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REPORT OF THE BOARD OF AUDITORS

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UNITED NATIONS

UNITED NATIONS CHILDREN'S FUND
(UNICEF)

FINANCIAL REPORT AND ACCOUNTS

for the year ended 31 December 1960

and

REPORT OF THE BOARD OF AUDITORS



GENERAL ASSEMBLY

OFFICIAL RECORDS : SIXTEENTH SESSION

SUPPLEMENT No. 6A (A/4783)

New York, 1961

NOTE

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

TABLE OF CONTENTS

	<i>Page</i>
Letters of transmittal.....	iv
Part I. United Nations Children's Fund	
Financial report for the year ended 31 December 1960.....	3
Summary	3
Assets and liabilities.....	5
Income and expenditure.....	7
Allocations	11
Internal matching	12
Budgetary authorizations—administrative costs and costs of operational services..	12
<i>Ex gratia</i> payments.....	12
Financial statements for the fourteenth financial period ended 31 December 1960:	
I. Statement of assets and liabilities as at 31 December 1960.....	14
II. Statement of income and expenditure for the year ended 31 December 1960..	16
III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations—administrative costs and costs of operational services for the year ended 31 December 1960.....	18
Schedule A: Investments as at 31 December 1960.....	22
Schedule B: Trust funds—Governments—as at 31 December 1960.....	23
Schedule C: Contributions from Governments to the central account (in- cluding contributions receivable) during the year ended 31 December 1960	24
Schedule D: Statement of allocations, expenditures and balances of alloca- tions for the year ended 31 December 1960.....	26
Part II. UNICEF Greeting Card Fund	
Financial report for the year ended 31 January 1961.....	35
Assets and liabilities	36
Working capital and transfers to the general resources of UNICEF.....	36
Income and expenditure.....	36
Inventory	37
Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations.....	37
Financial statements for the year ended 31 January 1961:	
I. Statement of assets and liabilities as at 31 January 1961.....	40
II. Statement of income and expenditure for the financial year ended 31 January 1961	42
III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations for the financial year ended 31 January 1961...	43
Part III. Report of the Board of Auditors	
A. Report of the Board of Auditors to the General Assembly on the audit of ac- counts of the United Nations Children's Fund for the year ended 31 December 1960	47
B. Report of the Board of Auditors to the General Assembly on the audit of ac- counts of the UNICEF Greeting Card Fund for the year ended 31 January 1961	48

LETTERS OF TRANSMITTAL

19 May 1961
New York

Sir,

I have the honour to transmit the financial statements relating to the United Nations Children's Fund with respect to the financial year ended 31 December 1960. These statements have been examined and certified by the Board of Auditors.

In addition to the above, and in accordance with the relevant resolution of the General Assembly, I have the honour to present the report of the Board of Auditors with respect to the 1960 accounts of the United Nations Children's Fund.

Accept, Sir, the assurances of my highest consideration.

(Signed) L. GÖTZEN
on behalf of the Board of Auditors

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

17 July 1961
New York

Sir,

An examination has been made of the accounts of the United Nations Children's Fund—Greeting Card Fund—for the financial period ended 31 January 1961.

The financial statements presented for audit certificate by the Executive Director have been examined and certified.

On behalf of the Board of Auditors, I have the honour to transmit for presentation to the General Assembly the certified financial statements and the audit report thereon, signed by Mr. J. M. Murgueitio, Comptroller General of Colombia.

Respectfully,

(Signed) Julio GUTIÉRREZ
Delegate of the Comptroller General
of Colombia

The Secretary-General
of the United Nations
New York

Part I

UNITED NATIONS CHILDREN'S FUND

FINANCIAL REPORT FOR THE YEAR ENDED 31 DECEMBER 1960

1. The financial statements of the United Nations Children's Fund (UNICEF) for the fourteenth financial period which ended 31 December 1960 are presented herewith. They comprise the following principal statements along with supporting schedules:

- I. Statement of assets and liabilities as at 31 December 1960;
- II. Statement of income and expenditure for the year ended 31 December 1960;
- III. Statement of 1960 budgetary authorizations, obligations incurred and unobligated balances of authorizations—administrative costs and costs of operational services for the year ended 31 December 1960.

Summary

2. Income in 1960 amounted to \$25.8 million (see paras. 3 to 8), allocations to \$28.1 million (see paras. 9 to 13) and expenditures to \$23 million (see para. 15).

INCOME

3. UNICEF income from all sources in 1960 amounting to the equivalent of approximately \$25.8 million constituted an increase of more than \$1.9 million over 1959. This was due to an increase in government contributions of about \$1 million and an increase in private contributions and other income of over \$900,000 (see paras. 33 to 39).

Table 1

UNICEF INCOME IN 1960, BY SOURCE

	<i>(In thousands of US dollars)</i>	<i>(Per cent of total)</i>
Government contributions	21,517	83.5
Private contributions	1,911	7.4
Other income	2,339	9.1
	25,767	100.0

4. As can be seen from table 2, the income of UNICEF has increased each year since 1954. Except for 1957 and 1959 when they fell below \$1 million, the increases have been in the neighborhood of \$2 million a year.

Table 2

UNICEF INCOME FROM ALL SOURCES

	<i>Income (In thousands of US dollars)</i>	<i>Annual increase</i>
1954	15,044	—
1955	17,515	2,471
1956	19,819	2,304
1957	20,716	897
1958	23,008	2,292
1959	23,820	812
1960	25,767	1,947

5. In 1960, ninety-eight Governments contributed to UNICEF against eighty-seven in the preceding year. A list of the contributing Governments is given in schedule C. Details on income from private contributions and other sources are given in paragraphs 36 to 39.

6. Apart from contributions to the central account of UNICEF, a number of Governments of developing countries made cash contributions, mostly in convertible currencies, towards implementation of UNICEF-aided projects (for additional required imported supplies and equipment, also for ocean freight) and towards the local administrative and related costs of UNICEF field offices. These contributions totalled \$1,966,455 and \$620,785, respectively (schedule B).

7. For 1959, the United States of America contribution was \$11 million, subject to the condition that it would not exceed 50 per cent of total government contributions. For 1960, while the amount of the contribution was increased to \$12 million, this percentage was reduced to 48 per cent in the belief that other countries (particularly in Europe) had reached a point of economic recovery which permitted them to increase their financial participation in the work of UNICEF.

8. For 1961, the United States again pledged \$12 million, subject to the condition that the United States contribution should not exceed 46 per cent of total government contributions. To match this amount an increase in total contributions from other Governments will be required in 1961.

ALLOCATIONS

9. In 1960, the Executive Board of UNICEF approved allocations totalling \$28.1 million.¹ This compares with allocations of \$28.2 million in 1959 and \$22.6 million in 1958. Allocations made in 1960 are not strictly comparable with those made in 1959 or previous years. This is because the Executive Board, in pursuance of its policy of achieving more rapid use of UNICEF resources for programme aid, decided that allocations for 1961 administrative costs and operational services should be made in two parts: half to be allocated in 1960 and half to be allocated at the June 1961 Board Session.² Whilst the Executive Board approved in 1959 programme allocations of \$24.1 million and \$4.1 million for administrative costs and operational services, the comparable amounts for 1960 are \$25.9 million and \$2.2 million respectively. Thus programme allocations approved in 1960 exceeded allocations of the preceding year by approximately \$1.8 million.

10. Over the last three triennial periods the annual average of total allocations was as follows: 1952/1954—\$16.6 million; 1955/1957—\$20.3 million; 1958/1960—\$26.3 million.

11. Allocations in 1960 exceeded income by \$2.3 million. This was made possible by drawing on unused balances of allocations (\$0.8 million) and on uncommitted general resources of UNICEF accumulated in previous years. Unallocated resources, which stood at \$2.2 million at the beginning of 1960, decreased to \$0.7 million at the end of the year.

12. As was explained in the financial report for 1959, on any date there are sizeable allocations approved by the Board but not yet spent.³ The total of unspent allocations is referred to in the financial report as the "balance of allocations" or "unfulfilled allocations" (schedule D).

13. The unfulfilled allocations for programme aid at the end of 1960 amounted to \$33.1 million, including \$6.1 million for freight costs (see para. 30). This compares with \$26.7 million at the end of 1959. The increase reflects the change in 1960 of the cycle of Board sessions from March and September to June and December. At its last session, the Board approved programme allocations for more than \$16 million which necessarily form part of the above carry-over of programme allocations of \$33.1 million. Allocations for half of the 1961 operational services and administrative costs (\$2.2 million) and unused funds of the 1960 provision for administrative costs and costs of operational services (\$0.1 million—returned to the general resources) brought the total of unfulfilled allocations to \$35.4 million at the end of 1960.

14. As was noted in previous financial reports, the primary responsibility for the projects aided by UNICEF rests with each assisted Government, and the purpose of UNICEF programme allocations is to stimulate and supplement the use of national resources. The local funds made available in each country in facilities, services, supplies and personnel are called "internal matching". In 1960, for each dollar allocated by UNICEF the assisted Governments spent, or committed themselves to spend, an average of \$2.79 (see para. 56).

EXPENDITURES

15. Expenditures in 1960 amounted to \$23 million as compared with \$23.8 million in 1959, a decrease of \$0.8 million (see paras. 40 to 52). This decrease is accounted for by the decrease in freight costs owing to the smaller volume of shipments of powdered milk (see para. 47). A break-down of expenditures on programme aid by programme and type of supplies is given in paragraphs 44 and 45, respectively.

RATIO OF ADMINISTRATIVE EXPENDITURES TO TOTAL EXPENDITURES

16. In 1960, expenditures on assistance amounted to approximately \$21 million (\$19 million for programmes and \$2 million for operational services (net)). Administrative costs (net) totalled \$1.6 million. This resulted in a ratio of administrative expenditures to total expenditures of 7.25 per cent in 1960. The ratio for 1960 and previous

¹ Includes allocations made at the January 1961 Board Session which the Board decided should be charged to 1960 accounts; see E/ICEF/407, para. 23.

² E/ICEF/407, para. 83.

³ *Official Records of the General Assembly, Fifteenth Session, Supplement No. 6 A (A/4382), para. 11.*

years is given in paragraphs 51 and 52. The ratio of administrative costs to total expenditures is governed to a large extent by expenditures on assistance which, as has been pointed out in previous reports, do not necessarily reflect the administrative workload of the agency.

PROGRAMME TRENDS

17. The significance of the financial status of UNICEF at any particular time can be understood fully only in the light of the main programme trends affecting its work. A discussion of these trends can be found in a report of the Executive Director entitled "Main UNICEF trends in 1960".⁴ A revision in the classification of the UNICEF-aided programmes was approved by the Board in March 1960 and is reflected in the accounts which are herein presented.⁵

Assets and liabilities

18. The statement of assets and liabilities is shown on page 14. Additional information on each of the categories is given below.

ASSETS

19. *Cash on hand and at banks*: Funds with banks totalled \$5,282,202 at 31 December 1960 (including deposits against irrevocable letters of credit of \$202,454). Funds administered on behalf of the United Nations Relief and Works Agency for Palestine Refugees in the Near East (UNRWA) are held in special bank accounts, designated UNICEF/UNRWA, and these funds amounted at 31 December 1960 to \$325,608 (including deposits against irrevocable letters of credit of \$28,827); funds held on behalf of the UNICEF Greeting Card Fund amounted to \$29,624. Thus, the balance of funds held in UNICEF bank accounts amounted to \$4,926,970 at 31 December 1960, and these funds consisted of \$1,051,692 in United States currency and the equivalent of \$3,875,278 in fifty-three other currencies. Wherever feasible, the cash holdings were put in interest-bearing accounts (see para. 39 (a)). Funds held in non-dollar currencies included the equivalent of approximately \$700,000 in USSR rubles; \$560,000 in Brazilian cruzeiros; \$310,000 in German marks; \$270,000 in Swedish kronor; \$260,000 in Yugoslav dinars; \$230,000 in United Kingdom sterling; \$215,000 in Indian rupees; \$190,000 in Egyptian pounds; \$140,000 in Turkish liras; \$100,000 each in Netherlands guilders, Peruvian soles and Swiss francs. (For a break-down of contractual commitments by currency, see para. 31). Funds in currencies other than United States dollars were converted in the books of accounts according to rates of exchange current on 31 December 1960, as quoted by the International Monetary Fund.

20. *Investments*: As at 31 December 1960, fixed-interest bearing securities of the United States Government and of Federal agencies (trustee securities) accounted for 87.7 per cent of all investments; the balance consisted of United Kingdom Treasury bills, and time deposits with commercial banks (see schedule A). Of the \$22,575,000 nominal value of dollar investments thus held, \$7,825,000 nominal value were short-term and \$14,750,000 nominal value medium-term investments. The average yield on dollar investments during the year amounted to 4.22 per cent. Sterling investments (United Kingdom Treasury bills) earned an average interest of 4.74 per cent during 1960. As at 31 December 1960, £45,000 nominal value bills were held, maturing in February and March 1961. In 1960, the total United States dollar and sterling investment income was at the average rate of 4.22 per cent, as compared with the average rate of 3.78 per cent in 1959. Income from investments in 1960 amounted to \$1,164,868, compared with \$943,958 in 1959 (see para. 39 (a)).

21. *Custodial investments*: Funds held in trust by UNICEF on behalf of UNRWA and the UNICEF Greeting Card Fund, not immediately required, are invested. As at 31 December 1960, UNICEF held on bank deposit accounts \$100,000 on behalf of UNRWA and \$750,000 on behalf of the UNICEF Greeting Card Fund. These deposits were earning interest at 3 per cent per annum.

22. *Deposits with suppliers*: These deposits comprised \$4,897 of trust funds (UNRWA) held on a separate account and \$593,041 of UNICEF funds. The latter included the following amounts held by governmental procurement agencies: the equivalent of approximately \$260,000 with the Commonwealth Department of Supply, Australia (in Australian pounds); \$50,000 with the Department of Industries and Commerce, New Zealand (in New Zealand pounds); and \$10,000 with the Canadian Commercial Corporation (in Canadian dollars).

23. *Accounts receivable, advances, deposits, etc.*: These consisted of: (a) interest accrued by 31 December 1960 on securities, bank deposit accounts and custodial investments (\$251,780); (b) receivables from Governments of UNICEF-aided countries (\$58,702); (c) receivables from the United Nations and specialized agencies (\$650,359); (d) private contributions collected, in course of transfer to UNICEF bank accounts (\$1 million from the United States Committee for UNICEF and \$20,000 from the UNICEF Association of Japan); (e) service deposits (\$3,795); (f) prepayment of 1961 expenses (\$3,907); (g) receivables from UNICEF national committees, the Children's Centre in Paris and the United Nations bookshop (\$77,184); (h) salary and travel advances to UNICEF staff (\$9,916); (i) other sundry receivables (\$13,077) and secured claims (\$21,356).

24. *Contributions receivable from Governments*: Out of receivables of \$6,231,749, the amount of \$2,685,634 had been transferred to UNICEF by April 1961.

⁴ E/3442—E/ICEF/408.

⁵ Official Records of the Economic and Social Council, Twenty-ninth Session, Supplement No. 2 A (E/3336), E/ICEF/398, para. 64.

LIABILITIES

25. *Accounts payable and other unliquidated obligations*, of which approximately \$1,410,000 was payable in United States dollars and the equivalent of \$1,279,000 in twenty-eight other currencies consisted of the following:

(a) Accounts payable (\$1,471,047) for supplies and equipment shipped but unpaid by 31 December 1960, and for freight cost due at that date;

(b) Other accounts payable (\$1,132,860) comprising: (i) amounts to be accounted for with Governments of UNICEF-assisted countries and with governmental agencies (\$695,368); (ii) amounts due to the United Nations Joint Staff Pension Fund and to the specialized agencies (\$84,780); (iii) amounts due to staff members under the Tax Equalization Fund (\$149,010); (iv) amounts due in respect of supplies shipped by 31 December 1960 on account of UNRWA but for which payment had not been made at that date (\$161,401); (v) Special Fund for certain public information revenue-producing activities established by the Executive Board⁶ (\$20,228); (vi) amounts due to UNICEF staff (\$9,963); (vii) amounts due to sundry creditors (\$12,110),

(c) Obligations outstanding (\$29,417) in respect of administrative costs. Full details of these obligations are shown in the statement of budgetary authorizations (administrative costs) on page 18.

(d) Obligations outstanding (\$55,676) in respect of operational services. Full details of these obligations are shown in the statement of budgetary authorizations (costs of operational services), on page 18.

26. *Trust Funds—Governments* consisted of contributions made to UNICEF by assisted Governments (see para. 6): (a) towards implementation of UNICEF-aided projects (for additional required imported supplies and equipment, also for ocean freight); (b) towards the local administrative and related costs of UNICEF field offices. The first category of funds is transferred to UNICEF bank accounts mainly in convertible currencies, the second category in national currencies. Schedule B gives details of each of the two groups of funds, namely: balances at the beginning of the financial year, funds received during the year, disbursements (including funds returned) and balances at the end of the year.

27. *UNRWA agency procurement account* represents funds made available to UNICEF by UNRWA for agency procurement operations. 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 these 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. As at 31 December 1960 the funds held in trust on behalf of UNRWA amounted to \$431,161 (cash at banks \$325,608, deposits with suppliers \$4,897, investments \$100,000, interest accrued on investments \$656), against which there were unpaid obligations of \$161,401; thus, net funds held by UNICEF at 31 December 1960 on behalf of UNRWA amounted to \$269,760.

28. *Greeting Card Fund*: At 31 December 1960, holdings on behalf of the Greeting Card Fund amounted to \$784,071. A special financial report is submitted on the operations of the Greeting Card Fund (see part II).

29. *A reserve for insurance* of \$200,000 was established in November 1950 when UNICEF adopted a policy of self-insurance. At 31 December 1960 this reserve stood at \$163,179, compared with \$174,969 at the end of 1959. No major loss has occurred during the year; the decrease of \$11,790 is accounted for by disbursements towards general average contributions less refunds (net disbursements \$4,349), and by marine losses (\$9,731) less recoveries from shipping companies (\$2,290); claims were lodged against carriers.

30. *The principal of the Fund* as at 31 December 1960 comprised an amount of \$35,406,641 representing allocations made by the Executive Board but not yet implemented as at 31 December 1960, and unallocated funds amounting to \$722,576 (see para. 11). Whilst full details of the balances of allocations unfulfilled as at 31 December 1960 of \$35,406,641 (against \$31,136,682 at the end of 1959) are shown in schedule D, mainly on a country basis, a further concise and analytic summary is given hereunder:

	\$
Area and country assistance (excluding freight)	24,165,092
Freight	6,138,787
Unprogrammed	1,536,109
General assistance (excluding operational services)	1,232,106
Operational services (allocation for half of the 1961 approved budget gross).....	1,260,900
Administration (allocation for half of the 1961 approved budget gross).....	972,200
	35,305,194

Unused funds of the 1960 budget for administrative costs and costs of operational services, to be returned to the general resources at the June 1961 session of the Executive Board (see statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations—administrative costs and costs of operational services)

101,447

TOTAL AS PER SCHEDULE D

35,406,641

⁶ E/ICEF/407, para. 89.

31. Thus, of the principal of the Fund, the unfulfilled area and country allocations (exclusive of freight) amounted to \$24,165,092; against these there were outstanding contractual commitments as at 31 December 1960 of \$6,893,170. These included contracts for supplies and equipment of \$4,794,919, on which deliveries had not yet been effected (compared with \$5,095,469 at 31 December 1959) and commitments of \$2,098,251 for project personnel, fellowships and stipends (compared with \$1,131,007 at 31 December 1959). In terms of currencies these contractual commitments consisted of approximately \$3,600,000 in United States currency and the equivalent of \$3,300,000 in twenty-five other currencies. Included in the latter was the equivalent of approximately \$950,000 in USSR rubles, \$670,000 each in Danish kroner and United Kingdom sterling, \$250,000 in German marks, \$190,000 in French francs, \$160,000 in Netherlands guilders, \$80,000 in Australian pounds and \$60,000 in Japanese yen.

Income and expenditure

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

INCOME

33. Income from all sources in 1960 totalled \$25,767,347, representing an increase of \$1,947,559, or 8.2 per cent over 1959. The following table shows the income in 1960 by major source, compared with income in 1959:

<i>Source of income</i>	<i>Amount of income</i>		<i>Increase 1960 over 1959</i>	
	<i>1959</i>	<i>1960</i>	<i>Amount</i>	<i>Per cent</i>
	<i>\$</i>	<i>\$</i>	<i>\$</i>	
Governmental contributions	20,547,465	21,517,168	969,703	4.7
Private contributions (including organized campaigns) .	1,526,070	1,910,848	384,778	25.2
Other income (investments, staff assessment, agency procurement commission, miscellaneous, and difference in exchange)	1,746,253	2,339,331	593,078	34.0
	<u>23,819,788</u>	<u>25,767,347</u>	<u>1,947,559</u>	<u>8.2</u>

GOVERNMENTAL CONTRIBUTIONS

34. Contributions from Governments in 1960 comprised 83.5 per cent of total UNICEF income. This compares with 86.3 per cent in the preceding year. The number of Governments contributing in 1960 was ninety-eight against eighty-seven in 1959.

35. The Government of the United States contributed \$12 million, compared with \$11 million in 1959 (see para. 7); other Governments contributed \$9,517,168 in 1960, compared to \$9,547,465 in 1959. Apart from contributions to the central account, a number of Governments of developing countries made cash contributions to UNICEF-aided projects, namely \$1,966,455 (for additional required imported supplies and equipment, also for ocean freight), and to the administrative and related costs of UNICEF field offices, namely \$620,785 (see paras. 6 and 26, and also schedule B).

PRIVATE CONTRIBUTIONS

36. The largest single source of private contributions in 1960 was the United States Committee for UNICEF, which transferred \$1,484,852 in receipts mainly from its "Trick or Treat" Hallowe'en project. In 1959, the Committee transferred \$1,170,064 to UNICEF.

37. Contributions from individuals, churches, women's groups, schools and other organizations amounted in 1960 to \$110,209 from twenty-two countries, compared to \$120,644 in 1959. The largest amounts came from the United States (\$67,492), and the United Kingdom (\$31,956).

38. In 1960, the United Nations Association in Canada, Committee for UNICEF, remitted an amount of \$210,312, representing the proceeds of the 1959 Hallowe'en programme throughout Canada (proceeds of the 1960 programme remitted in 1961 amounted to \$262,762); the Australian United Nations Appeal for Children Committee remitted to UNICEF 10,200 Australian pounds (\$22,848), and the UNICEF Association of Japan 7,200,000 yen (\$20,000). Activities of other UNICEF National Committees resulted in collections of \$62,627 in the following countries: Denmark (\$3,896), the Federal Republic of Germany (\$6,966), Ireland (\$4,480), Italy (\$7,200), Luxembourg (\$299), Netherlands (\$15,605), Norway (\$1,981), Sweden (\$4,001), Switzerland (\$5,980), and the United Kingdom (\$12,219).

OTHER INCOME

39. (a) *Income from investments* (see para. 20): Income of \$1,164,868 was \$220,910 higher than that received in 1959 (\$943,958). Following the prevailing upward trend of interest rates, the average yield increased from 3.78 per cent in 1959 to 4.22 per cent in 1960. Interest from securities amounted to \$1,141,586 (\$931,869 in 1959) and from bank accounts to \$23,282 (\$12,089 in 1959).

(b) *Income from staff assessment plan*: Income from the staff assessment plan of \$274,920 increased by \$20,695 (\$254,225 in 1959). In accordance with the procedure adopted by the United Nations, administrative costs (\$1,758,640) and costs of operational services (\$2,280,023) are stated on a gross basis and the amount derived from the staff assessment plan (\$274,920) is shown as income. Income related to salaries of administrative personnel amounted to \$98,542 and income related to salaries of personnel of operational services to \$176,378.

(c) *Income from agency procurement commission* (see para. 27): The amount reimbursed to UNICEF by UNRWA remained in 1960 unchanged at the level of \$75,000. Of this amount, \$17,000 was paid in reimbursement of administrative costs, and \$58,000 in reimbursement of costs of operational services.

(d) *Miscellaneous income* totalled \$882,736 (\$571,969 in 1959) and consisted of (i) recoveries from carriers (\$16,713); (ii) transfer from the Greeting Card Fund (\$742,578); (iii) proceeds of sale of surplus property (\$36,718); (iv) cancelled administrative obligations of previous years and refunds related thereto (\$14,545); (v) sundry commissions (\$58,199); (vi) surplus realized on UNICEF warehouse operations (\$7,772); (vii) sundry receipts and refunds (\$6,211).

(e) "*Difference in exchange*" account showed a debit balance of \$58,193 (\$98,899 in 1959) owing to the devaluation of some non-convertible currencies in 1960.

EXPENDITURE

Summary of expenditures and allocations

40. Expenditure in 1960 totalled \$23,006,568 and allocations amounted to \$28,086,987 (for a comparison of expenditure and allocations with those of the two preceding years, see para. 43). The balance of allocations to be fulfilled at the end of 1960 amounted to \$35,406,641, an increase of \$4,269,959 compared with the balance of \$31,136,682 of allocations unfulfilled at the end of 1959 (for comments, see para. 13).

41. Schedule D shows expenditure in 1960 on area and country assistance by object of expenditure—supplies and equipment, fellowships, project personnel, other services (for a break-down by programme, see para. 44). Schedule D also gives totals of expenditure on general assistance (benefiting more than one area) and on administrative costs. In addition, it details allocations made by the Executive Board (as adjusted by returns of previous allocations) and shows balances remaining to be fulfilled after 31 December 1960.

42. Unfulfilled allocations of \$31,136,682 at the end of 1959 represented 56.7 per cent of the total of the balance of allocations at the beginning of the year and the net allocations authorized during the year. At 31 December 1960, the unfulfilled allocations of \$35,406,641 represented 60.6 per cent of the comparative 1960 figure (see schedule D, column 3). As explained in paragraph 13 above, the change in the cycle of meetings of the Executive Board from March and September to June and December should be noted.

43. Expenditures and allocations are shown in the following table in summary form for the years 1958, 1959 and 1960:

	1958	1959	1960
	\$	\$	\$
<i>Expenditures:</i>			
Supplies and equipment (inclusive of freight)	18,559,285	19,407,847	18,072,279
Project personnel and fellowships	163,454	324,518	416,669
Other non-supply assistance	300,000	256,355	478,957
Operational services (gross)	1,772,692	2,083,791	2,280,023
TOTAL ASSISTANCE EXPENDITURES	20,795,431	22,072,511	21,247,928
Administration (gross)	1,640,831	1,711,478	1,758,640
TOTAL EXPENDITURES	22,436,262	23,783,989	23,006,568
<i>Allocations:</i>			
Unfulfilled balances of allocations 1 January	29,154,105	28,090,084	31,136,682
Allocations made	22,606,780	28,230,989	28,086,987
Allocations returned	(1,234,539)	(1,400,402)	(810,460)
	50,526,346	54,920,671	58,413,209
Less: Total expenditures	22,436,262	23,783,989	23,006,568
<i>Unfulfilled balances of allocations 31 December</i>	28,090,084	31,136,682	35,406,641

Programme expenditures

44. The expenditures on programmes in 1960 amounted to \$18,967,905.⁷ The following table gives a breakdown by programme, as compared with the two preceding years:

	1958	1959	1960
	<i>(in thousands of US dollars)</i>		
A. LONG-RANGE AID			
Health services	4,402.0	5,057.1	4,453.3
Family and child welfare services	15.6	51.2	143.2
Disease control			
Malaria: campaigns	8,261.0	8,801.4	8,365.3
DDT production	132.4	13.2	28.5
BCG anti-tuberculosis vaccination	216.9	456.1	387.6
Other tuberculosis control	132.8	207.3	477.3
Leprosy control	345.5	459.1	378.1
Yaws/Syphilis control	768.0	317.7	332.5
Trachoma control	247.7	369.6	232.6
Typhus control	3.9	11.9	19.7
Other diseases	2.6	—	56.3
Production: penicillin	61.0	15.6	10.6
sera and vaccine	1.3	26.1	13.8
	<u>10,173.1</u>	<u>10,678.0</u>	<u>10,302.3</u>
Nutrition			
Child feeding	1,947.9	2,274.4	1,025.0
Nutrition education and related activities	16.6	359.8	373.0
Milk conservation	1,617.1	673.8	1,159.3
Other high protein food development	25.7	17.8	111.8
Other nutrition	—	13.3	33.6
	<u>3,607.3</u>	<u>3,339.1</u>	<u>2,702.7</u>
Aid for project preparation and training survey	—	—	16.9
Total long-range aid	18,198.0	19,125.4	17,618.4
B. EMERGENCY AID	281.3	920.4	1,433.3
Total long range and emergency aid	18,479.3	20,045.8	19,051.7
C. UNDISTRIBUTED CHARGES	543.4	(57.1)	(83.8)
TOTAL PROGRAMME EXPENDITURES	<u><u>19,022.7</u></u>	<u><u>19,988.7</u></u>	<u><u>18,967.9</u></u>

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

	1958	1959	1960
	<i>(in thousands of US dollars)</i>		
Skim milk	—	—	155.4
Whole milk	320.3	348.2	80.0
Vitamin A and D capsules	321.2	377.4	398.0
Foods, miscellaneous	171.6	382.1	581.0
Drugs, and dietary supplements for basic health services	193.7	237.4	404.0
Textiles and blankets	75.5	429.2	193.1
Soap	117.5	107.4	56.0
DDT	3,562.2	6,158.4	5,144.7
Dieldrin	2,515.4	281.9	411.5
Penicillin	374.5	54.7	85.6
Transport—vehicles	3,245.0	3,318.0	3,532.8

⁷ This amount includes inventories of supplies and equipment undistributed at 31 December 1960, valued at \$6,050,050 (compared with \$6,097,355 at 31 December 1959), namely: (a) in warehouses in receiving countries awaiting distribution, \$3,486,412; (b) in transit, \$1,545,000 (estimated); (c) with suppliers (paid for) or in warehouses (outside receiving countries) awaiting shipment, \$1,028,638.

	1958	1959	1960
	<i>(in thousands of US dollars)</i>		
Equipment and supplies (other than above)			
Health services	1,623.4	1,748.5	1,447.7
Disease control	1,109.7	1,163.4	1,307.7
Milk conservation and other high-protein food development..	1,498.6	577.1	1,096.6
Miscellaneous	10.2	146.1	528.0
Advisory services	463.4	602.0	917.8
	<hr/>	<hr/>	<hr/>
	15,602.2	15,931.8	16,339.9
Freight: on powdered milk	2,056.0	2,606.7	1,061.2
on other supplies	1,364.5	1,450.2	1,566.8
	<hr/>	<hr/>	<hr/>
	19,022.7	19,988.7	18,967.9
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

QUANTITIES (SHIPPED)

	1958	1959	1960
Skim milk (in thousands of pounds).....	66,279.2	102,505.9	49,979.0
Whole milk (in thousands of pounds).....	1,083.0	1,310.1	15,000.7
DDT (75 per cent and 100 per cent) (in thousands of pounds) ..	13,295.3	24,904.1	22,046.1
Dieldrin (in thousands of pounds).....	2,756.5	389.3	490.6
Vitamin A and D capsules (in thousands).....	139,190.0	157,005.0	166,467.5
Penicillin (in thousands of vials).....	1,861.1	835.0	615.5
Soap (in thousands of pounds).....	1,122.9	1,291.3	750.5

46. The powdered skim milk shipped in 1960 by UNICEF for distribution through maternal and child welfare centres and schools has almost entirely been provided out of United States surplus stocks free of cost to UNICEF except for ocean freight charges. Out of the total quantity of powdered whole milk shipped in 1960, 14,126,000 pounds have been donated by the Canadian Government free of cost at port of exit and 761,000 pounds by the Swiss Government f.o.b. Swiss plants with packing charges to be borne by UNICEF.

47. The table in paragraph 45 shows that costs of supplies and services rendered in 1960 were \$408,100 above the 1959 level; freight costs decreased by \$1,428,900 owing to shipments of powdered milk on a considerably smaller scale and also owing to lower negotiated freight rates. This resulted in an over-all decrease in programme expenditures by \$1,020,800.

Operational services expenditures

48. Expenditures on operational services⁸ totalled \$2,280,023 (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 (\$176,378) and income from "agency procurement commission" (\$58,000), the net cost of operational services in 1960 amounted to \$2,045,645.

Administrative expenditures

49. Expenditures on administration totalled \$1,758,640 (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 (\$98,542) and of income from "agency procurement commission" (\$17,000), the net cost of administration in 1960 amounted to \$1,643,098.

Ratio of administrative expenditures to total expenditures

50. Programme expenditures and expenditures on operational services (net) amounted to \$21,013,550 in 1960, compared with \$21,863,692 in 1959 (a decrease of \$850,142). Administrative costs (net) in 1960 totalled \$1,643,098, compared with \$1,591,072 in 1959 (an increase of \$52,026).

51. The ratio of assistance expenditures (programme and operational services expenditures) to total expenditures in 1960 was 92.75 per cent; the ratio of administrative expenditures was 7.25 per cent as can be seen from the following table:

	\$	Per cent	\$	Per cent
1960 Programme expenditures	18,967,905	83.72		
Operations services (net).....	2,045,645	9.03	21,013,550	92.75
	<hr/>	<hr/>		
Administrative expenditures (net).....			1,643,098	7.25
			<hr/>	<hr/>
			22,656,648	100.00
			<hr/> <hr/>	<hr/> <hr/>
			TOTAL	

⁸ Operational services consist of: (a) cost of personnel and related services of the food conservation operation; (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.

52. Ratios for the years 1958 and 1959 are shown below:

	\$	Per cent	\$	Per cent
1958 Programme expenditures	19,022,739	86.12		
Operational services (net).....	1,562,830	7.08	20,585,569	93.20
Administrative expenditures (net).....			1,503,591	6.80
TOTAL			22,089,160	100.00
1959 Programme expenditures	19,988,720	85.23		
Operational services (net).....	1,874,972	7.99	21,863,692	93.22
Administrative expenditures (net).....			1,591,072	6.78
TOTAL			23,454,764	100.00

Allocations

53. UNICEF allocations (gross) in 1960 amounted to \$28,086,987. Because of changes in allocation procedures adopted by the Executive Board (see para. 9) this amount is not strictly comparable with allocations made in previous years, e.g. \$28,230,989 in 1959, since an allocation of only \$2,233,100 for administrative costs and costs of operational services is included (covering the first six months period instead of a full year, as had been the practice heretofore). Programme allocations amounted to \$25,853,887 in 1960, and were higher by \$1,763,008 than those approved in 1959 (\$24,090,879).

54. The following table shows these allocations by programme and geographic area:

	Africa \$	Asia \$	Eastern Mediterranean \$	Europe \$	The Americas \$	Inter- regional \$	Total \$	Per cent
A. LONG-RANGE AID:								
Health services	732,000	1,852,000	349,581	210,000	1,240,723	300,000	4,684,304	18.12
Family and child welfare services	253,500	40,000	53,240	—	64,400	—	411,140	1.59
<i>Disease control</i>	762,000	2,690,756	3,013,434	131,794	5,596,768	—	12,194,752	47.17
Malaria campaigns ...	201,000	1,131,029	2,816,934	—	5,199,000	—	9,347,963	36.16
Tuberculosis control..	23,000	892,000	113,500	118,000	120,015	—	1,266,515	4.90
Leprosy control	301,000	224,929	—	—	276,000	—	801,929	3.10
Yaws/syphilis control..	195,000	26,000	32,000	9,400	—	—	262,400	1.01
Trachoma control	42,000	240,200	—	—	—	—	282,200	1.09
Other	—	176,598	51,000	4,394	1,753	—	233,745	0.91
<i>Nutrition</i>	215,000	2,032,000	266,500	1,043,000	497,000	2,772,000	6,825,500	26.40
Child feeding	—	—	—	—	—	2,220,000 ^a	2,220,000	8.59
Nutrition education and related activities ...	20,000	179,000	132,000	112,000	391,500	370,900	1,205,400	4.68
Milk conservation	195,000	1,613,000	134,500	931,000	81,500	181,100	3,136,100	12.13
Other high-protein foods development	—	240,000	—	—	—	—	240,000	0.93
Other nutrition	—	—	—	—	24,000	—	24,000	0.09
Primary education: Health and nutrition aspects..	110,000	47,000	—	—	—	—	157,000	0.61
Aid for project prepara- tion	—	—	—	—	—	25,000	25,000	0.09
Training survey	—	—	—	—	—	18,000	18,000	0.07
<i>Total long-range aid</i>	2,072,500	6,661,756	3,682,755	1,384,794	7,398,891	3,115,000	24,315,696	94.05
B. EMERGENCY AID							1,538,191	5.95
GRAND TOTAL PROGRAMME AID							25,853,887	100.00
Estimated operational services (allocation for half of the 1961 approved budget gross)							1,260,900	
Estimated administrative costs (allocation for half of the 1961 approved budget gross)							972,200	
GRAND TOTAL, ALLOCA- TIONS							28,086,987	

^a Represents allocation for Fish Oil Capsules and Freight on powdered milk which on implementation will be charged to the respective countries.

55. During the course of the year, the Executive Board authorized the return to general resources of \$757,249 in programme allocations previously made and \$53,211 in unused balances of the allocations for 1959 administrative and operational services costs. After taking into account the above returns, the net allocations in 1960 amounted to \$27,276,527.

Internal matching

56. The provision by Governments of local funds, facilities, services, supplies, personnel and other resources for the execution of programmes aided by UNICEF is known as "internal matching". For allocations made by UNICEF in 1960 totalling \$28.1 million, the Governments committed themselves to spend \$78.4 million as is shown in the following table:

	<i>UNICEF allocations</i>	<i>Internal matching by Governments</i>
	<i>(in thousands of US dollars)</i>	
<i>I. Programmes</i>		
Africa	2,981	7,590
Asia	6,692	23,858
Eastern Mediterranean	4,007	13,580
Europe	1,385	7,273
The Americas	7,674	23,619
Assistance benefiting more than one region	3,115	2,520
TOTAL	25,854	78,440
II. <i>Estimated operational services for the first semester of 1961</i>	1,261	—
III. <i>Estimated administrative costs for the first semester of 1961</i>	972	—
	<u>28,087</u>	<u>78,440</u>

Budgetary authorizations—administrative costs and costs of operational services

57. The surplus of \$101,447 unobligated from the allocation of \$4,140,110 for 1960 administrative costs and costs of operational services is returned to the general resources of UNICEF. Obligations (gross) incurred in 1960 represented 97.5 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 six sections of the budget.

<i>Sections</i>	<i>Budgetary authorizations</i>	<i>Obligations incurred</i>			<i>Ratio of obligations incurred to budgetary authorizations Percentage</i>	<i>Unobligated balances of authoriza- tions</i>
		<i>Adminis- tration</i>	<i>Operational services</i>	<i>Total</i>		
	\$	\$	\$	\$		\$
I. New York Headquarters ...	1,729,290	1,092,213	613,577	1,705,790	98.6	23,500
II. Asia regional, area and country offices	615,350	242,376	355,265	597,641	97.1	17,709
III. Africa and Europe regional, area and country offices ...	946,740	313,729	628,369	942,098	99.5	4,642
IV. The Americas regional, area and country offices	457,620	110,322	343,955	454,277	99.3	3,343
V. Eastern Mediterranean area and country offices	323,960	—	322,243	322,243	99.5	1,717
VI. South-West Pacific Office ..	17,150	—	16,614	16,614	96.9	536
	<u>4,090,110</u>	<u>1,758,640</u>	<u>2,280,023</u>	<u>4,038,663</u>	98.7	51,447
Contingency Fund	50,000	—	—	—	—	50,000
TOTAL (GROSS)	4,140,110	1,758,640	2,280,023	4,038,663	97.5	101,447
<i>Less:</i>						
Staff assessment plan		(98,542)	(176,378)	(274,920)		
Agency procurement commission		(17,000)	(58,000)	(75,000)		
Obligations incurred (net)		<u>1,643,098</u>	<u>2,045,645</u>	<u>3,688,743</u>		

Ex gratia payments

58. There were no *ex gratia* payments authorized during the year.

13 April 1961

(Signed) Maurice PATE
Executive Director

**FINANCIAL STATEMENTS FOR THE FOURTEENTH FINANCIAL PERIOD
ENDED 31 DECEMBER 1960**

I. Statement of assets and liabilities

(expressed in U.S. dollars)

ASSETS

	\$
Cash on hand and at banks (including deposits against irrevocable letters of credit totalling \$202,453.98)	5,282,201
Investments at cost (schedule A)	25,731,027
Custodial investments (UNRWA and Greeting Card Fund)	850,000
Deposits with suppliers.....	597,937
Accounts receivable, advances, deposits, etc.	2,110,075
Contributions receivable from Governments	6,231,749
	<u>40,802,991</u>

CERTIFIED CORRECT:

(Signed) Stanley SROKA
Comptroller

A U D I T

The above statement of assets and liabilities has been examined in accordance with our directions. We have obtained all the information necessary to verify the above statement is correct.

at 31 December 1960

lar equivalent)

LIABILITIES

	\$	\$
accounts payable and other unliquidated obligations (including obligations in respect of administrative costs and operational services of \$85,093.08)		2,688,999.51
Trust Funds—Governments (schedule B)		767,765.05
NRWA Procurement account		269,759.96
Meeting Card Fund		784,070.96
Reserve for insurance		163,178.86
Principal of the Fund:		
Allocated by the Executive Board	35,406,641.04	
Unallocated	722,576.34	36,129,217.38
		<u>40,802,991.72</u>

APPROVED:

(Signed) Maurice PATE
Executive Director

CERTIFICATE

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

(Signed) J. MURGUEITIO, Colombia
L. GÖTZEN, Netherlands
Lars BREIE, Norway

**II. Statement of income and expenditure for the year ended
31 December 1960**

	\$	\$
INCOME		
Contributions from Governments, including receivables (schedule C)	21,517,167.82	
Private contributions (including organized campaigns)	1,910,848.24	
Income from investments	1,164,,868.24	
Staff assessment plan	274,920.21	
Agency procurement commission	75,000.00	
Miscellaneous income	882,736.22	
	25,825,540.73	
<i>Less:</i> Difference in exchange	58,193.78	25,767,346.95
EXPENDITURE (schedule D)		
Supplies and equipment	18,072,279.21	
Fellowships	254,558.75	
Project personnel	162,110.24	
Other non-supply assistance	478,957.37	
Operational services	2,280,022.72	
	21,247,928.29	
Administrative costs	1,758,640.16	23,006,568.45
EXCESS OF INCOME OVER EXPENDITURE, representing increase in principal of the Fund during the year		2,760,778.50

CERTIFIED CORRECT:
(Signed) Stanley SROKA
Comptroller

APPROVED:
(Signed) Maurice PATE
Executive 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) J. MURGUEITIO, *Colombia*
L. GÖTZEN, *Netherlands*
Lars BREIE, *Norway*

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

III. Statement of budgetary authorizations, obligations incurred and operational services—for

Section	Budgetary authorizations \$	Administration		Total \$
		Liquidated by disbursements \$	Unliquidated \$	
I. New York Headquarters				
Salaries and wages . . .	1,294,940.00	836,204.97	742.50	836,947.47
Common staff costs . . .	257,850.00	141,145.92	3,616.81	144,762.73
Other expenses	167,900.00	99,308.78	5,828.88	105,137.66
Permanent equipment	8,600.00	5,344.33	20.77	5,365.10
	<u>1,729,290.00</u>	<u>1,082,004.00</u>	<u>10,208.96</u>	<u>1,092,212.96</u>
II. Asia regional, area and country offices				
Salaries and wages . .	385,250.00	162,456.13	—	162,456.13
Common staff costs . .	177,000.00	46,289.45	545.96	46,835.41
Other expenses	37,500.00	23,501.18	2,059.31	25,560.49
Permanent equipment	15,600.00	734.70	6,789.12	7,523.82
	<u>615,350.00</u>	<u>232,981.46</u>	<u>9,394.39</u>	<u>242,375.91</u>
III. Africa and Europe regional, area and country offices				
Salaries and wages . .	603,280.00	210,871.06	1,099.04	211,970.10
Common staff costs . .	158,960.00	43,880.28	22.42	43,902.70
Other expenses	175,000.00	48,050.79	6,757.22	54,808.01
Permanent equipment	9,500.00	1,769.35	1,278.74	3,048.09
	<u>946,740.00</u>	<u>304,571.48</u>	<u>9,157.42</u>	<u>313,728.98</u>
IV. The Americas regional, area and country offices				
Salaries and wages . .	299,270.00	78,752.02	—	78,752.02
Common staff costs . .	89,650.00	20,946.47	—	20,946.47
Other expenses	57,700.00	9,229.90	655.84	9,885.74
Permanent equipment	11,000.00	738.22	—	738.22
	<u>457,620.00</u>	<u>109,666.61</u>	<u>655.84</u>	<u>110,328.67</u>
V. Eastern Mediterranean area and country offices				
Salaries and wages . .	208,260.00	—	—	—
Common staff costs . .	71,830.00	—	—	—
Other expenses	39,570.00	—	—	—
Permanent equipment	4,300.00	—	—	—
	<u>323,960.00</u>	<u>—</u>	<u>—</u>	<u>—</u>
VI. South-west Pacific Office				
Salaries and wages . .	11,300.00	—	—	—
Common staff costs . .	2,000.00	—	—	—
Other expenses	3,750.00	—	—	—
Permanent equipment	100.00	—	—	—
	<u>17,150.00</u>	<u>—</u>	<u>—</u>	<u>—</u>

Unobligated balances of authorizations—administrative costs and costs of
 incurred

incurred

Liquidated by disbursements \$	Operational services		TOTAL \$	Unobligated balance of authoriza- tions \$
	Unliquidated \$	Total \$		
452,418.86	358.56	452,777.42	1,289,724.89	5,215.11
90,349.47	7,088.14	97,437.61	242,200.34	15,649.66
55,910.14	4,552.46	60,462.60	165,600.26	2,299.74
2,887.84	11.23	2,899.07	8,264.17	335.83
<u>601,566.31</u>	<u>12,010.39</u>	<u>613,576.70</u>	<u>1,705,789.66</u>	<u>23,500.34</u>
221,207.94	—	221,207.94	383,664.07	1,585.93
111,461.37	5,119.64	116,581.01	163,416.42	13,583.58
8,894.08	805.59	9,699.67	35,260.16	2,239.84
7,608.58	168.00	7,776.58	15,300.40	299.60
<u>349,171.97</u>	<u>6,093.23</u>	<u>355,265.20</u>	<u>597,641.05</u>	<u>17,708.95</u>
386,462.89	4,173.30	390,636.19	602,606.29	673.71
102,443.27	10,897.23	113,340.50	157,243.20	1,716.80
109,692.70	8,356.76	118,049.46	172,857.47	2,142.53
6,035.41	308.16	6,343.57	9,391.66	108.34
<u>604,634.27</u>	<u>23,735.45</u>	<u>628,369.72</u>	<u>942,098.62</u>	<u>4,641.38</u>
219,010.62	1,220.83	220,231.45	298,983.47	286.53
66,128.29	333.56	66,461.85	87,408.32	2,241.68
46,152.02	1,056.64	47,208.66	57,094.40	605.60
10,052.59	—	10,052.59	10,790.81	209.19
<u>341,343.52</u>	<u>2,611.03</u>	<u>343,954.55</u>	<u>454,277.00</u>	<u>3,343.00</u>
208,026.68	—	208,026.68	208,026.68	233.32
61,968.05	9,200.00	71,168.05	71,168.05	661.95
37,495.85	1,357.49	38,853.34	38,853.34	716.66
3,994.58	200.00	4,194.58	4,194.58	105.42
<u>311,485.16</u>	<u>10,757.49</u>	<u>322,242.65</u>	<u>322,242.65</u>	<u>1,717.35</u>
11,190.36	—	11,190.36	11,190.36	109.64
1,906.66	—	1,906.66	1,906.66	93.34
2,978.76	468.88	3,447.64	3,447.64	302.36
69.24	—	69.24	69.24	30.76
<u>16,145.02</u>	<u>468.88</u>	<u>16,613.90</u>	<u>16,613.90</u>	<u>536.10</u>

III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorization and operational services—for the year ended June 30, 1964

<i>Section</i>	<i>Budgetary authorizations</i> \$	<i>Administration</i>		<i>Total</i> \$
		<i>Liquidated by disbursements</i> \$	<i>Unliquidated</i> \$	
TOTALS Sections I. - VI.				
Salary and wages...	2,802,300.00	1,288,284.18	1,841.54	1,290,125.72
Common staff costs...	757,290.00	252,262.12	4,185.19	256,447.31
Other expenses	481,420.00	180,090.65	15,301.25	195,391.90
Permanent equipment	49,100.00	8,586.60	8,088.63	16,675.23
	<u>4,090,110.00</u>	<u>1,729,223.55</u>	<u>29,416.61</u>	<u>1,758,640.16</u>
Contingencies	50,000.00	—	—	—
GRAND TOTAL	<u><u>4,140,110.00</u></u>	<u><u>1,729,223.55</u></u>	<u><u>29,416.61</u></u>	<u><u>1,758,640.16</u></u>

CERTIFIED CORRECT:

(Signed) Stanley SROKA
Comptroller

AUDIT

The above statement of budgetary authorizations, obligations incurred and unobligated balances of authorization and operational services for the year ended June 30, 1964, have required, and we certify, as a result of the audit, that, in our opinion, the above statement is correct.

obligated balances of authorizations—administrative costs and costs of
 ar ended 31 December 1960 (continued)

urred

Liquidated by disbursements \$	Operational services		TOTAL \$	Unobligated balance of authoriza- tions \$
	Unliquidated \$	Total \$		
1,498,317.35	5,752.69	1,504,070.04	2,794,195.76	8,104.24
434,257.11	32,638.57	466,895.68	723,342.99	33,947.01
261,123.55	16,597.82	277,721.37	473,113.27	8,306.73
30,648.24	687.39	31,335.63	48,010.86	1,089.14
<u>2,224,346.25</u>	<u>55,676.47</u>	<u>2,280,022.72</u>	<u>4,038,662.88</u>	<u>51,447.12</u>
—	—	—	—	50,000.00
<u><u>2,224,346.25</u></u>	<u><u>55,676.47</u></u>	<u><u>2,280,022.72</u></u>	<u><u>4,038,662.88</u></u>	<u><u>101,447.12</u></u>

APPROVED:

(Signed) Maurice PATE
 Executive Director

CERTIFICATE

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

(Signed) J. MURGUEITIO, Colombia

L. GÖTZEN, Netherlands

Lars BREIE, Norway

SCHEDULE A

Investments as at 31 December 1960

<i>Designation</i>	<i>Nominal value \$</i>	<i>Book value as adjusted by amortization (\$52,456.99) \$</i>	<i>Yield per cent</i>	<i>Market value as at 31 December 1960 \$</i>
<i>A. Securities</i>				
<i>US dollar investments</i>				
Federal Home Loan Banks, 4 $\frac{5}{8}$ per cent notes, due 15 February 1961	500,000.00	500,000.00	4.625	501,093.75
Federal Intermediate Credit Banks, 4 $\frac{3}{4}$ per cent debentures, due 1 March 1961	400,000.00	400,000.00	4.75	401,500.00
Federal Home Loan Banks, 4.45 per cent notes, due 15 March 1961	500,000.00	500,000.00	4.45	501,875.00
Federal Land Banks, 3 $\frac{3}{8}$ per cent bonds, due 3 April 1961	1,500,000.00	1,496,562.30	4.23	1,502,343.75
Federal National Mortgage Association, 4 $\frac{1}{8}$ per cent debentures, due 10 April 1961	300,000.00	300,000.00	4.125	301,125.00
United States Treasury, 3 $\frac{5}{8}$ per cent notes, due 15 May 1961	1,100,000.00	1,097,455.12	4.28	1,104,640.62
United States Treasury, 4 $\frac{3}{8}$ per cent certificates of indebtedness, due 15 May 1961	500,000.00	500,000.00	4.375	503,359.37
Federal National Mortgage Association, 4 $\frac{3}{4}$ per cent debentures, due 12 June 1961	500,000.00	500,139.85	4.68	504,218.75
Federal Land Banks, 4 $\frac{3}{4}$ per cent bonds, due 20 June 1961	825,000.00	825,462.57	4.625	832,218.75
United States Treasury, 4 per cent notes, due 1 August 1961	500,000.00	500,000.00	4.00	504,218.75
Federal National Mortgage Association, 5 $\frac{1}{8}$ per cent debentures, due 11 September 1961	700,000.00	699,379.59	5.26	710,937.50
Federal Land Banks, 4 per cent bonds, due 20 September 1961	500,000.00	500,000.00	4.00	504,218.75
Federal National Mortgage Association, 3 $\frac{1}{2}$ per cent debentures, due 13 February 1962	5,650,000.00	5,620,675.02	4.01	5,685,312.50
Federal Land Banks, 4 per cent bonds, due 1 May 1962	1,000,000.00	1,002,238.94	3.81	1,013,750.00
United States Treasury, 3 $\frac{3}{4}$ per cent notes, due 15 November 1962	1,600,000.00	1,591,867.71	4.03	1,632,000.00
United States Treasury, 4 per cent notes, due 15 May 1963	2,100,000.00	2,095,866.69	4.09	2,147,250.00
Federal National Mortgage Association, 4 $\frac{1}{8}$ per cent debentures, due 12 November 1963	1,000,000.00	992,505.01	4.43	1,023,750.00
United States Treasury, 4 $\frac{7}{8}$ per cent notes, due 15 November 1963	400,000.00	409,067.54	4.04	419,125.00
Federal Land Banks, 4 $\frac{1}{2}$ per cent bonds, due 20 April 1964	2,700,000.00	2,739,466.01	4.02	2,773,406.25
Federal Land Banks, 4 per cent bonds, due 20 October 1964	300,000.00	299,255.43	4.07	304,312.50
TOTAL US DOLLAR INVESTMENTS	22,575,000.00	22,569,941.78	4.18	22,870,656.24
<i>Sterling investments</i>				
United Kingdom Treasury bills, due 3 February 1961 (£5,000)	14,000.00	13,937.65	4.78	13,937.65
United Kingdom Treasury bills, due 10 March 1961 (£10,000)	28,000.00	27,768.43	4.375	27,768.43
United Kingdom Treasury bills, due 22 March 1961 (£10,000)	28,000.00	27,728.96	4.41	27,728.96
United Kingdom Treasury bills, due 30 March 1961 (£20,000)	56,000.00	55,419.67	4.25	55,419.67
TOTAL US DOLLAR AND STERLING INVESTMENTS	22,701,000.00	22,694,796.49	4.18	22,995,510.95

SCHEDULE A (continued)

Investments as at 31 December 1960

Designation	Nominal value \$	Book value as adjusted by amortization (\$52,456.99) \$	Yield per cent	Market value as at 31 December 1960 \$
B. Time deposits with banks (due from January to March 1961)				
Irving Trust Company, New York (special account) (\$2,750,000)				
Creditanstalt-Bankverein, Vienna (ANS 500,000)				
Banque de la Société Générale de Belgique, Brussels (B.Fr. 6,000,000)				
Central Bank of India, New Delhi (I.R. 700,000)	3,036,230.77	3,036,230.77	3.03	3,036,230.77
TOTAL INVESTMENTS	25,737,230.77	25,731,027.26	4.04	26,031,741.72

SCHEDULE B

Trust Funds—Governments—as at 31 December 1960

(expressed in US dollar equivalent)

	Cash contributions		
	To UNICEF-aided projects \$	To the local administrative and other costs of UNICEF field offices \$	Total \$
Balances 1 January 1960	1,649,941.20	106,416.98	1,756,358.18
<i>Receipts:</i>			
Funds received during year	2,081,823.12	620,785.19	2,702,608.31
TOTAL RECEIPTS	3,731,764.32	727,202.17	4,458,966.49
<i>Disbursements:</i>			
Expenditures	2,945,599.11	630,234.17	3,575,833.28
Funds returned	115,368.16	—	115,368.16
TOTAL DISBURSEMENTS	3,060,967.27	630,234.17	3,691,201.44
Balances 31 December 1960	670,797.05	96,968.00	767,765.05

SCHEDULE C

Contributions from Governments to the central account (including contributions receivable) during the year ended 31 December 1960

Governments	Currency paid or pledged	US dollar equivalent \$	
Afghanistan	US dollars	8,800.00	
	US dollars (receivable)	1,200.00	10,000.00
Argentina	Pesos (receivable)		18,072.29
Australia	Pounds		537,600.00
Austria	Schillings		47,230.92
Belgium	Francs		160,000.00

SCHEDULE C (continued)

Contributions from Governments to the central account (including contributions receivable) during the year ended 31 December 1960

Governments	Currency paid or pledged	US dollar equivalent	
		\$	\$
Brazil	US dollars (receivable)		478,000.00
British Honduras	Pounds sterling		350.00
Brunei	Pounds sterling		1,633.33
Bulgaria	Levas		7,352.94
Burma	Pounds sterling		56,000.00
Byelorussian Soviet Socialist Republic	Roubles		37,500.00
Cambodia	US dollars		3,000.00
Canada	US dollars		670,751.37
Ceylon	Pounds sterling		14,725.52
Chile	US dollars (receivable)		80,000.00
China	N. T. dollars (receivable)	10,000.00	
	US dollars (receivable)	5,000.00	15,000.00
Colombia	Pesos		11,428.57
Congo (Brazzaville)	US dollars (receivable)		3,930.00
Costa Rica	US dollars		30,000.00
Cuba	Contribution in kind (sugar)		75,658.86
Czechoslovakia	Koruny		34,722.22
Dahomey	Francs		5,000.00
Denmark	Kroner		72,400.00
Dominican Republic	US dollars		20,000.00
Ecuador	US dollars (receivable)		10,000.00
El Salvador	US dollars (receivable)		20,000.00
Ethiopia	Dollars		18,000.00
Federal Republic of Germany	Marks		595,238.10
Federation of Malaya	Pounds sterling		24,500.00
Finland	Markkaas		19,687.50
France	Francs		748,240.43
Gabon	US dollars (receivable)		5,000.00
Gambia	Pounds sterling		1,680.00
Ghana	Pounds sterling		16,800.00
Greece	US dollars (receivable)		32,000.00
Guinea	US dollars		8,097.19
Holy See	US dollars		1,000.00
Honduras	US dollars (receivable)		20,000.00
Hong Kong	Pounds sterling		3,500.00
Hungary	Forints		12,875.54
Iceland	Kronur (receivable)		10,646.05
India	Rupees	504,000.00	
	Pounds sterling	125,781.25	629,781.25
Indonesia	US dollars		100,000.00
Iran	US dollars (receivable)		260,000.00
Iraq	Pounds sterling (receivable)		56,000.00
Ireland	Pounds		2,800.00
Israel	US dollars (receivable)		28,000.00
Italy	Lire (receivable)		288,000.00
Japan	Yen		150,000.00
Jordan	Pounds sterling (receivable)		2,797.20
Korea	US dollars		2,000.00
Laos	US dollars		500.00
Lebanon	Pounds (receivable)		9,220.99
Liberia	US dollars		5,000.00
Libya	US dollars		7,000.00
Liechtenstein	Swiss francs		702.00
Luxembourg	Belgian francs		5,000.00
Mexico	US dollars		500,000.00
Monaco	French francs		2,040.82
Morocco	French francs		17,921.18

SCHEDULE C (continued)

Contributions from Governments to the central account (including contributions receivable) during the year ended 31 December 1960

<i>Governments</i>	<i>Currency paid or pledged</i>	<i>US dollar equivalent</i>	
		\$	\$
Netherlands	Guilders		78,947.37
New Zealand	Pounds		210,000.00
Nicaragua	US dollars		10,000.00
Niger	Francs		2,040.82
Nigeria	US dollars (receivable)		21,000.00
North Borneo	Pounds sterling		326.67
Norway	Kroner		67,200.00
Pakistan	Rupees	58,800.00	
	Pounds sterling	37,800.00	96,600.00
<hr/>			
Panama	US dollars (receivable)		10,000.00
Paraguay	US dollars (receivable)		10,000.00
Peru	Soles	53,236.54	
	Soles (receivable)	4,839.68	58,076.22
<hr/>			
Philippines	Pesos		125,000.00
Poland	Zlotych		50,125.00
Republic of Viet-Nam	US dollars (receivable)		7,500.00
Romania	Lei		25,000.00
Sarawak	Pounds sterling		8,166.67
Sierra Leone	Pounds sterling		280.00
Singapore	Pounds sterling (receivable)		6,533.33
Spain	Pesetas		33,333.33
Sudan	Pounds sterling		9,968.85
Sweden	Kronor		260,617.76
Switzerland	Francs		269,100.00
Thailand	Contribution in kind (rice)		78,575.89
Tunisia	US dollars (receivable)		8,160.00
Turkey	Liras		194,444.44
Ukrainian Soviet Socialist Republic	Roubles		75,000.00
Union of South Africa	US dollars		23,000.00
Union of Soviet Socialist Republics	Roubles		500,000.00
United Arab Republic (Southern Region, Egypt)	Pounds		106,907.50
United Arab Republic (Northern Region, Syria)	US dollars (receivable)		9,722.22
United Kingdom of Great Britain and Northern Ireland	Pounds sterling		938,000.00
United States of America	Dollars	7,956,674.00	
	Dollars (receivable)	4,043,326.00	12,000,000.00
<hr/>			
Upper Volta	Francs		3,061.23
West Indies			
Antigua	Pounds sterling		116.67
Grenada	Pounds sterling		583.33
Jamaica	US dollars		8,396.25
Trinidad and Tobago	US dollars		7,000.00
Yugoslavia	Dinars		200,000.00
TOTAL			<u><u>21,517,167.82</u></u>

Statement of allocations, expenditures and balance

AREA AND COUNTRY ASSISTANCE	Allocations		
	Balances 1 Jan. 1960 \$	Authorized in 1960 \$	Total for 1960 and a \$
<i>Africa</i>			
Algerian and Saharan Departments of France . . .	8,232.02		8,232.
Basutoland		28,000.00	28,000.
Cameroun	294,484.04	7,500.00	301,984.
Central African Republic	23,691.47		23,691.
Chad	14,780.86		14,780.
Congo (Brazzaville)	6,874.48		6,874.
Congo (Leopoldville)		536,000.00	536,000.
Dahomey	128,000.00	18,000.00	146,000.
French Equatorial Africa ^a	24,681.20	(53,996.46)	(29,315.)
French West Africa, Cameroons and Togoland ^a . .	207,031.13	(92,016.79)	115,014.
Gabon	43,192.34		43,192.
Gambia	28,037.94		28,037.
Ghana	187,831.24	116,932.80	304,764.
Guinea	74,251.00		74,251.
Ivory Coast		108,000.00	108,000.
Kenya	202,989.99	393,000.00	595,989.
Liberia	18,915.27	151,274.73	170,190.
Madagascar	84,000.00	116,000.00	200,000.
Mali	16,322.03	36,000.00	52,322.
Mauritania		31,000.00	31,000.
Mauritius	2,945.15	55,000.00	57,945.
Morocco	232,045.44	295,300.00	527,345.
Niger	2,400.07	13,000.00	15,400.
Nigeria	482,877.54	284,000.00	766,877.
Northern Rhodesia	14,341.25	(12,000.00)	2,341.
Nyasaland	8,307.09	(8,307.09)	
Senegal	22,337.07	106,500.00	128,837.
Sierra Leone	24,149.69		24,149.
Tanganyika under U. K. Administration	121,484.63	90,000.00	211,484.
Togo	56,000.00		56,000.
Tunisia	356,984.46	207,000.00	563,984.
Uganda	196,249.88	190,500.00	386,749.
Upper Volta	35,921.26	187,000.00	222,921.
Zanzibar	61,079.16		61,079.
AREA TOTAL	2,980,437.70	2,803,687.19	5,784,124.
<i>Asia</i>			
Afghanistan	23,002.93	493,597.73	516,600.
Burma	376,297.42	800,206.18	1,176,503.
Cambodia	44,661.60	10,428.06	55,089.
Ceylon	143,816.68	14,272.92	158,089.
China (Taiwan)	136,001.95	286,000.00	422,001.
China (mainland)	1,536,109.46		1,536,109.
Federation of Malaya	12,802.52	136,000.00	148,802.
Hong Kong	6,579.58	(1,528.79)	5,050.
India	8,229,426.41	2,594,844.61	10,824,271.
Indonesia	1,152,095.74	684,000.00	1,836,095.
Japan	258,326.84		258,326.
Korea	1,641.25	109.32	1,750.
Laos		19,000.00	19,000.
Netherlands New Guinea ^b	48,625.82	11,031.26	59,657.
New Hebrides	328.58	(328.58)	
North Borneo	43,465.33	44,501.32	87,966.
Pakistan	909,520.33	627,655.88	1,537,176.

Expenditures for the year ended 31 December 1960

Expenditures

<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Other services</i>	<i>Total</i>	<i>Balances of allocations 31 Dec. 1960</i>
\$	\$	\$	\$	\$	\$
1,502.56				1,502.56	6,729.46
19,213.70				19,213.70	8,786.30
137,714.85				137,714.85	164,269.19
6,711.16				6,711.16	16,980.31
5,951.83				5,951.83	8,829.03
1,425.55				1,425.55	5,448.93
507,775.79				507,775.79	28,224.21
33,860.39				33,860.39	112,139.61
(37,878.64)				(37,878.64)	8,563.38
20,078.66				20,078.66	94,935.68
10,958.34				10,958.34	32,234.00
15,304.83				15,304.83	12,733.11
81,778.02				81,778.02	222,986.02
15,437.89				15,437.89	58,813.11
7,459.61				7,459.61	100,540.39
171,731.98	8,134.00			179,865.98	416,124.01
63,060.91				63,060.91	107,129.09
57,277.41				57,277.41	142,722.59
13,945.21				13,945.21	38,376.82
11,765.12				11,765.12	19,234.88
36,542.90				36,542.90	21,402.25
269,653.51	15,476.07			285,129.58	242,215.86
419.59				419.59	14,980.48
242,634.72				242,634.72	524,242.82
560.82				560.82	1,780.43
572.17				572.17	(572.17)
25,017.40	407.40			25,424.80	103,412.27
6,087.82				6,087.82	18,061.87
51,393.92				51,393.92	160,090.71
41,457.32				41,457.32	14,542.68
278,523.61	6,161.05			284,684.66	279,299.80
133,477.46	9,347.16			142,824.62	243,925.26
38,563.90				38,563.90	184,357.36
47,950.37				47,950.37	13,128.79
<u>2,317,930.68</u>	<u>39,525.68</u>			<u>2,357,456.36</u>	<u>3,426,668.53</u>
404,190.67				404,190.67	112,409.99
870,764.58	4,043.70			874,808.28	301,695.32
16,563.74				16,563.74	38,525.92
4,027.98				4,027.98	154,061.62
252,125.32				252,125.32	169,876.63
					1,536,109.46
20,603.91				20,603.91	128,198.61
4,016.29				4,016.29	1,034.50
2,049,376.67	43,079.18	191.14	105,000.00	2,197,646.99	8,626,624.03
492,591.85	930.75			493,522.60	1,342,573.14
169,460.81				169,460.81	88,866.03
724.64				724.64	1,025.93
					19,000.00
33,439.61				33,439.61	26,217.47
32,504.18				32,504.18	55,462.47
386,119.80	2,169.80			388,289.60	1,148,886.61

Statement of allocations, expenditures and balances

	<i>Allocations</i>		
	<i>Balances 1 Jan. 1960</i> \$	<i>Authorized in 1960</i> \$	<i>Total for 1960 and af</i> \$
<i>Asia (continued)</i>			
Philippines	687,917.20	297,445.37	985,362.5
Republic of Viet-Nam	41,838.69	93,000.00	134,838.6
Sarawak	14,323.46	12,500.00	26,823.4
Singapore	16,775.17	(1,000.00)	15,775.1
Solomon Islands	(557.50)	929.45	371.9
Thailand	452,100.98	323,500.00	775,600.9
Regional Tuberculosis Survey Unit	25,793.22		25,793.2
AREA TOTAL	14,160,893.66	6,446,164.73	20,607,058.3
<i>Eastern Mediterranean</i>			
Aden	13,517.83	59,000.00	72,517.8
Ethiopia	197,494.81	220,500.00	417,994.8
Iran	525,100.61	959,479.22	1,484,579.8
Iraq	123,570.31	313,371.52	436,941.8
Israel	299,345.02		299,345.0
Jordan	490,741.79	373,000.00	863,741.7
Lebanon	5,575.84	11,321.07	16,896.9
Libya	114,663.24	50,500.00	165,163.2
Somalia	114,364.83	76,734.93	191,099.7
Sudan	34,600.92	103,000.00	137,600.9
Turkey	651,574.50	1,245,000.00	1,896,574.5
United Arab Republic (Southern Region, Egypt) ..	105,144.31	360,550.08	465,694.3
United Arab Republic (Northern Region, Syria) ..	720,566.85	152,486.46	873,053.3
Regional Tuberculosis Survey Team	31,527.81		31,527.8
AREA TOTAL	3,427,788.67	3,924,943.28	7,352,731.9
<i>Europe</i>			
Austria	2,871.22	(2,871.22)	
Greece	75,361.45	200,000.00	275,361.4
Italy	54,672.32	36,660.29	91,332.6
Poland	724,300.91	173,619.44	897,920.3
Spain	223,880.34	404,267.57	628,147.9
Yugoslavia	443,397.86	552,393.78	995,791.6
AREA TOTAL	1,524,484.10	1,364,069.86	2,888,553.9
<i>The Americas</i>			
Argentina	31,392.37	285,000.00	316,392.3
Bolivia	143,867.66	161,000.00	304,867.6
Brazil	1,190,712.51	275,456.75	1,466,169.2
British Guiana	65,060.34	80,000.00	145,060.3
British Honduras	50,373.51	16,822.47	67,195.9
British Virgin Islands	2,585.57		2,585.5
Chile	238,816.29	351,954.72	590,771.0
Colombia	642,114.57	857,583.15	1,499,697.7
Costa Rica	19,932.58	134,100.00	154,032.5
Cuba		132,000.00	132,000.0
Dominican Republic	18,005.69	174,591.88	192,597.5
Ecuador	234,461.72	509,508.83	743,970.5
El Salvador	209,258.70	250,656.00	459,914.7
French Guiana (Department of France)	2,075.06	12.53	2,087.5

continued)

Expenditures for the year ended 31 December 1960

<i>Expenditures</i>					<i>Balances of allocations 31 Dec. 1960</i>
<i>Supplies and equipment</i>	<i>Fellowships</i>	<i>Project personnel</i>	<i>Other services</i>	<i>Total</i>	
\$	\$	\$	\$	\$	\$
535,566.86	11,054.80			546,621.66	438,740.91
13,972.82				13,972.82	120,865.87
2,261.65				2,261.65	24,561.81
6,713.48				6,713.48	9,061.69
325.90				325.90	46.05
184,311.87	29,476.73	5,903.15		219,691.75	555,909.23
22,220.79				22,220.79	3,572.43
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
5,501,883.42	90,754.96	6,094.29	105,000.00	5,703,732.67	14,903,325.72
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
18,703.71	1,109.77			19,813.48	52,704.35
124,765.11	11,581.84			136,346.95	281,647.86
1,017,631.32	1,703.33	105.84		1,019,440.49	465,139.34
239,379.79				239,379.79	197,562.04
24,505.50	2,695.56			27,201.06	272,143.96
303,049.14		3,879.03		306,928.17	556,813.62
6,937.12				6,937.12	9,959.79
22,211.51	1,309.94			23,521.45	141,641.79
76,323.68	5,196.22			81,519.90	109,579.86
69,883.79				69,883.79	67,717.13
1,613,698.35				1,613,698.35	282,876.15
396,386.23				396,386.23	69,308.16
100,307.29	4,440.26			104,747.55	768,305.76
19,433.75				19,433.75	12,094.06
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
4,033,216.29	28,036.92	3,984.87		4,065,238.08	3,287,493.87
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
62,867.31				62,867.31	212,494.14
37,093.06				37,093.06	54,239.55
467,132.92	4,237.71			471,370.63	426,549.72
97,733.29				97,733.29	530,414.62
150,981.18		210.00		151,191.18	844,600.46
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
815,807.76	4,237.71	210.00		820,255.47	2,068,298.49
<hr/>	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
158,570.63				158,570.63	157,821.74
170,628.00				170,628.00	134,239.66
337,466.03	1,783.60			339,249.63	1,126,919.63
9,392.33				9,392.33	135,668.01
13,677.02	241.80			13,918.82	53,277.16
					2,585.57
345,149.88	7,285.33			352,435.21	238,335.80
436,794.22	10,888.73			447,682.95	1,052,014.77
70,880.84	4,542.16			75,423.00	78,609.58
84,439.69				84,439.69	47,560.31
143,633.88				143,633.88	48,963.69
259,533.51	1,000.00			260,533.51	483,437.04
290,151.18				290,151.18	169,763.52
					2,087.59

Statement of allocations, expenditures and balances

	<i>Allocations</i>		
	<i>Balances 1 Jan. 1960</i> \$	<i>Authorized in 1960</i> \$	<i>Total for 1960 and af</i> \$
<i>The Americas (continued)</i>			
Guatemala	237,852.11	343,212.50	581,064.61
Haiti	140,014.30	122,000.00	262,014.30
Honduras	414,130.07	264,917.96	679,048.03
Mexico	453,318.61	1,754,000.00	2,207,318.61
Nicaragua	(12,544.10)	321,000.00	308,455.90
Panama	16,787.47	260,000.00	276,787.47
Paraguay	145,963.03	469,000.00	614,963.03
Peru	412,961.07	462,626.20	875,587.27
Surinam	52,940.08	19,000.00	71,940.08
Uruguay	40,129.62	71,000.00	111,129.62
Venezuela	3,222.44	(3,222.44)	
<i>West Indies:</i>			
Antigua	1,990.67		1,990.67
Barbados	22,664.78		22,664.78
Dominica	19,259.82	(9.48)	19,250.34
Grenada	23,608.05		23,608.05
Jamaica	337,161.73	42,000.00	379,161.73
Montserrat	5,025.15		5,025.15
St. Kitts-Nevis-Anguilla	18,886.62	(94.81)	18,791.81
St. Lucia	15,880.52		15,880.52
St. Vincent	13,766.04		13,766.04
Trinidad and Tobago	98,022.82	69,000.00	167,022.82
Turks and Caicos Islands	2,682.50		2,682.50
Regional Nutrition Seminar	10,500.00	30,000.00	40,500.00
AREA TOTAL	5,322,879.97	7,453,116.26	12,775,996.23
Undistributed charges	(1,309,068.25)		(1,309,068.25)
TOTAL FOR ALL AREAS	26,107,415.85	21,991,981.32	48,099,397.17
<i>GENERAL ASSISTANCE</i>			
Development of protein-rich foods for children	217,818.50		217,818.50
Fellowships—Calcutta Training Centre	26,305.46		26,305.46
Nutrition personnel, surveys and conference on malnutrition	248,176.56	541,657.09	789,833.65
Training survey and aid for project preparation		43,000.00	43,000.00
International Children's Centre, Paris	343,644.71	300,000.00	643,644.71
Vitamin capsules and freight on milk		2,220,000.00	2,220,000.00
Operational services	2,298,228.86	1,257,611.14	3,555,840.00
ADMINISTRATIVE COSTS	1,895,092.45	922,277.55	2,817,370.00
TOTALS	31,136,682.39	27,276,527.10	58,413,209.49

^a Adjustment of allocations made prior to 1959.

^b There is a dispute about this territory as regards its political status between the Government of Indonesia and the Government of the Netherlands.

(continued)

ations for the year ended 31 December 1960

Supplies and equipment \$	Fellow- ships \$	Expenditures			Balances of allocations 31 Dec. 1960 \$
		Project personnel \$	Other services \$	Total \$	
365,911.27		3,209.88		369,121.15	211,943.46
26,636.12				26,636.12	235,378.18
313,677.90	7,822.10			321,500.00	357,548.03
1,171,110.33	11,341.44			1,182,451.77	1,024,866.84
151,982.33				151,982.33	156,473.57
91,683.26				91,683.26	185,104.21
229,878.67	7,410.88			237,289.55	377,673.48
537,302.25				537,302.25	338,285.02
44,985.86				44,985.86	26,954.22
18,118.70				18,118.70	93,010.92
8,035.57				8,035.57	(6,044.90)
2,574.70				2,574.70	20,090.08
6,811.16				6,811.16	12,439.18
7,050.73				7,050.73	16,557.32
125,021.76				125,021.76	254,139.97
2,471.17				2,471.17	2,553.98
9,539.03				9,539.03	9,252.78
7,371.38				7,371.38	8,509.14
8,570.92				8,570.92	5,195.12
99,138.53				99,138.53	67,884.29
1,682.16				1,682.16	1,000.34
	11,137.71			11,137.71	29,362.29
<u>5,549,871.01</u>	<u>63,453.75</u>	<u>3,209.88</u>		<u>5,616,534.64</u>	<u>7,159,461.59</u>
<u>(156,367.61)</u>	<u>9,627.64</u>	<u>62,932.21</u>		<u>(83,807.76)</u>	<u>(1,225,260.49)</u>
<u>18,062,341.55</u>	<u>235,636.66</u>	<u>76,431.25</u>	<u>105,000.00</u>	<u>18,479,409.46</u>	<u>29,619,987.71</u>
4,826.13			30,312.66	35,138.79	182,679.71
	8,463.14			8,463.14	17,842.32
5,111.53	10,458.95	68,830.75		84,401.23	705,432.42
		16,848.24		16,848.24	26,151.76
			343,644.71	343,644.71	300,000.00
			2,280,022.72	2,280,022.72	2,220,000.00
			1,758,640.16	1,758,640.16	1,275,817.28
<u>18,072,279.21</u>	<u>254,558.75</u>	<u>162,110.24</u>	<u>4,517,620.25</u>	<u>23,006,568.45</u>	<u>35,406,641.04</u>

Part II

UNICEF GREETING CARD FUND

FINANCIAL REPORT FOR THE YEAR ENDED 31 JANUARY 1961

1. The financial statements of the UNICEF Greeting Card Fund for the year ended 31 January 1961 are presented herewith. They comprise the following statements:

- I. Statement of assets and liabilities as at 31 January 1961;
- II. Statement of income and expenditure for the financial period from 1 February 1960 to 31 January 1961;
- III. Statement of budgetary authorizations, obligations incurred, and unobligated balances of authorizations for the year ended 31 January 1961.

2. The Greeting Card Fund offers seasonal greeting cards designed by outstanding contemporary artists. It not only acquaints people in many lands with UNICEF but, simultaneously, raises revenue for the Children's Fund. Artists are selected on the basis of their national or international reputation, and designs are representative of international themes. Sales of greeting cards are effected through the medium of brochures mailed to individuals, through the efforts of national committees and other voluntary agencies and through publicity in national publications, the press, radio and television. In the campaign under review, eleven new designs by six artists were offered for sale. A special card selling at 25 cents was offered in the United States, Canada and the United Kingdom; during the campaign approximately 400,000 of these cards were sold. The production of note cards (without greetings) enables the Fund to promote and sell cards throughout the year.

3. During the year under review the Greeting Card Fund published a book, *The Children Come Running*. It contains reproductions of various Greeting Card designs which have been sold over the years and the text, both in verse and in prose, was written and contributed by the well known author of many children's books, Miss Elizabeth Coatsworth. The book was financed jointly by the Greeting Card Fund and the UNICEF Special Fund for Public Information activities; the resulting profit was divided equally (see para. 14(a)). The book was sold mainly in the United States.

4. 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, costs and net income of the Greeting Card Fund over the past three years:

Table 1

	<i>Cards sold</i>	<i>Gross income</i> \$	<i>Costs</i> \$	<i>Net income</i> \$
1958.....	10,898,000	1,171,815	511,003	660,812
1959.....	14,166,000	1,258,906	489,014	769,892
1960.....	17,408,000	1,560,652 ^a	541,555 ^b	1,019,097

^a Includes gross income of \$49,692 in respect of the book, *The Children Come Running*.

^b Includes production costs of \$26,234 in respect of the above book.

5. As in previous years the distribution of cards has been widened geographically. The following table shows the percentage of sales as between countries with highest sales and other countries and areas; percentage of increase in sales 1960 over 1959 is also shown:

Table 2

	1958		1959		1960		
	<i>Cards sold</i>	<i>Percentage of total sales</i>	<i>Cards sold</i>	<i>Percentage of total sales</i>	<i>Cards sold</i>	<i>Percentage of total sales</i>	<i>Percentage of increase 1960 over 1959</i>
United States of America ...	5,173,753	47.5	6,270,895	44.2	7,154,630	41.1	14.1
United Kingdom of Great Britain and Northern Ireland	1,618,495	14.9	2,012,664	14.2	2,074,600	11.9	3.1
Other European countries....	2,316,565	21.2	3,169,598	22.4	4,296,732	24.7	35.6
Canada	792,446	7.3	1,200,000	8.5	1,826,890	10.5	52.2
Africa and Eastern Mediterranean	108,243	1.0	140,779	1.0	216,507	1.2	53.8
Asia	448,907	4.1	576,871	4.1	803,866	4.6	39.3
Australia and New Zealand..	230,790	2.1	500,630	3.5	643,050	3.7	28.4
Mexico, Middle and South America	209,013	1.9	294,247	2.1	391,975	2.3	33.2
TOTAL	10,898,212	100.0	14,165,684	100.0	17,408,250	100.0	22.9

Assets and liabilities

ASSETS

6. Funds with the bank amounted to \$4,779.
7. Investments consisted of a deposit of \$900,000 in a bank account bearing interest at 3 per cent per annum.
8. Accounts receivable totalled \$779,845, of which \$701,387 was in respect of card sales, and \$78,458 in respect of other miscellaneous items. These comprised prepaid expenses of \$33,819 relating to the 1961 campaign, and \$44,639 due from sundry debtors. \$314,639 had actually been collected by May 1961.

LIABILITIES

9. Accounts payable and other unliquidated obligations totalling \$113,227 comprised the following items:
 - (a) Costs incurred by UNICEF on behalf of the Greeting Card Fund during January 1961 (\$62,099) settlement of which was effected subsequent to 31 January 1961;
 - (b) Amounts due in respect of taxes and duties (\$14,302);
 - (c) Amounts due to staff members in respect of income taxes (\$4,364);
 - (d) Amounts due to sundry creditors (\$32,462), of which \$30,476 is in respect of production and related costs.
10. Surplus of assets over liabilities amounted to \$1,571,397 and consisted of the working capital of \$552,300 brought forward from the 1959 campaign, and of the net profit of \$1,019,097 earned in the campaign under review. Under the authority of the Executive Director, a sum of \$900,172 was transferred in May 1961 to the general resources of UNICEF, the remaining balance of \$671,225 to be used as working capital for the 1961 campaign.

Working capital and transfers to the general resources of UNICEF

11. The Executive Board at its September 1959 session, on the recommendation of the Committee on Administrative Budget, authorized the Executive Director to finance the approved Greeting Card Fund budget from the net income of the prior year's campaign and to transfer to the general resources of UNICEF any surplus of income which remains over and above the authorized budgetary estimates; the Board also agreed that this procedure was to be followed in subsequent years.¹

12. The tabulation given hereunder shows: working capital at the beginning of the financial year, net income, transfers to the general resources of UNICEF and working capital for the subsequent campaign:

Table 3

Campaign year	<i>Working capital at the beginning of the financial year (1)</i> \$	<i>Net income (2)</i> \$	<i>Surplus of assets over liabilities at the end of the financial year (Total columns (1) and (2)) (3)</i> \$	<i>Transfer to general resources of UNICEF^a (4)</i> \$	<i>Working capital for the following year (5)</i> \$
1958.....	264,174	660,812	924,986	400,000	524,986
1959.....	524,986	769,892	1,294,878	742,578	552,300
1960.....	552,300	1,019,097	1,571,397	900,172	671,225
1961.....	671,225	—	—	—	—

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

Income and expenditure

INCOME

13. *Sales of greeting cards:* During the 1960 campaign, sales in all countries realized \$1,492,540 for a total of 17,408,250 cards sold. The highest sales were in the United States (7,154,630 cards), and in the United Kingdom (2,074,600 cards). An increase in sales was achieved also in other countries and areas (as tabulated in para. 5). As in the previous year, sales of greeting cards in the United States were the responsibility of the United States Committee for UNICEF, and the campaign in Canada (1,826,890 cards sold) was conducted by the Canadian United Nations Association. Net proceeds from the Canadian campaign amounted to \$98,696. Included in the Canadian figure are 1,013,900 cards which were consigned by the Greeting Card Fund. In other countries there are

¹ E/ICEF/391/Rev.1, para. 197.

various arrangements; in some, sales being made by national committees on a commission basis, in others by the Greeting Card Fund directly. The able co-operation of national committees and countless voluntary organizations all over the world contributes greatly to the success of the campaigns.

14. *Other income* (\$68,112) was derived from the following sources:

- (a) The sale of the book *The Children Come Running* (\$49,692) (see para. 3);
- (b) Investments (\$11,883);
- (c) Staff assessment plan (\$3,191), profit on imprinting of cards (\$3,507), other miscellaneous items (\$794); from this total of \$7,492, a deduction of \$955 was made in respect of a loss in exchange on amounts receivable outstanding from the 1959 campaign paid in 1960.

EXPENDITURE

15. Expenditure during the 1960 campaign amounted to \$541,555 as shown in the statement of income and expenditure on page 42. Table 4 gives a comparison of expenditure for the three years 1958, 1959 and 1960. It should be noted that the production costs for 1960 in this table excluded an amount of \$26,234 in respect of the printing costs of the book *The Children Come Running* (see para. 3). The United States Committee for UNICEF bore expenditures relating to the distribution of cards in the United States. The table, for this reason, shows a substantial decrease in staff costs, sales promotion costs and other expenses in 1959 and 1960. On the other hand, the proceeds of sales of cards in the United States (\$657,120) are netted, i.e., agency commission on cards sold by the Committee having been deducted. In 1960 the total number of cards printed was 16,052,426 (half in the United States and the other half in Denmark and Switzerland) compared with 17,876,498 in 1959. Production of 1960 designs was kept to a minimum as some 1959 designs were offered for sale and approximately 4 million of these cards were sold during the campaign under review.

Table 4

	1960 campaign (15,581,360 cards sold ^a)		1959 campaign (13,502,392 cards sold ^a)		1958 campaign (10,235,966 cards sold ^a)	
	Total expenditure \$	Cost per card cents	Total expenditure \$	Cost per card cents	Total expenditure \$	Cost per card cents
Staff costs	91,776	0.59	90,698	0.67	130,749	1.28
Production costs	261,269 ^b	1.68	261,366	1.94	178,747	1.74
Sales promotion costs and other expenses ^c	162,276	1.04	136,950	1.01	201,507	1.97
TOTAL COSTS	515,321^b	3.31	489,014	3.62	511,003	4.99

^a Excluding Canadian sales.

^b After deduction of production costs totalling \$26,234 incurred in respect of the book *The Children Come Running*.

^c Includes freight, brochure printing, etc. (see attached statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations for the year ended 31 January 1961, chapter III).

Inventory

16. As may be seen from tables 1 and 2, sales have shown a substantial increase over the years. A wider distribution in more countries, combined with an ever-increasing number of sales outlets results in large stocks spread throughout the world. As at 31 January 1961, the total inventory amounted to 10,539,346 cards (as compared with inventory as at 31 January 1960 of 10,292,511 cards) the major portion of which was held in Europe and the United States. Losses in transit, shortages and free issues (samples) totalled 85,180 cards (less than 1 per cent of the total cards to be accounted for); 139,051 cards of old designs which were unmarketable owing to deterioration were destroyed. Stocks on hand as at 31 January 1961 mentioned above are valued at \$97,000. This valuation is based on average production costs less depreciation. Stock of 15,400 copies of the book *The Children Come Running* is valued at \$8,000, representing actual production costs incurred. The above amount of \$105,000 in respect of stocks is shown in a footnote to the statement of assets and liabilities.

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

17. The Committee on Administrative Budget at its June 1959 session approved the budget estimates of the Greeting Card Fund for 1960 totalling \$552,300 (gross) and authorized the Executive Director to spend an additional amount of up to 10 per cent of the gross budget, if necessary, to meet unpredictable costs of production and sales of the greeting cards.² The 1960 budget estimates were based on an anticipated production of 17 million

² E/ICEF/L.1230, para. 34.

cards with a sales target of 14 to 16 million cards. Obligations incurred during the financial year amounted to \$541,555, and unobligated balances of authorizations to \$10,745. This surplus of \$10,745 has been cancelled.

18. The permanent staff of the Greeting Card Fund consisted of thirteen employees, five in New York, and eight in Europe (London and Paris). During the sales season, temporary staff are employed in Europe and other offices overseas where the volume of sales warrants such clerical assistance.

8 May 1961

(Signed) Maurice PATE
Executive Director

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 JANUARY 1961

I. Statement of assets and liabilities

(expressed in dollars)

ASSETS		\$	\$
Cash on hand and at banks			4,770.00
Investments			900,000.00
Accounts receivable:			
Proceeds of sale of cards:			
Due from UNICEF offices overseas		78,028.78	
Due from the United Nations Association in Canada		98,696.31	
Due from the United States Committee for UNICEF		77,442.09	
Due from other national committees and consignees		447,219.39	
		<u>701,386.57</u>	
Other miscellaneous items:			
Prepaid expenses		33,819.16	
Other		44,638.85	
		<u>78,458.01</u>	<u>779,800.00</u>
			<u><u>1,684,600.00</u></u>

Note: Stocks of cards and books on hand valued at \$105,000 are not included in the assets above.

CERTIFIED CORRECT:
 (Signed) Stanley SROKA
 Comptroller

AU

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

at 31 January 1961

(or equivalent)

	LIABILITIES		
		\$	\$
Accounts payable and other unliquidated obligations			113,227.13
plus of assets over liabilities:			
Balance as at 1 February 1960		1,294,878.35	
Less: Transfer to UNICEF		742,578.35	
		<u>552,300.00</u>	
Excess of income over expenditure for the financial year ended 31 January 1961, per statement of income and expenditure		<u>1,019,097.27</u>	1,571,397.27
			<u><u>1,684,624.40</u></u>

APPROVED :
(Signed) E. J. R. HEYWARD
for Executive Director

CERTIFICATE

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

(Signed) J. MURGUEITIO, Colombia
L. GÖTZEN, Netherlands
Lars BREIE, Norway

**II. Statement of income and expenditure
for the financial year ended 31 January 1961**

	\$	\$
<i>Income</i>		
Sales of greeting cards:		
In the United States of America.....	657,120.30	
Outside of the United States of America.....	858,103.54	
	1,515,223.84	
<i>Less:</i> Duties and taxes	22,683.44	1,492,540.40
 <i>Other income:</i>		
Book sales	49,692.34	
Interest on investments	11,882.99	
Miscellaneous	6,536.69	68,112.02
		1,560,652.42
 <i>Expenditure</i>		
Staff costs	91,776.25	
Production costs	287,502.95	
Sales promotion costs and other expenses.....	162,275.95	541,555.15
<i>Excess of income over expenditure</i>		1,019,097.27

CERTIFIED CORRECT:

(Signed) Stanley SROKA
Comptroller

APPROVED:

(Signed) E. J. R. HEYWARD
for Executive Director

AUDIT CERTIFICATE

The above statement of income and expenditures 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) J. MURGUEITIO, *Colombia*
L. GÖTZEN, *Netherlands*
Lars BREIE, *Norway*

**III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations
for the financial year ended 31 January 1961**

	<i>Budgetary authorizations</i>	<i>Obligations incurred</i>	<i>Unobli- gated balances of authori- zations</i>
	\$	\$	\$
<i>Chapter I. Staff costs</i>			
Salaries and wages	84,600.00	83,513.05	1,086.95
Contributions Staff Pension Fund	6,600.00	6,299.65	300.35
Dependency allowances	550.00	503.43	46.57
Contributions medical and social insurance.....	1,500.00	1,460.12	39.88
	<hr/>	<hr/>	<hr/>
	93,250.00	91,776.25	1,473.75
	<hr/>	<hr/>	<hr/>
<i>Chapter II. Production costs</i>			
Boxes	60,000.00	59,568.07	431.93
Collating	47,500.00	47,008.73	491.27
Envelopes	49,000.00	48,527.62	472.38
Paper	50,000.00	49,309.67	690.33
Printing	83,500.00	83,088.86	411.14
	<hr/>	<hr/>	<hr/>
	290,000.00	287,502.95	2,497.05
	<hr/>	<hr/>	<hr/>
<i>Chapter III. Sales promotion costs and other expenses</i>			
Addressing services	500.00	264.53	235.47
Brochures printing	61,500.00	59,936.17	1,563.83
External audit costs	1,500.00	1,500.00	—
Freight	42,200.00	41,613.03	586.97
Miscellaneous	5,000.00	4,199.54	800.46
Office equipment	2,400.00	2,290.46	109.54
Packing and mailing services	9,650.00	9,501.11	148.89
Postage	8,500.00	7,273.98	1,226.02
Publicity and promotion	20,100.00	19,639.82	460.18
Rental of premises	9,800.00	9,773.71	26.29
Stationery and office supplies	3,300.00	2,164.08	1,135.92
Telephone and cables	1,300.00	1,140.18	159.82
Travel on official business	3,300.00	2,979.34	320.66
	<hr/>	<hr/>	<hr/>
	169,050.00	162,275.95	6,774.05
	<hr/>	<hr/>	<hr/>
GRAND TOTAL	552,300.00	541,555.15	10,744.85
	<hr/>	<hr/>	<hr/>

CERTIFIED CORRECT:
(Signed) Stanley SROKA
Comptroller

APPROVED:
(Signed) E. J. R. HEYWARD
for Executive 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) J. MURGUEITIO, *Colombia*
L. GÖTZEN, *Netherlands*
Lars BREIE, *Norway*

Part III

**REPORT OF THE BOARD OF AUDITORS
TO THE GENERAL ASSEMBLY**

A. 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 1960

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

- I. Statement of assets and liabilities as at 31 December 1960;
- II. Statement of income and expenditure for the year ended 31 December 1960;
- III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorization, administrative costs and costs of operational services for the year ended 31 December 1960.

2. The above statements are certified by the Board as being in accordance with the books and records.

3. With the concurrence of the Advisory Committee on Administrative and Budgetary Questions and in accordance with financial regulation 12.3, the Board has designated the Colombian member of the Board to audit the UNICEF Greeting Card Fund for 1960.

4. The Board obtained all the information and explanations required and was provided with copies of the reports by UNICEF internal auditors on their examinations of accounts in the field.

5. *Reserve for insurance:* The balance of this account as at 31 December 1960 was \$163,179 as compared with \$174,969 at the end of 1959. This reserve was established in 1950 by the Executive Board in the amount of \$200,000 for the self-insurance of UNICEF supplies against marine and warehouse losses. During the last ten years this reserve for insurance has been reduced by \$36,821. The Board was of the opinion that this reserve should be restored to its original amount.

6. A comparison of the relation of administrative costs and costs of operational services to total expenditure, as between 1960 and the two previous years is shown below:

	1958	1959	1960
	<i>Per cent</i>	<i>Per cent</i>	<i>Per cent</i>
Administrative costs	6.80	6.78	7.25
Operational services	7.08	7.99	9.03

7. No *ex gratia* payments were noted during the year under review.

8. *Misappropriation of funds:* There was a defalcation by an employee in the Regional Office of Mexico. The Board understands on the basis of documentation which the Board has examined that efforts, including legal action, have been made towards the recovery of this sum and that it is hoped that this action will bring satisfactory results.

9. An administrative survey of UNICEF was conducted as requested by the Committee on Administrative Budget in accordance with the terms of reference established after consultation with that Committee. The Board took note of the recommendations made in the above-mentioned survey.

10. In the opinion of the Board, a reorganization of the Internal Audit Service should be effected.

11. This year, as in previous years, the financial statements together with associated schedules were submitted to the Board for audit certification at a very late date (reference is made to financial rule 111.12 (a)).

12. The Board is drawing the attention of the Advisory Committee on Administrative and Budgetary Questions to certain matters related to the routine of the administration which were noted during the audit.

13. The Board wishes to record its appreciation for the co-operation and assistance rendered during the audit by officers of UNICEF at New York Headquarters and at the Paris Office.

(Signed) L. GÖTZEN, *Netherlands*
 J. MURGUEITIO, *Colombia*
 L. BREIE, *Norway*

June 1961

B. REPORT OF THE BOARD OF AUDITORS TO THE GENERAL ASSEMBLY ON THE AUDIT OF ACCOUNTS OF THE UNICEF GREETING CARD FUND FOR THE YEAR ENDED 31 JANUARY 1961

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

- I. Statement of assets and liabilities as at 31 January 1961;
- II. Statement of income and expenditure for the financial year ended 31 January 1961;
- III. Statement of budgetary authorizations, obligations incurred and unobligated balances of authorizations for the financial year ended 31 January 1961.

2. The annual accounts were not submitted on time for certification of the Board of Auditors, and therefore the audit of this account was allocated to the Colombian member of the Board, with the concurrence of the Advisory Committee on Administrative and Budgetary Questions.

3. This audit examination was made in accordance with generally accepted auditing standards, and therefore included such tests of the accounting records as were considered necessary under the circumstances.

4. The Greeting Card Fund is a self-liquidating project; funds are not required from the general resources of UNICEF to finance it. The Committee on Administrative Budget approved the annual budget estimates in the amount of \$552,300¹ which was sub-divided for practical purposes into three main chapters. The total amount of expenditures was not in excess of the budget allocation, and it was not therefore necessary for the Executive Director to spend the 10 per cent for unpredictable costs, as authorized by the Committee on Administrative Budget.

5. In accordance with the established practice, a memorandum is being addressed to the Advisory Committee. It deals with matters in connexion with the administrative and accounting procedures.
July 1961

(Signed) J. MURGUETIO,
on behalf of the Board of Auditors.

¹ E/ICEF/R.709.



**United Nations Children's Fund
(UNICEF)
Financial Report and Accounts
for the year ended 31 December 1960
and
Report of the Board of Auditors**

Pages 15, 16 and 21:

For:

(Signed) J. MURGUEITIO, Colombia
L. GÖTZEN, Netherlands
Lars BREIE, Norway

Read:

(Signed) L. GÖTZEN, Netherlands
J. MURGUEITIO, Colombia
Lars BREIE, Norway

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[61E1]

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