



**UNITED NATIONS CHILDREN'S FUND**

---

**FINANCIAL REPORT AND ACCOUNTS**

**for the year 1974**

**and**

**REPORTS OF THE BOARD OF AUDITORS**

**GENERAL ASSEMBLY**

OFFICIAL RECORDS: THIRTIETH SESSION

SUPPLEMENT No. 7B (A/10007/Add.2)

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**UNITED NATIONS**

New York, 1975

## NOTE

Symbols of United Nations documents are composed of capital letters combined with figures. Mention of such a symbol indicates a reference to a United Nations document.

The names of countries listed in this document are those used during the period covered by the present report.

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LETTER OF TRANSMITTAL

25 June 1975

Sir,

I have the honour to transmit to you the financial statements relating to the United Nations Children's Fund with respect to the financial year ended 31 December 1974, and the Greeting Card Operation for the campaign year ended 30 April 1974. These statements have been examined and certified by the Board of Auditors.

In addition to the above, I have the honour to present the report of the Board of Auditors with respect to the above accounts.

Accept, Sir, the assurances of my highest consideration.

(Signed) Abdul HAMID  
Auditor General of Pakistan  
and  
Chairman, of the United Nations  
Board of Auditors

The President of the General Assembly  
of the United Nations  
New York

PART ONE

UNITED NATIONS CHILDREN'S FUND

## I. FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 1974

In order to add to the clarity of reporting on the financial status of UNICEF, and to avoid unnecessary duplication of information, the financial report for 1974 is presented in a somewhat shorter and simplified manner. The accounts now consist of seven statements and 11 schedules. Notes that form an integral part of the financial statements have been reduced to the essential. For reasons of comparability, the change in the accounting presentation required some adjustments of the presentation given in the report for 1973. Operations of funds-in-trust are shown in statement III and schedules 9-11.

### Income and funds-in-trust

During 1974, UNICEF's income amounted to \$101.0 million, which represented an increase of \$13.9 million or 16.0 per cent over the 1973 income. Government contributions were \$73.0 million for 1974. Contributions from non-governmental sources were \$10.8 million; income from the sale of greeting cards amounted to \$7.0 million; and from miscellaneous sources to \$10.2 million.

In addition, as in previous years, UNICEF also received funds-in-trust to meet commitments authorized by the Board. These amounted to \$14.1 million, of which \$6.8 million were from Governments, \$1.6 million from non-governmental sources and \$5.7 million from other United Nations organizations. The total amount represented an increase of \$5.4 million over the comparable figure for 1973.

As a result, revenue consisting of income and funds-in-trust available for meeting Board commitments totalled \$115.1 million, compared with \$95.8 million in 1973, an increase of \$19.3 million or 20.1 per cent. The \$115.1 million consisted of the following:

- \$82.0 million for general resources (increase of 11.9 per cent)
- \$ 8.5 million in specific contributions or funds-in-trust for long-term programmes (increase of 5.6 per cent)
- \$24.6 million in specific contributions or funds-in-trust for special assistance including emergency relief and rehabilitation (increase of 69.9 per cent).

For operations not related directly to the fulfilment of commitments, a further amount of \$17.4 million was received as follows:

- \$10.5 million from Governments for the purchase, on their behalf, of additional supplies and equipment for projects benefiting children in their countries
- \$ 5.7 million from United Nations organizations for purchases on their behalf, and for other trust-fund accounts
- \$ 1.2 million from Governments as payments towards local office costs.

To summarize the above, during 1974 UNICEF received total resources amounting to \$132.5 million. This represented an increase of \$29.3 million or 28.4 per cent over the comparable figure in 1973.



## Expenditure of income and funds-in-trust

During 1974 UNICEF's expenditure financed from income amounted to \$89.3 million, which represented an increase of \$26.2 million or 41.3 per cent over the 1973 expenditure. Assistance expenditures in 1974 amounted to \$81.7 million, an increase of 44.3 per cent over the 1973 figure of \$56.6 million. The assistance expenditure comprised \$53.2 million for supplies and equipment delivered to projects and \$28.5 million for non-supply assistance, consisting of training grants, project personnel and other services, and programme support.

This assistance went to projects in 106 countries. Most of the projects were in one or more of the following fields: improvement of basic child health services, village water supply, child nutrition, basic education (formal and non-formal), child welfare services and emergency relief.

Administrative costs during 1974 were \$7.6 million compared with \$6.6 million in the previous year.

In addition to the above expenditure met out of income, UNICEF spent \$10.4 million from funds-in-trust for commitments approved by the Executive Board for assistance to projects.

For operations not related directly to commitments approved by the Board, such as reimbursable procurement for United Nations agencies and Governments, there was a further expenditure of \$12.2 million from funds-in-trust.

Total expenditure in 1974 was therefore \$111.9 million, or \$33.9 million more than in 1973. The percentage increase was 43.5.

In addition to these expenditures, during 1974 contributions in kind, valued by donors at \$10 million, were delivered through UNICEF, mainly for emergency relief purposes. This amount compared to \$19 million in 1973, is not reflected in the accounts of UNICEF.

## Commitments, assets and liabilities

UNICEF's assets, liabilities and commitments at the end of 1974 are shown in statement II. According to procedures established by the Board, commitments enter into effect when the Board approves them at its annual session or by mail poll, and between sessions when funds are received by special contributions or funds-in-trust payments to finance programmes or projects that have been approved in advance by the Board.

At the beginning of 1974, there was a balance of unspent commitments carried forward from previous years totalling \$169.5 million.

At the 1974 Board session, new commitments were approved for a total amount of \$137.9 million. In addition, commitments came into effect between the Board sessions up to 31 December 1974 for a further amount of \$40.9 million. The total amount of new commitments was thus \$178.8 million.

In the course of the year, commitments had been fulfilled by expenditure from income and funds-in-trust of \$99.7 million.

After deduction of adjustments of \$12.4 million, the balance of unspent commitments at the end of 1974 was \$236.2 million. In accordance with the practice of approving commitments to long-term projects for several years to be financed from future resources these commitments are expected to be called forward during the years 1975-1978.

Short-term holdings which UNICEF requires for its operational capital totalled \$81.4 million, comprising \$14.5 million in cash, transit and current bank accounts, \$63.5 million in short-term investments and \$3.4 million in contributions receivable from Governments. This amount includes currencies of restricted use, as well as \$20.3 million in unspent balances of funds given in trust to UNICEF. After deduction of these funds-in-trust, the short-term holdings were slightly in excess of the guidelines set by the Board, that they should be approximately half the expenditure foreseen from income for the following year, in UNICEF's financial plan.

The Executive Director's General Progress Report for 1974 (E/ICEF/637 parts I-IV) and the "UNICEF 1975 Report" may be referred to for an account of the content of the work of which the accounts give the financial reflection.

(Signed) Henry R. LABOUISSSE  
Executive Director

## II. AUDIT OPINION

We have examined the following appended financial statements, numbered I to VII, properly identified, and relevant schedules of the United Nations Children's Fund for the year ended 31 December 1974. Our examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as we considered necessary in the circumstances. As a result of our examination, we are of the opinion that the financial statements properly reflect the recorded financial transactions for the year, which transactions were in accordance with the Financial Regulations and legislative authority, and present fairly the financial position as at 31 December 1974.

(Signed) Abdul HAMID  
Auditor General of Pakistan

(Signed) J. J. MACDONELL  
Auditor General of Canada

(Signed) J. E. ESCALLON O.  
Controller General of Colombia

25 June 1975

III. FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 DECEMBER 1974

STATEMENT I

Comparative statement of income and expenditure for the year ended 31 December 1974

	1974		1973		Increase (decrease)
	\$	\$	\$	\$	\$
<u>Income</u>					
Contributions from Governments	72 995 507.74		62 537 492.07		10 458 015.67
Contributions from non- governmental sources	10 813 778.65		9 798 521.31		1 015 257.34
Greeting card and related operations	7 040 854.48		6 994 753.54		46 100.94
Other income	<u>10 165 249.36</u>		<u>7 744 202.34</u>		<u>2 421 047.02</u>
<u>Total income</u>		101 015 390.23		87 074 969.26	<u>13 940 420.97</u>
<u>Expenditure</u>					
Supplies and equipment, including freight	53 188 076.81		34 667 072.56		18 521 004.25
Non-supply assistance					
Fellowships and training grants	6 852 186.70		5 914 056.82		938 129.88
Project personnel	2 155 256.65		1 533 517.94		621 738.71
Other services	<u>6 841 282.50</u>		<u>3 994 731.73</u>		<u>2 846 550.77</u>
<u>Total programme assistance</u>		69 036 802.66		46 109 379.05	22 927 423.61
Programme support services	<u>12 666 469.52</u>		<u>10 522 100.95</u>		<u>2 144 368.57</u>
<u>Total programme assistance</u>		81 703 272.18		56 631 480.00	25 071 792.18
Administrative services	<u>7 643 910.70</u>		<u>6 560 604.11</u>		<u>1 083 306.59</u>
<u>Total expenditure</u>		<u>89 347 182.88</u>		<u>63 192 084.11</u>	<u>26 155 098.77</u>
<u>Excess of income over expenditure</u>		<u>11 668 207.35</u>		<u>23 882 885.15</u>	<u>(12 214 677.80)</u>

Statements III-VII and notes 1-11 form an integral part of this statement and should be read in conjunction therewith.

CERTIFIED CORRECT

APPROVED

(Signed) Sven P. BLACKBERG

(Signed) Henry R. LABOUISSE

COMPTROLLER

EXECUTIVE DIRECTOR

## STATEMENT II

Comparative statement of assets, liabilities and the financial position as at 31 December 1974

	1974		1973		Increase (decrease)
	\$	\$	\$	\$	\$
<u>Assets</u>					
Cash on hand, in transit and in current bank accounts	14 465 244.66		13 326 372.66		1 138 872.00
Short-term investments	63 480 588.13		45 447 084.52		18 033 503.61
Contributions receivable from Governments	3 447 050.69		6 477 821.82		(3 030 771.13)
Deposits with governmental agencies and suppliers	252 320.69		720 041.82		(467 721.13)
Accounts receivable, advances and deposits	11 134 868.52		10 784 639.51		350 229.01
Supplies in warehouse and in transit	14 152 221.30		9 332 102.07		4 820 119.23
Greeting card and related operations advances net	8 138 821.96		4 645 504.74		3 493 317.22
Buildings in Santiago (Chile) less amount transferred to budget	<u>8 035.00</u>		<u>16 070.85</u>		<u>(8 035.85)</u>
		115 079 150.95		90 749 637.99	<u>24 329 512.96</u>
<u>Liabilities</u>					
Government contributions for following year received in advance	391 770.30		123 428.62		268 341.68
Accounts payable and other unliquidated obligations	10 580 410.66		7 043 361.62		3 537 049.04
Trust funds, Governments and others	20 294 081.06		11 432 887.12		8 861 193.94
Maurice Pate Memorial Fund	69 699.20		74 978.25		(5 279.05)
Reserve for insurance	<u>200 000.00</u>		<u>200 000.00</u>		
		<u>31 535 961.22</u>		<u>18 874 655.61</u>	<u>12 661 305.61</u>
<u>Excess of assets over liabilities</u>		<u>83 543 189.73</u>		<u>71 874 982.38</u>	<u>11 668 207.35</u>
<u>Commitments approved by the Executive Board to be fulfilled</u>					
		236 284 337.37		169 547 397.43	66 736 939.94
<u>Less</u>					
<u>Excess of assets over liabilities</u>		<u>83 543 189.73</u>		<u>71 874 982.38</u>	<u>11 668 207.35</u>
<u>Balance of commitments to be financed from future resources</u>		<u>152 741 147.64</u>		<u>97 672 415.05</u>	<u>55 068 732.59</u>

Statements III-VII and notes 1-11 form an integral part of this statement and should be read in conjunction therewith.

CERTIFIED CORRECT

APPROVED

(Signed) Sven P. BLACKBERG

(Signed) Henry R. LABOUISSIE

COMPTROLLER

EXECUTIVE DIRECTOR

## STATEMENT III

Funds-in-trust as at 31 December 1974

	Related to Executive Board commitments	Related to reimbursable procurement	Others	Total
	\$	\$	\$	\$
Balance as at 1 January 1974	6 474 895.35	4 450 593.88	507 397.89	11 432 887.12
Funds received	13 813 380.09	10 451 153.91	5 699 880.86	29 964 414.86
Advances	<u>273 341.82</u>	<u>3 617.28</u>	<u>2 624.07</u>	<u>279 583.17</u>
Funds available	20 561 617.26	14 905 365.07	6 209 902.82	41 676 885.15
Expenditure	10 358 793.34	6 831 232.39	4 067 276.46	21 257 302.19
Funds returned	<u>                    </u>	<u>98 844.86</u>	<u>26 657.04</u>	<u>125 501.90</u>
Balance as at 31 December 1974	<u><u>10 202 823.92</u></u>	<u><u>7 975 287.82</u></u>	<u><u>2 115 969.32</u></u>	<u><u>20 294 081.06</u></u>

## STATEMENT IV

Commitments in 1974 with comparative figures for 1973

(Summary of statements V and VI)

	1974	1973	Increase (decrease)
Unspent balance of commitments as at 1 January			
To be financed:			
from income . . . . .	152 695 181.48	137 470 245.97	15 224 935.51
from funds-in-trust . . . . .	<u>16 852 215.95</u>	<u>14 213 926.84</u>	<u>2 638 289.11</u>
	169 547 397.43	151 684 172.81	17 863 224.62
<u>Approved at Executive Board session<sup>a/</sup></u>			
To be financed:			
from income . . . . .	136 975 300.00	66 486 000.00	70 489 300.00
from funds-in-trust . . . . .	<u>938 600.00</u>	<u>2 715 000.00</u>	<u>(1 776 400.00)</u>
<u>Made between Board sessions</u>			
To be financed:			
from income . . . . .	20 154 197.00	12 263 214.56	7 890 982.44
from funds-in-trust . . . . .	<u>20 760 955.00</u>	<u>8 514 836.80</u>	<u>12 246 118.20</u>
<u>Adjustments to commitments</u>			
To be financed:			
from income . . . . .	<u>(12 386 135.84)</u>	<u>(332 194.94)</u>	<u>(12 053 940.90)</u>
	335 990 313.59	241 331 029.23	94 659 284.36
<u>Expenditure</u>			
Financed:			
from income . . . . .	89 347 182.88	63 192 084.11	26 155 098.77
from funds-in-trust . . . . .	<u>10 358 793.34</u>	<u>8 591 547.69</u>	<u>1 767 245.65</u>
Unspent balance of commitments as at 31 December			
To be financed:			
from income . . . . .	208 091 359.76	152 695 181.48	55 396 178.28
from funds-in-trust . . . . .	<u>28 192 977.61</u>	<u>16 852 215.95</u>	<u>11 340 761.66</u>
	236 284 337.37	169 547 397.43	66 736 939.94
<u>Less:</u>			
<u>Excess of assets over liabilities</u>	<u>83 543 189.73</u>	<u>71 874 982.38</u>	<u>11 668 207.35</u>
Balance of commitments to be financed from future resources	<u>152 741 147.64</u>	<u>97 672 415.05</u>	<u>55 068 732.59</u>

<sup>a/</sup> According to present source of financing.

## STATEMENT V

Statement of commitments, expenditures and unspent balances of commitments to be financed from income  
for the year ended 31 December 1974

Area and country assistance	Commitments					Expenditures			Unspent balances of commitments 31 December
	Unspent balances of commitments 1 January	Approved at Executive Board session	Made between Board sessions	Adjustments	Total	Supplies and equipment	Non-supply assistance	Total	
	\$	\$	\$	\$	\$	\$	\$	\$	
<b>Africa</b>									
Algeria	617 505.29	2 351 000.00		(179 478.03)	2 789 027.26	577 724.37	36 221.50	613 945.87	2 175 081.39
Botswana	594 163.62		165 000.00	(38 079.45)	721 084.17	139 165.46	22 813.49	161 978.95	559 105.22
Burundi	515 396.05	225 000.00		55 611.55	796 007.60	325 944.86	137 217.71	463 162.57	332 845.03
Central African Republic	82 666.95	469 000.00		(74 283.14)	477 383.81	41 704.57	110 253.18	151 957.75	325 426.06
Chad	11 103.28	526 000.00		13 723.95	550 827.23	54 250.13	190 740.71	244 990.84	305 836.39
Comoro Islands	(1 615.15)	65 000.00		1 615.15	65 000.00	1 221.59		1 221.59	63 778.41
Congo	212 310.88			(20 900.64)	191 410.24	80 472.21	10 520.69	90 992.90	100 417.34
Dahomey	34 874.47	400 000.00		4 662.33	439 536.80	92 423.34	57 223.04	149 646.38	289 890.42
Equatorial Guinea	21 082.04			11 458.94	32 540.98	889.43		889.43	31 651.55
Ethiopia	2 163 083.95	1 000 000.00	1 745 242.00	(207 222.33)	4 701 103.62	993 435.70	1 110 352.75	2 103 788.45	2 597 315.17
Gabon	21 635.83	90 000.00		(21 971.67)	89 664.16	152.97	1 946.16	2 099.13	87 565.03
Gambia	135 817.11		61 500.00	6 821.45	204 138.56	60 849.54	25 132.60	85 982.14	118 156.42
Ghana	1 118 191.07		50 000.00	(23 208.80)	1 144 982.27	190 762.26	44 357.07	235 119.33	909 862.94
Guinea	334 276.10			8 854.41	343 130.51	227 116.50		227 116.50	116 014.01
Ivory Coast	519 331.34			37 428.47	556 759.81	227 129.00	85 958.11	313 087.11	243 672.70
Kenya	850 377.24			(130 699.13)	719 678.11	234 369.26	73 323.60	307 692.86	411 985.25
Lesotho	413 640.01			36 967.19	450 607.20	108 759.11	51 347.16	160 106.27	290 500.93
Liberia	1 002 779.90			98 845.02	1 101 624.92	206 884.19	142 389.00	349 273.19	752 351.73
Madagascar	823 798.34			(57 628.75)	766 169.59	260 500.36	21 081.81	281 582.17	484 587.42
Malawi	204 617.75	541 000.00			745 617.75	108 102.54	118 175.62	226 278.16	519 339.59
Mali	1 092 113.11	(350 000.00)		110 930.39	853 043.50	365 080.95	74 515.38	439 596.33	413 447.17
Mauritania	415 899.47				415 899.47	129 180.27	49 976.97	179 157.24	236 742.23
Mauritius	49 967.23			28 660.60	78 627.83	17 015.57	126 696.55	143 712.12	(65 084.29)
Morocco	882 377.64	3 970 000.00		134 897.94	4 987 275.58	1 113 419.43	177 185.20	1 290 604.63	3 696 670.95
Niger	1 197 906.71	(560 000.00)	102 000.00		739 906.71	87 851.58	130 320.76	218 172.34	521 734.37
Nigeria	8 605 371.52	(58 400.00)		(2 841 780.00)	5 705 191.52	728 472.36	337 906.92	1 066 379.28	4 638 812.24
Rwanda	649 065.23			32 410.68	681 475.91	198 662.96	58 260.00	256 922.96	424 552.95
Senegal	792 571.56				792 571.56	352 507.26	185 217.42	537 724.68	254 846.88
Sierra Leone	122 806.25			44 662.56	167 468.81	43 257.85	10 907.04	54 164.87	113 303.94
Somalia	138 654.99	484 000.00		(52 925.16)	569 729.83	123 872.01	100 582.11	224 454.12	345 275.71
Southern Rhodesia	50 000.00			(50 000.00)					
Swaziland	291 242.50			(9 005.95)	282 236.55	49 303.88	51 555.48	100 859.36	181 377.19
Togo	319 815.93			10 091.07	329 907.00	43 915.22	42 715.94	86 631.16	243 275.84
Tunisia	622 466.23	1 000 000.00		(283 686.06)	1 338 780.17	266 764.20	(7 195.77)	259 568.43	1 079 211.74
Uganda	668 554.53			(119 520.43)	549 034.10	38 615.81	43 207.46	81 823.27	467 210.83
United Republic of Cameroon	656 684.23			(89 888.17)	566 796.06	207 092.94	33 065.08	240 158.02	326 638.04
United Republic of Tanzania	1 134 998.63	785 000.00		(468 351.07)	1 451 647.56	338 513.66	284 980.38	623 494.04	828 153.52
Upper Volta	64 117.74	423 000.00	102 000.00	130 276.04	719 393.78	222 638.49	102 350.33	324 988.82	394 404.96
Zaire	1 390 455.21			(85 417.75)	1 305 037.46	251 950.25	89 210.28	341 160.53	963 876.93
Zambia	232 051.88			58 834.29	290 886.17	55 414.39	39 345.77	94 760.16	196 126.01
Sudano-Sahelian Relief Programme	867 485.82	2 000 000.00 <sup>a</sup>	3 753 700.00		6 621 185.82	2 513 352.64	400 136.42	2 913 489.06	3 707 696.76
Regional	527 733.11	586 000.00		(79 977.18)	1 033 755.93	256 566.57	155 446.42	412 032.99	621 722.94
Area total	30 447 375.59	13 946 600.00	5 979 442.00	(4 007 271.68)	46 366 145.91	11 335 325.66	4 725 440.34	16 060 766.00	30 305 379.91
<b>East Asia and Pakistan</b>									
Bangladesh	10 160 650.99	13 587 000.00	796 255.00	1 748 703.88	26 292 609.87	7 463 585.23	822 889.08	8 286 474.31	18 006 135.56
Burma	1 596 798.24	1 726 800.00		163 983.00	3 487 581.24	1 673 847.48	14 141.47	1 687 988.95	1 799 592.29
Hong Kong	166 302.98			(35 602.16)	130 700.82	10 915.85		10 915.85	119 784.97
Indo-China Peninsula	9 339 859.41	8 000 000.00	11 907 300.00		29 247 159.41	3 744 434.36	1 172 128.97	4 916 563.33	24 330 596.08
Indonesia	5 635 016.34	2 240 000.00		426 479.87	8 301 496.71	4 403 345.54	871 292.72	5 274 638.26	3 026 858.45
Khmer Republic	82 370.42			(69 160.84)	13 209.58	8 807.21	16 252.75	25 059.96	(11 850.38)
Laos	58 769.03			(29 340.64)	29 428.39	16 070.77	19 604.07	35 674.84	(6 246.45)
Malaysia	542 368.27	643 000.00		19 224.49	1 204 592.76	398 142.24	145 767.97	543 910.21	660 682.55
Pakistan	10 630 819.01	152 000.00	28 800.00	(3 716 254.76)	7 095 364.25	2 253 124.55	463 589.21	2 713 713.76	4 381 650.49
Papua New Guinea	279 256.80			(16 298.11)	262 958.69	78 631.47		78 631.47	184 327.22
Philippines	2 563 124.63	485 000.00	54 700.00	(181 459.10)	2 921 365.53	727 649.82	190 333.58	917 983.40	2 003 382.13
Republic of Korea	1 602 411.59	1 524 000.00		(155 768.04)	2 970 643.55	652 650.99	114 008.97	766 659.96	2 203 983.59
Republic of Viet-Nam	209 948.58			(28 172.21)	181 776.37	276 089.80	38 650.57	314 740.37	(132 964.00)
Singapore	49 782.79			(313.67)	49 469.12	5 407.96	6 533.99	11 941.95	37 527.17
Thailand	711 438.47	3 860 000.00		202 588.06	4 774 026.53	1 082 225.24	159 718.53	1 241 943.77	3 532 082.76
Pacific Island Territories	460 714.80			23 927.14	484 641.94	127 077.29		127 077.29	357 564.65
Regional	94 277.99	198 000.00		5 722.01	298 000.00	46.28	7 972.76	8 019.04	289 980.96
Area total	44 183 910.84	32 415 800.00	12 787 055.00	(1 641 741.08)	87 745 024.76	22 922 052.08	4 039 884.64	26 961 936.72	60 783 088.04



## STATEMENT V (continued)

Area and country assistance	Commitments					Expenditures			Unspent balances of commitments 31 December
	Unspent balances of commitments 1 January	Approved at Executive Board session	Made between Board sessions	Adjustments	Total	Supplies and equipment	Non-supply assistance	Total	
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>South Central Asia</b>									
Afghanistan	1 755 452.84		41 100.00		1 796 552.84	809 674.67	112 135.61	921 810.28	874 742.56
Bhutan		660 000.00	20 400.00		680 400.00	65 727.64	2 514.29	68 241.93	612 158.07
India	19 870 654.90	56 800 000.00	119 600.00	(1 216 044.68)	75 574 210.22	8 660 094.54	1 171 795.82	9 831 888.36	65 742 321.86
Maldives	40 353.35	282 000.00			322 353.35	47 197.35	243.85	47 441.20	274 912.15
Mongolia	334 647.62			(10 791.01)	323 856.61	134 709.29		134 709.29	189 147.32
Nepal	1 785 767.57			(191 120.64)	1 594 646.93	713 196.26	159 901.93	873 098.19	721 548.74
Sri Lanka	1 946 728.40		408 200.00	(172 875.65)	2 182 052.75	981 396.72	34 169.86	1 015 566.58	1 166 486.17
Area total	25 733 604.68	57 742 000.00	589 300.00	(1 590 831.98)	82 474 072.70	11 411 996.47	1 480 759.36	12 892 755.83	69 581 316.87
<b>Eastern Mediterranean</b>									
Bahrain	24 977.87			5 020.63	29 998.50	14 086.19	10 490.55	24 576.74	5 421.76
Cyprus	4 013.36	135 000.00	500.00	(4 013.36)	135 500.00	170 071.48	691.60	170 763.08	(35 263.08)
Democratic Yemen	604 706.50	367 000.00			971 706.50	106 089.12	386 988.06	493 077.18	478 629.32
Egypt	1 129 301.58	800 000.00	144 400.00		2 073 701.58	891 517.48	128 354.38	1 019 871.86	1 053 829.72
Iran	755 248.43			(8 155.50)	747 092.93	254 667.76	57 919.25	312 787.01	434 305.92
Iraq	586 069.24			(39 492.06)	546 577.18	259 135.54	54 890.39	314 025.93	232 551.25
Jordan	867 358.42			(97 934.93)	769 423.49	55 092.83	84 927.41	140 020.24	629 403.25
Lebanon	225 285.34			2 696.66	227 982.00	114 429.77	127 376.54	241 806.31	(13 824.31)
Libyan Arab Republic	101 760.37			(101 760.37)					
Oman	(92 047.49)			95 523.23	3 475.74	1 950.05	21 059.91	23 009.96	(19 534.22)
Saudi Arabia	192 502.84			25 285.20	217 788.04	183 362.99	(101.36)	183 261.63	34 526.41
Sudan	1 776 188.70			39 929.42	1 816 118.12	187 918.56	163 006.50	350 925.06	1 465 193.06
Syrian Arab Republic	909 170.97	50 000.00		145 994.82	1 105 165.79	311 019.18	128 340.13	439 359.31	665 806.48
Turkey	246 772.98	425 000.00		50 331.44	722 104.42	106 044.79	101 464.93	207 509.72	514 594.70
Yemen	1 203 458.79			26 853.27	1 230 312.06	197 014.54	190 968.62	387 983.16	842 328.90
Regional	213 235.68	863 000.00		10 212.05	1 086 447.73	31 363.27	184 666.62	126 029.89	870 417.84
Area total	8 748 003.58	2 640 000.00	144 900.00	150 490.50	11 683 394.08	2 883 963.55	1 641 043.53	4 525 007.08	7 158 387.00
<b>Europe</b>									
Bulgaria	23 798.67			(23 798.67)					
Greece	(1 059.10)			1 059.10					
Hungary	(498.31)			498.31					
Poland	7 439.64			(7 439.64)					
Romania	(45.96)			45.96					
Spain	8 160.16			(8 160.16)					
Yugoslavia	90 380.57			14 438.53	104 819.10	48 988.51		48 988.51	55 830.59
Area total	128 175.67			(23 356.57)	104 819.10	48 988.51		48 988.51	55 830.59
<b>The Americas</b>									
Antigua						1 713.92		1 713.92	(1 713.92)
Argentina	42 634.58			(42 634.58)					
Barbados	6 303.85			(1 774.96)	4 528.89	4 449.81		4 449.81	79.08
Belize	87 190.66			(11 454.72)	75 735.94	(64.28)		(64.28)	75 800.22
Bolivia	462 024.43	1 514 000.00		62 468.73	2 038 493.16	220 651.06	108 959.85	329 610.91	1 708 882.25
Brazil	4 467 239.92			(873 738.15)	3 593 501.77	684 201.43	267 594.00	951 795.43	2 641 706.34
British Virgin Islands	(125.31)			125.31					
Chile	534 939.07			(118 444.77)	416 494.30	30 807.29	61 338.87	92 146.16	324 348.14
Colombia	2 150 318.34			(509 766.09)	1 640 552.25	420 092.64	93 091.55	513 184.19	1 127 368.06
Costa Rica	149 504.27				149 504.27	128 703.52	9 848.48	138 552.00	10 952.27
Cuba	482 111.41			11 594.05	493 705.46	57 153.80	(4 746.00)	52 407.80	441 297.66
Dominica	(4 509.51)			11 174.58	6 665.07	14 180.64		14 180.64	(7 515.57)
Dominican Republic	666 667.99	110 000.00		(73 332.71)	703 335.28	213 789.87	61 096.15	274 886.02	428 449.26
Ecuador	1 441 095.27			(159 984.38)	1 281 110.89	245 911.34	127 108.82	373 020.16	908 090.73
El Salvador	347 266.83	370 000.00		(82 592.95)	634 673.88	148 107.08	45 252.28	193 359.36	441 314.52
Grenada	720.00			(720.00)					
Guatemala	332 257.77				332 257.77	166 833.40	85 787.57	252 620.97	79 636.80
Guyana	38 320.44			(7 250.45)	31 069.99	4 746.21	306.38	5 052.59	26 017.40
Haiti	616 660.55	418 000.00		(227 161.94)	807 498.61	89 304.12	47 201.40	136 505.52	670 993.09
Honduras	267 174.89	150 000.00	153 500.00	(93 349.34)	477 325.55	350 291.27	42 094.63	392 385.90	84 939.65
Jamaica	159 164.86			7 291.00	166 455.86	43 887.03		43 887.03	122 568.83
Mexico	1 061 080.14			(90 107.00)	970 973.14	350 472.27	78 542.22	429 014.49	541 958.65
Montserrat	1 158.32			(1 158.32)					
Nicaragua	371 300.63			(25 626.26)	345 674.37	154 270.36	39 502.37	193 772.73	151 901.64
Panama	116 675.65			108 350.64	225 026.29	140 442.37	17 638.60	158 080.97	66 945.32
Paraguay	324 296.53	220 000.00		(125 379.47)	418 917.06	117 879.22	73 200.63	191 079.85	227 837.21
Peru	1 603 880.90	400 000.00		(131 709.53)	1 872 171.37	447 912.28	233 218.74	681 131.02	1 191 040.35
St. Kitts-Nevis-Anguilla	784.17			(784.17)		1 773.44		1 773.44	(1 773.44)
St. Lucia	(1 435.40)			1 435.40					

## STATEMENT V (continued)

Area and country assistance	Commitments					Expenditures			Unspent balances of commitments 31 December
	Unspent balances of commitments 1 January	Approved at Executive Board session	Made between Board sessions	Adjustments	Total	Supplies and equipment	Non-supply assistance	Total	
	\$	\$	\$	\$	\$	\$	\$	\$	\$
<b>The Americas (continued)</b>									
Surinam	208 464.27			700.57	209 164.84	10 036.13		10 036.13	199 128.71
Trinidad and Tobago	29 485.07			(5 540.12)	23 944.95	15 624.30		15 624.30	8 320.65
Uruguay	68 625.35			1 274.65	69 900.00				69 900.00
Venezuela	3 825.96			(3 825.96)					
Regional	2 387 252.03	28 000.00		(15 293.41)	2 399 958.62	486 125.36	678 446.93	1 164 572.29	1 235 386.33
Area total	18 422 353.93	3 210 000.00	153 500.00	(2 397 214.35)	19 388 639.58	4 549 295.88	2 065 483.47	6 614 799.35	12 773 860.23
Total for all areas	127 663 424.29	109 954 400.00	19 654 197.00	(9 509 925.16)	247 762 096.13	53 151 622.15	13 952 611.34	67 104 233.49	180 657 862.64
<b>General assistance</b>									
Country planning and programme development	979 791.35	1 250 000.00		571 709.83	2 801 501.18	5 787.90	1 146 424.61	1 152 212.51	1 649 288.67
Development protein-rich foods for children	536 193.53	68 000.00		(44 515.18)	559 678.35	28 454.34	15 543.50	43 997.84	515 680.51
International Children's Center and paediatric training	1 468 232.60			(24 377.78)	1 443 854.82	631.80	546 077.67	546 709.47	897 145.35
Nutrition and dairy training	133 029.10			(133 029.10)					
Nutrition personnel	184 386.28			(184 386.28)					
Asian Center for training and research	(526.51)				(526.51)		(526.51)	(526.51)	
Planning for children and youth in national development	235 523.66	250 000.00		(133 865.21)	331 658.45	1 580.62	168 595.24	190 175.86	141 482.59
Emergency reserve	1 000 000.00 <sup>b/</sup>				1 000 000.00				1 000 000.00
Freight on supplies	2 375 127.18			(2 375 127.18)					
Total assistance	134 575 181.48	111 522 400.00	19 654 197.00	(11 853 516.06)	253 898 262.42	53 188 076.81	15 348 725.85	69 036 802.66	184 861 459.76
Programme support services	11 559 000.00	16 192 700.00	170 000.00	(334 530.48)	27 587 169.52		12 666 469.52	12 666 469.52	14 920 700.00
Administrative services	6 561 000.00	9 260 200.00	330 000.00	(198 089.30)	15 953 110.70		7 643 910.70	7 643 910.70	8 309 200.00
Totals	152 695 181.48	136 975 300.00	20 154 197.00	(12 386 135.84)	297 438 542.64	53 188 076.81	36 159 106.07	89 347 182.88	208 091 359.76

<sup>a/</sup> Including \$1 500 000 temporarily advanced from commitments to Chad (\$350 000), Mali (\$350 000), Niger (\$560 000) and Upper Volta (\$240 000). See E/ICEF/L.1291/Add.2.

<sup>b/</sup> The Executive Director has made the following allocations from the Emergency Reserve of \$1 000 000 as approved by the Executive Board: \$200 000 to Burma, \$135 000 to Cyprus, \$150 000 to Honduras, \$13 000 to Israel (included in Eastern Mediterranean Regional), \$152 000 to Pakistan, \$50 000 to Syrian Arab Republic and \$300 000 to mothers and children related to African liberation movements (included in Africa Regional).

## STATEMENT VI

Statement of commitments, expenditures and unspent balances of commitments to be financed from funds-in-trust  
for the year ended 31 December 1974

Area and country assistance	Commitments					Expenditures			Unspent balances of commitments 31 December
	Unspent balances of commitments 1 January	Approved at Executive Board session	Made between Board sessions	Adjustments	Total	Supplies and equipment	Non-supply assistance	Total	
	\$	\$	\$	\$	\$	\$	\$	\$	
<b>Africa</b>									
Algeria			71 100.00		71 100.00				71 100.00
Botswana	55 503.71		61.00		55 564.71	12.12		12.12	55 552.59
Ethiopia			404 858.00		404 858.00	12 143.54		12 143.54	392 714.46
Guinea-Bissau			206 500.00		206 500.00				206 500.00
Kenya			83 800.00		83 800.00		1 039.39	1 039.39	82 760.61
Mali									
Mauritius	300 716.00		470 401.00		771 117.00	77 702.01	11 431.60	89 133.61	681 983.39
Morocco			94 000.00		94 000.00				94 000.00
Niger									
Nigeria	11 524.30	58 400.00			69 924.30		20 030.09	20 030.09	49 894.21
Swaziland	75 443.30		13 945.00		89 388.30	7 020.72	13 757.65	20 778.37	68 609.93
Tunisia	833 603.18		643 900.00		1 477 503.18	654 733.11	17 559.33	672 292.44	805 210.74
United Republic of Tanzania	13 978.56				13 978.56	5 747.71	24 463.50	30 211.21	(16 232.65)
Upper Volta	70 610.13				70 610.13	48 790.39	21 383.51	70 174.10	436.03
Sudano-Sahelian Relief Programme	65 166.50		1 771 600.00		1 836 766.50	507 114.87	403 079.07	910 193.94	926 572.56
Area total	1 426 545.68	58 400.00	3 760 165.00		5 245 110.68	1 313 264.67	512 744.14	1 826 008.81	3 419 101.87
<b>East Asia and Pakistan</b>									
Bangladesh	2 736 505.22		4 801 145.00		7 537 650.22	1 045 494.43	196 377.34	1 241 871.77	6 295 778.45
Burma		103 200.00			103 200.00	43 955.86		43 955.86	59 244.14
Indo-China Peninsula			5 022 000.00		5 022 000.00	213 588.08	150 494.31	364 082.39	4 657 917.61
Indonesia	113 979.60				113 979.60	190 974.78	9 425.40	200 400.18	(86 420.58)
Malaysia	2 025 927.21		66 008.00		2 091 935.21	602 834.20		602 834.20	1 489 101.01
Pakistan	2 880 330.09		980 000.00		3 860 330.09	517 238.28	(1 119.72)	516 118.56	3 344 211.53
Philippines	585 901.85		38 783.00		624 684.85	76 485.57	91 134.27	167 669.84	457 015.01
Republic of Viet-Nam	427 265.45				427 265.45	(8 519.74)	242 369.19	233 849.45	193 415.98
Thailand	(13 255.91)		441 359.00		428 103.09	381 957.97	12 581.76	394 539.73	33 563.36
Pacific Island Territories	41 897.94		59 700.00		101 597.94	910.90	70 210.21	71 121.11	30 476.83
Area total	8 798 551.43	103 200.00	11 408 995.00		20 310 746.43	3 064 920.33	771 552.76	3 836 443.09	16 474 303.34
<b>South Central Asia</b>									
India	2 427 128.25				2 427 128.25	1 424 253.41	4 506.35	1 428 759.76	998 368.49
Nepal	268 800.00		240 700.00		509 500.00	415 395.23		415 395.23	94 104.77
Sri Lanka			2 674 887.00		2 674 887.00	288 413.01	38 186.97	326 599.98	2 348 287.02
Area total	2 695 928.25		2 915 587.00		5 611 515.25	2 128 061.65	42 693.32	2 170 754.97	3 440 760.28
<b>Eastern Mediterranean</b>									
Egypt	404 390.25	777 000.00	559 573.00		1 740 963.25	1 553 801.17		1 553 801.17	187 162.08
Iran	(74 489.04)		135 660.00		61 170.96	25 596.76		25 596.76	35 574.20
Sudan	896 100.00		436 400.00		1 332 500.00	49 123.01		49 123.01	1 283 376.99
Turkey			407 875.00		407 875.00				407 875.00
Yemen	211 100.00		598 900.00		810 000.00				810 000.00
Area total	1 437 101.21	777 000.00	2 138 408.00		4 352 509.21	1 628 520.94		1 628 520.94	2 723 988.27
<b>The Americas</b>									
Brazil	75 983.66				75 983.66	76 698.19	3 423.41	80 121.60	(137.94)
Chile	1 958 380.13				1 958 380.13	534 027.32		534 027.32	1 424 352.81
Cuba	455 725.59		345 800.00		801 525.59	248 674.52	34 242.09	282 916.61	518 608.98
Honduras			192 000.00		192 000.00				192 000.00
Area total	2 494 089.38		537 800.00		3 031 889.38	859 400.03	37 665.50	897 065.53	2 134 823.85
Totals	16 852 215.95	938 600.00	20 760 955.00		38 551 770.95	8 994 167.62	1 364 625.12	10 358 793.34	28 192 977.61

## STATEMENT VII-1

Programme support servicesBudget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974

	Budget estimates					Obligations incurred	
	Original	Supplementary	Revised	Approved transfers	Total	Liquidated and unliquidated	Unencumbered balances
	\$	\$	\$	\$	\$	\$	\$
<u>Section 1 - Salaries, wages and common staff costs</u>							
Established posts	7 625 500	819 000	8 444 500	103 100-	8 341 400	8 144 900.71	196 499.29
Consultants	127 300		127 300	17 100-	110 200	102 794.27	7 405.73
Temporary assistance	166 000	88 000	254 000		254 000	245 370.54	8 629.46
Overtime	36 800		36 800	15 000	51 800	46 857.99	4 942.01
Field observers	48 100		48 100	44 800-	3 300	2 036.91	1 263.09
Travel, removal and installation	275 100	70 000	345 100	56 000	401 100	397 336.25	3 763.75
Separation and repatriation payments	110 800	150 000	260 800	3 000	263 800	258 355.23	5 444.77
Rental subsidies and related payments	71 000		71 000	22 000	93 000	92 297.26	702.74
Assignment allowances	164 000		164 000	16 000-	148 000	146 194.00	1 806.00
Contributions, pension fund	1 039 600	129 000	1 168 600	52 000-	1 116 600	1 065 653.96	50 946.04
Dependency allowances and education grants	460 800	9 500	470 300	42 000-	428 300	419 017.92	9 282.08
Compensatory payments	21 100		21 100	4 000	25 100	24 453.60	646.40
Travel on home leave	144 900	16 000	160 900	12 000-	148 900	143 496.53	5 403.47
Cost of international volunteers	100 000		100 000	16 000-	84 000	83 060.81	939.19
Staff training	66 000		66 000	21 000	87 000	86 898.32	101.68
Staff welfare	14 300		14 300	1 000	15 300	12 210.71	3 089.29
Medical insurance and related payments	106 900	9 500	116 400	4 000	120 400	114 781.29	5 618.71
Total Section 1	10 578 200	1 291 000	11 869 200	177 000-	11 692 200	11 385 716.30	306 483.70
<u>Section 2 - Other expenses and permanent equipment</u>							
Travel on official business	628 700	48 000	676 700	10 600-	666 100	654 876.26	11 223.74
Communications and freight	321 300	88 000	409 300	51 000	460 300	453 092.63	7 207.37
Public information production costs (audio-visual)	16 900		16 900	8 000	24 900	22 606.50	2 293.50
Public information production costs (publications)	18 800		18 800	4 000	22 800	18 614.64	4 185.36
Rental, operation and maintenance of premises	484 900	72 000	556 900	3 000-	553 900	545 244.51	8 655.49
Office supplies and printed forms	112 200	27 000	139 200	2 000	141 200	136 324.71	4 875.29
Rental, operation and maintenance of office equipment	45 800	14 000	59 800	10 000	69 800	65 879.80	3 920.20
Rental, operation and maintenance of computer equipment	36 400		36 400	11 000-	25 400	24 907.63	492.37
Maintenance and operation of transportation equipment	94 200	50 000	144 200	8 000-	136 200	131 920.41	4 279.59
Insurance	9 200		9 200	1 000-	8 200	5 316.14	2 883.86
External audit costs	24 800		24 800		24 800	24 800.00	
Joint Inspection Unit	12 500		12 500		12 500	12 500.00	
Miscellaneous supplies and services	67 000	19 000	86 000	10 000-	76 000	70 245.58	5 754.42
Hospitality	11 200		11 200	5 000	16 200	12 236.97	3 963.03
Reimbursement to United Nations agencies for office services	122 700	46 000	168 700	18 000-	150 700	145 203.82	5 496.18
Furniture, fixtures and permanent equipment	92 500	22 000	114 500	9 700	124 200	119 828.59	4 371.41
Transportation equipment	38 400	16 000	54 400	12 900	67 300	62 759.45	4 540.55
Total Section 2	2 137 500	402 000	2 539 500	41 000	2 580 500	2 506 357.64	74 142.36
Total Sections 1 and 2	12 715 700	1 693 000	14 408 700	136 000-	14 272 700	13 892 073.94	380 626.06
<u>Less</u>							
Contributions from assisted Governments towards local budget costs	1 156 700	115 000	1 271 700		1 271 700	1 225 604.42	46 095.58
Net total	11 559 000	1 578 000	13 137 000	136 000-	13 001 000	12 666 469.52	334 530.48

## STATEMENT VII-2

Administrative servicesBudget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974

	Budget estimates				Obligations incurred		
	Original	Supplementary	Revised	Approved transfers	Total	Liquidated and unliquidated	Unencumbered balances
	\$	\$	\$	\$	\$	\$	\$
<u>Section 1 - Salaries, wages and common staff costs</u>							
Established posts	3 565 000	705 000	4 268 000	57 200	4 325 200	4 331 366.81	93 833.19
Consultants	294 100	30 000	324 100	51 000	375 100	358 969.96	16 130.04
Temporary assistance	180 100	121 000	301 100	5 000-	296 100	290 812.41	5 287.89
Overtime	29 100	8 000	37 100	11 000	48 100	46 940.24	1 139.76
Travel, removal and installation	68 400	20 000	88 400	38 000	126 400	125 196.84	1 203.16
Separation and repatriation payments	62 100	33 000	95 100	4 000-	91 100	88 853.71	2 246.29
Assignment allowances	12 000		12 000	4 000	16 000	15 636.39	363.61
Contributions, pension fund	474 600	82 000	556 600	20 000	576 600	538 484.93	38 115.07
Dependency allowances and education grants	135 200		135 200	9 000	144 200	142 300.01	1 899.99
Compensatory payments	1 400		1 400		1 400	1 011.46	388.54
Travel on home leave	55 600	6 000	61 600	800	62 400	61 904.78	495.22
Staff training	14 000		14 000	7 000-	7 000	6 793.50	206.50
Staff welfare	6 300		6 300	1 000	7 300	6 136.65	1 163.35
Medical insurance and related payments	64 800	3 000	67 800	1 000	68 800	64 080.16	4 719.84
<b>Total Section 1</b>	<b>4 962 700</b>	<b>1 006 000</b>	<b>5 968 700</b>	<b>177 000</b>	<b>6 145 700</b>	<b>5 978 487.55</b>	<b>167 212.45</b>
<u>Section 2 - Other expenses and permanent equipment</u>							
Travel on official business	132 300	80 000	212 300	30 000	242 300	241 854.55	445.45
Communications and freight	207 700	37 500	245 200	3 000-	242 200	240 914.65	1 285.35
Public information production costs (audio-visual)	203 900		203 900	2 000-	201 900	200 801.34	1 098.66
Public information production costs (publications)	192 300		192 300	18 000	210 300	209 014.91	1 285.09
Overhead and administrative costs of television campaigns and special events	155 900		155 900	64 000-	91 900	76 048.78	15 851.22
Grants to national committees for public information activities	10 000		10 000		10 000	9 973.96	26.04
Rental, operation and maintenance of premises	422 600	9 500	432 100	4 000-	428 100	426 457.14	1 642.86
Office supplies and printed forms	42 600	6 000	48 600	1 000-	47 600	46 179.13	1 420.87
Rental, operation and maintenance of office equipment	27 600		27 600	3 000	30 600	29 225.23	1 374.77
Rental, operation and maintenance of computer equipment	68 000		68 000	21 000-	47 000	46 395.09	604.91
Maintenance and operation of transportation equipment	1 400		1 400	600-	800	599.89	200.11
Insurance	4 700		4 700	400-	4 300	3 551.42	748.58
External audit costs	50 200		50 200		50 200	50 200.00	
Joint Inspection Unit	25 500		25 500		25 500	25 500.00	
Miscellaneous supplies and services	15 400	6 000	21 400		21 400	20 452.86	947.14
Hospitality	4 400		4 400	1 000	5 400	4 122.82	1 277.18
Furniture, fixtures and permanent equipment	33 800		33 800	3 000	36 800	34 131.38	2 668.62
<b>Total Section 2</b>	<b>1 598 300</b>	<b>139 000</b>	<b>1 737 300</b>	<b>41 000-</b>	<b>1 696 300</b>	<b>1 665 423.15</b>	<b>30 876.85</b>
<b>Total Sections 1 and 2</b>	<b>6 561 000</b>	<b>1 145 000</b>	<b>7 706 000</b>	<b>136 000</b>	<b>7 842 000</b>	<b>7 643 910.70</b>	<b>198 089.30</b>
<b>Net total</b>	<b>6 561 000</b>	<b>1 145 000</b>	<b>7 706 000</b>	<b>136 000</b>	<b>7 842 000</b>	<b>7 643 910.70</b>	<b>198 089.30</b>

## STATEMENT VII-3

Consolidated statement of programme support and administrative servicesBudget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974

	<u>Budget estimate</u>					<u>Obligations incurred</u>	
	<u>Original</u>	<u>Supplementary</u>	<u>Revised</u>	<u>Approved transfers</u>	<u>Total</u>	<u>Liquidated and unliquidated</u>	<u>Unencumbered balances</u>
	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>	<u>\$</u>
<u>Section 1 - Salaries, wages and common staff costs</u>							
Established posts	11 190 500	1 522 000	12 712 500	45 900-	12 666 600	12 376 267.52	290 332.48
Consultants	421 400	30 000	451 400	33 900	485 300	461 764.23	23 535.77
Temporary assistance	346 100	209 000	555 100	5 000-	550 100	536 182.65	13 917.35
Overtime	65 900	8 000	73 900	26 000	99 900	93 798.23	6 101.77
Field observers	48 100		48 100	44 800-	3 300	2 036.91	1 263.09
Travel, removal and installation	343 500	90 000	433 500	94 000	527 500	522 533.09	4 966.91
Separation and repatriation payments	172 900	183 000	355 900	1 000-	354 900	347 208.94	7 691.06
Rental subsidies and related payments	71 000		71 000	22 000	93 000	92 297.26	702.74
Assignment allowances	176 000		176 000	12 000-	164 000	161 830.39	2 169.61
Contributions, pension fund	1 514 200	211 000	1 725 200	32 000-	1 693 200	1 604 138.89	89 061.11
Dependency allowances and education grants	596 000	9 500	605 500	33 000-	572 500	561 317.93	11 182.07
Compensatory payments	22 500		22 500	4 000	26 500	25 465.06	1 034.94
Travel on home leave	200 500	22 000	222 500	11 200-	211 300	205 401.31	5 898.69
Cost of international volunteers	100 000		100 000	16 000-	84 000	83 060.81	939.19
Staff training	80 000		80 000	14 000	94 000	93 691.82	308.18
Staff welfare	20 600		20 600	2 000	22 600	18 347.36	4 252.64
Medical insurance and related payments	171 700	12 500	184 200	5 000	189 200	178 861.45	10 338.55
Total Section 1	15 540 900	2 297 000	17 837 900		17 837 900	17 364 203.85	473 696.15
<u>Section 2 - Other expenses and permanent equipment</u>							
Travel on official business	761 000	128 000	889 000	19 400	908 400	896 730.81	11 669.19
Communications and freight	529 000	125 500	654 500	48 000	702 500	694 007.28	8 492.72
Public information production costs (audio-visual)	220 800		220 800	6 000	226 800	223 407.84	3 392.16
Public information production costs (publications)	211 100		211 100	22 000	233 100	227 629.55	5 470.45
Overhead and administrative costs of television campaigns and special events	155 900		155 900	64 000-	91 900	76 048.78	15 851.22
Grants to national committees	10 000		10 000		10 000	9 973.96	26.04
Rental, operation and maintenance of premises	907 500	81 500	989 000	7 000-	982 000	971 701.65	10 298.35
Office supplies and printed forms	154 800	33 000	187 800	1 000	188 800	182 503.84	6 296.16
Rental, operation and maintenance of office equipment	73 400	14 000	87 400	13 000	100 400	95 105.03	5 294.97
Rental, operation and maintenance of computer equipment	104 400		104 400	32 000-	72 400	71 302.72	1 097.28
Maintenance and operation of transportation equipment	95 600	50 000	145 600	8 600-	137 000	132 520.30	4 479.70
Insurance	13 900		13 900	1 400-	12 500	8 867.56	3 632.44
External audit costs	75 000		75 000		75 000	75 000.00	
Joint Inspection Unit	38 000		38 000		38 000	38 000.00	
Miscellaneous supplies and services	82 400	25 000	107 400	10 000-	97 400	90 698.44	6 701.56
Hospitality	15 600		15 600	6 000	21 600	16 359.79	5 240.21
Reimbursement to United Nations agencies for office services	122 700	46 000	168 700	18 000-	150 700	145 203.82	5 496.18
Furniture, fixtures and permanent equipment	126 300	22 000	148 300	12 700	161 000	153 959.97	7 040.03
Transportation equipment	38 400	16 000	54 400	12 900	67 300	62 759.45	4 540.55
Total Section 2	3 735 800	541 000	4 276 800		4 276 800	4 171 780.79	105 019.21
Total Sections 1 and 2	19 276 700	2 838 000	22 114 700		22 114 700	21 535 984.64	578 715.36
<u>Less</u>							
Contributions from assisted Governments towards local budget costs	1 156 700	115 000	1 271 700		1 271 700	1 225 604.42	46 095.58
Net total	18 120 000	2 723 000	20 843 000		20 843 000	20 310 380.22	532 619.78

## NOTES TO FINANCIAL STATEMENTS

1. Contributions were received from 122 Governments to a total of \$73,026,607 for general and specific purposes, paid or pledged to UNICEF as follows:

\$23,853,838 in United States dollars  
\$42,745,693 in other currencies of unrestricted use  
\$ 6,027,076 in currencies of restricted use  
\$ 400,000 in kind

2. Outstanding Government contributions have been written off for an amount of \$31,099.

3. The net income from greeting card and related operations totalling \$7,040,854 was in respect of the 1973/74 sales campaign, the accounts for which were closed at 30 April 1974. Details of income and expenditure were published separately (E/ICEF/AB/L.146). Net income for the 1974/75 sales campaign will be included in UNICEF's income for 1975, after closure of the accounts at 30 April 1975.

4. Supplies shipped from the UNICEF Packing and Assembly Centre in Copenhagen (UNIPAC) for a total value of \$12,947,153 were charged to assistance programmes at standard issue prices plus 22 per cent to cover operating expenses and inward freight from the manufacturers to Copenhagen (E/ICEF/AB/L.128, para. 4). These charges totalled \$1,729,552 while the expenses amounted to \$1,678,618 thus leaving a balance of \$50,934 carried forward for future adjustments.

5. Budgetary estimates were approved by the Executive Board at its session of April-May 1973 (E/ICEF/629, para. 140) and supplementary estimates at its session of May 1974 (E/ICEF/633, para. 195) and by mail poll in December 1974. The revised estimates amounted to \$7,706,000 for administrative services and \$13,137,000 for programme support. Subsequently the Executive Director transferred \$136,000 from the programme support budget to administrative services. Expenditures were respectively \$12,666,470 and \$7,643,911. The unencumbered balances of commitments amounting to \$532,620 were cancelled (statement VII). Revenue relating to these budgets was included in "other income" in the amount of \$2,824,013.

The value at cost at time of acquisition of non-expendable equipment still in use at Headquarters, but not reported in the accounts as an asset, amounted to \$317,625 as at 31 December 1974.

6. At 31 December 1974 cash on hand, in transit and at banks (current accounts and short-term investments) totalled \$77,945,833 as follows:

\$25,584,178 in United States dollars  
\$43,150,006 in other currencies of unrestricted use  
\$ 9,211,649 in currencies of restricted use

7. During 1972 UNICEF acquired real estate property in Santiago, Chile to provide permanent office location to the Regional Office for the Americas. The price paid has been in the best interest of UNICEF since the cost of the acquisition corresponded to about five years' annual rent paid earlier. The amount shown as an asset corresponds to the total price paid less annual depreciation equivalent to the relevant amount for renting provided in the UNICEF budget for 1974.

8. Accounts payable and other unliquidated obligations amounted to \$10,580,411. At 31 December 1974 there were, in addition, outstanding contractual obligations totalling \$32,055,817 for supplies and equipment ordered against unfulfilled commitments of which the deliveries and payment had not been effected at that date.

9. A reserve for insurance of \$200,000 was established in November 1950, when UNICEF adopted a policy of self-insurance. The reserve was to be restored annually to the level of \$200,000 but no transfer of funds was required for this purpose in 1974.

10. Further to the reduction of outstanding commitments reported to the Board on 8 May 1974 (E/ICEF/P/L.1608) additional steps have been taken to cancel balances from a group of allocations approved prior to 1971, which were no longer required for commitments. It was also necessary for the Board to make certain formal commitments to cover costs in excess of estimates and to make necessary corrections (E/ICEF/P/L.1623). This has resulted in a net reduction of \$11.9 million in the unspent balance of commitments for assistance. This adjustment is reflected in detail in statements IV-V, together with the usual yearly cancellation of unencumbered balance of commitments for programme support and administrative services, for 1974 amounting to \$0.5 million.

11. At the year end the unspent balance of commitments totalled \$236 million. This sum includes \$23 million approved in the 1974 Board Session for the 1975 programme support (\$15 million) and administrative service costs (\$8 million). The balance, \$213 million represents approved programme commitments, of which \$63 million had already been called forward as at 31 December 1974. The phasing of the remaining commitments as foreseen in the 1975 Financial Plan is \$80 million for 1975, \$35 million for 1976, \$22 million for 1977 and \$13 million for 1978.



SCHEDULES SUPPORTING THE FINANCIAL STATEMENTS

SCHEDULE 1

Contributions from Governments for the  
year ended 31 December 1974

<u>Governments</u>	<u>For general</u> <u>resources</u>	<u>For specific</u> <u>purposes</u>	<u>Total</u>
	\$	\$	\$
Afghanistan	25 000.00		25 000.00
Algeria	57 740.26		57 740.26
Antigua	300.00		300.00
Argentina	100 000.00		100 000.00
Australia	1 039 552.80	714 311.10	1 753 863.90
Austria	214 085.39	100 000.00	314 085.39
Bahamas	2 962.46		2 962.46
Barbados	4 500.00		4 500.00
Belgium	512 820.52	103 238.87	616 059.39
Belize	595.24		595.24
Bhutan	987.22		987.22
Bolivia	8 100.00		8 100.00
Botswana	1 080.52		1 080.52
Brazil	100 000.00		100 000.00
British Virgin Islands	100.00		100.00
Brunei	7 761.90		7 761.90
Bulgaria	25 641.03		25 641.03
Burma	60 877.64		60 877.64
Byelorussian Soviet Socialist Republic	72 300.77		72 300.77
Canada	2 577 319.59	478 697.66	3 056 017.25
Chile	120 000.00		120 000.00
Colombia	371 259.06		371 259.06
Congo	17 883.98		17 883.98
Costa Rica	30 000.00		30 000.00
Cuba	92 783.06		92 783.06
Czechoslovakia	63 884.16		63 884.16
Democratic Yemen	1 000.00		1 000.00
Denmark	1 509 749.94	604 052.88	2 113 802.82
Dominica	1 931.21		1 931.21
Egypt	140 557.12	38 333.76	178 890.88
Ethiopia	21 903.14		21 903.14
Fiji	2 000.00		2 000.00
Finland	625 122.73	265 251.99	890 374.72
France	1 743 611.11		1 743 611.11
Gabon	32 911.39		32 911.39
Gambia	4 569.87		4 569.87
Germany, Federal Republic of	3 179 842.52	3 928 442.10	7 108 284.62

SCHEDULE 1 (continued)

Contributions from Governments for the  
year ended 31 December 1974

<u>Governments</u>	<u>For general</u> <u>resources</u>	<u>For specific</u> <u>purposes</u>	<u>Total</u>
	\$	\$	\$
Ghana	20 869.57		20 869.57
Greece	90 000.00		90 000.00
Grenada	750.00		750.00
Guatemala	15 000.00		15 000.00
Guyana	5 357.14		5 357.14
Holy See	1 000.00		1 000.00
Honduras	20 000.00		20 000.00
Hong Kong	12 571.57		12 571.57
Hungary	8 032.13		8 032.13
Iceland	19 396.55	7 159.90	26 556.45
India	1 096 774.19		1 096 774.19
Indonesia	149 995.00		149 995.00
Iran	350 000.00		350 000.00
Iraq	101 333.40		101 333.40
Ireland	178 571.43	374 590.98	553 162.41
Israel	45 000.00		45 000.00
Italy	458 015.27		458 015.27
Ivory Coast	10 416.67		10 416.67
Jamaica	13 150.00		13 150.00
Japan	1 771 000.00		1 771 000.00
Jordan	12 923.27		12 923.27
Kenya	19 690.58		19 690.58
Kuwait	33 000.00		33 000.00
Laos	4 000.00		4 000.00
Lebanon	30 042.92		30 042.92
Lesotho	3 620.17		3 620.17
Liberia	20 000.00		20 000.00
Libyan Arab Republic	35 200.00		35 200.00
Liechtenstein	2 000.00		2 000.00
Luxembourg	13 157.89		13 157.89
Malawi	1 166.77		1 166.77
Malaysia	82 327.03		82 327.03
Maldives	927.19		927.19
Mauritania	7 908.96		7 908.96
Mauritius	3 964.60		3 964.60
Mexico	120 000.000		120 000.00
Monaco	3 260.87		3 260.87
Morocco	51 796.37		51 796.37
Nepal	2 367.42		2 367.42
Netherlands	1 509 433.96	2 038 563.12	3 547 997.08
New Zealand	589 777.20	327 654.00	917 431.20

SCHEDULE 1 (continued)

Contributions from Governments for the  
year ended 31 December 1974

<u>Governments</u>	<u>For general</u> <u>resources</u>	<u>For specific</u> <u>purposes</u>	<u>Total</u>
	\$	\$	\$
Nigeria	97 560.98		97 560.98
Norway	3 215 847.70	4 058 496.12	7 274 343.82
Oman	20 000.00		20 000.00
Pakistan	75 100.11		75 100.11
Panama	20 000.00		20 000.00
Peru	100 000.00		100 000.00
Philippines	201 981.88		201 981.88
Poland	301 204.82		301 204.82
Republic of Korea	28 000.00		28 000.00
Republic of Viet-Nam	26 000.00		26 000.00
Romania	11 126.56		11 126.56
Rwanda	2 009.25		2 009.25
St. Kitts-Nevis- Anguilla	750.00		750.00
St. Lucia	2 950.00		2 950.00
St. Vincent	748.74		748.74
Saudi Arabia	487 000.00		487 000.00
Senegal	10 729.61		10 729.61
Sierra Leone	23 201.86		23 201.86
Singapore	13 012.70		13 012.70
Somalia	10 204.34		10 204.34
South Africa	49 963.60	200 000.00	249 963.60
Spain	168 901.46		168 901.46
Sri Lanka	18 149.37		18 149.37
Sudan	30 000.00		30 000.00
Swaziland	2 892.80		2 892.80
Sweden	11 235 955.06		11 235 955.06
Switzerland	1 709 579.01	628 815.32	2 338 394.33
Syrian Arab Republic	13 698.63		13 698.63
Thailand	512 500.00		512 500.00
Trinidad and Tobago	11 440.29		11 440.29
Tunisia	33 750.00		33 750.00
Turkey	240 673.86		240 673.86
Uganda	41 068.92		41 068.92
Ukrainian Soviet Socialist Republic	144 601.54		144 601.54
Union of Soviet Socialist Republics	780 848.33		780 848.33
United Kingdom of Great Britain and Northern Ireland	3 081 676.22	1 190 476.19	4 272 152.41
United Republic of Tanzania	14 275.67		14 275.67

SCHEDULE 1 (continued)

Contributions from Governments for the  
year ended 31 December 1974

<u>Governments</u>	<u>For general</u> <u>resources</u>	<u>For specific</u> <u>purposes</u>	<u>Total</u>
	\$	\$	\$
United States of America	15 000 000.00		15 000 000.00
Upper Volta	11 931.33		11 931.33
Venezuela	250 000.00		250 000.00
Yemen	5 274.72		5 274.72
Yugoslavia	228 048.78		228 048.78
Zaire	23 640.00		23 640.00
Zambia	27 692.30		27 692.30
	<hr/>	<hr/>	<hr/>
	57 968 523.19	15 058 083.99	73 026 607.18
<u>Less:</u>			
Adjustment to prior year's income	31 099.44		31 099.44
	<hr/>	<hr/>	<hr/>
	57 937 423.75	15 058 083.99	72 995 507.74

SCHEDULE 2

Contributions from non-governmental sources  
for the year ended 31 December 1974

<u>Country</u>	<u>For general</u> <u>resources</u> \$	<u>For specific</u> <u>purposes</u> \$	<u>Total</u> \$
Australia	81 976.15	553 790.71	635 766.86
Austria	20 122.42		20 122.42
Belgium	27 868.90	396 574.26	424 443.16
Canada		1 055 188.95	1 055 188.95
Cayman Islands	209 495.09		209 495.09
Denmark	14 866.59	9.59	14 876.18
Finland	13 081.45	84 741.59	97 823.04
France	564 335.97	83 637.87	647 973.84
Germany, Federal Republic of	1 246 584.92		1 246 584.92
India	2 392.73	566.03	2 958.81
Ireland	81 825.98		81 825.98
Italy	15 439.88	54 681.34	70 121.22
Japan	193 925.45	137 225.49	331 150.94
Lebanon	1 473.61	110.53	1 584.14
Netherlands	59 884.01	336 620.48	396 504.49
New Zealand	18 453.48	60 288.34	78 741.82
Norway	46 725.41	108 695.65	155 421.06
Romania	3 296.93	94.06	3 390.99
Sweden	12 541.56	161 323.86	173 865.42
Switzerland	115 440.05	9 106.35	124 546.40
Turkey		50 108.93	50 108.93
United Kingdom of Great Britain and Northern Ireland	13 064.24	145 045.13	158 109.37
United States of America	4 068 308.56	730 120.47	4 798 429.03
Others	1 641.65	915.49	2 557.14
	<hr/>	<hr/>	<hr/>
	6 812 745.08	3 968 845.12	10 781 590.20
United Nations Secretariat	4 779.54	27 408.91	32 188.45
	<hr/>	<hr/>	<hr/>
	6 817 524.62	3 996 254.03	10 813 778.65
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>
The above contributions were collected under the auspices of:			
a) <u>National Committees</u>			
Hallowe'en collections	2 708 755.04		2 708 755.04
Donations and specific purposes	3 307 977.00	3 432 978.16	6 740 955.16
Television and fund-raising campaigns	495 221.72		495 221.72
b) <u>Other organizations</u>			
Donations and specific purposes	305 570.86	563 275.87	868 846.73
	<hr/>	<hr/>	<hr/>
	6 817 524.62	3 996 254.03	10 813 778.65
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

SCHEDULE 3

Other income in 1974 with comparative figures for 1973

	<u>1974</u> \$	<u>1973</u> \$	<u>Increase</u> <u>(Decrease)</u> \$
Staff assessment plan	2 351 685.71	1 595 825.45	755 860.26
Procurement commissions	186 946.95	53 945.80	133 001.15
Income covering overhead for television campaign and special events	68 669.90	70 609.00	(1 939.10)
Services to Greeting Card Operation	175 000.00	175 000.00	-
Income from sale of films, books and other public information material	41 710.75	36 836.87	4 873.88
Interest on short-term investments	5 685 589.98	3 099 603.09	2 585 986.89
Cash discounts	180 805.42	131 413.81	49 391.61
Exchange adjustments (net): Foreign exchange dealings (179 204.77) Revaluation of assets and liabilities	956 197.34  <u>1 135 402.11</u>	2 055 522.67	(1 099 325.33)
Sales of surplus and obsolete property	64 354.86	158 968.09	(94 613.20)
Shipping and insurance claims received	76 769.49	35 977.22	40 792.27
Adjustments of accounts payable related to prior year budget	256 593.07	232 043.78	24 549.29
Public Information Revolving Fund	-	28 442.85	(28 442.85)
Other miscellaneous	120 925.89	70 013.74	50 912.15
	<u>10 165 249.36</u>	<u>7 744 202.34</u>	<u>2 421 047.02</u>

SCHEDULE 4

Short-term investments at 31 December 1974

	\$	\$
<u>Deposits with banks</u>		
<u>Deposits at call and seven days' notice</u>		
<u>in United States dollars</u>		
Chase Manhattan Bank, New York	199 603.84	
First National City Bank, New York	449.00	200 052.84
<u>Maurice Pate Memorial Fund, in</u>		
<u>United States dollars</u>		
European-American Bank and Trust Company, New York - at call	4 699.20	
European-American Bank and Trust Company, New York - savings certificate	65 000.00	69 699.20
<u>Time deposits in United States dollars</u>		
<u>(due from January to March 1975)</u>		
Bankers Trust Company, New York	10 800 000.00	
Chemical Bank, New York	6 400 000.00	
Chase Manhattan Bank, New York	5 600 000.00	
Dresdner Bank, New York	600 000.00	23 400 000.00
TOTAL BANK DEPOSITS IN UNITED STATES DOLLARS	<u>23 669 752.04</u>	

SCHEDULE 4 (continued)

	\$	\$
<u>Brought forward</u>		23 669 752.04
<u>Deposits at call and seven days' notice</u>		
<u>in other currencies</u>		
Banque Worms S.A., Paris	1 881 298.84	
Bank of England, London	670 175.36	
Société Générale de Banque, S.A., Bruxelles	563 427.80	
The Royal Bank of Canada, Ottawa	405 637.14	
Chase and Bank of Ireland (Int.) Ltd., Dublin	150 812.06	
Morgan Grenfell Company, Ltd., London	139 211.14	
Nordiska Föreningsbanken, Helsinki	99 707.03	
National Provident Fund, Wellington	53 333.67	
Bank of Ceylon, Colombo	30 581.04	3 994 184.08
 <u>Time deposits in other currencies due</u>		
<u>from January to March 1975</u>		
Bank of America, Frankfurt	9 396 106.18	
Dresdner Bank, Frankfurt	6 287 758.54	
Société Générale de Banque, S.A., Bruxelles	4 740 681.14	
Amsterdam-Rotterdam Bank, Amsterdam	3 443 613.75	
Banque Worms S.A., Paris	2 947 568.10	
Christiania Bank og Kreditkasse, Oslo	2 788 104.09	
Post-och Kreditbanken, Stockholm	2 341 920.37	
Nordiska Föreningsbanken, Helsinki	946 756.76	
Bank of New Zealand, Wellington	688 073.40	
Creditanstalt-Bankverein, Vienna	592 178.77	
The Royal Bank of Canada, Ottawa	510 204.08	
Chase and Bank of Ireland (Int.) Ltd., Dublin	452 436.19	
Commonwealth Trading Bank of Australia, Sydney	393 184.80	
Banco do Brasil S.A., Brasilia	288 065.84	35 816 652.01
 TOTAL BANK DEPOSITS IN OTHER CURRENCIES	 39 810 836.09	
 TOTAL INVESTMENTS		 63 480 588.13



SCHEDULE 5

Contributions receivable from Governments as at 31 December 1974

<u>Governments</u>	<u>General resources and specific purposes</u>		<u>Local cost of field offices</u>		<u>Total contributions receivable</u>
	<u>For years prior to 1974</u>	<u>For 1974</u>	<u>For years prior to 1974</u>	<u>For 1974</u>	
	\$	\$	\$	\$	\$
Afghanistan	2 000.00	19 000.00			21 000.00
Australia		528 440.00			528 440.00
Austria		50 000.00			50 000.00
Bolivia	6 140.00	8 100.00			14 240.00
Brazil			78 322.09		78 322.09
Burma		60 877.64			60 877.64
Central African Republic	13 082.35				13 082.35
Chile	86 758.00	120 000.00			206 758.00
Colombia				2 099.64	2 099.64
Congo		9 120.17			9 120.17
Costa Rica		7 500.00			7 500.00
Denmark		344 827.59			344 827.59
Dubai	25 000.00				25 000.00
Egypt		140 557.12		10 861.23	151 418.35
Ethiopia				6 692.63	6 692.63
Ghana		20 869.57			20 869.57
Grenada		750.00			750.00
Guatemala				225.00	225.00
Israel		45 000.00			45 000.00
Laos		4 000.00			4 000.00
Lebanon		30 042.92		6 437.77	36 480.69
New Zealand		589 777.20			589 777.20
Pakistan		75 100.11			75 100.11
Paraguay	10 000.00				10 000.00
Peru	50 927.28				50 927.28
Philippines		109 071.43			109 071.43
Rwanda		2 009.25			2 009.25
Senegal		10 729.61		5 364.81	16 094.42
Sierra Leone		23 201.86			23 201.86
Singapore				245.00	245.00
Sudan		30 000.00			30 000.00
Swaziland		2 892.80			2 892.80
Switzerland		226 277.37			226 277.37
Thailand	112 500.00	512 500.00			625 000.00
Tunisia		6 750.00			6 750.00
Uganda		41 068.92			41 068.92
Upper Volta		11 931.33			11 931.33
	<u>306 407.63</u>	<u>3 030 394.89</u>	<u>78 322.09</u>	<u>31 926.08</u>	<u>3 447 050.69</u>

SCHEDULE 6

Accounts receivable, advances and deposits

1974 compared with 1973

	<u>1974</u>	<u>1973</u>	<u>Increase (decrease)</u>
<u>Receivables:</u>			
From the United Nations and specialized agencies for supplies and advances for fellowships and other joint projects	725 203.91	962 486.03	(237 282.12)
From UNICEF National Committees - fund raising campaigns	7 700 046.52	6 925 378.04	774 668.48
From Governments	229 562.58	134 393.65	95 168.93
For shipping and insurance claims	123 194.48	11 048.51	112 145.97
Other miscellaneous	311 484.18	1 096 218.56	(784 734.38)
<u>Advances :</u>			
To suppliers for goods purchased and freight	907 841.47	319 006.07	588 835.40
To projects, to be met by trust fund payments	279 583.17	393 461.99	(113 878.82)
<u>Deposits and prepayments for office services</u>	201 683.10	391 887.28	(190 204.18)
<u>Accrued interest</u>	656 269.11	550 759.38	105 509.73
	<u>11 134 868.52</u>	<u>10 784 639.51</u>	<u>350 229.01</u>

SCHEDULE 7

Supplies in warehouse and in transit

1974 compared with 1973

	<u>1974</u>	<u>1973</u>	<u>Increase (decrease)</u>
	\$	\$	\$
Stocks in the UNICEF Packing and Assembly Centre, Copenhagen			
At standard inventory prices	14 048 452.22	7 983 340.49	6 065 111.73
<u>Less:</u> difference between standard inventory prices and actual costs, inventory adjustments and annual surplus of operational charges	1 138 303.35	612 321.80	525 981.55
	<u>12 910 148.87</u>	<u>7 371 018.69</u>	<u>5 539 130.18</u>
Goods in transit to the UNICEF Packing and Assembly Centre, Copenhagen (at cost)	844 300.08	291 903.89	552 396.19
	<u>13 754 448.95</u>	<u>7 662 922.58</u>	<u>6 091 526.37</u>
Emergency stocks held in Singapore (at cost)	37 401.92	779 429.40	(742 027.48)
Stocks of technical-grade DDT, held with formulators (at cost)		40 985.16	(40 985.16)
Miscellaneous stocks held mainly with suppliers (at cost)	105 081.57	304 394.63	(199 313.06)
Supplies paid and awaiting shipment	255 288.86	544 370.30	(289 081.44)
	<u><u>14 152 221.30</u></u>	<u><u>9 332 102.07</u></u>	<u><u>4 820 119.23</u></u>

SCHEDULE 8

Accounts payable and other unliquidated obligations

1974 compared with 1973

	<u>1974</u>	<u>1973</u>	<u>Increase (decrease)</u>
	\$	\$	\$
<u>Payables</u>			
To the United Nations and specialized agencies mainly for staff salaries and related allowances	1 154 464.26	598 065.72	556 398.54
To Governments and other organizations	71 534.95	12 596.11	58 938.84
For supplies, equipment and freight	6 385 901.47	3 372 346.76	3 013 554.71
Other miscellaneous	234 486.52	295 305.00	(60 818.48)
<u>Unliquidated obligations</u>			
Budgetary obligation outstanding	930 611.12	886 107.14	44 503.98
Greeting Card obligation outstanding	1 588 412.34	1 698 940.89	(110 528.55)
Provision made for amounts payable to staff members under the tax equalization plan	215 000.00	180 000.00	35 000.00
	<u>10 580 410.66</u>	<u>7 043 361.62</u>	<u>3 537 049.04</u>

SCHEDULE 9

Trust funds related to commitments by the Executive Board  
for projects and relief operations

Summary of 1974 transactions

Donors	Country of programme	Balances	Funds		Total available	Expenditure	Funds	Balances
		at 1 January 1974	Received	Advanced			returned	at 31 December 1974
		\$	\$	\$	\$	\$	\$	\$
<b>Governments</b>								
Bangladesh	Bangladesh	863 802.20			863 802.20	573 511.94		290 290.26
Denmark	Bangladesh		830 564.78		830 564.78			830 564.78
	Indo-China Peninsula		3 659 016.39		3 659 016.39	364 079.69		3 294 936.70
Finland	Cuba	455 780.81	345 740.85		801 521.66	282 916.61		518 605.05
	India	237 941.43			237 941.43	34 681.60		203 259.83
	Nigeria	11 566.95	58 432.93		69 999.88	20 030.09		49 969.79
Germany, Federal Republic of	Guinea-Bissau		206 477.73		206 477.73			206 477.73
	India	340 000.00			340 000.00			340 000.00
	Sudano-Sahelian region		222 672.06		222 672.06			222 672.06
	Yemen	211 137.50	197 522.39		408 659.89			408 659.89
Netherlands	Republic of Viet-Nam	50 000.00			50 000.00			50 000.00
Norway	India	1 330 601.27			1 330 601.27	1 330 601.27		94 162.71
	Nepal	268 817.20	240 740.74		509 557.94	415 395.23		1 124 712.12
	Sudan	896 057.35	277 777.78		1 173 835.13	49 123.01		615 723.14
	Sudano-Sahelian region		791 851.85		791 851.85	176 128.71		161 344.37
Sweden	Tunisia	833 636.81			833 636.81	672 292.44		84 381.69
United States of America	Bangladesh	101 379.48			101 379.48	16 997.79		143 415.98
	Republic of Viet-Nam	377 265.43			377 265.43	233 849.45		
<b>United Nations Agencies</b>								
Food and Agriculture Organization of the United Nations	Sudano-Sahelian region		565 166.50		565 166.50	557 512.15		7 654.35
United Nations Development Programme	Pakistan			17 781.52	17 781.52	17 781.52		
	United Republic of Tanzania			17 088.60	17 088.60	17 088.60		
United Nations Fund for Population Activities		452 600.62	4 270 769.96		4 723 370.58	4 549 370.41		174 000.17
United Nations relief operation in Bangladesh	Bangladesh		462 890.34	188 471.70	651 362.04	651 362.04		
United Nations Disaster Relief Office	Honduras	185 000.00		185 000.00				185 000.00
<b>Non-governmental sources</b>								
Germany, Federal Republic of				50 000.00	80 121.60	80 121.60		
Brot für die Welt	Brazil	30 121.60	103 183.67		103 183.67	43 955.86		59 227.81
	Burma		70 000.00		70 174.10	70 174.10		
	Upper Volta	174.10						
Evangelische Zentralstelle für Entwicklungshilfe	Bangladesh		728 744.94		728 744.94			728 744.94
	Ethiopia		404 858.30		404 858.30	12 143.54		392 714.76
	United Republic of Tanzania	14 012.60			14 012.60	13 122.61		889.99
Misereor	Sudano-Sahelian region		191 968.88		191 968.88	176 553.08		15 415.80
		6 474 895.35	13 813 380.09	273 341.82	20 561 617.26	10 358 795.34		10 202 823.92

SCHEDULE 10

Trust funds for the purchase of additional supplies and equipment for UNICEF-aided projects  
(Reimbursable procurement)

Summary of 1974 transactions

Governments	Balances at		Funds		Total funds available	Expenditure	Funds returned	Balances at 31 December 1974
	1 January 1974		Received	Advanced				
	\$	\$	\$	\$	\$	\$	\$	\$
Afghanistan	90 773.50		65 040.00		155 813.50	12 087.80		143 725.70
Bangladesh			126 582.28		126 582.28	91 935.88		34 646.40
Bolivia			57 037.17		57 037.17	39 280.99		17 756.18
Brazil			31 274.16	375.44	31 649.60	31 608.84		40.76
Burundi			2 950.01		2 950.01	2 610.17		339.84
Chile	500.44				500.44	366.45		133.99
Colombia	23 263.68		3 925.14		27 188.82	26 416.20		772.62
Costa Rica	4 787.69		13 665.12		18 452.81	7 998.04	2 181.99	8 272.78
Dominica			950.00		950.00	749.73		200.27
Ecuador	15 836.25				15 836.25	15 836.25		
Egypt			19 997.44		19 997.44			19 997.44
Guatemala	182.41		303 201.00		303 383.41	18 005.34	182.41	285 195.66
Guinea	1 199.50				1 199.50			1 199.50
Haiti	5 681.30		82 920.86		88 602.16	80 071.51		8 530.65
Indonesia	155 514.75		2 505 516.39		2 661 031.14	2 125 195.13		535 836.01
Iran	1 840 992.94		4 197 390.38		6 038 383.32	1 862 127.02	26 152.47	4 150 103.83
Iraq	594 543.51		1 644 394.22		2 238 937.73	707 621.69		1 531 316.04
Khmer Republic			4 730.13		4 730.13	396.63		4 333.50
Liberia	1 084.08				1 084.08	.08	1 084.00	16 555.41
Libyan Arab Republic	3 167.35		32 014.66		35 182.01	15 444.59	3 182.01	37 874.17
Mali	6 764.46		37 751.71		44 516.17	6 470.57	171.43	234 753.17
Mexico	481 672.63		54 500.00		536 172.63	273 732.21	27 687.25	1 410.00
New Hebrides	13 449.21		562.33		14 011.54	12 601.54		
Nicaragua	11 000.00			3 241.84	14 241.84	14 241.84		139 580.08
Pakistan	167 199.49		8 888.89		176 088.38	1 154.76	35 353.54	3 254.84
Papua New Guinea	8 408.16				8 408.16	5 153.32		5 000.00
Paraguay			5 000.00		5 000.00		391.18	309 246.34
Philippines	803.30		105.70		909.00	517.82		58 050.51
Poland	198 062.79		312 500.00		510 562.79	201 316.45		29 586.56
Sabah			48 262.76		48 262.76	45 804.18	2 458.58	1 929.52
Sudan	58 050.51		755 360.43		58 050.51	743 562.46		10 414.05
Thailand	17 788.59				773 149.02	9 355.98		320 152.97
Tunisia	11 285.50				11 285.50	47 556.96		43 117.43
Uganda	57 971.01				57 971.01	236 568.44		8 426.39
United Arab Emirates	554 921.41		1 800.00		556 721.41			5 000.00
United Republic of Tanzania	99 711.20		83 945.00		183 656.20	140 538.77		8 264.96
Venezuela	18 319.78		43 283.58		18 319.78	9 893.39		270.25
Republic of Viet-Nam			5 000.00		5 000.00	43 013.33		
Western Samoa			2 604.55		2 604.55			
Yugoslavia	7 658.44				10 262.99	1 998.03		
	4 450 593.88		10 451 153.91	3 617.28	14 905 365.07	6 831 232.39	98 844.86	7 975 287.82

SCHEDULE 11

Other trust-fund accounts

Summary of 1974 transactions

Donors	Balances at		Funds		Total available	Expenditure	Funds returned transferred	Balances at
	1 January 1974	Received	Advanced	Returned				
	\$	\$	\$	\$	\$	\$	\$	\$
<u>Governments</u>								
Burma	5 613.24	101 934.88			107 548.12	86 187.83		21 360.29
Canada	72 524.73	644 224.70			716 749.43	174 868.77		541 880.66
Denmark	24 479.75		2 378.89		26 858.64	25 981.36	877.28	
Iran	9 606.05				9 606.05			9 606.05
Indonesia		30 000.00			30 000.00	14 286.18		15 713.82
Sweden	45 742.73	139 233.23			184 975.96	73 497.83	1 580.65	109 897.48
Turkey	251 192.64				251 192.64	(2 720.50)		253 913.14
United Arab Emirates	63 291.14				63 291.14	63 291.14		
<u>United Nations agencies</u>								
International Labour Organisation		16 168.62			16 168.62	16 017.58		151.04
United Nations Development Programme		377 300.66			377 300.66	228 334.57		148 966.09
United Nations Disaster Relief Operation	558.13	449 666.35			450 224.48	449 173.97	1 050.51	
United Nations Fund for Population Activities	7 469.01	551 499.05			558 968.06	416 096.69	7 469.01	135 402.36
United Nations High Commissioner for Refugees	13 349.39	2 515 671.55			2 529 020.94	2 318 320.21	12 099.06	198 601.67
United Nations Relief and Works Agency		17 000.00			17 000.00	16 246.04	753.96	
<u>Others</u>	13 571.08	857 181.82	245.18		870 998.08	187 694.79	2 826.57	680 476.72
	<u>507 397.89</u>	<u>5 699 880.86</u>	<u>2 624.07</u>		<u>6 209 902.82</u>	<u>4 067 276.46</u>	<u>26 657.04</u>	<u>2 115 969.32</u>

#### IV. REPORT OF THE BOARD OF AUDITORS

1. The Board of Auditors, established under General Assembly resolution 74 (I), is required, under resolution 57 (I), to audit the accounts of the United Nations Children's Fund in accordance with article XII of the Financial Regulations and Rules of the United Nations and the annex thereto entitled "Additional terms of reference governing the audit of the United Nations".

##### Financial statements submitted for the year ended 31 December 1974

2. The Executive Director submitted for audit the following seven financial statements together with 11 relative schedules and 11 notes which form an integral part of the statements:

- |                 |                                                                                                                                                         |
|-----------------|---------------------------------------------------------------------------------------------------------------------------------------------------------|
| Statement I     | - Comparative statement of income and expenditure for the years ended 31 December 1974 and 1973.                                                        |
| Statement II    | - Comparative statement of assets, liabilities and the financial position at 31 December 1974 and 1973.                                                 |
| Statement III   | - Statement of funds-in-trust at 31 December 1974.                                                                                                      |
| Statement IV    | - Statement of commitments in 1974 with comparative figures for 1973.                                                                                   |
| Statement V     | - Statement of commitments, expenditures and unspent balances of commitments to be financed from income for the year ended 31 December 1974.            |
| Statement VI    | - Statement of commitments, expenditures and unspent balances of commitments to be financed from funds-in-trust for the year ended 31 December 1974.    |
| Statement VII-1 | - Statement of programme support services showing budget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974. |



Statement VII-2

- Statement of administrative services showing budget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974.

Statement VII-3

- Consolidated statement of programme support and administrative services showing budget estimates, obligations incurred and unencumbered balances for the year ended 31 December 1974.

#### Scope of audit

3. The scope of audit of the Board of Auditors is enunciated in the Financial Regulations, which state that:

"The audit shall be conducted in conformity with generally accepted common auditing standards and, subject to any special directions of the General Assembly, in accordance with the additional terms of reference set out in the annex to the Regulations.

"The Board of Auditors may make observations with respect to the efficiency of the financial procedures, the accounting system, the internal financial controls, and, in general, the administration and management of the Organization.

"The Board of Auditors shall be completely independent and solely responsible for the conduct of the audit."

4. Paragraph 1 of the annex to the Financial Regulations referred to above requires that:

"The Board of Auditors shall perform jointly and severally such audit of the accounts of the United Nations, including all trust funds and special accounts, as it deems necessary in order to satisfy itself:

(a) That the financial statements are in accord with the books and records of the Organization;

(b) That the financial transactions reflected in the statements have been in accordance with the rules and regulations, the budgetary provisions and other applicable directives;

(c) That the securities and moneys on deposit and on hand have been verified by certificate received direct from the organization's depositories or by actual count;

(d) That the internal controls, including the internal audit, are adequate in the light of the extent of reliance placed thereupon;

(e) That procedures satisfactory to the Board of Auditors have been applied to the recording of all assets, liabilities, surpluses and deficits."

5. The Board's examination was carried out in accordance with the above provisions and included a general review of the accounting procedures, systems of internal financial controls and such tests of the accounting records and other supporting evidence as it considered necessary in the circumstances.

6. The Board's examination of the accounts and financial statements was carried out in New York, Geneva, Bangkok and Copenhagen.

#### Audit comments and recommendations

##### Programme review - 1974

7. At their May 1974 session, the UNICEF Executive Board approved new long-term assistance or extension of previously approved programmes of \$111.5 million (excluding trust fund projects) and a further amount of \$19.6 million was approved between the Board sessions. This was more than the corresponding approval for the year 1973 by \$55.4 million.

8. The estimate noted by the Board for call forwards in the year 1974 was for \$104.7 million against which the call forwards actually authorized amounted to \$86.2 million, i.e. 82 per cent. In 62 country programmes, the variations between estimates and authorizations for 1974 were more than 20 per cent.

9. As a result of review conducted by Administration of allocations approved through 1970, commitments amounting to \$16.6 million in 83 country programmes were cancelled in 1974 as expenditure relating to these projects was stated to have already been incurred and accounted for. In 54 countries additional commitments amounting to \$4.8 million required approval of the UNICEF Board to cover over-expenditures recorded for programmes initiated through 1970. This resulted in net cancellation of commitments of \$11.8 million in the accounts for 1974.

10. The main reasons given for cancellations were: (a) supplies requested under allocations for the period prior to 1971 were in some cases charged to new commitments for ongoing projects and vice versa, (b) shortfall in special contributions, (c) optimistic programming, and (d) cancellation of large unspent balance of commitments in freight account due to actual payment of freight having been charged to country projects.

11. Over-expenditures were stated to be mainly due to (a) purchase costs frequently exceeding the estimates and (b) expenditures incurred with reference to provision of quantities of physical supplies listed in the recommendation paper, even if they cost more than the financial commitment.

12. The Board suggests that such a review of programme assistance, in close consultation with the field offices, be made an annual feature so that necessary adjustments in the unspent balance of commitments, wherever required, are made every year on a more realistic basis. It is also suggested that a critical review be made of those projects which have not progressed according to the planned schedule to enable better programming and full utilization of available resources by rephasing or release of commitments.

## Appraisal and monitoring of programmes

13. A review of the UNICEF assistance programmes revealed that the system of evaluation of programme implementation needed to be strengthened. The information received from the field offices did not indicate clearly how far the physical targets had been achieved. Since evaluation of programmes is an essential instrument of management control, it was suggested that UNICEF consider devising a system of concurrent monitoring and appraising of their programmes.

14. Administration have intimated that the various aspects of the proposal were being examined in consultation with their field offices.

## Increase in the price of supplies after acceptance of bids and award of contracts

15. Last year two cases were reported in which firms had not honoured their contractual obligations. The Board had suggested that UNICEF should safeguard its interest by providing in all the agreements for:

(a) compensation to UNICEF at specified rates in the event of late delivery; and

(b) a deposit or performance bond to protect UNICEF against default by the contractors.

16. These recommendations were supported by the ACABQ and concurred in by the General Assembly.

17. During 1974, a number of cases came to notice in which, after acceptance of bids and award of contracts, suppliers were paid increases in cost ranging from 10 to 45 per cent mainly due to increase in cost of raw materials and other cost elements. In nine cases reported by way of illustration, UNICEF paid an additional amount of \$55,901 to contractors. Cases of delays in deliveries beyond the stipulated dates were also noticed.

18. Administration stated that in view of the over-all inflationary tendencies, it was not possible to enforce the rates agreed in the contracts and they were obliged to accept the increases asked by the contractors as a matter of expediency.

19. With regard to penalty clauses, it was stated that:

(a) only rarely did UNICEF make the size and type of purchases for which penalty clause of the type suggested would be suitable;

(b) such clauses were not in accord with trade practice for the UNICEF type of procurement nor were supply sections in other United Nations agencies using such clauses;

(c) the Office of Legal Affairs had advised UNICEF that penalty clauses, even if disguised, were not enforceable in one of the large markets in which UNICEF made purchases;

(d) insistence on penalty clauses in contracts would frequently result in increased prices for the delivery of supplies;

(e) the procedure recommended by the Advisory Committee would thus be suitable for UNICEF only occasionally; and

(b) the Executive Director would continue to try to secure good delivery by using reliable suppliers.

20. From the advice of the Legal Division of the United Nations, the Board noted that whereas penalty clauses were not enforceable, clauses for liquidated damages were enforceable to the extent of the actual losses occasioned by failure to perform. It may sometimes be difficult to prove an actual loss in case of late deliveries, but the loss incurred in procurement of supplies at higher rates in case of default of the contractor is definitely provable. Any clauses provided for making good such damages would neither be against business practice nor unenforceable in law. The Board suggests that this aspect be further examined in consultation with the Legal Division, and the feasibility of introducing a performance bond be considered to discourage contractors from defaulting on legal commitments.

21. In the meantime, Administration have agreed to advise the Contract Review Committee to go in greater depth while examining the requests made by contractors for increases to ensure that supplies are procured economically, that the contractors also absorbed a fair portion of the increase and that the committees would record reasons for allowing any increase.

22. Administration will also strengthen their system of expeditors for securing supplies within the specified period.

23. The Board hopes that the steps contemplated by UNICEF would lead to more economical purchases. The position will be reviewed during the next year's audit.

#### Powers of the Contract Review Committees

24. Rule 110.17 (e)(i) of the Financial Regulations and Rules of the United Nations prescribes the powers of the Contract Review Committees in the field offices. According to recent amendment in this rule, the local Contract Review Committees are required to render advice to the heads of offices concerned in respect of all purchases, etc. between \$US 5,000 and \$US 20,000. All contracts above \$US 20,000 are required to be referred to the Committee on Contracts at United Nations Headquarters. It was observed that in the UNICEF Field Manual no upper ceiling had been fixed for the Contract Review Committees in the UNICEF Field Offices. Once the purchase authorization was issued by UNICEF headquarters to any Field Offices, the Contract Review Committees in those offices exercised full powers to advise on such purchases without any other limitation.

25. The Administration were of the view that the Executive Director had delegated authority to modify the United Nations Rules in their application to UNICEF. Since no such clear delegation could be produced to audit, the Board would suggest that the disparity between the United Nations Rules and UNICEF Field Manual be resolved in consultation with the Legal Division.

#### Investment of funds

26. As a result of test check of the investment of funds in various countries, it

was noticed that in some cases funds surplus to current requirements were either not placed in time deposits or there was some delay in doing so. Had the funds in these cases been invested promptly, UNICEF would have earned additional interest.

27. The Board notes that instructions have now been issued to field offices not to make excessive requests for replenishment, and to keep surplus funds in time deposits. Contribution accounts have also been closed in many countries.

28. The Board would recommend that all measures including improvement in the feedback from the field offices would be taken to ensure that funds surplus to current requirements are profitably invested.

#### Loss in running Coffee Service

29. The UNICEF/UNDP Coffee Service in Alcoa Plaza is run by the United Nations Co-operative to cater for UNICEF and UNDP staff in that building. It started functioning in 1967 when UNICEF/UNDP staff shifted to that building.

30. As a matter of policy, the catering prices are kept at the same level as the prices in United Nations cafeteria. The United Nations Co-operative is operating this service and the loss sustained by it in running these shops is reimbursed to it by UNICEF and UNDP in the ratio of 35 and 65 respectively. Out of a total loss of \$107,857 sustained during the eight years of its operation, UNICEF has borne an amount of \$38,895.

31. The total losses for the years ended 31 March 1973, 1974 and 1975 amounted to \$12,645, \$24,372 and \$38,301, respectively. This was despite the increase in sales every year which should have normally helped in reducing the loss instead of increasing it.

32. In view of the increasing magnitude of the operating loss, there is an urgent need to adopt corrective measures to reduce the loss.

#### Verification of bank accounts

33. In one case involving an amount of \$33,166.34, confirmation was not received direct from the bank. The balance was verified from the bank statement received by Administration. In another case, there was a difference of Dinar 850 (\$2,048.19) between the bank and UNICEF figures which could not be reconciled. Administration have taken up the matter with the bank concerned.

#### Revision of standard freight costs and inventory offsetting account

34. While reviewing the accounts of UNIPAC, Copenhagen, it was observed that as of 31 December 1974, the freight variance (over absorption) had accumulated to \$614,334, of which \$236,796 related to the year 1974. The necessity of revision in the standard freight burden which was last fixed in 1969 was pointed out.

35. The balance in the inventory offsetting account, representing the variances between standard and actual costs, at 31 December 1974 stood at \$1,138,303. This

was about 10 per cent of the value of closing inventory. The desirability of a reduction in the inventory offsetting account by transfer to UNICEF general resources or otherwise was suggested.

36. The suggestions of Audit were well received by Administration. The Board trusts that these recommendations would be implemented early to make the standard costing more realistic.

#### Internal Audit Service

37. During 1974, the Internal Audit Service continued to place emphasis on the audit of field offices including programmes. The audit coverage also included Headquarters, the European Office, the Copenhagen Packing and Assembly Centre, and the Greeting Card Operation. The Administration recognized the need for strengthening Internal Audit by the addition of two auditors, but could not implement it due to limitation of resources. The Board recommends that Internal Audit Service be adequately strengthened at an early date to enable it to cover the audit of all the areas regularly so that its usefulness to management is enhanced.

38. The performance of the Service during the year was satisfactory in the areas covered by it.

#### Follow-up action on recommendations made last year

39. Some of the items on which further action needed to be taken have been dealt with in the previous paragraphs.

40. In dealing with paragraphs 23-25 of the last year's audit report relating to disposal of UNICEF-owned vehicles, the ACABQ had referred to the recommendations made by the Joint Inspection Unit in December 1973 with regard to the management of UNICEF transport. While action has been initiated on these recommendations, the Administration have stated that their implementation has somewhat been retarded, due to the energy crisis.

41. The Board trusts that continued attention will be given to the implementation of these recommendations which are aimed at economy and better management.

#### Acknowledgement

42. The Board of Auditors records its appreciation for the co-operation and assistance extended by the Executive Director, his officers and members of their staff.

(Signed) Abdul HAMID  
Auditor General of Pakistan

(Signed) J. J. MACDONELL  
Auditor General of Canada

(Signed) J. E. ESCALLON O.  
Controller General of Colombia

25 June 1975

## APPENDIX

### STATISTICS AND OTHER DATA

This appendix comprises tables giving statistical and other data concerning UNICEF's activities, which, although not forming part of the financial statements, are provided for information purposes.

#### Table

##### A. Income and other funds

1. UNICEF income and other funds received in 1974, by donors, compared with 1973.
2. UNICEF income and other funds received in 1974, by purpose of use, compared with 1973.
3. Funds received from Governments, by country, for general resources and specific purposes, funds-in-trust for specific purposes and local budget costs for the years 1974 and 1973.
4. Funds received from non-governmental sources, by country, for general resources and specific purposes and funds-in-trust for specific purposes for the years 1974 and 1973.

##### B. Expenditure

5. Programme expenditure including funds-in-trust by programme in 1974 and 1973.
6. Summary of expenditure incurred in 1974 (by region and type of programmes) including funds-in-trust.

##### C. Commitments

7. Commitments approved at the May 1974 session of the Board, summary by region and type of programme.
8. Commitments entering into effect during 1974 outside Board session. Commitments corresponding to special contributions and funds-in-trust received or pledged during 1974 and supplementary budgets approved by mail poll.
9. Total commitments approved in 1974 (summary by region and type of programme) including funds-in-trust. Total of tables 7 and 8.

TABLE 1

## UNICEF income and other funds received in 1974 by donors compared with 1973

(In thousands of US dollars)

	1974		1973		Increase over previous year	
	Amount	Percentage of total	Amount	Percentage of total	Amount	Percentage
	\$	%	\$	%	\$	%
<b>INCOME</b>						
<u>Government contributions</u>						
General resources	57 937.4	43.7	52 651.3	51.0	5 286.1	
Specific projects						
Long term	507.9	0.4	1 228.2	1.2	(720.3)	
Relief and rehabilitation	14 550.2	11.0	8 658.0	8.4	5 892.2	
	<u>72 995.5</u>	<u>55.1</u>	<u>62 537.5</u>	<u>60.6</u>	<u>10 458.0</u>	16.7
<u>Non-governmental contributions</u>						
General resources						
Hallowe'en campaigns (net)	2 708.8	2.0	1 792.8	1.7	916.0	
Television campaigns (net)	495.2	0.4	805.1	0.8	(309.9)	
Other collections and individual donations	3 613.5	2.7	3 249.1	3.2	364.4	
Specific projects						
Long-term	1 350.7	1.0	2 096.4	2.0	(745.7)	
Relief and rehabilitation	2 645.6	2.0	1 855.1	1.8	790.5	
	<u>10 813.8</u>	<u>8.1</u>	<u>9 798.5</u>	<u>9.5</u>	<u>1 015.3</u>	10.4
<u>Greeting Card Operation</u>	<u>7 040.9</u>	<u>5.3</u>	<u>6 994.8</u>	<u>6.8</u>	<u>46.1</u>	0.1
<u>Other income (net)</u>	<u>10 165.2</u>	<u>7.7</u>	<u>7 744.2</u>	<u>7.5</u>	<u>2 421.0</u>	31.3
<u>Income</u>	<u>101 015.4</u>	<u>76.2</u>	<u>87 075.0</u>	<u>84.4</u>	<u>13 940.4</u>	16.0
<b>FUNDS-IN-TRUST AVAILABLE FOR MEETING COMMITMENTS APPROVED BY THE EXECUTIVE BOARD:</b>						
<u>Governments</u>						
Long-term projects	2 157.3	1.6	2 092.7	2.0	64.6	
Relief and rehabilitation	4 673.5	3.5	1 743.9	1.7	2 929.6	
<u>Non-governmental</u>						
Long-term projects	223.2	0.2	539.1	0.6	(315.9)	
Relief and rehabilitation	1 325.5	1.0	227.6	0.2	1 097.9	
<u>United Nations system</u>						
Food and Agriculture Organization of the United Nations	565.2	0.4	134.8	0.1	430.4	
United Nations Fund for Population Activities	4 270.8	3.2	2 099.0	2.0	2 171.8	
United Nations Development Programme	34.9	0.1			34.9	
United Nations Disaster Relief Operation	185.0	0.1			185.0	
United Nations relief operation in Bangladesh	651.3	0.5	1 568.5	1.5	(917.2)	
United Nations Secretary-General's special appeals to Governments for Pakistan			310.8	0.3	(310.8)	
<u>Funds-in-trust</u>	<u>14 086.7</u>	<u>10.6</u>	<u>8 716.4</u>	<u>8.4</u>	<u>5 370.3</u>	61.6
<u>Total, income and funds-in-trust available for meeting commitments approved by the Executive Board</u>						
	<u>115 102.1</u>	<u>86.8</u>	<u>95 791.4</u>	<u>92.8</u>	<u>19 310.7</u>	20.1
<u>Other funds-in-trust</u>						
Reimbursable procurements for Governments	10 454.8	7.9	4 877.4	4.7	5 577.4	
Others	5 702.5	4.4	1 311.7	1.3	4 390.8	
<u>Local budget costs</u>	<u>1 225.6</u>	<u>0.9</u>	<u>1 191.6</u>	<u>1.2</u>	<u>34.0</u>	
	<u>17 382.9</u>	<u>13.2</u>	<u>7 380.7</u>	<u>7.2</u>	<u>10 002.2</u>	135.5
	<u>132 485.0</u>	<u>100.0</u>	<u>103 172.1</u>	<u>100.0</u>	<u>29 312.9</u>	28.4



TABLE 2

UNICEF income and other funds received in 1974 by purpose of use compared with 1973

(In thousands of US dollars)

	1974		1973		Increase over previous year	
	Amount	Percentage of total	Amount	Percentage of total	Amount	Percentage
	\$	%	\$	%	\$	%
<b>GENERAL RESOURCES</b>						
<u>Income</u>						
Governments	57 937.4	43.7	52 651.3	51.0	5 286.1	
Non-governmental	6 817.5	5.1	5 847.0	5.7	970.5	
Greeting Card Operation	7 040.9	5.3	6 994.8	6.8	46.1	
Other income	10 165.2	7.7	7 744.2	7.5	2 421.0	
	<u>81 961.0</u>	<u>61.8</u>	<u>73 237.3</u>	<u>71.0</u>	<u>8 723.7</u>	11.9
<b>SPECIFIC PROJECTS</b>						
<u>Long-term projects</u>						
<u>Income</u>						
Governments	507.9	0.4	1 228.2	1.2	(720.3)	
Non-governmental	1 350.7	1.0	2 096.4	2.0	(745.7)	
<u>Funds-in trust</u>						
Government	2 157.3	1.6	2 092.7	2.0	64.6	
Non-governmental	223.2	0.2	539.1	0.6	(315.9)	
United Nations Fund for Population Activities	4 270.8	3.2	2 099.0	2.0	2 171.8	
	<u>8 509.9</u>	<u>6.4</u>	<u>8 055.4</u>	<u>7.8</u>	<u>454.5</u>	5.6
<u>Relief and rehabilitation</u>						
<u>Income</u>						
Governments	14 550.2	11.0	8 658.0	8.4	5 892.2	
Non-governmental	2 645.6	2.0	1 855.1	1.8	790.5	
<u>Funds-in-trust</u>						
Governments	4 673.5	3.5	1 743.9	1.7	2 929.6	
Non-governmental	1 325.5	1.0	227.6	0.2	1 097.9	
<u>Food and Agriculture</u>						
Organization of the United Nations	565.2	0.4	134.8	0.1	430.4	
United Nations Development Programme	34.9	0.1			34.9	
United Nations Disaster Relief Operation	185.0	0.1			185.0	
United Nations relief operation in Bangladesh	651.3	0.5	1 568.5	1.5	(917.2)	
United Nations Secretary-General's Special Appeals to Governments for Pakistan			310.8	0.3	(310.8)	
	<u>24 631.2</u>	<u>18.6</u>	<u>14 498.7</u>	<u>14.0</u>	<u>10 132.5</u>	69.9
<u>Total, income and funds-in-trust available for meeting commitments approved by the Executive Board</u>						
	<u>115 102.1</u>	<u>86.8</u>	<u>95 791.4</u>	<u>92.8</u>	<u>19 310.7</u>	20.1
<u>Other funds-in-trust</u>						
<u>Relief and Rehabilitation</u>						
Reimbursable procurements	10 454.8	7.9	4 877.4	4.7	5 577.4	
Others	5 702.5	4.4	1 311.7	1.3	4 390.8	
<u>Local budget costs</u>						
	<u>1 225.6</u>	<u>0.9</u>	<u>1 191.6</u>	<u>1.2</u>	<u>34.0</u>	
	<u>17 382.9</u>	<u>13.2</u>	<u>7 380.7</u>	<u>7.2</u>	<u>10 002.2</u>	135.5
	<u>132 485.0</u>	<u>100.0</u>	<u>103 172.1</u>	<u>100.0</u>	<u>29 312.9</u>	28.4

TABLE 3

Funds received from Governments, by country, for general resources and specific purposes, funds-in-trust for specific purposes and local budget costs for the years 1974 and 1973

(In thousands of US dollars)

Governments	1974			1973			Increase over previous year	
	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	Amount	Percentage
	\$	\$	\$	\$	\$	\$	\$	%
Afghanistan	25.0			20.0			5.0	
Algeria	57.7		38.5	72.8		37.1	(13.7)	
Antigua	0.3			.8 <sup>a/</sup>			(0.5)	
Argentina	100.0			100.0				
Australia	1 753.9			1 065.4			688.5	
Austria	314.1			264.4			49.7	
Bahamas	3.0			3.1			(0.1)	
Bangladesh					1 743.9		(1 743.9)	
Barbados	4.5		0.5	4.5		0.5		
Belgium	616.0			446.4 <sup>a/</sup>			169.6	
Belize	0.6			1.2 <sup>a/</sup>			(0.6)	
Bhutan	1.0		0.7				1.7	
Bolivia	8.1			8.1				
Botswana	1.1			2.2			(1.1)	
Brazil	100.0			113.3		92.8	(106.1)	
British Virgin Islands	0.1			0.1				
Brunei	7.8			5.3			2.5	
Bulgaria	25.6			25.6				
Burma	60.9		58.7	60.6		35.2	23.8	
Byelorussian Soviet Socialist Republic	72.3			75.4			(3.1)	
Canada	3 056.0			1 900.0			1 156.0	
Central African Republic				13.1			(13.1)	
Chile	120.0		1.3	87.9		0.8	32.6	
Colombia	371.3		13.2	250.0		14.7	119.8	
Congo	17.8			16.7			1.1	
Costa Rica	30.0			30.0				
Cuba	92.8			71.3			21.5	
Cyprus				3.5			(3.5)	
Czechoslovakia	63.9			104.2			(40.3)	
Democratic Yemen	1.0			2.0 <sup>a/</sup>			(1.0)	
Denmark	2 113.8	4 489.6		1 912.5			4 690.9	
Dominica	1.9			1.0			0.9	
Egypt	178.9		10.9	105.8		10.9	72.1	
Ethiopia	21.9		31.5	20.8		20.7	11.9	
Fiji	2.0			2.0				
Finland	890.4	404.2		773.9	404.6		116.5	
France	1 743.6			1 983.5			(239.9)	
Gabon	32.9			21.9			11.0	
Gambia	4.6		1.2	2.2			3.6	
Germany, Federal Republic of	7 108.3	626.7		6 285.7	211.1		1 238.2	
Ghana	20.9			20.9				
Greece	90.0			80.0			10.0	
Grenada	.8			.8				
Guatemala	15.0		1.1	15.0		0.8	0.3	
Guyana	5.4			5.5			(0.1)	
Holy See	1.0			1.0				
Honduras	20.0			20.0				
Hong Kong	12.6		3.0	12.5		2.3	0.8	
Hungary	8.0			8.0				
Iceland	26.6			19.9			6.7	
India	1 096.8		234.0	1 000.0		243.1	87.7	

TABLE 3 (continued)

Governments	1974			1973			Increase over previous year	
	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	Amount	Percentage
	\$	\$	\$	\$	\$	\$	\$	%
Indonesia	150.0		126.5	100.0		103.1	73.4	
Iran	350.0		33.2	350.0		33.1	0.1	
Iraq	101.3			118.0			(16.7)	
Ireland	553.2			202.7			350.5	
Israel	45.0			45.0				
Italy	458.0			508.5			(50.5)	
Ivory Coast	10.4		44.6	11.7		50.2	(6.9)	
Jamaica	13.1			13.2			(0.1)	
Japan	1 771.0			2 225.3			(454.3)	
Jordan	12.9		2.8	6.2		3.1	6.4	
Kenya	19.7		17.1	20.3		8.7	7.8	
Khmer Republic				2.7			(2.7)	
Kuwait	33.0			10.0			23.0	
Laos	4.0		3.5				0.5	
Lebanon	30.0		6.4	28.1		6.0	2.3	
Lesotho	3.6 <sup>a/</sup>		0.7				4.3	
Liberia	20.0			20.0				
Libyan Arab Republic	35.2		8.4	35.2 <sup>a/</sup>		8.4		
Liechtenstein	2.0			2.0				
Luxembourg	13.2			12.0			1.2	
Malawi	1.2			1.4			(0.2)	
Malaysia	82.3		17.4	85.3		16.7	(2.3)	
Maldives	0.9			0.9				
Mauritania	7.9		7.5			4.1	11.3	
Mauritius	4.0			1.1			(0.1)	
Mexico	120.0		78.7	120.0		72.0	6.7	
Monaco	3.3			3.0			0.3	
Mongolia				0.2			(0.2)	
Montserrat				0.1			(0.1)	
Morocco	51.8		28.0	55.1		29.7	(5.0)	
Nepal	2.4		1.9	2.4		1.9		
Netherlands	3 548.0			1 941.3			1 606.7	
New Zealand	917.4			890.2			27.2	
Nigeria	97.6			91.2			6.4	
Norway	7 274.3	1 310.3		4 663.8	1 251.3		2 669.5	
Oman	20.0			20.0				
Pakistan	75.1		58.1	113.1		52.2	(32.1)	
Panama	20.0			20.0				
Peru	100.0			100.0				
Philippines	202.0		60.8	188.1		60.9	13.8	
Poland	301.2			301.2				
Republic of Korea	28.0		28.0	28.0		28.0		
Republic of Viet-Nam	26.0			26.0				
Romania	11.1			10.4			0.7	
Rwanda	2.0			2.0				
St. Kitts	0.8			0.8				
St. Lucia	2.9			2.9				
St. Vincent	0.7			0.8			(0.1)	
Saudi Arabia	487.0		11.2	20.0		10.0	468.2	
Senegal	10.7		10.5	22.8 <sup>a/</sup>		15.9	(17.5)	
Sierra Leone	23.2			24.4			(1.2)	
Singapore	13.0		1.9	13.9		1.4	(0.4)	
Somalia	10.2			10.0			0.2	
South Africa	250.0			53.1			196.9	
Spain	168.9			168.9				
Sri Lanka	18.1		5.8	19.5		6.0	(1.6)	
Sudan	30.0			26.0			4.0	
Swaziland	2.9			3.0			(0.1)	

TABLE 3 (continued)

Governments	1974			1973			Increase over previous year	
	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	General resources and specific purposes	Funds-in-trust specific purposes	Local budget costs	Amount	Percentage
	\$	\$	\$	\$	\$	\$	\$	%
Sweden	11 235.9			11 190.5	225.7		(180.3)	
Switzerland	2 338.4			1 603.1			735.3	
Syrian Arab Republic	13.7		5.5	13.3		5.3	0.6	
Thailand	512.5		94.8	581.1		66.3	(40.1)	
Tonga				1.0			(1.0)	
Trinidad and Tobago	11.4			10.5			0.9	
Tunisia	33.8		11.6	27.0		11.6	6.8	
Turkey	240.7		23.2	238.1		23.2	2.6	
Uganda	41.1			41.1				
Ukrainian Soviet Socialist Republic	144.6			150.8			(6.2)	
Union of Soviet Socialist Republics	780.8			814.3			(33.5)	
United Arab Emirates			101.3			72.3	29.0	
United Kingdom of Great Britain and Northern Ireland	4 272.2			2 832.4			1 439.8	
United Republic of Cameroon				28.0			(28.0)	
United Republic of Tanzania	14.3		17.1	14.7		17.1	(0.4)	
United States of America	15 000.0			15 000.0				
Upper Volta	11.9			11.9				
Venezuela	250.0 <sup>a/</sup>						250.0	
Western Samoa				2.0			(2.0)	
Yemen	5.3 <sup>a/</sup>					0.3	5.0	
Yugoslavia	228.0			239.7			(11.7)	
Zaire	23.6						23.6	
Zambia	27.7		28.0	27.9		25.2	2.6	
	<u>73 026.6</u>	<u>6 830.8</u>	<u>1 225.6</u>	<u>62 617.5</u>	<u>3 836.6</u>	<u>1 191.6</u>	<u>13 437.3</u>	19.9
Adjustment to prior years' income	(31.1)			(80.0)			48.9	
	<u>72 995.5</u>	<u>6 830.8</u>	<u>1 225.6</u>	<u>62 537.5</u>	<u>3 836.6</u>	<u>1 191.6</u>	<u>13 486.2</u>	20.0

<sup>a/</sup> Includes contributions for prior years.

TABLE 4

Funds received from non-governmental sources, by country, for general resources and specific purposes, and funds-in-trust for specific purposes for the years 1974 and 1973

(In US dollar equivalents)

Country	1974		1973		Increase over previous year	
	General resources and contributions for specific purposes	Funds-in-trust specific purposes	General resources and contributions for specific purposes	Funds-in-trust specific purposes	Amount	Percentage
	\$	\$	\$	\$	\$	%
Afghanistan			105		(105)	
Algeria			286		(286)	
Australia	635 767		735 287		(99 520)	
Austria	20 122		10 873		9 249	
Bahrain			131		(131)	
Bangladesh	226				226	
Belgium	424 443		385 370		39 073	
Brazil	70				70	
British Virgin Islands			16		(16)	
Burma	47		57		(10)	
Canada	1 055 189		1 799 879		(744 690)	
Cayman Islands	209 495				209 495	
Chile	116				116	
Colombia			87		(87)	
Costa Rica	50				50	
Czechoslovakia	71		12		59	
Denmark	14 876		112 563		(97 687)	
Egypt	15		248		(233)	
El Salvador	50				50	
Ethiopia	15				15	
Finland	97 823		63 793		34 030	
France	647 974		281 448		366 526	
Gabon	245				245	
Germany, Federal Republic of	1 246 585	1 548 756	1 726 570	715 785	352 986	
Guinea			943		(943)	
Hong Kong	60				60	
India	2 959		2 887		72	
Indonesia			26		(26)	
Iran	217		863		(646)	
Ireland	81 826		121 908		(40 082)	
Israel			5 969		(5 969)	
Italy	70 121		38 970		31 151	
Jamaica			60		(60)	
Japan	331 151		154 318		176 833	
Kenya	141		70		71	
Kuwait	24				24	
Laos	16				16	
Lebanon	1 584		5 714		(4 130)	
Liberia	161				161	
Libyan Arab Republic	199		169		30	
Luxembourg			3 459		(3 459)	
Mexico	20				20	
Nepal			63		(63)	
Netherlands	396 504		323 019		73 485	
New Zealand	78 742		148 054		(69 312)	
Nigeria			2 296		(2 296)	
Norway	155 421		47 031		108 390	
Pakistan	54		20		34	
Papua New Guinea	117		18		99	
Philippines	23		269		(246)	
Republic of Korea	188		312		(124)	
Romania	3 391		28 214		(24 823)	
Sierra Leone			5		(5)	
Spain	19		167 394		(167 375)	

TABLE 4 (continued)

Country	1974		1973		Increase over previous year	
	General resources and contributions for specific purposes	Funds-in-trust specific purposes	General resources and contributions for specific purposes	Funds-in-trust specific purposes	Amount	Percentage
	\$	\$	\$	\$	\$	%
Sri Lanka		3				3
Sweden	173 865		168 557		5 308	
Switzerland	124 546		91 644		32 902	
Thailand	210		1 441		(1 231)	
Trinidad and Tobago			3		(3)	
Turkey	50 109				50 109	
United Kingdom of Great Britain and Northern Ireland	158 109		178 379		(20 270)	
United States of America	4 798 429		3 163 299	50 937	1 584 193	
Venezuela	47				47	
Yugoslavia	61		89		(28)	
Zambia	94		62		32	
Subtotal	10 781 590	1 548 756	9 772 250	766 722	1 791 374	17.0
Food and Agriculture Organization of the United Nations		565 167		134 833	430 334	
United Nations Development Programme		34 870			34 870	
United Nations Fund for Population Activities		4 270 770		2 098 989	2 171 781	
United Nations Relief Operation in Bangladesh		651 362		1 568 470	(917 108)	
United Nations Disaster Relief Office		185 000			185 000	
United Nations Secretary-General's special appeals to Governments				310 752	(310 752)	
United Nations Secretariat	32 189		26 271		5 918	
NET TOTAL	10 813 779	7 255 925	9 798 521	4 879 766	3 391 417	23.1

TABLE 5

## Programme expenditure including funds-in-trust by programme in 1974 and 1973

(In thousands of US dollars)

	1974		1973		Increase over previous year	
	Amount	Percentage of total	Amount	Percentage of total	Amount	Percentage
	\$000	%	\$000	%	\$000	%
<b>Child health</b>						
Basic child health	26 698	33.6	20 308	37.1	6 390	31.5
Water supply	<u>10 971</u>	<u>13.8</u>	<u>9 712</u>	<u>17.8</u>	<u>1 259</u>	13.0
Total child health	37 669	47.4	30 020	54.9	7 649	25.5
<b>Child nutrition</b>						
Child feeding	966	1.1	104	0.2	862	828.8
Weaning food production	2 349	3.0	770	1.4	1 579	205.1
Other child nutrition	<u>3 947</u>	<u>5.0</u>	<u>3 172</u>	<u>5.8</u>	<u>775</u>	24.4
Total child nutrition	7 262	9.1	4 046	7.4	3 216	79.5
<b>Social welfare services for children</b>						
	2 920	3.7	2 084	3.8	836	40.1
<b>Education</b>						
Formal education	18 411	23.2	10 351	18.9	8 060	77.9
Non-formal education	1 632	2.1	1 175	2.1	457	38.9
Vocational preparation	<u>656</u>	<u>0.8</u>	<u>107</u>	<u>0.2</u>	<u>549</u>	513.1
Total education	20 699	26.1	11 633	21.2	9 066	77.9
<b>Country planning and project preparation</b>						
	2 498	3.1	1 945	3.6	553	28.4
<b>Other</b>	<u>3 456</u>	<u>4.4</u>	<u>1 255</u>	<u>2.3</u>	<u>2 201</u>	175.4
<b>Total long-range aid and rehabilitation</b>						
	74 504	93.8	50 983	93.2	23 521	46.1
<b>Emergency aid</b>	<u>4 892<sup>a/</sup></u>	<u>6.2</u>	<u>3 718<sup>a/</sup></u>	<u>6.8</u>	<u>1 174</u>	31.6
<b>TOTAL PROGRAMME AID FROM FUNDS AVAILABLE FOR MEETING COMMITMENTS APPROVED BY THE EXECUTIVE BOARD FINANCED BY</b>						
From UNICEF income	69 037		46 109			
From funds-in-trust	10 359		8 592			
	79 396	100.0	54 701	100.0	24 695	45.1

a/ Not including aid for rehabilitation which is distributed into appropriate sectors of assistance. Emergency aid would be \$10 819 700 in 1973 and \$21 175 000 in 1974.

TABLE 6

Summary of expenditure incurred in 1974 (by region and type of programme) including funds-in-trust

(In thousands of US dollars)

	Africa	East Asia and Pakistan	South Central Asia	Eastern Mediterranean	Europe	The Americas	Inter- regional	Total	Per cent
Child health	6 273	17 858	6 245	3 568	24	3 547	149	37 669	47.4
Child nutrition	3 047	940	2 211	334	-	680	50	7 262	9.1
Social welfare services for children	448	1 165	124	481	-	702	-	2 920	3.7
Education (formal, non-formal, vocational preparation)	3 571	8 002	6 083	1 123	25	1 834	61	20 699	26.1
Country planning and project preparation	103	307	213	310	-	290	1 275	2 498	3.1
Other	351	2 257	187	88	-	175	398	3 456 <sup>a/</sup>	4.4
Total long-range aid and rehabilitation	13 798	30 529	15 063	5 904	49	7 228	1 933	74 504	93.8
Emergency aid	4 089	269	-	250	-	284	-	4 892 <sup>b/</sup>	6.2
Total programme aid	17 887	30 798	15 063	6 154	49	7 512	1 933	79 396	100.0
Programme support services								12 666	
Total assistance								92 062	
Administrative services								7 644	
UNICEF income								89 347	
Funds-in-trust								10 359	
								99 706	

a/ Comprises \$398 000 for International Children's Centre; \$3 058 000 for rehabilitation mainly in Indo-China Peninsula (\$1 800 000 for project support services; \$126 600 for training grants and project personnel; \$1 131 400 for vaccine, housing and shelter, blankets and other supplies and equipment).

b/ Not including aid for rehabilitation which is distributed into appropriate sectors of long-range aid. Emergency aid and rehabilitation would be \$21 175 000.



TABLE 7

Commitments approved at the May 1974 session of the Board, summary by region and type of programme  
(In thousands of US dollars)

	Africa	East Asia and Pakistan	South Central Asia	Eastern Mediteranean	The Americas	Inter-regional	Total	Per cent
Child health	5 812	19 392	23 564	1 592	822	-	51 182	45.5
Child nutrition	2 219	1 722	17 533	1 125	51	68	22 718	20.2
Social welfare services for children	452	528	-	209	-	-	1 189	1.1
Education (formal, non-formal and vocational preparation)	4 767	7 467	8 563	176	884	250	22 127	19.6
Country planning and project preparation	368	910	-	-	348	1 250	2 876	2.6
Integrated services for children	-	238	6 475	117	955	-	7 785	6.9
Other	<u>87</u>	<u>1 890</u>	<u>1 607</u>	-	-	-	<u>3 584<sup>a/</sup></u>	<u>3.2</u>
Total long-range aid and rehabilitation	13 705	32 167	57 742	3 219	3 060	1 568	111 461	99.1
Emergency aid	-	-	-	-	-	<u>1 000<sup>b/</sup></u>	<u>1 000<sup>b/</sup></u>	<u>0.9</u>
Total programme aid	13 705	32 167	57 742	3 219	3 060	2 568	112 461	100.0
Programme support services							<u>16 193<sup>c/</sup></u>	
Total assistance							128 654	
Administrative services							<u>9 260<sup>d/</sup></u>	
TOTAL COMMITMENTS APPROVED AT THE MAY 1974 SESSION OF THE BOARD TO BE FINANCED BY UNICEF income								
Funds-in-trust								
		\$136 975						
		<u>939</u>						
		<u>\$137 914</u>						

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a/ Comprises \$137,000 for Project Support Communication, \$1,840,000 for resettlement of displaced persons and refugees in the Indo-China Peninsula, and \$1,607,000 for project support communications, monitoring etc. in India.

b/ Does not include a \$9.8 million commitment for rehabilitation activities, which is included in the appropriate categories of assistance.

c/ Comprises \$14,784,700 for 1975 and \$1,408,000 supplementary budget 1974.

d/ Comprises \$8,445,200 for 1975 and \$815,000 supplementary budget 1974.

e/ Does not include \$4,654 approved to cover over-expenditures on commitments made in earlier years and cancellation of unused balances of earlier commitments \$2,891,377 (E/ICEF/P/L.1608), which was noted at the last session.

TABLE 8

Commitments entering into effect during 1974 outside Board session

Commitments corresponding to special contributions and funds-in-trust received or pledged during 1974 and supplementary budgets approved by mail poll

(In thousands of US dollars)

	Africa	East Asia and Pakistan	South Central Asia	Eastern Mediterranean	The Americas	Total
Child health	5 336	10 634	2 800	2 139	128	21 037
Child nutrition	3 128	-	36	-	481	3 645
Education (formal, non-formal and vocational preparation)	387	9 501	669	-	82	10 639
Integrated services for children				50		50
Other	<u>889</u>	<u>1 016</u>				<u>1 905<sup>a/</sup></u>
Total long-range aid and rehabilitation	9 740	21 151	3 505	2 189	691	37 276
Emergency aid	-	<u>3 045</u>	-	<u>94</u>	-	<u>3 139<sup>b/</sup></u>
Total programme aid	9 740	24 196	3 505	2 283	691	40 415
Programme support services						<u>170</u>
Total assistance						40 585
Administrative services						<u>330</u>
TOTAL COMMITMENTS ENTERING INTO EFFECT DURING 1974 OUTSIDE BOARD SESSION TO BE FINANCED BY UNICEF income						\$20 154
Funds-in-trust						<u>20 761</u>
						<u>40 915</u>

Foot-notes to table 8

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a/ Comprises \$552,500 for project support costs in Sahelian drought, \$336,700 distribution and local cost in Ethiopia, \$1,015,800 project support services in Indo-China Peninsula.

b/ Comprises \$775,300 for Bangladesh flood emergency, \$68,800 for earthquake relief in Pakistan, \$2,200,800 for emergency and resettlement of displaced people and refugees in Indo-China, \$94,400 in Egypt. It does not include \$24,418,000 commitment for rehabilitation activities which is included in the appropriate categories of assistance.

TABLE 9

Total commitments approved in 1974 (summary by region and type of programme) including funds-in-trust  
 Total of tables 7 and 8  
 (In thousands of US dollars)

	Africa	East Asia and Pakistan	South Central Asia	Eastern Mediterranean	The Americas	Inter- regional	Total	Per cent
Child health	11 148	30 026	26 364	3 731	950	-	72 219	47.3
Child nutrition	5 347	1 722	17 569	1 125	532	68	26 363	17.2
Social welfare services for children	452	528	-	209	-	-	1 189	0.8
Education (formal, non-formal and vocational preparation)	5 154	16 988	9 232	176	966	250	32 766	21.4
Country planning and project preparation	368	910	-	-	348	1 250	2 876	1.9
Integrated services for children	-	238	6 475	167	955	-	7 835	5.1
Other	976	2 906	1 607	-	-	-	5 489 <sup>a/</sup>	3.6
Total long-range aid and rehabilitation	23 445	53 318	61 247	5 408	3 751	1 568	148 737	97.3
Emergency aid	-	3 045	-	94	-	1 000	4 139 <sup>b/</sup>	2.7
Total programme aid	23 445	56 363	61 247	5 502	3 751	2 568	152 876	100.0
Programme support services							16 363	
Total assistance							169 239	
Administrative services							9 590	
Total commitments made during 1974							178 829	
Adjustments in earlier commitments							(-12 386)	
NET COMMITMENTS MADE DURING 1974 TO BE FINANCED BY								
UNICEF income								
Funds-in-trust								
							166 443	

a/ Includes \$689 500 for project support communications, \$2 856 000 for resettlement of displaced persons and refugees in Indo-China Peninsula, \$336 700 for distribution and local cost in Ethiopia and \$1 607 000 for project support communications, monitoring etc. in India.

b/ Does not include \$34.3 million commitment for rehabilitation activities which is included in the appropriate categories of assistance.

PART TWO

UNICEF GREETING CARD OPERATION

## FOREWORD

A total of 89.3 million greeting cards and 609,629 calendars were sold in the 1973 season, bringing UNICEF net earnings of \$7.0 million. These earnings were about the same as in the previous year.

The Greeting Card Operation not only furnishes UNICEF a sizable source of income but has provided people in many countries with a means of making a direct contribution both to a United Nations activity and to bringing benefits to millions of children in developing countries. Artists of distinction and museums from 36 countries contributed their creative talents and distinguished works of art for the 1973 campaign. As in past years, UNICEF national committees and other groups were the main sales agents, and sales and distribution costs were kept to a minimum because of their extensive and generous voluntary help. We greatly appreciate the devoted efforts of the many thousands of persons who contributed to the success of the enterprise.

(Signed) Henry R. LABOUISSSE  
Executive Director

I. A BRIEF ACCOUNT OF THE 1973 CAMPAIGN

1 May 1972 to 30 April 1974

Sales

1. The number of cards sold in the 1973 campaign amounted to 89,317,000, a decrease of 2,372,000 or 2.6 per cent compared to the previous year. Calendar sales amounted to 609,629, down 3.3 per cent. However, as shown in table 4, gross income increased by \$1,414,682 to \$19,062,737, an increase of 8 per cent over the preceding year.

Table 1. Greeting cards and calendars sold  
1973, 1972 and 1971 campaigns

Campaign year	Cards sold	Percentage increase (decrease) over previous year	Calendars sold	Percentage increase (decrease) over previous year
1973	89,317,000	(2.6)	609,629	(3.3)
1972	91,689,000	10.2	630,445	1.4
1971	83,152,000	14.8	621,504	8.5

2. Table 2 gives a breakdown of number of cards sold by major geographic areas and selling countries. The over-all total or card sales was down by 2.6 per cent over the previous year. The largest increase of 32 per cent was achieved in Asia followed by the South-west Pacific, 27 per cent and Europe, 4 per cent. Sales in North America declined by 10 per cent, in Central and South America by 7 per cent and in Africa and the Eastern Mediterranean by 3 per cent. Comparative information is included in table 2 for the 1972 and 1971 campaign years. However, since selling prices were raised in most countries in 1973, gross income from sales, including calendars, increased as shown in table 2-A.



Table 2. Greeting card sales by area and major selling country,  
1973 compared with 1971 and 1972  
(in thousands of cards)

	1973 campaign		1972 campaign		1971 campaign		Percentage of increase (decrease) 1973 over 1972
	Cards sold	Percentage of total sales	Cards sold	Percentage of total sales	Cards sold	Percentage of total sales	
<u>North America</u>							
United States of America	31 851	35.6	35 943	39.2	34 181	41.1	(11.4)
Canada	5 874	6.6	6 007	6.5	5 585	6.7	(2.2)
	<u>37 725</u>	<u>42.2</u>	<u>41 950</u>	<u>45.7</u>	<u>39 766</u>	<u>47.8</u>	<u>(10.1)</u>
<u>Europe</u>							
Germany, Federal Republic of	10 853	12.2	12 166	13.3	11 018	13.3	(10.8)
France	5 702	6.4	6 761	7.4	5 839	7.0	(15.7)
Spain	2 814	3.2	2 063	2.3	1 089	1.3	36.4
Netherlands	2 617	2.9	2 517	2.7	2 040	2.5	4.0
Sweden	2 594	2.9	1 931	2.1	1 367	1.6	34.3
Switzerland	2 567	2.9	2 398	2.6	2 266	2.7	7.0
United Kingdom of Great Britain and Northern Ireland	2 078	2.3	2 103	2.3	1 714	2.1	(1.2)
Italy	1 805	2.0	968	1.0	1 147	1.4	86.5
Norway	1 542	1.7	963	1.0	1 050	1.3	60.1
Belgium	1 470	1.7	1 339	1.5	1 266	1.5	9.8
Denmark	1 294	1.5	1 156	1.3	1 165	1.4	11.9
Finland	1 203	1.3	1 190	1.3	926	1.1	1.1
USSR	1 085	1.2	1 000	1.1	-	-	8.5
Austria	935	1.0	829	0.9	763	0.9	12.8
Other European countries	2 435	2.7	2 106	2.3	1 246	1.5	15.6
	<u>40 994</u>	<u>45.9</u>	<u>39 490</u>	<u>43.1</u>	<u>32 896</u>	<u>39.6</u>	<u>3.8</u>
<u>Central and South America</u>							
Brazil	2 129	2.4	1 644	1.8	1 864	2.2	29.5
Chile	1 181	1.3	1 735	1.9	1 576	1.9	(31.9)
Argentina	1 020	1.1	1 657	1.8	1 248	1.5	(38.4)
Other Central and South American countries	1 559	1.8	1 320	1.4	1 448	1.8	18.1
	<u>5 889</u>	<u>6.6</u>	<u>6 356</u>	<u>6.9</u>	<u>6 136</u>	<u>7.4</u>	<u>(7.3)</u>
<u>Asia</u>							
India	1 187	1.3	832	0.9	789	0.9	42.7
Other Asian countries	930	1.1	769	0.9	1 040	1.3	20.9
	<u>2 117</u>	<u>2.4</u>	<u>1 601</u>	<u>1.8</u>	<u>1 829</u>	<u>2.2</u>	<u>32.2</u>
<u>Australia and New Zealand</u>	1 549	1.7	1 216	1.3	1 350	1.6	27.4
<u>Africa and Eastern Mediterranean</u>	1 043	1.2	1 076	1.2	1 175	1.4	(3.1)
	<u>89 317</u>	<u>100.0</u>	<u>91 689</u>	<u>100.0</u>	<u>83 152</u>	<u>100.0</u>	<u>(2.6)</u>
TOTAL							

Table 2-A. Comparison of cards sold and gross income,  
1973 and 1972 campaign years

Geographical area	Number of cards sold (in thousands of cards)			Gross revenue from sales (including calendars) a/		
	1973 campaign	1972 campaign	Percentage increase or (decrease)	1973 campaign \$	1972 campaign \$	Percentage increase or (decrease) \$
Europe	40 994	39 490	3.8	9 832 145	8 217 321	20.3
North America	37 725	41 950	(10.1)	7 107 120	7 589 012	(6.3)
Central and South America	5 889	6 356	(7.3)	1 192 861	1 120 297	6.5
Asia	2 117	1 601	32.2	320 526	241 120	32.9
Australia and New Zealand	1 549	1 216	27.4	344 655	270 047	27.6
Africa and Eastern Mediterranean	1 043	1 076	(3.1)	215 431	210 258	2.5
	<u>89 317</u>	<u>91 689</u>	(2.6)	<u>19 062 738</u>	<u>17 648 055</u>	8.0

a/ Total number of calendars sold is shown in table 1.

3. Card sales in major selling countries on the basis of 1,000 population for campaign years 1971 through 1973 are given in table 3.

Table 3. Card sales of major selling countries a/ on a population basis 1973 compared with 1972 and 1971

<u>Country</u>	<u>Card sales per 1,000 of population</u>		
	<u>1973</u>	<u>1972</u>	<u>1971</u>
Luxembourg	491	467	445
Switzerland	400	380	359
Norway	392	247	268
Sweden	319	238	169
Canada	269	278	245
Finland	260	254	198
Denmark	259	233	234
Netherlands	196	191	155
Germany, Federal Republic of	176	199	186
United States of America	153	173	165
Belgium	151	138	130
New Zealand	140	118	138
Chile	131	193	175
Austria	125	111	102
France	110	132	114
Australia	87	69	73
Spain	82	60	32
Ireland	62	77	68
Uruguay	45	25	39
Argentina	43	70	53

a/ The list includes countries where sales exceeded 100,000 cards and 40 cards per 1,000 of population.

4. Among the promotion materials produced for the 1973 campaign by the Greeting Card Operation and supplied to sales agents were the following:

	<u>Quantity produced</u>
Brochures (26 languages)	13,430,000
Posters (7 versions, 15 languages and blanks for local text)	50,900
Glossy photographs for press reproduction	120,000
Promotion streamers for sales centres (7 languages)	32,100
Complete promotion kits	2,010
Promotion kits covers	4,097
Matts for press reproduction	8,240
Leaflet mailers and teasers	5,352,000
Television films (3 languages)	1,096

Income and expenditure

5. Table 4 shows gross income and expenditure and net operating income for the 1973 campaign, with comparative figures for the two previous years, and table 5 shows income and expenditure for the 1973 campaign compared with approved estimates (E/ICEF/AB/L.129).

6. Gross income for the 1973 campaign amounted to \$19,062,737 - an increase of \$1,414,682 or 8 per cent over that of the previous year. A total of 30 per cent of gross income went for commissions, duties and taxes and 36 per cent went for production, staff and sales costs. Operational net income declined from \$6,876,180 in 1972 to \$6,487,928 in 1973, a decline of 5.6 per cent. Operational net income was 34 per cent of gross income in 1973 compared with 39 per cent in 1972.

7. In years prior to 1973, the UNICEF Public Information Revolving Fund received 30 per cent of net calendar income generated by the Greeting Card Operation. As a result of recommendations of the United Nations Board of Auditors, the Public Information Revolving Fund was discontinued as of 1 January 1973. Consequently, a new allotment account was provided to pay UNICEF for financial, personnel and general administrative services provided to the Greeting Card Operation by the regular staff of UNICEF and services and publicity material provided by the UNICEF Public Information Division. Another allotment account provides for reimbursement for the services of an internal auditor. The total of these two allotments in 1973 was \$175,000, which in table 4 has been included in production, staff and sales costs and in table 5 has been included under budgetary expenditures in other expenses and in sales promotion costs.

Table 4. Gross and net operating income, 1971 to 1973 sales campaigns  
(in US dollars)

Campaign year	Gross income	Commission, duties and taxes	Commission, percentage of gross income	Production, staff and sales costs	Production, staff and sales costs as percentage of gross income	UNICEF Revolving Fund share of net calendar income as percentage of gross income	UNICEF Revolving Fund share of net calendar income as percentage of gross income	Operational net income	Operational net income as percentage of gross income
1971	14 632 788	3 899 450	27	4 686 085	32	198 906	1	5 848 347	40
1972	17 648 055	4 819 858	27	5 707 687	33	244 330	1	6 876 180	39
1973	19 062 737	5 757 669	30	6 817 140	36	-	-	6 487 928	34

Table 5. Income and expenditure for the 1973 campaign compared with approved estimates  
(in US dollars)

	Estimates approved May 1973		Actual		Difference	
	Dollars	Percentage	Dollars	Percentage	Dollars	Percentage increase or decrease
<u>Sales</u>						
Greeting cards	17 190 000	90.4	17 148 240	90.0	(41 760)	(0.2)
Engagement calendars	1 800 000	9.5	1 904 822	10.0	104 822	5.8
Fine art prints	10 000	0.1	9 675	-	325	(3.2)
Total gross sales	19 000 000	100.0	19 062 737	100.0	62 737	0.3
<u>Less:</u>						
Commissions paid	4 655 000	24.5	5 576 607	29.3	921 607	19.8
Duties and taxes	120 000	0.6	181 062	0.9	61 062	50.9
Net sales income	14 225 000	74.9	13 305 068	69.8	(919 932)	(6.5)
<u>Budgetary expenditures</u>						
Salaries, wages and common staff costs	1 007 900	5.3	1 154 219	6.1	146 319	14.5
Other expenses and office equipment	914 900	4.8	1 151 521	6.0	236 621	25.9
Production costs	3 419 600	18.0	3 650 931	19.2	231 331	6.7
Sales promotion costs	848 100	4.5	860 469	4.5	12 369	1.5
Operational net income	6 190 500	32.6	6 817 140	35.8	626 640	10.1
Miscellaneous income	8 034 500	42.3	6 487 928	34.0	(1 546 572)	(19.2)
Excess of income over expenditure	90 000	0.5	552 926	2.9	462 926	514.3
	8 124 500	42.8	7 040 854	36.9	(1 083 646)	(13.3)

Designs

8. Reproduction rights were given by 116 artists and museums from 36 countries. Sixty-seven designs were used for the cards and 53 designs were used for the calendar. A list of these artists and countries is set out below. The generosity of these artists and institutions has made possible a continuing high standard of design.

<u>Artist</u>	<u>Name of design</u>	<u>Country</u>
Helga Aichinger	The Sunsong	Austria
Howard Alstad	Dove	Canada
Anonymous*	Holy Family	Canada
Anonymous 17C*	Ten Bamboo Hall	China
Anonymous*	Musica Raft	Colombia
Anonymous*	Flower Collage	Federal Republic of Germany
Anonymous	Winter's Pleasures	Federal Republic of Germany
Anonymous	Sage Reciting to Nobleman	India
Anonymous*	Persian Rose Tree	Iran
Anonymous*	Stained Glass	Norway
Anonymous	Nativity	Peru
Anonymous 18C*	Catalunian Tile	Spain
Anonymous*	Tree of Life	United States of America
Alain Bailache	Daddy Snowman	France
Franco Barberis	Bicycle Rider	Switzerland
Zoravia Bettiol	The Balloon Vendor	Brazil
Ilse Böhme	Winter Fun	Federal Republic of Germany
Jean-Claude Bourgeois	Church in Snow	France
Phyllis Brackett	Madonna of the Rose	United States of America
Heidi Brandt	Flower Girl	United States of America
Laura Buddensieg	Friends	Federal Republic of Germany
Charles Burchfield	Orion in Winter	United States of America
Chislaine Cambron	The Horse Cart	Belgium
Giancarlo Carloni	Butterflies	Italy
Elizabeth Carlett	Mother and Child	Mexico
Ivan Chermayeff	Angel and Dove	United States of America
Maria Christen	White Cat	Switzerland
Kalden Chumbi	Thyangboche Monastery	Nepal
Oliver Clark	Kites	United States of America
Ossi Czinner	Peace on Earth	Austria
Ken Danby	Martin's Shop	Canada
Augustin de Celis	Boy and Peace Dove	Spain
Maria de Posz	Winter Scene	Venezuela
Antoine Desilets	Reaching	Canada
Jean Dubuffet	Fanciful Village	France
Svenolov Ehren	Nordic Evening	Sweden
Eskimo Art: Eckalook Goo	Evening Owl	Canada
Etidlooie	Geese Feeding	Canada
Lucy	Sun Bird	Canada
Pudlo	Umingmuk	Canada
Tye	Autumn Bird	Canada

\* Reproduction rights contributed by museums, or estates of artists.

<u>Artist</u>	<u>Name of design</u>	<u>Country</u>
Jean-Marc Forest	Monarchs of the Forest	Canada
Enrique Gandolfo	Daisy and Blue Flowers	Argentina
Josip Generalic	Village in Winter	Yugoslavia
Arthur Getz	United Nations	
	Headquarters, New York	United States of America
Milton Glaser	Winged Hope	United States of America
Benozzo Gozzoli*	Nativity	Italy
Maria Heins-Waltraud	The Rose House	Brazil
Margo Hoff	Three Saints	United States of America
Henrik Ibsen	Farm Near Skein	Norway
Kunio Isa	Moonlight Night	Japan
Humberto Jaimés-Sánchez	Humilis Herba	Venezuela
Ota Janeček	Asleep	Czechoslovakia
Mark Jenson	The Shepherd	United States of America
Lars Jorde*	Farmhouse in Snow	Norway
Slahattin Kanidinc	My Winter	United States of America
Bagwan Kapoor	Ride, My Little One	India
Paul Karekezi	Working Mother	Burundi
Paul Klee*	Untitled	Switzerland
Maria Korsak	Children on Sled	Poland
Le-Huu-Trung	Lantern Lighting	Republic of Viet-Nam
Jean-Paul Lemieux	Nativity	Canada
Peter Leisinger	Winter Landscape	Switzerland
Blair Lent	Tree of Many Nations	United States of America
Bill Lobchuk	Windbreakers	Canada
Margarita Lozano*	Among the Flowers	Colombia
Maria Mackiewicz	Winter Wonderland	Poland
Maglione	Le Velo	France
René Magritte	Flight	Belgium
Henri Maik	Circus Fun	France
R. K. Malwankar	Ceremonial Ride	India
Henri Masson	Snowy Winter	Canada
Ewald Matare	Angel	Federal Republic of Germany
Piet Mondrian*	Composition in Oval	Netherlands
Liselotte Morell	Happiness	United States of America
Edvard Munch	Starry Night	Norway
Andrew Murray	Lion and Lamb	United Kingdom
John Nash	Suffolk Landscape	United Kingdom
Paul Nussbaumer	Good Morning	Switzerland
Kichiemon Okamura	Winter	Japan
Georgia O'Keeffe	Snow Covered Hills	United States of America
Paw Oo Thett	Asian Harbour Scene	Burma
Ruth Orkin	The Tree	United States of America
Nasser Ovissi	Happy Horse	Iran
David Paladin	Adoration	United States of America
Paps	Farmyard Gathering	Federal Republic of Germany
Margery Perret-Buckle	Surpassing Thus My World	United Kingdom
Françoise Pochon	Five Senses-Taste	Switzerland

\* Reproduction rights contributed by museums, or estates of artists.



<u>Artist</u>	<u>Name of design</u>	<u>Country</u>
Fereidum Rahimi-Assa	Persian Fantasy	Iran
Elsbet Rahlff	Eye	Norway
Abraham Rattner	Herald Angel	United States of America
Margrit Roelli	The Shepherd	Switzerland
Rolando Roncancio	La Cumbia	Colombia
Carlo Rosberg	Midnight Sun	Denmark
Henri Rousseau	Summer	France
Ali Akbar Sadeghi	The Three Heralds	Iran
Eleazar Salas	Castillos	Mexico
Lotfi Abou Sariya	Market Scene	Egypt
Ezekiel Schloss	Peaceable Kingdom	United States of America
Elenore Schmid	A Child's Dream	Switzerland
Gino Severini*	Light in Space	Italy
Nina Shivdasani	Of Flight	India
Rosalind Smith	Swing	United States of America
Fred Stauffer	Logworkers in Snow	Switzerland
Kama Svensson	Russian Dolls	Denmark
Terentyeva	Reindeer Caravan	Union of Soviet Socialist Republics
Jiri Trnka	The King	Czechoslovakia
Victor Vasarely	Vega II	France
Annemick Veldman	Eglise Hollandaise	Netherlands
Pekka Vuori	Winter Birds	Finland
Solomon Wangboje	Mother and Child	Nigeria
Barry Wilkinson	The Carollers	United Kingdom
Scottie Wilson	Bird Song	United Kingdom
Gertrud Wyss-Trachsel	Nativity	Switzerland
Mustafa Yehya	Hop-Scotch	Syrian Arab Republic

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\* Reproduction rights contributed by museums, or estates of artists.

## II. AUDIT OPINION

We have examined the following appended financial statements, numbered I and II, properly identified, and relevant schedules of the UNICEF Greeting Card Operation for the year ended 30 April 1974. Our examination included a general review of the accounting procedures and such tests of the accounting records and other supporting evidence as we considered necessary in the circumstances. As a result of our examination, we are of the opinion that the financial statements properly reflect the recorded financial transactions for the year, which transactions were in accordance with the Financial Regulations and legislative authority, and present fairly the financial position as at 30 April 1974.

(Signed) Abdul HAMID  
Auditor General of Pakistan

(Signed) J. J. MACDONELL  
Auditor General of Canada

(Signed) J. E. ESCALLON O.  
Controller General of Colombia

25 June 1975

III. FINANCIAL STATEMENTS OF THE GREETING CARD AND RELATED  
OPERATIONS FOR THE 1973 SALES CAMPAIGN

(ACCOUNTING PERIOD FROM 1 MAY 1973 TO 30 APRIL 1974)

1. The financial statements comprise the following:
  - (a) Statement I. Income and expenditure for the 1973  
campaign year to 30 April 1974;
  - (b) Statement II. Budgetary authorizations and obligations  
incurred for the year ended 30 April 1974  
and unobligated balances of authorizations  
at 30 April 1974; and
  - (c) Notes forming part of statements I and II.

## STATEMENT I

Income and expenditure  
(in US dollars)

1973 campaign - 1 May 1973 to 30 April 1974      1972 campaign - 1 May 1972 to 30 April 1973

<u>Sales</u>			
Greeting cards	17 148 239.73		15 814 094.79
Calendars	1 904 822.50		1 821 637.79
Fine art prints	9 675.25		12 322.23
	<u>19 062 737.48</u>		<u>17 648 054.81</u>
Less: Commissions paid	5 576 606.76		4 658 841.55
Duties and taxes	<u>181 062.69</u>	13 305 068.03	<u>161 016.18</u>
			4 819 857.73    12 828 197.08
<u>Cost of sales</u>			
Opening inventory	200.00		200.00
Production costs	<u>3 650 931.08</u>		<u>3 142 251.74</u>
	3 651 131.08		3 142 451.74
Less: Closing inventory	<u>200.00</u>		<u>200.00</u>
Gross profit on sales	3 650 931.08		3 142 251.74
	<u>9 654 136.95</u>		<u>9 685 945.34</u>
<u>LESS:</u>			
Share of net profit on calendar sales transferred to UNICEF Public Information Revolving Fund			244 329.70
			<u>9 441 615.64</u>
<u>Other expenditure</u>			
Salaries, wages and common staff costs	1 154 219.27		940 645.76
Administrative expenses and office equipment	1 151 520.57		876 096.19
Sales promotion costs	<u>860 469.41</u>		<u>748 693.72</u>
	3 166 209.25		2 565 435.67
	<u>6 487 927.70</u>		<u>6 876 179.97</u>
<u>Operational net income</u>			
<u>ADD:</u>			
<u>Other income</u>			
	552 926.78		118 573.57
<u>Excess of income over expenditure</u>	<u>7 040 854.48</u>		<u>6 994 753.54</u>

The notes in section C, paras. 1-8 form an integral part of this statement and should be read in conjunction therewith.

CERTIFIED CORRECT

APPROVED

(Signed) S. BLACKBERG  
Comptroller

(Signed) Henry R. LABOUISSÉ  
Executive Director

STATEMENT II

Budgetary authorizations and obligations incurred for the year ended 30 April 1974  
and unobligated balances of authorizations at 30 April 1974  
(in US dollars)

	Budgetary authorizations		Obligations incurred	Unobligated balance of authorizations	1972 campaign obligations incurred for year to 30 April 1973
	Original	Revised			
<u>Section 1: Salaries, wages and common staff costs</u>					
Established posts	749 500	842 000	840 550.38	1 449.62	674 195.80
Consultants	47 400	27 400	22 473.03	4 926.97	11 493.38
Temporary assistance	65 200	133 600	132 836.28	763.72	89 111.42
Overtime	2 500	4 300	3 799.48	500.52	2 879.68
Travel, removal and installation	1 000	6 200	5 744.68	455.32	28 599.19
Separation and repatriation payments	-	15 600	14 985.98	614.02	15 983.85
Contributions, Pension Fund	102 100	100 500	100 272.08	227.92	79 865.74
Dependency allowances and education grants	24 800	20 200	20 096.66	103.34	18 478.37
Travel on home leave	-	300	236.29	63.71	5 986.81
Staff welfare	2 500	1 000	671.38	328.62	1 869.43
Medical insurance and related payments	12 900	12 700	12 533.03	146.97	12 182.09
Total, Section 1	<u>1 007 900</u>	<u>1 163 800</u>	<u>1 154 219.27</u>	<u>9 580.73</u>	<u>940 645.76</u>
<u>Section 2: Other expenses</u>					
Travel on official business	54 700	102 000	100 364.61	1 635.39	77 552.34
Freight	280 000	392 000	389 162.86	2 837.14	315 208.38
Communications	36 800	54 500	52 930.34	1 569.66	28 942.45
Rental and maintenance of premises and storage	369 400	400 300	398 310.83	1 989.17	318 914.65
Office supplies	15 600	26 300	25 774.22	525.78	18 136.22
Miscellaneous supplies and services	30 000	50 000	47 072.62	2 927.38	34 342.29
Rental and maintenance of office and accounting equipment	62 900	53 900	52 388.03	1 511.97	44 736.53
External and internal audit costs	50 000	55 100	54 687.34	412.66	24 000.00
Hospitality	2 500	2 800	2 343.83	456.17	2 481.10
Furniture and office equipment	13 000	29 200	28 485.89	714.11	11 782.23
Total, Section 2	<u>914 900</u>	<u>1 166 100</u>	<u>1 151 520.57</u>	<u>14 579.43</u>	<u>876 096.19</u>
<u>Section 3: Production costs and production and distribution equipment</u>					
Greeting cards	2 738 600	3 088 800	2 910 484.00	178 316.00	2 617 506.71
Calendars	488 000	572 000	570 289.55	1 710.45	506 429.60
Fine art reproductions	5 000	5 000	-	5 000.00	116.12
Production and distribution equipment	188 000	175 700	170 157.53	5 542.47	18 199.31
Total, Section 3	<u>3 419 600</u>	<u>3 841 500</u>	<u>3 650 931.08</u>	<u>190 568.92</u>	<u>3 142 251.74</u>

Budgetary authorizations and obligations incurred for the year ended 30 April 1974  
and unobligated balances of authorizations at 30 April 1974  
 (in US dollars)

	Budgetary authorizations		Obligations incurred	Unobligated balance of authorizations	1972 campaign obligations incurred for year to 30 April 1974
	Original	Revised			
Section 4: Sales promotion costs					
Brochure printing	527 100	608 800	589 866.23	18 933.77	551 894.95
Publicity and promotion	172 000	129 300	121 603.18	7 696.82	196 798.77
Payment to UNICEF	149 000	149 000	149 000.00	-	-
Total, Section 4	<u>848 100</u>	<u>887 100</u>	<u>860 469.41</u>	<u>26 630.59</u>	<u>748 693.72</u>
GRAND TOTAL	<u>6 190 500</u>	<u>7 058 500</u>	<u>6 817 140.32</u>	<u>241 359.67</u>	<u>5 707 687.41</u>

The notes in section C, paras. 1-8 form an integral part of this statement and should be read in conjunction therewith.

CERTIFIED CORRECT

(Signed) S. BLACKBERG  
Comptroller

APPROVED

(Signed) Henry R. LABOUISSSE  
Executive Director

NOTES FORMING AN INTEGRAL PART OF STATEMENTS I AND II

Notes on statement I. Income and expenditure

Inventory at 30 April 1974

1. During the financial year approximately 7.8 million old designs, no longer considered saleable as cards, were sold as scrap paper or donated to approved organizations. In addition, some 8.3 million unfinished cards were also disposed of. At 30 April 1974, greeting card stocks of 1973 and earlier designs totalled 58.5 million boxed cards and 52.8 million cards in an unfinished state. A nominal value (\$200) has been placed on the inventory of boxed and unfinished cards. The cost of stocks of paper, envelopes, boxes, cartons, etc. on hand at the end of the campaign, amounting to \$399,313, has been transferred to the 1974 campaign budget as deferred expense instead of being classified as inventory.
2. The value at cost, at time of acquisition, of non-expendable equipment still in use at headquarters, but not reported in the accounts as an asset, amounted to \$246,000 as at 30 April 1974.
3. The finished card movement is set forth in table 6.

Table 6. Movement of finished cards 1973 campaign  
(in millions of cards)

	<u>1973 season</u>	<u>1972 season</u>
Opening inventory	47.7	34.6
Add: Prior years' designs boxed for sale	11.7	4.3
New designs boxed for sale	<u>111.4<sup>a/</sup></u>	<u>113.8</u>
	170.8	152.7
Deduct: Prior years' designs decollated	13.2	0.8
Cards sold during campaign	89.3 <sup>a/</sup>	91.7
Cards donated, destroyed and lost during campaign	<u>9.8<sup>b/</sup></u>	<u>12.5</u>
Closing inventory	<u>58.5</u>	<u>47.7</u>

a/ Includes 8.9 million unfinished cards transferred to National Committees for sale after imprinting with special greetings for customers.

b/ Of this number, 7.8 million old designs no longer salable were destroyed. Samples, damages and losses at sales outlets accounted for the remaining 2.0 million.



Payment to UNICEF for certain services

4. In previous years, the UNICEF Public Information Revolving Fund shared production costs and gross profit on calendars. The arrangement was discontinued effective 1 January 1973. Instead, for the 1973 campaign, the Greeting Card Operation was charged \$149,000 for financial, personnel and general administrative services provided by the regular staff of UNICEF and for the services of publicity materials provided by the UNICEF Public Information Division. A charge of \$26,000 was made for the services of an internal auditor. These expenditures are included in statement I under other expenditure.

Other income

5. The total of \$552,927 consisted of adjustments in rates of exchange (\$333,604), credits from the staff assessment plan (\$128,386), donations received (\$23,593), discounts allowed by vendors on material purchased (\$16,669), sales of obsolete materials (\$8,890) and other miscellaneous income (\$41,785).

Excess of income over expenditure

6. A total of \$7,040,854.48 from the 1973 campaign was transferred to the general resources of UNICEF after the closure of the campaign records. The net income of the 1973 campaign was based on the inclusion of accounts receivable of \$8,967,777 compared with \$8,090,681 at 30 April 1973.

Notes on statement II. Budgetary estimates, obligations  
incurred and unobligated balances for the year ended  
30 April 1974

7. The Executive Board at its May 1973 session approved budget estimates for the 1973 campaign of \$6,190,500 (E/ICEF/AB/L.129). In accordance with the authority given to the Executive Director to spend an additional amount of up to 15 per cent of the gross budget, if necessary, to meet costs of expanded production and sales, an additional amount of \$868,000, or 14 per cent of the gross budget, was requested and approved to cover additional costs in achieving a production level of 10 per cent higher than anticipated, and to meet unexpectedly sharp increases in costs of materials and services. The increased production was undertaken since indications from consignees were that sales would be higher than the 4 per cent increase over 1972 sales originally forecast. In fact, the number of cards sold was 2.6 per cent less than in the previous year.

8. Obligations incurred against the revised estimate of \$7,058,500 amounted to \$6,817,140. The unobligated balance of \$241,360 has been cancelled.

#### IV. REPORT OF THE BOARD OF AUDITORS

1. The Board of Auditors, established under General Assembly resolution 74 (I), is required, by virtue of its resolution 57 (I), to audit the accounts of the UNICEF Greeting Card Operation in accordance with article XII of the Financial Regulations and Rules of the United Nations and the Annex thereto entitled "Additional terms of reference governing the audit of the United Nations".

##### Financial statements submitted for the year ended 30 April 1974

2. The Executive Director of the United Nations Children's Fund submitted for audit the following two Financial Statements pertaining to Greeting Card Operation:

- (a) Statement I. Income and expenditure for 1973 campaign year to 30 April 1974;
- (b) Statement II. Budgetary authorizations and obligations incurred for the year ended 30 April 1974 and unobligated balances of authorizations at 30 April 1974; and
- (c) Notes forming an integral part of Statements I and II.

##### Scope of Audit

3. The scope of audit of the Board of Auditors is enunciated in the Financial Regulations, which state that:

"The audit shall be conducted in conformity with generally accepted common auditing standards and, subject to any special directions of the General Assembly, in accordance with the additional terms of reference set out in the annex to the Regulations.

"The Board of Auditors may make observations with respect to the efficiency of the financial procedures, the accounting system, the internal financial control and, in general, the administration and management of the Organization.

"The Board of Auditors shall be completely independent and solely responsible for the conduct of the audit."

4. Paragraph 1 of the annex to the Financial Regulations referred to above requires that:

"The Board of Auditors shall perform jointly and severally such audit of the accounts of the United Nations, including all trust funds and special accounts, as it deems necessary in order to satisfy itself:

(a) That the financial statements are in accord with the books and records of the Organization;

(b) That the financial transactions reflected in the statements have been in accordance with the Rules and Regulations, the budgetary provisions and other applicable directives;

(c) That the securities and moneys on deposit and on hand have been verified by certificate received direct from the Organization's depositories or by actual count;

(d) That the internal controls, including the internal audit, are adequate in the light of the extent of reliance placed thereupon;

(e) That procedures satisfactory to the Board of Auditors have been applied to the recording of all assets, liabilities, surpluses and deficits."

5. The Board's examination was carried out in accordance with the above provisions and included a general review of the accounting procedures, systems of internal financial controls, and such tests of the accounting records, and other supporting evidence as it considered necessary in the circumstances.

6. The Board's examination of the accounts and financial statements was carried out at Geneva and New York.

#### Audit comments and recommendations

##### Excessive production of cards

7. The excessive production of cards has persisted over the years and the Board of Auditors has been emphasizing in its reports the need for a more realistic production policy to reduce as far as possible the wastage on this account.

8. It was noted that at the end of the 1973 campaign, the percentage of unsold cards to the total cards produced was 34.4 as against 30.2 during the previous year. The value at cost of the closing inventory of cards thus rose from \$1.5 million in 1973 to approximately \$1.9 million in 1974. In addition, the cost of the closing inventory of calendars on 30 April 1974 was approximately \$98,000, which was a dead loss as calendars are of no value after the close of the year.

9. The Board recognizes that the problem of estimating sales is complicated because of the large number of sales outlets and the distribution system of G.C.O. Nevertheless we suggest that a detailed analysis be made of the demands received from the consignees, especially in relation to stocks generally remaining unsold at their major outlets. The Board believes that a more adequate feed-back along with a realistic appraisal of the sales potential could help Administration in identifying areas of improvement resulting in reduction of excess production as far as possible.

##### Discount of excessive rates retained by a National Committee

10. Under agreements made with National Committee set up in various countries, a discount up to 25 per cent of the sales proceeds of greeting cards, etc., is

retained by the Committees to meet operational expenses. In one case, however, agreement had not been executed with the Committee since its incorporation in December 1947 (except for 1960-1961), and the discount retained by this Committee ranged from 28.8 per cent to 42.5 per cent during the last five years.

11. Efforts made by the Administration to formalize an agreement with this Committee have not succeeded so far because of the following main apprehensions expressed by the Committee:

- (i) Fixing of 25 per cent limitations on Greeting Card Sales, etc., was not feasible because of a high labour coefficient and increased costs of labour, rent and general spiralling of costs and expenses;
- (ii) If the funds collected were simply passed on to UNICEF the Committee might be considered as a conduit organization which would adversely affect its tax status.

12. The Board is of the opinion that none of the objections of the Committee were such as could not be resolved by mutual accommodation and co-operation. The Board reiterates its recommendation that the matter be resolved and agreement finalized at an early date. The Administration has agreed that it is desirable to finalize a formal agreement with the Committee as soon as possible and has stated that efforts to negotiate the same were continuing.

#### Delay in the deposit of sale-proceeds of Greeting Cards, etc., by National Committees

13. Under the terms of agreements executed between UNICEF and various National Committees or other organizations, the latter are required to deposit the sale-proceeds of cards and calendars with UNICEF on the dates prescribed in their respective agreements. It was observed that five National Committees/Organizations had not deposited the sale-proceeds of the 1973 campaign aggregating \$US 895,004 by the prescribed dates. The delays ranged from two to eight months, and in one case some of the funds had not been deposited up to the end of May 1975. If the amounts due had been received by the prescribed dates and invested in short-term deposits, the Greeting Card Operation would have earned additional interest.

14. The Board suggests that there should be an effective follow-up to ensure timely receipts from the Committee.

#### Improvements in the Accounting System of Greeting Card Operation

15. The Greeting Card Operation is essentially a commercial operation dealing with the production and world-wide marketing of greeting cards and calendars. It is necessary that its accounting system be improved to provide more meaningful information for decision making.

16. The Internal Audit Service of UNICEF conducted, at the instance of External Audit, a preliminary survey of the accounting system at GCO headquarters and made suggestions aiming at more meaningful cost analysis, a more realistic computation of net income for a campaign and a better presentation of accounts and the financial statements. The suggestions could be adopted without making any major changes in the present system.

17. The Board appreciates the excellent report produced by the Internal Audit Service of UNICEF and endorses its recommendations. It notes with satisfaction that the Administration has already initiated action for implementing them.

Acknowledgement

18. The Board of Auditors records its appreciation for the co-operation and assistance extended by the Director, his officers and members of their staff.

(Signed) Abdul HAMID  
Auditor General of Pakistan

(Signed) J. J. MACDOWELL  
Auditor General of Canada

(Signed) J. E. ESCALLON O.  
Controller General of Colombia

25 June 1975

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## كيفية الحصول على منشورات الأمم المتحدة

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