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ANNUAL REVIEW OF THE FINANCIAL SITUATION, 1982

Report of the Administrator

Summary

In this report, the Administrator provides a comprehensive financial review of the activities financed from the UNDP Account during 1982, the financial position at the end of that year and a forecast of activities in 1983 and 1984. The paper describes the unfavourable resource situation of UNDP, the erosion in its financial reserves and the decline in programme delivery due to resource constraints. It also provides information on cost-sharing activities including projections of increases in these contributions. The report also deals with the utilization of accumulated non-convertible currencies, the status of collection of outstanding accounts receivables, and the placement of UNDP funds. Additionally, in accordance with Governing Council decision 82/30 and 82/36, information on the status of the Reserve for Construction Loans to Governments and related matters, as well as on agency support cost flexibility arrangements is presented. The report concludes with the Administrator's recommendations in paragraph 37.

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INTRODUCTION

1. In accordance with established procedures, financial statements for the UNDP account^{1/} for the year are submitted to the Governing Council for its review. Additionally, in response to Governing Council decisions 82/30, and 82/36, the reports of the Administrator on the status of the Reserve for Construction Loans to Governments and related matters and on Agency Support Cost flexibility arrangements have been incorporated in this review. To facilitate this review, the statements have been presented in the following five groupings:

I. 1982 Financial statements

- Statement I : Statement of income and expenditure for the year ended 31 December 1982
- Statement II : Statement of assets and liabilities as at 31 December 1982
- Statement III: Statement of changes in the financial position for the year ended 31 December 1982
- Statement IV : Summary of movement in subsidiary programme funds and revenue reserve for the year ended 31 December 1982
- Schedule 1 : Contributions outstanding as at 31 December 1982
- Schedule 2 : 1982 expenditures by agency
- Schedule 3 : Summary of investments as at 31 December 1982
- Schedule 4(a): Income received under project, programme and third-party cost-sharing arrangements
- Schedule 4(b): Income received under third-party cost-sharing arrangement: (by donor)

II. 1982 Variance analysis: forecasts vs. actuals

Table 1	:	Income and expenditure for 1982
Table 2	:	Assets and liabilities as at 31 December 1982
Table 3	:	Cash flow statement for the period 1 January to 31 December 1982

III. Estimates for 1983 and 1984

Table 4	:	Forecast of income and expenditure for 1983 and 1984
Table 5	:	Estimated balance sheets as at 31 December 1983 and 1984
Table 6	:	Cash flow statement for the period 1 January 1983 to 31 December 1983
Table 7	:	Estimates of accumulated non-convertible currencies as at 31 December 1983

IV. Agency support cost flexibility arrangements

Table 8	:	1982 Agency support costs under flexibility arrangements: forecasts vs. actual
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V. Status of the Reserve for Construction Loans to Governments

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I. INCOME AND EXPENDITURE

2. Statements I and II provide a summary of the financial activities of UNDP during 1982 and its financial position as at 31 December 1982. An overview of income and expenditure for 1981 and 1982, forecasts for 1983 and annual percentage changes are presented in the following summary:

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Comparative analysis of
income and expenditure for 1981, 1982 and 1983
(actuals for 1981 and 1982, forecast for 1983)
(Millions of US dollars)

	<u>1981</u>	<u>Percentage change 1982/1981</u>	<u>1982</u>	<u>Percentage change 1983/1982</u>	<u>1983 Forecast</u>
INCOME:					
Income from voluntary contributions	690.0	(1.4)	680.0	2.0	693.4
Cost-sharing, and Government Cash					
Counterpart Contributions (GCCC)	73.5	13.5	83.4	49.4	124.6
Special Measures Fund for the					
Least Developed Countries (LDCs)	12.9	27.1	16.4	(13.4)	14.2
Extra-budgetary income	-	-	5.7	-	-
Miscellaneous income (net)	<u>27.9</u>	(74.2)	<u>7.2</u>	38.9	<u>10.0</u>
Total income	<u>804.3</u>	(1.4)	<u>792.7</u>	6.2	<u>842.2</u>
EXPENDITURE:					
Indicative Planning Figure (IPF),	655.9	(12.2)	575.9	(6.1)	541.0
Special Programme Resources					
and Special Industrial Services					
(SIS)					
Cost sharing and GCCC	60.8	16.4	70.8	53.4	108.6
Special Measures Fund for LDCs	14.9	(7.4)	13.8	8.7	15.0
Total programme expenditure:	731.6	(9.7)	660.5	0.6	664.6
Agency support costs	94.2	(9.7)	85.1	0.5	85.5
UNDP administrative and					
programme support costs	105.0	(0.9)	104.1	10.3	114.8
UNDP extra-budgetary	-	-	3.0	-	-
expenditure					
Other	<u>6.7</u>	(4.5)	<u>6.4</u>	(6.3)	<u>6.0</u>
Total expenditure	<u>937.5</u>	(8.4)	<u>859.1</u>	1.4	<u>870.9</u>
Net excess of expenditure over income	133.2		66.4		28.7

/...

3. It will be noted that total income in 1982 amounted to \$792.7 million and total expenditure \$859.1 million. This resulted in an excess of expenditure over income of \$66.4 million which has been attributed as follows:

<u>(Millions of US dollars)</u>	
(a) Excess of main programme expenditure over income	76.7
(b) Surplus of cost-sharing income over expenditure	(5.7)
(c) Surplus of income from Special Measures Fund for LDCs over expenditure;	(2.6)
(d) Excess of GCCC expenditure over income; and	0.7
(e) Surplus extra-budgetary income over expenditure	(2.7)
Net excess of expenditure over income	<u>66.4</u>

As a result of the excess of main programme expenditure over income, the revenue reserve of UNDP went down from \$71.1 million at 31 December 1981, to a negative balance of \$5.6 million at 31 December 1982.

4. As in the annual review of the financial situation for 1981 (DP/1982/49), the Administrator is providing the Council with comprehensive financial information on the activities financed from the UNDP account. Tables 1, 2 and 3 illustrate the actual financial activities of UNDP in 1982, as compared with the forecasts presented to the twenty-ninth session. As shown in Table 1, total income in 1982 amounted to \$792.7 million which was \$31.1 million lower than had been forecast. This shortfall may be attributed to the continued strength of the US dollar in 1982 which contributed to an erosion in the value, in US dollar terms, of some of the pledges made in national currencies. Income received from voluntary contributions amounted to \$679.7 million (including \$7.6 million relating to future years' pledges) which was lower than the forecast by \$29.7 million. Miscellaneous income, which consists mostly of income from short-term placements of funds by UNDP, was adversely affected because of the drop in interest rates in the short term

investment markets during the second half of 1982 and the continued strength of the US dollar. Thus, miscellaneous income amounted to \$6.4 million as against the forecast of \$25.0 million. Some of these reductions were partly offset by cost-sharing contributions which were \$12.8 million higher than the forecast.

5. Total expenditure in 1982 amounted to \$859.1 million which was higher than the forecast by \$13.9 million. The over-expenditure occurred mostly in expenditures relating to the main field programme and cost sharing. These are explained further in Section II. Administrative and programme support costs were \$7.6 million less than had been estimated. These are discussed in detail in DP/1983/44.

6. With respect to Table 2, Balance sheet variance analysis, it may be noted that the revenue reserve as at 31 December 1982 showed a negative balance of \$5.6 million as against the forecast of a positive balance of \$47.5 million. This was primarily due to a net excess of expenditure over income relating to the main programme of \$76.7 million actually incurred in 1982, which was larger than the forecast of \$23.6 million by \$53.1 million. This difference between the forecast and the actual level of the revenue reserve is largely explained by corresponding differences between the forecast and actuals in the level of unliquidated obligations, investments and operating funds held by the Agencies. In this context, it may be noted that the deficit in the revenue reserve implies that, in technical terms, it has to be covered by a corresponding reduction in the level of the Operational Reserve. However, in terms of cash flow, it has not been necessary to actually draw upon the assets in the Operational Reserve, primarily due to the large amount of unliquidated obligations against which the Agencies have not yet been advanced funds. The reduced level of operating funds held by the Agencies partly reflects the reduced rate of disbursements by the Agencies in the fourth quarter of 1982. However, operating fund balances are subject to periodic fluctuations and it is expected that such balances would go up again early in 1983 as the disbursement rates of the Agencies resume their normal pattern.

7. Cash, letters of credit and placement of funds as at 31 December 1982, exclusive of reserves ^{2/}, amounted to \$243.6 million, which can be compared with \$279.4 million as at 31 December 1981. Cash balances as at 31 December 1982 amounted to \$18.2 million (excluding holdings in accumulated non-convertible currencies), of which \$2.7 million was held in the central account of UNDP and \$15.5 million represented the operating cash balances in the field offices.

II. PROGRAMME EXPENDITURES

8. Field programme expenditure in 1982 amounted to \$660.5 million, of which \$567.8 million represented expenditure against IPFs, \$21.9 million against supplementary programmes in the UNDP Account (Special Programme Resources, SIS, and Special Measures Fund for LDCs), and \$70.8 million against cost sharing and GCCC. The details of expenditure by agency and source of fund are shown in Schedule 2.

9. The summary below presents, for comparison purposes, expenditures for 1981 and 1982 and forecasts of expenditure for 1983. It also shows earlier forecasts for these years provided in DP/1982/49. Programme expenditure in 1982 of \$660.5 million represents a reduction of \$71.1 million over 1981 or approximately 9.7 per cent; however, this amount is \$21.5 million higher than the forecast of 1982 expenditure. This slight overall over-expenditure beyond the forecast was due to increases partly in IPF expenditures (\$17.8 million or 3.2 per cent) and partly in cost-sharing expenditures (\$7.2 million or 13.1 per cent). In order to keep expenditures within available resources in 1982 the Administrator had set a limitation on IPF expenditure for 1982 of \$550 million. Careful planning and monitoring of programme budgets and expenditures throughout 1982 was necessary in order to achieve a drastic reduction from the programming levels of 1981. Such a reduction was substantially achieved. However, an unusual increase at year end in the establishment of obligations against 1982 budgets produced a small excess of expenditures over this limitation. During the year, the build up of cost-sharing budgets was stronger than anticipated and, even though it occurred too late in the year to produce a significant increase in expenditure, cost-sharing expenditure for 1982 was \$62.2 million which exceeded the conservative forecast of \$55.0 million.

Programme expenditure and forecast for 1981-1983
(Millions of US dollars)

	1981 Final expenditure	1982 Forecast in DP/1982/49	1982 Expenditure	1983 Forecast in DP/1982/49	1983 Revised forecast
IPF	649.8	550.0	567.8	563.0	530.0
Special Programme Resources	4.5	7.0	5.0		8.0
SIS	1.6	3.0	3.1		3.0
Cost sharing	51.0	55.0	62.2		95.0
Special Measures Fund for LDCs	14.9	15.0	13.8	15.0	15.0
GCCC	9.8	9.0	8.6	11.0	13.6
TOTAL	731.6	639.0	660.5	654.0	664.6

10. The table in paragraph 9 above provides a comparison of the forecasts of expenditure for 1983 with the preliminary forecast included in DP/1982/49. The Administrator intends to limit 1983 IPF programme expenditures to \$530 million, which is a reduction of approximately \$20 million from the earlier forecast, primarily to absorb the over-expenditure during 1982 but also to conform to the multi-year planning of resource utilization. However, in expectation of increased availability of funds, the forecast of cost-sharing expenditures has been revised from \$65.0 million to \$95.0 million.

III. COST-SHARING ARRANGEMENTS

11. Total cost-sharing expenditure during the year amounted to \$62.2 million exclusive of support costs. Of this amount, \$52.6 million was expended in project cost sharing and \$9.6 million in programme cost sharing. There was thus an increase of \$11.2 million in the amounts apportioned to cost sharing in 1982 from 1981 and cost-sharing expenditure as a percentage of total field programme expenditure increased from 7.0 per cent to 9.4 per cent. It would therefore seem that after the temporary decline in 1981, the cost sharing programme has resumed the pattern since 1977, of consistent annual growth.

12. Income from cost-sharing contributions increased from \$62.7 million in 1981 to \$75.3 million in 1982. Of this amount, \$50.9 million was contributed as project cost sharing, \$12.5 million as programme cost sharing and \$11.9 million as third-party cost sharing. Schedules 4(a) and 4(b) provide further information on cost-sharing income during 1982. The following summarizes the balances of cost-sharing contributions held by UNDP:

	<u>Millions of US dollars</u>
Balance of cost-sharing contributions held by UNDP as at 31 December 1981	36.9
Cost-sharing income during 1982	75.2
Cost-sharing expenditure during 1982	(62.2)
Support cost thereon	(<u>7.3</u>)
Increase in balance held	<u>5.7</u>
Balance as at 31 December 1982	42.6
	<u><u> </u></u>

13. The conservative forecasts of cost sharing income and expenditure of \$62.5 and \$55.0 million in 1982, adopted for planning purposes have proven to be somewhat understated. Cost sharing budgets have continued to increase for 1983 and there are indications of increased interest on the part of several governments in the cost sharing programme. The estimates of income and expenditure for 1983 provided in DP/1982/49 have therefore been revised to be \$110.0 million and \$95.0 million respectively. If the majority of the proposals now under discussion materialize, the level of cost sharing may increase even farther.

IV. SPECIAL MEASURES FUND FOR LDCs

14. The balance of resources available for this fund as at 31 December 1981 was \$17.3 million. An additional amount of \$16.4 million was pledged and paid during 1982. The expenditure for 1982 amounted to \$13.8 million, against the forecast of \$15.0 million in DP/1982/49. The balance of the resources available as at 31 December 1982 was therefore \$19.9 million. The information is summarized below:

	<u>Millions of US dollars</u>	
Balance as at 31 December 1981		17.3
Income received during 1982	16.4	
Expenditure during 1982	<u>(13.8)</u>	
Increase in balance held		<u>2.6</u>
Balance as at 31 December 1982		19.9
		<u><u> </u></u>

As at 31 December 1982, total resources for the Special Measures Fund for LDCs since the inception of the Fund in 1973 amounted to \$114.7 million (excluding pledges of \$13.9 million for 1983). Of this amount, \$94.8 million was spent during 1973-1982, leaving a balance of \$19.9 million as available resources for programming.

V. SPECIAL PROGRAMME RESOURCES

15. During 1982, expenditure chargeable to the Special Programme Resources amounted to \$5.0 million. Of this, \$1.8 million were expended for disaster-related projects and \$3.2 million for other activities, including assistance to the Palestinian people. The total allocation of resources for the Special Programme Resources for the third programming cycle (1982-1986) currently amounts to \$45.9 million which is 55 per cent of the approved allocation of \$83.5 million, in line with the provisions of Governing Council decision 80/30. An additional amount of \$6.6 million has been carried over from the second cycle (1977-1981) as per decision 81/25 of the Council, thus providing a combined allocation of \$52.5 million for this cycle. Against this amount, commitments amounting to \$9.6 million have been approved, leaving an uncommitted balance of \$42.9 million. Budgets for 1982 amount to \$6.1 million, including \$2.2 million for disaster-related projects and \$3.9 million for other activities.

VI. FINANCIAL FORECASTS

16. The Administrator presents in Tables 4, 5 and 6 his forecasts of programme activities in 1983 and 1984. These forecasts continue to present an unfavourable picture of the resource situation of UNDP in 1983 and 1984. The estimate of income from voluntary contributions for 1983 has been revised down to \$691.9 million, from the estimate of \$707.9 million provided in UNDP/1982/49. The estimate of contributions income for 1984 is taken to be \$745.5 million, an increase of approximately 7.7 per cent over 1983. However, it is expected that a substantial increase in cost-sharing activities might take place during this period and the estimate of cost sharing income has therefore been increased to \$110.0 million and \$135.0 million in 1983 and 1984 respectively.

17. It may be noted that based on these estimates, UNDP will incur an excess of expenditures over income of \$28.7 million in 1983 and a surplus of income over expenditure of \$41.2 million in 1984. As a result, the net assets of UNDP (assets in excess of liabilities), as represented by the revenue reserve, will be further reduced from its current negative balance of \$5.6 million at the end of 1982 to a negative balance of \$37.7 million at the end of 1983. The projected surplus of income over expenditure in 1984 will restore the revenue reserve to \$7.2 million at the end of 1984. More important for the financial soundness of the Programme, however, when accumulating non-convertible currencies are excluded, the usable assets in the revenue reserve will decrease to a negative balance of \$73.7 million at the end of 1983 and be partially restored to, but still remain a negative balance of, \$28.8 million at the end of 1984. As previously stated, these negative balances technically have to be financed from UNDP's Operational Reserve which then would be drawn down to \$126.3 million in 1983 and \$171.2 million in 1984.

18. The projection of cash flows during 1983, shown in Table 6, indicates the tight liquidity situation UNDP expects to face during that year. However, assuming the co-operation of donor governments in the payment of contributions early in the year, UNDP expects to hold small positive cash balances during 1983, and therefore not require, for cash flow purposes, the use of the Operational Reserve in spite of the fact that the revenue reserve will be further eroded. As previously stated that is made possible by the level of unliquidated obligations due to Agencies. It is clear that under these conditions, any delays in payment of contributions by Governments beyond what has been assumed in the table may require, for cash flow reasons, the use of the Operational Reserve during 1983.

VII. PLACEMENT OF UNDP FUNDS

19. For the financial year 1982, the total return on UNDP investments was approximately 1.0 per cent or \$3.9 million. This resulted from interest earnings of 11.2 per cent or \$44.5 million and a loss of 10.2 per cent or \$40.6 million from exchange rate changes. This compares with a total return of 7.7 per cent (\$30.8 million) in 1981, of which 14 per cent (\$56 million) was from interest earnings and a loss of 6.3 per cent (\$25.2 million) from exchange rate changes. The increasing strength of the US dollar vis-a-vis other major currencies in 1982 resulted in the substantial increase in losses on exchange. These losses can be attributed to the following four sources: a) non-US dollar holdings in the Operational Reserve which, as previously reported to the Council, is held in a basket of currencies, 50 per cent of which is US dollars; b) holdings of accumulating non-convertible currencies; c) currencies held by UNDP in the currency of payment of the pledge which will be utilized in the country for operational purposes; and d) other losses resulting from conversions of currencies, delays in notification of deposits and other transactions. The distribution in 1982 was:

(Millions of US \$)

Losses on the Operational Reserve	16.0
Losses on accumulating non-convertible currency holdings	6.0
Losses on currencies held for operational purposes	16.8
Other losses	<u>1.8</u>
<u>Total:</u>	<u>40.6</u>

20. Placements in developing countries increased from \$25.9 million as at 31 December 1981 to \$44.5 million as at 31 December 1982, primarily in World Bank bonds, the proceeds of which are used for the developing countries. This increase was achieved consistent with UNDP's policy of placing funds only in short-term instruments and with the objective of safety, liquidity and availability of funds.

VIII. STATUS OF THE OPERATIONAL RESERVE

21. As authorized by the Governing Council in its decision 79/31, the Operational Reserve is currently funded at the level of \$200 million. The composition of the Operational Reserve as at 31 December 1982 compared with 31 December 1981 is as follows:

	(Millions of US dollars)	
	<u>31 Dec.1981</u>	<u>31 Dec.1982</u>
Authorized level	200.0	200.0
<u>Investments</u>		
Canadian dollars	5.0	7.0
Deutsche marks	40.0	40.0
Japanese yen	20.0	20.0
Netherlands guilders	15.0	16.0
Norwegian kroner	5.0	4.0
Swiss francs	7.5	7.5
UK pounds sterling	7.5	5.5
US dollars	100.0	100.0
	<hr/>	<hr/>
Total	200.0	200.0
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IX. UTILIZATION OF ACCUMULATED NON-CONVERTIBLE CURRENCIES

22. UNDP holdings of accumulated non-convertible currencies amounted to \$36.8 million as at 31 December 1982. This balance, as indicated in Table 7, represents a net decrease of \$5.5 million from 31 December 1981 and is \$6.4 million lower than the level projected in DP/1982/49. This net decrease includes the effect of the depreciation in the value of UNDP holdings of these currencies amounting to \$6.0 million. It may be noted that in the absence of the impact of the changes in exchange rates, the value of these currencies would have actually increased by \$0.5 million. It

is estimated that receipts and disbursements in these currencies would be approximately in balance in 1983, leaving an amount of \$35.8 million as the value of currencies as at 31 December 1983.

23. In this context, it may be noted that, based on data received from agencies, approximately 80 per cent of the experts engaged from countries in whose currencies UNDP held accumulated non-convertible amounts received their full salary in 1982 in currencies other than their national currencies. The remaining 20 per cent of the experts received, on the average, 80 per cent of their salaries in currencies other than their own and 20 per cent in their national currencies.

X. COLLECTION OF OUTSTANDING CONTRIBUTIONS RECEIVABLE

24. A detailed listing of the outstanding receivables by country and by major type of receivable is provided in Schedule 1. The total amount of outstanding voluntary contributions decreased slightly from \$35.9 million to \$35.4 million. The balance outstanding resulted primarily due to the non-payment by two governments of all or part of their pledges. These governments have since paid their contributions early in 1983.

25. The Governing Council in its decision 82/29 reiterated its call to governments to pay their contributions to UNDP as early as possible during the year as well as provide UNDP, whenever possible, with a proposed payment plan for their annual contributions. However, actual payment of contributions in 1982 lagged behind the pattern in 1981. Additionally, such payments in the aggregate did not match the forecast of cash inflows, as may be seen in Table 3. In this context, it may be mentioned that the executive heads of the United Nations organizations, meeting in the Administrative Committee on Coordination (ACC), considered the operational implications of late payments of voluntary contributions and/or assessments for the financial integrity of programmes. In view of the seriousness of the situation, the Administrator would like to bring to the attention of the Council the following statement which expresses the collective concern of the ACC:

"ACC is convinced that full and timely payment of both assessed and voluntary contributions is essential for the continued operation of the organizations of the system. Failure to abide by these obligations adversely affects sound financial management and involves additional costs. It accordingly draws the earnest attention of the organizations member states to the problem and appeals to them to take all necessary steps to pay their assessed and voluntary contributions in the full amount and on time, in a consistent manner."^{3/}

It is also noteworthy that the General Assembly, in its resolution 37/128, has called the attention of Member States to the serious problems encountered by United Nations organizations as a result of delays in payments of contributions and in operative paragraph 8 of this resolution invites the legislative organs of the organizations concerned to encourage Member States to make timely payments of their contributions.

26. As noted in section VII, in light of the current resource projections, it may become necessary for UNDP to draw upon the Operational Reserve during 1983 and/or 1984. Therefore, payment of contributions by donor governments early in the year is essential to avoid potential liquidity problems for UNDP. The Administrator would therefore like to request the Council to renew its appeal to governments to make early payments of pledges to UNDP.

XI. FLEXIBILITY ARRANGEMENTS RELATING TO AGENCY SUPPORT COST

27. The Governing Council, in decision 81/40 adopted at its twenty-eighth session in June 1981, approved the revised support cost flexibility arrangements for executing agencies. The revised arrangements, which would apply from 1982 onward, consist of sliding maximum rates from 22 per cent to 14 per cent established at particular levels of delivery up to a delivery level of \$15 million. The Administrator issued detailed guidelines to agencies on the subject in January 1982. These guidelines were also appended in his report DP/1982/93 on support cost flexibility arrangements to the twenty-ninth session of the Council.

28. On the basis of detailed support cost expenditure forecasts submitted by agencies early in 1982 for that year, the Administrator initially authorized the amounts requested for support cost flexibility, subject to final calculation of actual costs and entitlements. These amounts are noted under Table 8 (against the forecast line), and are compared against actual total support costs incurred for which agencies received year-end credit from UNDP. The flexibility allowance requested by IAEA is under continuing discussion as UNDP has sought additional information supporting the Agency's request. Table 8 shows that total actual delivery in 1982 of UNDP-financed projects by most agencies were below the delivery forecasts they had provided at the beginning of the year. While variances in delivery levels in individual agencies were substantial in some cases, on an aggregate basis actual delivery decreased by merely 1.3 per cent (from \$26.0 million to \$25.7 million). Consequently, while there were substantial variances in the amounts reimbursed to individual agencies under the standard 13 per cent rate, on an aggregate basis the decrease was minimal (from \$3,386,500 to \$3,375,300). With respect to reimbursement for the flexibility portion, the actual total costs incurred by two agencies (IMO and WMO) were considerably below the maximum flexibility reimbursable rates, resulting in a substantial decrease in total flexibility

reimbursement. The actual total support cost reimbursements (standard 13 per cent rate plus flexibility) made to these agencies, excluding flexibility for IAEA, amounted to \$3.9 million, a decrease of \$1.0 million from the forecast. The full magnitude of the decrease depends on the outcome of negotiations with IAEA.

29. Estimates of 1983 programme expenditures and support-cost reimbursement for Agencies which are likely to be entitled to flexibility are provided in Table 9. The table also provides an indication of the total support costs of these Agencies in support of its UNDP-financed projects. The percentage of UNDP reimbursements to total support costs is also provided. At the time of preparation of this report, the Administrator had not yet granted approval to these requests, and was in the process of negotiating the particular amounts involved.

30. On the general question of reimbursement of agency support costs, in accordance with the provisions of operative paragraph 2(c) of Governing Council decision 80/44, several agencies continue to receive support reimbursement at the 14 per cent rate due to the decline in programme expenditure in 1982. This decision provided that no executing agency shall receive for each of the year 1982 to 1986 less reimbursement in US dollars than the amount received in 1981 unless 14 per cent of the amount of actual programme expenditures itself would produce a lower amount. Thus, of nine major agencies which accounted for 78 per cent of total programme expenditure in 1982, seven were reimbursed at the 14 per cent rate.

XII. RESERVE FOR CONSTRUCTION LOANS TO GOVERNMENTS AND RELATED MATTERS

31. In accordance with decision 82/30 of the Council, a report on the Reserve for Construction Loans to Governments and related matters is included in this review. Table 10 shows the list of investments of the Reserve as at 31 December 1982. The balance of loans outstanding amount to \$6.6 million. In addition, loans to the extent of \$1.9 million have been approved for which funds will be advanced to the respective Governments in 1983. Loans currently under consideration amount to \$15.2 million, a listing which is provided in Table 11. In total, loans approved and/or under consideration amount to \$23.7 million. Of these, the loans relating to field office accommodation do not exceed 20 per cent of the reserve authorized by the Governing Council for this purpose.

32. During 1982, only one loan (in Malawi) was approved. In many cases, the construction of housing units, financed by loans from the Reserve, continues to be beset by delays, principally due to the difficulties some governments face in implementing their obligations under the Standard Loan

Agreement with UNDP. One such obligation, which some governments have not been able to fulfill is the assignment of suitable trained personnel to the evaluation, initiation and supervision of the construction process, extending from the establishment of specifications through final acceptance of the completed construction. At the request of the governments concerned, UNDP offices have provided some limited assistance in this regard and may have to increasingly do so in the future in order to ensure timely completion of the housing units which are sorely needed for the successful delivery of the programme.

33. As reported to the Council at its twenty-eighth session (DP/547), several requests have been received to finance pre-construction expenditures such as site preparation which have not been approved as they are not in accordance with established guidelines. However, in the nature of the activities involved, most of the requests for loans received include a component relating to pre-construction and it may become necessary to revise the applicable guidelines.

34. As regards loans for the provision of office accommodation, a few applications are under consideration. These include requests received from Maldives Islands, Madagascar and Zambia. Earlier requests from Sierra Leone, Sudan and Tanzania have been deferred.

35. The Administrator would like to inform the Council that UNDP has purchased from the Government of Belgium a building complex in N'Djamena, Chad which UNDP had been leasing for a number of years. This action was taken as the Belgian Government had decided to sell the complex, no alternative premises were available, and the continued availability of the complex was essential to the UNDP establishment in Chad. The Administrator is pleased to report that a nominal purchase price of \$75,000 was especially agreed upon by the Belgian Government in a contributory spirit.

36. Provision of housing to field personnel continues to be a critical issue for UNDP. As reported to the Council in its twenty-ninth session, the Administrator will make full use of all the measures available to him under his authority to meet situations of acute housing shortages.

XIII. RECOMMENDATION

37. In the light of the information provided above, the Administrator recommends that:

The Governing Council

- (a) Note with concern the actual and projected declines in programme delivery due to the insufficiency of contributions to the programme;
- (b) Further note with concern the erosion in UNDP's financial reserves;
- (c) Call upon governments to increase substantially their contributions to the programme;
- (d) Take note of General Assembly resolution 37/128 and reiterate the concern over delay in payment of contributions; and
- (e) Urge governments to make payments of their contributions to the programme as early in the year as possible.

Notes

1/ The UNDP account includes all resources, except those derived from trust funds.

2/ These are the Operational Reserve of \$200 million and the Reserve for the Construction Loans to Governments of \$25 million.

3/ Decision 1982/31 adopted by the ACC on 2 November 1982.

Annex

STATEMENT I

UNDP: UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Statement of income and expenditure for the year
ended 31 December 1982
(Millions of US dollars)

<u>1981</u>		<u>1982</u>
INCOME		
	<u>Contributions from Governments</u>	
688.7	Voluntary pledges	679.7
1.3	Assessed programme costs	0.3
12.9	Voluntary pledges for the Special Measures Fund for the Least Developed countries	16.4
62.7	Cost-sharing contributions	75.3
<u>10.8</u>	Cash counterpart contributions for projects	<u>8.1</u>
776.4		779.8
(0.5)	Add: Exchange adjustments on collection of contributions	<u>0.8</u>
775.9		780.6
<hr/>		
-	UNDP Extra-budgetary income	5.7
<u>28.4</u>	Miscellaneous income (net)	<u>6.4</u>
28.4		12.1
<hr/>		
804.3	TOTAL INCOME	792.7
<hr/>		
EXPENDITURE		
	<u>Programme expenditure</u>	
649.8	From indicative planning figures for projects	567.8
4.5	From the Special Programme Resources	5.0
1.6	From the Special Industrial Services	3.1
14.9	From the Special Measures Fund for the Least Developed Countries	13.8
51.0	From Government cost-sharing contributions	62.2
<u>9.8</u>	From Government cash counterpart contributions	<u>8.6</u>
731.6		660.5
5.6	UNDP sectoral support costs	5.5
<u>94.2</u>	Reimbursement of programme support costs to participating and executing agencies	<u>85.1</u>
831.4		751.1
0.9	Expert hiatus financing and extended sick leave costs	1.8
<u>0.2</u>	Adjustments to prior year's programme expenditure and programme support costs (net)	<u>(0.9)</u>
832.5		752.0
<hr/>		
105.0	UNDP biennial budget expenditure	104.1
-	UNDP extra-budgetary expenditure	<u>3.0</u>
105.0		107.1
<hr/>		
937.5	TOTAL EXPENDITURE	859.1
<hr/>		
133.2	EXCESS OF EXPENDITURE OVER INCOME	66.4
<hr/>		
		/...

STATEMENT II
UNDP: UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Statement of assets and liabilities
as at 31 December 1982
(Millions of US dollars)

<u>1981</u>		<u>1982</u>
ASSETS		
	<u>Cash</u>	
3.1	Convertible currencies	2.5
0.6	Usable non-convertible currencies	0.2
41.0	Accumulated non-convertible currencies	36.1
<u>15.3</u>	Cash at field offices	<u>15.5</u>
60.0		54.3
-	Government letters of credit	0.6
<u>219.4</u>	Investments	<u>188.7</u>
279.4		243.6
<u> </u>		<u> </u>
	<u>Advances and accounts receivable</u>	
35.8	Operating funds provided by UNDP to participating and executing agencies	10.0
0.5	Due from trust funds administered by UNDP	0.5
33.7	Other accounts receivable and deferred charges	41.2
<u>11.3</u>	Accrued interest	<u>5.7</u>
81.3		57.4
<u> </u>		<u> </u>
200.0	Investments of the Operational Reserve	200.0
	Construction loans of the Reserve for Construction Loans to Governments	6.6
<u>25.0</u>	Investments of the Reserve for Construction Loans to Governments	<u>18.4</u>
225.0		225.0
<u> </u>		<u> </u>
74.6	Contributions pledged by Governments for current and prior years	90.5
<u>660.3</u>		<u>616.5</u>
<u> </u>		<u> </u>
LIABILITIES AND RESERVES		
	<u>Liabilities</u>	
53.6	Accounts payable	56.2
166.7	Unliquidated obligations of participating and executing agencies	173.5
1.6	Due to United Nations	0.4
4.1	Due to the United Nations Fund for Population Activities	4.0
1.6	Due to trust funds administered by UNDP	2.0
<u>2.4</u>	Junior Professional Officers' Programme	<u>0.5</u>
230.0		236.6
<u> </u>		<u> </u>
74.6	Contributions pledged by Governments	90.5
<u> </u>		<u> </u>
	<u>Unexpended contributions</u>	
17.3	For the Special Measures Fund for the Least Developed Countries	19.9
36.9	For Government cost-sharing contributions	42.6
5.4	For Government cash counterpart contributions	4.8
-	For extra-budgetary activities	<u>2.7</u>
59.6		70.3
<u> </u>		<u> </u>
	<u>Reserves</u>	
200.0	Operational Reserve	200.0
25.0	Reserve for Construction Loans to Governments	25.0
<u>71.1</u>	Revenue Reserve	<u>(5.6)</u>
296.1		219.2
<u> </u>		<u> </u>
660.3		616.5
<u> </u>		<u> </u>

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STATEMENT III

UNDP: UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Statement of changes in financial position for the year
ended 31 December 1982

(Millions of United States dollars)

<u>1981</u>			<u>1982</u>
	SOURCE OF FUNDS		
804.3	Total income for the year	(Statement I)	792.7
12.9	Decrease in operating funds provided to agencies		25.8
19.4	Decrease in accounts receivable		
3.0	Increase in liabilities		6.6
839.6	<u>Total funds provided</u>		825.1
	APPLICATION OF FUNDS		
937.5	Total expenditure for the year	(Statement I)	859.1
	Transfer from Revenue Reserve to United Nations		
.3	Volunteers programme		
	Increase in operating funds provided to agencies		
	Increase in accounts receivable		1.8
25.0	Transfer of investments to the Operational Reserve		
962.8	<u>Total funds used</u>		860.9
(123.2)	DECREASE IN CASH AND INVESTMENTS		(35.8)
402.6	Cash and investments at beginning of year		279.4
	Increase (decrease) in cash and investments:		
(0.8)	In convertible currencies		0.6)
(3.0)	In usable non-convertible currencies		0.4)
(4.2)	In accumulated non-convertible currencies		(4.9)
(7.8)	In cash at field offices		0.
(47.9)	In Government letters of credit		0.
(59.5)	In investments		(30.7)
(123.2)			(35.8)
279.4	Cash and investments at end of year	(Statement II)	243.6
			/...

STATEMENT IV

UNDP: UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Summary of movement in subsidiary programme funds and Revenue Reserve for the
year ended 31 December 1982
(Millions of United States dollars)

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	<u>Special Measures Fund for the Least Developed Countries</u>	<u>Government cost-sharing contributions</u>	<u>Government cash counterpart contributions</u>	<u>Extra-budgetary Activities</u>	<u>Revenue Reserve</u>	<u>Total</u>
Balance at 1 January 1982	<u>17.3</u>	<u>36.9</u>	<u>5.5</u>	<u>-</u>	<u>71.1</u>	<u>130.8</u>
Income Received in 1982	<u>16.4</u>	<u>75.2 a/</u>	<u>8.1</u>	<u>5.7</u>	<u>687.3</u>	<u>792.7 b/</u>
Less: Expenditure during 1982:						
Programme Expenditure	13.8	62.2	8.6	-	575.9	660.5 c/
Reimbursement of programme support costs to participating and executing agencies	-	7.3	0.2	-	77.6	85.1 c/
Other expenditure	<u>-</u>	<u>-</u>	<u>-</u>	<u>3.0</u>	<u>110.5</u>	<u>113.5</u>
Total expenditure	13.8	69.5	8.8	3.0	764.0	859.1 b/
Excess of income over expenditure (expenditure over income)	<u>2.6</u>	<u>5.7</u>	<u>(0.7)</u>	<u>2.7</u>	<u>(76.7)</u>	<u>(66.4) b/</u>
Balance at 31 December 1982 (Statement II)	<u>19.9</u>	<u>42.6</u>	<u>4.8</u>	<u>2.7</u>	<u>(5.6)</u>	<u>64.4</u>

a/ Amount net of \$0.1 million loss on exchange on collection of contributions.

b/ As shown in Statement 1.

c/ As shown on Schedule 2.

UNITED NATIONS DEVELOPMENT PROGRAMME: UNDP ACCOUNT

Schedule 1
Contributions outstanding as at 31 December 1982, for 1982 and prior years
(US dollars)

Country or Organization	Voluntary contributions	Voluntary programme costs	Special measures fund for the least developed countries	Assessed programme costs	Govt. Cash counterpart contributions	Cost sharing	Total
Afghanistan	-	-	-	-	2 000	797 092	799 092
Algeria	36 878	-	-	-	545 974	908 984	1 491 836
Antigua	-	10 673	-	-	-	-	10 673
Arab Gulf Programme for UN Development and Organizations	-	-	-	-	-	972 435	972 435
Argentina	386 208	-	-	-	-	188 843	575 051
Bahamas	11 500	-	-	-	-	233 523	245 023
Bahrain	-	-	-	-	-	994 714	994 714
Bangladesh	60 019	-	-	-	-	-	60 019
Barbados	5 615	-	-	-	-	3 000	8 615
Belgium	13 265 306	-	-	-	-	54 564	13 319 870
Belize	25 253	-	-	-	-	9 250	34 503
Benin	6 041	-	2 000	-	-	-	8 041
Bermuda	-	-	-	-	-	3 000	3 000
Bhutan	3 440	-	-	-	-	-	3 440
Bolivia	35 000	248 000	-	-	34 547	708 944	1 026 491
Botswana	2 110	-	917	-	-	-	3 027
Brazil	33 092	-	-	-	2 140	519 088	554 320
Burma	-	-	-	-	50 031	-	50 031
Burundi	36 512	-	-	-	-	1 325 749	1 362 261
Canada	-	-	-	-	-	759 720	759 720
Cape Verde	4 000	-	-	-	-	-	4 000
Cayman Islands	-	-	-	-	-	10 415	10 415
Central African Customs and Economic Union	-	-	-	-	-	16 000	16 000
Central African Dev. Bank	-	-	-	-	-	130 709	130 709
Chad	5 830	-	-	-	-	-	5 830
Chile	-	-	-	-	-	15 000	15 000
Colombia	350 336	548 384	-	-	284 391	502 759	1 685 870
Congo	5 000	-	-	-	-	-	5 000
Cook Islands	-	-	-	-	-	9 982	9 982
Costa Rica	140 000	80 000	-	-	-	2 509	222 509
Cuba	-	-	-	-	-	15 000	15 000
Czechoslovakia	-	1 469	-	-	-	20	1 489
Democratic Kampuchea	1 454	-	-	-	-	-	1 454
Djibouti	2 034	-	-	-	-	-	2 034
Dominica	18 364	-	-	-	-	3 000	21 364
Dominican Republic	-	-	-	-	-	54 050	54 050
Ecuador	289 574	150 000	-	-	78 457	93 082	611 113
Egypt	42 901	-	21 166	-	845 180	354 526	1 263 773
El Salvador	21 000	244 000	-	-	-	89 860	354 860
Finland	-	-	-	-	-	1 000	1 000
France	437 956	-	-	-	-	-	437 956
Gabon	-	-	-	-	-	3 318 747	3 318 747
Germany, Federal Republic of	-	-	-	-	-	271 025	271 025
Ghana	-	-	-	-	36 636	-	36 636
Grenada	13 078	722	-	-	-	-	13 800
Guatemala	-	-	-	-	-	348 739	348 739
Guinea-Bissau	2 864	-	370	-	-	114 000	117 234
Guyana	53 733	-	-	-	-	3 000	56 733
Haiti	12 500	-	-	-	-	40 362	52 862
Honduras	2 000	-	-	-	56 000	1 859 904	1 917 904
India	-	-	-	-	23 759	544 779	568 538
Indonesia	-	-	-	-	-	409 371	409 371
International Fund for Agricultural Development	-	-	-	-	-	150 000	150 000
International Monetary Fund	-	-	-	-	-	79 365	79 365
Iran	-	-	-	-	1 603	20 059	21 662
Iraq	975 807	477 419	-	-	-	578 579	2 031 805
Israel	44 969	-	-	-	-	50 000	94 969
Italy	-	-	-	-	-	515 333	515 333

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Country or Organization	Voluntary contributions	Voluntary programme costs	Special measures fund for the least developed countries	Assessed programme costs	Govt. Cash counterpart contributions	Cost sharing	Total
Ivory Coast	212 324	-	-	-	-	210 467	422 791
Jamaica	-	-	-	-	-	62 530	62 530
Japan	12 002 000	-	-	-	-	-	12 002 000
Jordan	-	-	-	-	-	310 056	310 056
Kenya	-	-	-	-	1 617	6 533	8 150
Kuwait	-	-	-	-	-	350 947	350 947
Lao, Peoples' Democratic Republic	19 600	-	-	-	-	-	19 600
Lebanon	680 000	238 774	-	-	72 864	95 035	1 086 673
Lesotho	6 035	-	-	-	-	-	6 035
Liberia	175 000	-	-	-	-	-	175 000
Libyan Arab Jamahiriya	-	-	-	-	-	3 305 095	3 305 095
Malaysia	-	-	-	-	10 977	-	10 977
Malawi	-	-	257	-	-	186 848	187 105
Mali	29 154	-	-	-	-	-	29 154
Mauritania	6 686	66 247	-	-	-	-	72 933
Mauritius	248	4 466	-	-	-	-	4 714
Mekong Committee	-	-	-	-	200 487	-	200 487
Mexico	7 191	-	-	-	-	477 968	485 159
Mongolia	-	2 204	-	-	-	-	2 204
Morocco	22 656	-	-	-	91 094	76 151	189 901
Nepal	-	-	-	-	-	198 246	198 246
Netherlands	-	-	-	-	-	2 533 110	2 533 110
Netherlands Antilles	-	-	-	-	-	3 440	3 440
Nicaragua	48 600	136 000	-	-	-	22 600	207 200
Niger	-	-	-	-	-	6 303	6 303
Nigeria	1 466 276	-	-	-	-	1 529 868	2 996 144
Oman	-	-	-	-	68 265	1 250 373	1 318 638
Organization of Petroleum Exporting Countries	-	-	-	-	-	1 776 908	1 776 908
Panama	46 230	-	-	-	-	74 381	120 611
Papua New Guinea	-	13 117	-	-	-	2 528	15 645
Paraguay	50 000	-	-	-	-	139 239	189 239
Peru	-	400 000	-	-	-	6 500	406 500
Philippines	219 711	14 850	-	-	-	-	234 561
Portugal	-	51 667	-	-	-	362 669	414 336
Qatar	-	-	-	-	-	231 454	231 454
Rwanda	10 000	-	-	-	-	43 758	53 758
Saint Lucia	-	7 170	-	-	-	3 000	10 170
Saudi Arabia	-	-	-	-	3 349 417	5 543 991	8 893 408
Senegal	271 893	-	-	-	77 003	-	348 896
Seychelles	1 000	-	-	-	-	-	1 000
Sierra Leone	157 370	-	-	-	-	-	157 370
Singapore	-	-	-	-	5 000	43	5 043
Somalia	-	-	-	-	1 889 740	-	1 889 740
Spain	-	-	-	71 528	-	-	71 528
Sri Lanka	96 019	-	-	-	82 653	156 057	334 729
Sudan	1 200 000	-	-	-	-	109 075	1 309 075
Suriname	82 500	-	-	-	-	-	82 500
Swaziland	-	-	-	-	-	95 515	95 515
Sweden	-	-	-	-	-	44 444	44 444
Togo	6 414	240 945	-	-	23 360	43 479	314 468
Trust Territory of the Pacific Islands	-	-	-	-	2 500	67 100	69 600
Tunisia	172 336	369 438	-	-	-	753	542 527
Turkey	-	5 647	-	-	28 137	675 315	709 100
Uganda	202	-	-	-	-	10 621	10 823
United Arab Emirates	675 000	-	-	-	-	2 257 664	2 932 664
United Kingdom of Great Britain and Northern Ireland	-	-	-	-	-	100 000	100 000
Saint Kitts-Nevis	294	-	-	-	-	3 000	3 294
United Republic of Cameroon	44 026	218 155	-	-	125 353	-	387 533
United Republic of Tanzania	41 841	-	-	-	-	167 221	209 062
United States of America	886 000	-	-	-	-	318 370	1 204 370
Upper Volta	4 665	-	-	-	-	-	4 665
Uruguay	-	-	-	-	-	206 023	206 023
Vanuatu	-	-	-	-	-	23 720	23 720
Venezuela	-	268 979	-	-	-	1 342 463	1 611 442
Viet Nam	-	-	-	-	15 000	-	15 000
World Bank	-	-	-	-	-	62 713	62 713
Yemen	10 945	-	-	-	125 549	1 208 833	1 345 327
Yugoslavia	305 345	341 975	-	-	3 623	-	650 943
Zambia	71 785	-	-	-	-	-	71 785
Total	35 359 990	4 144 118	24 710	71 528	8 133 627	42 782 488	90 516 461

Schedule 2
UNDP: UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT
1982 expenditure by agency a/
(In thousands of United States dollars)

Agency	Indicative planning figures (IPFs)					Special Programme Resources	Special Industrial Services	Special Measures Fund for Least Developed Countries	Government cash counterpart contributions	Sub total	Programme support costs	Total
	Country	Regional	Inter- regional	Global	Total							
UNITED NATIONS	80 019	3 282	209	-	83 510	7	-	1 533	419	85 469	11 880	97 349
ECA	-	8 651	-	-	8 651	-	-	60	-	8 711	1 133	9 844
ECE	-	798	-	-	798	-	-	-	-	798	112	910
ECLA	-	1 811	-	-	1 811	-	-	-	-	1 811	235	2 046
ECWA	-	331	-	-	331	-	-	-	-	331	43	374
ESCAP	-	4 963	-	-	4 963	-	-	-	128	5 091	646	5 737
UNIDO	61 676	1 949	3	-	63 628	70	3 081	801	526	68 106	9 415	77 521
UNCTAD	6 239	5 283	2 829	-	14 351	70	-	9	-	14 430	2 020	16 450
HABITAT	11 812	-	2	-	11 814	448	-	417	1	12 680	1 643	14 323
ILO	44 616	3 734	307	-	48 657	(2)	-	2 431	23	51 109	7 154	58 263
FAO	124 471	11 549	1 862	98	137 980	1 498	-	1 603	4 626	145 707	19 825	165 532
UNESCO	40 686	3 523	40	-	44 249	116	-	138	18	44 521	6 149	50 670
ICAO	29 560	5 616	-	-	35 176	-	-	136	21	35 333	4 942	40 275
WHO	14 616	3 431	380	1 336	19 763	14	-	223	477	20 477	2 790	23 267
WORLD BANK	30 320	3 145	2 237	2 506	38 208	431	-	572	1 679	40 890	4 056	44 946
UPU	1 295	694	-	-	1 989	-	-	29	-	2 018	444	2 462
ITU	18 932	4 771	226	-	23 929	-	-	1 207	32	25 168	3 348	28 516
WMO	8 769	2 836	-	-	11 605	-	-	184	-	11 789	1 602	13 391
IMO	4 894	1 639	175	-	6 708	-	-	59	(9)	6 758	1 100	7 858
WIPO	140	572	-	-	712	-	-	-	-	712	157	869
IAEA	3 386	919	-	-	4 305	-	-	-	127	4 432	609	5 041
WTO	516	262	-	-	778	-	-	-	-	778	101	879
AFESD	-	233	-	-	233	-	-	-	-	233	30	263
AsDB	3 403	-	-	-	3 403	-	-	675	-	4 078	530	4 608
GOVERNMENTS	11 724	3 884	80	-	15 688	223	-	731	29	16 671	273 b/	16 944
UNV	3 540	1 180	(5)	-	4 715	-	-	427	414	5 556	-	5 556
UNDP	21 161	7 458	1 171	12 179	41 969	2 158	-	2 685	112	46 924	4 821	51 745
TOTAL (inclusive of Cost-sharing)	521 775	82 514	9 516	16 119	629 924	5 033	3 081	13 920	8 623	660 581	85 058 c/	745 639
Charged to: Sources of funds as per column heading	463 350	79 097	9 265	16 119	567 831	5 033	3 081	13 808	8 623	598 376	77 791	676 167
Cost-sharing	58 425	3 417	251	-	62 093	-	-	112	-	62 205	7 267	69 472
TOTAL (inclusive of Cost-sharing)	521 775	82 514	9 516	16 119	629 924	5 033	3 081	13 920	8 623	660 581	85 058	745 639

a/ Cost sharing expenditure is included, where applicable.

b/ Programme support costs paid to executing agencies as cooperating agencies participating in government-executed projects.

c/ Inclusive of \$243,977 charged to government cash counterpart contribution.

Schedule 3

UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Investments as at 31 December 1982
(US dollars)

<u>1981</u>	<u>Type</u>	<u>Currency</u>	<u>1982</u>
<u>Interest-bearing current accounts</u>			
46 249		Austrian schillings	1 003 029
29 351		Belgian francs	2 402
-		Cameroonian CFA francs	12 218
107 864		Canadian dollars	132 296
353 259		Danish kroner	80 497
412 923		Deutsche marks	160 454
3 944 211		Finnish markka	62 837
86 010		French francs	20 354
-		Israeli Shekels	232
14 849		Italian lire	59 378
-		Japanese yen	217 571
35 897		Netherlands guilders	77 674
197 732		Pounds sterling	64 235
-		Senegalese CFA francs	1 323
123 957		Swedish kronor	11 834
2 213 076		Swiss francs	19 924
767 830		United States dollars	1 567 235
<u>8 351 945</u>			<u>3 493 493</u>
<u>Interest-bearing accounts</u>			
<u>5 436 863</u>		United States dollars	<u>10 454 673</u>
<u>Call accounts</u>			
		United States dollars	1 500 000
		Belgian francs	571 429
		Canadian dollars	1 626 016
		Danish kroner	868 571
		Deutsche marks	1 228 633
		Finnish markka	90 909
		French francs	1 817 518
		Netherlands guilders	1 336 364
		Norwegian kroner	201 409
		Pounds sterling	4 548 387
		Swedish kronor	869 189
<u>41 170 402</u>		Swiss francs	<u>18 069 974</u>
<u>Deposits-at-notice</u>			
<u>16 374 976</u>		Japanese yen	<u>811 240</u>
<u>Time-deposits</u>			
65 555 330		United States dollars	80 408 980
2 758 621		Australian dollars	3 365 385
1 040 628		Austrian schillings	-
10 400 000		Belgian francs	1 020 408
14 915 254		Canadian dollars	3 731 707
2 816 901		Danish kroner	1 600 000
14 090 909		Deutsche marks	-
-		Finnish markka	200 000
4 424 779		French francs	2 773 723
-		Indian rupees	1 162 791
2 941 176		Italian lire	2 047 782
12 433 333		Japanese yen	13 968 000
291 667		New Zealand dollars	821 429
10 416 467		Netherlands guilders	26 327 273
145 897		Norwegian kroner	507 042
4 235 727		Swedish kronor	4 054 054
<u>1 590 909</u>		Swiss francs	<u>950 704</u>
<u>148 057 598</u>	Total		<u>155 192 278</u>
<u>219 391 784</u>	Grand Total		<u>188 648 658</u>

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UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Schedule 4(a)

DP/1983/43
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Income received under cost-sharing arrangements
(Thousands of US Dollars)

Country	Project cost sharing		Programme cost sharing		Third-party cost sharing	
	Received in 1982	Cumulative total	Received in 1982	Cumulative total	Received in 1982	Cumulative total
Afghanistan	-	1 077	-	-	388	968
Algeria	3 704	8 970	-	-	-	-
Argentina	271	1 456	-	-	-	-
Australia	404	572	-	-	-	-
Bahamas	435	859	-	-	-	-
Bahrain	1 842	9 033	-	-	-	-
Bangladesh	-	-	-	-	350	2 447
Barbados	-	100	-	-	-	-
Belize	1	24	-	-	-	-
Benin	-	208	-	-	-	-
Bermuda	50	75	-	-	-	-
Bolivia	696	6 242	-	-	-	171
Botswana	-	415	1 539	1 539	-	-
Brazil	2 117	12 329	2 664	18 163	-	-
British Virgin Islands	60	60	-	-	-	-
Brunei	-	69	-	-	-	-
Burundi	-	2 387	-	-	-	-
Cayman Islands	67	67	-	-	-	-
Central African Republic	-	14	-	-	-	-
Chile	264	652	-	-	-	20
Colombia	1 801	3 965	-	-	-	-
Congo	-	-	1 166	2 034	-	-
Cook Islands	49	55	-	-	-	-
Costa Rica	6	46	-	-	-	257
Cuba	-	-	-	-	-	-
Cyprus	-	10	-	-	-	-
Czechoslovakia	60	220	-	-	-	-
Djibouti	100	100	-	-	-	-
Dominica	-	-	-	-	-	-
Dominican Republic	126	257	-	-	-	-
Ecuador	1 005	3 381	-	-	133	1 000
Egypt	592	2 330	-	-	-	11 124
El Salvador	164	794	-	-	-	-
Ethiopia	-	20	-	-	-	-
Gabon	613	2 798	1 471	1 471	-	-
Gambia	-	19	-	-	-	-
Ghana	-	99	-	-	-	-
Greece	5	334	-	-	-	-
Guatemala	776	2 594	-	-	-	-
Guinea	114	226	-	-	-	-
Guinea-Bissau	-	-	-	-	250	668
Guyana	-	62	-	-	-	-
Haiti	188	984	-	-	346	346
Honduras	1 926	3 317	-	-	39	434
Iceland	-	133	-	-	-	-
India	706	6 715	-	-	-	-
Indonesia	2	2 606	1 700	1 700	14	14
Iran	-	28 687	-	-	-	-
Iraq	34	7 097	-	-	-	-
Ivory Coast	84	3 242	-	5 347	-	46
Jamaica	177	226	-	-	-	-
Japan	200	1 583	-	-	-	-
Jordan	140	1 095	-	-	-	68
Kenya	-	595	187	187	-	-
Kuwait	5 523	14 078	(22)	-	-	-
Lebanon	207	454	-	-	79	79
Liberia	-	38	-	-	193	1 134
Libyan Arab Jamahiriya	3 308	6 154	-	-	-	-
Madagascar	-	87	-	-	-	-
Malawi	-	-	-	-	-	-
Malaysia	-	630	-	2 000	-	-
Maldives	-	-	-	-	452	452

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Country	Project cost sharing		Programme cost sharing		Third-party cost sharing	
	Received in 1982	Cumulative total	Received in 1982	Cumulative total	Received in 1982	Cumulative total
Mali	-	27	-	-	500	1 603
Mauritania	-	23	-	-	-	-
Mexico	405	1 268	-	-	-	-
Morocco	189	492	-	-	-	-
Nepal	-	-	-	-	-	30
Netherlands	-	-	-	-	42 ^{a/}	42
Netherlands Antilles	-	177	862	1 718	-	-
Nicaragua	54	128	-	-	-	-
Niger	-	360	-	-	300	300
Nigeria	999	12 620	-	14 827	-	-
Oman	2 155	4 319	-	-	-	-
Pakistan	-	15	-	-	-	-
Panama	579	1 149	600	600	-	-
Papua New Guinea	83	150	-	-	-	-
Paraguay	255	2 155	-	-	-	108
Peru	896	930	-	-	-	108
Poland	-	274	-	-	-	-
Portugal	383	847	-	-	-	-
Qatar	664	5 624	-	5	-	-
Republic of Korea	18	46	-	-	-	-
Rwanda	1	191	-	-	-	441
Saint Kitts-Nevis	-	-	-	-	-	-
Saint Lucia	-	-	-	-	-	-
Saudi Arabia	2 055	25 609	479	2 010	-	-
Senegal	-	38	-	-	-	-
Singapore	-	209	-	-	-	-
Somalia	-	31	-	-	57	457
Sri Lanka	-	215	-	-	-	-
Sudan	289	2 998	(14)	297	449	4 419
Suriname	-	32	157	157	-	150
Swaziland	300	789	-	-	101	362
Syrian Arab Republic	-	15	-	-	-	-
Thailand	-	40	-	-	-	-
Togo	40	195	-	-	-	-
Trinidad and Tobago	-	95	1 728	6 200	-	-
Trust Territory of the Pacific Islands	-	159	-	-	-	-
Tunisia	311	482	-	-	-	-
Turkey	946	13 100	-	3	-	-
Uganda	260	722	-	-	-	-
United Arab Emirates	3 514	13 717	-	-	-	-
United Republic of Cameroon	659	6 984	-	-	-	-
United Republic of Tanzania	1 803	6 747	-	-	-	68
Upper Volta	-	36	-	-	-	-
Uruguay	1 021	1 916	-	-	-	-
Vanuatu	12	12	-	-	-	-
Venezuela	2 422	11 654	-	-	-	-
Yemen Arab Republic	2 744	9 025	-	-	1 917	17 981
Zaire	-	286	-	-	-	-
Zambia	-	51	-	-	-	-
Zimbabwe	-	-	-	-	84	84
Africa Regional	-	-	-	-	2 386	9 943
Arab Regional	-	-	-	-	-	6 223
Asia Regional	-	-	-	-	343	2 404
Europe Regional	-	-	-	-	-	116
Latin America Regional	-	-	-	-	1 766	6 088
Interregional	-	-	-	-	801	2 879
Global	-	-	-	-	950	1 591
Total	<u>50 874</u>	<u>265 592</u>	<u>12 517</u>	<u>58 258</u>	<u>11 940</u>	<u>74 625</u>

^{a/} This amount held in favour of the Netherlands Government pending confirmation of its application.

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Income Received Under Third Party Cost-Sharing Arrangements

English

By Donor

Annex

(Thousands of U.S. Dollars)

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<u>Donor</u>	<u>Recipient Country/Region</u>	<u>Amount in 1982</u>	<u>Cumulative amount 1975 - 1982</u>
Algeria	Africa Regional	-	199
	Interregional	-	25
	Subtotal	-	224
Arab Fund for Economic and Social Development	Arab States Regional	-	20
Arab Gulf Programme for UN Development and Organizations	Guinea-Bissau	250	250
	Haiti	346	346
	Maldives	452	452
	Mali	500	500
	Niger	300	300
	Subtotal	1 848	1 848
Australia	Egypt	-	227
Austria	Egypt	-	420
	Europe Regional	-	100
	Subtotal	-	520
Belgium	Mali	-	1 103
Canada	Egypt	-	1 000
	Honduras	(24)	-
	Sudan	449	900
	Latin America Regional	24	24
	Interregional	400	430
	Subtotal	849	2 354
Caribbean Development Bank	Latin America Regional	58	136
Central African Development Bank	Africa Regional	249	249
Denmark	Egypt	-	498
East African Development Bank	Africa Regional	-	46
Economic Commission for Europe	Yemen Arab Republic	-	3 009
Finland	Lebanon	79	79
	Somalia	21	21
	Subtotal	100	100
Germany, Federal Republic of	Paraguay	-	108
	United Republic of Tanzania	-	43
	Yemen Arab Republic	490	1 611
	Asia Regional	-	62
	Subtotal	490	1 824
Greece	Egypt	-	500
India	Interregional	50	50
Indonesia	Interregional	100	100
Inter-American Development Bank	Latin America Regional	400	400
International Fund for Agricultural Development	Latin America Regional	-	450
Iran	Arab Regional	-	2 003
Israel	Latin America Regional	-	50
Italy	Egypt	-	237
	Africa Regional	1 309	1 427
	Interregional	-	210
	Subtotal	1 309	1 874
Japan	Egypt	-	1 000
Kuwait	Interregional	-	30
Latin American Association for Integration	Latin America Regional	127	127
Libyan Arab Jamahiriya	Africa Regional	-	97
Morocco	Africa Regional	-	64

<u>Donor</u>	<u>Recipient Country/Region</u>	<u>Amount in 1982</u>	<u>Cumulative amount 1975 - 1982</u>
Netherlands	Afghanistan	388	968
	Bangladesh	-	257
	Bolivia	-	171
	Costa Rica	-	257
	Ecuador	133	1 000
	Egypt	-	2 000
	Guinea-Bissau	-	418
	Honduras	38	434
	Jordan	-	68
	Liberia	193	1 134
	Peru	-	108
	Sudan	-	1 234
	Suriname	-	150
	Swaziland	101	362
	United Republic of Tanzania	-	25
	Yemen Arab Republic	927	12 199
	Africa Regional	-	215
	Europe Regional	-	16
	Latin America Regional	100	100
	Netherlands Programme	42 ^{a/}	42
	Subtotal	1 922	21 158
Norway	Egypt	-	543
	Somalia	36	36
	Subtotal	36	579
Organization of Petroleum Exporting Countries	Egypt	-	1 500
	Africa Regional	1 036	4 106
	Arab Regional	-	4 200
	Asia Regional	-	2 000
	Latin America Regional	-	3 500
	Interregional	116	1 899
	Global	950	1 591
	Subtotal	2 102	18 796
Saudi Arabia	Yemen Arab Republic	500	500
Sweden	Egypt	-	920
	Sudan	-	2 285
	Subtotal	-	3 205
Switzerland	Bangladesh	350	2 190
	Chile	-	20
	Egypt	-	500
	Ivory Coast	-	46
	Nepal	-	30
	Rwanda	-	441
	Asia Regional	31	31
	Subtotal	381	3 258
United Nations Trust Fund for Sudano-Sahelian Activities	Africa Regional	-	2 600
United Kingdom	Egypt	-	1 770
	Yemen Arab Republic	-	662
	Subtotal	-	2 432
United Nations Centre for Human Settlements	Zimbabwe	84	84
United Nations Environmental Programme	Indonesia	14	14
United States of America	Somalia	-	400
	Africa Regional	-	400
	Asia Regional	311	311
	Latin America Regional	1 000	1 220
	Subtotal	1 311	2 331
Venezuela	Egypt	-	10
West Africa Development Bank	Africa Regional	(206)	539
World Bank	Latin America Regional	81	81
	Interregional	135	135
	Subtotal	216	216
Total		<u>11 940</u>	<u>74 625</u>

^{a/} This amount held in favour of the Netherlands Government pending confirmation of its application.

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UNITED NATIONS DEVELOPMENT PROGRAMME ACCOUNT

Table 1

1982 Income and expenditure: forecast vs actual
(Million of US dollars)

	<u>Forecast a/</u>	<u>Actual b/</u>	<u>Variance</u>
<u>Income</u>			
Voluntary contributions and voluntary programme cost	707.9	679.7	(28.2)
Assessed programme cost	0.3	0.3	-
Special Measures Fund for LDCs	17.3	16.4	(0.9)
Cost sharing	62.5	75.3	12.8
GCCC	<u>9.3</u>	<u>8.1</u>	<u>(1.2)</u>
	797.3	779.8	(17.5)
UNDP extra-budgetary income	-	5.7	5.7
Miscellaneous income	25.0	6.4	(18.6)
Prepayment of contributions	1.5	-	(1.5)
Other adjustments	<u> </u>	<u>0.8</u>	<u>0.8</u>
Total Income	<u>823.8</u>	<u>792.7</u>	<u>(31.1)</u>
<u>Expenditures</u>			
Main field programme	560.0	575.9	15.9
Cost sharing	55.0	62.2	7.2
Special Measures Fund LDCs	15.0	13.8	(1.2)
GCCC	9.0	8.6	(0.4)
UNDP Sectoral Support Costs	6.9	5.5	(1.4)
Agency support costs	83.1	85.1	2.0
Hiatus financing and other	1.5	0.9	(0.6)
UNDP Administrative and programme support costs	109.3	104.1	(5.2)
UNDP Extra Budgetary Expenditures	<u>5.4</u>	<u>3.0</u>	<u>(2.4)</u>
Total Expenditure	<u>845.2</u>	<u>859.1</u>	<u>13.9</u>
Excess of expenditure over income	<u>21.4</u>	<u>66.4</u>	<u>45.0</u>

a/ As provided in DP/1982/49, table 4.

b/ As shown in Statement I.

Table 2

Balance sheets as at 31 December 1982: Forecast vs Actuals
(Millions of US dollars)

	<u>Forecast a/</u>	<u>Actual b/</u>	<u>Variance</u>
<u>Assets:</u>			
<u>Cash and Investments</u>			
Convertible currencies	6.0	2.5	(3.5)
Usable non-convertible currencies	3.0	0.2	(2.8)
Accumulated non-convertible currencies	41.8	36.1	(5.7)
Cash at field offices	15.0	15.5	0.5
Govt letters of credit		0.6	0.6
Investments	<u>153.5</u>	<u>188.7</u>	<u>35.2</u>
	<u>219.3</u>	<u>243.6</u>	<u>24.3</u>
<u>Advances and accounts receivable</u>			
Operating fund held by agencies	35.0	10.0	(25.0)
Due from trust funds	1.0	0.5	(0.5)
Other accounts receivable			
deferred charges	35.0	41.2	6.2
Accrued interest	<u>7.7</u>	<u>5.7</u>	<u>(2.0)</u>
	<u>298.0</u>	<u>301.0</u>	<u>3.0</u>
<u>Liabilities:</u>			
Accounts payable	50.0	56.2	6.2
Unliquidated obligations	127.8	173.5	45.7
Due to United Nations, UNFPA, trust funds and JPO programme	<u>10.0</u>	<u>6.9</u>	<u>(3.1)</u>
	<u>187.8</u>	<u>236.6</u>	<u>48.8</u>
<u>Unexpended contributions:</u>			
For Special Measures Fund			
for LDCs	19.7	19.9	0.2
For cost-sharing	37.5	42.6	5.1
For GCCC	5.5	4.8	(0.7)
For extra-budgetary activities	<u>-</u>	<u>2.7</u>	<u>2.7</u>
	<u>250.5</u>	<u>306.6</u>	<u>56.1</u>
<u>Net Assets</u>			
(Revenue reserve)	47.5	(5.6)	(53.1)
<u>Net Assets</u>			
(exclusive of non-convertible currencies)	5.7	(41.7)	(47.4)

a/ As provided in DP/1982/49, Table 5
b/ As shown in Statement II.

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Table 3

Cash flow statement for the period
1 January 1982 to 31 December 1982^{a/}
(Millions of US dollars)

	<u>Forecast</u>			<u>Actual</u>		<u>Net cumulative balance</u>
	<u>Inflow b/</u>	<u>Outflow</u>	<u>Net cumulative balance</u>	<u>Inflow c/</u>	<u>Outflow</u>	
Opening balance	223.1 ^{c/}					
January	70.1	88.5	204.7	53.8	88.5	188.4
February	66.1	75.8	195.0	30.0	75.8	142.6
March	45.0	76.0	164.0	49.1	76.0	115.7
April	68.8	79.8	153.0	94.6	70.4	139.9
May	30.3	75.5	107.8	41.5	68.5	112.9
June	78.9	69.2	117.5	97.7	57.9	152.7
July	130.6	60.3	187.8	88.5	66.7	174.5
August	33.8	67.5	154.1	59.6	67.2	166.9
September	37.9	75.6	116.4	63.1	64.4	165.6
October	151.5	68.2	199.7	113.6	61.3	217.9
November	58.3	71.3	186.7	56.8	68.0	206.7
December	56.6	80.0	163.3	50.0	69.6	187.1
	1 051.0	887.7		1 021.4	834.3	
Plus: Decrease in accumulating currencies	(0.8)		(0.8)	4.9		4.9
	1 050.2	887.7	162.5	1 026.3	834.3	192.0 ^{d/}
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>

^{a/} Estimates based on forecasts of income and disbursements for UNDP-financed activities (DP/1982/49)

^{b/} Inflows include estimated investment income

^{c/} Includes actual investment income received

^{d/} Represented by: Cash - Convertible currencies 2.5
Usable non-convertible currencies 0.2
Letters of credit 0.6
Investments 188.7
192.0

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Table 4

Forecast of income and expenditure for 1983 and 1984
(Millions of US dollars)

<u>Income</u>	<u>1983</u>	<u>1984</u>
Voluntary contributions	691.9 <u>a/</u>	745.5 <u>a/</u>
Special Measures Fund for LDCs	14.2	15.0
Cost sharing	110.0	135.0
GCCC	14.6	15.0
	-----	-----
	830.7	910.5
Miscellaneous income	10.0	10.0
Prepaid contributions	1.5	1.5
	-----	-----
	842.2	922.0
	-----	-----
<u>Expenditure</u>		
Main programme	541.0	512.5
Cost sharing	95.0	125.0
GCCC	13.6	13.3
Special Measures Fund for LDCs	15.0	15.0
Sectoral support	4.5	3.0
Agency support costs	85.5	85.5
Hiatus financing and other	1.5	1.5
UNDP programme support and administrative services	114.8	125.0
	-----	-----
	870.9	880.8
	-----	-----
Excess of income over expenditure	(28.7)	41.2
	-----	-----
 <u>a/ Forecasts of income are calculated as follows:</u>		
Pledges receivable for prior years on 1 January	39.5	40.0
Pledges for current year, including pledges not yet announced	700.0	750.0
	-----	-----
	739.5	790.0
 <u>less:</u>		
Forecast of balance of pledges receivable at 31 December	40.0	43.0
Amounts collected in 1982	7.6	1.5
	-----	-----
	691.9	745.5
	=====	=====

Table 5

Estimated balance sheets as at 31 December 1983 and 31 December 1984
(Millions of US dollars)

	Balance sheet 31 Dec.'82	Balance sheet 31 Dec.'83	Balance sheet 31 Dec.'84
<u>Assets:</u>			
<u>Cash and Investments</u>			
Convertible currencies	2.5	3.0	3.0
Usable non-convertible currencies	0.2	1.0	1.0
Accumulated non- convertible currencies	36.1	36.0	36.0
Cash at field offices	15.5	15.0	13.0
Letters of Credit	0.6	-	-
Investments	<u>188.8</u>	<u>129.1</u>	<u>168.3</u>
	243.6	184.1	221.3
<u>Advances and accounts receivable</u>			
Operating fund held by agencies	10.0	25.0	30.0
Due from trust funds	0.5	0.5	0.5
Other accounts receivable deferred charges	41.2	37.0	35.0
Accrued interest	<u>5.7</u>	<u>3.0</u>	<u>4.0</u>
	<u>301.0</u>	<u>249.6</u>	<u>290.8</u>
<u>Liabilities:</u>			
Accounts payable	56.2	60.0	60.0
Unliquidated obligations	173.5	146.5	146.5
Due to United Nations, UNFPA, trust funds and JPO programme	<u>6.9</u>	<u>7.5</u>	<u>7.5</u>
	236.6	214.0	214.0
Unexpended contributions:			
For Special Measures Fund for LDCs	19.9	19.1	19.1
For cost sharing	42.6	46.2	41.2
For GCCC	4.8	5.3	6.6
For extra-budgetary activities	<u>2.7</u>	<u>2.7</u>	<u>2.7</u>
	<u>306.6</u>	<u>287.3</u>	<u>283.6</u>
<u>Net Assets</u>			
(Revenue reserve)	(5.6)	(37.7)	7.2
<u>Net Assets</u>			
(exclusive of non-convertible currencies)	(41.7)	(73.7)	(28.8)

Table 6

Cash flow statement for the period
1 January 1983 to 31 December 1983^{a/}
(Millions of US dollars)

	<u>Inflow b/</u>	<u>Net cumulative Outflow</u>	<u>balance</u>
Opening balance	192.0 <u>c/</u>		
January	35.4	77.5	149.9
February	30.0	66.3	113.6
March	59.4	60.2	112.8
April	101.5	82.0	132.3
May	44.6	80.0	96.9
June	105.8	67.4	135.6
July	95.8	78.8	153.3
August	64.1	78.5	137.9
September	68.4	77.0	129.3
October	119.5	72.6	176.2
November	61.2	80.2	157.2
December	59.2	83.4	133.0
	<u>1 036.9</u>	<u>903.9</u>	
Plus: Decrease in accumulating currencies	0.1	-	0.1
	<u>1 037.0</u>	-	<u>133.1</u>

a/ Estimates based on forecasts of income and disbursements for UNDP financed activities.

b/ Inflows including estimated investment income

c/ Represented by: Cash - Convertible currencies 2.5
Usable non-convertible currencies 0.2
Letters of Credit 0.6
Investments 188.7 d/

192.0

d/ Excluding investments of the Operational Reserve

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Table 7

Estimates of accumulated non-convertible currencies
as at 31 December 1983
(Thousands of US dollars) a/

	Balance as at 31 Dec. 1981 <u>a/</u>	Balance as at 31 Dec. 1982 <u>b/</u>	Estimated 1983 receipts <u>b/c/</u>	Estimated 1983 expenditures <u>b/d/</u>	Estimated balance As at 31 Dec 1983 <u>b/</u>
Albania	77	82	5	-	87
Bulgaria	1 771	2 298 <u>f/</u>	892	635 <u>f/</u>	2 555
People's Republic of China	266		-	-	-
Cuba	1 963	1 991	819	568	2 242
Czechoslovakia	2 219	1 957	588	747	1 798
German Democratic Republic	3 752	3 788	400	258	3 930
Hungary	180	328	690	569	449
Iran	6 340	5 628	-	600	5 028
Poland	4 081	1 768 <u>g/</u>	566	274	2 060
Romania	869	1 071	675	476	1 270
Turkey	1 334	662	1 598	2 811	(551)
Union of Soviet Socialist Republics <u>e/</u>	16 048	14 796 <u>h/</u>	3 251	3 164 <u>i/</u>	14 883 <u>i/</u>
Yugoslavia	3 376	2 415	1 499	1 835	2 079
	<u>42 276</u>	<u>36 784</u>	<u>10 983</u>	<u>11 937</u>	<u>35 830</u>

a/ Based on United Nations rate of exchange in effect 31 December 1981.

b/ Based on United Nations rate of exchange in effect 31 December 1982.

c/ Non-convertible portion.

d/ Based on 1982 utilization.

e/ Includes Byelorussian and Ukrainian Soviet Socialist Republics.

f/ Includes \$252,000 equivalent representing Government contribution to the UN Regular Budget transferred to UN in 1983.

g/ US dollar equivalent reduced due to 250% devaluation of zloty during 1982.

h/ Excludes \$1,230,000 equivalent representing contribution to the Trust Fund for the Training of Specialists from Developing countries in the USSR.

i/ Excludes equivalent \$1,892,000 in roubles to be exchanged for developing countries currencies. Should exchange be completed in 1983, the balance of rouble holdings will be reduced to \$13,759,000.

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Table 8

1982 Agency support costs under flexibility arrangements
forecasts versus actuals for 1982
(in thousands of US dollars)

	<u>IAEA</u>	<u>IMO</u>	<u>UPU</u>	<u>WIPO</u>	<u>WMO</u>	<u>Total for all Agencies</u>
1. <u>Delivery of UNDP-financed projects</u>						
Forecast	5 500	5 000	2 600	1 150	11 800	26 050
Actual	4 432	6 758	2 018	712	11 789	25 709
2. <u>Support cost at 13%</u>						
Forecast	715	650	338	150	1 534	3 387
Actual	609 ^{a/}	878	262	93	1 533	3 375
3. <u>Flexibility requirement</u>						
Forecast	330	450	234	104	350	1 468
Actual	2/	221	182	64	69	536
4. <u>Total support costs (item 2 + item 3)</u>						
Forecast	1 045	1 100	572	253	1 884	4 854
Actual	609 ^{b/}	1 100	444	157	1 602	3 912
5. <u>% of Total support costs to programme delivery (item 4/item 1)</u>						
Forecast	19.0	22.0	22.0	22.0	16.0	18.6
Actual	N/A	16.2	22.0	22.0	13.6	15.2

^{a/} Amount subject to adjustment as the flexibility entitlement is under discussion.
^{b/} Amount under discussion.

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Table 9

Agency support cost expenditure forecasts for 1983
(in thousands of US dollars)

	<u>IAEA</u>	<u>IMO</u>	<u>UPU</u>	<u>WIPO</u>	<u>WMO</u>	<u>Total for all Agencies</u>
1. Delivery of UNDP-financed projects	<u>4 300</u>	<u>5 000</u>	<u>2 000</u>	<u>1 500</u>	<u>11 500</u>	<u>24 300</u>
2. Support cost at 13% (13% x item 1)	559	650	260	195	1 495	3 159
3. Flexibility requirement	<u>387</u>	<u>450</u>	<u>180</u>	<u>135</u>	<u>177</u>	<u>1 329</u>
4. UNDP-reimbursable support costs on UNDP-financed projects (item 2 + item 3)	946	1 100	440	330	1 672	4 488
5. Percentage of UNDP-reimbursable support costs on to delivery of UNDP-financed projects (item 4/item 1)	22%	22%	22%	22%	15%	19%
6. Total support cost on UNDP-financed projects	1 152	1 100	1 021	497	2 402	6 172
7. Percentage of UNDP-reimbursable support costs to agencies' total support costs (item 4/item 6)	82%	100%	43%	66%	70%	73%

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Table 10

Investments of the Reserve for Construction Loans to Governments
as at 31 December 1982
(United States dollars)

A. Construction loans

<u>Borrower</u>	<u>Repayment period of loan a/</u>	<u>Balance 31 December 1981</u>	<u>Additional loans made in 1982</u>	<u>Repayment due in 1982</u>	<u>Received in 1982</u>	<u>Balance 31 December 1982</u>
United Republic of Tanzania, Government of	1975-84	84 299	-	27 130	27 130	57 169
Botswana, Government of	1975-89	382 458	-	42 207	42 207	340 251
Malawi, Government of						
- Phase I	1975-90	157 371	-	16 197	16 754 c/	140 617
- Phase II	1976-91	124 572	-	11 264	11 705 c/	112 867
- Phase III	1980-95	56 000	-	2 582	2 695 c/	53 305
- Phase IV a/		-	344 083	-	-	344 083
East African Community b/	1976-90	390 279	-	-	-	390 279
Lesotho, Government of	1976-90	398 120	-	38 350	38 350	359 770
Rwanda, Government of	1976-90	112 377	-	10 825	16 380 c/	95 997
Swaziland, Government of	1976-90	300 444	-	28 940	29 298 c/	271 146
Burundi, Government of	1976-91	219 989	-	17 139	17 139	202 850
Benin, Government of	1978-93	354 319	-	25 510	25 510	328 809
Democratic Yemen, Government of a/		1 118 210	61 870	-	-	1 180 080
Angola, People's Republic of		949 892	1 312 953	-	-	2 262 845
Equatorial Guinea, Government of a/		-	482 912	-	-	482 912
Total		4 648 330	2 201 818	220 144	227 168	6 622 980

B. Investments

<u>Type</u>	<u>Currency</u>	<u>Interest Rate</u>	<u>Amount</u>
Time deposits	United States dollars	9.5625	377 020
	United States dollars	9.6875	6 000 000
	United States dollars	9.6250	6 000 000
	United States dollars	9.5625	6 000 000
Total			(Statement II) 18 377 020
Grand Total			25 000 000

a/ New construction loan. Repayment period will start when houses are completed.

b/ No payments received during 1982.

c/ Excess payment of the loan applied to the principal.

Table 11

Loans under consideration for financing from the
Reserve for Construction Loans to Governments
as at 31 December 1982
(US \$)

Country	Purpose	For housing \$	For office accommodation \$	Total \$	Remarks
Burma	Office	-	500 000	500 000	Tentative
Burundi	27 Houses	1 000 000	-	1 000 000	Under negotiation
Cape Verde	12 Apartments	500 000	-	500 000	Under negotiation
Comoros	20 Houses	1 000 000	-	1 000 000	Under negotiation
Djibouti	12 Apartments	1 000 000	-	1 000 000	Under negotiation
Ethiopia	36 Apartments	1 500 000	-	1 500 000	Tentative
Guinea Bissau	50 Apartments and Office	1 500 000	250 000	1 750 000	Tentative
Lesotho	35 Apartments	1 000 000	-	1 000 000	Under negotiation
Madagascar	Office	-	1 000 000	1 000 000	Under negotiation
Maldives	Office	-	200 000	200 000	Under negotiation
Sierra Leone	12 Houses	750 000	-	750 000	Tentative
Swaziland	10 Houses	1 000 000	-	1 000 000	Tentative
Uganda	Housing	1 000 000	-	1 000 000	Tentative
Vietnam	8 Houses	1 000 000	-	1 000 000	Under negotiation
Zambia	Housing and Office	1 000 000	1 000 000	2 000 00	Housing Tentative Office under negotiation
		12 250 00	2 950 000	15 200 000	
