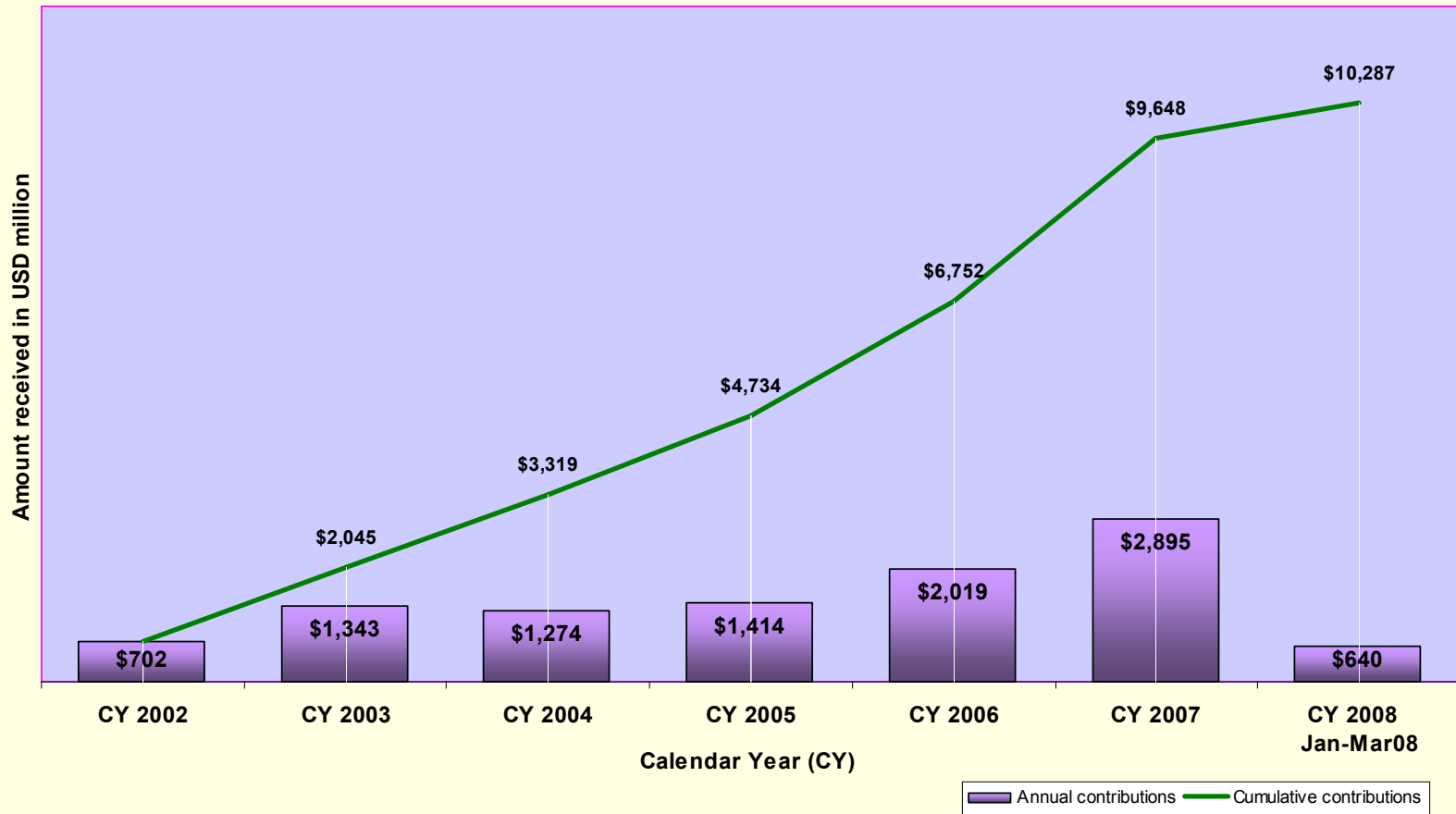

**The Global Fund
to Fight AIDS, Tuberculosis and Malaria**
Seventeenth Board Meeting
Geneva

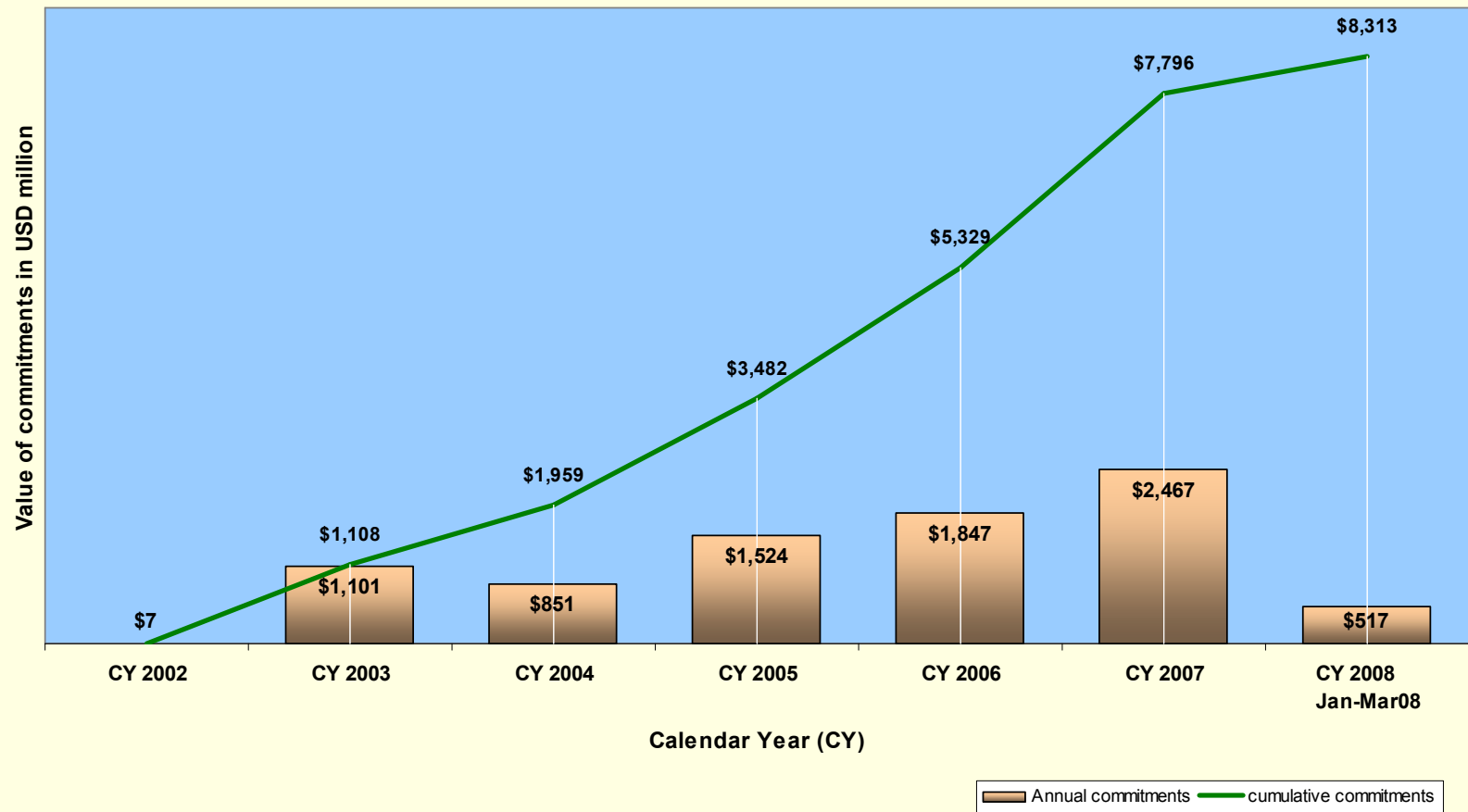
Trustee Report

April 29, 2008

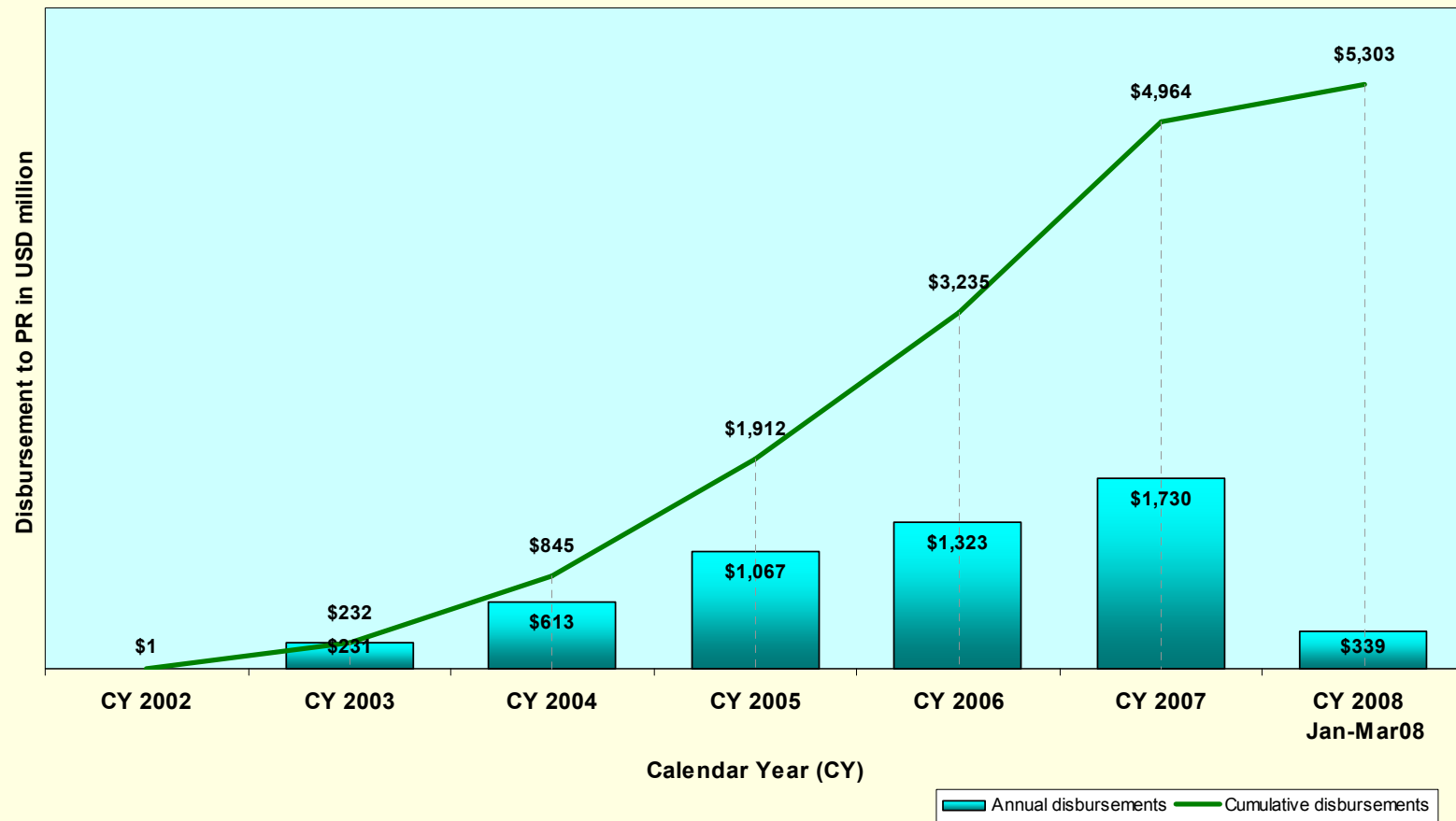
Donor Contributions



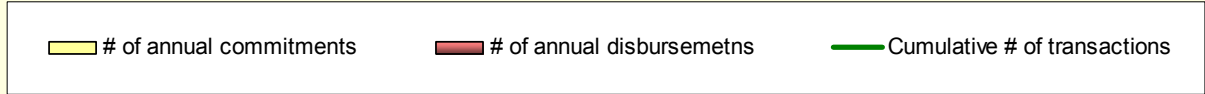
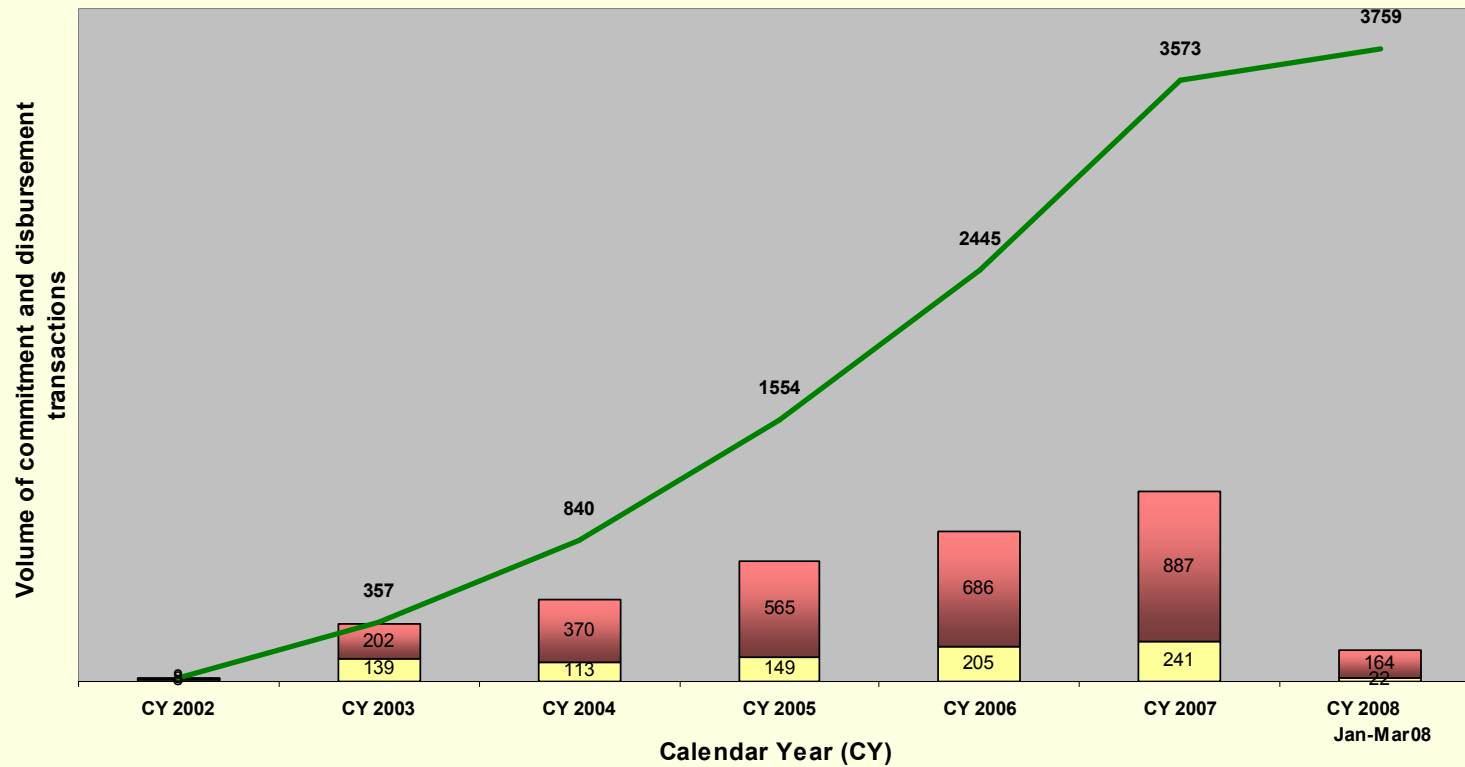
Grant Commitments



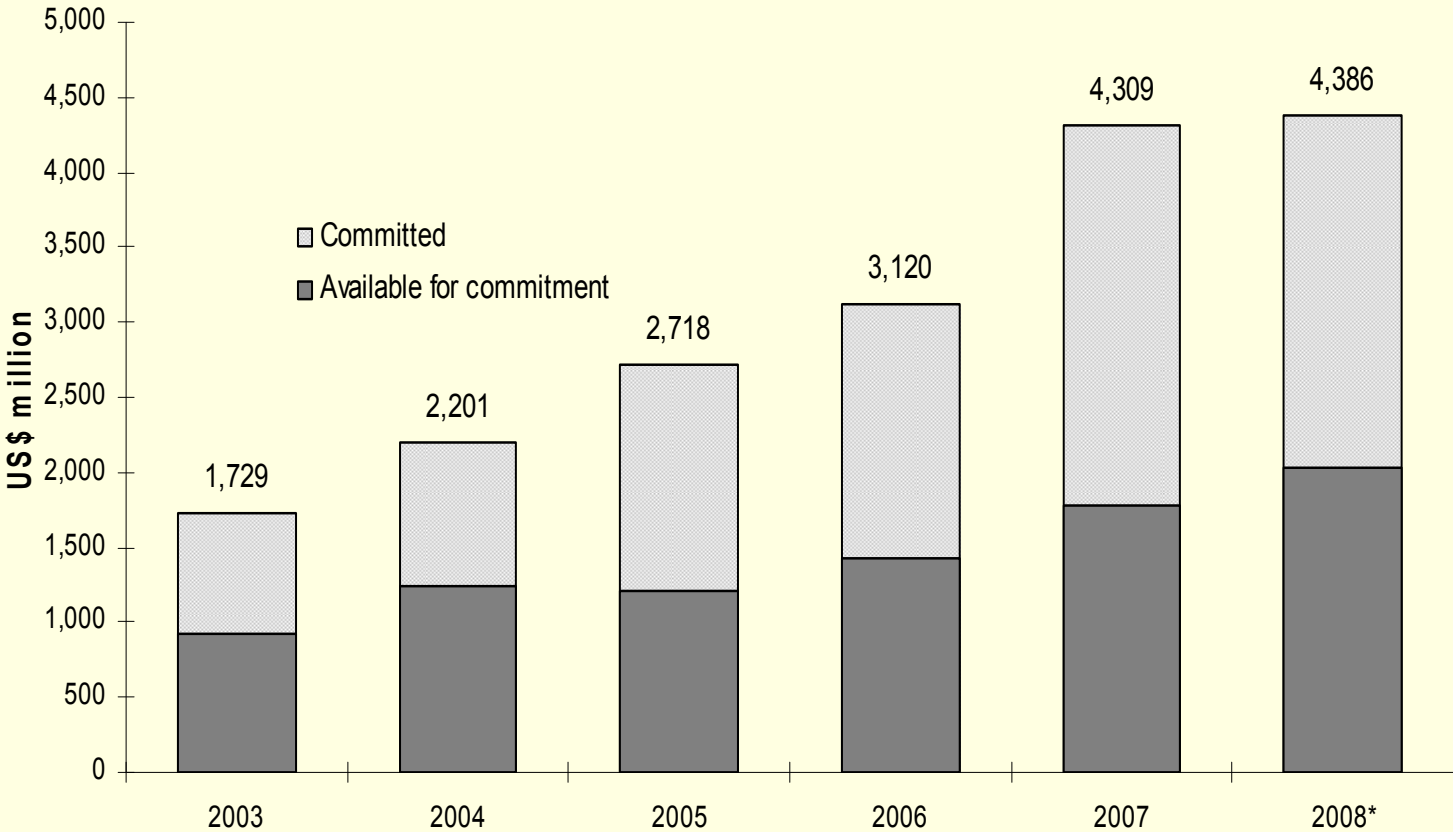
Disbursements to Principal Recipients



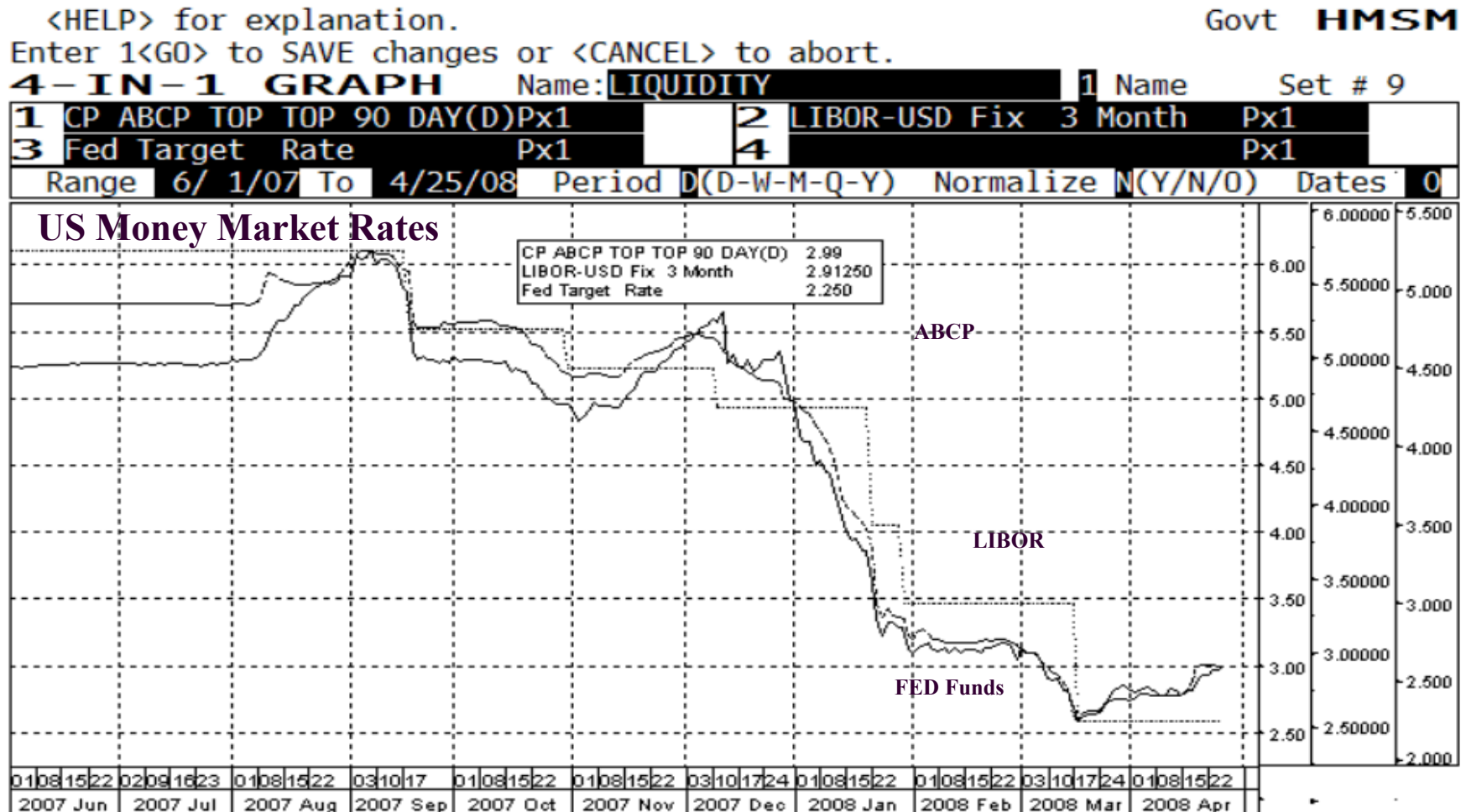
Transaction volumes



Evolution of Investment Balances



Impact of Credit Crisis



Credit Spreads Have Widened

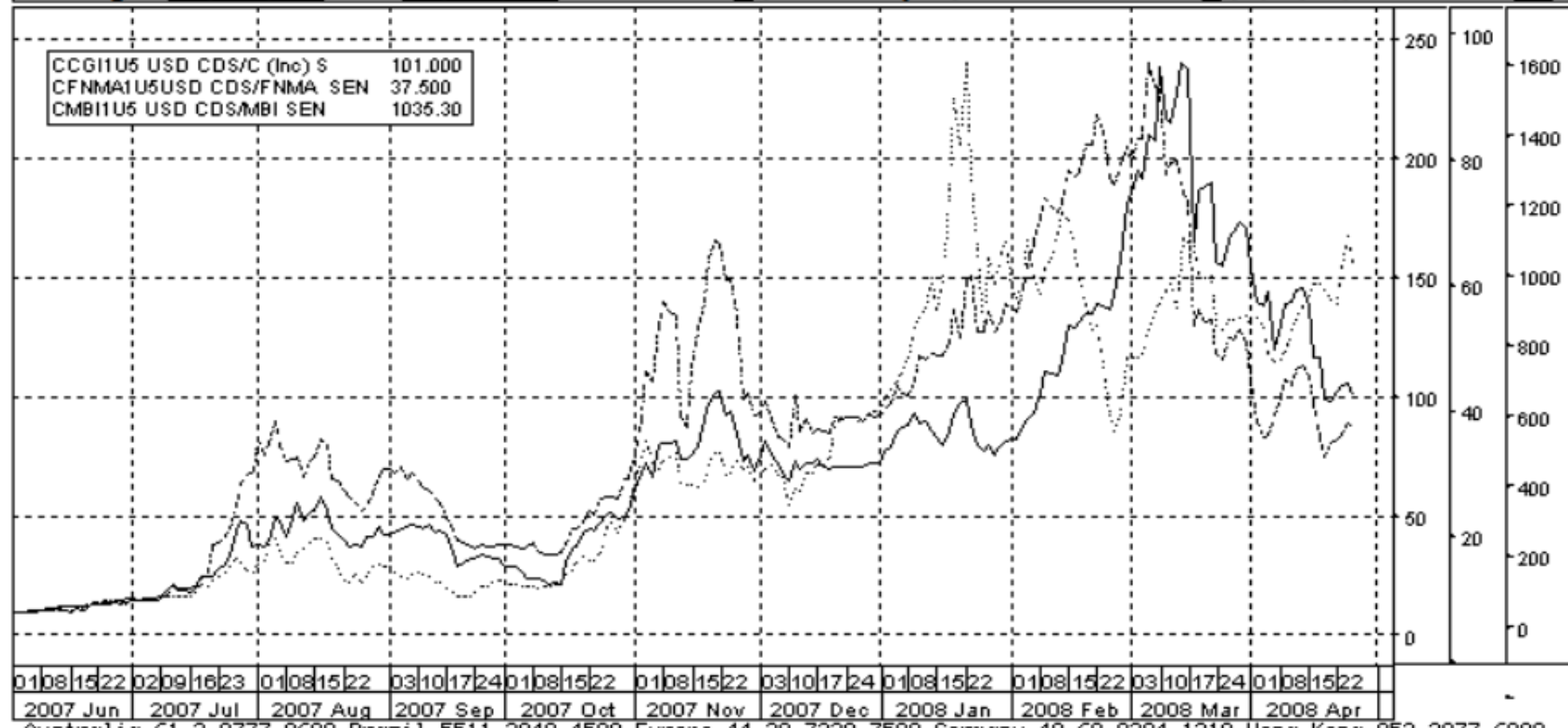
<HELP> for explanation.

M-Mkt HMSM

4-IN-1 GRAPH Name: CDS SPREADS 1 Name Set # 2

1	CCGI1U5 USD CDS/C (Inc) SPx1	2	CFNMA1U5USD CDS/FNMA SENPx1
3	CMBI1U5 USD CDS/MBI SEN Yx1	4	Px1
Range 6/ 1/07 To 4/25/08		Period D(D-W-M-Q-Y) Normalize N(Y/N/O) Dates 0	

CCGI1U5 USD CDS/C (Inc) S	101.000
CFNMA1U5USD CDS/FNMA SEN	37.500
CMBI1U5 USD CDS/MBI SEN	1035.30

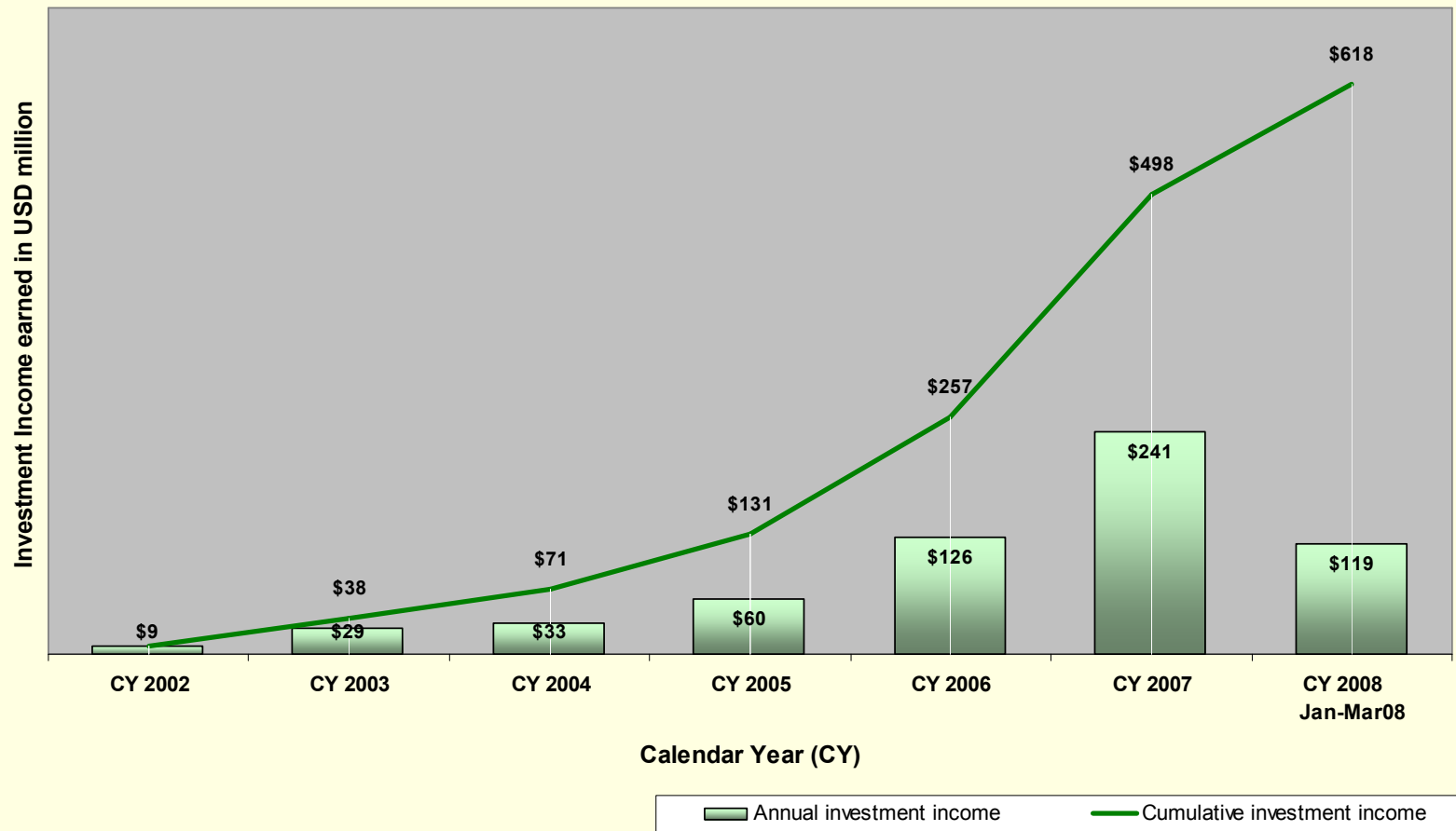


Against the negative news on US subprime mortgages and substantial losses at major financial institutions, market returns to the Global Fund for 2007 were solid.

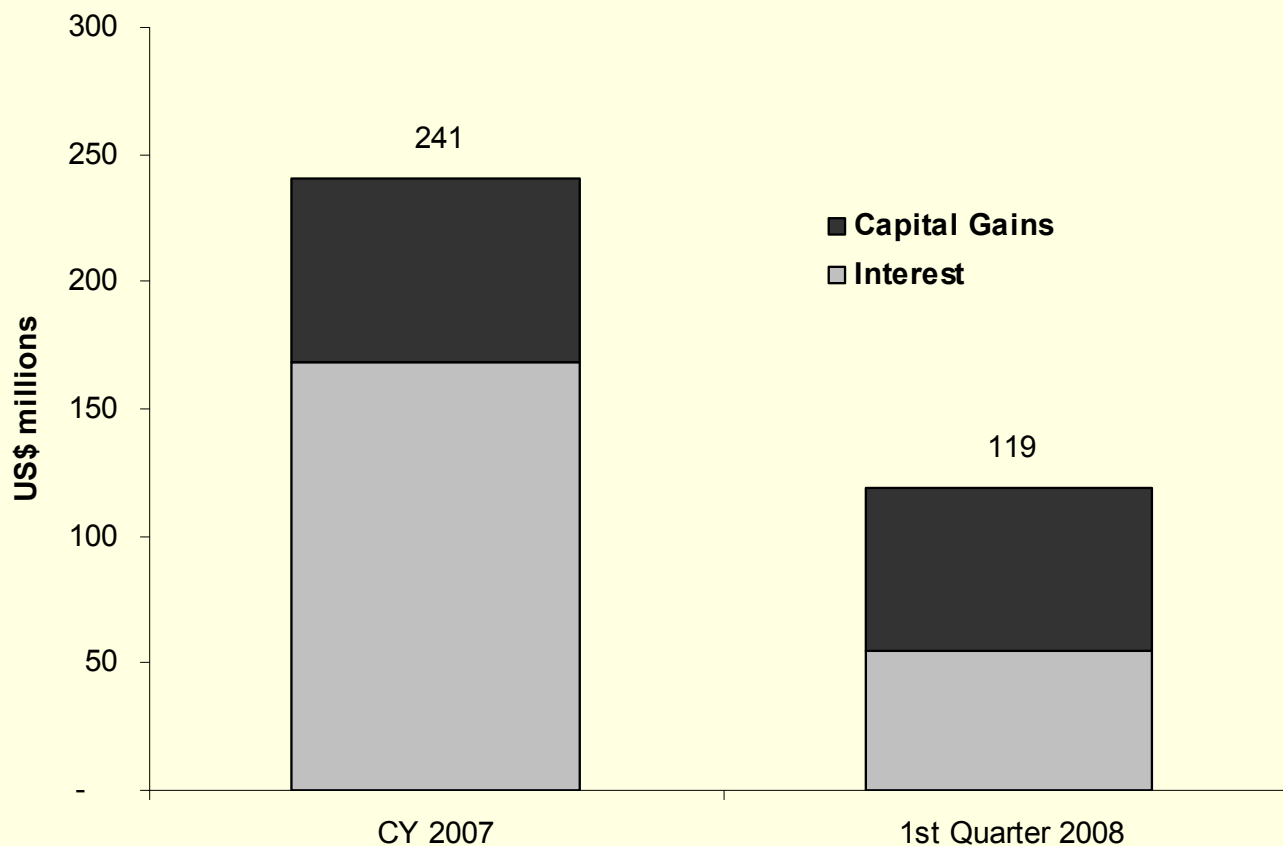
Major Market Indices (Returns in USD)

	2007	First Quarter 2008
Equities		
MSCI World	9.57%	-8.95%
S&P 500 Index	5.49%	-9.44%
Fixed Income		
UST 1-5 Index (ML)	8.16%	3.69%
US MBS Index (ML)	6.96%	2.47%
US Corporate Bond Index (ML)	5.37%	0.89%
US Lehman Aggregate Index	6.97%	2.17%
Global Fund Investment Portfolio	6.89%	2.79%

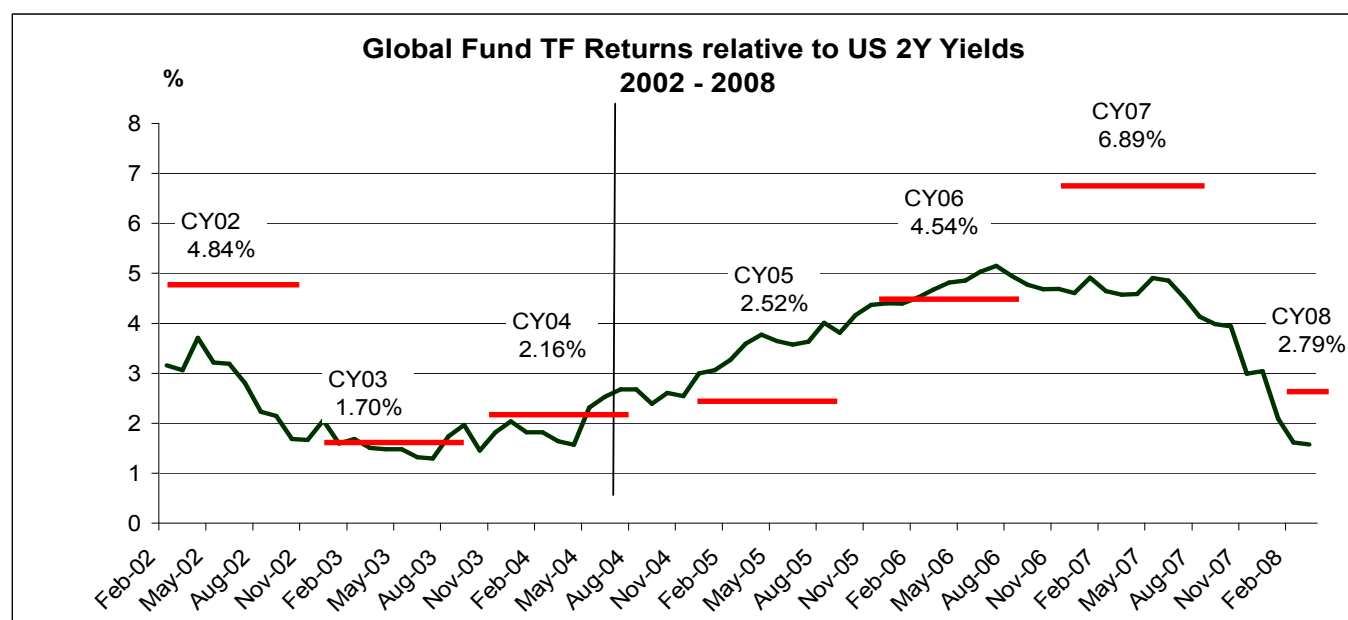
Investment Income



Breakdown of Global Fund Trust Fund Investment Income (2007-2008)



Global Fund Trust Fund Returns



On January 31, 2005, the assets of Trust Funds were converted into two separate tranches. GFATM participates in both tranches. CY05 return includes pre-tranche returns for January 2005. The return shown above for 2002 to 2004 is for the total Trust Funds (includes GFATM). CY08 return is not annualised and is for the period to 31 March 2008.

Possible Range of Returns for CY08

Scenario of interest rate movements by end CY08 (from March 31 levels)	Est. Portfolio Returns*
Up by 100 bps	2.97%
Unchanged	4.70%
Down by 100 bps	5.77%

*Note: Includes non-annualized returns of 2.79% for the 1st quarter of 2008