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United Nations Children's Fund

Executive Board

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**Interim financial report and statements for the year ended
31 December 2006, the first year of the biennium 2006-2007***Summary*

The present document, submitted for information to the Executive Board, contains the financial report on the accounts of UNICEF for the year ended 31 December 2006, the first year of the biennium 2006-2007. The document, comprised of the financial report and 10 statements supported by notes and 1 schedule, summarizes the financial results of transactions made in 2006. In line with General Assembly resolution 50/204 of 23 December 1995, and the formats agreed upon by the Chief Executives Board for Coordination, the document is prepared to achieve harmonization of the presentation of the accounts of the agencies in the United Nations system. A summary of significant accounting policies and other information is included in the notes to the financial statements.

* This report is presented to the Executive Board for information only and will be discussed only if specifically requested by a member of the Board.



Contents

	<i>Page</i>
Abbreviations	3
I. Interim financial report for the year ended 31 December 2006	4
II. Financial statements	6
Statement I. Income and expenditures and changes in reserves and fund balances for the year ended 31 December 2006	6
Statement II. Assets, liabilities, reserves and fund balances as at 31 December 2006	8
Statement III. Cash flows for the year ended 31 December 2006	10
Statement IV. Statement of appropriations for the 2006-2007 biennium as at 31 December 2006	12
Statement V. All financial resources for the year ended 31 December 2006	14
Statement VI. Status of funding for approved regular resources, supplementary funds and emergency relief and rehabilitation as at 31 December 2006	15
Statement VII. Programme cooperation: statement of approved programmes, expenditures and unspent balances for regular resources, supplementary funds and emergency relief and rehabilitation for the year ended 31 December 2006	16
Statement VII-1. Programme cooperation: statement of approved programmes, expenditures and unspent balances for regular resources for the year ended 31 December 2006	23
Statement VII-2. Programme cooperation: statement of approved programmes, expenditures and unspent balances for supplementary funds for the year ended 31 December 2006	29
Statement VII-3. Programme cooperation: statement of approved programmes, expenditures and unspent balances for emergency relief and rehabilitation for the year ended 31 December 2006	36
Notes to the financial statements	42
Schedule 1 to the financial statements: Contributions received or pledged for the year ended 31 December 2006	55

Abbreviations

AGFUND	Arab Gulf Programme for United Nations Development Organizations
CEB	Chief Executives Board for Coordination
CDC	United States Centers for Disease Control and Prevention
CIDA	Canadian International Development Agency
GAVI	Global Alliance for Vaccines and Immunization
ICRC	International Committee of the Red Cross
IFAD	International Fund for Agricultural Development
IFRC	International Federation of Red Cross and Red Crescent Societies
NGOs	non-governmental organizations
NORAD	Norwegian Agency for International Development
OFDA	Office of Foreign Disaster Relief Assistance (USAID)
OPEC	Organization of Petroleum Exporting Countries
PSD	Private Sector Division (UNICEF)
SIDA	Swedish International Development Authority
UNAIDS	Joint United Nations Programme on HIV/AIDS
UNDPKO	United Nations Department of Peacekeeping Operations
UNDP	United Nations Development Programme
UNESCO	United Nations Educational, Scientific and Cultural Organization
UNFPA	United Nations Population Fund
UNHCR	Office of the United Nations High Commissioner for Refugees
UNICEF	United Nations Children's Fund
UNJSPF	United Nations Joint Staff Pension Fund
UNMEE	United Nations Mission in Ethiopia and Eritrea
UNOCHA	United Nations Office for the Coordination of Humanitarian Affairs
UNODC	United Nations Office on Drug Control and Crime
UNOIP	United Nations Office of the Iraq Programme
UNOPS	United Nations Office for Project Services
UNRWA	United Nations Relief and Work Agency for Palestine Refugees in the Near East
USAID	United States Agency for International Development
WFP	World Food Programme
WHO	World Health Organization

I. Interim financial report for the year ended 31 December 2006

Introduction

1. The United Nations Children's Fund (UNICEF) submits herewith its financial report, accompanied by 10 statements and supported by 1 schedule. Of these, statements I, II, III and IV are presented in line with the formats agreed upon by the Chief Executives Board for Coordination as a step towards harmonizing the accounts of agencies in the United Nations system. The financial report provides the financial results of UNICEF activities in 2006. Highlights are summarized in the following paragraphs.

Income

2. UNICEF income in the year 2006 totalled \$2,768 million. Virtually all Governments of both industrialized and developing countries contributed to UNICEF in 2006. Income comprised \$1,043 million for regular resources, \$1,125 million for other resources (regular) and \$600 million in other resources (emergency). The breakdown of UNICEF income by source is: 58 per cent (\$1,600 million) from Governments; 29 per cent (\$800 million) from fund-raising campaigns, the sale of greeting cards and individual donations; and 7 per cent (\$190 million) from miscellaneous sources, including interest and exchange rate revaluation of assets and liabilities. An amount of \$178 million (6 per cent) was contributed under inter-organizational arrangements.

Expenditures

3. UNICEF expenditures in the year 2006 were \$2,337 million. This amount consisted of \$676 million for programme cooperation from regular resources, \$913 million for programme cooperation from other resources (regular), and \$672 million for other resources (emergency). The remaining expenditures of \$65 million were for management and administration, and \$11 million were for security.

Supported deliveries

4. UNICEF handled supported deliveries on behalf of third parties valued at \$274 million during 2006. These deliveries are not reflected in the financial accounts of UNICEF, although they are handled through the administrative structures of the organization.

Trust funds

5. Trust funds not related to programmes approved by the UNICEF Executive Board are not entered in the financial accounts of UNICEF as income and expenditures. These funds are used mainly to cover the cost of goods and services

purchased and delivered on a reimbursable basis by UNICEF on behalf of Governments, other agencies in the United Nations system and non-governmental organizations (NGOs). In 2006, UNICEF received cash of \$820 million for these trust funds. Disbursements and obligations totalled \$829 million.

Cash holdings

6. UNICEF has total cash of \$2,448 million (which includes the unspent balances from trust funds in the amount of \$342 million). An amount of \$2,447 million is held in first-class banks, comprising \$2,355 million in interest-bearing term deposit and investments, and \$92 million in current bank accounts. Cash on hand amounts to \$1 million.

Approved programmes

7. During 2006, the Executive Board approved the amount of \$3,250 million for new programmes for children in countries with which UNICEF cooperates, as well as for regional and interregional projects. This total includes \$1,430 million in programmes to be funded from UNICEF regular resources and \$1,218 million for projects that the Board approved as worthy of support and that were financed by pledges of supplementary funds made in 2006. The total also includes \$602 million for projects financed by pledges for emergency relief and rehabilitation.

(Signed) Ann M. Veneman
Executive Director
United Nations Children's Fund

II. Financial statements

STATEMENT I
INCOME AND EXPENDITURES AND CHANGES IN RESERVES AND FUND BALANCES
FOR THE YEAR ENDED 31 DECEMBER 2006
(In thousands of United States dollars)

		2006			2005	
		<i>Regular resources</i>	<i>Other resources</i>		<i>Total</i>	<i>Total</i>
			<i>Supplementary funds</i>	<i>Emergency relief & rehabilitation</i>		
INCOME						
Voluntary contributions						
Governments	(schedule 1)	465 720	814 183	333 554	1 613 457	1 418 195
Less: Transfer to support budget	(note 3)	(13 093)			(13 093)	(15 264)
		452 627	814 183	333 554	1 600 364	1 402 931
Non-governments/private sector	(schedule 1)	7 836	260 145	138 843	406 824	876 123
Private Sector Division	(note 4)	392 553			392 553	288 565
Funds received under inter-organization arrangements	(schedule 1)		50 089	128 010	178 099	124 545
Other income						
Interest income		122 516			122 516	68 062
Miscellaneous income	(note 5)	53 278			53 278	29 406
Currency exchange adjustments		14 216			14 216	(42 898)
TOTAL INCOME		1 043 026	1 124 417	600 407	2 767 850	2 746 734
EXPENDITURE						
Programme assistance		533 138	913 221	672 319	2 118 678	1 965 506
Programme support	(statement IV)	142 314			142 314	137 230
Total programme cooperation		675 452	913 221	672 319	2 260 992	2 102 736

		2006			2005	
		Regular resources	Other resources		Total	Total
			Supplementary funds	Emergency relief & rehabilitation		
Management and administration	(statement IV)	64 602			64 602	88 383
Security	(statement IV)	11 149			11 149	
TOTAL EXPENDITURES		<u>751 203</u>	<u>913 221</u>	<u>672 319</u>	<u>2 336 743</u>	<u>2 191 119</u>
EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES		291 823	211 196	(71 912)	431 107	555 615
Write-offs	(note 6)	<u>798</u>	<u>3 074</u>	<u>2 709</u>	<u>6 581</u>	<u>6 305</u>
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURES		291 025	208 122	(74 621)	424 526	549 310
Reserve balances, 1 January		89 081			89 081	69 055
Transfer to reserve for after-service health insurance	(note 7)	(30 000)			(30 000)	(20 000)
Transfer to reserve for separation fund	(note 7)	(10 000)			(10 000)	
Increase in reserves	(note 7)	45 774			45 774	20 026
Fund balances, 1 January		<u>547 284</u>	<u>652 190</u>	<u>703 875</u>	<u>1 903 349</u>	<u>1 374 039</u>
RESERVES AND FUND BALANCES, 31 DECEMBER		<u>933 164</u>	<u>860 312</u>	<u>629 254</u>	<u>2 422 730</u>	<u>1 992 430</u>

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(signed) Terry BROWN
Comptroller

STATEMENT II
ASSETS, LIABILITIES, RESERVES AND FUND BALANCES
AS AT 31 DECEMBER 2006
(In thousands of United States dollars)

		2006	2005
ASSETS			
Cash and term deposits	(note 8)	1 708 039	2 194 511
Investments	(note 9)	740 000	
Accounts receivable			
Contributions receivable	(note 10)	261 051	187 049
Less: Provision for uncollectible contributions	(note 11)	(5 000)	(5 000)
Net contributions receivable		256 051	182 049
Other accounts receivable	(note 12)	444 180	353 319
Inventories	(note 13)	32 176	25 542
Buildings and equipment	(note 14)	16 340	15 821
TOTAL ASSETS		3 196 786	2 771 242
LIABILITIES			
Contributions received in advance	(note 15)	13 272	18 058
Unliquidated obligations	(note 16)	229 740	283 727
Accounts payable	(note 17)	144 380	100 873
Trust funds	(note 18)	342 244	336 585
Medical insurance plans	(note 19)	44 420	39 569
TOTAL LIABILITIES		774 056	778 812
RESERVES AND FUND BALANCES			
Reserves			
For procurement services — staff and related costs	(note 7)	2 000	2 000
For insurance	(note 7)	115	115

		2006	2005
For capital assets	(note 7)	27 016	26 966
For after-service health insurance	(note 7)	90 000	60 000
For separation fund	(note 7)	15 724	
Total reserves		<u>134 855</u>	<u>89 081</u>
Fund balances			
Regular resources		798 309	547 284
Supplementary funds		860 312	652 190
Emergency relief and rehabilitation		629 254	703 875
Total fund balances		<u>2 287 875</u>	<u>1 903 349</u>
TOTAL RESERVES AND FUND BALANCES		<u>2 422 730</u>	<u>1 992 430</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCES		<u><u>3 196 786</u></u>	<u><u>2 771 242</u></u>

The accompanying notes form an integral part of this statement and should be read in conjunction with it.

(signed) Terry BROWN
Comptroller

STATEMENT III
CASH FLOWS FOR THE YEAR ENDED 31 DECEMBER 2006
(In thousands of United States dollars)

	2006	2005
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net excess of income over expenditures	424 526	549 310
(Increase) decrease in contributions receivable	(74 002)	88 159
(Increase) in other accounts receivable	(90 861)	(18 386)
(Increase) decrease in other assets	(6 634)	457
Increase (decrease) in contributions received in advance	(4 786)	10 241
Increase in accounts payable	48 358	35 206
Increase (decrease) in unliquidated obligations	(53 987)	145 698
Less: Savings on or cancellations of prior periods' expenditures	(20 377)	(3 176)
Less: Interest income	(122 516)	(68 062)
NET CASH FROM OPERATING ACTIVITIES	99 721	739 447
CASH FLOW FROM INVESTING AND FINANCING ACTIVITIES		
Increase in balances on trust funds	5 659	50 564
(Increase) in investments	(740 000)	
Plus: Interest income	122 516	68 062
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	(611 825)	118 626
CASH FLOWS FROM OTHER SOURCES:		
(Increase) in land and buildings	(519)	(457)
Savings on or cancellations of prior periods' expenditures	20 377	3 176
Transfer to reserve for after-service health insurance	30 000	20 000
Transfer to reserve for separation fund	10 000	
Transfer from regular resources	(40 000)	(20 000)
Increase in separation fund	5 774	26

	2006	2005
NET CASH FROM OTHER SOURCES	<u>25 632</u>	<u>2 745</u>
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	<u>(486 472)</u>	<u>860 818</u>
CASH AND TERM DEPOSITS, 1 JANUARY	<u>2 194 511</u>	<u>1 333 693</u>
CASH AND TERM DEPOSITS, 31 DECEMBER	<u>1 708 039</u>	<u>2 194 511</u>

STATEMENT IV

STATEMENT OF APPROPRIATIONS FOR THE 2006-2007 BIENNIUM AS AT 31 DECEMBER 2006

(In thousands of United States dollars)

	<i>Appropriations</i>				<i>Expenditures^a</i>				
	<i>Original</i>	<i>Supplement</i>	<i>Transfers/ adjustments</i>	<i>Revised</i>	<i>Programme support</i>	<i>Management and administration</i>	<i>Security</i>	<i>Total</i>	<i>Unspent</i>
Programme support									
Country and regional offices	390 257		(740)	389 517	175 189			175 189	214 328
Headquarters	114 365	1 000	462	115 827	52 739			52 739	63 088
Subtotal	504 622	1 000	(278)	505 344	227 928			227 928	277 416
Management and administration									
	242 172		278	242 450		109 620		109 620	132 830
Subtotal	746 794	1 000		747 794	227 928	109 620		337 548	410 246
Security									
	26 204			26 204			11 149	11 149	15 055
Total	<u>772 998</u>	<u>1 000</u>		<u>773 998</u>	<u>227 928</u>	<u>109 620</u>	<u>11 149</u>	<u>348 697</u>	<u>425 301</u>
^a Expenditures					<u>227 928</u>	<u>109 620</u>	<u>11 149</u>	<u>348 697</u>	
Less:	Recovery from packing and assembly activities				6 345			6 345	
	Recovery from supplementary-funded projects ^b				43 236	20 346		63 582	
	Recovery from emergency relief and rehabilitation-funded projects ^b				31 291	14 725		46 016	
	Agency commissions from administration of non-procurement trust funds and junior professional officers					1 596		1 596	
	Government contribution towards local costs				299				299

	<i>Appropriations</i>				<i>Expenditures^a</i>				
	<i>Original</i>	<i>Supplement</i>	<i>Transfers/ adjustments</i>	<i>Revised</i>	<i>Programme support</i>	<i>Management and administration</i>	<i>Security</i>	<i>Total</i>	<i>Unspent</i>
Transfer from income in respect of income tax reimbursement					4 443	8 351		12 794	
Subtotal					85 614	45 018		130 632	
Net expenditures (statement I)					142 314	64 602	11 149	218 065	

^b The figures are presented in line with the 2006-2007 biennium support budget preparation.

STATEMENT V
 ALL FINANCIAL RESOURCES
 FOR THE YEAR ENDED 31 DECEMBER 2006
 (In thousands of United States dollars)

	2006				2005	
	<i>Regular resources</i>	<i>Other resources</i>		<i>Trust funds</i>	<i>Total</i>	<i>Total</i>
		<i>Supplementary funds</i>	<i>Emergency relief & rehabilitation</i>			
Opening balances	547 284	652 190	703 875	331 892	2 235 241	1 653 893
Income/receipts	1 043 026	1 124 417	600 407	820 370	3 588 220	3 513 603
Funds available	1 590 310	1 776 607	1 304 282	1 152 262	5 823 461	5 167 496
Expenditures	751 203	913 221	672 319	828 670	3 165 413	2 905 950
Write-offs/prior-periods' adjustments	798	3 074	2 709		6 581	6 305
Transfer to reserve for after-service health insurance	30 000				30 000	20 000
Transfer to reserve for separation fund	10 000				10 000	
Closing balances	798 309	860 312	629 254	323 592	2 611 467	2 235 241

STATEMENT VI
STATUS OF FUNDING FOR APPROVED REGULAR RESOURCES, SUPPLEMENTARY FUNDS AND
EMERGENCY RELIEF AND REHABILITATION
AS AT 31 DECEMBER 2006
(In thousands of United States dollars)

	<i>Other resources</i>			<i>Total</i>
	<i>Regular resources</i>	<i>Supplementary funds</i>	<i>Emergency relief and rehabilitation</i>	
Unspent balances of programmes as at 1 January 2006	1 100 526	928 222	721 983	2 750 731
Approved at the Executive Board sessions ^a				
New programmes	1 329 649			1 329 649
Made between Executive Board sessions ^b	100 025	1 218 144	602 453	1 920 622
Write-off of pledges		(3 074)	(2 709)	(5 783)
Recoveries to the budget	(130 632)			(130 632)
Subtotal	2 399 568	2 143 292	1 321 727	5 864 587
Expenditures	751 203	913 221	672 319	2 336 743
Unspent balances of programmes as at 31 December 2006	1 648 365	1 230 071	649 408	3 527 844
Fund balances as at 31 December 2006	798 309	860 312	629 254	2 287 875
To be financed from future income	850 056	369 759	20 154	1 239 969

^a E/ICEF/2006/AB/L.1 and Corr.1 (Decision 2006/2); E/ICEF/2004/7/Rev.1, E/ICEF/2004/AB/L.2, and E/ICEF/2005/AB/L.3 (Decision 2005/16); E/ICEF/2006/AB/L.10 and E/ICEF/2006/AB/L.9 (Decision 2006/17); E/ICEF/2006/P/L.1 (Decision 2006/1); E/ICEF/2006/P/L.2 to 26 and E/ICEF/2006/P/L.35 to 61 (Decisions 2006/10 and 2006/13); E/ICEF/2006/P/L.62 (Decision 2006/16) ; E/ICEF/2006/P/L.63 (Decision 2006/14); E/ICEF/2005/13 (Decision 2005/14); Decision 2005/5 (additional regular resources for 2005 and 2006); and Decision 2006/11 (additional regular resources for 2006 and 2007).

^b 2006 programme budget allotments arising from PSD income, regular resources for unfunded other resources projects.

STATEMENT VII

PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR REGULAR RESOURCES, SUPPLEMENTARY FUNDS AND EMERGENCY RELIEF AND REHABILITATION
FOR THE YEAR ENDED 31 DECEMBER 2006
(In Thousands of United States dollars)

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
AFRICA					
Angola	36 733	40 803	77 536	41 881	35 655
Benin	9 852	24 798	34 650	11 354	23 296
Botswana	3 029	3 090	6 119	2 197	3 922
Burkina Faso	39 301	5 255	44 556	12 388	32 168
Burundi	16 806	21 640	38 446	25 270	13 176
Cameroon	8 993	5 142	14 135	7 140	6 995
Cape Verde	4 047	37	4 084	634	3 450
Central African Republic	5 610	19 286	24 896	7 248	17 648
Chad	30 222	18 109	48 331	20 214	28 117
Comoros	3 309	2 016	5 325	2 273	3 052
Congo	7 183	3 408	10 591	5 297	5 294
Cote d'Ivoire	12 085	16 384	28 469	17 709	10 760
Democratic Republic of the Congo	64 879	106 448	171 327	103 407	67 920
Equatorial Guinea	1 852	1 561	3 413	1 315	2 098
Eritrea	9 380	26 617	35 997	17 810	18 187
Ethiopia	38 453	211 451	249 904	81 885	168 019
Gabon	828	4 688	5 516	1 756	3 760
Gambia	2 248	6 253	8 501	2 066	6 435
Ghana	23 434	24 320	47 754	26 821	20 933
Guinea	6 742	25 957	32 699	8 407	24 292
Guinea-Bissau	6 446	4 076	10 522	5 964	4 558
Kenya	30 729	31 734	62 463	29 405	33 058
Lesotho	4 417	5 644	10 061	5 000	5 061
Liberia	18 145	24 382	42 527	26 424	16 103

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Madagascar	25 275	10 204	35 479	11 972	23 507
Malawi	23 386	29 563	52 949	26 187	26 762
Mali	14 728	14 253	28 981	14 995	13 986
Mauritania	6 301	3 825	10 126	5 272	4 854
Mauritius	28	(6)	22		22
Mozambique	20 743	74 722	95 465	25 380	70 085
Namibia	6 764	3 823	10 587	4 344	6 243
Niger	21 133	28 906	50 039	28 977	21 062
Nigeria	146 345	40 845	187 190	94 434	92 756
Rwanda	8 776	12 781	21 557	10 638	10 919
Sao Tome and Principe	953	3 426	4 379	1 010	3 369
Senegal	11 657	21 324	32 981	9 947	23 034
Sierra Leone	13 921	15 844	29 765	14 966	14 799
Somalia	40 252	45 710	85 962	53 009	32 953
South Africa	6 445	11 381	17 826	7 304	10 522
Swaziland	6 757	5 295	12 052	4 861	7 191
Togo	4 683	3 334	8 017	3 536	4 481
Uganda	60 414	54 846	115 260	54 140	61 120
United Republic of Tanzania	24 560	58 256	82 816	22 222	60 594
Zambia	11 724	26 379	38 103	10 401	27 702
Zimbabwe	14 551	45 947	60 498	19 514	40 984
Regional	6 613	1 548	8 161	2 348	5 813
Area total	860 732	1 145 305	2 006 037	889 322	1 116 715
THE AMERICAS AND THE CARIBBEAN					
Argentina	3 846	2 626	6 472	3 089	3 383
Barbados	266		266		266
Belize	675	3 414	4 089	717	3 372
Bolivia	15 966	3 299	19 265	7 644	11 621
Brazil	5 823	17 426	23 249	11 760	11 489

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Chile	1 017	1 532	2 549	979	1 570
Colombia	6 189	6 438	12 627	6 058	6 569
Costa Rica	801	593	1 394	603	791
Cuba	1 433	1 679	3 112	1 389	1 723
Dominican Republic	1 923	4 193	6 116	1 397	4 719
Ecuador	3 822	2 568	6 390	3 032	3 358
El Salvador	2 989	4 874	7 863	2 857	5 006
Guatemala	12 952	2 753	15 705	6 797	8 908
Guyana	4 845	1 337	6 182	1 596	4 586
Haiti	10 848	12 087	22 935	11 171	11 764
Honduras	2 579	6 695	9 274	2 339	6 935
Jamaica	1 659	5 136	6 795	1 761	5 034
Mexico	4 573	4 925	9 498	5 127	4 371
Nicaragua	6 099	3 310	9 409	4 845	4 564
Panama	750	2 456	3 206	788	2 418
Paraguay	1 097	5 174	6 271	1 649	4 622
Peru	5 801	2 830	8 631	2 759	5 872
Suriname	1 877		1 877		1 877
Uruguay	1 886	616	2 502	842	1 660
Venezuela	930	2 795	3 725	1 415	2 310
Regional	6 052	10 732	16 784	6 275	10 509
Area total	106 698	109 488	216 186	86 889	129 297
EAST ASIA AND THE PACIFIC					
Cambodia	43 817	32 521	76 338	22 497	53 841
China	69 430	10 517	79 947	18 248	61 699
Democratic People's Republic of Korea	4 872	10 741	15 613	8 731	6 882
Indonesia	279 789	107 043	386 832	99 870	286 962
Lao People's Democratic Republic	6 034	16 886	22 920	8 492	14 428
Malaysia	4 467	51	4 518	2 058	2 460

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Mongolia	2 062	6 057	8 119	1 955	6 164
Myanmar	57 176	17 946	75 122	26 537	48 585
Pacific island Countries	7 323	5 186	12 509	5 410	7 099
Papua New Guinea	9 659	3 301	12 960	4 516	8 444
Philippines	34 985	5 696	40 681	13 803	26 878
Thailand	20 852	8 411	29 263	10 367	18 896
Timor-Leste	9 932	10 441	20 373	10 985	9 388
Viet Nam	29 973	7 719	37 692	12 450	25 242
Regional	4 163	(253)	3 910	1 356	2 554
Area total	584 534	242 263	826 797	247 275	579 522
SOUTH ASIA					
Afghanistan	66 741	40 768	107 509	54 570	52 939
Bangladesh	126 083	38 967	165 050	29 191	135 859
Bhutan	2 284	3 318	5 602	2 455	3 147
India	148 241	71 295	219 536	113 767	105 769
Maldives	33 474	2 413	35 887	16 362	19 525
Nepal	14 672	16 879	31 551	18 062	13 489
Pakistan	92 978	116 150	209 128	96 458	112 670
Sri Lanka	127 704	24 022	151 726	53 024	98 702
Regional	3 270	(332)	2 938	1 148	1 790
Area total	615 447	313 480	928 927	385 037	543 890
MIDDLE EAST AND NORTH AFRICA					
Algeria ^a	1 878	5 916	7 794	1 566	6 228
Djibouti	2 880	4 638	7 518	3 846	3 672
Egypt	9 862	21 009	30 871	9 363	21 508
Iran (Islamic Republic of)	16 179	1 950	18 129	8 746	9 383

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Iraq	47 719	41 903	89 622	58 484	31 138
Jordan	2 161	817	2 978	1 378	1 600
Kuwait	30		30		30
Lebanon	1 064	32 993	34 057	13 415	20 642
Morocco	3 288	9 628	12 916	3 140	9 776
Oman	393	750	1 143	468	675
Palestinian children and mothers	20 203	21 361	41 564	22 540	19 024
Sudan	81 057	153 357	234 414	149 861	84 553
Syrian Arab Republic	1 961	6 511	8 472	2 078	6 394
Tunisia	1 114	3 847	4 961	981	3 980
Yemen	16 973	29 116	46 089	13 574	32 515
Regional	12 396	983	13 379	6 166	7 213
Area total	219 158	334 779	553 937	295 606	258 331

CENTRAL AND EASTERN EUROPE,

THE COMMONWEALTH OF INDEPENDENT
STATES AND THE BALTIC STATES

Albania	8 692	1 031	9 723	3 497	6 226
Armenia ^a	3 750	1 071	4 821	1 418	3 403
Azerbaijan	5 734	622	6 356	2 528	3 828
Belarus	3 727	207	3 934	943	2 991
Bulgaria	2 980	665	3 645	786	2 859
Bosnia and Herzegovina	5 277	2 061	7 338	2 862	4 476
Croatia	866	877	1 743	752	991
Georgia	5 105	1 032	6 137	2 043	4 094
Kazakhstan	5 568	2 117	7 685	1 685	6 000
Kosovo (Serbia)	1 367	1 218	2 585	1 260	1 325
Kyrgyzstan	4 784	1 178	5 962	1 468	4 494
Republic of Moldova	7 447	5 653	13 100	4 245	8 855
Republic of Montenegro		1 803	1 803		1 803

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Romania	4 606	2 768	7 374	2 803	4 571
Russian Federation	8 686	21 164	29 850	11 000	18 850
Serbia	6 476	2 513	8 989	2 983	6 006
Tajikistan	6 058	2 459	8 517	3 865	4 652
The former Yugoslav Republic of Macedonia	4 558	1 125	5 683	1 680	4 003
Turkey	14 704	2 201	16 905	5 868	11 037
Turkmenistan	3 819	1 141	4 960	1 526	3 434
Ukraine	5 322	3 898	9 220	2 358	6 862
Uzbekistan	8 123	907	9 030	3 285	5 745
Yugoslavia (former)	24	(22)	2		2
Regional	8 479	(327)	8 152	(4)	8 156
Area total	126 152	57 362	183 514	58 851	124 663
GLOBAL ASSISTANCE					
Avian influenza		9 894	9 894	4 694	5 200
Emergency Programme Fund	50 711	77 130	127 841	21 275	106 566
Immunization	5 840	1 383	7 223	2 777	4 446
Intercountry programmes	147 949	200 005	347 954	124 672	223 282
Innocenti Research Centre	7 910	5 001	12 911	2 280	10 631
Total GLOBAL ASSISTANCE	212 410	293 413	505 823	155 698	350 125
TOTAL PROGRAMME ASSISTANCE	2 725 131	2 496 090	5 221 221	2 118 678	3 102 543
Programme Support	17 378	487 966	505 344	142 314	363 030
Management and administration	8 222	234 228	242 450	64 602	177 848
Security		26 204	26 204	11 149	15 055

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total Programmes</i>	<i>Total</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Recoveries to the budget		(130 632)	(130 632)		(130 632)
TOTAL BUDGET	25 600	617 766	643 366	218 065	425 301
TOTAL COOPERATION	2 750 731	3 113 856	5 864 587	2 336 743	3 527 844

^a Approved programmes unspent balances as at January 2006 restated to correct the 31 December 2005 balances in the published statement for Algeria and Armenia.

STATEMENT VII-1
 PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT
 BALANCES FOR REGULAR RESOURCES FOR THE YEAR ENDED 31 DECEMBER 2006
 (In Thousands of United States dollars)

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
AFRICA					
Angola	16 380	3 281	19 661	10 208	9 453
Benin	5 431	2 817	8 248	4 264	3 984
Botswana	1 626	30	1 656	999	657
Burkina Faso	34 710	700	35 410	7 243	28 167
Burundi	9 217	3 962	13 179	7 867	5 312
Cameroon	6 198	1 200	7 398	3 486	3 912
Cape Verde	3 568		3 568	641	2 927
Central African Republic	2 660	12 356	15 016	2 632	12 384
Chad	19 816	1 500	21 316	4 996	16 320
Comoros	1 322	216	1 538	805	733
Congo	3 204		3 204	1 692	1 512
Cote d'Ivoire	7 425	3 236	10 661	5 573	5 088
Democratic Republic of the Congo	44 781	6 286	51 067	26 124	24 943
Equatorial Guinea	744	786	1 530	742	788
Eritrea	2 399	9 425	11 824	2 432	9 392
Ethiopia	22 551	126 698	149 249	24 516	124 733
Gabon	653	3 075	3 728	625	3 103
Gambia	1 345	4 873	6 218	1 194	5 024
Ghana	18 847	977	19 824	4 478	15 346
Guinea	4 004	18 380	22 384	4 382	18 002
Guinea-Bissau	3 570	202	3 772	1 895	1 877
Kenya	16 769	1 240	18 009	6 344	11 665
Lesotho	1 748	1 261	3 009	1 111	1 898
Liberia	3 921	4 326	8 247	4 049	4 198
Madagascar	21 097	500	21 597	6 239	15 358

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Malawi	6 413	9 753	16 166	7 820	8 346
Mali	8 360	9 299	17 659	9 529	8 130
Mauritania	3 531	50	3 581	1 821	1 760
Mauritius	25		25		25
Mozambique	9 291	23 725	33 016	9 448	23 568
Namibia	3 658	600	4 258	1 530	2 728
Niger	11 268	10 631	21 899	12 150	9 749
Nigeria	44 302	12 685	56 987	31 129	25 858
Rwanda	4 981	7 502	12 483	6 058	6 425
Sao Tome and Principe	635	3 315	3 950	650	3 300
Senegal	3 993	16 539	20 532	3 967	16 565
Sierra Leone	4 735	5 787	10 522	5 249	5 273
Somalia	11 968	2 283	14 251	7 327	6 924
South Africa	1 406	3 988	5 394	1 164	4 230
Swaziland	3 771	1 000	4 771	988	3 783
Togo	2 719	2 304	5 023	2 198	2 825
Uganda	43 134		43 134	10 356	32 778
United Republic of Tanzania	13 985	47 932	61 917	12 846	49 071
Zambia	5 304	22 372	27 676	5 749	21 927
Zimbabwe	2 414	12 817	15 231	2 509	12 722
Area total	439 879	399 909	839 788	267 025	572 763
THE AMERICAS AND THE CARIBBEAN					
Argentina	2 043		2 043	615	1 428
Belize	652	3 080	3 732	621	3 111
Bolivia	2 225	612	2 837	1 452	1 385
Brazil	865	5 552	6 417	1 656	4 761
Chile	726	300	1 026	421	605
Colombia	1 753	205	1 958	1 046	912

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Costa Rica	709	601	1 310	570	740
Cuba	781	632	1 413	677	736
Dominican Republic	1 045	3 758	4 803	960	3 843
Ecuador	2 365	71	2 436	956	1 480
El Salvador	834	3 480	4 314	795	3 519
Guatemala	4 914	150	5 064	972	4 092
Guyana	3 822	360	4 182	713	3 469
Haiti	3 185	3 869	7 054	2 821	4 233
Honduras	1 076	4 495	5 571	1 026	4 545
Jamaica	862	3 165	4 027	759	3 268
Mexico	1 159	665	1 824	780	1 044
Nicaragua	1 694	937	2 631	1 273	1 358
Panama	477	2 000	2 477	403	2 074
Paraguay	881	3 955	4 836	973	3 863
Peru	4 908	528	5 436	1 478	3 958
Uruguay	1 744		1 744	504	1 240
Venezuela	670	1 013	1 683	845	838
Regional	3 207	455	3 662	1 721	1 941
Area total	42 597	39 883	82 480	24 037	58 443
EAST ASIA AND THE PACIFIC					
Cambodia	23 661	400	24 061	5 012	19 049
China	61 595	148	61 743	11 144	50 599
Democratic People's Republic of Korea	1 916	4 278	6 194	1 673	4 521
Indonesia	28 880	343	29 223	7 654	21 569
Lao People's Democratic Republic	2 023	9 749	11 772	1 948	9 824
Malaysia	1 263		1 263	575	688
Mongolia	926	4 550	5 476	922	4 554
Myanmar	42 631	1 300	43 931	9 940	33 991

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Pacific island countries	4 130	2 237	6 367	2 727	3 640
Papua New Guinea	2 296	1 431	3 727	1 858	1 869
Philippines	10 135	227	10 362	3 331	7 031
Thailand	1 944	5 084	7 028	1 757	5 271
Timor-Leste	1 654	1 369	3 023	1 468	1 555
Viet Nam	20 628	437	21 065	3 944	17 121
Area total	203 682	31 553	235 235	53 953	181 282
SOUTH ASIA					
Afghanistan	42 812	1 200	44 012	18 493	25 519
Bangladesh	68 899		68 899	11 768	57 131
Bhutan	1 012	966	1 978	982	996
India	66 240	3 446	69 686	37 989	31 697
Maldives	1 327	299	1 626	818	808
Nepal	6 252	5 700	11 952	6 319	5 633
Pakistan	37 201	1 000	38 201	14 910	23 291
Sri Lanka	1 029	800	1 829	934	895
Area total	224 772	13 411	238 183	92 213	145 970
MIDDLE EAST AND NORTH AFRICA					
Algeria	1 359	5 410	6 769	1 202	5 567
Djibouti	1 302	792	2 094	764	1 330
Egypt	2 892	13 995	16 887	3 026	13 861
Iran, (Islamic Republic of)	7 036	495	7 531	2 049	5 482
Iraq	3 743	8 661	12 404	2 243	10 161
Jordan	1 440	100	1 540	771	769
Lebanon	728	1 658	2 386	1 545	841
Morocco	1 849	6 778	8 627	1 558	7 069

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Oman	141	150	291	140	151
Palestinian children and mothers	4 836	1 557	6 393	3 905	2 488
Sudan	8 743	12 502	21 245	12 085	9 160
Syrian Arab Republic	1 550	5 305	6 855	1 499	5 356
Tunisia	999	3 367	4 366	875	3 491
Yemen	5 214	24 371	29 585	5 094	24 491
Regional	205	41	246		246
Area total	42 037	85 182	127 219	36 756	90 463

CENTRAL AND EASTERN EUROPE,

THE COMMONWEALTH OF INDEPENDENT STATES

AND THE BALTIC STATES

Albania	3 916		3 916	1 120	2 796
Armenia	2 722		2 722	776	1 946
Azerbaijan	4 225	125	4 350	1 458	2 892
Belarus	3 479		3 479	639	2 840
Bosnia and Herzegovina	2 373	177	2 550	1 077	1 473
Bulgaria	2 464		2 464	621	1 843
Croatia	10	256	266	275	(9)
Georgia	3 547	125	3 672	931	2 741
Kazakhstan	3 924	80	4 004	1 061	2 943
Kosovo (Serbia)	820	300	1 120	229	891
Kyrgyzstan	4 689	80	4 769	1 139	3 630
Republic of Moldova	828	3 595	4 423	745	3 678
Republic of Montenegro		1 803	1 803		1 803
Romania	3 174		3 174	1 094	2 080
Russian Federation	4 811		4 811	893	3 918
Tajikistan	4 650	675	5 325	2 552	2 773

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
The former Yugoslav Republic of Macedonia	2 589		2 589	560	2 029
Turkey	5 425	464	5 889	1 688	4 201
Turkmenistan	3 840	480	4 320	1 049	3 271
Ukraine	5 241	300	5 541	1 345	4 196
Uzbekistan	7 455	180	7 635	2 477	5 158
Serbia	2 638	203	2 841	985	1 856
Yugoslavia (former)	1		1		1
Regional	2 246		2 246		2 246
Area total	75 067	8 843	83 910	22 714	61 196
GLOBAL ASSISTANCE					
Emergency Programme Fund	18 674	76 050	94 724	13 450	81 274
Immunization	737		737		737
Inter-country programmes	27 481	26 445	53 926	22 990	30 936
TOTAL GLOBAL ASSISTANCE	46 892	102 495	149 387	36 440	112 947
TOTAL PROGRAMME ASSISTANCE	1 074 926	681 276	1 756 202	533 138	1 223 064
Programme Support	17 378	487 966	505 344	142 314	363 030
Management and administration	8 222	234 228	242 450	64 602	177 848
Security		26 204	26 204	11 149	15 055
Recoveries to the budget		(130 632)	(130 632)		(130 632)
TOTAL BUDGET	25 600	617 766	643 366	218 065	425 301
TOTAL COOPERATION	1 100 526	1 299 042	2 399 568	751 203	1 648 365

STATEMENT VII-2

PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR SUPPLEMENTARY FUNDS FOR THE YEAR ENDED 31 DECEMBER 2006

(In thousands of United States dollars)

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
AFRICA					
Angola	17 024	34 348	51 372	27 219	24 153
Benin	3 498	21 064	24 562	6 378	18 184
Botswana	1 454	2 960	4 414	1 192	3 222
Burkina Faso	4 653	2 806	7 459	3 664	3 795
Burundi	5 110	3 270	8 380	5 840	2 540
Cameroon	2 738	3 942	6 680	3 597	3 083
Cape Verde	479	37	516	(7)	523
Central African Republic	2 071	3 492	5 563	1 878	3 685
Chad	4 189	3 463	7 652	4 238	3 414
Comoros	1 871	1 097	2 968	714	2 254
Congo	2 547	2 455	5 002	2 327	2 675
Cote d'Ivoire	3 263	6 817	10 080	7 159	2 921
Democratic Republic of the Congo	16 741	36 521	53 262	29 402	23 860
Equatorial Guinea	1 108	775	1 883	573	1 310
Eritrea	4 324	4 531	8 855	3 836	5 019
Ethiopia	11 809	65 645	77 454	39 896	37 558
Gabon	175	1 613	1 788	1 131	657
Gambia	798	1 378	2 176	826	1 350
Ghana	4 560	23 343	27 903	22 318	5 585
Guinea	2 848	5 306	8 154	2 915	5 239
Guinea-Bissau	2 207	3 024	5 231	3 039	2 192
Kenya	13 370	16 582	29 952	14 482	15 470
Lesotho	2 567	4 385	6 952	3 792	3 160
Liberia	4 453	6 615	11 068	5 110	5 958

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Madagascar	4 002	9 261	13 263	5 150	8 113
Malawi	8 066	18 135	26 201	8 444	17 757
Mali	5 747	3 773	9 520	4 704	4 816
Mauritania	2 456	2 260	4 716	2 220	2 496
Mauritius	3	(6)	(3)		(3)
Mozambique	10 392	50 713	61 105	14 701	46 404
Namibia	2 750	3 448	6 198	2 695	3 503
Niger	6 805	10 784	17 589	10 736	6 853
Nigeria	102 043	28 160	130 203	63 305	66 898
Rwanda	4 161	5 483	9 644	4 512	5 132
Sao Tome and Principe	2	106	108	57	51
Senegal	7 097	4 648	11 745	5 980	5 765
Sierra Leone	8 568	9 861	18 429	9 539	8 890
Somalia	17 969	15 722	33 691	16 725	16 966
South Africa	5 039	7 393	12 432	6 140	6 292
Swaziland	2 814	4 285	7 099	3 645	3 454
Togo	1 964	881	2 845	1 236	1 609
Uganda	4 912	12 479	17 391	10 202	7 189
United Republic of Tanzania	9 614	8 843	18 457	7 461	10 996
Zambia	6 317	3 361	9 678	4 084	5 594
Zimbabwe	7 362	27 554	34 916	11 517	23 399
Regional	588		588		588
Area total	332 528	482 613	815 141	384 572	430 569

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
THE AMERICAS AND THE CARIBBEAN					
Argentina	1 817	2 626	4 443	2 474	1 969
Barbados	54		54		54
Belize	23	334	357	96	261
Bolivia	13 740	2 687	16 427	6 192	10 235
Brazil	4 958	11 874	16 832	10 104	6 728
Chile	291	1 232	1 523	558	965
Colombia	2 706	6 351	9 057	3 960	5 097
Costa Rica	92	(6)	86	33	53
Cuba	651	1 047	1 698	712	986
Dominican Republic	877	435	1 312	436	876
Ecuador	1 435	2 519	3 954	2 076	1 878
El Salvador	609	1 341	1 950	730	1 220
Guatemala	4 597	2 416	7 013	3 121	3 892
Guyana	1 018	980	1 998	882	1 116
Haiti	6 000	6 448	12 448	6 609	5 839
Honduras	1 548	2 019	3 567	1 176	2 391
Jamaica	735	1 972	2 707	966	1 741
Mexico	2 545	4 022	6 567	3 254	3 313
Nicaragua	4 363	2 197	6 560	3 484	3 076
Panama	273	456	729	385	344
Paraguay	216	1 219	1 435	676	759
Peru	887	2 306	3 193	1 281	1 912
Suriname	1 877		1 877		1 877
Uruguay	142	616	758	338	420

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Venezuela	244	1 792	2 036	568	1 468
Regional	2 173	10 352	12 525	4 471	8 054
Area total	53 871	67 235	121 106	54 582	66 524
EAST ASIA AND THE PACIFIC					
Cambodia	20 196	32 121	52 317	17 485	34 832
China	7 838	10 386	18 224	7 104	11 120
Democratic People's Republic of Korea	1 084	1 472	2 556	1 291	1 265
Indonesia	36 782	56 557	93 339	31 170	62 169
Lao People's Democratic Republic	4 011	7 137	11 148	6 544	4 604
Malaysia	185	65	250	112	138
Mongolia	1 122	1 507	2 629	1 033	1 596
Myanmar	7 961	14 586	22 547	13 700	8 847
Pacific island countries	3 193	2 949	6 142	2 683	3 459
Papua New Guinea	7 363	1 870	9 233	2 658	6 575
Philippines	24 849	4 443	29 292	10 191	19 101
Thailand	3 039	3 337	6 376	4 521	1 855
Timor-Leste	7 963	4 004	11 967	5 859	6 108
Viet Nam	9 208	7 282	16 490	8 412	8 078
Area total	134 794	147 716	282 510	112 763	169 747
SOUTH ASIA					
Afghanistan	18 870	33 421	52 291	30 027	22 264
Bangladesh	54 480	39 019	93 499	15 759	77 740
Bhutan	1 272	2 352	3 624	1 473	2 151
India	64 451	67 415	131 866	65 841	66 025
Maldives	453	1	454	129	325

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Nepal	8 420	10 334	18 754	11 216	7 538
Pakistan	9 449	39 336	48 785	11 119	37 666
Sri Lanka	5 852	8 130	13 982	4 760	9 222
Area total	163 247	200 008	363 255	140 324	222 931
MIDDLE EAST AND NORTH AFRICA					
Algeria	504	506	1 010	364	646
Djibouti	1 541	1 316	2 857	1 619	1 238
Egypt	6 970	7 014	13 984	6 337	7 647
Iran (Islamic Republic of)	1 726	1 528	3 254	606	2 648
Iraq	36 803	32 576	69 379	47 531	21 848
Jordan	742	717	1 459	607	852
Lebanon	345	74	419	384	35
Morocco	1 367	2 851	4 218	1 515	2 703
Oman	252	600	852	328	524
Palestinian children and mothers	3 369	6 051	9 420	3 764	5 656
Sudan	7 337	18 482	25 819	12 557	13 262
Syrian Arab Republic	477	577	1 054	14	1 040
Tunisia	115	480	595	106	489
Yemen	11 013	4 742	15 755	7 963	7 792
Regional	1 247	301	1 548	533	1 015
Area total	73 808	77 815	151 623	84 228	67 395

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
CENTRAL AND EASTERN EUROPE,					
THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Albania	4 569	1 186	5 755	2 377	3 378
Armenia	1 028	1 071	2 099	642	1 457
Azerbaijan	1 509	497	2 006	1 070	936
Belarus	246	209	455	304	151
Bosnia and Herzegovina	2 168	2 026	4 194	1 785	2 409
Bulgaria	516	665	1 181	165	1 016
Croatia	635	623	1 258	477	781
Georgia	1 273	932	2 205	922	1 283
Kazakhstan	1 644	2 037	3 681	624	3 057
Kosovo (Serbia)	1 608	986	2 594	798	1 796
Kyrgyzstan	95	1 098	1 193	329	864
Republic of Moldova	6 619	2 058	8 677	3 500	5 177
Romania	1 426	2 768	4 194	1 709	2 485
Russian Federation	2 917	16 355	19 272	4 144	15 128
Serbia	3 458	2 474	5 932	1 998	3 934
Tajikistan	1 299	1 528	2 827	1 029	1 798
The former Yugoslav Republic of Macedonia	1 927	1 139	3 066	1 120	1 946
Turkey	9 249	1 814	11 063	4 180	6 883
Turkmenistan	(21)	661	640	477	163
Ukraine	66	3 612	3 678	1 013	2 665
Uzbekistan	668	727	1 395	808	587
Regional	3 074	(139)	2 935	(3)	2 938
Area total	45 973	44 327	90 300	29 468	60 832

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
GLOBAL ASSISTANCE					
Avian influenza		9 894	9 894	4 694	5 200
Emergency Programme Fund	9 289	(216)	9 073	1 129	7 944
Immunization	5 103	1 383	6 486	2 777	3 709
Inter-country programmes	101 699	179 294	280 993	96 404	184 589
Innocenti Research Centre	7 910	5 001	12 911	2 280	10 631
TOTAL GLOBAL ASSISTANCE	124 001	195 356	319 357	107 284	212 073
TOTAL PROGRAMME ASSISTANCE	928 222	1 215 070	2 143 292	913 221	1 230 071

STATEMENT VII-3

PROGRAMME COOPERATION: STATEMENT OF APPROVED PROGRAMMES, EXPENDITURES AND UNSPENT BALANCES
FOR EMERGENCY RELIEF AND REHABILITATION FOR THE YEAR ENDED 31 DECEMBER 2006

(In Thousands of United States dollars)

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
AFRICA					
Angola	3 329	3 174	6 503	4 454	2 049
Benin	923	917	1 840	712	1 128
Botswana	(51)	100	49	6	43
Burkina Faso	(62)	1 749	1 687	1 481	206
Burundi	2 479	14 408	16 887	11 563	5 324
Cameroon	57		57	57	
Central African Republic	879	3 438	4 317	2 738	1 579
Chad	6 217	13 146	19 363	10 980	8 383
Comoros	116	703	819	754	65
Congo	1 432	953	2 385	1 278	1 107
Cote d'Ivoire	1 397	6 331	7 728	4 977	2 751
Democratic Republic of the Congo	3 357	63 641	66 998	47 881	19 117
Eritrea	2 657	12 661	15 318	11 542	3 776
Ethiopia	4 093	19 108	23 201	17 473	5 728
Gambia	105	2	107	46	61
Ghana	27		27	25	2
Guinea	9	2 271	2 280	1 110	1 170
Guinea-Bissau	550	850	1 400	1 030	370
Kenya	590	13 912	14 502	8 579	5 923
Lesotho	102	(2)	100	97	3
Liberia	9 771	13 441	23 212	17 265	5 947
Madagascar	176	443	619	583	36
Malawi	8 907	1 675	10 582	9 923	659
Mali	621	1 181	1 802	762	1 040

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Mauritania	314	1 515	1 829	1 231	598
Mozambique	1 060	284	1 344	1 231	113
Namibia	356	(225)	131	119	12
Niger	3 060	7 491	10 551	6 091	4 460
Rwanda	(366)	(204)	(570)	68	(638)
Sao Tome and Principe	316	5	321	303	18
Senegal	567	137	704		704
Sierra Leone	618	196	814	178	636
Somalia	10 315	27 705	38 020	28 957	9 063
Swaziland	172	10	182	228	(46)
Togo		149	149	102	47
Uganda	12 368	42 367	54 735	33 582	21 153
United Republic of Tanzania	961	1 481	2 442	1 915	527
Zambia	103	646	749	568	181
Zimbabwe	4 775	5 576	10 351	5 488	4 863
Regional	6 025	1 548	7 573	2 348	5 225
Area total	88 325	262 783	351 108	237 725	113 383
THE AMERICAS AND THE CARIBBEAN					
Argentina	(14)		(14)		(14)
Barbados	212		212		212
Bolivia	1		1		1
Colombia	1 730	(118)	1 612	1 052	560
Costa Rica		(2)	(2)		(2)
Cuba	1		1		1
Dominican Republic	1		1	1	
Ecuador	22	(22)			
El Salvador	1 546	53	1 599	1 332	267

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
Guatemala	3 441	187	3 628	2 704	924
Guyana	5	(3)	2	1	1
Haiti	1 663	1 770	3 433	1 741	1 692
Honduras	(45)	181	136	137	(1)
Jamaica	62	(1)	61	36	25
Mexico	869	238	1 107	1 093	14
Nicaragua	42	176	218	88	130
Peru	6	(4)	2		2
Venezuela	16	(10)	6	2	4
Regional	672	(75)	597	83	514
Area total	10 230	2 370	12 600	8 270	4 330
EAST ASIA AND THE PACIFIC					
Cambodia	(40)		(40)		(40)
China	(3)	(17)	(20)		(20)
Democratic People's Republic of Korea	1 872	4 991	6 863	5 767	1 096
Indonesia	214 127	50 143	264 270	61 046	203 224
Malaysia	3 019	(14)	3 005	1 371	1 634
Mongolia	14		14		14
Myanmar	6 584	2 060	8 644	2 897	5 747
Philippines	1	1 026	1 027	281	746
Thailand	15 869	(10)	15 859	4 089	11 770
Timor-Leste	315	5 068	5 383	3 658	1 725
Viet Nam	137		137	94	43
Regional	4 163	(253)	3 910	1 356	2 554
Area total	246 058	62 994	309 052	80 559	228 493

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
SOUTH ASIA					
Afghanistan	5 059	6 147	11 206	6 050	5 156
Bangladesh	2 704	(52)	2 652	1 664	988
India	17 550	434	17 984	9 937	8 047
Maldives	31 694	2 113	33 807	15 415	18 392
Nepal		845	845	527	318
Pakistan	46 328	75 814	122 142	70 429	51 713
Sri Lanka	120 823	15 092	135 915	47 330	88 585
Regional	3 270	(332)	2 938	1 148	1 790
Area total	227 428	100 061	327 489	152 500	174 989
MIDDLE EAST AND NORTH AFRICA					
Algeria	15		15		15
Djibouti	37	2 530	2 567	1 463	1 104
Iran (Islamic Republic of)	7 417	(73)	7 344	6 091	1 253
Iraq	7 173	666	7 839	8 710	(871)
Jordan	(21)		(21)		(21)
Kuwait	30		30		30
Lebanon	(9)	31 261	31 252	11 486	19 766
Morocco	72	(1)	71	67	4
Palestinian children and mothers	11 998	13 753	25 751	14 871	10 880
Sudan	64 977	122 373	187 350	125 219	62 131
Syrian Arab Republic	(66)	629	563	565	(2)
Yemen	746	3	749	517	232
Regional	10 944	641	11 585	5 633	5 952
Area total	103 313	171 782	275 095	174 622	100 473

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
CENTRAL AND EASTERN EUROPE,					
THE COMMONWEALTH OF INDEPENDENT STATES AND THE BALTIC STATES					
Albania	207	(155)	52		52
Belarus	2	(2)			
Bosnia and Herzegovina	736	(142)	594		594
Croatia	221	(2)	219		219
Georgia	285	(25)	260	190	70
Kosovo (Serbia)	(1 061)	(68)	(1 129)	233	(1 362)
Romania	6		6		6
Russian Federation	958	4 809	5 767	5 963	(196)
Serbia	380	(164)	216		216
Tajikistan	109	256	365	284	81
The former Yugoslav Republic of Macedonia	42	(14)	28		28
Turkey	30	(77)	(47)		(47)
Ukraine	15	(14)	1		1
Yugoslavia (former)	23	(22)	1		1
Regional	3 159	(188)	2 971	(1)	2 972
Area total	5 112	4 192	9 304	6 669	2 635
GLOBAL ASSISTANCE					
Emergency Programme fund	22 748	1 296	24 044	6 696	17 348
Inter-country programmes	18 769	(5 734)	13 035	5 278	7 757

<i>Area and country assistance</i>	<i>Approved programmes unspent balances as at 1 January 2006</i>	<i>New programmes and cancellations</i>	<i>Total programmes</i>	<i>Total expenditures</i>	<i>Approved programmes unspent balances as at 31 December 2006</i>
TOTAL GLOBAL ASSISTANCE	41 517	(4 438)	37 079	11 974	25 105
TOTAL PROGRAMME ASSISTANCE	721 983	599 744	1 321 727	672 319	649 408

Notes to the financial statements

Note 1

Statement of the objectives and activities of UNICEF

1. UNICEF is mandated by the United Nations General Assembly to advocate for the protection of children's rights, to help meet their basic needs and to expand their opportunities to reach their full potential. The organization mobilizes political will and material resources to help countries, particularly developing countries, ensure a "first call for children" and build their capacity to form appropriate policies and deliver services for children and their families.

Note 2

Summary of significant accounting policies

Accounting Convention

2. The financial statements are prepared in accordance with the Financial Regulations and Rules of UNICEF and the United Nations system accounting standards.

3. In line with the goal of achieving harmonization of the presentation of the accounts by agencies in the United Nations system, the financial statements are presented in line with the formats agreed upon by the CEB.

Financial period

4. In accordance with the UNICEF Financial Regulations and Rules, the accounts are maintained on a biennial basis.

Unit of account

5. The accounting unit is the United States dollar. The equivalent in United States dollars of other currencies is established on the basis of the United Nations operational rate of exchange.

Translation of currencies

6. Differences between the valuation of the currencies when entered into the accounts and when actual transactions are completed are accounted for as gains or losses on exchange transactions. Periodically, assets and liabilities in currencies other than United States dollars are revalued for accounting purposes at the prevailing United Nations operational rates of exchange. Any variance due to fluctuation of those rates is accounted for as income or loss and shown separately in the statement of income and expenditure. In accordance with UNICEF Executive Board decision 1990/28 (E/ICEF/1990/13), differences resulting from the payment of contributions pledged in currencies other than United States dollars are recorded against the contributions.

Income

7. Income consists of regular resources, supplementary funds and funds for emergency relief and rehabilitation. Regular resources include funds from the voluntary annual contributions of Governments, intergovernmental organizations,

NGOs, the net income from the Private Sector Division (PSD), unearmarked funds contributed by the public and other income. Supplementary funds are those contributed to UNICEF by Governments, intergovernmental organizations, NGOs and the United Nations system for specific purposes within the programmes approved by the UNICEF Executive Board. Emergency relief and rehabilitation funds include those contributed for emergency operations.

8. Income is recorded on the basis of funds or pledges received for the current year. Funds received for future years for purposes specified by donors are considered deferred income and recorded as “contributions received in advance”.

9. Contributions income received from National Committees for UNICEF is accounted for on a cash basis, with the exception of contributions for supplementary funds and for emergency relief and rehabilitation, which may be recorded on the basis of a valid pledge from a National Committee. The validity of the pledge is determined by the existence of funds raised and a statement from the National Committee that it is committing funds to UNICEF in the form of a pledge.

10. The statement of income and expenditures does not include funds received and disbursements made from trust funds. Those transactions that do not require commitments by the Executive Board are maintained as trust funds.

11. All other income received by UNICEF is classified as miscellaneous income and is credited as regular resources.

12. Contributions in-kind are valued by management and reflect the cost UNICEF would normally pay for similar items.

13. Support Deliveries are not reflected in the financial accounts of UNICEF, although they are handled through the administrative structures of the organization.

Expenditure

14. All expenditures of UNICEF are accounted for on an accrual basis, except for those relating to staff entitlements, which are accounted for on the basis of cash disbursements only.

15. Deferred charges comprise expenditure items which are not properly chargeable in the current financial period and which will be charged as expenditure in a subsequent financial period.

16. No provision is made for end of service entitlements for staff with temporary fixed term contracts, staff loaned to or by UNICEF, junior professional officers, or staff that are not part of UNICEF payroll. Also, no provision is made to meet contingencies under appendix D of the United Nations Staff Rules, as funds are provided in the budget appropriations as required.

Cash

17. All funds received are deposited into UNICEF bank accounts, including those under trust fund arrangements and reflected as cash holdings.

Stock

18. The stock of programme supplies at the UNICEF Supply Division warehouses is shown at average cost. All costs associated with bringing the goods to the

warehouse are considered as part of the average cost. Goods in transit to the warehouse are valued at actual cost.

Capital assets cost

19. Capital assets consist of buildings and staff housing presented at their acquisition cost. The PSD machinery and equipment are depreciated over the estimated useful life of these assets.

Non-expendable property

20. Furniture, equipment and other non-expendable property are not included in the assets of the organization. Acquisitions are charged against budgetary accounts in the year of purchase.

Capital asset reserve

21. By its decision 1990/26 (E/ICEF/1990/13), the Executive Board approved the establishment of a capital asset reserve fund to better control the future purchases of UNICEF capital assets, mainly buildings to be purchased for office accommodations and staff housing in the field. At such time as may be necessary, additional authorized appropriations will be made to replenish the capital asset reserve.

Consolidation of Private Section Division (PSD) accounts

22. The financial report and accounts reflect UNICEF income, expenditure, assets and liabilities, including the net operating income, assets and liabilities of PSD. Inter-office transactions between UNICEF and PSD are eliminated for PSD consolidation purposes.

PSD accounting conventions

23. The PSD accounts are maintained in accordance with the Financial Regulations and Rules of UNICEF and the Greeting Card Operation special supplement.

PSD translation of currencies

24. Gross proceeds are recorded in local currency based on current year deliveries. They are converted into United States dollars at the United Nations operational rates of exchange prevailing on 31 December.

PSD allowance for exchange rate fluctuation and doubtful accounts receivable

25. The policy of making an allowance of 10 per cent of non-United States dollar-denominated outstanding accounts receivable as at 31 December as a provision for delays in the collection thereof, was discontinued effective 31 December 2003. In accordance with PSD accounting policy, a provision to cover accounts receivable that are considered doubtful for collection may be established.

PSD inventories

26. The inventory of work in process and finished goods are valued at standard cost, while raw materials are valued at moving average cost. It is PSD policy to

write-down unsold cards and dated products at the end of the first sales campaign year and all other products at the end of the second sales campaign year. Products that have been written-down and carried forward are valued at their add-on cost. All publicity and promotion materials produced in the current campaign year but relating to future campaign years are shown at standard cost and included in inventory.

PSD capital assets

27. Capital assets costing \$100,000 or more are capitalized and depreciated over their estimated useful life.

PSD liabilities

28. Liabilities are accrued in the PSD accounts following recognized accounting standards, and appropriate cut-off procedures are followed consistently.

PSD income

29. Gross proceeds from the sale of cards and products are recorded in foreign currency and accrued on the basis of the provisional sales reports received from the sales partners at year-end. They are converted into United States dollars at the United Nations operational rates of exchange prevailing on 31 December of the year in question. The accrual is adjusted in the following year on receipt of the final sales report. In case the provisional sales report is not received from a sales partner by end-of-year closure, gross proceeds are accrued on the basis of that sales partner's average sales-to-delivery ratio for the current year.

30. Income from private sector fund-raising activities and related expenses are recorded separately in the PSD accounts. The net proceeds raised by National Committees from private sector fund-raising activities are recorded on the basis of the reports they submit at year's end, while the net proceeds raised by field offices from private sector fund-raising activities are recorded upon receipt of funds.

Note 3

Transfer to the biennium support budget

31. A transfer is made from income to biennium support budget, in keeping with the budget harmonization of the United Nations Development Programme (UNDP), the United Nations Population Fund (UNFPA) and UNICEF, as follows:

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Government contributions towards local costs	299	173
Income tax reimbursement	12 794	15 091
Total	13 093	15 264

Note 4
Private Sector Division income

32. Net income from PSD for the year ended 31 December 2006 was \$392,553,000, broken down as follows:

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Income:		
Gross proceeds from sales	146 966	145 645
Private sector fund-raising	351 595	268 353
Other income	18 110	16 440
Total	516 671	430 438
Total expenditures	124 118	141 873
Net income	392 553	288 565

Note 5
Miscellaneous income

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Liquidation of prior years' outstanding budgetary obligations	20 377	3 176
Income from the sale of surplus and obsolete property	1 115	1 120
Agency commissions from procurement services (see note 7)	14 664	7 049
Gains and losses on foreign exchange transactions	5 214	11 615
Miscellaneous — others	11 908	6 446
Total	53 278	29 406

Note 6
Write-offs

	<i>Regular resources</i>	<i>Supplementary funds</i>	<i>Emergency relief and rehabilitation</i>	<i>Total 2006</i>	<i>Total 2005</i>
	<i>(Thousands of United States dollars)</i>				
Uncollectible contributions	120	3 074	2 709	5 903	4 121
Stock write-offs	678			678	2 184
Total	798	3 074	2 709	6 581	6 305

Note 7
Reserves

33. In 2003, the Executive Board authorized the establishment of a funded reserve for after-service health insurance for \$30 million. The reserve balance at the end of 2005 was \$60 million. The reserve was increased by \$30 million during 2006. Currently disbursements for retirees are charged against the budget appropriations of the periods when actual payments are made. (See note 20 for actuarial valuation)

Reserve for procurement services — staff and related costs

34. In 1993, the Executive Board authorized the establishment of a reserve for procurement services at \$2 million (E/ICEF/1993/AB/L.11 and E/ICEF/1993/14, decision 1993/19). There were no movements in the reserve in 2006.

35. The income and expenditures relating to procurement services amounted to:

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Funds received	23 801	15 632
Staff-related expenses	9 137	8 583
Transfer to miscellaneous income	14 664	7 049

Reserve for losses of programme supplies and equipment and property loss

36. In 1950, the Executive Board authorized the establishment of a reserve for insurance of \$200,000 to absorb losses of UNICEF programme supplies and equipment not covered by commercial insurance. In 1987, UNICEF established a reserve of \$100,000 to self-insure for property losses.

Reserve for capital asset fund

37. In 1990, The Executive Board authorized the establishment of a reserve for capital asset fund for Field Office Accommodations, and Staff Housing in a total amount of \$25 million.

Reserve for separation fund

38. In 2006, the Executive Board authorized the establishment of a separation fund to cover separation and termination liabilities and approved an allocation of \$10,000,000 from UNICEF regular resources as an initial fund for this purpose. The fund will be built up on an annual basis by the net of total contributions less payments made. There was an increase of \$5,724,000 in the reserve during 2006.

39. The activities on all reserves are shown as follows:

	<i>Balance as at 1 January 2006</i>	<i>Funds received</i>	<i>Expenses/Adjustments</i>	<i>Balance as at 31 December 2006</i>
<i>(Thousands of United States dollars)</i>				
Reserve for procurement services	2 000			2 000
Reserve for insurance	115			115
Reserve for capital assets	26 966	50		27 016
Reserve for after-service health insurance	60 000	30 000		90 000
Reserve for separation fund		17 234	1 510	15 724
Total	89 081	47 284	1 510	134 855

Note 8

Cash and term deposits

	<i>2006</i>	<i>2005</i>
<i>(Thousands of United States dollars)</i>		
Term deposits	1 615 569	2 125 318
Cash (convertible)	79 336	61 636
Cash (non-convertible)	13 134	7 557
Total cash and term deposits	1 708 039	2 194 511

Note 9

Investments

40. Investments include marketable securities and other negotiable instruments acquired by the organization to produce income. Investments are stated at cost plus or minus any amortized premium or discount.

	<i>2006</i>	<i>2005</i>
<i>(Thousands of United States dollars)</i>		
Fixed Income Securities	740 000	—
Total Investments	740 000	—

41. As at 31 December 2006, the market value of investments was \$738 million. While the market value of the financial instruments may fluctuate during the investment period, it does not affect the value due on maturity to UNICEF.

Note 10
Ageing analysis of contributions receivable

<i>Prior to 2004</i>	<i>2004</i>	<i>2005</i>	<i>2006</i>	<i>Total 2006</i>	<i>Total 2005</i>
<i>(Thousands of United States dollars)</i>					
3 226	5 522	16 745	235 558	261 051	187 049

Note 11
Provision for uncollectible contributions receivable

42. In line with the recommendation of the external auditors (A/51/5/Add.12, paragraph 35), UNICEF maintains a provision for potentially uncollectible contributions receivable. This provision is set at \$5 million.

Note 12
Other accounts receivable

	<i>2006</i>	<i>2005</i>
<i>(Thousands of United States dollars)</i>		
From NGOs for fund-raising campaigns of National Committees for UNICEF	354 183	309 692
Less PSD allowance for exchange rate fluctuation and uncollectible accounts	(8 454)	(7 265)
From Governments, United Nations agencies and other organizations for trust funds (see note 18)	18 652	4 693
From United Nations and specialized agencies	17 719	8 556
From staff members	21 614	21 025
From banks — accrued interest	29 347	6 640
Advances to suppliers for goods and freight	8 885	7 714
From Governments — other	905	1 133
Deposits and prepayments	1 211	967
Miscellaneous	118	164
Total	444 180	353 319

Note 13 Inventories

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Programme supplies in warehouse	22 199	18 343
Packing materials in warehouse	229	304
Private Sector Division – raw materials	2 838	2 809
– work in progress	12	116
– finished goods	6 898	3 970
Total	32 176	25 542

Note 14 Buildings and equipment

	<i>UNICEF office buildings</i>	<i>UNICEF housing</i>	<i>Total</i>
	<i>(Thousands of United States dollars)</i>		
As at 1 January 2006	15 194	627	15 821
Additions	519		519
As at 31 Dec 2006	15 713	627	16 340

Note 15 Contributions received in advance

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Governments and intergovernmental agencies	13 272	18 057
Others		1
Total	13 272	18 058

43. Further to contributions received in advance, pledges amounting to \$496,843,000 have already been received for future years.

Note 16
Unliquidated obligations

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Programme accounts	219 288	265 844
Administrative accounts	10 452	17 883
Total	229 740	283 727

Note 17
Accounts payable

	2006	2005
	<i>(Thousands of United States dollars)</i>	
To the United Nations and specialized agencies	4 254	18 831
Central Emergency Response Fund	18 800	3 621
Supplies, service and freight	109 483	65 954
Miscellaneous	11 843	12 467
Total	144 380	100 873

Note 18
Trust funds

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Net balance	323 592	331 892
Receivable from trust funds	18 652	4 693
Gross balance	342 244	336 585

Note 19
Medical insurance plans

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Opening balance	39 569	35 383
Premiums	10 862	9 496
Expenditures	6 011	5 310
Ending balance	44 420	39 569

44. The Medical Insurance Plan is a health and dental insurance plan operated by the United Nations, UNDP, the Office of the United Nations Commissioner for Refugees (UNHCR) and UNICEF at designated duty stations for the benefit of locally recruited General Service staff members, national Professional officers, former staff members and their eligible family members. Staff and the organization share in the cost of the premiums. The balance represents premiums less expenses.

Note 20

After-service health insurance liability

45. In order to gain a better understanding of the financial dimensions of the organization's liability for after-service health insurance, a consulting actuary was engaged to carry out an actuarial valuation of post-retirement health insurance benefits as at 31 December 2005. On the basis of that study, it has been estimated that UNICEF liability as at 31 December 2005 for after-service health insurance benefits covering all participants is as follows:

	<i>Present value of future benefits as at 31 December 2005</i>	<i>Accrued liability as at 31 December 2005</i>
<i>(Thousands of United States dollars)</i>		
Gross liability	589 213	368 946
Offset from retirees	121 769	76 566
Total	467 444	292 380

46. The present value of future benefits is the discounted value of all benefits, less retiree contributions, to be paid in the future to all current retirees and active employees expected to retire in the future. In actuarial terminology, it is called the expected postretirement benefit obligation.

47. The accrued liability for future benefits represents that portion of the present value of benefits that has accrued from the employee's date of hire until the valuation date. An active employee's benefit is fully accrued when that employee has reached the date of full eligibility for benefits. Thus, for retirees and active employees who are eligible to retire with benefits, the present value of future benefits and the accrued liability are equal. In actuarial terminology, the accrued liability is called the accumulated postretirement benefit obligation.

48. As at 31 December 2006, the reserve balance for after service health insurance was \$90 millions. (See note 7, paragraph 33)

Note 21

Other end-of-service liabilities

49. The net contingent liability for staff benefits as at 31 December 2006 is estimated at \$80,799,000 consisting of the following:

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Accumulated leave	41 564	38 902
Repatriation grant	39 235	36 909
Total	80 799	75 811

50. In 2006, the Executive Board authorized the establishment of a separation fund to cover separation and termination liabilities. The reserve balance was 15,724,000 at the end of 2006.

Note 22

United Nations Joint Staff Pension Fund

51. UNICEF is a member organization participating in the United Nations Joint Staff Pension Fund, which was established by the General Assembly to provide retirement, death, disability and related benefits. The Pension Fund is a funded defined benefit plan. The financial obligations of the organization to the consist of its mandated contribution at the rate established by the General Assembly, together with any share of any actuarial deficiency payments under Article 26 of the Regulations and rules of the Fund. Such deficiency payments are payable only if and when the General Assembly has invoked the provision of Article 26, following determination that there is a requirement for deficiency payments based on an assessment of the actuarial sufficiency of the Funds as of the valuation date.

52. At the time of this report, the General Assembly has not invoked this provision.

Note 23

Non-expendable property as at 31 December 2006

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Cost of non-expendable property — UNICEF	44 682	44 611
Cost of non-expendable property — under UNICEF custody	88 803	83 676
Total	133 485	128 287

53. All non-expendable property is charged against current year expenditure at the time of acquisition.

Note 24

Liquidity

54. UNICEF internal liquidity guidelines recommend a year-end regular resources convertible cash balance equal to at least 10 per cent of projected regular resources income for the following year.

55. The financial plan for 2006 recommended a minimum regular resources convertible cash balance of \$100 million.

56. For the purpose of meeting this internal guideline, UNICEF cash balances, excluding trust funds, are estimated to be split between regular resources and other resources as follows:

	<i>Regular resources</i>	<i>Other resources</i>
	<i>(Thousands of United States dollars)</i>	
Convertible cash and investment balance	678 296	1 414 365
Non-convertible cash balance	13 134	
Total	691 430	1 414 365

57. UNICEF met its internal liquidity guideline for the year 2006.

Note 25

In-kind contributions

58. During the 2006 UNICEF provided in-kind contributions to the following organizations.

	2006	2005
	<i>(Thousands of United States dollars)</i>	
Global Alliance for Vaccines and Immunization		256
Joint United Nations Programme on HIV/AIDS	60	63
United Nations Board of Auditors	13	29
Total	73	348

CONTRIBUTIONS RECEIVED OR PLEDGED FOR THE YEAR ENDED 31 DECEMBER 2006
(In thousands of United States dollars)

Donor	Regular resources			Other resources						TOTAL
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation			
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
COUNTRIES										
Albania	1		1		16	16				17
Algeria	24		24		16	16				40
Andorra	38		38	192	458	650	23	65	88	776
Argentina					2 888	2 888				2 888
Armenia	4		4							4
Australia	6 079		6 079	21 240	3 959	25 199	22 096	1 201	23 297	54 575
Austria	1 466		1 466	1 311	366	1 677	395	650	1 045	4 188
Azerbaijan	9		9	208		208				217
Bahrain							1 000		1 000	1 000
Bangladesh	35		35		15	15				50
Barbados	4		4							4
Belarus	10		10							10
Belgium	3 627		3 627	5 812	2 370	8 182	2 582	2 135	4 717	16 526
Belize	50		50							50
Bhutan	15		15							15
Bolivia					60	60				60
Botswana					243	243				243
Brazil				100	5 380	5 480				5 480
Bulgaria	4		4							4
Burkina Faso	9		9					9	9	18
Burundi	1		1							1
Cameroon					55	55				55

Donor	Regular resources				Other resources						TOTAL
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Subtotal	Supplementary funds			Emergency relief and rehabilitation			
					Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Canada	12 272			12 272	82 552	4 155	86 707	21 938	4 014	25 952	124 931
Chile	77		(7)	70	84	831	915				985
China	1 216			1 216		1 384	1 384		5	5	2 605
Colombia	432			432	214	2 025	2 239				2 671
Costa Rica	27		(27)								
Cote D'Ivoire						48	48				48
Croatia	21			21		669	669				690
Cyprus	23			23							23
Czech Republic	221			221		341	341	256		256	818
Denmark	30 901			30 901	5 200	1 480	6 680	17 525	1 264	18 789	56 370
Djibouti	1			1							1
Dominican Republic						21	21				21
Ecuador						1 122	1 122				1 122
Egypt						213	213		8	8	221
Estonia	23			23	17		17	49	18	67	107
Ethiopia	50			50							50
Fiji					65		65				65
Finland	16 587			16 587	4 581	2 179	6 760	4 456	757	5 213	28 560
France	16 956			16 956	1 402	14 735	16 137	1 808	7 413	9 221	42 314
Gabon					92	447	539				539
Georgia	2			2							2
Germany	5 701			5 701		20 634	20 634	2 643	47 947	50 590	76 925
Ghana	20			20							20
Greece	300			300	78		78		974	974	1 352
Guinea					550		550				550
Guinea-Bissau					50		50				50
Guyana	21			21							21

Donor	Regular resources			Other resources						TOTAL
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation			
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Honduras				200		200				200
Hong Kong					1 401	1 401		2 168	2 168	3 569
Hungary	25				378	378		27	27	430
Iceland	293			73	2 560	2 633	237		237	3 163
India	844			1 852	800	2 652		6	6	3 502
Indonesia	100			1 224	576	1 800		865	865	2 765
Iran, Islamic Republic of	54				93	93		4	4	151
Ireland	12 559			4 393	1 196	5 589	12 055	500	12 555	30 703
Israel	60							10	10	70
Italy				8 798	10 197	18 995	9 164	10 593	19 757	38 752
Jamaica	81		(81)							
Japan	20 500			100 451	12 922	113 373	34 448	9 712	44 160	178 033
Kenya					624	624				624
Kuwait	200									200
Lao People's Democratic Republic	6									6
Latvia								3	3	3
Lebanon					100	100		5	5	105
Liechtenstein	16			35		35	40		40	91
Lithuania						21		21	21	42
Luxembourg	1 421			5 531	852	6 383	528	49	577	8 381
Madagascar	1					19				20
Malaysia						87		6	6	93
Mali	18									18
Mauritius	10									10
Mexico	214					3 621				3 835
Monaco	30			35		35				65

Donor	Regular resources			Other resources						TOTAL
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation			
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
Mongolia				509	10	519				519
Morocco	84					20				104
Mozambique	2									2
Myanmar	3		(2)							1
Namibia						1				1
Nepal	15									15
Netherlands	36 632			64 137	12 964	77 101	34 257	5 564	39 821	153 554
New Zealand	3 014			1 841	768	2 609	924	183	1 107	6 730
Nicaragua	6					2				8
Nigeria						290				290
Norway	46 928			110 577	66	110 643	21 116	43	21 159	178 730
Oman				501	99	600		19	19	619
Pakistan	138		(88)					27	27	77
Panama	24			300	55	355		1	1	380
Paraguay						9				9
Peru						153				153
Philippines	50		(19)			883		8	8	922
Poland	100					812		16	16	928
Portugal	200			118	802	920	360	992	1 352	2 472
Qatar	50						500		500	550
Republic of Korea	2 500					2 161	2 229	700	2 929	7 590
Romania	16					777				793
Russian Federation	1 000					575		38	38	1 613
San Marino				10	65	75				75
Saudi Arabia						1 070	475	1 704	2 179	3 249
Serbia						149				149
Sierra Leone				802		802				802

Donor	Regular resources			Other resources						TOTAL	
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation				
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal		
Singapore	50							50	50	100	
Slovak Republic	12					121	121			133	
Slovenia	25					428	428	53	442	948	
South Africa	32					32	32	208	208	272	
Spain	7 894			29 575	9 227	38 802	13 402	3 298	16 700	63 396	
Sri Lanka	31									31	
Sweden	57 948			54 046	4 335	58 381	32 051	3 927	35 978	152 307	
Switzerland	14 400			2 863	4 781	7 644	2 186	1 934	4 120	26 164	
Syrian Arab Republic					8	8				8	
Thailand	178		(65)			2 609	2 609		6	2 728	
The former Yugoslav Republic of Macedonia	6									6	
Trinidad and Tobago	11									11	
Tunisia	40		(10)		7	7				37	
Turkey	120				487	487	100	139	239	846	
United Arab Emirates	100									100	
United Kingdom of Great Britain and Northern Ireland	35 547			124 707	22 177	146 884	25 444	10 617	36 061	218 492	
United States of America	125 731		(12 794)	91 936	35 743	127 679	43 075	17 746	60 821	301 437	
Uruguay					296	296				296	
Uzbekistan	1									1	
Venezuela	94				1 036	1 036				1 130	
Viet Nam	14									14	
Yemen	10									10	
Subtotal Countries	465 665		(13 093)	452 572	728 262	204 575	932 837	307 673	137 833	445 506	1830915

Donor	Regular resources			Other resources						TOTAL	
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation				
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal		
Income Adjustments to Prior Periods	55	7 394	7 449	(3 248)	(6 259)	(9 507)	(734)	(1 134)	(1 868)	(3 926)	
Refund of Contributions				(1 655)	(74)	(1 729)	(6 177)		(6 177)	(7 906)	
TOTAL GOVERNMENTS	465 720	7 394	(13 093)	460 021	723 359	198 242	921 601	300 762	136 699	437 461	1819083
INTERGOVERNMENTAL AGENCIES											
African Development Bank								500		500	500
Agfund					150		150	50		50	200
Council of Europe Development Bank					90		90				90
European Commission Humanitarian Office					8 365		8 365	27 583		27 583	35 948
European Economic Community					73 072		73 072	3 949		3 949	77 021
OPEC Fund					2 100		2 100				2 100
Organization for Security					6		6				6
Subtotal Intergovernmental Agencies					83 783		83 783	32 082		32 082	115 865
Income Adjustments to Prior Periods					7 128		7 128	911		911	8 039
Refund of Contributions					(87)		(87)	(201)		(201)	(288)

Donor	Regular resources			Other resources						TOTAL	
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation				
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal		
			Subtotal								
TOTAL INTER-GOVERNMENTAL AGENCIES					90 824		90 824	32 792		32 792	123 616
TOTAL GOVERNMENTS AND INTER-GOVERNMENTAL AGENCIES	465 720	7 394	(13 093)	460 021	814 183	198 242	1 012 425	333 554	136 699	470 253	1 942 699
NON-GOVERNMENTAL ORGANIZATIONS											
Bangladesh		2		2							2
Canada						11 598	11 598				11 598
Costa Rica		1		1							1
Ethiopia		2		2							2
GAVI Global Fund for Children's Vaccines						1 383	1 383				1 383
Germany						(4)	(4)		22	22	18
Hong Kong									125	125	125
Japan		432		432		511	511				943
NetAID Foundation									1	1	1
Netherlands						27	27				27
Romania						64	64				64
Rotary International						4 323	4 323				4 323
South Africa		1		1							1
Switzerland		4		4		12 892	12 892				12 896
United Arab Emirates						255	255		1 002	1 002	1 257

Donor	Regular resources			Other resources						TOTAL	
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Supplementary funds			Emergency relief and rehabilitation				
				Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal		
United States of America					31 262	31 262		1 070	1 070	32 332	
Subtotal Non-governmental Organizations		442		442	62 311	62 311		2 220	2 220	64 973	
Income Adjustments to Prior Periods					(200)	(200)		(76)	(76)	(276)	
Refund of Contributions					(208)	(208)				(208)	
TOTAL NGOs		442		442	61 903	61 903		2 144	2 144	64 489	
TOTAL GOVERNMENTS, INTER-GOVERNMENTAL AND NON-GOVERNMENTAL AGENCIES	465 720	7 836	(13 093)	460 463	814 183	260 145	1 074 328	333 554	138 843	472 397	2 007 188
INTER-ORGANIZATION ARRANGEMENTS											
UNDP — Equatorial Guinea						73	73				73
Joint United Nations Programme on HIV/AIDS						4 190	4 190				4 190
UN Trust Fund for Human Security						2 676	2 676	2 014	2 014		4 690
UNDG — United Nations Development Group						31 685	31 685				31 685
UNDP						3 022	3 022	60 536	60 536		63 558

Donor	Regular resources				Other resources						TOTAL	
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Subtotal	Supplementary funds			Emergency relief and rehabilitation				
					Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal		
UNFPA						3 535	3 535					3 535
UNHCR						250	250					250
United States of America						700	700		421	421		1 121
UNOCHA									56 957	56 957		56 957
WHO						2 533	2 533		4 531	4 531		7 064
World Bank						1 738	1 738		3 628	3 628		5 366
WFP						51	51					51
Subtotal Inter-Organization Arrangements						50 453	50 453		128 087	128 087		178 540
Income Adjustments to Prior Periods						(8)	(8)					(8)
Refund of Contributions						(356)	(356)		(77)	(77)		(433)
TOTAL INTER-ORGANIZATION ARRANGEMENTS						50 089	50 089		128 010	128 010		178 099
GRAND TOTAL	465 720	7 836	(13 093)	460 463	814 183	310 234	1 124 417	333 554	266 853	600 407		2 185 287

Donor	Regular resources			Other resources						TOTAL
				Supplementary funds			Emergency relief and rehabilitation			
	Governments and inter-governmental agencies	Non-governmental sources	Transfer to biennium support budget	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	Governments and inter-governmental agencies	Non-governmental sources	Subtotal	
			Regular Resources			Supplementary Funds			Emergency Relief and Rehabilitation	Total
SUMMARY										
Governments*			452 627			723 359			300 762	1 476 748
Intergovernmental agencies						90 824			32 792	123 616
National Committees			7 394			198 242			136 699	342 335
Non-governmental organizations			442			61 903			2 144	64 489
Inter-organization arrangements						50 089			128 010	178 099
GRAND TOTAL			<u>460 463</u>			<u>1 124 417</u>			<u>600 407</u>	<u>2 185 287</u>
Contributions received in cash										2 173 245
Contributions received in kind										12 042
TOTAL CONTRIBUTIONS										<u>2 185 287</u>

* Regular Resources income of \$452,627 excludes the amount from Non-governmental sources of \$7,394 which is income from National Committees from Prior Year Adjustments.