of which development policy lending	30	32	23	24	23
Gross disbursements	8,910	8,950	6,936	7,019	6,612
Of which development policy lending	2,425	2,666	1,685	2,795	2,172
Principal repayments	1,680	1,620	1,398	1,369	1,063
Net disbursements	7,230	7,330	5,538	5,651	5,549
Credits outstanding	127,028	120,907	115,743	106,877	96,372
Undisbursed credits	22,026	22,330	23,998	22,429	22,510
Undisbursed grants	3,630	3,021	2,358	1,316	148
Development grant expenses	1,939	2,035	1,697	1,016	154

LETTER OF TRANSMITTAL

This *Annual Report*, which covers the period from July 1, 2005, to June 30, 2006, has been prepared by the Executive Directors of both the International Bank for Reconstruction and Development (IBRD) and the International Development Association (IDA)—collectively known as the World Bank—in accordance with the respective bylaws of the two institutions. Paul Wolfowitz, President of the IBRD and IDA, and Chairman of the

Board of Executive Directors, has submitted this report, together with the accompanying administrative budgets and audited financial statements, to the Board of Governors.

Annual reports for the International Finance Corporation (IFC), the Multilateral Investment Guarantee Agency (MIGA), and the International Centre for Settlement of Investment Disputes (ICSID) are published separately.



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Note: The complete Financial Statements, including Management’s Discussion and Analysis, audited financial statements of the International Bank for Reconstruction and Development, and audited financial statements of the International Development Association, are published on the CD-ROM enclosed with this report. This *Annual Report* is also available on the Internet at www.worldbank.org.

All dollar amounts used in this *Annual Report* are current U.S. dollars unless otherwise specified. Percentages in figures may not add to 100 due to rounding.

**THE WORLD BANK
ANNUAL REPORT 2006**
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The World Bank Annual Report 2006 was typeset by Publishing Dimensions. Design oversight was provided by Genster Studio 585.

Printed in the U.S.A.
by Jarboe Printing Co.

The accompanying CD-ROM was developed by Publishing Dimensions.

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1 2 3 4 09 08 07 06

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ISSN: 0252-2942
ISBN-10: 0-8213-6759-5
ISBN-13: 978-0-8213-6759-9
eISBN-10: 0-8213-6760-9
eISBN-13: 978-0-8213-6760-5
DOI: 10.1596/978-0-8213-6759-9

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