

CENTRO INTERNACIONAL DE
MEJORAMIENTO DE MAIZ Y TRIGO. INT.
AND
AND CENTRO INTERNACIONAL DE
MEJORAMIENTO DE MAIZ Y TRIGO. A.C.

COMBINED
FINANCIAL
STATEMENTS

AND SUPPLEMENTAL SCHEDULES FOR THE YEARS
ENDED DECEMBER 31, 2005 AND 2004, AND
INDEPENDENT AUDITORS' REPORT

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**Centro Internacional de Mejoramiento de Maiz y Trigo, Int. and
Centro Internacional de Mejoramiento de Maiz y Trigo, A. C.**

Letter from the Chair

The past year has been a challenging one for CIMMYT but one that has also been very rewarding as we strive to move forwards with greater purpose, financial stability, and a clear focus on our research and development agenda. The CIMMYT Board and management have taken serious steps to address a number of the issues raised by the 5th EPMR; specifically, those related to governance; a business plan; finance; and, partnerships. In particular, CIMMYT is placing a very high priority on articulating its core competency in germplasm enhancement, targeted to the resource-poor in marginal environments, through a re-focusing of resource allocation, both financial and staffing, and the development of technologies and research capacity in support of these activities.

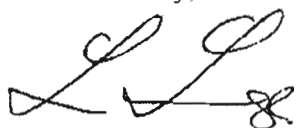
The CIMMYT Board has agreed upon a proposal for a new governance system for CIMMYT that will ensure basic functions as required by the CGIAR are performed. Board functions have been strengthened, particularly in the areas of financial and fiduciary oversight, strategy, networking, and resource mobilisation. Furthermore, the Board has taken steps to ensure that there is a clear separation of membership on the Audit, and the Finance and Administration Committees and the Executive Committee has been re-formulated with the additional role as a governance committee, and nomination committee.

CIMMYT has developed a detailed business plan for the next five years with clear deliverables. In addition, we have made very significant progress towards the achievement of CGIAR standards for financial health. As of the end of 2005, CIMMYT has 74 days of reserves, within one day of the CGIAR mandated minimum level of 75 days; a truly remarkable turn-around from the situation at the end of 2002 when reserves were negligible.

CIMMYT is committed to building alliances with both IRRI and ICARDA; the initiative, drive and actions taken to foster these relationships were timely and an example of alliances that must be built across the CGIAR more widely. We are very satisfied with the concrete plans and progress on the ICARDA alliance. For the IRRI alliance we have important and inspiring progress on one of the three common programs. We need to get at least one more up to speed!

CIMMYT is looking forward to its next chapter, consolidating on the remarkable progress towards financial health, with increased emphasis on institutional health.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Lene Lange', with a stylized flourish at the end.

Lene Lange
Chairman of the Board of Trustees

**Centro Internacional de Mejoramiento de Maíz y Trigo, Int. and
Centro Internacional de Mejoramiento de Maíz y Trigo, A.C.**

**Management Statement of Responsibility for Financial Reporting
On the financial statements for the year ended 31 December 2005**


The Institute's management is required to prepare financial statements for each financial year, which give a true and fair view of the state of affairs of the institute as at the end of the financial year and of the results of its activities for that year. Management is also required to ensure the institute keeps proper accounting records which disclose, with reasonable accuracy, the financial position of the institute and are also responsible for safeguarding the assets of the institute.

Management accept responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in conformity with the requirements of the CGIAR Financial Guideline Series No. 2 - Accounting Policies & Reporting Practices Manual (Revised November 2003).

Management are of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the institute and of its results of activities. Management further accept responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the management to indicate that the institute will not remain a going concern for at least the next twelve months from the date of this statement.

Signed on behalf of Management by:


Dr. Masa Iwanaga
Director General


Martin van Weerdenburg (CA)
Director of Corporate Services

Independent auditors' report To the Board of Trustees of

CENTRO INTERNACIONAL DE MEJORAMIENTO DE MAIZ Y TRIGO, INTERNATIONAL AND
CENTRO INTERNACIONAL DE MEJORAMIENTO DE MAIZ Y TRIGO, A. C.

(THOUSANDS OF US DOLLARS)

We have audited the accompanying combined statements of financial position of Centro Internacional de Mejoramiento de Maiz y Trigo, International and Centro Internacional de Mejoramiento de Maiz y Trigo, A. C. (collectively the "Organization"), both of which are under common ownership and common management, as of December 31, 2005 and 2004, and the related combined statements of activities, changes in net assets and cash flows for the years then ended. These financial statements are the responsibility of the Organization's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 1 to the accompanying combined financial statements, these financial statements were prepared on the basis of the Consultative Group on International Agricultural Research ("CGIAR") Accounting Policies and Reporting Practices Manual.

In our opinion, such combined financial statements present fairly, in all materials respects, the financial position of the Organization as of December 31, 2005 and 2004, and the results of their activities, and their cash flows for the years then ended in accordance with the CGIAR Accounting Policies and Reporting Practices Manual described in Note 1.

As discussed in Note 5, under CGIAR Accounting Policies and Reporting Practices and in order to properly support the land and building balances, the Organization changed its method of accounting for land and buildings from historical cost to fair value and obtained an appraisal of land and buildings resulting as of December 31, 2003 in a net increase of \$9,151. A debit of \$2,707 was included as the cumulative effect of a change in accounting principles directly in net assets representing the cumulative effect through January 1, 2003. A credit of \$11,858 was included as the effect of revaluation for the year ended December 31, 2003. An additional adjustment of \$370 was recorded during 2004 to properly consider the effect of exchange rates for 2004 in the transaction.

Deloitte

Our audits were conducted for the purpose of forming an opinion on the basic combined financial statements taken as a whole. The following supplemental schedules which are the responsibility of the Organization's management, presented in Exhibits 1, 2, 5 and 6 are only presented for the purposes of additional analysis and are not a required part of the basic combined financial statements:

Exhibit 1 Unaudited – Funds received, Accounts receivable, Advance payments and Grants..

Exhibit 2 Unaudited – Restricted Pledges and Expenses.

Exhibit 5 Unaudited – Schedule of European Community Funding.

Exhibit 6 Unaudited – Schedule of Generation Challenge Program.

Such schedules have not been subjected to the auditing procedures applied in our audits of the basic combined financial statements and, accordingly we express no opinion on them.

The remaining supplemental schedules presented in Exhibits 3 and 4 are presented for the purpose of additional analysis and are not a required part of the basic combined financial statements. These schedules are the responsibility of the Organization's management. Such schedules have been subjected to the auditing procedures applied in our audits of the basic combined financial statements and, in our opinion, are fairly stated in all material respects when considered in relation to the basic combined financial statements taken as a whole.

This report is intended solely for the information and use of management and the Board of Trustees of the Organization and should not be used by anyone other than these specified parties.

Galaz, Yamazaki, Ruiz Urquiza, S. C.

Member of Deloitte Touche Tohmatsu

C. P. C. Juan José Mondragon Martínez

March 3, 2006

Combined Statements of Financial Position

As of December 31, 2005 and 2004		(Thousands of U.S. Dollars)	
ASSETS	Note	2005	2004
Current Assets			
Cash and cash equivalents	3, 7	\$ 13,052	\$ 14,119
Accounts receivable:			
Donors - net	4	8,104	6,480
Other		1,252	1,141
Inventory and supplies		374	109
Prepaid expenses		10	4
Total current assets		22,792	21,853
Non-Current Assets			
Property and Equipment, net	5	14,952	15,307
Other assets		-	62
Total non-current assets		14,952	15,369
TOTAL ASSETS		\$ 37,744	\$ 37,222
LIABILITIES AND NET ASSETS			
Current Liabilities			
Current portion of capital leases	9	\$ -	\$ 79
Current portion of employee retirement obligation	10	1,190	
Accounts payable:			
Donors	6	6,202	7,913
Challenge program and collaboratives	7	6,103	7,040
Other		973	831
Accruals and provisions	8	572	608
Total current liabilities		15,040	16,471
Non-Current Liabilities			
Employee retirement obligation	10	535	583
Total non-current liabilities		535	583
Commitments and contingences	14		
Total liabilities		15,575	17,054
Net assets			
Unrestricted:	11		
Designated		14,952	15,307
Undesignated		7,217	4,861
Total unrestricted net assets		22,169	20,168
TOTAL LIABILITIES AND NET ASSETS		\$ 37,744	\$ 37,222

See accompanying notes to Combined Financial Statements.

Combined Statements of Activities

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

	Note	2005			2004	
		Unrestricted	Restricted	Challenge Program	Total	Total
Revenues and Gains						
Grants / Revenue	12	\$ 13,308	\$ 21,864	\$ 2,848	\$ 38,020	\$ 37,400
Other revenues and gains	12	1,531	-	-	1,531	1,320
Total revenues and gains		14,839	21,864	2,848	39,551	38,720
Expenses and losses						
Program related expenses	13	8,666	22,783	2,848	34,297	31,965
Management and general expenses		6,253	245	-	6,498	7,271
Other losses and expenses	13	354	-	-	354	862
Sub Total expenses and losses		15,273	23,028	2,848	41,149	40,098
Indirect costs recovery		(3,599)	-	-	(3,599)	(2,778)
Total Expenses and losses		11,674	23,028	2,848	37,550	37,320
NET SURPLUS/(DEFICIT)		\$ 3,165	\$ (1,164)	\$ -	\$ 2,001	\$ 1,400
Expenses by Natural Classification						
Personnel costs		\$ 8,726	\$ 8,566	\$ 730	\$ 18,022	\$ 16,870
Supplies and services		3,609	8,240	1,242	13,091	13,531
Collaborators / Partnership costs		1,312	4,252	612	6,176	5,742
Operational travel		699	1,045	163	1,907	1,858
Depreciation		927	925	101	1,953	2,097
Total		\$ 15,273	\$ 23,028	\$ 2,848	\$ 41,149	\$ 40,098

See accompanying notes to Combined Financial Statements.

Combined Statements of Changes in Net Assets

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

	Undesignated	Designated		Total	
		Fixed Assets	Revaluation of land and buildings		
Note			Sub-total		
Balance, January 1, 2004	\$ 3,051	\$ 3,489	\$ 11,858	\$ 15,347	\$ 18,398
Net change in fixed assets	410	(410)	-	(410)	-
Surplus on revaluation from appraisal of fixed assets	5	-	370	370	370
Net surplus	1,400	-	-	-	1,400
Balance, December 31, 2004	4,861	3,079	12,228	15,307	20,168
Net change in Fixed Assets	355	(355)	-	(355)	-
Net Surplus	2,001	-	-	-	2,001
Balance, December 31, 2005	\$ 7,217	\$ 2,724	\$ 12,228	\$ 14,952	\$ 22,169

See accompanying notes to Combined Financial Statements.

Combined Statements of Cash Flows

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

	2005	2004
Cash flows used in operating activities		
Change in net assets	\$ 2,001	\$ 1,770
Adjustments to reconcile change in net assets to net cash provided by (used in) operating activities		
Depreciation	1,953	2,097
Net periodic pension cost	83	(96)
Gain on sale of fixed assets	(84)	(94)
Decrease (increase) in assets		
Accounts receivable	(1,735)	2,469
Inventories and supplies	(265)	20
Prepaid expenses	(6)	11
Increase (decrease) in liabilities		
Due to related parties	-	(390)
Accounts payable	(2,648)	5,967
Accruals and provisions	1,227	169
Net cash (used in) generated by operating activities before cumulative effect in accounting principle	526	11,923
Cumulative effect in change in accounting principle	-	(370)
Net cash (used in) generated by operating activities	526	11,553
Cash flows from investing activities		
Acquisition of fixed assets	(1,604)	(1,638)
Revenue on sale of fixed assets	90	
Net cash generated by (used in) investing activities	(1,514)	(1,638)
Cash flows from financing activities		
Financial institutions	-	(3,000)
Capital leases	(79)	(222)
Net cash used in financing activities	(79)	(3,222)
Net (decrease) increase in cash and cash equivalents	(1,067)	6,693
Beginning of the year	14,119	7,426
End of the year	\$ 13,052	\$ 14,119

Supplemental information on non-cash investing and financing activities:

As described in Note 5, in December 2003, the Organization obtained an independent appraisal of land and buildings, which is reflected as cumulative effect of changes in accounting principles in the combined statements of activities and changes in net assets. The net effect of such adjustment for 2004 was \$370.

See accompanying notes to Combined Financial Statements.

Notes to Combined Financial Statements

December 31, 2005 and 2004

(Thousands of U.S. Dollars)

1. STATEMENT OF PURPOSE AND BASIS OF PRESENTATION

Statement of purpose - Centro Internacional de Mejoramiento de Maiz y Trigo, International (CIMMYT, Int.) was formally created through an agreement signed by the United Nations Development Programme and the International Bank of Reconstruction and Development, both cosponsors of the Consultative Group on International Agricultural Research ("CGIAR"), and is a not-for-profit, scientific and educational organization engaged in the improvement of maize and wheat cropping systems in developing countries. Centro Internacional de Mejoramiento de Maiz y Trigo, A. C. ("CIMMYT, A. C.") is a private association chartered under Mexican law. CIMMYT, A. C. does not carry out any activities and only holds part of the land and buildings where CIMMYT, Int. carries out its activities. These two entities which are under common ownership and common management, are referred to collectively in this document as the "Organization"

A Headquarters Agreement, signed by the Government of Mexico on May 9, 1988 and ratified by the Mexican Senate on December 22, 1988, recognized CIMMYT, Int. as having the status of an international organization. A revised agreement between the United Mexican States and CIMMYT, Int. concerning the establishment of the headquarters of the Center in Mexico was signed on June 27, 2003 with retroactive effect from January 1, 2003. Due to its status as an international not-for profit organization, the Organization is exempt from income taxes.

Basis of presentation - The Organization maintains its books and records in U.S. dollars, in accordance with the CGIAR Accounting Policies and Reporting Practices Manual, herein after referred to as "the Manual", for report presentation and specific accounting principles.

Accounting principles included in the Manual have attempted to adopt International Financial Reporting Standards ("IFRS") with the following clarifications and differences:

- a. Since existing IFRS do not specifically cover issues unique to not-for-profit-organizations, the manual has drawn from other widely used standards to provide guidance on issues of importance to not-for-profit organizations.
- b. IAS 1 provides that "entities with not-for-profit activities in the private sector, public sector or government seeking to apply this standard may need to amend the descriptions used for certain line items in the financial statements and for the financial statements themselves". In line with this provision, the manual has, in places, applied descriptions that more closely reflect the nature of the Organization's activities.

Additionally, IFRS and the Manual differ with respect to the treatment of certain equipment expenses. The main difference is that under the accounting principles of the Manual, the Organization depreciated 100% equipment amounting to \$851 and \$689 purchased during the years ended December 31, 2005 and 2004, respectively, whereas under IFRS, such purchases would have been capitalized and depreciated over the life of the related projects.

The combined financial statements of the Organization have been prepared on the accrual basis of accounting.

2. SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant policies followed and used under the Manual are as follows:

- a. *Revenue recognition* - Grants, whether restricted or unrestricted, are recognized as revenues only when grant conditions have been substantially met or the donor has explicitly waived such conditions.

b. Accounts receivable - Donor accounts receivable represent amounts recoverable from donors for unrestricted and restricted grants promised or pledged for which conditions have already been met. Donor receivables are stated at their gross principal amounts, less any provision for doubtful accounts. The provision for doubtful accounts is based on the estimated collectible balances developed through management's periodic review and analysis of the receivable balances, as well as assessment of the prevailing and anticipated economic conditions. Uncollected outstanding grants receivable are written off through the allowance for doubtful accounts in the year in which they are identified.

c. Cash and cash equivalents - Cash comprises cash on hand and in banks. The Organization considers all highly-liquid debt instruments purchased with an original maturity of three months or less to be cash equivalents.

d. Inventories - Inventories are stated at the lower of cost or market value. Cost includes the purchase price plus any cost of conversion and other costs incurred in bringing the inventories to their present location and condition. Cost is determined using the average cost method.

e. Property and equipment - Land and buildings are initially recorded at acquisition cost and may be periodically revalued based on independent appraisals. Buildings are depreciated using the straight-line method based on the remaining useful life as determined by the appraiser.

Property and equipment is recorded at acquisition cost. Cost includes the purchase price and all other incidental costs incurred in bringing the asset to its present location and condition for its intended use. Depreciation of equipment is calculated on a straight-line basis so as to expense the cost of assets over their estimated useful lives, in accordance with the Manual guidelines, as determined by management. The property and equipment acquired through the use of grants restricted for a certain project is recorded as an asset. Such assets are fully depreciated in the year of acquisition and the depreciation expense is charged directly to the appropriate restricted project.

Estimated useful life for property and equipment are shown below:

Asset	Estimated useful life (years)
Equipment for restricted projects	1
Agricultural equipment	10
Furniture and fixtures	10
Computers	3
Laboratory equipment	3
Vehicles	4
Buildings	20 - 40

f. Income taxes - The Organization is tax-exempt; accordingly, no provision for income taxes has been made in the accompanying combined financial statements.

g. Accounts payable to donors - These represent grants received in advance from donors for unrestricted and restricted grants, for which the grant conditions have not yet been met.

h. Other accounts payable and accruals - These represent amounts to be paid in the future for goods or services received, whether billed by the supplier or not.

i. Employee retirement obligations - Seniority premiums, retirement plans, and severance payments at the end of the work relationship (paid to all employees in all cases, whether termination was voluntary or involuntary), are recognized as costs over employee years of service and are calculated by independent actuaries using the projected unit credit method at net discount rates. Accordingly, the liability is being accrued which, at present value, will cover the obligation from benefits projected to the estimated retirement date of the Organization's employees.

j. Indirect recovery costs - Indirect recovery costs represents the indirect costs recovered from restricted projects based on the rates agreed and as stated in project documents with the donors.

k. Provisions - Provisions are recognized for current obligations that (i) result from a past event, (ii) are probable to result in the use of economic resources, and (iii) can be reasonably estimated.

l. Use of estimates - The preparation of the combined financial statements in conformity with the Manual policies requires management to make estimates and assumptions that affect the

reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the combined financial statements and the reported amounts of revenues and expenses during the reporting period. Although management believes the estimates and assumptions used in the preparation of these combined financial statements were appropriate in the circumstances, actual results could differ from those estimates and assumptions.

m. Reclassifications - Certain amounts in the combined financial statements as of and for the year ended December 31, 2004 have been reclassified in order to conform to the presentation of the combined financial statements as of and for the year ended December 31, 2005.

3. CASH AND CASH EQUIVALENTS

	2005	2004
Cash on hand and at banks	\$ 474	\$ 5,619
Short-term investments	12,578	8,500
Total	\$ 13,052	\$ 14,119

During periods of cash surplus, the Organization makes short-term investments based on fixed interest deposits. Investments in Mexican pesos are held in a short-term interest-bearing account in a Mexican bank or in governmental securities. Interest is credited to income as earned.

4. ACCOUNTS RECEIVABLE - DONORS

	2005	2004
Funds:		
Unrestricted	\$ 2,892	\$ 753
Restricted	6,495	5,500
Less - Allowance for expenses paid on behalf of projects in excess of grants received	(1,164)	-
Less - Allowance for doubtful accounts	(200)	(200)
	8,023	6,053
Due from the "Generation Challenge program"	81	427
Total	\$ 8,104	\$ 6,480

During the years ended December 31, 2005 and 2004, the Organization wrote off uncollected donor and other receivables totaling \$224, and \$732, respectively. Such amounts are presented as bad debt expense in the combined statement of activities under "Other losses and expenses".

5. PROPERTY AND EQUIPMENT

During December 2003, in order to properly support the land and building balances, the Organization changed its method of accounting for land and buildings from historical cost to fair value and obtained an appraisal of land and buildings resulting in a net increase of \$9,151, for which a debit of \$2,707 was included in the cumulative effect of changes in accounting principles directly in net assets for the cumulative effect through January 1, 2003. A credit of \$11,858 was included as the effect of revaluation for the year ended December 31, 2003. An additional adjustment of \$370 was recorded during 2004 to properly consider the effect of exchange rates for 2004 in the transaction.

In addition, for 2005 and 2004 the Organization depreciated \$851 and \$689, respectively, for equipment purchased for restricted projects in compliance with the Manual.

Depreciation expense amounted to \$1,953 and \$2,097 for 2005 and 2004, respectively.

Refer to Exhibit 3 for a detailed analysis of property and equipment.

6. ACCOUNTS PAYABLE - DONORS

Funds	2005	2004
Unrestricted	\$ 1,321	\$ 997
Restricted	4,881	6,916
Total	\$ 6,202	\$ 7,913

7. CHALLENGE PROGRAM AND COLLABORATIVES

Funds	2005	2004
Restricted – Challenge Program	\$ 5,853	\$ 6,720
Restricted – Collaborative Projects	250	320
Total	\$ 6,103	\$ 7,040

The Generation Challenge Program (the “Program”) is a consortium formed by different organizations (the “Consortium Members”), whose principal goal is to increase food security, improve livelihoods, improve development by unlocking the genetic potential of crop species and their relatives and enhancing the use of public genetic resources in plant breeding programs through the concerted generation, management, dissemination, and application of comparative biological knowledge.

The Program is supported by the World Bank, the European Commission, DFID, other donors (collectively the “Supporter Organizations”) and is governed by the an independent Steering Committee.

The Organization acts as a host agent and must comply with the following:

- a) Establish and oversee the operation of the Account;
- b) If requested by the Consortium Members for a particular Commercialization arrangement, collect and pay royalties, license fees and other receipts; and
- c) Make all payments approved by the Program Steering Committee, including Programs funds to be made available to the Consortium Members.

The liability due to the Program in the combined statements of financial position represent the resources provided by the Supporter Organizations that are held in the Organization’s bank accounts and managed by the Organization until the Steering Committee decides their distribution or application.

8. ACCRUALS AND PROVISIONS

	2005	2004
Reserves, research (other institutions)	\$ 156	\$ 270
IRS staff development	117	-
Other	299	210
Payroll withholding	-	128
Total	\$ 572	\$ 608

9. CAPITAL LEASES

Rental commitments under capital leases are as follows:

	2005	2004
Present value of obligations	\$ -	\$ 79

10. EMPLOYEE RETIREMENT OBLIGATIONS

Net period cost (income) for obligations resulting from the retirement plan, seniority premiums and severance payments were \$83 and \$(96) in 2005 and 2004, respectively. Included as a current liability as of December 31, 2005 is \$1,190, which is expected to be paid in 2006 related to the Organization’s early retirement program.

The Organization maintains a defined retirement plan for all employees, which pays benefits to employees who reach 60 and 45 years of age and 10 and 20 years of continuous services, respectively. The normal benefit consist in a percentage of the legal compensation, taking into consideration the years of service provided to the Organization; the anticipated benefit consist in 3 months of salary plus 20 days of actual salary for each year of service.

This plan also provides seniority premium benefits, which consist of a lump sum payment of 12 days’ wages for each year worked, calculated using the most recent salary, not to exceed twice the legal minimum wage established by law.

11. NET ASSETS

Net assets represent the residual balances of total assets minus total liabilities. The net assets are further classified as follows:

Unrestricted, designated net assets - Represent net assets whose use is not restricted by donors but restricted by the Organization management for specific purposes. For the Organization, this represents the accumulated cost of property and equipment, net of accumulated depreciation.

Unrestricted, undesignated net assets - Includes the accumulated surplus. These assets are intended to be used to meet the Organization's ongoing cash requirements.

12. REVENUES

- a. **Grants** - Funds received from donors are used to support the Organization's programs. Programs must fall within the mandate of the Organization and be approved by the Board of Trustees. These must also be approved by the members of the CGIAR, who then provide the funding (see Exhibit 2). Grants are divided into unrestricted and restricted grants. Unrestricted grants are used to support the Organization's activities. Restricted grants also support the Organization's activities, but they must be used for the activities mutually agreed upon by the Organization and stipulated by the donor.
- b. **Other revenue and gains** - For the years ended December 31, 2005 and 2004, other revenues and gains are as follows:

	2005	2004
Restaurant and snack bar	\$ 300	\$ 261
Housing and laundry	323	292
Interest income	403	87
Recovery of value-added tax	358	-
Corporate support	63	94
Gain from sale of fixed assets	84	94
Cancellation of accruals	-	492
Total	\$ 1,531	\$ 1,320

13. EXPENSES AND LOSSES

Program-related expenses are expenses incurred by the Organization's principal programs and supporting cost centers as described below.

Research - These expenses are incurred in direct research operations by the following programs: Genetic Resources; Impacts Targeting and Assessment; African Livelihoods; Tropical Ecosystems; Rain Fed Wheat Systems; and Intensive Agro-Ecosystems.

Research support - These expenses are incurred in direct support to research activities addressed in the research programs listed above.

Information services - Includes the costs of publication of annual reports and technical bulletins, translation and printing of various public information activities, as well as the cost of library services.

Training - Except for amounts charged directly to research programs, training includes the costs applicable to trainees from various developing countries. These costs are incurred in Mexico and in regional offices.

Management and general expenses - These expenses comprise general administration expenses, including expenditures applicable to the Board of Trustees, Management, Finance, Human Resources, Purchasing, Supplies, Building Maintenance, Security, General Services, and Housing.

- a. Program-related expenses incurred are as follows:

	2005	2004
Research	\$ 29,788	\$ 28,747
Research Support	3,639	2,509
Information Services	732	664
Training	138	45
Total	\$ 34,297	\$ 31,965

- b. Other losses and expenses are as follows:

	2005	2004
Exchange gain-net	\$ (54)	\$ (12)
Bad debt expense	224	732
Interest expense and bank commissions	169	82
Other	15	60
Total	\$ 354	\$ 862

14. COMMITMENTS AND CONTINGENCIES

Commitments - The Organization believes that it has complied with all aspects of contractual agreements, grants, and donor restrictions that could have an effect on their combined financial statements.

Contingencies - As explained in Note 1, the Organization has an agreement with The Secretary of Foreign Affairs of the Government of Mexico ("SRE"), which recognizes the Organization as having a status of an international Organization and therefore is exempt for income taxes, however the Organization is still in negotiations with the SRE in order to clarify if the agreement also states that the Organization is also exempt of state and municipal taxes. In the case that SRE gave an unfavorable opinion regarding this exemption of state and municipal taxes it could lead to certain legal and tax contingencies for the Organization.

15. SIGNIFICANT MEXICAN PESO TRANSACTIONS

At December 31, 2005, the Organization had current assets and liabilities denominated in Mexican pesos (MXP\$) amounting to MXP\$11,748,321 (MXP\$10,111,111 in 2004) and MXP\$10,338,247 (MXP\$9,062,987 in 2004), respectively, which are included in the combined statements of financial position at their US dollar equivalents, resulting from applying the year-end exchange rate.

During 2005, the value of the Mexican peso compared to the US dollar increased from MXP\$11.21 to MXP\$10.68 (while it decreased from MXP\$10.24 to MXP\$11.39 in 2004). The translation effect for 2005 was \$26, (\$60 in 2004), and the monetary exchange fluctuation for 2005 was a gain of \$54, (\$12 in 2004). As of March 3, 2006, the date of issuance of these combined financial statements, the exchange rate was MXP\$10.49 Mexican pesos per \$1.0 US dollar.

S U P P L E M E N T A L
S C H E D U L E S

Schedule of Grant Revenue - Unaudited

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

Donors	2005			2004	
	(Unaudited)			Grant	Grant
	Funds received	Accounts receivable	Advance payment		
Unrestricted					
Australia	568	-	568	506	454
Belgium	-	-	-	-	204
Canada	1,084	-	-	946	1,798
China	140	130	-	130	140
Denmark	438	-	-	438	463
France	-	143	-	143	-
Germany	162	-	-	162	309
India	-	113	-	113	113
Japan	-	1,297	-	1,297	1,503
Korea	50	-	-	50	50
Mexico	-	-	-	25	25
Netherlands	798	-	398	842	-
New Zealand	-	202	-	252	50
Norway	303	-	-	303	294
Peru	-	-	-	-	10
Philippines	4	7	-	7	7
Sweden	698	-	155	345	385
Switzerland	491	-	-	491	312
Thailand	-	11	-	11	21
United States	3,241	989	-	3,956	4,232
United Kingdom	1,541	-	-	1,541	1,540
World Bank	1,950	-	200	1,750	1,800
Subtotal - Unrestricted	11,468	2,892	1,321	13,308	13,710
Restricted					
ADB (Asian Development Bank)	333	58	100	318	390
Australia					
AusAID	-	65	-	234	501
Australian Centre for International Agricultural Research	168	18	56	131	85
CRC Molecular Plant Breeding	292	176	-	330	393
Grains Research and Development Corporation	1,149	271	101	1,105	1,138
Belgium	-	-	9	196	448
Bolivia (AGRICOM-Seeds, S.A)	-	-	-	-	1
Brazil	20	-	22	6	2
Canada					
Agriculture and Agri-Food	-	-	-	-	15
Canadian International Development Agency	1,930	218	15	2,045	919
CGIAR					
Centro Internacional de Agricultura Tropical	5	4	-	9	55
International Center for Agricultural Research in the Dry Areas	29	11	-	40	-
International Crop Research Institute for the Semi-Arid Tropics	3	2	-	7	4
International Livestock Research Institute	169	-	137	32	-

Schedule of Grant Revenue - Unauditedcont'd

Donors	2005			2004	
	(Unaudited)			Grant	Grant
	Funds received	Accounts receivable	Advance payment		
International Plant Genetic Resources Institute	8	2	-	10	-
International Rice Research Institute	20	-	-	20	-
International Water Management Institute	10	80	-	62	75
Standing Panel on Impact Assessment	-	-	2	4	15
Challenge Program					
Biofortification	750	323	80	983	684
Generation	1,891	8	661	1,603	406
Water and Food	211	50	-	262	-
China					
CAAS	-	-	-	300	300
Lamsoo Milling Company	-	-	-	4	-
Colombia					
FENALCE (Federación de Cultivadores de Cereales y Leguminosas)	153	65	26	165	103
Ministry of Agriculture and Rural Development	57	-	2	5	105
Denmark	116	-	74	140	69
European Commission	2,293	1,889	25	1,905	2,348
FAO	45	21	20	49	30
France					
DRIC(Delegation aux Relations Internationales et a la cooperation)	-	-	1	-	480
Club Cinq	100	7	-	-	90
Germany					
Federal Ministry of Economic Cooperation and Development	611	295	300	882	945
IAEA(International Atomic Energy Agency)	10	10	-	15	10
IFAD (International Fund For Agricultural Development)	414	113	56	558	165
IDB(Inter-American Development Bank)	10	-	10	-	-
Iran, Islamic Republic of	155	55	-	241	215
Italy					
ENEA	12	-	6	6	-
Societa Produttori S.p.A.	24	-	13	11	-
Japan					
Economic Cooperation Bureau, Ministry of Foreign Affairs	574	568	466	1,315	779
Nippon Foundation	522	24	-	719	584
Sasakawa Africa Association	25	-	-	25	-
Kazakhstan, Republic of	12	3	-	15	-
Korea, Republic of					
Rural Development Administration	110	-	108	120	85
Mexico					
CODEPAP (Consejo de Desarrollo de la Cuenca de Papaloapan)	-	-	-	-	17
CONABIO (Comision Nacional para el Conocimiento y Uso de la Biodiversidad)	16	-	15	-	-
CONACYT (Consejo Nacional de Ciencia y Tecnologia)	188	3	97	95	88
SAGAR (Secretaria de Agricultura, Ganaderia, Desarrollo Rural y Pesca)	-	-	54	7	1,033
Fundacion Guanajuato Produce A.C.	41	-	16	35	40
Fundacion Sonora	190	27	108	72	194
ICAMEX	53	16	4	30	35
Grupo Industrial Bimbo (Industrial quality in wheat)	-	-	-	-	-
Universidad Nacional Autonoma de Mexico	9	-	3	8	6

Schedule of Grant Revenue - Unauditedcont'd

Donors	2005			2004	
	(Unaudited)			Grant	Grant
	Funds received	Accounts receivable	Advance payment		
Miscellaneous Research Grants	21	-	80	15	54
Netherlands					
BASF	-	23	-	41	-
Environmental Assessment Agency	-	12	-	12	-
Ministry of Foreign Affairs	-	-	-	-	432
New Zealand	-	-	-	-	21
Norway	-	-	-	-	30
OPEC Fund for International Development	50	36	-	86	74
Other	110	-	126	178	211
Paraguay (Camara Paraguaya de Exportadores de Cereales y Oleaginosas)	-	-	-	-	6
Peru	40	40	-	46	24
Rockefeller Foundation	1,505	73	619	1,899	2,383
Sehgal Foundation	-	-	-	50	-
South Africa					
National Department of Agriculture	50	72	-	60	64
Spain					
Agrovegetal, S.A.	-	106	-	149	63
Ministerio de Agricultura, Pesca y Alimentación	240	272	190	324	188
Sweden	20	-	1	27	17
Switzerland					
Swiss Agency for Development and Cooperation	980	-	271	1,219	909
Syngenta Foundation	1,058	447	-	885	647
Turkey, Republic of					
Ministry Of Agriculture And Rural Affairs	-	253	-	253	-
UNDP					
United Nations Development Programme (Africa Bureau)	-	-	24	-	23
United Kingdom	399	6	246	669	464
Uruguay	80	-	1	-	2
USA					
Cornell University	54	25	-	66	58
Monsanto Fund	-	-	-	-	6
National Center for Genome Resources (NCGR)	-	-	5	-	18
Oklahoma State University	-	-	-	-	3
Pioneer Hi-Bred International	50	-	50	31	9
Stanford University	19	4	10	33	76
United States Agency for International Development	2,955	148	577	2,058	3,089
United States Department of Agriculture	237	314	16	385	313
Washington State University	52	282	-	204	178
World Bank	1,674	-	78	3,067	1,476
Subtotal - Restricted before provision	22,322	6,495	4,881	25,876	23,690
Less - Cost of expenses incurred not recovered				(1,164)	
Subtotal - Restricted after provision	22,322	6,495	4,881	24,712	23,690
Total Grants - Donors Unrestricted and Restricted	33,790	9,387	6,202	38,020	37,400

Restricted Pledges and Expenses - Unaudited

For the period from January 1, 2005 to December 31, 2005

(Thousands of U.S. Dollars)

Donor and Program/ Project	Grant Period MM/DD/YY)	Grant Pledged (Unaudited)	Expenditures		Total (Unaudited)
			Prior Years (Unaudited)	Current Year (Unaudited)	
ADB (Asian Development Bank)					
Application of biotechnology to maize improvement in Asia (AMBIONET)	02/25/98-09/30/05	2,400	2,223	179	2,402
Enhancing Maize Productivity in Drought-Prone Environments in East and Southeast Asia	03/01/05-02/28/08	750	-	120	120
Enhancing farmers' Income and Livelihoods Through Integrated Crop and Resource Management in the Rice-Wheat System in South Asia	03/01/05-02/28/08	40	-	19	19
Total		3,190	2,223	318	2,541
Australia					
Australian Centre for International Agricultural Research					
Wheat physiology	07/01/99-06/30/06	523 a	444	16	460
Seeds of Life - East Timor	11/01/00-06/30/05	65	50	15	65
Ensuring productivity and food security through sustainable control of yellow rust of wheat in Asia	01/01/05-12/31/09	700 b	-	94	94
Scoping the long-term technical and economic feasibility of wheat production in southern Bangladesh	10/01/05-08/31/06	33 c	-	6	6
Total		1,321	494	131	625
AusAID					
Improving risk management in maize systems in Southern Africa Phase II	07/01/01-12/31/04	619 d	634	17	651
Wheat & maize for Afghanistan "Seeds of Strength"	07/01/02-06/30/07	1,283 e	678	218	896
Total		1,902	1,312	235	1,547
CRC for Molecular Plant Breeding					
CRC for Molecular Plant Breeding	07/01/97-06/30/10	3,010	1,851	330	2,181
Grains Research and Development Corporation, Australia					
Synthetic wheats for tolerance to heat and moisture stress	07/01/99-06/30/05	957 f	897	110	1,007
Enhanced evaluation of CIMMYT spring bread wheat germplasm in Australia	07/01/01-12/31/05	566 g	424	142	566
Karnal bunt	07/01/03-06/30/06	296 h	146	101	247
Synthetic wheats	07/01/03-06/30/06	317 i	77	141	218
Wheat genotypes	07/01/03-06/30/08	987 j	259	238	497
Wheat root diseases	07/01/03-12/31/07	197 k	97	68	165
Program management	07/01/03-06/30/08	98 l	20	8	28
Australian Cereal Rust Control program	07/01/02-06/30/07	1,245 m	478	273	751
Wheat Frost Project	06/01/04-05/30/07	35 n	1	16	17
CSIRO Brisbane	02/01/05-07/31/05	8 o	-	8	8
Total		4,706	2,399	1,105	3,504
Belgium					
Non-specific foliar pathogens of wheat	01/01/00-12/31/05	1,897	2,025	196	2,221
Brazil					
Specialized consultancy services and training	01/01/04-12/31/05	20	2	6	8
Canada					
Canadian International Development Agency					
QPM development for the Horn and East Africa	01/13/03-12/31/07	3,224 p	1,189	881	2,070
Canada Fund for Africa	01/01/03-12/31/05	895	280	688	968
Combating Hidden Hunger in Latin America: Biofortified Crops with Improved Vitamin A, Essential Minerals and Quality Protein	01/01/05-12/31/05	131 q	-	116	116
Combating Hidden Hunger in Latin America: Deployment of Quality Protein and Beta Carotene Maize	01/01/05-12/31/05	361	-	360	360
Total		4,611	1,469	2,045	3,514

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY	Grant Pledged (Unaudited)	Expenditures		
			Prior Years (Unaudited)	Current Year (Unaudited)	Total (Unaudited)
CGIAR					
Centro Internacional de Agricultura Tropical (CIAT)					
Geographic Targeting of Biofortified Crops	03/01/05-01/31/06	11	-	5	5
Incremento de la producción de maíz en el trópico de Bolivia	10/01/04-06/30/07	25	-	4	4
Total		36	-	9	9
International Center for Agricultural Research in the Dry Areas (ICARDA)					
Increased Productivity and Profitability of Wheat-based Cropping Systems to Reduce Reliance on Opium Poppy in Northern Afghanistan	01/01/05-12/31/06	107	-	40	40
International Crop Research Institute for the Semi-Arid Tropics (ICRISAT)					
CA on rainfed agriculture	12/15/03-03/31/05	11	4	7	11
International Livestock Research Institute (ILRI)					
ILRI Joint scoping study	04/01/05-12/31/05	25	-	19	19
Conservation agriculture, livestock and livelihoods strategies	07/01/05-06/30/07	351	-	13	13
Total		376	-	32	32
International Plant Genetic Resources Institute (IPGRI)					
Impact Assessment Learning Workshop	04/15/05-02/28/06	15	-	10	10
International Rice Research Institute (IRRI)					
Internet II connectivity	04/29/05-12/31/05	20	-	20	20
International Water Management Institute (IWMI)					
Assessing the impacts of zero tillage and other resource conserving technologies	04/01/03-03/31/06	150	102	40	142
Maizefinder	06/01/04-05/31/05	32	12	22	34
Total		182	114	62	176
Standing Panel on Impact Assessment					
CWA Study	10/01/03-09/30/04	30	24	4	28
Challenge Programs					
Biofortification					
HarvestPlus Challenge Program	09/01/03-12/31/03	121	117	4	121
Assessing the potential of biofortification to address micronutrient deficiencies	01/01/04-09/30/05	100	70	24	94
Maize systems study	01/01/04-06/30/05	90	74	16	90
Biofortified wheat for improved human nutrition	01/01/04-12/31/05	825	175	553	728
Biofortified crops for improved human nutrition	01/01/04-12/31/05	648	142	370	512
Preference of Maize Consumers in Eastern Africa	01/01/05-12/31/05	17	-	16	16
Total		1,801	578	983	1,561
Generation					
Commissioned Projects 2004	01/01/04-10/31/05	771	406	364	770
Commissioned and Competitive Projects 2005	01/01/05-12/31/05	3,327	-	1,120	1,120
Develop innovative biotechnology approaches to improve the drought tolerance of tropical maize. GCP-CIMMYT	04/01/05-03/31/07	640	-	106	106
An eco-physiological - statistical framework for the analysis of GxE and QTLxG as occurring in abiotic stress trials, with applications to the CIMMYT drought stress programs in tropical maize and bread wheat. WU-CIMMYT	07/01/05-12/31/07	90	-	8	8
Functional genomics of cross-species resistance to fungal diseases in rice and wheat (CEREALIMMUNITY). CIRAD-CIMMYT	01/01/05-12/31/07	105	-	5	5
Total		4,933	406	1,603	2,009
Water and Food					
Increased food security and income in the Limpopo Basin through integrated crop, water and soil fertility options and public-private partnership	01/01/05-12/31/09	396	-	60	60
Conservation agriculture for the dry-land areas of the Yellow River Basin	03/01/05-02/28/09	1,518	-	202	202
Total		1,914	-	262	262

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY	Grant Pledged (Unaudited)	Expenditures		
			Prior Years (Unaudited)	Current Year (Unaudited)	Total (Unaudited)
China					
CAAS	01/01/00-12/31/05		1,486	300	1,786
Lamsoo Milling Company					
Wheat consultancy	12/01/00-03/31/04	30	26	4	30
Colombia					
FENALCE (Federación de cultivadores de Cereales y Leguminosas)					
Genetic resistance to cercospora zea maydis in maize in Colombia and development of maize resistant to Phyllachora maydis	04/01/02-03/31/05	70 r	62	11	73
Selección de híbridos	09/16/03-09/15/06	260 s	93	99	192
Obtención de híbridos y variedades mejoradas de maíz	03/29/05-03/28/08	157 t	-	46	46
Generación de Germoplasma Tolerante a Suelos Ácidos que se desarrollan en los llanos orientales	10/01/05-12/31/05	25	-	9	9
Total		512	155	165	320
Ministry of Agriculture and Rural Development					
Maize for acid soils	01/01/95-12/31/04	1,279	1,274	5	1,279
Denmark					
Secondment of Danish scientist	01/01/03-12/31/05	178	82	72	154
Pilot program on increasing the availability of quality fodder for dairy production in Bangladesh	09/01/05-06/30/06	186 u	-	68	68
Total		364	82	140	222
EC					
Improved wheat for the world's poor	01/01/03-12/31/04	1,613	1,614	(1)	1,613
ECAMAW Coordination Unit	08/01/03-07/31/05	138	98	14	112
KASSA project	01/01/04-12/31/04	32 v	1	28	29
Open source simple computer for agriculture in rural areas	12/12/03-06/11/06	220 w	13	17	30
1a Ex-situ Genetic Resources	01/01/05-12/31/05	562 x	-	560	560
1b In-situ Genetic Resources	01/01/05-12/31/05	562 y	-	560	560
1d Breeding Technologies	01/01/05-12/31/05	644 z	-	641	641
ECAMAW II	04/01/05-11/30/06	306 aa	-	86	86
Total		4,077	1,726	1,905	3,631
FAO					
Study to development quantitative measures of the costs of accessing crop genetic diversity	08/01/03-07/31/05	42	22	20	42
Preparation of two case studies on sustainable agricultural intensification	11/01/04-02/28/06	31	-	23	23
Use of Experts for technical cooperation	07/01/05-12/31/05	6	-	6	6
Total		79	22	49	71
Germany					
Federal Ministry of Economic Cooperation and Development					
Developing and disseminating stress tolerant maize for sustainable food security in Eastern and Central Africa	01/01/02-08/31/05	1,280	1,245	13	1,258
Regional network on wheat promotion and seed production in Central Asia	05/01/02-12/31/05	545	311	248	559
Winter cereal variety promotion	08/01/03-07/05/05	70	45	26	71
Uzbekistan Project	02/01/04-12/31/06	152	26	27	53
Facilitating the widespread adoption of conservation agriculture in maize	01/01/04-12/31/06	1,447	252	457	709
Improving the value of maize as livestock feed to enhance the livelihoods of maize-livestock farmers in East Africa	03/01/05-02/28/08	675 ab	-	90	90
Axel Tiessen In-kind	01/01/05-12/31/05	-	-	21	21
Total		4,169	1,879	882	2,761
IAEA (International Atomic Energy Agency)					
Use of carbon and nitrogen isotopes to improve water and nitrogen use efficiency	11/20/03-11/19/06	30	10	15	25

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY	Grant Pledged (Unaudited)	Expenditures		Total (Unaudited)
			Prior Years (Unaudited)	Current Year (Unaudited)	
International Fund For Agricultural Development					
Rising demand of maize and intensification of Asian upland farming systems	11/01/00-06/30/05	750	702	24	726
Technology Adoption in Eastern Gangetic Plains	09/01/03-09/30/06	500	143	151	294
Developing and Disseminating Stress-Tolerant Maize for Sustainable Food Security in East, West and Central Africa - Phase II	05/10/05-06/30/08	1,300	-	382	382
Total		2,550	845	557	1,402
Inter-American Development Bank					
Caracterizacion y desarrollo de germoplasma de trigo adaptado a Siembra Directa	01/26/05-01/25/07	10	-	-	-
Iran , Islamic Republic of					
High-yielding varieties resistant to cereal diseases	01/01/95-12/31/05	1,405	1,219	184	1,403
Wheat improvement training	01/01/01-12/31/05	718	495	57	552
Total		2,123	1,714	241	1,955
Italy					
ENEA					
Durum wheat drought stress	01/01/05-12/31/05	12	-	6	6
Societa Produttori S.p.A.					
Durum Wheat Genes/QTLs	09/01/05-08/31/07	120	-	11	11
Japan					
Economic Cooperation Bureau, Ministry of Foreign Affairs					
G6: Increasing wheat productivity and sustainability in stressed environments	01/01/02-12/31/05	951	682	170	852
Maize Genetic Resources: Germplasm Bank	01/01/02-12/31/05	464	626	238	864
Maize Genetic Resources: Germplasm Bank Enhancement	01/01/02-12/31/05	1,060	594	176	770
FHB - Scientist	06/01/04-05/31/09	2,870	172	667	839
Research Support - Masahiro Kishii	11/01/04-10/31/05	45	-	23	23
Hiro Nakamura In-kind	01/01/05-12/31/05	-	-	40	40
Total		5,390	2,074	1,314	3,388
Sasakawa Africa Association					
Food Security in Ethiopia: Identifying Wheat Germplasm Resistant to a New Race of Stem Rust and Training Ethiopian Scientists	01/01/05-12/31/05	25	-	25	25
Nippon Foundation					
Increasing the availability of quality protein maize (QPM)	01/01/97-12/31/06	4,327	2,997	719	3,716
Kazakhstan, Republic of					
Kazakhstan consultant	04/20/05-04/20/06	24	-	15	15
Korea					
Visiting scientist	01/01/01-06/30/07	300	289	120	409
Mexico					
CONABIO (Comision Nacional para el Conocimiento y Uso de la Biodiversidad)					
Evaluacion de la Resistencia a Sequia en Razas Criollas Mexicanas de Trigo y determinacion de relaciones entre la respuesta de sequia y el lugar de colecta mediante las herramientas de GIS	11/15/05-10/14/06	26	-	-	-
CONACYT (Consejo Nacional de Ciencia y Tecnologia)					
Tecnologias integrales para reducir las perdidas en post-cosecha de maiz en el Estado de Mexico	11/01/05-11/01/08	170 ad	-	1	1
Desarrollo de germoplasma avanzado de Trigo para la seleccion de variedades, con alta produccion, resistencia a enfermedades, con calidad industrial, con alta eficiencia en el uso de insumos bajo sistemas de labranza minima, riego optimo y riego reducido	05/01/05-04/30/07	364 ae	-	94	94
Total		534	-	95	95
SAGARPA (Secretaria de Agricultura, Ganaderia, Desarrollo Rural y Pesca)					
Yellow Maize project for Mexico	09/01/05-12/31/06	61	-	7	7

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY)	Grant Pledged (Unaudited)	Expenditures		
			Prior Years (Unaudited)	Current Year (Unaudited)	Total (Unaudited)
Fundacion Guanajuato Produce, A.C.					
Proyecto Triticale	07/01/04-06/30/06	27 af	7	13	20
Proyecto de Trigo	07/01/04-06/30/06	27 ag	12	2	14
Proyecto de Cebada	07/01/04-06/30/06	27 ah	7	20	27
Total		81	26	35	61
Fundacion Sonora					
Desarrollo de variedades de triticale	06/01/03-05/01/07	80 ai	24	43	67
Diagnosticos de Nitrogeno con Sensores	11/01/04-11/01/06	37 aj	-	30	30
Total		117	24	73	97
ICAMEX					
Desarrollo de promociones de lineas de triticale	07/01/04-03/01/06	71 ak	35	24	59
Optimizacion del manejo de N en agricultura de conservacion	06/01/05-05/31/07	18 al	-	6	6
Generacion y evaluacion de nuevas variedades de haba y garbanzo resistente a enfermedades adaptadas a las condiciones agroecologicas del Estado de Mexico	07/30/05-06/30/06	18 am	-	-	-
Total		107	35	30	65
Universidad Nacional Autonoma de Mexico					
Impacto en la introduccion de variedades	10/01/03-09/30/05	17 an	6	8	14
Miscellaneous Research Grants					
		792	654	15	669
Netherlands					
BASF					
Production and Wider On-Farm Testing	11/23/04-11/22/07	226	-	41	41
Environmental Assessment Agency					
Case study on Biodiversity - Human Wellbeing linkages at the farm and regional level in the Maize and Bean farming system in Chiapas, Mexico	07/01/05-09/09/05	21 ao	-	12	12
Total		247	-	53	53
OPEC Fund for International Development					
Stress Tolerant Quality Protein Maize (QPM) for Sub-Saharan Africa	07/01/05-06/30/06	150	-	86	86
Other					
Apomixis Consortium	04/01/99-03/31/04	3,000	2,814	69	2,883
Apomixis Phase II	01/01/05-12/31/09	830	-	109	109
Total		3,830	2,814	178	2,992
Peru					
Maize improvement	01/01/99-12/31/05	260	214	46	260
Rockefeller Foundation					
Strengthening seed systems in Southern Africa	09/01/02-08/31/05	421	406	16	422
Research and PhD training in maize breeding, with emphasis on tolerance to drought and low soil nitrogen	01/01/01-04/30/06	199	98	102	200
Strengthening the participation of East Africa national agricultural systems in a pan-African program to develop stress tolerant maize varieties	08/01/02-01/31/06	480	370	110	480
Enhance the nutritional quality of locally adapted maize cultivars in eastern and southern Africa by incorporating traits from "quality protein maize"	08/01/02-12/31/05	603	315	288	603
Innovative and integrated biotechnology grant	03/01/03-12/31/05	700	560	140	700
IR maize stewardship	02/01/03-01/31/05	461	410	50	460
The determinants and consequences of gene flow in maize landraces and implications for the livelihoods of Mexican farmers	11/01/02-10/31/06	400	214	143	357
Strengthening maize seed supply systems	12/01/03-11/30/05	308	146	164	310
Soil Fertility of Southern Africa	04/01/04-07/31/05	444	317	197	514
SADLF-RF Transition 2004	07/15/04-07/14/05	125	43	84	127
RF-IRMA II	01/01/05-12/31/07	220	8	83	91
New Seed Initiative for Maize in Southern Africa	01/01/05-12/31/07	1,183	-	370	370

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY	Expenditures			Total (Unaudited)
		Grant Pledged (Unaudited)	Prior Years (Unaudited)	Current Year (Unaudited)	
Soil Fertility Consortium for Southern Africa, which promotes collaborative research and development on integrated soil fertility management for small-scale farmers in SA	08/01/05-07/31/08	899	-	72	72
Limit the impact of a new African strain of stem rust disease on wheat production	06/01/05-05/31/06	80	-	80	80
Total		6,523	2,887	1,899	4,786
Sehgal Foundation					
Maize Improvement by CIMMYT India	01/01/05-12/31/05	50	-	50	50
South Africa					
National Department of Agriculture					
Maize diseases	01/01/97-12/31/05	348	328	25	353
Wheat breeding	01/01/98-12/31/05	298	285	36	321
Total		646	613	61	674
Spain					
Agrovegetal, S.A.					
Durum and bread wheat	09/22/98-09/21/08	1,022 ap	631	149	780
Ministerio de Agricultura, Pesca y Alimentación					
Durum wheat research project	01/01/94-12/31/08	2,366	1,219	254	1,473
Saraguro project	01/01/01-12/31/08	224	89	45	134
Recursos Genéticos de Trigo para la sostenibilidad de los sistemas de producción del cono sur	01/01/05-12/31/07	210	-	25	25
Total		2,800	1,308	324	1,632
Sweden					
Student thesis support	01/01/03-12/31/04	64	36	27	63
Switzerland					
Swiss Agency for Development and Cooperation					
Increasing productivity and sustainability of maize-based cropping systems in the hills of Nepal Phase II	01/01/03-12/31/07	2,736	906	565	1,471
Tolerance of maize to drought and low soil fertility, phase II	01/01/00-11/30/04	1,981	1,720	116	1,836
Drought and tropical maize	06/18/02-06/17/05	149	91	58	149
The New Seed Initiative for Maize in Southern Africa (NSIMA)	01/01/05-12/31/07	1,467	-	480	480
Total		6,333	2,717	1,219	3,936
Syngenta Foundation For Sustainable Agriculture					
Insect Resistant Maize for Africa II	01/01/04-12/31/08	2,731	416	885	1,301
Turkey, Republic of					
Turkey's CXG contribution	07/01/05-06/30/06	280	-	253	253
United Kingdom					
Department for International Development					
Nepal research coordinator-PSP	04/01/01-03/31/05	256	258	39	297
Participatory research to increase the productivity and sustainability of wheat cropping systems in the eastern subcontinent of South Asia	04/01/02-07/31/05	1,208	868	228	1,096
Assessing the impact and facilitating the uptake of RCT's	10/01/02-03/31/06	272	144	73	217
Increasing food security and improving livelihoods through the promotion of Stress tolerant maize, soil fertility	11/01/02-01/31/06	39	14	14	28
Striga control	08/01/04-07/31/06	394	28	271	299
	10/01/02-01/31/06	133	83	44	127
Total		2,302	1,395	669	2,064
USA					
Cornell University					
Rice-wheat project, Nepal	01/01/03-12/31/05	173	128	66	194
Pioneer Hi-Bred International					
Fellowship education program in maize genetics	01/01/04-12/31/04	40	9	31	40

Restricted Pledges and Expenses - Unaudited...cont'd

Donor and Program/ Project	Grant Period MM/DD/YY	Grant Pledged (Unaudited)	Expenditures		
			Prior Years (Unaudited)	Current Year (Unaudited)	Total (Unaudited)
Stanford University					
Nitrogen fertilizer management in Mexico	01/01/03-12/31/05	13	-	13	13
Student support	01/01/00-12/31/04	152	131	20	151
Total		165	131	33	164
United States Agency for International Development					
Food security in Bangladesh: Improving wheat, maize and papaya production, and impacts of arsenic contamination	07/01/02-06/30/07	5,461	3,569	952	4,521
Economic impact studies	01/01/03-12/31/04	200	117	22	139
India USAID support to the RWC	10/01/03-09/30/06	1,500	577	497	1,074
Seed-Ethiopia	11/01/03-03/31/06	492	200	142	342
Sorghum and maize comparative genomics	03/01/04-02/28/06	200	30	111	141
ACTED-RAMP project Afghanistan	12/24/03-12/24/06	67	-	24	24
USAID Linkage funds	01/01/04-12/31/05	655	95	255	350
Stem Rust initiative	01/01/05-12/31/05	100	-	54	54
Total		8,675	4,588	2,057	6,645
United States Department of Agriculture					
Wheat durable leaf rust resistance in the Southern Cone countries	01/01/01-09/30/05	223	187	19	206
Regeneration of maize landrace collections in Central and South America	06/01/01-05/31/06	345	271	83	354
Facilitate international bread wheat, durum wheat and barley exchange through CIMMYT	05/01/03-12/31/05	216	205	32	237
Characterization and development of wheat germplasm adapted for zero tillage	09/01/02-09/30/06	60	24	3	27
Karnal Bunt cooperative research	07/18/03-07/31/08	330	65	93	158
Canopy Sensors for Efficient Nitrogen Use	11/01/04-10/31/06	49	13	48	61
Novel sources of FHB Resistance in bread and durum wheat	04/22/05-04/21/06	80	-	34	34
Evaluation of United States Wheat Germplasm to Stem Rust in Eastern Africa	05/27/05-06/01/10	178	-	71	71
Borlaug Ethiopia/Wheat Stem Rust	09/22/05-09/30/06	34	-	2	2
Total		1,515	765	385	1,150
University Washington State					
International Cooperation for Agricultural Research in Central Asia and the Caucasus	07/01/03-06/30/06	494	359	204	563
World Bank					
Global Public Goods - Genebank Upgrading	01/01/03-12/31/06	1,137	789	269	1,058
2004-2005 Funding	01/01/04-12/31/05	2,000	358	1,353	1,711
Strategic Staff	01/01/04-12/31/05	1,000	7	1,282	1,289
AGM '04	01/01/04-12/31/04	934	772	163	935
Total		5,071	1,926	3,067	4,993
TOTAL RESTRICTED GRANTS		100,609	49,162	25,876	75,038

The Columns "Grant Period" and "Grant Pledged" are for information only.

- a Equivalent to AUD\$874,968
- b Equivalent to AUD\$1,000,050
- c Equivalent to AUD\$45,000
- d Equivalent to AUD\$976,344
- e Equivalent to AUD\$2,000,000
- f Equivalent to AUD\$1,558,900
- g Equivalent to AUD\$817,994
- h Equivalent to AUD\$450,000
- i Equivalent to AUD\$450,000
- j Equivalent to AUD\$1,500,000
- k Equivalent to AUD\$300,000
- l Equivalent to AUD\$150,000

- m Equivalent to AUD\$1,800,000
- n Equivalent to AUD\$45,000
- o Equivalent to AUD\$10,000
- p Equivalent to CAD\$4,500,000
- q Equivalent to CAD\$163,560
- r Equivalent to COPS204,675,000
- s Equivalent to COPS730,000,000
- t Equivalent to COPS450,000,000
- u Equivalent to DKK\$1,138,557
- v Equivalent to EURO 29,000
- w Equivalent to EURO 199,927
- x Equivalent to EURO 480,000

- y Equivalent to EURO 480,000
- z Equivalent to EURO 550,000
- aa Equivalent to EURO 261,241
- ab Equivalent to EURO 562,000
- ac Equivalent to MXPS278,700
- ad Equivalent to MXPS1'800,000
- ae Equivalent to MXPS4'000,000
- af Equivalent to MXPS300,000
- ag Equivalent to MXPS300,000
- ah Equivalent to MXPS300,000
- ai Equivalent to MXPS889,155
- aj Equivalent to MXPS411,456

- ak Equivalent to MXPS800,000
- al Equivalent to MXPS200,000
- am Equivalent to MXPS200,000
- an Equivalent to MXPS189,000
- ao Equivalent to EURO 17,400
- ap Equivalent to EURO 900,000

Currency definitions
 AUD- Australian Dollar
 CAD - Canadian Dollar
 COP - Colombian Peso
 DKK - Danish Krone

Combined Schedule of Fixed Assets

For the year ended December 31, 2005

(Thousands of U.S. Dollars)

	Balance 1 January	2005 Additions	2005 Transfers	2005 Disposals	Balance December, 31
I. Cost					
A. Land and buildings					
Land	10,371	-	-	-	10,371
Buildings	4,319	17	-	-	4,336
Subtotal	14,690	17	-	-	14,707
B. Furnishings and equipment					
Farming	5,239	152	-	(6)	5,385
Laboratory and scientific equipment	3,143	463	13	-	3,619
Office	900	24	-	(1)	923
Auxiliary units	123	-	-	-	123
Computers	3,160	462	3	(58)	3,567
Vehicles	4,161	423	25	(182)	4,427
Maintenance equipment	84	-	-	-	84
Software	509	30	-	-	539
Fixed assets in transit / in process	45	33	(41)	-	37
Subtotal	17,364	1,587	-	(247)	18,704
Total cost	32,054	1,604	-	(247)	33,411
II. Accumulated depreciation					
A. Buildings	1,481	110	-	-	1,591
B. Furnishings and equipment					
Farming	4,858	207	-	(6)	5,059
Laboratory and scientific equipment	2,914	469	-	-	3,383
Office	731	53	-	(2)	782
Auxiliary units	87	4	-	-	91
Computers	2,877	292	-	(55)	3,114
Vehicles	3,296	767	-	(178)	3,885
Maintenance equipment	81	1	-	-	82
Software	422	50	-	-	472
Total accumulated depreciation	16,747	1,953	-	(241)	18,459
III. Net book value					
A. Land and buildings	13,209	(93)	-	-	13,116
B. Furnishings and equipment					
Farming	381	(55)	-	-	326
Laboratory and scientific equipment	229	(6)	13	-	236
Office	169	(29)	-	1	141
Auxiliary units	36	(4)	-	-	32
Computers	283	170	3	(3)	453
Vehicles	865	(344)	25	(4)	542
Maintenance equipment	3	(1)	-	-	2
Software	87	(20)	-	-	67
Fixed assets in transit / in process	45	33	(41)	-	37
Total net book value	15,307	(349)	-	(6)	14,952

Schedule of Indirect Costs

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

	2005	2004
Indirect Costs		
Management and General	6,498	7,271
Other Expenses	354	862
Subtotal Indirect Costs	6,852	8,133
Direct Costs		
Research	29,788	28,747
Research Support	4,509	3,218
Subtotal Direct Costs	34,297	31,965
Total Operating Costs	41,149	40,098
Cost Ratios		
Indirect Cost/Total Operating Costs	16.65%	20.28%
Indirect Cost/Direct Costs	19.98%	25.44%

Schedule of European Community (EC) Funding - Unaudited

For the year ended December 31, 2005

(Thousands of U.S. Dollars)

Project	Latin America	MEDA	ACP	Asia	CAC	Total
1,a Maize and wheat genetic diversity for humanity: Ex situ genetic resources	-	\$ 342	\$ -	\$ 218	\$ -	\$ 560
1,b Maize and wheat genetic diversity for humanity: In situ genetic resources	-	560	-	-	-	560
1,d Maize and Wheat genetic diversity for humanity: Breeding technologies	-	393	-	248	-	641
Total	-	\$1,295	\$ -	\$ 466	\$ -	\$ 1,761

Schedule of Challenge Program - Unaudited

For the years ended December 31, 2005 and 2004

(Thousands of U.S. Dollars)

GRANT REVENUE

Donors	2005				2004
	(Unaudited) Funds received	(Unaudited) Accounts receivable	(Unaudited) Advance payment	(Unaudited) Grant	(Unaudited) Grant
Austria	\$ -	\$ -	\$ -	\$ 45	\$ 9
European Community	6,027	-	-	6,027	5,016
Kirkhouse	15	-	-	15	-
Pioneer	20	-	13	40	17
Rockefeller Foundation	838	-	-	838	-
Syngenta Foundation	-	-	-	9	6
Sweden	189	-	86	104	107
United Kingdom	4,418	-	4,208	4,697	187
World Bank	2,500	-	366	3,778	2,064
GCP - In kind	-	-	-	3,483	5,258
Total	\$ 14,007	\$ -	\$ 4,673	\$ 19,036	\$ 12,664

PLEDGES AND EXPENSES

For the period from January 1 to December 31, 2005

Donor	Grant Period (MM/DD/YY)	Grant Pledged (Unaudited)	EXPENDITURES		
			Prior Years (Unaudited)	Current Year (Unaudited)	Total (Unaudited)
Austria	07/01/03-12/31/04	\$ 54 ^a	\$ 9	\$ 45	\$ 54
European Community	07/01/03-12/31/05	15,895 ^b	5,225	6,027	11,251
Kirkhouse	07/30/05-12/24/05	15	-	15	15
Pioneer	07/01/04-12/31/05	70	17	40	57
Rockefeller Foundation	03/01/05-06/30/08	2,293	-	838	838
Syngenta Foundation	07/01/04-12/31/05	15	6	9	15
Sweden	07/01/03-12/31/05	297 ^c	107	104	211
United Kingdom	07/01/04-06/30/07	13,579 ^d	187	4,697	4,885
World Bank	07/01/03-12/31/05	6,500	2,356	3,778	6,134
GCP Consortium Members IK*	07/01/03-12/31/05	-	5,258	3,483	8,741
Total Challenge Program		\$ 38,718	\$ 13,165	\$ 19,036	\$ 32,201

Notes:

^a Equivalent to EURO 45,000

^b Equivalent to EURO 13,450,000

^c Equivalent to SEK 2,173,333

^d Equivalent to GBP 7,500,000

Currency definitions

SEK - Swedish Krona

GBP - British Pound

In Kind Contributions GCP Consortium Members as follow:	CAAS	\$476
	CIMMYT	463
	CIP	400
	ICARDA	413
	IITA	401
	IPGRI	527
	IRRI	400
	NIAS	403
		<u>\$ 3,483</u>



International Maize and Wheat Improvement Center
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www.cimmyt.org June 2006