

**UNITED**



**NATIONS**

**UNITED NATIONS CHILDREN'S FUND  
(UNICEF)**

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**FINANCIAL REPORT AND ACCOUNTS  
for the year ended 31 December 1956  
*and*  
REPORT OF THE BOARD OF AUDITORS**

**GENERAL ASSEMBLY**

**OFFICIAL RECORDS: TWELFTH SESSION**

**SUPPLEMENT No. 6A (A/3591)**

**NEW YORK, 1957**

( 50 p. )

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#### NOTE

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## LETTER OF TRANSMITTAL

13 May 1957

Sir,

I have the honour to transmit the financial statements relating to the United Nations Children's Fund and the Greeting Card Fund with respect to the financial year ended 31 December 1956 in the case of UNICEF and 31 January 1957 in the case of the Greeting Card Fund. These statements have been examined and certified.

In accordance with the resolution of the General Assembly, I have the honour to present the report of the Board of Auditors with respect to the 1956 accounts of the United Nations Children's Fund and the 1956-1957 accounts of the Greeting Card Fund.

Accept, Sir, the assurances of my highest consideration.

*(Signed)* Lars BREIE  
*on behalf of the Board of Auditors*

The President of the General Assembly  
of the United Nations

**Part I. UNITED NATIONS CHILDREN'S FUND**



## FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 1956

1. The financial statements of the United Nations Children's Fund (UNICEF) for the tenth financial period which ended 31 December 1956 are presented herewith. They comprise the following principal statements along with supporting schedules:

- (a) Statement of assets and liabilities as at 31 December 1956;
- (b) Statement of income and expenditure for the year ended 31 December 1956;
- (c) Statement of 1956 budgetary authorizations, obligations incurred, and unobligated balances of authorizations—administrative costs and costs of operational services for the year ended 31 December 1956.

### Summary

#### INCOME

2. UNICEF income from all sources in 1956 was approximately \$19.8 million (see paras. 32-39). This constituted an increase of \$2.5 million over 1955, resulting from an increase of approximately \$1.9 million in government contributions, and increases of approximately \$200,000 each from private contributions and from other income. Income in 1956 was as follows:

	<i>1956 (in thousands of US dollars)</i>	<i>Per cent of total</i>
Government contributions .....	17,505	88.3
Private contributions .....	1,007	5.1
Other income .....	1,307	6.6
	19,819	100.0

3. The rise in government contributions was accounted for by an increase of \$700,000 from the largest donor, the United States of America, and an increase of nearly \$1.2 million from other Governments (see paras. 34 and 35). The contribution of the United States of \$9.7 million was given with the understanding that transfers from it to UNICEF would not exceed 57.5 per cent of contributions by all Governments to the general resources of UNICEF. The contributions by other Governments, which rose 18 per cent over the 1955 total of \$6.6 million to \$7.8 million, were sufficient to enable UNICEF to draw the full amount pledged by the United States. The United States contribution for 1957 is \$10 million on the understanding that it will not exceed 55 per cent of contributions by all Governments to the general resources of UNICEF.

4. The number of contributing Governments rose from seventy-two in 1955 to eighty-one in 1956.

5. It is apparent that the number of contributing Governments cannot be expected to rise much in the future and that emphasis needs to be placed on increased support from present contributors in order to achieve the goal of \$30 million in 1960 envisaged by the Executive Director. A list of the Governments contributing to UNICEF in 1956 is given in schedule B.

6. Information on income from private contributions and other sources in 1956 is given in paragraphs 36 to 39.

#### EXPENDITURES

7. Expenditures in 1956 totalled approximately \$18 million as compared with \$14.2 in 1955, an increase of \$3.8 million, or over 27 per cent (see paras. 40-49). A breakdown of expenditures for aid to programmes by major type of programme is given in paragraph 43; a breakdown by main types of supplies given by UNICEF is given in paragraph 44.

#### ALLOCATIONS

8. Allocations in 1956 totalled \$22.4 million as compared with \$14.4 in 1955, an increase of \$8 million, or over 55 per cent. Paragraph 51 summarizes these allocations by major type of programme and geographic area.

9. Unallocated funds at the end of 1956 amounted to \$5.7 million; this was \$1.4 million less than the unallocated amount of \$7.1 million remaining at the end of 1955.

10. In addition to the allocations made in 1956, the UNICEF Board approved programmes in principle which would involve allocations in future years of the following amounts: 1957, \$4.8 million; 1958, \$4.2 million; 1959, \$4.6 million. Most of these future commitments are in the field of malaria eradication.



11. The balance of allocations unfulfilled at the end of 1956 was \$27.7 million; the ratio of this unfulfilled balance to allocations made during 1956 was 124:100. This ratio represented a substantial decrease in the gap between allocations and expenditures as compared to 1955; at the end of 1955, the ratio of the unfulfilled balance of allocations to allocations made during the year was 170:100.

#### RATIO OF ADMINISTRATIVE EXPENDITURES TO TOTAL EXPENDITURES

12. Assistance expenditures in 1956 amounted to \$16.4 million (\$15.3 million for programmes and \$1.1 million for operational services (net)). Administrative expenditures (net) amounted to \$1.3 million. The ratio of administrative expenditures to total expenditures was 7.37 per cent.

13. A comparison of the ratio for 1956 with those of previous years is given in paragraphs 49 and 50. For 1955 the ratio was 8.97 per cent. As has been noted in previous reports the ratio of administrative costs to total expenditures depends in a large part on the sums spent on assistance during a particular year and the latter do not necessarily reflect the administrative workload of the agency.

#### PRINCIPAL

14. Under UNICEF Executive Board policy, allocations for aid to programmes are made on the basis of a plan of operations which may extend for a period of several years. Under this plan the Government and UNICEF specify the commitments each is prepared to assume in connexion with the project through successive stages of implementation. No allocation is made by the Executive Board without simultaneously setting aside funds from UNICEF resources for UNICEF's share. For the typical project, a period of some eighteen months is required from the time of Board approval until the allocation is spent; in certain types of projects the time required is longer. Most allocations are only for one phase of a project, and usually a new allocation for the next phase is made before the first allocation is completely fulfilled. The Board policy of allocation on a project basis rather than for a financial year is primarily for the purpose of encouraging Governments to make long-range financial and administrative commitments for projects. The allocated funds not immediately required and unallocated funds are invested (see para. 22).

15. The principal of the Fund as at 31 December 1956, consisting of allocations not yet spent (\$27.7 million) and unallocated funds (\$5.7 million), amounted to \$33.4 million. Of this amount contributions receivable from Governments amounted to \$2.7 million.

#### PROGRAMME TRENDS

16. A discussion of major trends in UNICEF aid can be found in the reports of the UNICEF Executive Board on its sessions held in March 1956 (E/ICEF/316) and October 1956 (E/ICEF/330 Add. 1). A report has also been issued on a special emergency session held in December 1956 for relief to Hungarian refugee children and mothers in Hungary and Austria and for children and mothers evacuated from the Port Said area in Egypt (E/ICEF/333). The paragraphs below refer to certain of these trends of interest in connexion with this report.

17. During the course of 1956 approximately thirty million children and mothers benefited from the principal UNICEF-aided health and nutrition programmes. At the end of the year UNICEF was aiding 313 programmes in ninety-nine countries and territories.

18. For each dollar allocated by UNICEF in 1956 the assisted Governments spent or committed themselves to spend, on the average, \$2.29. This expenditure by the Government is called "internal matching" (see para. 53).

19. In 1955, the UNICEF Board had decided to make a large financial effort to aid Governments in an intensified struggle against malaria—a disease which not only undermines the health of many millions of mothers and children but gravely handicaps the economic development of many countries. The Board agreed in 1956 to allocate up to \$10 million a year for the period 1957-1960 when aid would be needed for malaria eradication in two regions—in the Americas and in the northern countries of the Eastern Mediterranean area. Important however as the Board considered aid for malaria eradication, it also foresaw increasing requests from Governments for aid to other types of programmes in the fields of maternal and child welfare, child nutrition, tuberculosis, yaws, leprosy and trachoma. These requests could be met through an increase in income and drawings on unallocated resources.

#### Assets and liabilities

20. The statements of assets and liabilities is shown on pages 14 and 15. Additional information on each of the categories of assets and liabilities is given below:

#### ASSETS

21. *Cash on hand and at banks:* Funds with banks totalled \$6,234,833 at 31 December 1956 (including deposits against irrevocable letters of credit of \$185,392). These funds comprised trust funds of \$1,605,574 and \$4,629,259 of UNICEF funds. UNICEF funds consisted of \$1,278,686 in United States currency and the equivalent of \$3,350,573

in forty-one other currencies. The latter included the equivalent of approximately \$1 million in USSR rubles; \$250,000 in Swiss francs; \$235,000 in Australian pounds; \$230,000 each in German marks and Yugoslav dinars; \$210,000 in Brazilian cruzeiros; \$200,000 in pounds sterling; \$185,000 in Swedish kronor; \$155,000 in Belgian francs; and \$130,000 in Turkish pounds. Funds in currencies other than United States dollars were shown in the books of account at a dollar equivalent according to rates of exchange current on 31 December 1956 as quoted by the International Monetary Fund.

22. *Investments*: United States dollars are invested in fixed-interest bearing securities of the United States Government and of Federal agencies (trustee securities). As at 31 December 1956, \$25,800,000 nominal value of such securities were held, of which \$12,300,000 nominal value were short-term and \$13,500,000 medium-term investments. The average yield during the year amounted to 2.65 per cent. Sterling investments consisted of United Kingdom Treasury bills earning an average interest during 1956 of 4.90 per cent. As at 31 December 1956, £220,000 nominal value bills were held maturing January to March 1957. In 1956 the total US dollar and sterling investment income was at the average rate of 2.70 per cent, as compared with the rate of 2.05 per cent in 1955. A list of investments as at 31 December 1956 is given in schedule A.

23. *Deposits with suppliers*: These deposits comprised trust funds of \$14,769 held on a separate account and UNICEF funds of \$1,442,319. The latter included the following amounts held by governmental procurement agencies: the equivalent of approximately \$775,000 with the Commonwealth Department of Supply, Australia (in Australian pounds); \$310,000 with the Department of Industries and Commerce, New Zealand (in New Zealand pounds); \$140,000 with the Canadian Commercial Corporation (in Canadian dollars); and \$90,000 with the Ministry of International Trade and Industry, Japan (in Japanese yen).

24. *Accounts receivable, advances, deposits, etc.*: These consisted of (a) receivables (\$126,451) from the United Nations and specialized agencies; (b) receivables (\$56,656) from Governments of UNICEF-aided countries; (c) service deposits (\$5,443); (d) salary and travel advances to UNICEF staff (\$9,637); (e) shipping claims and other sundry receivables (\$10,267).

25. *Contributions receivable from Governments*: Out of "receivables" of \$2,742,386, the amount of \$2,030,196 had been transferred to UNICEF by May 1957. It is anticipated that the balance of \$712,190 will be paid shortly.

#### LIABILITIES

26. *Accounts payable and other unliquidated obligations*, of which approximately \$1,550,000 was payable in United States dollars and the equivalent of \$290,000 in twenty-two other currencies consisted of the following items:

(a) Accounts payable (\$564,409) in respect of supplies and equipment which had been shipped by 31 December 1956, but for which payment had not been made at that date;

(b) Other accounts payable (\$1,224,784) comprising (i) amounts deposited by Governments (\$873,854) in respect of procurement and freight; (ii) amounts outstanding (\$135,143) on inter-office accounts with the United Nations Staff Pension Fund, specialized agencies and the UNICEF Greeting Card Fund; (iii) amounts due (\$86,000) to staff members under the Tax Equalization Fund; (iv) amounts due (\$97,104) in respect of supplies which had been shipped by 31 December 1956 for account of the United Nations Relief and Works Agency for Palestine Refugees in the Near East (UNRWA) but for which payment had not been made at that date; (v) 1957 governmental contributions prepaid (\$14,726); (vi) amounts due (\$17,957) to sundry creditors;

(c) Obligations outstanding (\$26,288<sup>1</sup>) in respect of administrative costs. Full details of these obligations are shown in the attached statement of budgetary authorizations (administrative costs);

(d) Obligations outstanding (\$28,075<sup>1</sup>) in respect of operational services. Full details of these obligations are shown in the attached statement of budgetary authorizations (costs of operational services).

27. *Trust funds* consisted of the sums made available to UNICEF by UNRWA for agency procurement operations; and also of sums made available by Governments of UNICEF-aided countries to meet local administrative and programme costs. Since 1951, when an agreement was made with UNRWA, UNICEF has undertaken to procure as agents certain supplies required by that agency. No funds of UNICEF are employed in procurement operations. The arrangement at present in force is that reimbursement, on a cost basis, is made by UNRWA of all costs incurred by UNICEF in the performance of these services. At 31 December 1956, the funds held in trust on behalf of UNRWA amounted to \$1,365,297 (cash at banks \$1,350,527, deposits with suppliers \$14,770) against which there were unpaid obligations of \$105,526; therefore, net funds held by UNICEF at 31 December 1956 on behalf of UNRWA amounted to \$1,259,771. As regards the funds provided by Governments of UNICEF-aided countries for the purpose of meeting local administrative and programme costs, the equivalent of \$231,595 was held by UNICEF in thirteen currencies.

<sup>1</sup> It is to be noted that in 1956 there was no provision made under these headings for the reimbursement of national income tax which is now to be met out of the Tax Equalization Fund.

28. *The Greeting Card Fund*: Cash held on behalf of the Greeting Card Fund amounted to \$222,051 at 31 December 1956. A separate financial report is submitted on the operations of the Greeting Card Fund (see part II below).

29. *A reserve for insurance* of \$200,000 was established in November 1950 when UNICEF adopted a policy of self-insurance. The balance of the reserve at 31 December 1956 amounted to \$184,986, as compared with \$188,384 at the end of 1955. No major loss has occurred during the year; however, general average contributions had to be made amounting to \$1,724, and a loss was incurred in the loading of rice contributed by the Government of Thailand amounting to \$1,674 (loss \$5,257 less recovery from carriers \$3,583), thus a total of \$3,398 was charged to this account during the year.

30. *The principal of the Fund* (see paras. 14 and 15) at 31 December 1956 stood at the figure of \$33,394,412, an increase of \$1,814,092 over the balance at 31 December 1955. Allocations outstanding at 31 December 1956 against this principal totalled \$27,702,114 (schedule C), leaving an amount of \$5,692,298 unallocated (see paras. 9, 10 and 11). Whilst full details of the balances of allocations unfulfilled at 31 December 1956 of \$27,702,114 are shown in schedule C (mainly on a country basis), a further concise summary is given hereunder:

	\$
Area and country assistance (excluding freight).....	18,138,613
Freight .....	3,468,508
Unprogrammed .....	1,766,842
General assistance (excluding operational services).....	414,879
Operational services (allocation for the 1957 approved budget gross).....	1,654,270
Administration (allocation for the 1957 approved budget gross).....	1,502,660
	<u>26,945,772</u>
Savings on allocations made in previous years for which UNICEF commitments had been fulfilled; this amount was returned to the general resources of the Fund in April 1957 (E/ICEF/344, para. 9).....	756,342
	<u>27,702,114</u>
TOTAL AS PER SCHEDULE C	<u>27,702,114</u>

31. Thus, of the principal of the Fund, the unfulfilled area and country allocations totalled \$18,138,613; against these there were outstanding commitments at 31 December 1956 of \$4,207,335. These included contracts for supplies and equipment of \$3,715,741 on which deliveries had not yet been effected (compared with \$3,577,185 at 31 December 1955), and commitments of \$491,594 for project personnel and fellowships (compared with \$885,920 at 31 December 1955). In terms of currencies these commitments consisted of approximately \$2,575,000 in United States currency and the equivalent of \$1,630,000 in twenty-one other currencies. Included in these currencies was the equivalent of approximately \$500,000 in pounds sterling, \$200,000 each in French francs, German marks and Netherlands guilders and \$100,000 each in Australian pounds, New Zealand pounds and in Swedish kronor.

### Income and expenditure

32. The statement of income and expenditures is shown on page 16. Additional information on each of the categories of income and expenditures is given below:

#### INCOME

33. Income from all sources in 1956 totalled \$19,818,837, constituting an increase of \$2,303,996 or 13 per cent over 1955. The following table shows the income in 1956 by major source, compared with income in 1955.

	<i>Sources of income</i>		<i>Increase 1956 over 1955</i>	
	<u>1955</u>	<u>1956</u>	<u>Amount</u>	<u>Per cent</u>
	\$	\$	\$	
Governmental contributions .....	15,630,771	17,505,358	1 874,587	12
Private contributions (including organized campaigns)...	786,748	1,007,013	220,265	28
Other income (UNRRA claims, investments, staff assessment, agency procurement commission, miscellaneous, and difference in exchange).....	1,097,322	1,306,466	209,144	19
	<u>17,514,841</u>	<u>19,818,837</u>	<u>2,303,996</u>	<u>13</u>

## *Governmental contributions*

34. Contributions from Governments in 1956 comprised 88 per cent of total UNICEF income. This compares with 89 per cent in the preceding year. The number of Governments contributing increased from seventy-two in 1955 to eighty-one in 1956. A list of governmental contributions in 1956 is given in schedule B.

35. The rise of \$1,874,587 included an increase of \$700,000 by the largest contributor, the United States (from \$9 million in 1955 to \$9.7 million in 1956, an increase of nearly 8 per cent). Financial support from other Governments rose by \$1,174,587 (from \$6,630,771 in 1955 to \$7,805,358 in 1956, an increase of nearly 18 per cent).

## *Private contributions*

36. The largest single source of private contributions in 1956 was the United States Committee for UNICEF which transferred to UNICEF \$667,624 in receipts from its "Trick or Treat" Follow-up project (a further \$200,000 was transferred in 1957). In 1955, the Committee had transferred \$336,405 to UNICEF from this project.

37. Contributions from individuals, churches, women's groups, schools and other organizations in 1956 amounted to \$181,453 compared with \$92,846 in 1955.

38. No nation-wide fund raising campaigns were initiated in 1956; however, a balance of \$58,791 from the 1955 campaign in Australia and of \$32,788 from a 1955 campaign in the United Kingdom were transferred to UNICEF in 1956. Campaigns of a limited nature and proceeds of United Nations Day collections brought a total of \$66,357 from Afghanistan, Canada, Italy, Japan, Netherlands, New Zealand and Norway.

## *Other income*

39. (a) *Proceeds from settlement of UNRRA marine and other claims*: These proceeds amounted in 1956 to \$14,208, compared with \$61,894 in 1955. Further accruals to UNICEF from this source are expected to be small.

(b) *Income from investments* (see para. 14): Income of \$676,810 in 1956 was \$193,789 higher than \$483,021 received in 1955. Although there was a slight increase in the average total of investments held in 1956, the higher income results mainly from higher interest rates prevailing in 1956. The Federal Reserve Board in the United States of America raised the discount rate twice in 1956 from 2.5 per cent to 3 per cent; the Bank of England raised its rate from 4.5 to 5.5 per cent. As a result, new issues of fixed-interest bearing securities were offered at a higher yield, more especially during the second half of 1956. Interest from investments amounted to \$652,474 (\$455,081 in 1955) and from bank interest to \$24,336 (\$27,940 in 1955).

(c) *Income from staff assessment plan*: Income from the staff assessment plan of \$230,388 showed a decrease of \$43,462 compared with \$273,850 in 1955. This was due to a transfer of \$86,000 from this account (income originally amounted to \$316,388) to the Tax Equalization account to provide for reimbursement of national income taxes to UNICEF staff (General Assembly resolution 973 (X) and the report of the Executive Board, E/ICEF/330, para. 135). In accordance with the procedure adopted by the United Nations, administrative costs (\$1,436,858) and costs of operational services (\$1,325,042) are stated on a gross basis and the amount derived from the staff assessment plan (\$230,388) is shown as income. This amount is computed as follows: income related to the administrative personnel (\$107,119); income related to the personnel of operational services (\$123,269).

(d) *Income from agency procurement commission* (see para. 27): As in 1955 UNRWA paid \$84,000 in 1956 in reimbursement of costs incurred by UNICEF in performance of procurement services on their behalf. This amount consisted of \$26,000 for administrative costs, and \$58,000 for operational services. Agency procurement commission in 1955 amounted to \$84,382.

(e) *Miscellaneous income* totalled \$301,504. This consisted of (i) recoveries from carriers (\$4,136); (ii) a transfer from the Greeting Card Fund (\$165,000); (iii) proceeds of films (\$13,749); (iv) proceeds of sale of permanent equipment (\$16,884); (v) cancelled administrative obligations of previous years and refunds related thereto (\$22,282); (vi) sundry commissions (\$79,225); (vii) sundry receipts and refunds (\$228). Miscellaneous income in 1955 amounted to \$193,946.

(f) "*Difference in exchange*" account showed a debit balance for 1956 of \$444 compared with a credit balance of \$229 in 1955.

## EXPENDITURE

### *Summary of expenditures and allocations*

40. Expenditures in 1956 totalled \$18,004,745 and allocations totalled \$22,364,540. The increase in expenditures over 1955 amounted to \$3,843,567 and the increase in allocations to \$7,968,025. The balance of allocations to be fulfilled at the end of 1956 amounted to \$27,702,114, an increase of \$3,221,720 over the balance of \$24,480,394 remaining at the end of 1955.

41. Schedule C shows expenditure in 1956 on area and country assistance by type of operation<sup>2</sup> (supplies and equipment, fellowships, project personnel, other services); it also gives totals of expenditure on general assistance (benefiting more than one area) and of administrative costs; and in addition, it details allocations made by the Executive Board (as adjusted by returns of previous allocations) and balances remaining to be fulfilled after 31 December 1956.

42. The following table shows expenditures and allocations in summary form for the years 1954, 1955 and 1956.

	1954	1955	1956
	\$	\$	\$
Supplies and equipment (inclusive of freight).....	11,228,144	10,752,229	14,629,641
Project personnel and fellowships.....	581,663	545,578	176,704
Other non supply assistance.....	324,016	285,316	436,500
Operational services.....	988,772	1,164,812	1,325,042
<b>Total assistance expenditures.....</b>	<b>13,122,595</b>	<b>12,747,935</b>	<b>16,567,887</b>
Administration.....	1,351,601	1,413,243	1,436,858
<b>Total expenditures.....</b>	<b>14,474,196</b>	<b>14,161,178</b>	<b>18,004,745</b>
Unfulfilled balances of allocations—1 January.....	23,748,240	25,441,664	24,480,394
Allocations made.....	17,138,175	14,396,515	22,364,540
Allocations returned.....	(970,555)	(1,196,607)	(1,138,075)
	39,915,860	38,641,572	45,706,859
<i>Less:</i> Total expenditures.....	14,474,196	14,161,178	18,004,745
Unfulfilled balance of allocations—31 December.....	25,441,664	24,480,394	27,702,114

#### *Programme expenditures*

43. The expenditures on programmes in 1956 amounted to \$15,242,845<sup>3</sup>; the following table shows a breakdown by main types of programmes, as compared with 1954 and 1955.

	1954	1955	1956
	<i>(in thousands of US dollars)</i>		
<i>A. Long-range aid</i>			
Maternal and child welfare.....	2,863.6	2,771.6	3,279.3
Disease control			
Malaria: campaigns.....	1,578.7	2,550.8	4,612.3
DDT production.....	307.3	19.2	89.4
Production: penicillin.....	426.1	68.6	468.7
sera and vaccine.....	66.4	25.1	11.9
Bejel, yaws, VD.....	853.7	780.2	774.5
BCG anti-tuberculosis vaccination.....	819.1	723.5	479.8
Other tuberculosis control.....	35.9	62.1	24.1
Leprosy.....	39.1	185.3	107.0
Trachoma.....	329.3	504.3	81.4
Typhus.....	13.0	1.9	4.5
Other diseases.....	9.0	17.6	21.7
	4,477.6	4,938.6	6,675.3
Child nutrition			
Feeding.....	667.7	1,348.4	1,614.4
Milk and food conservation.....	926.4	1,031.5	1,417.5
	1,594.1	2,379.9	3,031.9
<b>Total long-range aid.....</b>	<b>8,935.3</b>	<b>10,090.1</b>	<b>12,986.5</b>
<i>B. Emergency aid</i>	3,099.8	1,548.9	1,988.2
<b>Total long-range and emergency aid.....</b>	<b>12,035.1</b>	<b>11,639.0</b>	<b>14,974.7</b>
<i>C. Undistributed charges</i>	98.6	(55.8)	268.1
<b>TOTAL PROGRAMME EXPENDITURES</b>	<b>12,133.7</b>	<b>11,583.2</b>	<b>15,242.8</b>

<sup>2</sup> A breakdown by type of programme is shown in paragraph 43.

<sup>3</sup> This amount includes inventories of supplies and equipment undistributed as of 31 December 1956, valued at \$3,584,862 (compared with \$2,360,876 at 31 December 1955), namely (a) in warehouses in receiving countries awaiting distribution, \$1,443,073; (b) in transit, \$1,565,077; (c) with suppliers (paid for) or in warehouses (outside receiving countries awaiting shipment, \$576,712.

44. By main types of supply groups these expenditures were as follows:

	1954	1955	1956
	<i>(in thousands of US dollars)</i>		
Supplies and equipment:			
MCW and disease control.....	1,943.4	2,067.4	1,880.1
Production of penicillin, DDT, sera and vaccine.....	734.1	105.1	527.5
Food conservation.....	836.4	900.4	1,294.8
Miscellaneous.....	51.3	23.9	49.7
Transport.....	1,066.5	2,063.7	2,182.0
Skim milk.....	824.5	62.4	40.0
Whole milk.....	331.3	252.9	336.7
Fish-oil capsules.....	432.1	220.7	302.2
Cod liver oil.....	—	9.2	1.0
Drugs and dietary supplements.....	114.2	173.3	142.6
Foods, miscellaneous.....	846.7	395.5	591.1
Soap.....	42.3	82.8	49.4
Textiles.....	74.5	35.7	54.9
DDT.....	1,039.5	659.5	1,903.4
Dieldrin.....	—	274.7	880.8
Penicillin.....	522.7	487.3	499.5
Advisory services and training.....	900.5	836.5	613.8
	<u>9,760.0</u>	<u>8,651.0</u>	<u>11,349.5</u>
Freight: on skim milk.....	1,680.0	2,355.5	3,037.9
on other supplies.....	693.7	576.7	855.4
	<u>12,133.7</u>	<u>11,583.2</u>	<u>15,242.8</u>

*Quantities*

Skim milk (in thousands of pounds).....	89,286.8	118,692.0	140,718.1
Whole milk (in thousands of pounds).....	1,138.0	915.5	1,161.7
DDT (75 per cent and 100 per cent) (in thousands of pounds).....	4,408.8	2,829.0	8,678.6
Dieldrin (in thousands of pounds).....	—	270.0	908.4
Soap (in thousands of pounds).....	547.1	1,015.6	598.0
Fish-oil capsules (in thousands).....	161,020.0	97,958.5	135,580.0
Penicillin (in thousands of vials).....	1,868.1	2,321.7	2,661.9

45. The powdered skim milk shipped by UNICEF for feeding projects through MCW centres and schools has been provided out of United States surplus stocks. In 1956, 140.7 million pounds were shipped with UNICEF paying only the costs of the ocean freight.

*Operational services expenditures*

46. Expenditures on operational services<sup>4</sup> totalled \$1,325,042 (gross). Salaries and wages have been stated on a "gross" basis and are offset by credits to income derived under the staff assessment plan. After deducting the appropriate part of income under the staff assessment plan (\$123,269) and of income from "agency procurement commission" (\$58,000) the net cost of operational services in 1956 amounted to \$1,143,773.

*Administrative expenditures*

47. Expenditures on administration totalled \$1,436,858 (gross). Salaries and wages have been stated on a "gross" basis and are offset by credits to income derived under the staff assessment plan. After deducting the appropriate part of income under the staff assessment plan (\$107,119) and of income from "agency procurement commission" (\$26,000) the net cost of administration in 1956 amounted to \$1,303,739.

*Ratio of administrative expenditures to total expenditures*

48. Programme expenditures and expenditures on operational services (net) totalled \$16,386,618 compared with \$12,564,255 in 1955 (an increase of \$3,822,363). Administrative costs (net) in 1956 totalled \$1,303,739 compared with \$1,238,691 in 1955, an increase of \$65,048.

<sup>4</sup> Operational services consist of (a) cost of personnel and related services of the food conservation operation and engineering services advising Governments; (b) cost of personnel and related services of area and country offices; (c) cost of personnel and related services of the procurement and shipping operation.

49. The ratio of assistance expenditures (programme and operational services' expenditures) to total expenditures in 1956 was 92.63 per cent; the ratio of administrative expenditures was 7.37 per cent. This is shown in the following table:

	\$	Per cent	\$	Per cent
1956 Programme expenditures .....	15,242,845	86.16		
Operational services (net) .....	1,143,773	6.47	16,386,618	92.63
Administrative expenditures (net) .....			1,303,739	7.37
TOTAL			17,690,357	100.00

50. Ratios for the years 1952, 1953, 1954 and 1955 are shown below:

	\$	Per cent	\$	Per cent
1952 Programme expenditures .....	11,371,390	85.57		
Operational services (net) .....	705,650	5.31	12,077,040	90.88
Administrative expenditures (net) .....			1,212,432	9.12
TOTAL			13,289,472	100.00
1953 Programme expenditures .....	10,286,462	84.03		
Operational services (net) .....	727,949	5.95	11,014,411	89.98
Administrative expenditures (net) .....			1,226,569	10.02
TOTAL			12,240,980	100.00
1954 Programme expenditures .....	12,133,822	85.97		
Operational services (net) .....	802,339	5.69	12,936,161	91.66
Administrative expenditures (net) .....			1,177,121	8.34
TOTAL			14,113,282	100.00
1955 Programme expenditures .....	11,583,123	81.92		
Operational services (net) .....	981,132	7.11	12,564,255	91.03
Administrative expenditures (net) .....			1,238,691	8.97
TOTAL			13,802,946	100.00

### Allocations

51. UNICEF allocations (gross) in 1956 amounted to \$22,364,540. The following table shows these allocations by major type of programme and geographic area:

	Africa	Asia	Eastern Mediterranean	Europe	The Americas	Inter- Regional	Total	Per cent
	\$	\$	\$	\$	\$	\$	\$	\$
Maternal and child welfare .....	150,500	2,569,500	33,000	155,000	250,700	275,000	3,433,700	17.9
Disease control .....	2,034,000	2,298,910	3,672,900	—	1,628,900	—	9,634,710	50.1
Malaria eradication and control .....	427,000	627,400	3,404,000	—	1,578,100	—	6,036,500	31.4
BCG vaccination and other TB control .....	210,000	345,410	140,300	—	27,000	—	722,710	3.8
Yaws, bejel, VD control .....	293,000	1,274,100	121,000	—	23,800	—	1,711,900	8.9
Trachoma control .....	170,000	15,000	7,600	—	—	—	192,600	1.0
Leprosy control .....	934,000	37,000	—	—	—	—	971,000	5.0
Nutrition .....	87,600	780,100	898,000	745,000	1,241,500	100,000	3,852,200	20.1
Food conservation .....	—	280,000	777,000	745,000	265,000	100,000	2,167,000	11.3
Feeding .....	87,600	500,100	121,000	—	976,500	—	1,685,200	8.8
Total long-range aid .....	2,272,100	5,648,510	4,603,900	900,000	3,121,100	375,000	16,920,610	88.1
Per cent (of total programme aid) .....	11.8	29.4	24.0	4.7	16.2	2.0		
Emergency aid .....							2,287,000	11.9
Grand total programme aid .....							19,207,610	100.0
Estimated operational services—for 1957 .....							1,654,270	
Estimated administrative costs—for 1957 .....							1,502,660	
GRAND TOTAL, ALLOCATIONS							22,364,540	

52. During the course of the year the Executive Board authorized the return to general resources of \$1,101,390 in programme allocations previously made and \$36,685 in unused balances of the allocations for 1955 administrative and operational services costs. After taking into account the above returns, the net allocations for 1956 amounted to \$21,226,465.

### Internal matching

53. The provision by Governments in local funds, facilities, services, supplies, personnel, and other resources for implementation of programmes aided by UNICEF is known as "internal matching." For allocations made by UNICEF in 1956 totalling \$22.4 million, the Governments committed themselves to spend \$51.3 million, as is shown in the following table.

	UNICEF allocations	Internal matching by Governments		
		Programme matching (in thousands of US dollars)	Funds provided for administrative expenditures of UNICEF Country Offices	Total
<b>I. Programme aid:</b>				
Africa .....	2,272.1	6,047	—	6,047
Asia .....	7,125.5	19,148	191	19,339
Eastern Mediterranean .....	4,713.9	12,814	21	12,835
Europe .....	1,600.0	3,607	1	3,608
The Americas .....	3,121.1	9,164	50	9,214
Assistance benefiting more than one region.....	375.0	250	—	250
Total programme aid.....	19,207.6	51,030	263	51,293
<b>II. Other assistance:</b>				
Estimated operational services for 1957.....	1,654.3	—	—	—
<b>III. Estimated administrative costs for 1957.....</b>				
	1,502.6	—	—	—
	<u>22,364.5</u>	<u>51,030</u>	<u>263</u>	<u>51,293</u>

### Budgetary authorizations—administrative costs and costs of operational services

54. A surplus of \$49,800 from the allocation for 1956 administrative costs and costs of operational services was returned to the general resources of UNICEF in April 1957. Obligations (gross) incurred in 1956 represented 98.2 per cent of the budgetary authorizations (gross) for the year. The following table presents a summary of budgetary authorizations, obligations incurred, and unobligated balances of authorizations for each of the five sections of the budget:

Sections	Budgetary authorizations	Obligations incurred			Ratio of obligations incurred to budgetary authoriza- tions Percentage	Unobli- gated balances of author- izations \$
		Adminis- tration	Operational services	Total		
I. New York headquarters.....	\$ 1,280,350	\$ 898,648	\$ 357,711	\$ 1,256,359	98.1	23,991
II. Asia regional, area and coun- try offices .....	438,650	197,621	234,843	432,464	98.6	6,186
III. Africa, Eastern Mediterranean and Europe regional, area and country offices .....	802,970	265,049	527,622	792,671	98.7	10,299
IV. The Americas regional, area and country offices .....	272,280	75,540	190,082	265,622	97.6	6,658
V. South-West Pacific office.....	17,450	—	14,784	14,784	84.7	2,666
TOTAL (GROSS) .....	<u>2,811,700</u>	<u>1,436,858</u>	<u>1,325,042</u>	<u>2,761,900</u>	<u>98.2</u>	<u>49,800</u>
Less:						
Staff assessment plan.....		(107,119)	(123,269)	(230,388)		
Agency procurement commission.		( 26,000)	( 58,000)	( 84,000)		
Obligations incurred (net).....		<u>1,303,739</u>	<u>1,143,773</u>	<u>2,447,512</u>		



***Ex gratia payments***

55. In accordance with the requirements of financial regulation 10.3, the following statement is submitted:

The United Nations Advisory Board on Compensation Claims recommended that an *ex gratia* payment of \$2,500 be made to a former staff member. The Board noted that this staff member was terminated a few months before reaching her sixtieth birthday and that, had she remained in the service until her sixtieth birthday, she would have qualified for a small retirement pension. Noting the fact that this staff member is partly disabled and that retention to the retirement age and receipt of a pension would have served this staff member's best interests, the Board recommended an award representing the approximate capital value of the pension less the withdrawal benefit already received by her.

(Signed) Maurice PATE  
*Executive Director*

14 May 1957.

**FINANCIAL STATEMENTS**  
**FOR THE TENTH FINANCIAL PERIOD ENDED 31 DECEMBER 1956**

Statement of assets and liabil

(expressed in US

ASSETS

Cash on hand and at banks (including deposits against irrevocable letters of credit totalling \$185,392.48) .....	\$ 6,234,833.26
Investments at cost (including interest accrued of \$197,018.40) (schedule A).....	26,493,610.42
Deposits with suppliers.....	1,457,087.83
Accounts receivable, advances, deposits, etc.....	208,454.15
Contributions receivable from Governments.....	2,742,386.09

37,136,371.75

CERTIFIED CORRECT :  
  
(Signed) Stanley SROKA  
Comptroller

AUDIT

The above statement of assets and liabilities has been examined in accordance with our directions. We have our opinion, the above statement is correct.

**ities as at 31 December 1956**

*dollar equivalent)*

**LIABILITIES**

	\$	\$
Accounts payable and other unliquidated obligations (including obligations in respect of administrative costs and operational services of \$54,363.41) .....		1,843,556.21
Trust funds:		
UNRWA .....	1,259,770.83	
Governments .....	<u>231,595.55</u>	1,491,366.38
Greeting Card Fund.....		222,051.14
Reserve for insurance.....		184,986.20
Principal of the Fund:		
Balance as at 1 January 1956.....	31,580,319.97	
<i>Add:</i> Excess of income over expenditure for the year ended 31 December 1956, per statement of income and expenditure.....	<u>1,814,091.85</u>	
Balance as at 31 December 1956.....		33,394,411.82
Allocated (for assistance still to be given in recipient countries against which there are outstanding commitments totalling \$4,207,-335.11) .....	27,702,114.35	
Unallocated .....	5,692,297.47	
	<u>33,394,411.82</u>	
		<u><u>37,136,371.75</u></u>

APPROVED:

*(Signed)* Maurice PATE  
*Director*

**CERTIFICATE**

obtained all the information and explanations that we have required, and we certify, as a result of the audit, that, in

*(Signed)* Lars BREIE, *Norway*  
Luis ACEVEDO RODRIGUEZ, *Colombia*  
L. van der TEMPEL, *Netherlands*

**Statement of income and expenditure for the year ended 31 December 1956**

INCOME	\$	\$
Contributions from Governments, including receivables (schedule B).....	17,505,357.91	
Contributions from organized campaigns.....	157,935.56	
Private contributions .....	849,077.03	
Proceeds from settlement of UNRRA marine and other claims.....	14,208.15	
Income from investments.....	676,809.94	
Staff assessment plan.....	230,387.93	
Agency procurement commission.....	84,000.00	
Miscellaneous income .....	301,504.24	
	<u>19,819,280.76</u>	
<i>Less:</i> Difference in exchange.....	444.25	19,818,836.51
		<u>19,818,836.51</u>
 EXPENDITURE (schedule C)		
Supplies and equipment.....	14,629,641.32	
Fellowships .....	63,438.69	
Project personnel .....	113,265.10	
Other non-supply assistance.....	436,500.00	
Operational services .....	1,325,041.52	
	<u>16,557,886.63</u>	
Administrative costs .....	1,436,858.03	18,004,744.66
		<u>18,004,744.66</u>
EXCESS OF INCOME OVER EXPENDITURE, representing increase in principal of the Fund during the year.....		<u>1,814,091.85</u>

CERTIFIED CORRECT:

(Signed) Stanley SROKA  
Comptroller

APPROVED:

(Signed) Maurice PATE  
Director

**AUDIT CERTIFICATE**

The above statement of income and expenditure has been examined in accordance with our directions. We have obtained all the information and explanations that we have required, and we certify, as a result of the audit, that, in our opinion, the above statement is correct.

(Signed) Lars BREIE, Norway

Luis ACEVEDO RODRIGUEZ, Colombia

L. van der TEMPEL, Netherlands

**Statement of budgetary authorizations, obligations incurred, etc.,  
follows overleaf**

**Statement of budgetary authorizations, obligations incurred and unobligated operational services for the**

Section	Budgetary authorizations \$	Administration		Obligations
		Liquidated by disbursements \$	Unliquidated \$	Total \$
<b>I. New York headquarters</b>				
Salaries and wages.....	947,050.00	672,135.45	350.70	672,486.15
Common staff costs.....	164,500.00	115,738.93	826.81	116,565.74
Other expenses.....	165,000.00	91,868.28	15,089.13	106,957.41
Permanent equipment.....	3,800.00	2,638.47	—	2,638.47
	<u>1,280,350.00</u>	<u>882,381.13</u>	<u>16,266.64</u>	<u>898,647.77</u>
<b>II. Asia regional, area and country offices</b>				
Salaries and wages.....	300,580.00	136,655.08	10.69	136,665.77
Common staff costs.....	98,570.00	34,680.94	157.88	34,838.82
Other expenses.....	34,250.00	22,490.49	2,120.52	24,611.01
Permanent equipment.....	5,250.00	1,505.40	—	1,505.40
	<u>438,650.00</u>	<u>195,331.91</u>	<u>2,289.09</u>	<u>197,621.00</u>
<b>III. Africa, Eastern Mediterranean and Europe regional, area and country offices</b>				
Salaries and wages.....	518,160.00	176,530.74	—	176,530.74
Common staff costs.....	120,110.00	39,717.17	2,755.08	42,472.25
Other expenses.....	150,300.00	37,489.55	3,364.20	40,853.75
Permanent equipment.....	14,400.00	4,338.76	853.40	5,192.16
	<u>802,970.00</u>	<u>258,076.22</u>	<u>6,972.68</u>	<u>265,048.90</u>
<b>IV. The Americas regional, area and country offices</b>				
Salaries and wages.....	174,360.00	42,107.88	—	42,107.88
Common staff costs.....	43,820.00	16,661.39	—	16,661.39
Other expenses.....	49,000.00	15,367.93	759.82	16,127.75
Permanent equipment.....	5,100.00	643.34	—	643.34
	<u>272,280.00</u>	<u>74,780.54</u>	<u>759.82</u>	<u>75,540.36</u>
<b>V. South-West Pacific Office</b>				
Salaries and wages.....	10,890.00	—	—	—
Common staff costs.....	3,260.00	—	—	—
Other expenses.....	3,200.00	—	—	—
Permanent equipment.....	100.00	—	—	—
	<u>17,450.00</u>	<u>—</u>	<u>—</u>	<u>—</u>
<b>TOTALS:</b>				
Sections I.-V.				
Salaries and wages.....	1,951,040.00	1,027,429.15	361.39	1,027,790.54
Common staff costs.....	430,260.00	206,798.43	3,739.77	210,538.20
Other expenses.....	401,750.00	167,216.25	21,333.67	188,549.92
Permanent equipment.....	28,650.00	9,125.97	853.40	9,979.37
	<u>2,811,700.00</u>	<u>1,410,569.80</u>	<u>26,288.23</u>	<u>1,436,858.03</u>

CERTIFIED CORRECT:

(Signed) Stanley SROKA  
Comptroller

AUDIT

The above statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations have required, and we certify, as a result of the audit, that, in our opinion, the above statement is correct.

ted balances of authorizations—administrative costs and costs of  
year ended 31 December 1956

incurred

<i>Operational services</i>				<i>Unobligated balance of authoriza- tions</i> \$
<i>Liquidated by disburse- ments</i> \$	<i>Unliqui- dated</i> \$	<i>Total</i> \$	<i>TOTAL</i> \$	
271,712.01	666.66	272,378.67	944,864.82	2,185.18
41,262.90	—	41,262.90	157,828.64	6,671.36
35,695.70	7,465.85	43,161.55	150,118.96	14,881.04
907.92	—	907.92	3,546.39	253.61
<u>349,578.53</u>	<u>8,132.51</u>	<u>357,711.04</u>	<u>1,256,358.81</u>	<u>23,991.19</u>
162,514.11	618.78	163,132.89	299,798.66	781.34
57,936.17	3,537.16	61,473.33	96,312.15	2,257.85
5,918.11	657.79	6,575.90	31,186.91	3,053.09
3,660.16	—	3,660.16	5,165.56	84.44
<u>230,028.55</u>	<u>4,813.73</u>	<u>234,842.28</u>	<u>432,463.28</u>	<u>6,186.72</u>
339,179.94	125.00	339,304.94	515,835.68	2,324.32
73,561.26	942.86	74,504.12	116,976.37	3,133.63
98,803.37	5,999.22	104,802.59	145,656.34	4,643.66
6,459.91	2,550.69	9,010.60	14,202.76	197.24
<u>518,004.48</u>	<u>9,617.77</u>	<u>527,622.25</u>	<u>792,671.15</u>	<u>10,298.85</u>
131,980.71	92.89	132,073.60	174,181.48	173.52
21,704.51	3,421.19	25,125.70	41,787.09	2,032.91
27,456.61	1,641.17	29,097.78	45,225.53	3,774.47
3,784.96	—	3,784.96	4,428.30	671.70
<u>184,926.79</u>	<u>5,155.25</u>	<u>190,082.04</u>	<u>265,622.40</u>	<u>6,657.60</u>
10,286.47	162.44	10,448.91	10,448.91	441.09
2,016.91	—	2,016.91	2,016.91	1,243.09
2,124.61	193.48	2,318.09	2,318.09	881.91
—	—	—	—	100.00
<u>14,427.99</u>	<u>355.92</u>	<u>14,783.91</u>	<u>14,783.91</u>	<u>2,666.09</u>
915,673.24	1,665.77	917,339.01	1,945,129.55	5,910.45
196,481.75	7,901.21	204,382.96	414,921.16	15,338.84
169,998.40	15,957.51	185,955.91	374,505.83	27,244.17
14,812.95	2,550.69	17,363.64	27,343.01	1,306.99
<u>1,296,966.34</u>	<u>28,075.18</u>	<u>1,325,041.52</u>	<u>2,761,899.55</u>	<u>49,800.45</u>

APPROVED:

(Signed) Maurice PATE  
Director

CERTIFICATE

has been examined in accordance with our directions. We have obtained all the information and explanations that we

(Signed) Lars BREIE, Norway  
Luis ACEVEDO RODRIGUEZ, Colombia  
L. van der TEMPEL, Netherlands



## SCHEDULE A

## Investments as at 31 December 1956

<i>Designation</i>	<i>Nominal value</i> \$	<i>Book value as adjusted by amortization (\$11,224.65)</i> \$	<i>Interest accrued at year end receivable in 1957</i> \$	<i>Yield per cent</i>
<i>US dollar investments:</i>				
Federal Intermediate Credit Banks, 3.10 per cent Debentures, due 2 January 1957.....	1,000,000.00	999,995.59	23,077.78	3.18
Federal Land Banks, 3 per cent Bonds, due 15 February 1957.....	1,000,000.00	1,000,039.06	11,250.00	2.97
Federal Intermediate Credit Banks, 3.55 per cent Debentures, due 1 March 1957.....	1,000,000.00	1,000,000.00	20,609.72	3.55
United States Treasury, 2 $\frac{7}{8}$ per cent Notes, due 15 March 1957.....	2,500,000.00	2,501,998.54	21,244.82	2.48
Banks for Co-operatives, 3.50 per cent Debentures, due 1 April 1957.....	250,000.00	250,000.00	2,819.44	3.50
Federal Home Loan Banks, 3.75 per cent Notes, due 15 April 1957.....	750,000.00	750,000.00	5,859.37	3.75
Federal Land Banks, 3.30 per cent Bonds, due 1 May 1957.....	300,000.00	299,901.07	1,622.50	3.37
Federal National Mortgage Association, 3.35 per cent Debentures, due 20 May 1957.....	500,000.00	499,710.85	6,048.62	3.50
Federal Intermediate Credit Banks, 3 $\frac{5}{8}$ per cent Debentures, due 3 June 1957.....	500,000.00	500,099.36	5,840.27	3.57
Federal Land Banks, 3.75 per cent Bonds, due 15 July 1957.....	1,000,000.00	1,000,000.00	11,041.67	3.75
United States Treasury, 2 per cent Notes, due 15 August 1957.....	3,000,000.00	2,991,300.35	22,500.00	2.47
Federal National Mortgage Association, 3.90 per cent Debentures, due 20 August 1957....	500,000.00	500,066.56	2,166.67	3.88
Federal National Mortgage Association, 2 $\frac{1}{2}$ per cent Notes, due 20 January 1958.....	2,500,000.00	2,491,928.21	27,777.78	2.81
Federal Land Banks, 2 $\frac{3}{4}$ per cent Bonds, due 1 May 1958.....	500,000.00	491,250.00	2,291.67	4.11
United States Treasury, 2 $\frac{7}{8}$ per cent Notes, due 15 June 1958.....	2,500,000.00	2,494,904.20	3,159.34	3.02
Federal Land Banks, 2 $\frac{1}{4}$ per cent Bonds, due 1 November 1958.....	2,500,000.00	2,484,609.84	9,218.75	2.59
United States Treasury, 1 $\frac{7}{8}$ per cent Notes, due 15 February 1959.....	1,500,000.00	1,479,949.45	10,546.88	2.52
Federal Land Banks, 2 $\frac{1}{2}$ per cent Bonds, due 1 June 1960.....	1,250,000.00	1,230,609.53	2,517.36	2.97
United States Treasury, 2 $\frac{1}{8}$ per cent Bonds, due 15 November 1960.....	2,750,000.00	2,716,093.54	7,425.76	2.47
<b>TOTAL US DOLLAR INVESTMENTS</b>	<b>25,800,000.00</b>	<b>25,682,456.15</b>	<b>197,018.40</b>	<b>2.89</b>
<i>Sterling investments:</i>				
United Kingdom Treasury Bills, due 17 January 1957 (£200,000) .....	560,000.00	558,666.15		5.11
United Kingdom Treasury Bills, due 8 March 1957 (£5,000) .....	14,000.00	13,873.11		4.94
United Kingdom Treasury Bills, due 12 March 1957 (£15,000) .....	42,000.00	41,596.61		4.94
<b>TOTAL STERLING INVESTMENTS</b>	<b>616,000.00</b>	<b>614,135.87</b>	<b>—</b>	<b>5.09</b>
<b>TOTAL US DOLLAR AND STERLING INVESTMENTS</b>	<b>26,416,000.00</b>	<b>26,296,592.02</b>	<b>197,018.40</b>	<b>2.94</b>

SCHEDULE B

**Contributions from Governments (including contributions receivable)  
during the year ended 31 December 1956**

<i>Governments</i>	<i>Contributions</i>	<i>US dollar equivalent</i>	<i>\$</i>
Afghanistan .....	US dollars		6,000.00
Antigua (Leeward Islands) .....	41-13-4 pounds sterling		116.67
Argentina .....	1,500,000 Argentinian pesos (receivable)		42,857.14
Australia .....	200,000 Australian pounds		448,000.00
Austria .....	800,000 schillings		30,769.23
Belgium .....	6,750,000 Belgian francs	135,000.00	
	1,250,000 Belgian francs (receivable)	25,000.00	160,000.00
Bolivia .....	US dollars (receivable)		15,000.00
Brazil .....	8,583,572.89 cruzeiros	309,876.28	
	9,000,000 cruzeiros (receivable)	200,802.57	510,678.85
Brunei .....	33,603.60 Thai bahts		1,625.01
Burma .....	20,000 pounds sterling (receivable)		56,000.00
Cambodia .....	US dollars		2,014.99
Canada .....	US dollars		662,072.04
Ceylon .....	5,259-2-3 pounds sterling		14,725.52
Chile .....	US dollars		55,000.00
China .....	US dollars (receivable)		10,000.00
Colombia .....	US dollars	25,000.00	
	US dollars (receivable)	248,267.41	
	33,333.30 Colombian pesos	11,068.38	
	6,666.66 Colombian pesos (receivable)	1,025.64	285,361.43
Costa Rica .....	US dollars (receivable)		10,000.00
Czechoslovakia .....	250,000 koruny		34,722.22
Denmark .....	500,000 Danish kroner		72,400.00
Dominican Republic .....	US dollars		20,000.00
Ecuador .....	US dollars	72.65	
	US dollars (receivable)	927.35	
	355.97 sucres	19.24	
	120,000 sucres (receivable)	6,486.49	7,505.73
Egypt .....	19,250 Egyptian pounds		55,247.44
Ethiopia .....	20,000 Ethiopian dollars		8,000.00
Finland .....	5,000,000 markkaas		21,739.13
France .....	175,000,000 French francs	500,000.00	
	100,000,000 French francs (receivable)	285,714.29	785,714.29
Germany, Federal Republic of .....	1,200,000 Deutsche marks		285,714.29
Greece .....	Contribution in kind (raisins), valued at	12,068.98	
	Contribution in kind (raisins), receivable)	30,000.00	42,068.98
Grenada (Windward Islands) .....	208-6-8 pounds sterling		583.33
Guatemala .....	20,000.04 quetzales		20,000.04
Haiti .....	US dollars		10,000.00
Honduras .....	US dollars		20,000.00

SCHEDULE B (continued)

**Contributions from Governments (including contributions receivable)  
during the year ended 31 December 1956**

<i>Governments</i>	<i>Contributions</i>	<i>US dollar equivalent</i>
		\$ \$
Hong Kong .....	1,250 pounds sterling	3,500.00
Iceland .....	100,000 Icelandic kronur	6,140.00
India .....	44,921-17-6 pounds sterling	125,781.25
	1,000,000 Indian rupees	210,000.00
Indonesia .....	US dollars	110,000.00
Iran .....	71,428-11-5 pounds sterling	200,000.00
Iraq .....	20,000 pounds sterling	56,000.00
Ireland .....	5,000 Irish pounds	14,000.00
Israel .....	25,000 Israeli pounds	13,888.89
	25,000 Israeli pounds (receivable)	13,883.89
Italy .....	30,000,000 Italian lire (receivable)	48,000.00
Japan .....	35,974,996 yen	99,930.55
Jordan .....	US dollars	1,400.62
Korea .....	US dollars	2,000.00
Lebanon .....	15,000 Lebanese pounds (receivable)	4,615.38
Libya .....	US dollars	2,000.00
Liechtenstein .....	2,000 Swiss francs (receivable)	468.00
Luxembourg .....	150,000 Belgian francs	3,000.00
Malaya, Federation of .....	8,750 pounds sterling	24,500.00
Mexico .....	US dollars (receivable)	300,000.00
Monaco .....	300,000 French francs	857.14
Morocco .....	850,000 French francs	2,428.57
Netherlands .....	300,000 guilders	78,947.37
New Zealand .....	75,000 New Zealand pounds	210,000.00
Nicaragua .....	US dollars	10,000.00
North Borneo .....	6,730 Thai bahts	328.50
	6,560 Thai bahts (receivable)	319.67
Norway .....	480,000 Norwegian kroner	67,200.00
Pakistan .....	13,476-11-3 pounds sterling	37,734.38
	180,000 Pakistani rupees	37,800.00
Panama .....	US dollars (receivable)	10,000.00
Paraguay .....	US dollars (receivable)	5,000.00
Peru .....	533,333.32 soles	27,350.41
	1,066,666.68 soles (receivable)	54,700.87
Philippines .....	90,000 Philippines pesos	45,000.00
Poland .....	320,000 zlotych	80,000.00
Saar .....	10,000,000 French francs	28,571.43
Sarawak .....	164,000 Thai bahts (receivable)	7,991.82
Singapore .....	1,166-13-4 pounds sterling	3,266.67
Spain .....	300,000 pesetas	7,702.18
	1,000,000 pesetas (receivable)	25,673.94

## SCHEDULE B (continued)

**Contributions from Governments (including contributions receivable)  
during the year ended 31 December 1956**

<i>Governments</i>	<i>Contributions</i>	<i>\$</i>	<i>US dollar equivalent \$</i>
Sudan .....	US dollars (receivable)		10,000.00
Sweden .....	1,000,000 Swedish kronor		193,050.20
Switzerland .....	1,000,000 Swiss francs		234,000.00
Syria .....	US dollars		7,252.44
Thailand .....	Contribution in kind (rice), valued at		279,308.47
Trinidad and Tobago.....	US dollars		7,000.00
Tunisia .....	602,000 French francs (receivable)		1,720.00
Turkey .....	300,000 Turkish pounds		107,142.86
Union of Soviet Socialist Republics.....	2,000,000 roubles		500,000.00
United Kingdom of Great Britain and Northern Ireland .....	200,000 pounds sterling		560,000.00
United States of America.....	US dollars	8,419,964.00	
	US dollars (receivable)	1,280,036.00	9,700,000.00
Vatican State .....	US dollars		1,000.00
Venezuela .....	US dollars		30,000.00
Viet-Nam .....	20,245.59 Thai bahts		981.08
Yugoslavia .....	60,000,000 Yugoslav dinars		200,000.00
		<b>TOTAL</b>	<b><u>17,505,357.91</u></b>

**Statement of allocations, expendi  
for the year ended**

	<i>Allocations</i>		
	<i>Balances 1 Jan. 1956 \$</i>	<i>Authorized in 1956 \$</i>	<i>Total for 1956 and after \$</i>
<b>AREA AND COUNTRY ASSISTANCE</b>			
<i>Africa</i>			
Algeria (French Departments of).....		21,500.00	21,500.00
Basutoland .....	11,634.54		11,634.54
Bechuanaland .....	31,099.24		31,099.24
Belgian Congo and Ruanda Urundi.....	58,419.27	(58,419.27)	
Central African Federation:			
Northern Rhodesia .....	17,122.62		17,122.62
Nyasaland .....	39,675.16		39,675.16
Southern Rhodesia .....	5,902.37		5,902.37
French Equatorial Africa.....	225,820.18	(105,238.57)	120,581.61
French West Africa, Cameroons and Togoland under French Administration.....	401,948.59	1,387,500.00	1,789,448.59
Gambia .....	38,789.84		38,789.84
Gold Coast .....	16,614.60	118,000.00	134,614.60
Kenya .....	19,065.41	300,000.00	319,065.41
Kenya, Tanganyika and Uganda.....	19,180.02		19,180.02
Liberia .....	172,314.44		172,314.44
Mauritius .....	7,453.79	(7,453.79)	
Morocco .....	233,543.32	124,000.00	357,543.32
Nigeria, Federation of.....	624,674.33	158,500.00	783,174.33
St. Helena .....		4,600.00	4,600.00
Sierra Leone .....	64,691.49		64,691.49
Tanganyika under British Administration.....	27,505.28		27,505.28
Togoland under French Administration.....	37,711.67		37,711.67
Tunisia .....	19,377.71	74,500.00	93,877.71
Uganda .....	7,387.06	43,000.00	50,387.06
Zanzibar .....		16,000.00	16,000.00
East and West Africa Tuberculosis Survey.....	117,832.36	(87,000.00)	30,832.36
<b>AREA TOTAL</b>	<b>2,197,763.29</b>	<b>1,989,488.37</b>	<b>4,187,251.66</b>
<i>Asia</i>			
Afghanistan .....	98,720.25	122,000.00	220,720.25
Brunei .....	416.72	(416.72)	
Burma .....	254,704.37	867,300.00	1,122,004.37
Cambodia .....	10,483.12	8,375.00	18,858.12
Ceylon .....	175,420.78	140,980.97	316,401.75
China: the Province of Taiwan.....	320,625.44	87,500.00	408,125.44
China: the Mainland.....	1,536,109.46		1,536,109.46
Fiji .....	7,661.36		7,661.36
Gilbert and Ellice Islands.....		6,600.00	6,600.00
Hong Kong .....	34,649.92	(9,067.29)	25,582.63
India .....	3,276,572.97	1,578,834.49	4,855,407.46
Indonesia .....	855,545.53	1,789,820.44	2,645,365.97
Japan .....	73,676.63	135,000.00	208,676.63
Korea .....	387,526.37	812,000.00	1,199,526.37
Malaya, Federation of.....	47,656.66	(19,299.31)	28,357.35
Maldiv Islands .....	(93.76)	93.76	
New Hebrides .....		6,500.00	6,500.00
North Borneo .....	29,812.64	41,400.00	71,212.64
Pakistan .....	1,325,272.03	679,633.58	2,004,905.61
Philippines .....	647,623.55	302,495.52	950,119.07
Sarawak .....	27,539.77	40,123.10	67,662.87
Singapore .....	16,019.21	7,200.00	23,219.21
Solomon Islands .....	11,040.37		11,040.37
Thailand .....	413,590.97	127,331.63	540,922.60
Viet-Nam .....	65,736.30	(9,850.94)	55,885.36

## tures and balances of allocations

31 December 1956

<i>Expenditures</i>					<i>Balances of allocations 31 Dec. 1956</i>
<i>Supplies and equipment</i> \$	<i>Fellow- ships</i> \$	<i>Project personnel</i> \$	<i>Other services</i> \$	<i>Total</i> \$	
7,077.02				7,077.02	14,422.98
5,318.54				5,318.54	6,316.00
16,961.27				16,961.27	14,137.97
497.41				497.41	16,625.21
13,014.95				13,014.95	26,660.21
46,601.59				46,601.59	5,902.37
					73,980.02
438,794.28				438,794.28	1,350,654.31
24,859.82				24,859.82	13,930.02
30,320.84				30,320.84	104,293.76
52,834.79				52,834.79	266,230.62
9,625.21				9,625.21	9,554.81
115,319.51				115,319.51	56,994.93
95,946.06				95,946.06	261,597.26
301,655.25				301,655.25	481,519.08
1,763.00				1,763.00	2,837.00
45,267.05				45,267.05	19,424.44
10,486.38				10,486.38	17,018.90
27,933.91				27,933.91	9,777.76
17,524.66				17,524.66	76,353.05
1,410.04				1,410.04	48,977.02
4,599.14				4,599.14	11,400.86
9,995.69				9,995.69	20,836.67
<u>1,277,806.41</u>				<u>1,277,806.41</u>	<u>2,909,445.25</u>
107,411.90				107,411.90	113,308.35
681,436.20	10,303.70			691,739.90	430,264.47
10,655.92		7,113.23		17,769.15	1,088.97
(44,173.28)				(44,173.28)	360,575.03
118,357.50				118,357.50	289,767.94
					1,536,109.46
988.02				988.02	6,673.34
2,401.69				2,401.69	4,198.31
5,936.82				5,936.82	19,645.81
1,188,748.15	11,014.93	57,711.51	136,500.00	1,393,974.59	3,461,432.87
761,800.94		849.68		762,650.62	1,882,715.35
121,302.63				121,302.63	87,374.00
1,199,260.38	4,236.90			1,203,497.28	(3,970.91)
7,665.20				7,665.20	20,692.15
2,084.83				2,084.83	4,415.17
31,668.13				31,668.13	39,544.51
1,326,006.39	4,744.63	5,903.23		1,336,654.25	668,251.36
498,788.74	6,603.55	278.38		505,670.67	444,448.40
20,383.61				20,383.61	47,279.26
4,330.96				4,330.96	18,888.25
4,117.33				4,117.33	6,923.04
188,178.38	4,071.22	8,989.62		201,239.22	339,683.38
10,902.61		7,113.18		18,015.79	37,869.57

**Statement of allocations, expendi  
for the year ended**

	<i>Allocations</i>		
	<i>Balances 1 Jan. 1956 \$</i>	<i>Authorized in 1956 \$</i>	<i>Total for 1956 and after \$</i>
<i>Asia (continued)</i>			
West New Guinea.....	20,072.53	44,200.00	64,272.53
Western Samoa under New Zealand Administration .....	2,956.78		2,956.78
Area: BCG assessment teams.....	10,746.21	(10,706.21)	40.00
Indo-China, unapportioned .....	141,993.14	(9,750.00)	132,243.14
<b>AREA TOTAL</b>	<u>9,792,079.32</u>	<u>6,738,298.02</u>	<u>16,530,377.34</u>
<i>Eastern Mediterranean</i>			
Aden .....	3,936.86	29,063.14	33,000.00
British Somaliland .....	3,391.16		3,391.16
Egypt .....	386,387.58	197,227.20	583,614.78
Ethiopia .....	87,693.89	115,309.85	203,003.74
Iran .....	242,971.44	1,963,974.08	2,206,945.52
Iraq .....	493,519.92	216,150.92	709,670.84
Israel .....	103,050.26		103,050.26
Jordan .....	236,543.02	105,805.39	342,348.41
Lebanon .....	25,059.80	20,000.00	45,059.80
Libya .....	118,616.09	(8,470.67)	110,145.42
Somaliland under Italian Administration.....	43,633.36		43,633.36
Sudan .....	96,757.13	(12,259.67)	84,497.46
Syria .....	185,586.17	701,912.62	887,498.79
Turkey .....	268,040.70	1,208,900.00	1,476,940.70
Palestine refugees .....	154,409.43		154,409.43
Area: BCG assessment teams.....	23,359.43	(23,359.43)	
<b>AREA TOTAL</b>	<u>2,472,956.24</u>	<u>4,514,253.43</u>	<u>6,987,209.67</u>
<i>Europe</i>			
Austria .....	23,062.54	(3,580.25)	19,482.29
Finland .....	248,610.69	(1,113.20)	247,497.49
France .....	21,898.51		21,898.51
Germany .....	140.31	(139.68)	.63
Greece .....	155,471.68	(8,157.19)	147,314.49
Hungarian children and mothers in Hungary and Austria .....		700,000.00	700,000.00
Italy .....	189,760.99	125,000.00	314,760.99
Malta .....	12,677.84	(12,677.84)	
Portugal .....	55,000.00		55,000.00
Spain .....	50,629.09	670,000.00	720,629.09
Yugoslavia .....	736,365.24	102,532.59	838,897.83
<b>AREA TOTAL</b>	<u>1,493,616.89</u>	<u>1,571,864.43</u>	<u>3,065,481.32</u>
<i>The Americas</i>			
Antigua .....	(2,106.99)	24,900.00	22,793.01
Barbados .....	51,532.78		51,532.78
Bolivia .....	197,168.36	15,000.00	212,168.36
Brazil .....	1,263,262.54	462,500.00	1,725,762.54
British Guiana .....	5,462.88	22,853.57	28,316.45
British Honduras .....	2,116.39	27,815.57	29,931.96
British Virgin Islands.....	1,527.29		1,527.29
Chile .....	365,871.07	40,000.00	405,871.07
Colombia .....	430,062.50	96,790.58	526,853.08
Costa Rica .....	62,420.18	(45,155.86)	17,264.32
Dominica .....	8,975.99	10,000.00	18,975.99
Dominican Republic .....	28,472.46	62,000.00	90,472.46

**tures and balances of allocations**  
**31 December 1956**

<i>Expenditures</i>					<i>Balances of allocations</i>
<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Other services</i>	<i>Total</i>	<i>31 Dec. 1956</i>
\$	\$	\$	\$	\$	\$
36,228.56				36,228.56	28,043.97
1,623.27		40.00		1,623.27 40.00	1,333.51
<u>6,286,104.88</u>	<u>40,974.93</u>	<u>87,998.83</u>	<u>136,500.00</u>	<u>6,551,578.64</u>	<u>9,978,798.70</u>
315.96				315.96	32,684.04
123.23				123.23	3,267.93
267,837.93				267,837.93	315,776.85
63,769.49		1,030.64		64,800.13	138,203.61
779,765.65	2,659.62	8,056.85		790,482.12	1,416,463.40
327,335.32	17.83	182.80		327,535.95	382,134.89
43,758.97				43,758.97	59,291.29
144,725.54		6,397.65		151,123.19	191,225.22
32,614.73				32,614.73	12,445.07
58,212.22	1,538.09	848.63		60,598.94	49,546.48
32,804.26				32,804.26	10,829.10
52,019.14				52,019.14	32,478.32
140,344.24	1,600.08			141,944.32	745,554.47
719,443.52				719,443.52	757,497.18
6.00				6.00	154,403.43
<u>2,663,076.20</u>	<u>5,815.62</u>	<u>16,516.57</u>	<u>                    </u>	<u>2,685,408.39</u>	<u>4,301,801.28</u>
16,887.29				16,887.29	2,595.00
173,120.70				173,120.70	74,376.79
14,243.32				14,243.32	7,655.19
.63				.63	
113,872.28				113,872.28	33,442.21
48,135.17				48,135.17	651,864.83
95,919.40				95,919.40	218,841.59
7,567.51				7,567.51	55,000.00
344,972.81	1,503.02	4,016.03		350,491.86	713,061.58
<u>814,719.11</u>	<u>1,503.02</u>	<u>4,016.03</u>	<u>                    </u>	<u>820,238.16</u>	<u>2,245,243.16</u>
9,338.28				9,338.28	13,454.73
8,253.86		341.66		8,595.52	42,937.26
42,064.97	2,354.83			44,419.80	167,748.56
343,889.58	1,609.34			345,498.92	1,380,263.62
14,691.81				14,691.81	13,624.64
5,539.22				5,539.22	24,392.74
1,880.33				1,880.33	(353.04)
147,325.95				147,325.95	258,545.12
226,412.34		612.50		227,024.84	299,828.24
2,337.31				2,337.31	14,927.01
14,072.10				14,072.10	4,903.89
51,110.90				51,110.90	39,361.56



**Statement of allocations, expendi  
for the year ended**

	<i>Allocations</i>		
	<i>Balances 1 Jan. 1956 \$</i>	<i>Authorized in 1956 \$</i>	<i>Total for 1956 and after \$</i>
<i>The Americas (continued)</i>			
Ecuador .....	100,827.74	263,415.24	364,242.98
El Salvador .....	283,377.74	205,005.20	488,382.94
French Guiana (Dept. of France) .....		22,100.00	22,100.00
Grenada .....	2,330.77	16,400.00	18,730.77
Guatemala .....	317,665.97	289,300.00	606,965.97
Haiti .....	175,164.85	(10,076.41)	165,088.44
Honduras .....	58,969.54	464,000.00	522,969.54
Jamaica .....	77,471.02	(14,152.26)	63,318.76
Mexico .....	1,706,906.89	83,690.00	1,790,596.89
Montserrat .....	648.45	5,700.00	6,348.45
Nicaragua .....	16,175.56	155,925.90	172,101.46
Panama .....	15,696.66	149,069.05	164,765.71
Paraguay .....	108,175.28	182,987.84	291,163.12
Peru .....	300,970.39	129,888.62	430,859.01
St. Kitts .....	23,789.54	20,581.67	44,371.21
St. Lucia .....	5,184.25	8,600.00	13,784.25
St. Vincent .....	1,394.26	15,400.00	16,794.26
Surinam .....	4,797.99	47,070.20	51,868.19
Trinidad and Tobago .....	13,277.25	66,788.36	80,065.61
Uruguay .....	20,167.58	100,500.00	120,667.58
AREA TOTAL	<u>5,647,757.18</u>	<u>2,918,897.27</u>	<u>8,566,654.45</u>
Undistributed charges .....	(325,104.98)		(325,104.98)
TOTAL FOR ALL AREAS	<u>21,279,067.94</u>	<u>17,732,801.52</u>	<u>39,011,869.46</u>
<b>GENERAL ASSISTANCE</b>			
Development of protein-rich foods for children .....	3,270.34	100,000.00	103,270.34
Fellowships—Calcutta Training Centre .....	23,153.60	25,000.00	48,153.60
Personnel for anti-tuberculosis projects .....	84.79		84.79
Group training courses .....	24,850.82		24,850.82
International Children's Centre, Paris .....	301,581.40	248,418.60	550,000.00
Operational services .....	1,351,947.85	1,632,212.15	2,984,160.00
ADMINISTRATIVE COSTS .....	1,496,437.46	1,488,032.54	2,984,470.00
TOTALS	<u>24,480,394.20</u>	<u>21,226,464.81</u>	<u>45,706,859.01</u>

## itures and balances of allocations

31 December 1956

Supplies and equipment \$	Expenditures				Balances of allocations 31 Dec. 1956 \$
	Fellow- ships \$	Project personnel \$	Other services \$	Total \$	
277,313.84				277,313.84	86,929.14
140,829.90				140,829.90	347,553.04
8,718.19				8,718.19	13,381.81
12,082.96				12,082.96	6,647.81
401,568.73	2,400.00			403,968.73	202,997.24
114,465.92				114,465.92	50,622.52
248,337.56				248,337.56	274,631.98
					63,318.76
790,647.06	1,370.90			792,017.96	998,578.93
					6,348.45
5,917.12				5,917.12	166,184.34
73,146.54				73,146.54	91,619.17
68,892.92		3,779.51		72,672.43	218,490.69
186,670.66				186,670.66	244,188.35
26,797.44				26,797.44	17,573.77
8,412.42				8,412.42	5,371.83
9,468.10				9,468.10	7,326.16
17,164.03				17,164.03	34,704.16
57,225.93				57,225.93	22,839.68
1,186.96				1,186.96	119,480.62
<u>3,315,762.93</u>	<u>7,735.07</u>	<u>4,733.67</u>		<u>3,328,231.67</u>	<u>5,238,422.78</u>
<u>269,962.41</u>	<u>(1,861.38)</u>			<u>268,101.03</u>	<u>(593,206.01)</u>
14,627,431.94	54,167.26	113,265.10	136,500.00	14,931,364.30	24,080,505.16
2,209.38				2,209.38	101,060.96
	9,271.43			9,271.43	38,882.17
					84.79
					24,850.82
			300,000.00	300,000.00	250,000.00
			1,325,041.52	1,325,041.52	1,659,118.48
			1,436,858.03	1,435,858.03	1,547,611.97
<u>14,629,641.32</u>	<u>63,438.69</u>	<u>113,265.10</u>	<u>3,198,399.55</u>	<u>18,004,744.66</u>	<u>27,702,114.35</u>

**Statement of allocations, expendi  
for the period from incept**

*Authorized  
allocations  
\$*

**AREA AND COUNTRY ASSISTANCE**

*Africa*

Algeria (French Departments of).....	21,500.00
Basutoland .....	23,000.00
Bechuanaland .....	56,600.00
Belgian Congo and Ruanda Urundi.....	194,180.73
Central African Federation:	
Northern Rhodesia .....	39,500.00
Nyasaland .....	61,600.00
Southern Rhodesia .....	24,200.00
French Equatorial Africa.....	277,261.43
French West Africa, Cameroons and Togoland under French Administration.....	2,924,800.00
Gambia .....	49,600.00
Gold Coast .....	156,400.00
Kenya .....	424,700.00
Kenya, Tanganyika and Uganda .....	53,600.00
Liberia .....	352,288.89
Mauritius .....	3,646.21
Morocco .....	983,689.32
Nigeria, Federation of.....	1,267,200.00
St. Helena .....	4,600.00
Sierra Leone .....	86,500.00
Tanganika under British Administration.....	135,400.00
Togoland under French Administration.....	49,500.00
Tunisia .....	297,645.25
Uganda .....	65,000.00
Zanzibar .....	16,000.00
East and West Africa Tuberculosis Survey.....	43,800.00
<b>AREA TOTAL</b>	<b>7,612,211.83</b>

*Asia*

Afghanistan .....	743,323.05
Brunei .....	32,986.85
Burma .....	2,582,645.30
Cambodia .....	86,953.45
Ceylon .....	1,159,436.41
China: the Province of Taiwan.....	1,440,732.46
China: the Mainland.....	3,445,592.96
Fiji .....	24,100.00
Gilbert and Ellice Islands.....	6,600.00
Hong Kong .....	220,595.06
India .....	14,982,285.62
Indonesia .....	6,828,894.76
Japan .....	1,398,800.00
Korea .....	5,338,479.00
Malaya, Federation of.....	254,272.03
Maldiv Islands .....	15,193.76
New Hebrides .....	6,500.00
North Borneo .....	175,199.39
Pakistan .....	5,095,145.52
Philippines .....	2,817,274.26
Sarawak .....	169,823.05
Singapore .....	87,892.28
Solomon Islands .....	15,400.00
Thailand .....	2,057,748.06
Viet-Nam .....	253,931.47

**tures and balances of allocations**  
**ion to 31 December 1956**

<i>Expenditures</i>						<i>Balances of allocations</i>
<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Joint enterprise</i>	<i>Other services</i>	<i>Total</i>	<i>31 Dec. 1956</i>
\$	\$	\$	\$	\$	\$	\$
7,077.02					7,077.02	14,422.98
16,684.00					16,684.00	6,316.00
42,462.03					42,462.03	14,137.97
194,180.73					194,180.73	
22,874.79					22,874.79	16,625.21
34,939.79					34,939.79	26,660.21
18,297.63					18,297.63	5,902.37
203,281.41					203,281.41	73,980.02
1,574,145.69					1,574,145.69	1,350,654.31
35,669.98					35,669.98	13,930.02
52,106.24					52,106.24	104,293.76
158,469.38					158,469.38	266,230.62
44,045.19					44,045.19	9,554.81
277,605.07		17,688.89			295,293.96	56,994.93
3,646.21					3,646.21	
419,702.74		20,816.40	281,572.92		722,092.06	261,597.26
785,680.92					785,680.92	481,519.08
1,763.00					1,763.00	2,837.00
67,075.56					67,075.56	19,424.44
118,381.10					118,381.10	17,018.90
39,722.24					39,722.24	9,777.76
106,654.62		17,522.42	97,115.16		221,292.20	76,353.05
16,022.98					16,022.98	48,977.02
4,599.14					4,599.14	11,400.86
22,963.33					22,963.33	20,836.67
<u>4,268,050.79</u>		<u>56,027.71</u>	<u>378,688.08</u>		<u>4,702,766.58</u>	<u>2,909,445.25</u>
586,291.65		43,723.05			630,014.70	113,308.35
8,683.28		24,303.57			32,986.85	
2,065,579.43	12,706.10	74,095.30			2,152,380.83	430,264.47
51,916.48		33,948.00			85,864.48	1,088.97
708,605.69	31,337.23	8,422.94	50,495.52		798,861.38	360,575.03
1,117,256.93	7,694.84	26,012.75			1,150,964.52	289,767.94
1,776,790.54			33,692.96	99,000.00	1,909,483.50	1,536,109.46
17,426.66					17,426.66	6,673.34
2,401.69					2,401.69	4,198.31
181,224.11	15,562.79	4,162.35			200,949.25	19,645.81
10,356,121.31	95,310.21	444,861.77	355,572.43	268,987.03	11,520,852.75	3,461,432.87
4,815,719.44	37,118.28	93,341.69			4,946,179.41	1,882,715.35
1,311,426.00					1,311,426.00	87,374.00
5,319,399.61	7,171.30	15,879.00			5,342,449.91	(3,970.91)
143,882.88	46,525.66	43,171.34			233,579.88	20,692.15
15,193.76					15,193.76	
2,084.83					2,084.83	4,415.17
110,255.49		25,399.39			135,654.88	39,544.51
3,990,059.76	46,384.12	260,521.90	129,928.38		4,426,894.16	668,251.36
2,249,166.95	53,022.02	70,636.89			2,372,825.86	444,448.40
85,729.34	914.50	35,899.95			122,543.79	47,279.26
46,391.16	12,820.59	9,792.28			69,004.03	18,888.25
8,476.96					8,476.96	6,923.04
1,549,690.74	50,002.29	118,371.65			1,718,064.68	339,683.38
178,647.26		37,414.64			216,061.90	37,869.57

**Statement of allocations, expendi  
for the period from incept**

	<i>Authorized allocations \$</i>
<i>Asia (continued)</i>	
West New Guinea .....	109,100.00
Western Samoa under New Zealand Administration .....	8,800.00
Area: BCG assessment teams .....	99,804.22
Indo-China, unapportioned .....	132,243.14
<b>AREA TOTAL</b>	<b>49,589,752.10</b>
 <i>Eastern Mediterranean</i>	
Aden .....	40,563.14
British Somaliland .....	16,100.00
Egypt .....	1,700,450.36
Ethiopia .....	376,348.49
Iran .....	3,370,609.38
Iraq .....	1,362,253.59
Israel .....	1,109,000.42
Jordan .....	1,255,368.39
Lebanon .....	113,370.11
Libya .....	320,057.90
Somaliland under Italian Administration .....	89,900.00
Sudan .....	111,780.33
Syria .....	1,199,751.99
Turkey .....	1,906,198.61
Palestine refugees .....	16,488,395.73
Area: BCG assessment team .....	46,640.57
<b>AREA TOTAL</b>	<b>29,506,789.01</b>
 <i>Europe</i>	
Albania .....	324,592.29
Austria .....	6,907,839.72
Bulgaria .....	5,515,926.37
Czechoslovakia .....	5,622,897.94
Finland .....	2,092,048.91
France .....	2,727,316.79
Germany .....	3,034,455.92
Greece .....	9,843,238.04
Hungary .....	2,039,570.82
Hungarian children and mothers in Hungary and Austria .....	700,000.00
Italy .....	19,080,221.99
Malta .....	174,833.60
Poland .....	18,961,539.27
Portugal .....	55,000.00
Romania .....	7,191,172.19
Spain .....	759,900.00
Yugoslavia .....	18,203,281.73
<b>AREA TOTAL</b>	<b>103,233,835.58</b>
 <i>Latin America</i>	
Antigua .....	50,100.00
Barbados .....	55,700.00
Bolivia .....	554,300.00
Brazil .....	3,629,543.12
British Guiana .....	66,093.45
British Honduras .....	105,915.57

**tures and balances of allocations**  
**ion to 31 December 1956**

<i>Expenditures</i>						<i>Balances of allocations</i>
<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Joint enterprise</i>	<i>Other services</i>	<i>Total</i>	<i>31 Dec. 1956</i>
\$	\$	\$	\$	\$	\$	\$
81,056.03					81,056.03	28,043.97
7,466.49					7,466.49	1,333.51
		99,804.22			99,804.22	
						132,243.14
<u>36,786,944.47</u>	<u>416,569.93</u>	<u>1,469,762.68</u>	<u>569,689.29</u>	<u>367,987.03</u>	<u>39,610,953.40</u>	<u>9,978,798.70</u>
2,945.49		4,933.61			7,879.10	32,684.04
12,832.07					12,832.07	3,267.93
1,094,050.35		60,640.47	229,982.69		1,384,673.51	315,776.85
129,545.30		108,599.58			238,144.88	138,203.61
1,776,855.53	13,743.32	163,547.13			1,954,145.98	1,416,463.40
801,136.65	8,874.34	170,107.71			980,118.70	382,134.89
964,331.99		1,376.72	84,000.42		1,049,709.13	59,291.29
1,018,469.24		45,673.93			1,064,143.17	191,225.22
78,776.68		78.25	22,070.11		100,925.04	12,445.07
201,792.58	3,213.56	65,505.28			270,511.42	49,546.48
79,070.90					79,070.90	10,829.10
62,621.68		16,680.33			79,302.01	32,478.32
386,114.71	5,616.90	14,748.59	47,717.32		454,197.52	745,554.47
1,106,602.82		42,098.61			1,148,701.43	757,497.18
16,201,754.47		3,095.73	109,024.13	20,117.97	16,333,992.30	154,403.43
		46,640.57			46,640.57	
<u>23,916,900.46</u>	<u>31,448.12</u>	<u>743,726.51</u>	<u>492,794.67</u>	<u>20,117.97</u>	<u>25,204,987.73</u>	<u>4,301,801.28</u>
324,592.29					324,592.29	
6,799,065.01	2,239.74	1,346.90	102,593.07		6,905,244.72	2,595.00
5,514,392.95	1,021.95		511.47		5,515,926.37	
5,402,494.47			220,403.47		5,622,897.94	
1,951,327.98	729.03		65,615.11		2,017,672.12	74,376.79
2,415,191.30	21,706.51	4,746.80	278,016.99		2,719,661.60	7,655.19
2,971,521.56					3,034,455.92	
9,550,276.22	3,605.41	4,043.97	251,870.23	62,934.36	9,809,795.83	33,442.21
1,972,766.26			66,804.56		2,039,570.82	
48,135.17					48,135.17	651,864.83
18,817,156.13	10,452.28	5,549.44	28,222.55		18,861,380.40	218,841.59
160,500.97	321.19		14,011.44		174,833.60	
18,498,005.49	2,239.06	509.00	460,785.72		18,961,539.27	
						55,000.00
7,191,172.19					7,191,172.19	
46,838.42					46,838.42	713,061.58
17,399,176.58	18,532.24	19,877.80	277,289.14		17,714,875.76	488,405.97
<u>99,062,612.99</u>	<u>60,847.41</u>	<u>36,073.91</u>	<u>1,766,123.75</u>	<u>62,934.36</u>	<u>100,988,592.42</u>	<u>2,245,243.16</u>
36,645.27					36,645.27	13,454.73
10,800.50		1,962.24			12,762.74	42,937.26
381,493.46	5,057.98				386,551.44	167,748.56
2,195,307.35	53,029.03	943.12			2,249,279.50	1,380,263.62
48,569.39	764.54	3,134.88			52,468.81	13,624.64
79,840.45	1,140.42	541.96			81,522.83	24,392.74

**Statement of allocations, expendi  
for the period from incept**

	<i>Authorized allocations \$</i>
<i>Latin America (continued)</i>	
British Virgin Islands.....	3,400.00
Chile .....	1,291,829.36
Colombia .....	1,014,652.70
Costa Rica .....	375,344.14
Dominica .....	42,500.00
Dominican Republic .....	220,400.00
Ecuador .....	1,264,605.85
El Salvador .....	955,005.20
French Guiana (Dept. of France).....	22,100.00
Grenada .....	66,000.00
Guatemala .....	986,500.00
Haiti .....	1,091,723.59
Honduras .....	787,550.00
Jamaica .....	277,747.74
Mexico .....	3,496,214.88
Montserrat .....	11,200.00
Nicaragua .....	669,425.90
Panama .....	332,369.05
Paraguay .....	521,612.84
Peru .....	1,192,988.62
St. Kitts .....	72,696.88
St. Lucia .....	49,100.00
St. Vincent .....	34,600.00
Surinam .....	116,770.20
Trinidad and Tobago .....	210,688.36
Uruguay .....	180,300.00
AREA TOTAL	19,748,977.45
Undistributed charges .....	
TOTAL FOR ALL AREAS	209,691,565.97
GENERAL ASSISTANCE	
Development of protein-rich foods for children.....	105,000.00
Fellowships—Calcutta Training Centre.....	50,000.00
Personnel for anti-tuberculosis projects.....	61,488.22
Group training courses.....	586,864.40
International Children's Centre, Paris.....	2,794,918.60
Provision for insurance.....	200,000.00
Operational services .....	10,538,942.52
ADMINISTRATIVE COSTS .....	13,784,497.64
TOTALS	237,813,277.35

**tures and balances of allocations**  
**ion to 31 December 1956**

<i>Expenditures</i>						<i>Balances of allocations</i>
<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Joint enterprise</i>	<i>Other services</i>	<i>Total</i>	<i>31 Dec. 1956</i>
\$	\$	\$	\$	\$	\$	\$
3,753.04					3,753.04	(353.04)
1,024,589.24	5,865.64	2,829.36			1,033,284.24	258,545.12
691,573.33		23,251.13			714,824.46	299,828.24
349,685.15	5,172.63	5,559.35			360,417.13	14,927.01
37,596.11					37,596.11	4,903.89
181,038.44					181,038.44	39,361.56
901,997.73		2,288.37	273,390.61		1,177,676.71	86,929.14
592,144.59	6,601.53	8,706.04			607,452.16	347,553.04
8,718.19					8,718.19	13,381.81
58,364.56	987.63				59,352.19	6,647.81
780,517.81	2,984.95				783,502.76	202,997.24
1,041,101.07					1,041,101.07	50,622.52
512,918.02					512,918.02	274,631.98
205,923.53	2,935.67	5,569.78			214,428.98	63,318.76
2,435,991.43	2,029.64	1,818.38	57,796.50		2,497,635.95	998,578.93
4,851.55					4,851.55	6,348.45
499,859.96	3,381.60				503,241.56	166,184.34
237,116.61	3,633.27				240,749.88	91,619.17
271,842.36	4,460.10	26,819.69			303,122.15	218,490.69
946,361.51	2,438.76				948,800.27	244,188.35
52,085.78	827.12	2,210.21			55,123.11	17,573.77
43,728.17					43,728.17	5,371.83
27,273.84					27,273.84	7,326.16
80,695.84		1,370.20			82,066.04	34,704.16
179,879.49	2,399.40	5,569.79			187,848.68	22,839.68
60,819.38					60,819.38	119,480.62
<u>13,983,083.15</u>	<u>103,709.91</u>	<u>92,574.50</u>	<u>331,187.11</u>		<u>14,510,554.67</u>	<u>5,238,422.78</u>
<u>576,712.43</u>	<u>16,493.58</u>				<u>593,206.01</u>	<u>(593,206.01)</u>
178,594,304.29	629,068.95	2,398,165.31	3,538,482.90	451,039.36	185,611,060.81	24,080,505.16
3,939.04					3,939.04	101,060.96
	11,117.83				11,117.83	38,882.17
		61,403.43			61,403.43	84.79
				562,013.58	562,013.58	24,850.82
				2,544,918.60	2,544,918.60	250,000.00
				200,000.00	200,000.00	
				8,879,824.04	8,879,824.04	1,659,118.48
				12,236,885.67	12,236,885.67	1,547,611.97
<u>178,598,243.33</u>	<u>640,186.78</u>	<u>2,459,568.74</u>	<u>3,538,482.90</u>	<u>24,874,681.25</u>	<u>210,111,163.00</u>	<u>27,702,114.35</u>





**Part II. UNICEF GREETING CARD FUND**



## FINANCIAL REPORT FOR THE YEAR ENDED 31 JANUARY 1957

1. The financial statements of the UNICEF Greeting Card Fund for the year ended 31 January 1957 are presented herewith. They comprise the following statements:

- (a) Statement of assets and liabilities as at 31 January 1957;
- (b) Statement of income and expenditure for the financial period from 1 February 1956 to 31 January 1957;
- (c) Statement of budgetary authorizations, obligations incurred, and unobligated balances of authorizations for the year ended 31 January 1957.

2. Under the authority of the Executive Board, the Greeting Card Fund was established as a separate undertaking. Greeting cards are one of the publications produced by the UNICEF Public Information Division, the main objective of which is to give people in many countries the opportunity to become familiar with the work of UNICEF and at the same time to contribute to it financially.

3. Through increased promotional activities, and as a result of organized campaigns throughout the world, sales of the UNICEF greeting cards have risen from year to year. The following tabulation shows the volume of sales, gross income, campaign expenditures and net income over the past three years.

	<i>Cards sold</i>	<i>Gross income</i>	<i>Campaign expenditures</i>	<i>Net income</i>
		\$	\$	\$
1954.....	3,130,000	287,707	134,069	153,638
1955.....	4,707,926	453,544	226,631	226,913
1956.....	6,322,168	606,995	347,649	259,346

4. Each year an amount recommended by the Executive Director and approved by the Executive Board is transferred to the general resources of UNICEF. The balance on the basis of Executive Board's approval is temporarily retained in the Greeting Card Fund's account as working capital for the operations of the subsequent year (see para. 13).

5. The sales of greeting cards are promoted mainly through the medium of brochures mailed to individuals and also through the efforts of national committees and other voluntary agencies; in addition, publicity is obtained through national publications, the press, radio and television.

6. In the selection of the artists and the designs, emphasis is placed on the activities of children. In the campaign under review, cards of eight designs were offered for sale.

7. In the last few years, it has been the practice of the Greeting Card Fund to increase the size of its inventories and, by so doing, to build up a wider selection of cards which it will continue to sell in later campaigns. The production of note cards (without greetings) enables the Fund to promote and sell cards after the holiday season is over and results in a steady income throughout the year.

### Assets and liabilities

#### ASSETS

8. *Cash on hand at banks:* Funds with the bank totalled \$274,549 at 31 January 1957. Of this sum \$199,549 was held on current account and \$75,000 on interest-bearing deposit account.

9. *Accounts receivable* totalled \$227,402, of which \$191,330 was due in respect of sales of cards (\$177,159 had been actually collected by May 1957), and \$36,072 represented an amount deposited with a Government for customs duty and purchase tax. Negotiations are proceeding to obtain exemption from these levies; pending a final decision, a reserve has been established to cover the amount involved.

#### LIABILITIES

10. *Accounts payable* and other unliquidated obligations totalling \$38,670 comprise the following items:

- (a) Campaign expenditures overseas (\$33,766) for which settlement between the Greeting Card Fund and UNICEF has been effected subsequent to 31 January 1957;
- (b) Amounts due (\$2,731) to sundry creditors;
- (c) Obligations outstanding (\$2,173) in respect of administrative costs.

11. *Reserve for taxes and duties* of \$36,072 is explained in paragraph 9.
12. *Surplus of assets over liabilities* amounted to \$427,209, and consisted of the working capital of \$167,863 brought forward from the 1955 campaign and of the net profit of \$259,346 earned for the campaign under review. Out of this surplus of \$427,209, a sum of \$200,000 was transferred in April 1957 to the general resources of UNICEF, in accordance with the decision of the Executive Board, leaving a balance of \$227,209 to be used as working capital for the 1957 campaign.

### Working capital and transfers to the general resources of UNICEF

13. In connexion with the working capital referred to above in paragraphs 4 and 12, a tabulation is given hereunder showing: working capital at the beginning of the financial year, net income, transfers to general resources of UNICEF and the authorized working capital for the subsequent campaign:

Campaign year	Working capital at the beginning of the financial year (1) \$	Net income (2) \$	Surplus of assets over liabilities at the end of the financial year (Total columns (1) & (2))	Transfer to general resources of UNICEF* (4) \$	Authorized working capital for the following year (5) \$
			(3) \$		
1954.....	77,312	153,638	230,950	125,000	105,950
1955.....	105,950	226,913	332,863	165,000	167,863
1956.....	167,863	259,346	427,209	200,000	227,209
1957.....	227,209	—	—	—	—

\* These amounts are shown in UNICEF accounts under "miscellaneous income" in the subsequent calendar year.

### Income and expenditure

#### INCOME

14. *Sales of greeting cards*: During the 1956 campaign, sales in all countries realized \$599,250 in respect of 6,322,168 cards. The highest sales were in the United States of America (3,409,594 cards) and in the United Kingdom (1,135,913 cards). In other countries an appreciable increase in sales was achieved as tabulated in paragraph 22. As in former years, the campaign in Canada was conducted by the Canadian United Nations Association, the cards being printed in that country from plates supplied by UNICEF. At the close of the campaign it was reported that 280,000 cards had been sold. In addition, 8,320 cards consigned from New York were also sold in Canada. Net proceeds from Canada amounted to \$17,820. Elsewhere, the campaign was conducted directly by the Greeting Card Fund, with sales totalling 6,033,848 cards which realized \$581,430.

15. *Miscellaneous income*: This income (\$7,745) consisted of bank interest (\$860), profit on imprinting of cards (\$3,708) and revenue from the staff assessment plan (\$3,177). Approximately 180,000 cards were imprinted in 1956 for an extra charge, with names, addresses and personal messages requested by the purchaser.

#### EXPENDITURE

16. Expenditure during the 1956 campaign, including a provision for taxes and duties, amounted to \$347,649 as shown below; a comparison is also given with corresponding items of 1955 and 1954. In 1956, 7,487,625<sup>1</sup> cards were printed (3,700,000 in the United States of America, and 1,778,125 in Denmark) compared with 5,903,360<sup>1</sup> cards in 1955. The average cost per card was 4.16 cents in 1956 as compared with 3.84 cents in 1955 and 4.54 cents in 1954.

	1956 campaign		1955 campaign		1954 campaign	
	Total expenditure \$	Cost <sup>2</sup> per card \$	Total expenditure \$	Cost <sup>3</sup> per card \$	Total expenditure \$	Cost <sup>4</sup> per card \$
Staff costs .....	82,243	1.10 cents	54,179	.92 cents	36,009	1.22 cents
Production costs .....	113,774	1.52 cents	91,897	1.56 cents	42,473	1.44 cents
Sales promotion costs and other expenses .....	115,560	1.54 cents	80,555	1.36 cents	55,587	1.88 cents
	<u>311,577</u>	<u>4.16 cents</u>	<u>226,631</u>	<u>3.84 cents</u>	<u>134,069</u>	<u>4.54 cents</u>
Provision for taxes and duties..	36,072		—		—	
	<u>347,649</u>		<u>226,631</u>		<u>134,069</u>	

<sup>1</sup> Apart from cards printed by the United Nations Association in Canada (280,000 cards in 1956 compared with 224,000 in 1955).

<sup>2</sup> Based on a total of 7,487,625 cards.

<sup>3</sup> Based on a total of 5,903,360 cards.

<sup>4</sup> Based on a total of 2,957,700 cards.

## Inventory

17. Inventory as of 31 January 1956 amounted to 2,074,662 cards. In October 1956, the Committee on Administrative Budget considered the problem of the remaining 1955 United Nations greeting and note cards which contained as a design the flags of the sixty States Members of the United Nations in 1955. The Committee agreed that since this design was obsolete "that the Executive Director should determine the best means of disposal of these cards" (E/ICEF/327, paragraph 5). A total of 480,000 of these cards was given by the Executive Director cost-free to the Government of Japan for distribution to school children in that country. A total of 65,610 cards of an earlier design which had been over-printed in German and could not be sold in Germany was sent to Austria for distribution, free of charge, among school children during a special campaign.

18. Losses in transit, shortages and free issues (samples) totalled 65,896 cards (less than 1 per cent of the turnover of cards during the year).

19. Inventory as of 31 January 1957 amounted to 2,908,613 cards (see para. 7). The valuation of these stocks at \$30,000 shown in the footnote under "assets" was based on production costs less depreciation.

### Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations

20. The Committee on Administrative Budget approved the budget estimates of the Greeting Card Fund for 1956 totalling \$319,000 gross (E/ICEF/327, para. 7). Obligations incurred during the financial year amounted to \$311,577 and unobligated balances to \$7,423. This surplus of \$7,423 of the budgetary authorization for 1956 has been cancelled.

21. The permanent staff of the Greeting Card Fund consisted of nine employees, five in New York and four in Europe. During the sales season (from September to January) additional temporary staff were employed.

### Geographical distribution of sales, 1954-1956

22. The following table shows the trend of increase in sales by area from 1954 to 1956:

	1954		1955		1956	
	Cards sold	Percentage of total sales	Cards sold	Percentage of total sales	Cards sold	Percentage of total sales
United States of America.....	1,919,290	61.3	2,734,230	58.1	3,409,594	53.9
United Kingdom of Great Britain and Northern Ireland .....	441,410	14.1	864,400	18.3	1,135,913	18.0
Other European countries.....	456,710	14.6	643,594	13.7	1,055,792	16.7
Canada .....	201,880	6.5	228,970	4.9	288,320	4.6
Africa and Eastern Mediterranean.....	8,940	0.3	15,206	0.3	25,586	0.4
Asia .....	35,435	1.1	115,876	2.5	241,853	3.8
Australia and New Zealand.....	13,220	0.4	46,970	1.0	64,970	1.0
Central and South America.....	53,115	1.7	58,680	1.2	100,140	1.6
	<u>3,130,000</u>	<u>100.0</u>	<u>4,707,926</u>	<u>100.0</u>	<u>6,322,168</u>	<u>100.0</u>

23. The total sales in 1956 throughout the world increased by 34 per cent over 1955. The largest sales were in the United States of America, United Kingdom and the continent of Europe where the percentage of increase was 25 per cent, 31 per cent and 64 per cent respectively. Sales in other areas showed an over-all increase of 55 per cent.

(Signed) Maurice PATE  
Executive Director

17 May 1957



**FINANCIAL STATEMENTS**  
**FOR THE YEAR ENDED 31 JANUARY 1957**



## Statement of assets and liabilities

*(expressed in US*

ASSETS	\$	\$
Cash on hand and at banks.....		274,549.31
Accounts receivable:		
Proceeds of sale of cards:		
Due from UNICEF offices overseas.....	79,993.26	
Due from the United Nations Association in Canada.....	17,668.07	
Due from other consignees.....	93,668.90	
	<u>191,330.23</u>	
Claim for reimbursement of taxes and duties.....	36,072.20	227,402.43

501,951.74

*Note:* Stocks of cards on hand valued at \$30,000 are not included in the assets above.

## CERTIFIED CORRECT:

*(Signed)* Stanley SROKA  
Comptroller

AUDIT

The above statement of assets and liabilities has been examined in accordance with our directions. We have our opinion, the above statement is correct.

as at 31 January 1957

dollar equivalent)

LIABILITIES	\$	\$
Accounts payable and other unliquidated obligations (including obligations in respect of administrative costs of \$2,173.78).....		38,670.47
Provision for taxes and duties.....		36,072.20
Surplus of assets over liabilities:		
Balance as at 1 February 1956.....	332,862.91	
Less: Transfer to UNICEF.....	165,000.00	
	<u>167,862.91</u>	
<i>Add:</i> Excess of income over expenditure for the financial year ended 31 January 1957, per statement of income and expenditure.....	259,346.16	427,209.07

501,951.74

APPROVED:

(Signed) Maurice PATE  
Director

CERTIFICATE

obtained all the information and explanations that we have required, and we certify, as a result of the audit, that, in

(Signed) Lars BREIE, Norway  
Luis ACEVEDO RODRIGUEZ, Colombia  
L. van der TEMPEL, Netherlands

**Statement of income and expenditure  
for the financial year ended 31 January 1957**

<i>Income</i>	\$	\$	\$
Sales of greeting cards:			
In the United States of America.....	335,640.00		
Outside the United States of America.....	263,609.79	599,249.78	
	<u>                    </u>		
Miscellaneous income:			
Bank interest .....	860.20		
Net proceeds for imprinting service.....	3,708.10		
Staff assessment plan.....	3,177.53	7,745.83	
	<u>                    </u>	<u>                    </u>	
			606,995.61
<i>Expenditure</i>			
Staff costs .....	82,243.67		
Production costs .....	113,773.67		
Sales promotion costs and other expenses.....	115,559.91	311,577.25	
	<u>                    </u>		
Provision for taxes and duties.....		36,072.20	347,649.45
		<u>                    </u>	<u>                    </u>
<i>Excess of income over expenditure.....</i>			<u>259,346.16</u>

CERTIFIED CORRECT:  
  
(Signed) Stanley SROKA  
Comptroller

APPROVED:  
  
(Signed) Maurice PATE  
Director

AUDIT CERTIFICATE

The above statement of income and expenditure has been examined in accordance with our directions. We have obtained all the information and explanations that we have required, and we certify, as a result of the audit, that, in our opinion, the above statement is correct.

(Signed) Lars BREIE, Norway  
LUIS ACEVEDO RODRIGUEZ, Colombia  
L. van der TEMPEL, Netherlands

**Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations  
for the financial year ended 31 January 1957**

	<i>Budgetary authorizations</i> \$	<i>Obligations incurred</i> \$	<i>Unobligated balances of authorizations</i> \$
<i>Chapter I—Staff costs</i>			
Salaries and wages.....	76,865.00	76,556.67	308.33
Contributions Staff Pension Fund.....	4,687.00	4,641.10	45.90
Children's allowance .....	400.00	361.75	38.25
Travel on home leave.....	100.00	69.60	30.40
Contributions medical and social insurance.....	648.00	614.55	33.45
TOTAL	<u>82,700.00</u>	<u>82,243.67</u>	<u>456.33</u>
<i>Chapter II—Production costs</i>			
Boxes .....	25,600.00	25,424.70	175.30
Collating .....	21,500.00	21,082.29	417.71
Envelopes .....	21,300.00	20,730.55	569.45
Order forms .....	2,800.00	2,662.86	137.14
Paper .....	20,500.00	19,977.37	522.63
Printing .....	24,100.00	23,895.90	204.10
TOTAL	<u>115,800.00</u>	<u>113,773.67</u>	<u>2,026.33</u>
<i>Chapter III—Sales promotion costs and other expenses</i>			
Addressing services .....	9,000.00	8,550.99	449.01
Brochures printing .....	22,100.00	22,043.31	56.69
Commissions .....	10,800.00	10,710.65	89.35
External audit costs.....	600.00	600.00	—
Freight .....	16,200.00	16,121.64	78.36
Miscellaneous .....	2,200.00	1,386.85	813.15
Office equipment .....	2,500.00	1,389.61	1,110.39
Packing and mailing services.....	11,300.00	11,093.51	206.49
Postage .....	33,400.00	33,228.76	171.24
Publicity and promotion.....	4,600.00	4,511.85	88.15
Rental of premises.....	2,500.00	1,844.93	655.07
Stationery and office supplies.....	2,100.00	1,802.01	297.99
Travel on official business.....	3,200.00	2,275.80	924.20
TOTAL	<u>120,500.00</u>	<u>115,559.91</u>	<u>4,940.09</u>
GRAND TOTAL	<u><u>319,000.00</u></u>	<u><u>311,577.25</u></u>	<u><u>7,422.75</u></u>

CERTIFIED CORRECT:

(Signed) Stanley SROKA  
Comptroller

APPROVED:

(Signed) Maurice PATE  
Director

**AUDIT CERTIFICATE**

The above statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations has been examined in accordance with our directions. We have obtained all the information and explanations that we have required, and we certify, as a result of the audit, that, in our opinion, the above statement is correct.

(Signed) Lars BREIE, Norway  
Luis ACEVEDO RODRIGUEZ, Colombia  
L. van der TEMPEL, Netherlands

**Part III. REPORT OF THE BOARD OF AUDITORS  
TO THE GENERAL ASSEMBLY**



**REPORT OF THE BOARD OF AUDITORS TO THE GENERAL ASSEMBLY ON THE AUDIT OF  
ACCOUNTS OF THE UNITED NATIONS CHILDREN'S FUND FOR THE YEAR ENDED  
31 DECEMBER 1956**

1. The Executive Director of the United Nations Children's Fund submitted the following statements to the Board of Auditors for certification:

- I. Statement of assets and liabilities as at 31 December 1956;
- II. Statement of income and expenditure for the year ended 31 December 1956; and
- III. Statement of budgetary authorizations, obligations incurred and unobligated balances of appropriations, administrative costs and costs of operational services for the year ended 31 December 1956, together with associated schedules.

The examinations of the accounts were conducted in the same manner as in previous years. Accounts maintained at New York Headquarters and at Paris were examined to the extent necessary

- (a) To satisfy the Board of Auditors as to the general situation of the accounts;
- (b) To permit the financial statements to be certified; and
- (c) To report on the transactions of the year.

In addition, an interim audit of the accounts of the Bangkok Office was made. The Board was also provided with copies of reports by UNICEF internal auditors on their examinations of accounts maintained elsewhere. All information required for the purpose of the audit was received and the Board now records its appreciation of the co-operation and assistance extended by officers of UNICEF and the Greeting Card Fund.

2. *Defalcations:* During the year under review, defalcations in an amount of approximately \$1,800 had been made by a UNICEF official in an overseas office. The official concerned has been separated from the Fund. A substantial part of the loss suffered by UNICEF is covered by emoluments due to the employee and the Board was informed by the administration that full restitution might be made.

3. *Legal proceedings in connexion with purchase of blankets:* For several years, UNICEF has been representing UNRWA in connexion with legal proceedings in the French courts. The case, which had its origin in a contract for blankets negotiated by UNICEF on behalf of the Agency, is still pending.

4. *Reserve for insurance:* In 1950, the Executive Board established a reserve for the self-insurance of UNICEF supplies against marine and warehouse losses in the amount of \$200,000. Since then losses amounting to approximately \$15,000 have been written off against it. The Board notes that the reserve has not been restored to the original amount.

5. *Income and expenditure:* A comparison between 1956 and the two previous years in the relationship of administrative costs and operational services with total expenditure is shown below:

	<u>1954</u>	<u>1955</u>	<u>1956</u>
	<i>Per cent</i>		
Administrative costs .....	8.34	8.97	7.37
Operational services .....	5.6 <sup>c</sup>	7.11	6.47

6. *Greeting Card Fund:* The following statements of the Greeting Card Fund submitted by the Executive Director have been examined and certified by the Board:

- I. Statement of assets and liabilities as at 31 January 1957;
- II. Statement of income and expenditure for the financial year ended 31 January 1957; and
- III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations for the financial year ended 31 January 1957.

Since the examination did not give rise to any audit comments, no separate report is issued.

(Signed) Lars BREIE, Norway  
Luis ACEVEDO RODRIGUEZ, Colombia  
L. van der TEMPEL, Netherlands

13 May 1957