

UNICEF USA'S IMPACT FUND FOR CHILDREN | Q3 FY25

COMPLIANCE CERTIFICATE

For the period of January 1, 2025 to March 31, 2025

Quarterly Program Impact - For Third Quarter Fiscal Year 2025				
Transactions	SDG Impact	Inputs	Outputs	Outcomes
\$308,001 CROSS-SECTORAL Fast-tracked funds to support the implementation of development programs in Zimbabwe UNICEF REGIONAL CLASSIFICATION: Eastern and Southern Africa <i>20 months bridged ¹</i>	Multiple	Accelerated funds supported the implementation of a range of development programs in Zimbabwe, allowing UNICEF to achieve results more quickly at a time when Zimbabwe was approaching "lean season," where water scarcity is exasperated by ongoing drought.	Funds supported HIV/AIDS, WASH interventions, and child protection programs. Specifically, interventions focused on: <ol style="list-style-type: none"> 1) Reducing pediatric HIV coverage gaps and providing catalytic technical assistance to eliminate vertical transmission. 2) Improving access to basic water supplies in areas where populations have experienced an increase in diarrhea cases and some households were without water for over 120 hours. 	Improved health for children in vulnerable households and mitigation against risks of child labor, migration, early marriage, and violence against children.
\$362,127 HEALTH Accelerated funds supported efforts to reach zero-dose children in South Africa UNICEF REGIONAL CLASSIFICATION: Eastern and Southern Africa <i>3 months bridged</i>	Good Health and Well-Being <u>SDG 3</u>	Acceleration of funds allowed UNICEF and South Africa's National Department of Health to coordinate a national Action Team in charge of overseeing immunization programming in eight metropolitan districts, as well as routine immunization advocacy initiatives.	Funds supported efforts to reach 869 zero-dose children ² with immunization, nutrition, and other essential health services, and generate evidence on effective strategies to immunize zero-dose and under-immunized children in South Africa.	Reduction in the number of zero-dose children in South Africa.

1) The Bridge Fund expects to receive half of the amount accelerated in September 2025, and the full amount to be reimbursed by September 2026 (includes 2-month buffer).

2) Number of children impacted represents the Bridge Fund's estimated proportion of impact, based on the percentage of the total grant that was accelerated and the total number of children targeted for impact by that grant.



UNICEF SUPPLY DIVISION READY-TO-USE THERAPEUTIC FOOD (RUTF) SUPPLIER ADVANCE PAYMENT WINDOW				
Activity between January 1, 2025 and March 31, 2025				
<p>\$9,666,667</p> <p>NUTRITION</p> <p>Outstanding Investment in the Supply Division RUTF Supplier Advance Payment Window ("RUTF Window")^{3 4}</p> <p>Multiregional <i>Multi-year investment</i></p>	<p>Zero Hunger</p> <p>SDG 2</p>	<p>The RUTF Window's last month of advance payment activity was February 2025, fulfilling its goal to scale-up local RUTF suppliers to make malnutrition treatment more accessible to children where they need it most. The Supply Division will return the Bridge Fund's investment in the window in tranches through the end of the calendar year.</p> <p>Purchase orders enabled in Q3 FY25: \$4.9 million</p> <p>Bridge Fund composition of drawn RUTF Window capital (avg over last two months of activity): 27.6 percent</p>	<p>Enabled \$4.9 million in RUTF purchase orders, which translates to ~108,000 RUTF cartons and a six- to eight-week course of treatment for ~108,000 children.</p>	<p>Supported UNICEF in improving suppliers' ability to provide RUTF and reaching approximately 108,000 children faster with cartons of RUTF, improving their health and nutrition outcomes.</p>
UNICEF SUPPLY DIVISION VACCINE INDEPENDENCE INITIATIVE (VII) HIGHLIGHTS				
Activity between January 1, 2024 and December 31, 2024 (latest impact data available)				
<p>\$30,000,000</p> <p>HEALTH</p> <p>Outstanding Investment in the Supply Division VII⁵</p> <p>Multiregional <i>Multi-year investment</i></p>	<p>Good Health and Well-Being</p> <p>SDG 3</p>	<p>The Bridge Fund made an additional \$10.0M investment at the end of September 2024, bringing its total amount invested to \$30.0M.</p> <p>VII capital base as of December 30, 2024: \$226.3 million⁶</p> <p>Bridge Fund composition of total VII capital base as of December 31, 2024: 13.3 percent</p>	<p>\$37.5M for procurement of vaccines and immunization supplies for the Democratic Republic of the Congo, Kenya, the Pacific Islands Countries, Congo Brazzaville, and others through VII prefinancings.</p> <p>\$164.6M in ad-hoc prefinancings addressing temporary cash flow timing issues for supplies like vaccines, syringes, safety boxes, and RUTF.</p>	<p>Supported UNICEF in reaching approximately 151.7 million children faster with 202.3 million doses of vaccines aimed at reducing child mortality and improving children's health and immunity.⁷</p> <p>Accelerated and increased the equitable supply of medical supplies and vaccines.</p>

3) As of February 28, 2025, the RUTF Window's last month of activity, the Bridge Fund comprised 27.6 percent of the drawn RUTF Window capital and represents a portion of the total activity described. To date, the window has enabled a cumulative \$294.9 million in RUTF purchase orders, translating to the provision of ~6.5 million cartons of RUTF, equivalent to a six- to eight-week course of treatment for 6.5 million children. One carton of RUTF can provide one course of treatment for a severely malnourished child.

4) Q3 impact activity is correlated with the Bridge Fund's outstanding investment of \$9.7M. At the end of Q3, on March 25th, the Supply Division made an early repayment of \$2.7M, reducing the Bridge Fund's investment at the end of the quarter to \$7.0M.

5) The Bridge Fund has had a \$10 million investment in the VII since September 2018, it invested another \$10 million at the end of June 2023, and a third disbursement of \$10M at the end of September 2024. As of December 31, 2024, the Bridge Fund comprised 13.3 percent of the total VII capital base and represents a portion of total activity, accordingly.

6) Capital base is not inclusive of any fluctuations for foreign exchange rate changes.

7) To estimate the number of children who will benefit from vaccine procurements, vaccine wastage rates must be included. Vaccine wastage rates vary by vaccine type, number of doses per vial, and local health care systems and social conditions. In addition, full immunization against some diseases may require more than one vaccination per child. Thus, there is not a one-to-one correspondence between vaccine doses procured and children reached. Assumed 25 percent wastage rate for reported figures.

IMPACT FUND PORTFOLIO BREAKDOWN

D&O by Repayment Source	% of Outstanding
Single Funder	3.0%
Pooled Fundraising	0.0%
Strategic Investments in Flexible Funding	2.6%
RUTF Facility ⁸	17.9%
VII	76.6%
Total	100.0%

Loan Watch Category	Description	% of Outstanding
Low	Expected repayment on forecasted reimbursement date.	97.4%
Low-Medium	Funding is delayed past the forecasted reimbursement date, but the team confirms there is no elevated risk on its repayment.	0.0%
Medium	Indications confirmed by the team show there is an elevated risk a transaction will not be paid in full or a transaction has been delayed over 270 days from the expected repayment date.	2.6% ⁸
Medium-High	High likelihood that a transaction will not be paid in full.	0.0%
High	Active deals are in workout mode or have defaulted.	0.0%
Total		100.0%

As of March 31, 2025, 2.6% of the Bridge Fund portfolio, a total of \$1.03M has been elevated to Medium Watch.

Two transactions comprise the \$1.03M - a Single Funder transaction advancing a donor pledge and a portion of outstanding RUTF purchase orders in the RUTF Window.

- Donor Pledge: The Bridge Fund is coordinating closely with Philanthropy to mitigate any effects of a delayed / unpaid pledge.
- RUTF Window: UUSA and UNICEF are taking a conservative approach in the loan watch procedures as it relates to the elevation and monitoring of outstanding purchase orders connected to foreign aid exposure. The amount elevated as of March 31st, has already dropped by ~50% (From \$1.9M to \$960K).

Please note, the full amount of the portfolio at Medium is covered by the Bridge Fund's \$2.2M first loss pool and therefore will not affect lenders or recoverable grant providers.



Impact Fund for Children's Eleventh Consecutive Year on the ImpactAssets 50 List

The Bridge Fund was selected as an Emeritus Impact Manager for the ImpactAssets 50 (IA 50) [2025 list](#). The IA 50 recognizes managers who have demonstrated a consistent ability to generate positive impact and resilience within the impact investing market. We thank our investors and donors who have contributed to this inclusion.

8) D&O listed for the RUTF Window represents the \$7.0M remaining investment in the Window at the end of March 2025.

Financial Information

UNICEF USA Impact Fund for Children Inc.

(formerly U.S. Fund for UNICEF In Kind Assistance Corporation)

Statement of Financial Position (unaudited) *

ASSETS:

Cash and Investments	39,117,639
Contributions Receivable	35,375,752
Total Assets	74,493,391

LIABILITIES:

Recoverable Grants Payable	6,600,000
Loans Payable	43,275,000
Grants Payable to UNICEF	362,127
Accrued Interest and Other Liabilities	244,497

Total Liabilities **50,481,624**

Net Assets **24,011,767**

TOTAL LIABILITIES & NET ASSETS **74,493,391**

* as of Mar 31 2025

Covenant Calculation:

LEVERAGE RATIO	LOAN GOAL	ACTUAL
Debt: Net Assets	Maximum 3.5 : 1	1.8 : 1

Statement of Activities (unaudited) *

REVENUE:

Contributions Revenue	24,209,122
Investment & Interest Income(Loss)	1,219,182
Total Revenue	25,428,304

EXPENSES:

Program Services	
Grants to UNICEF and other NGO's.....	23,693,736
Program Expenses.....	971,816
Management and General.....	199,019
Fundraising.....	81,816
Total Expenses	24,946,387

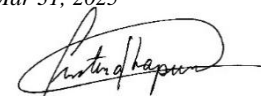
Net Income **481,917**

Net Assets - Beginning **23,529,850**

24,011,767

* for the nine months ended Mar 31, 2025

We certify that, as of the quarter ending March 31, 2025, there exists no default or Event of Default (as such term is defined in our Loan Agreements), and we are in compliance with the covenants set forth in the "Use of Proceeds" and "Tax Status" clauses of our Loan Agreements, including without limitation and as demonstrated in the above computations, the financial covenants set forth in the Loan Agreements: a) the net assets to total assets ratio, b) the leverage ratio and c) net asset levels.



Cristina Shapiro, President, UNICEF
USA Impact Fund for Children
Dated: March 31, 2025