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Item 14 (a) of the provisional agenda
Administrative, financial and institutional matters
Audited financial statements for the biennium 2006–2007

Report of the United Nations Board of Auditors

Note by the Executive Secretary

Addendum

Audited financial statements for the biennium 2006–2007

1. This document contains the financial statements for the biennium 2006–2007, which have been audited by the United Nations Board of Auditors. It is presented in accordance with the financial procedures of the Convention, which require the Executive Secretary to provide to the Conference of the Parties (COP) “a final audited statement of accounts for the full financial period.” The financial statements are attached as an annex and reproduced as received, without formal editing and with the original pagination. The Board’s report is provided in document FCCC/SBI/2008/13, and comments by the secretariat thereon are presented in document FCCC/SBI/2008/13/Add.1.
2. The Subsidiary Body for Implementation may wish to propose appropriate actions, which may be included in draft decisions on administrative and financial matters for adoption by the COP at its fourteenth session and the Conference of the Parties serving as the meeting of the Parties to the Kyoto Protocol at its fourth session.

Annex

Audited Financial Statements

for the biennium 2006–2007

ending 31 December 2007

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**UNITED NATIONS
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**FRAMEWORK CONVENTION ON CLIMATE CHANGE - Secretariat
CONVENTION - CADRE SUR LES CHANGEMENTS CLIMATIQUES - Secrétariat**

I. Certification of the Audited Financial Statements

1. The financial statements of the United Nations Framework Convention on Climate Change (UNFCCC) for the biennium ending 31 December 2007 have been prepared in accordance with financial rule 106.10. They include all funds and special accounts operated by UNFCCC.
2. The summary of significant accounting policies applied in the preparation of these statements is included as notes to the financial statements. These notes provide additional information and clarification of the financial activities undertaken by UNFCCC during the period covered by the statements, for which the Executive Secretary has administrative responsibility.
3. I certify that the appended financial statements of the United Nations Framework Convention on Climate Change (UNFCCC) for the biennium ending 31 December 2007 are correct.

(signed)
Yvo de Boer
Executive Secretary
21 May 2008

II. Narrative financial report for the biennium 2006-2007

as at 31 December 2007

A. Introduction

4. The United Nations Framework Convention on Climate Change (UNFCCC) submits herewith the financial statements for the biennium 2006–2007 ending 31 December 2007. The report is presented in accordance with the financial procedures of the Conference of the Parties (COP), its subsidiary bodies and its secretariat as well as the United Nations System Accounting Standards.

5. The objective of the financial statements is to provide information about the financial position and performance of the organization, changes in its financial position and compliance with legislative and other authorities. The attached financial statements include:

- High level financial and operational highlights;
- Statement of income and expenditure, changes in reserves and fund balances (Statement I);
- Statement of assets, liabilities and reserves and fund balances (Statement II);
- Statement of cash flow (Statement III);
- Statement or schedule of appropriations (Statement IV);
- Notes to the financial statements;
- Detailed schedule of outstanding indicative contributions;
- Annexes to the financial statements.

6. Schedules providing comparatives between 2006–2007 and 2004–2005 for individual trust funds and special accounts have been provided under annex 3 A to C.

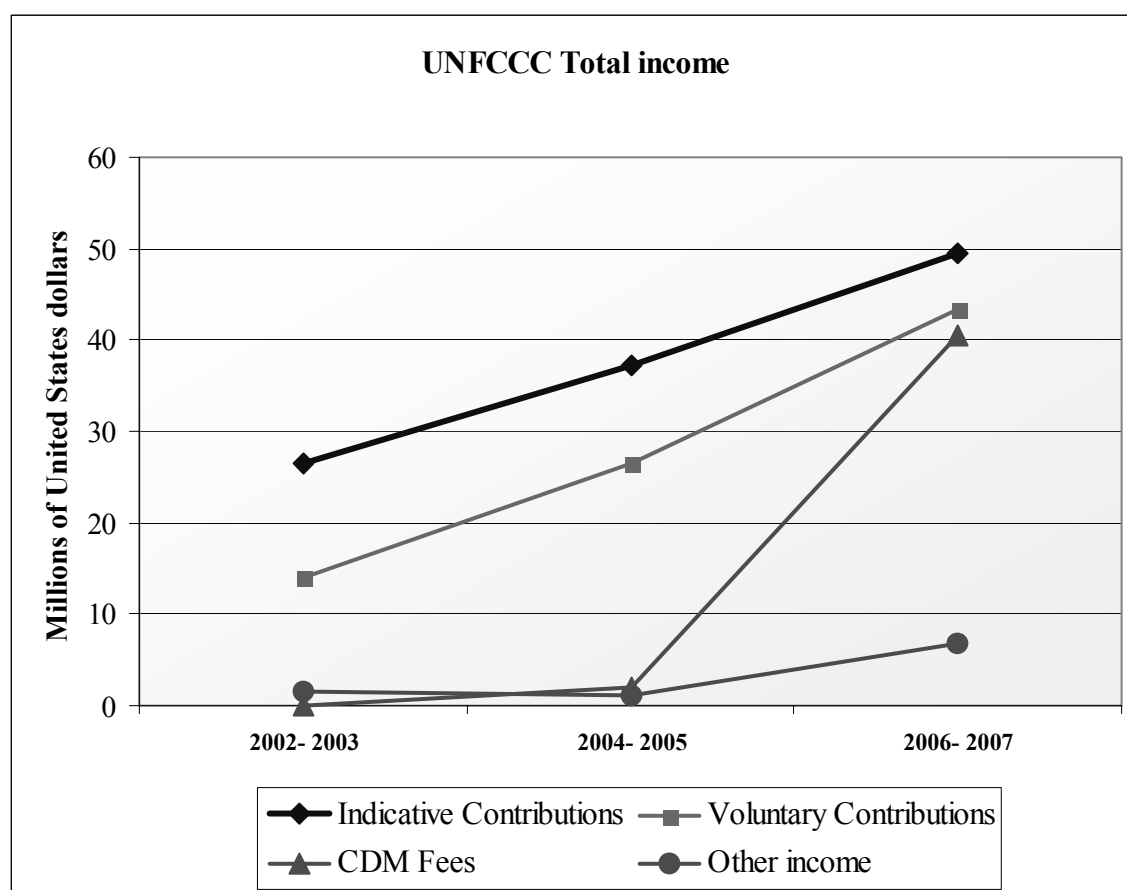
B. Financial and operational highlights

1. Overall financial results and trends

7. The following section provides an overview of the performance of UNFCCC, the overall results and trends being expressed in millions of United States dollars and the individual Trust Funds being expressed in thousands of United States dollars.

Income:

Overall Total Income (USD millions)	2002-2003	2004-2005	2006-2007	Increase/(decrease) 2003 to 2005		Increase/(decrease) 2005 to 2007	
Indicative Contributions	26.5	37.3	49.5	10.8	41%	12.2	33%
Voluntary Contributions	14.0	26.4	43.4	12.4	89%	17.0	64%
CDM Fees	0.0	1.9	40.6	1.9	0%	38.7	2037%
Other income	1.5	1.1	6.8	(0.4)	-27%	5.7	518%
Total Income	42.0	66.7	140.3	24.7	59%	73.6	110%

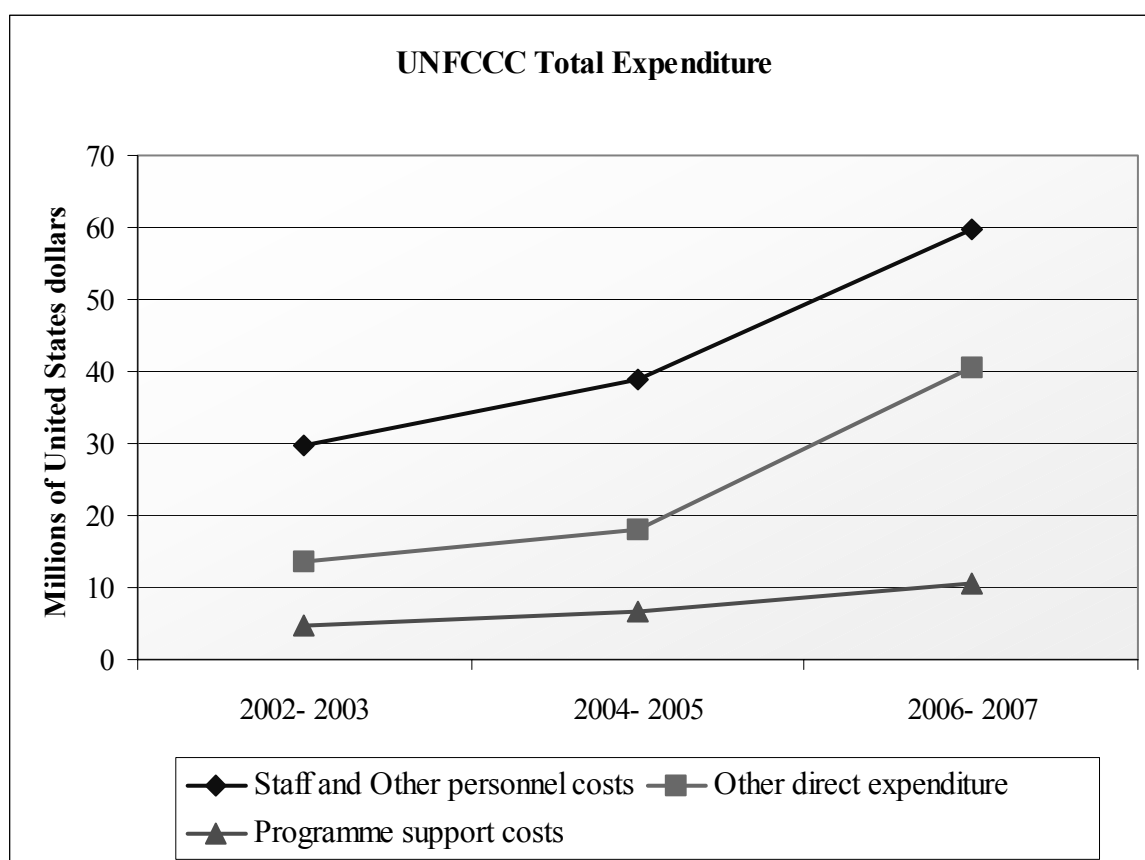


8. All of UNFCCC income categories showed an upward trend with a significant increase between 2004/2005 and 2006/2007 as a result of the entry into force of the Kyoto protocol and the related clean development mechanism fees and international transaction log contributions. The increasing trend also shows the increasing activities of the secretariat as also portrayed in the section under expenditure and assets and liabilities.

Expenditure:

9. Similarly to income, expenditure showed a rising trend in line with the increasing activities.

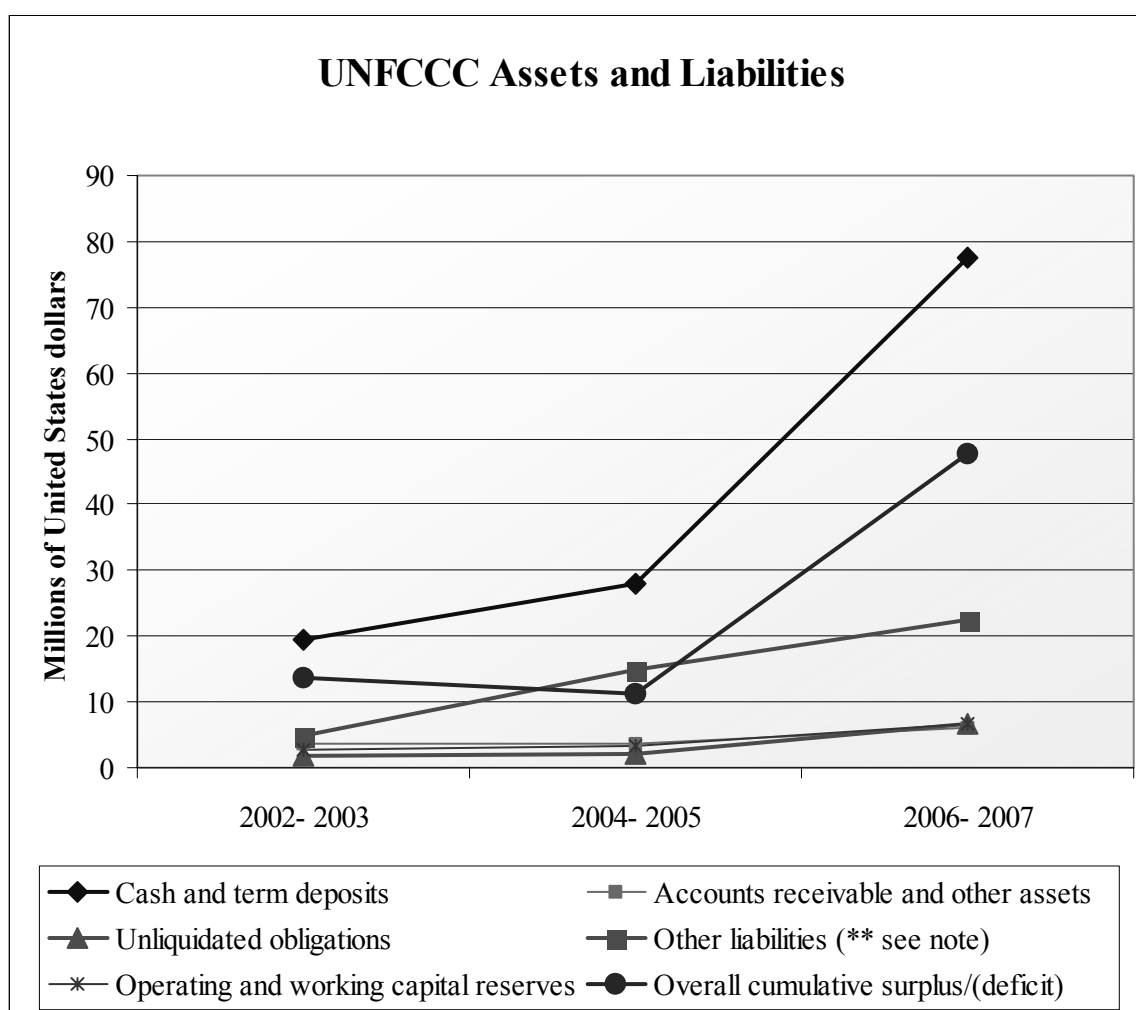
Overall total expenditure (USD millions)	2002-2003	2004-2005	2006-2007	Increase/(decrease) 2003 to 2005		Increase/(decrease) 2005 to 2007	
Staff and Other personnel costs	29.6	38.8	59.6	9.2	31%	20.8	53%
Other direct expenditure	13.7	18.0	40.6	4.3	31%	22.6	126%
Programme support costs	4.8	6.6	10.5	1.8	38%	3.9	59%
Total expenditure	48.1	63.4	110.7	15.3	32%	47.3	75%



Assets and liabilities:

10. In line with the increase in income and the less than corresponding increase in the total expenditure mainly due to the reserve built for CDM activities, the cash and term deposits had an increasing trend also in line with the corresponding cumulative surplus and reserves. The decrease in the cumulative surplus and other reserves was due to the increase in the other liabilities as a result of the end-of-service and post retirement benefits amounting to USD 18.12 million as at 31 December 2007 and USD 12.3 million as at 31 December 2005, which were charged to the reserves.

Overall Total Assets and Liabilities (USD millions)	2002- 2003	2004- 2005	2006- 2007	Increase/(decrease) 2003 to 2005		Increase/(decrease) 2005 to 2007	
Cash and term deposits	19.6	27.9	77.4	8.3	42%	49.5	177%
Accounts receivable and other assets	3.5	3.6	6.1	0.1	3%	2.5	69%
Unliquidated obligations	(1.9)	(2.2)	(6.7)	0.3	16%	4.5	205%
Other liabilities (** see note)	(4.8)	(14.9)	(22.4)	10.1	210%	7.5	50%
Operating and working capital reserves	(2.7)	(3.2)	(6.6)	0.5	19%	3.4	106%
Overall cumulative surplus/(deficit)	13.7	11.2	47.8	(2.5)	-18%	36.6	327%



** - 2006-2007 includes end-of-service and post retirement benefits (see note 14)

2. Trust Fund for the Core Budget of the UNFCCC

11. **Objective of the Fund:** The Trust Fund for the Core Budget of the UNFCCC receives contributions from Parties according to an indicative scale based on the United Nations scale of assessment to support the core functions of the secretariat. The fund also receives a fixed annual voluntary contribution of EUR 766,938 from the Government of Germany as stipulated in the agreement with the secretariat.

Summary financial accounts (Thousands of United States dollars)	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	39 644	53 082	13,438	33.9%
Total direct expenditure	(32 930)	(46 685)	(13,755)	41.8%
Programme support costs	(4 273)	(6 068)	(1,796)	42.0%
Excess of income over expenditure	2 441	329	(2,113)	-86.5%
Cash and short term deposits	9 174	9 771	597	6.5%
Other assets	3 087	4 022	935	30.3%
Unliquidated obligations	(958)	(2 311)	(1,353)	141.2%
Other liabilities	(2 374)	(2 071)	303	-12.8%
Operating & working capital reserves	(1 864)	(2 210)	(346)	18.6%
Cumulative surplus/(deficit)	7 065	7 201	136	1.9%

Commentary:

12. The increase in the total income during the biennium is partly due to the budget associated with the entry into force of the Kyoto Protocol in February 2005.

13. The increase in the unliquidated obligations is both in relation to the increase in expenditure representing an increase from 2.9% to 4.95% and a shift towards longer term contracts during the second year of the biennium.

3. Trust Fund for Participation in the UNFCCC Process

14. **Objective of the Fund:** The Trust Fund for Participation in the UNFCCC Process receives voluntary contributions and supports participation of representatives from eligible developing country Parties and Parties with economies in transition in the sessions of the COP and its subsidiary bodies.

Summary financial accounts (Thousands of United States dollars)	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	4 033	6 399	2,366	58.7%
Total direct expenditure	(3 049)	(4 147)	(1,098)	36.0%
Programme support costs	(392)	(539)	(147)	37.5%
Excess of income over expenditure	592	1 713	1,121	189.4%
Cash and short term deposits	1 371	3 100	1,729	126.1%
Other assets	24	478	454	1891.7%
Unliquidated obligations	(286)	(344)	(58)	20.3%
Other liabilities	(11)	(220)	(209)	1900.0%
Operating & working capital reserves	(117)	(275)	(158)	135.0%
Cumulative surplus/(deficit)	981	2 739	1,758	179.2%

Commentary:

15. The Trust Funds for participation in the UNFCCC process continued to show a consistent growth during the biennium.

4. Trust Fund for Supplementary Activities

16. **Objective of the Fund:** The Trust Fund for Supplementary Activities receives funding donated by Parties in addition to their indicative contributions to the core budget and generally supports mandated activities which are not covered under the core budget.

Summary financial accounts				
(Thousands of United States dollars)				
	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	15 008	68 823	53,815	358.6%
Total direct expenditure	(8 014)	(26 245)	(18,231)	227.5%
Programme support costs	(1 038)	(3 405)	(2,367)	228.0%
Excess of income over expenditure	5 956	39 173	33,217	557.7%
Cash and short term deposits	13 400	56 044	42,644	318.2%
Other assets	227	932	705	310.6%
Unliquidated obligations	(413)	(2 777)	(2,364)	572.4%
Other liabilities	(37)	(1 708)	(1,671)	4516.2%
Operating & working capital reserves	(405)	(2 590)	(2,185)	539.5%
Cumulative surplus/(deficit)	12 772	49 901	37,129	290.7%

Commentary:

17. The trust fund also receives income from a share of proceeds and accreditation fees under the Clean Development Mechanisms (CDM) and Joint Implementation (JI). These are separately analysed in the financial statements. The significant increase in the income of the Trust Fund for Supplementary Activities is due to **CDM activities** which alone accounted for over 72% of the total income and over 76% of the total reserves carried forward.

18. In the next financial period, two separate Trust Funds will be established for CDM and ITL, respectively. Income and expenditure and the related assets, liabilities and reserves will be separated from the Trust Fund for supplementary activities and accounted for under the new Trust Funds.

5. Trust Fund for Special Annual Contribution from the Government of Germany

19. **Objective of the Fund:** The Trust Fund for the Special Annual Contribution from the Government of Germany (the Bonn Fund) is used to finance the logistical arrangements of events taking place in Germany, including workshops and the sessions of the subsidiary bodies.

Summary financial accounts				
(Thousands of United States dollars)				
	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	4 483	4 685	202	4.5%
Total direct expenditure	(3 965)	(4 117)	(152)	3.8%
Programme support costs	(515)	(535)	(20)	3.9%
Excess of income over expenditure	3	33	30	1000.0%
Cash and short term deposits	393	382	(11)	-2.8%
Other assets	46	12	(34)	-73.9%
Unliquidated obligations	(128)	(21)	107	-83.6%
Other liabilities	(3)	(27)	(24)	800.0%
Operating & working capital reserves	(300)	(300)	-	-
Cumulative surplus/(deficit)	8	46	38	475.0%

Commentary:

20. The fund is relatively stable as expected. Fund balances are returned to the Government of Germany during the following biennium. The contribution is a fixed amount paid in euro and the increase shown is only due to the strengthening of the euro versus the US dollar.

6. Trust Fund for Technical Cooperation

21. **Objective of the Fund:** Under an agreement between the UNFCCC secretariat and the United Nations Fund for International Partnerships (UNFIP), the latter provided grants for the implementation of the project "Engaging the private sector in CDM project activities under the Kyoto Protocol". The project was facilitated by the secretariat and implemented by United Nations Development Programme (UNDP), the United Nations Industrial Development Organization and the United Nations Conference on Trade and Development, under the leadership of the UNDP.

Summary financial accounts (Thousands of United States dollars)	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	27	-	(27)	-100.0%
Total direct expenditure	(187)	-	187	-100.0%
Excess of income over expenditure	(160)	-	160	-100.0%
Other assets	75	75	-	-
Other liabilities	-	-	-	-
Operating & working capital reserves	(28)	-	28	-100.0%
Cumulative surplus/(deficit)	47	75	28	59.0%

Commentary:

22. There were no movements in this fund during 2006/2007. The Trust Fund is due for closure once the pending issue relating to the final financial report from UNDP has been clarified and concluded.

7. Programme Support Costs

23. **Objective of the Special Account:** This special account is used to collect the overhead charges payable on all trust funds of the UNFCCC to cover administrative services.

Summary financial accounts (Thousands of United States dollars)	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	6 727	11 092	4,365	64.9%
Total direct expenditure	(6 145)	(7 819)	(1,674)	27.2%
Excess of income over expenditure	582	3 273	2,691	462.4%
Cash and short term deposits	2 238	5 508	3,270	146.1%
Other assets	69	71	2	2.9%
Unliquidated obligations	(15)	(7)	8	-53.3%
Other liabilities	(12)	(13)	(1)	8.3%
Operating & working capital reserves	(548)	(1 236)	(688)	125.5%
Cumulative surplus/(deficit)	1 732	4 323	2,591	149.6%

Commentary:

24. Owing to the significant growth of the secretariat, a concerted effort has been made to address issues of capacity and strengthen the internal control systems. Among the initiatives that have been undertaken so far are the recruitment of a resident Internal Auditor paid for from this fund, strengthening of the programme administrative teams to ensure better provision of administrative services within programmes, and the redefinition and strengthening of the operations team comprising finance and procurement. In order to ensure that Administrative Services unit continues to provide appropriate services to the secretariat and the Parties, an external review of these services is planned early in the next financial period to among other things, ensure set up is in accordance with best practices and in line with similar comparable international organisations.

8. Conference and Other Recoverable Costs

25. **Objective of the Special Account:** This special account is used to hold funds to support conferences for which UNFCCC expenditure is fully covered and any balances are refunded to the funding source. Overhead charges of 5 per cent on this special account to cover administrative services are charged only upon the closure of the projects.

Summary financial accounts (Thousands of United States dollars)	2004/2005	2006/2007	Increase/ (decrease)	Percentage
Total income	3 358	6 532	3,174	94.5%
Total direct expenditure	(2 532)	(5 083)	(2,551)	100.8%
Programme support costs	(408)		408	-100.0%
Excess of income over expenditure	418	1 449	1,031	246.7%
Cash and short term deposits	1 297	2 584	1,287	99.2%
Other assets	53	525	472	890.6%
Unliquidated obligations	(350)	(1 238)	(888)	253.7%
Other liabilities	(166)	(264)	(98)	59.0%
Cumulative surplus/(deficit)	834	1 607	773	92.7%

Commentary:

26. Income and expenditure under this fund mainly relate to COP 12 (Nairobi, Kenya) and COP 13 (Bali, Indonesia). One project in relation to COP 11 in Montreal, Canada was closed during the 2006–2007 biennium. A total of USD 78,991 of programme support costs was earned and credited to the income of the previous biennium.

III. Financial Statements for the Biennium 2006–2007

A. Statement I

Statement of income and expenditure and changes in reserves and fund balances for the biennium 2006–2007 ending 31 December 2007

(Thousands of United States dollars)

	Trust Fund for the Core Budget of UNFCCC (FCA)	Trust Fund for Participation in the UNFCCC Process (FIA)	Trust Fund for Supplementary Activities (FRA)	Trust Fund for the Annual Contribution from the Government of Germany (FQA)	Trust Fund for UNFCCC Technical Cooperation (FUA)	End-of-service and Post Retirement Benefits***	Special Account for UNFCCC Programme Support Costs (ZRB)	Special Account for Conference and Other Recoverable Costs (ZGA)	Total 2007-2006	Notes	Total 2004-2005 ***
INCOME:										2 (4)	
Indicative contributions	49 464	-	-	-	-	-	-	-	49 464	4	37 240
Voluntary contributions	1 939	6 115	24 430	4 580	-	-	-	6 374	43 438	4	28 271
Programme support cost income	-	-	-	-	-	-	10 547	-	**	12	**
Other / miscellaneous income											
Clean Development Mechanisms & Joint Implementation fees	-	-	40 598	-	-	-	-	-	40 598	4	-
Interest income	1 308	233	3 217	84	-	-	394	137	5 373	4	1 075
Other/ miscellaneous income	371	51	578	21	-	254	150	21	1 446	4	82
TOTAL INCOME	53 082	6 399	68 823	4 685	-	254	11 091	6 532	140 319		66 668
EXPENDITURE:										5	
Staff and other personnel costs	31 228	-	8 727	1 227	-	-	6 989	102	48 273		32 442
Consultants	3 290	-	2 110	10	-	-	-	-	5 410		3 588
Experts	1 900	-	4 031	-	-	-	-	-	5 931		2 812
Travel	2 419	4 144	5 262	56	-	-	29	3 424	15 334		8 346
Contractual services	1 418	-	4 192	19	-	-	31	-	5 660		1 102
Operating expenses	2 058	3	1 737	2 435	-	4 181	-	1 557	11 971		4 367
Acquisitions	1 774	-	186	370	-	-	-	-	2 330		1 022
Fellowships grants and other	2 598	-	-	-	-	1 891	770	-	5 259		3 143
Total direct expenditure	46 685	4 147	26 245	4 117	-	6 072	7 819	5 083	100 168		56 822
Programme support costs	6 068	539	3 405	535	-	-	-	-	**	12	**
TOTAL EXPENDITURE	52 753	4 686	29 650	4 652	-	6 072	7 819	5 083	100 168		56 822
Prior period adjustments									-		(10)
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE	329	1 713	39 173	33	-	(5 818)	3 272	1 449	40 151		9 836
RESERVES AND FUND BALANCES											
Reserves and fund balances as at 1 January 2006	8 929	1 097	13 178	308	75	(12 299)	2 280	832	14 400		16 972
Refund to donors	-	-	-	(8)	-	-	-	(674)	(682)	7	(653)
Savings on prior period obligations	153	203	140	13	-	-	8	-	517		548
Net excess (shortfall) of income over expenditure	329	1 713	39 173	33	-	(5 818)	3 272	1 449	40 151		9 836
RESERVES AND FUND BALANCES AS AT 31 DECEMBER 2007	9 411	3 013	52 491	346	75	(18 117)	5 560	1 607	54 386		26 703

** Programme Support Costs income has been netted off with the equivalent expenditure. It totalled USD 10.548 million for 2006-2007 and USD 6.611 million for 2004-2005. Note that these figures are not shown under the totals column to avoid double counting since they are internal cross charges between the trust funds and other special accounts, and the special account for programme support costs.

** The special account for conference and other recoverable costs (ZGA) was previously netted off and reported under the trust fund for core budget (FCA) but is now fully disclosed in the financial statements. See note 17.

The accompanying notes are an integral part of the financial statements.

B. Statement II
Statement of assets, liabilities, reserves and fund balances for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Trust Fund for the Core Budget of UNFCCC (FCA)	Trust Fund for Participation in the UNFCCC Process (FIA)	Trust Fund for Supplementary Activities (FRA)	Trust Fund for the Annual Contribution from the Government of Germany (FQA)	Trust Fund for UNFCCC Technical Cooperation (FUA)	End-of-service and Post Retirement Benefits*	Special Account for UNFCCC Programme Support Costs (ZRB)	Special Account for Conference and Other Recoverable Costs (ZGA)**	Total 2007-2006	Notes	Total 2004-2005 ***
ASSETS											
Cash and term deposits	9 771	3 100	56 044	382	-	-	5 508	2 584	77 389	8	27 873
Accounts receivable:											
Indicative contributions receivable from Member States	1 938	-	-	-	-	-	-	-	1 938	9	2 465
Inter-fund balances receivable	108	436	-	9	-	-	14	-	567		-
UNDP Service Clearing Account	-	-	146	-	-	-	-	-	146		-
Other accounts receivable	1 685	41	653	3	-	-	34	525	2 941	9	844
Deferred charges	292	-	133	-	47	-	23	-	495		243
Operating funds provided to executing agencies	-	-	-	-	28	-	-	-	28		28
TOTAL ASSETS	13 794	3 577	56 976	394	75	-	5 579	3 109	83 504		31 453
LIABILITIES											
Contributions/Payments received in advance	1 277	-	658	-	-	-	-	-	1 935		1 902
Unliquidated obligations	2 311	344	2 777	21	-	-	7	1 238	6 698		2 150
Accounts payable	-	-	-	-	-	-	-	-	-		-
Inter-fund balances payable	-	-	519	-	-	-	-	17	536		27
Other accounts payable	795	220	531	27	-	-	12	247	1 832	10	676
End-of-service and post retirement liabilities	-	-	-	-	-	18 117	-	-	18 117	14	12 299
TOTAL LIABILITIES	4 383	564	4 485	48	-	18 117	19	1 502	29 118		17 054
RESERVES AND FUND BALANCES											
Operating reserve	-	275	2 590	300	-	-	1 236	-	4 401	11	1 369
Working Capital Reserve	2 210	-	-	-	-	-	-	-	2 210	11	1 864
Reserve for allocations	-	-	-	-	28	-	-	-	28		-
Cumulative surplus / (deficit)	7 201	2 738	49 901	46	47	-	4 324	1 607	65 864		23 465
Cumulative (deficit) - end of service and post retirement benefits	-	-	-	-	-	(18 117)	-	-	(18 117)	14	(12 299)
TOTAL RESERVES AND FUND BALANCES	9 411	3 013	52 491	346	75	(18 117)	5 560	1 607	54 386		14 399
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	13 794	3 577	56 976	394	75	-	5 579	3 109	83 504		31 453

* Liabilities relating to end-of-service and post retirement benefits were previously disclosed in the notes but are now reflected in the financial statements. See note 14

** The special account for conference and other recoverable costs (ZGA) was previously netted off and reported under the trust fund for core budget (FCA) but is now fully disclosed in the financial statements. See note 17.

*** Comparatives figures have been restated to conform to current presentation.

The accompanying notes are an integral part of the financial statements.

C. Statement III
Statement of cash flow for the biennium 2006–2007 ending 31 December 2007
(Thousands of United States dollars)

	Trust Fund for the Core Budget of UNFCCC (FCA)	Trust Fund for Participation in the UNFCCC Process (FIA)	Trust Fund for Supplementary Activities (FRA)	Trust Fund for the Annual Contribution from the Government of Germany (FQA)	Trust Fund for UNFCCC Technical Cooperation (FUA)	End-of-service and Post Retirement Benefits	Special Account for UNFCCC Programme Support Costs (ZRB)	Special Account for Conference and Other Recoverable Costs (ZGA)	Total 2007-2006	Total 2004-2005
CASH FLOWS FROM OPERATING ACTIVITIES:										
Net excess (shortfall) of income over expenditures	329	1 713	39 173	33	-	(5 818)	3 272	1 449	40 151	9 832
(Increase) decrease in contributions receivable	527			-	-	-	-	-	527	(616)
(Increase) decrease in other accounts receivable	(1 216)	(19)	(594)	32	-	-	23	(472)	(2 246)	(11)
(Increase) decrease in other assets	(140)	-	(111)	11	-	-	(11)		(251)	267
Increase (decrease) in contributions received in advance	(624)		658		-	-	-		34	(765)
Increase (decrease) in accounts payable	326	211	512	25	-	-	3	82	1 159	(1 439)
Increase (decrease) in unliquidated obligations	1 353	58	2 364	(107)	-	-	(8)	888	4 548	(451)
Increase (decrease) in end-of-service and post retirement liabilities	-	-	-	-	-	5 818	-	-	5 818	
Less: Interest income received	(1 308)	(233)	(3 217)	(84)	-	-	(394)	(137)	(5 373)	(1 075)
NET CASH FROM OPERATING ACTIVITIES	(753)	1 731	38 785	(90)	-	-	2 885	1 810	44 368	5 742
CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES:										
							524		524	-
(Increase) decrease in inter-fund balances receivable	(107)	(436)	-	(9)	-	-	(15)	-	(567)	1 686
Increase (decrease) in inter-fund balances payable	(4)	(2)	502	(1)	-	-	(2)	15	508	(125)
Plus: Interest income received	1 308	233	3 217	84	-	-	394	137	5 373	1 075
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	1 197	(205)	3 719	74	-	-	377	152	5 314	2 636
CASH FLOWS FROM OTHER SOURCES:										
									-	-
Savings on prior periods' obligations	153	203	140	13	-	-	8	-	517	548
Other adjustments to fund balance	-	-	-	(8)	-	-	-	(675)	(683)	(653)
NET CASH FROM OTHER SOURCES	153	203	140	5	-	-	8	(675)	(166)	199
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	597	1 729	42 644	(11)	-	-	3 270	1 287	49 516	8 273
CASH AND TERM DEPOSITS AT BEGINNING OF PERIOD	9 174	1 371	13 400	393	-	-	2 238	1 297	27 873	19 600
CASH AND TERM DEPOSITS AT END OF PERIOD	9 771	3 100	56 044	382	-	-	5 508	2 584	77 389	27 873

** The special account for conference and other recoverable costs (ZGA) was previously netted off and reported under the trust fund for core budget (FCA) but is now fully disclosed in the financial statements. See note 17.

The accompanying notes are an integral part of the financial statements.

D. Statement IV
The Core budget: statement of appropriations for the biennium 2006–2007 ending 31 December 2007
(Thousands of United States dollars)

Budget Classification	Approved Budget	Expenditures			Percentage of expenditure over Budget	
		Disbursements	Unliquidated Obligations	Total		Balance
Executive Direction and Management (EDM)	2 312	2 165	0	2 165	147	93.6%
Cluster 1: Implementation - M & C	1 028	894	1	895	133	87.1%
Reporting, Data and Analysis programme (RDA)	8 717	7 748	242	7 990	727	91.7%
Financial and Technical Support programme (FTS)	4 482	4 624	58	4 682	(200)	104.5%
Total Cluster 1	14 227	13 266	301	13 567	660	95.4%
Cluster 2: Scientific and Technological Advice - M & C	1 653	1 543	3	1 546	107	93.5%
Adaptation, Technology and Science programme (ATS)	4 612	4 581	92	4 673	(61)	101.3%
Project-based Mechanisms programme (PBM)	5 955	5 453	104	5 557	398	93.3%
Compliance programme (COMP)	1 832	1 501	45	1 546	286	84.4%
Total Cluster 2	14 052	13 078	244	13 322	730	94.8%
Cluster 3: Intergovernmental and Support Services - M & C	703	826	46	872	(169)	124.0%
Intergovernmental and Conference Affairs (ICA)	4 592	3 966	61	4 027	565	87.7%
Information Services (IS)	6 352	7 407	448	7 855	(1 503)	123.7%
Administrative Services (AS)	4 803	3 666	1 211	4 877	(74)	101.5%
Total Cluster 3	16 450	15 865	1 766	17 631	(1 181)	107.2%
Total	47 041	44 374	2 311	46 685	356	99.2%

E. Schedule 1.1
Status of indicative contributions to the Convention for the biennium 2006–2007
(United States dollars)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative Contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31 December 2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
Afghanistan	462		778					1 240
Albania	1 676	745			1 873	1 873	942	
Algeria	24 541		31 495	43 141	11 531	54 672		1 364
Angola	612	4 933		959	4 731	5 690	10 011	
Antigua and Barbuda	763	460		455	156	611	308	
Argentina	195 800		46 901		274 320	274 320	31 619	
Armenia	609	1		306	302	608		
Australia	515 059	244 502			270 572	270 572	15	
Austria	266 198	297		131 333	134 575	265 908	7	
Azerbaijan	1 525		802	1 568	759	2 327		
Bahamas	4 419		146					4 565
Bahrain	9 604		11 510	8 191		8 191		12 923
Bangladesh	3 049		11 244					14 293
Barbados	2 897		1 481	4 530	1 365	5 895	1 517	
Belarus	5 792	6		2 758	3 028	5 786		
Belgium	330 995		151 686	335 671	275 336	611 007	128 326	
Belize	313	269						44
Benin	462		820					1 282
Bhutan	313	610			204	204	501	
Bolivia	2 289		4 969		7 233	7 233		25
Bosnia & Herzegovina	1 370	1		460	909	1 369	0	
Botswana	3 963	4			3 959	3 959		
Brazil	366 278		453 890		820 175	820 175	7	
Brunei Darussalam	657							657
Bulgaria	5 639	0		2 605	3 034	5 639	0	
Burkina Faso	609		1 270					1 879
Burundi	313		1 574					1 887
Cambodia	462		2 898	2 899	644	3 543	183	
Cameroon	2 591		11 201					13 792
Canada	882 697	972		430 082	451 667	881 749	24	
Cape Verde	313		2 585					2 898
Central African Republic	313		2 457	2 407		2 407		363
Chad	313		2 376					2 689
Chile	58 597	2 568		31 604	24 427	56 031	2	
China	719 207		20	314 594	404 654	719 248	21	
Colombia	39 682	24 416		8 136	23 325	31 461	16 195	
Comoros	313		2 376					2 689
Congo	313		2 325					2 638
Cook Islands	313		140					453
Costa Rica	9 452		4 143	3 045	643	3 688		9 907
Cote d'Ivoire	2 897		10 831		15 043	15 043	1 315	
Croatia	13 256	13		5 657	7 586	13 243		
Cuba	14 781		6 640	13 917	10 785	24 702	3 281	
Cyprus	12 651		15 960	5 976	6 676	12 652		15 959
Czech Republic	70 673	28 042			85 973	85 973	43 342	
Democratic People's Rep. of Korea	2 594		1 624	1 992		1 992		2 226
Democratic Rep. of Congo	915		2 449					3 364
Denmark	222 138	110 024		108 941		108 941		3 173
Djibouti	313		331					644
Dominica	313		2 376					2 689
Dominican Republic	9 004		17 259					26 263
Ecuador	6 097		1 373		9 859	9 859	2 389	
Egypt	31 739		34 407		70 611	70 611	4 465	
El Salvador	6 405		2 675		9 080	9 080		
Equatorial Guinea	609		525	818	350	1 169	35	
Eritrea	313	138			175	175		
Estonia	4 266	1 839		1 821	3 074	4 895	2 468	
Ethiopia	1 068	597						471
European Community	781 540	392 662			388 798	388 798		80
Fiji	1 068		23	614	476	1 091		
Finland	167 240	184		162 390	91 659	254 049	86 993	

Schedule 1.1 (continued)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative Contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31 December 2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
France	1 879 945	2 084		1 836 853	41 008	1 877 861		
Gabon	2 593		9 030	12 972		12 972	1 349	
Gambia	313		15					328
Georgia	915		18 097	16 602	1 019	17 621		1 391
Germany	2 628 557	2 993		1 324 340	1 301 363	2 625 703	139	
Ghana	1 220		1 022					2 242
Greece	171 635		74 167	85 207	160 600	245 807	5	
Grenada	313		0	240	77	317	4	
Guatemala	9 452		4 813	9 410	9 791	19 201	4 936	
Guinea	616		4 327					4 943
Guinea-Bissau	313		2 324					2 637
Guyana	313			563		563	250	
Haiti	763	1						762
Honduras	1 525		5 612		735	735		6 402
Hungary	56 325	22		19 287	19 118	38 405		17 899
Iceland	10 823	5 211			11 320	11 320	5 708	
India	132 783		75 470		75 555	75 555		132 698
Indonesia	46 185		11 830		82 848	82 848	24 833	
Iran, Islamic Republic of	51 366		50 803					102 169
Ireland	121 144	53 607		53 105	84 053	137 158	69 621	
Israel	135 128	161		71 561	63 425	134 986	19	
Italy	1 519 100	1 688		746 872	741 193	1 488 065		29 347
Jamaica	2 743	1 152						1 591
Japan	5 505 247	6 729		2 976 476	2 522 176	5 498 652	134	
Jordan	3 507	4		1 682	1 821	3 503		
Kazakhstan	8 231	6 490			3 767	3 767	2 026	
Kenya	2 896		2 932	4 311	1 517	5 828		
Kiribati	313		452					765
Kuwait	52 435		25 988	50 812		50 812		27 611
Kyrgyzstan	313		978					1 291
Lao People's Democratic Republic	313	276			37	37		0
Latvia	5 030	2 299		2 276	3 231	5 507	2 776	
Lebanon	8 836		3 245	3 653		3 653		8 429
Lesotho	313	2 785					2 472	
Liberia	313		452					765
Libyan Arab Jamahiriya	29 633		64 930					94 563
Liechtenstein	2 283	2		764	759	1 523		758
Lithuania	8 381	3 657		3 641	5 865	9 506	4 782	
Luxembourg	24 694	27		11 772	12 896	24 668	1	
Madagascar	763		367	827		827		303
Malawi	313							313
Malaysia	59 932	70		61 823	27 330	89 153	29 291	
Maldives	313	2 710					2 397	
Mali	462		454	974		974	58	
Malta	4 724	5		2 479	2 240	4 719	0	
Marshall Islands	313		165					478
Mauritania	313		1 941					2 254
Mauritius	3 355	1 686		1 669	1 697	3 366	1 697	
Mexico	630 956			288 557	285 691	574 248		56 708
Micronesia, (Federated States of)	313	313			158	158	158	
Moldova	313			157		157		156
Monaco	915	1		459	455	914		
Mongolia	313	480					167	
Montenegro	149							149
Morocco	13 574		25 782		32 984	32 984		6 372
Mozambique	313	57		100		100		156
Myanmar	2 291		4 227	798		798		5 720
Namibia	1 829	208		711	1 820	2 531	910	
Nauru	313		1 011					1 324
Nepal	1 068		2 621					3 689
Netherlands	543 124	584		514 803		514 803		27 737
New Zealand	72 703	33 865			78 889	78 889	40 051	
Nicaragua	460	228						232
Niger	313		459					772
Nigeria	13 718		25 993	32 429		32 429		7 282
Niue	313		181		137	137		357
Norway	222 685	104 019		103 050		103 050		15 616

Schedule 1.1 (continued)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative Contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31 December 2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
Oman	21 802		11 230	32 578	11 714	44 292	11 260	
Pakistan	17 379		20 161	4 000	3 997	7 997		29 543
Palau	313	445					132	
Panama	6 400		6 778		9 689	9 689		3 489
Papua New Guinea	763	1						762
Paraguay	2 598		15 281					17 879
Peru	25 931		61 100		46 341	46 341		40 690
Philippines	26 390		18 047	17 392	27 046	44 438	1	
Poland	146 649	159		70 483	153 282	223 765	77 275	
Portugal	151 973	163		71 858	56 746	128 604		23 206
Qatar	22 702		14 559	24 366	25 990	50 356	13 095	
Republic of Korea (South)	604 881	621		274 592	329 685	604 277	17	
Romania	19 814	21		9 173	10 620	19 793		
Russian Federation	350 613	380		168 180	182 063	350 243	10	
Rwanda	313		130	287	156	443		
Saint Kitts and Nevis	313	138						175
Saint Lucia	462	533					71	
Saint Vincent and the Grenadines	313		1 511					1 824
Samoa	313		296		767	767	158	
San Marino	915	1		460		460		454
Sao Tome and Principe	313		304					617
Saudi Arabia	222 738	246		109 012	229 677	338 689	116 197	
Senegal	1 373		796					2 169
Serbia	6 012		5 056					11 068
Seychelles	609	306		906		906	603	
Sierra Leone	313		2 376					2 689
Singapore	112 100	134		118 193		118 193	6 227	
Slovakia	17 373	18		7 797	9 558	17 355		
Slovenia	27 129	12 565		12 442		12 442		2 122
Solomon Islands	313		815					1 128
South Africa	88 741	44 745		44 305		44 305	309	
Spain	836 434	871		385 285	382 355	767 640		67 923
Sri Lanka	5 032	2 038			3 562	3 562	568	
Sudan	2 743		8 403					11 146
Suriname	313		2 255	3 648	(1 080)	2 568		
Swaziland	609		321	627	611	1 238	308	
Sweden	315 412	345		152 585	151 400	303 985		11 082
Switzerland	367 904	389		183 010	184 515	367 525	10	
Syrian Arab Republic	8 250		20 846	5 805	13 500	19 305		9 791
Tajikistan	313	1 964		1 000	1 000	2 000	3 651	
Thailand	60 244		33 532	65 558	28 220	93 778	2	
The former Yugoslav Rep. of Macedonia	1 678		982	1 947	713	2 660	1	
Timor-Leste	156				156	156		
Togo	313		2 457					2 770
Tonga	313		155	302	312	614	146	
Trinidad and Tobago	7 467	8			7 459	7 459		
Tunisia	9 607	217		4 688	4 855	9 543	153	
Turkey	114 806			57 004	57 805	114 809	3	
Turkmenistan	1 676		1 454	1 454		1 454		1 676
Tuvalu	313		190					503
Uganda	1 374		2 171					3 545
Ukraine	12 803		3 035	8 985	6 853	15 838		
United Arab Emirates	81 828		64 956	100 967	45 799	146 766		18
United Kingdom	1 946 543	2 117		936 762	1 007 717	1 944 479	53	
United Republic of Tanzania	1 829		5 391		6 285	6 285		935
United States of America	6 708 840		125 250	3 382 447	3 337 817	6 720 264		113 826
Uruguay	11 451		49 410		17 679	17 679		43 182
Uzbekistan	3 359		47					3 406
Vanuatu	313	778					465	
Venezuela	56 545		16 016	42 219	30 342	72 561		
Viet Nam	6 859	7		3 211	3 641	6 852		
Yemen	1 981		8 464					10 445
Zambia	462	5 146					4 684	
Zimbabwe	2 287		2 265					4 552
Total	31 261 520	1 121 052	1 771 285	16 171 633	15 383 989	31 555 622	763 148	1 119 279

F. Schedule 1.2
Status of indicative contributions to the Kyoto Protocol for the biennium 2006–2007
(United States dollars)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31.12.2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
Afghanistan								
Albania	1 317	619			1 393	1 393	695	
Algeria	19 291		3 547					22 838
Angola	146				504	504	358	
Antigua and Barbuda	603	371		363	106	469	237	
Argentina	155 809	1 524			154 297	154 297	12	
Armenia	480	1		247	242	489	10	
Australia								
Austria	209 438	6 409		99 962	103 102	203 064	35	
Azerbaijan	1 201		327	944	584	1 528		
Bahamas	3 470		57					3 527
Bahrain	6 317			2 466		2 466		3 851
Bangladesh	2 139		653					2 792
Barbados	2 283		653	3 099		3 099	163	
Belarus	4 553		112	2 341	2 325	4 666	1	
Belgium	260 425		69 854	206 937	181 574	388 511	58 232	
Belize	240	124						116
Benin	364		28					392
Bhutan	240		17	141	209	350	93	
Bolivia	1 810		588					2 398
Bosnia & Herzegovina	321				321	321		
Botswana	3 114		784		3 898	3 898		
Brazil	290 028		99 521		389 582	389 582	33	
Brunei Darussalam								
Bulgaria	4 430			2 105	2 326	4 431	1	
Burkina Faso	480		75					555
Burundi	240		65					305
Cambodia	364	1			456	456	93	
Cameroon	2 036		523					2 559
Canada	694 295		14 882	363 220	347 559	710 779	1 602	
Cape Verde	194							194
Central African Republic								
Chad								
Chile	46 287		571	14 001	32 863	46 864	6	
China	564 405		134 155	388 361	310 302	698 663	103	
Colombia	31 366	243		18 951	26 052	45 003	13 880	
Comoros								
Congo	92							92
Cook Islands	240		65					305
Costa Rica	7 434		1 960					9 394
Cote d'Ivoire	377							377
Croatia	1 945							1 945
Cuba	11 604		2 810	8 471	5 943	14 414		
Cyprus	9 944		2 548	2 548	5 137	7 685		4 807
Czech Republic	55 359	22 661			66 030	66 030	33 332	
Democratic People's Rep. of Korea (North)	2 050		311	498		498		1 863
Democratic Rep. of Congo	720		112					832
Denmark	174 779	88 881		86 752		86 752	854	
Djibouti	240		65					305
Dominica	240		50					290
Dominican Republic	7 117		2 287					9 404
Ecuador	4 794	2 205			2 728	2 728	139	
Egypt	25 066		6 348		31 547	31 547	133	
El Salvador	5 047		1 438	2 724	2 335	5 059		1 426
Equatorial Guinea	480		131	379	268	647	36	
Eritrea	240		12					252
Estonia	3 347	1 486		1 450	2 309	3 759	1 898	
Ethiopia	843	479						364
European Community	455 074	228 622			226 372	226 372		80
Fiji	843		261		307	307		797
Finland	131 544		355	130 707	68 094	198 801	66 902	

Schedule 1.2 (continued)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31.12.2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
France	1 478 902	32 991		1 442 039		1 442 039		3 872
Gabon	739			1 696		1 696	957	
Gambia	240		65					305
Georgia	720	583		519		519	382	
Germany	2 069 066	79 137		993 492	1 001 375	1 994 867	4 938	
Ghana	960		261					1 221
Greece	134 910		34 633	35 596	135 213	170 809	1 266	
Grenada	240	48		124	68	192		
Guatemala	7 434		177	3 892	7 516	11 408	3 797	
Guinea	487		196					683
Guinea-Bissau	225							225
Guyana	240		17	487		487	230	
Haiti	603		56					659
Honduras	1 201		327		583	583		945
Hungary	44 013		333	15 936	15 218	31 154		13 192
Iceland	8 510	4 210			4 302	4 302	2	
India	104 429		27 511					131 940
Indonesia	36 299		8 837		64 234	64 234	19 098	
Iran, Islamic Republic of	40 367		1 466					41 833
Ireland	95 092	43 315		42 274	61 306	103 580	51 803	
Israel	106 483			57 829	48 654	106 483		
Italy	1 195 102	15 270		589 647	592 611	1 182 258	2 426	
Jamaica	2 153		270					2 423
Japan	3 952 404			2 012 225	1 940 821	3 953 046	642	
Jordan	2 757		234	1 596	1 395	2 991		0
Kazakhstan								
Kenya	2 277		392	1 464	1 184	2 648		21
Kiribati	240		65					305
Kuwait	41 216		6 553					47 769
Kyrgyzstan	240		65					305
Lao People's Democratic Republic	240		65		305	305		
Latvia	3 951	1 857		1 813	2 416	4 229	2 135	
Lebanon	3 472							3 472
Lesotho	240	333					93	
Liberia	240		65					305
Libyan Arab Jamahiriya	8 592							8 592
Liechtenstein	1 784	65		554	605	1 159		560
Lithuania	6 577	2 951		2 898	4 406	7 304	3 678	
Luxembourg	19 414	251		9 284	9 883	19 167	4	
Madagascar	603		196	509		509		290
Malawi	240		65					305
Malaysia	47 205	2 240		47 401	20 087	67 488	22 523	
Maldives	240	398	65				93	
Mali	364		131	585		585	90	
Malta	3 710	76		1 734	1 900	3 634		
Marshall Islands	240		65	48		48		257
Mauritania	240		16					256
Mauritius	2 640	1 362		1 328	1 255	2 583	1 305	
Mexico	495 592		51 325	285 292	226 643	511 935		34 982
Micronesia, (Federated States of)	240	230	65		92	92	17	
Moldova	240		17	141		141		116
Monaco	566				580	580	14	
Mongolia	240	305	65		92	92	92	
Montenegro	39				39	39		
Morocco	10 697		3 071		3 071	3 071		10 697
Mozambique	240		53	164		164		129
Myanmar	1 817		61					1 878
Namibia	1 440	70		673	697	1 370		
Nauru	240		65					305
Nepal	843		12					855
Netherlands	426 979	4 346		409 057		409 057		13 576
New Zealand	57 128	27 342			59 588	59 588	29 802	
Nicaragua	356		65					421
Niger	240		65					305
Nigeria	10 781		2 483	7 684		7 684		5 580
Niue	240		65					305
Norway	174 990	84 082		82 014		82 014		8 894

Schedule 1.2 (continued)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Indicative contributions 2006-2007	Contributions received in advance as at 1 Jan 2006	Indicative contributions outstanding from prior periods	Remittances received in 2006	Remittances received in 2007	Total remittances 2006/2007	Indicative contributions received in advance for 2008	Indicative contributions receivable as at 31.12.2007
	A	B	C	D	E	F=D+E	A+C-B-F	A+C-B-F
Oman	17 151	22		17 101	8 687	25 788	8 659	
Pakistan	13 668	65						13 603
Palau	240		17					257
Panama	5 027		1 242					6 269
Papua New Guinea	603		196					799
Paraguay	2 064		784					2 848
Peru	20 447		6 012					26 459
Philippines	20 817		6 208		15 321	15 321		11 704
Poland	115 314		30 124	143 135	61 732	204 867	59 429	
Portugal	119 458	58 201						61 257
Qatar	17 811	75		7 850	19 953	27 803	10 067	
Republic of Korea (South)	475 062		117 361	250 408	125 315	375 723		216 700
Romania	15 568		91	7 521	8 140	15 661	2	
Russian Federation	275 684			136 215	139 516	275 731	47	
Rwanda	240		65	189	116	305		
Saint Kitts and Nevis								
Saint Lucia	364		131	365	111	476		19
Saint Vincent and the Grenadines	240		56					296
Samoa	240		17		324	324	67	
San Marino								
Sao Tome and Principe								
Saudi Arabia	175 214	208		88 084	167 641	255 725	80 719	
Senegal	1 084		41					1 125
Serbia								
Seychelles	480	248		474		474	242	
Sierra Leone	102							102
Singapore	62 425			68 996		68 996	6 571	
Slovakia	13 641		493	6 808	7 328	14 136	2	
Slovenia	21 315	10 154		9 905		9 905		1 256
Solomon Islands	240		65					305
South Africa	69 850	36 159		35 268		35 268	1 577	
Spain	657 117	1 671		310 385	304 374	614 759		40 687
Sri Lanka	3 963	27			4 210	4 210	274	
Sudan	1 892		523					2 415
Suriname	117			1 000	(883)	117		
Swaziland	387				624	624	237	
Sweden	248 052	2 567		120 992	120 542	241 534		3 951
Switzerland	289 513	5 893		142 308	141 334	283 642	22	
Syrian Arab Republic	4 991							4 991
Tajikistan								
Thailand	47 478		13 657	39 538	21 604	61 142	7	
The Former Yugoslav Rep. of Macedonia	1 324		392	392	1 324	1 716		
Timor-Leste								
Togo	240		65					305
Tonga								
Trinidad and Tobago	5 864		1 438		6 062	6 062		1 240
Tunisia	7 564		2 091	6 054		6 054		3 601
Turkey								
Turkmenistan	1 317		327	337		337		1 307
Tuvalu	240		65					305
Uganda	1 090		392					1 482
Ukraine	10 061		2 548	7 351	5 258	12 609		
United Arab Emirates	64 222		11 700	40 800	35 134	75 934	12	
United Kingdom	1 530 661	9 633		758 716	762 569	1 521 285	257	
United Republic of Tanzania	1 440		392		1 107	1 107		725
United States of America								
Uruguay	9 070		3 137		12 208	12 208	1	
Uzbekistan	2 660		915		906	906		2 669
Vanuatu	240	256	65	142		142	93	
Venezuela	44 427		7 449	12 763	60 753	73 516	21 640	
Viet Nam	5 390	33		2 567	2 791	5 358	1	
Yemen	1 557		392					1 949
Zambia	179	272					93	
Zimbabwe								
Total	18 202 959	780 572	693 154	9 602 325	8 209 005	17 811 330	514 252	818 463

G. Schedule 2.1
Status of voluntary contributions for the biennium 2006–2007 as at 31 December 2007
(United States dollars)

Member States or Parties and the related Trust Funds	Voluntary contributions received in 2006-2007	Voluntary contributions received in 2004-2005**
I. Trust Fund for the Core Budget of the UNFCCC (FCA)		
Germany	1,938,665	1,951,082
Total Trust Fund for the core budget of the UNFCCC (FCA)	1,938,665	1,951,082
II. Trust Fund for Participation in the UNFCCC Process (FIA)		
Australia	287,315	47,774
Austria	62,284	
Belgium	28,774	
Canada		509,079
Denmark	205,123	100,000
European Community	412,525	207,523
Finland	255,003	130,942
France	243,977	224,973
Germany	280,000	266,700
Greece		10,000
Iceland	16,133	
Ireland	250,000	100,000
Italy		340,000
Japan		156,991
Luxembourg	19,937	
Netherlands	68,080	50,000
New Zealand	134,780	19,975
Norway	1,467,454	384,588
Spain	947,946	
Sweden	490,601	257,489
Switzerland	24,804	74,530
United Kingdom of Great Britain and Northern Ireland	200,364	377,665
United States of America	720,292	721,646
Total Trust Fund for Participation in the UNFCCC Process (FIA)	6,115,392	3,979,875
III. Trust Fund for Supplementary Activities (FRA)		
Australia	209,882	121,900
Austria	296,648	45,000
Belgium	224,094	116,170
Bulgaria	328	
Canada	2,607,772	1,278,540
Climate Technology Initiative	25,848	
Czech Republic	9,836	
Denmark	331,003	291,957
Deutsche Gesellschaft fuer Technische Zusammenarbeit	50,432	
Estonia	30,791	
European Community	2,162,830	1,286,333
Food and Agricultural Organisation of the United Nations	18,000	

Schedule 2.1 (continued)

Finland	261,324	97,296
France	609,576	1,020,277
Germany	2,630,519	807,713
Greece	23,461	
Hungary	19,078	
Iceland	10,974	
Ireland	232,359	228,857
Italy	620,000	216,938
Japan (APN)		20,000
Japan (CTI)		6,167
Japan	551,453	629,038
Latvia	10,504	
Liechtenstein	221	
Lithuania	1,062	
Luxembourg	118,432	20,320
Malta	5,000	
Monaco	133	
Netherlands	759,769	806,560
New Zealand	189,264	226,205
Norway	4,143,650	1,387,784
Poland	20,057	
Portugal	129,524	29,252
Romania	148,429	
Slovakia	6,253	
Slovenia	13,292	
South Africa	85,000	
Spain	4,500,476	318,701
Sweden	1,194,769	760,660
Switzerland	338,925	688,353
Turkey	5,000	
United Kingdom of Great Britain and Northern Ireland	1,567,844	1,096,676
United States of America	266,136	1,148,438
Total Trust Fund for Supplementary Activities (FRA)	24,429,948	12,649,135
IV. Trust Fund for Special Annual Contribution from Germany (FOA)		
Germany	4,579,621	4,438,395
Total Trust Fund for Special Annual Contribution from Germany (FOA)	4,579,621	4,438,395
TOTAL VOLUNTARY CONTRIBUTIONS	37,063,626	23,018,487

** The above table on voluntary contributions only show the absolute amounts received from Parties on a voluntary basis during the two biennia. The comparison of voluntary contributions on supplementary activities depends on the activities that were being funded and which change over time.

H. Schedule 2.2
Status of fees for Clean Development Mechanisms (CDM) and Joint Implementation (JI)
for the biennium 2006–2007 ending 31 December 2007
(United States dollars)

	Received in 2006-2007	Received in 2004-2005
Trust Fund for Supplementary Activities (FRA) - CDM & JI Fees		
CDM accreditation fees	329,766	172,339
CDM methodology fees	150,869	
CDM project registration fees	23,968,212	1,756,270
CDM share of proceeds	15,765,840	
JI accreditation fees	224,809	
JI determination fees	158,843	
Total CDM and JI Fees	40,598,339	1,928,609

IV. Notes to the financial statements

Note 1: The United Nations Framework Convention on Climate Change and its activities

The permanent secretariat of the United Nations Framework Convention on Climate Change (UNFCCC) was established on 1st January 1996 for the following purposes:

- (a) To make arrangements for sessions of the Conference of the Parties and its subsidiary bodies established under the Convention and the Kyoto Protocol and to provide them with services as required;
- (b) To compile and transmit reports submitted to it;
- (c) To facilitate assistance to the Parties, particularly developing country Parties, on request, in the compilation and communication of information required in accordance with the provisions of the Convention and the Kyoto Protocol;
- (d) To prepare reports on its activities and present them to the Conference of the Parties;
- (e) To ensure the necessary coordination with the secretariats of other relevant international bodies;
- (f) To enter, under the overall guidance of the Conference of the Parties, into such administrative and contractual arrangements as may be required for the effective discharge of its functions;
- (g) To perform other secretariat functions specified in the Convention and in any of its protocols, and
- (h) To undertake any other functions as may be determined by the Conference of the Parties.

Note 2: Summary of significant accounting and financial reporting policies

The following are the main accounting policies of the UNFCCC:

(a) Rules and procedures

The financial administration of the secretariat of the United Nations Framework Convention on Climate Change is governed by the financial procedures adopted by the COP under decision 15/CP.1 in 1995. In so far as not specifically provided under these procedures, the Financial Regulations and Rules of the United Nations and the United Nations System Accounting Standards, Revision VIII apply.

(b) Currency

All amounts are expressed in thousands of United States dollars (USD) unless otherwise indicated.

(c) Accounting convention

The accounts are prepared under the historical cost convention, modified to the extent that the cost of all fixed assets and property acquired is charged to income and expenditure statement as an expense in the year of purchase.

(d) Fund Accounting

The UNFCCC accounts are maintained on a "fund accounting" basis. Each fund is maintained as a distinct financial and accounting entity, with a separate self-balancing double-entry group of accounts. Separate funds for general or special purposes may be established by the Conference of the Parties.

(e) Accrued and contingent liabilities

Accrued and contingent liabilities include the after service health insurance (ASHI), end-of-service repatriation costs and accrued leave. They do not include possible costs to cover contingencies under appendix D to the United Nations staff rules.

(f) Income tax refund policy

The UNFCCC salaries are charged to the budget on a net basis during the year in which the services were rendered. Income tax refunds are charged to the year in which they are made to the staff member.

(g) Unliquidated obligations

Unliquidated obligations are expenditures based on firm obligations entered into, but not disbursed, in the financial period. Unliquidated obligations for the current period in respect of all UNFCCC activities remain valid for 12 months following the end of the period to which they relate.

(h) Cash and term deposits

Funds on deposit in interest bearing bank accounts, time deposits and call accounts are shown in the statements of assets and liabilities as cash and term deposits. All term deposits are placed in accordance with the United Nations investments policies and guidelines. All cash receipts are held and deposited by the United Nations Office at Geneva (UNOG). UNFCCC operates an imprest account in euro to cover certain expenditures in Bonn and to facilitate the daily subsistence allowance disbursements to funded participants in the Subsidiary Bodies sessions.

(i) Income recognition

i. Indicative contributions from Parties to the Convention.

Income from indicative contributions from Parties to the Convention is recognized on an accruals basis based on the budget approved by the Conference of the Parties.

ii. Voluntary contributions.

Voluntary contributions to UNFCCC trust funds are recognised as income when received.

iii. Interest Income

Interest income is based only on amounts received and accrued from cash and term deposits relating to the financial period.

iv. Miscellaneous income

Refunds of expenditures charged to prior financial periods and net gains on exchange if any are accounted for as miscellaneous income.

(j) Currency exchange

The financial statements of the UNFCCC are presented in United States dollars. As per United Nations System Accounting Standards, transactions in other currencies are recorded in United States dollars by applying the United Nations operational rate of exchange at the time of the transaction. Realized exchange gains and losses are accounted for under the income and expenditure statement of the appropriate budgetary account within the respective Trust Fund.

Aside from the US Dollar, the Euro is the other main operating currency of UNFCCC. Table 1 below provides the United Nations operational rate of exchange of one US dollar against the euro as at the end of each year during the last two biennia.

Table 1 – Exchange rate
(One United States dollar to the euro)

31 Dec 2004	31 Dec 2005	31 Dec 2006	31 Dec 2007
0.74	0.85	0.76	0.69

Note 3: Budget

Under the financial procedures adopted by the Conference of the Parties (COP), the Executive Secretary prepares the administrative core budget for the following biennium and submits it to the Conference of the Parties for its consideration and approval. The approved budget constitutes the authority to the Executive Secretary to incur obligations and make payments for the purposes for which the appropriations were approved and up to the amounts so approved, provided that commitments are covered by related income unless specifically authorised by the Conference of the Parties. For the biennium 2006–2007, the COP approved a core budget of USD 53.5 million. This amount includes overheads and adjustments to the working capital reserve. Parties make contributions to the core budget based on an adjusted United Nations scale of assessment. In addition, Parties are invited to make voluntary contributions to the trust funds for participation and supplementary activities based on the estimated requirements as taken note by the Parties at the COP.

Note 4: Income

Income from indicative contributions to the Convention and to the Kyoto Protocol is received from Parties for the support of the core budget in line with the approved core budget under decision by COP. The contributions from Parties are in accordance with an indicative scale based on the United Nations scale of assessment, and are used for the core activities of the secretariat. The income from contributions amounted to a total of USD 49.46 million during the biennium.

Income from voluntary contributions comprises funding donated by Parties in addition to their indicative contributions to the core budget to support mandated activities which are not covered under the core budget. This income includes fees paid by Parties to the Kyoto Protocol to support the functioning and operations of the ITL in addition to voluntary contributions made by Parties to support this activity. A total of USD 43.44 million was received during the biennium of which USD 6.37 million related to the special account for conferences and other recoverable costs. USD 37.06 million was received in respect of the trust funds and is analysed as indicated under statement I and detailed under schedule 2.1.

Income from the Clean Development Mechanism and Joint Implementation includes fee-based income to finance CDM activities made up of (1) accreditation fees from commercial bodies to become designated operational entities to validate CDM project activities; (2) registration fees charged for the formal acceptance by the CDM Executive Board of a validated project as a CDM project activity; (3) methodology fees for the proposal of a new methodology to the Executive Board for consideration and approval, and (4) share of proceeds, the administrative fee paid according to the size of the project. It also includes accreditation fees and fees for processing verification reports to cover administrative costs relating to the activities of the Joint Implementation Supervisory Committee (JISC). The total CDM fees amounted to USD 40.22 million and the income from Joint Implementation amounted to USD 380,000.

Other income including interest and miscellaneous income includes interest income received and receivable from fixed, term and bank deposits, refunds of expenditures charged to prior financial periods and net gains on exchange. Interest income amounted to USD 5.37 million during the biennium and other income amounted to USD 1.45 million.

Note 5: Expenditures

The total expenditure of USD 100.16 million in Statement I excludes programme support costs totalling USD 10.55 million, but includes unliquidated obligations during the period which increased from USD 2.15 million as at 31 December 2005 to USD 6.70 million as at 31 December 2007 in line with the increase in the operations.

Salary and personnel costs include salaries and common staff costs to staff members appointed to approved posts, salaries of short-term staff, temporary assistance and overtime. They also include fees and travel of external experts both individual and institutional, which are termed as consultants. Travel includes travel of staff on official mission and of participants. Contractual services include expenses for conference servicing, external printing and staff training. General operating expenses costs include communications expenses, hospitality, and rental and maintenance of premises. Acquisitions represent goods and supplies acquired by the secretariat. Contributions and grants are payments made to the United Nations common premises management and the annual contribution to the Intergovernmental Panel on Climate Change, as well as grants provided under the fellowship programme.

Note 6: Write-offs

Other than a small write off of USD 85 (Eighty five) in line with the United Nations resolution A/RES/61/237, paragraph 13 on the write-off for Serbia-Montenegro for 2005, there were no other write-offs recorded during the reporting period. Any losses arising from currency conversions were netted off against exchange rate gains and dealt with under the income and expenditure statement.

Note 7: Refunds to donors

Refunds to donors represents balances transferred back to donors in accordance with specific donor agreements. The bulk of the refunds to donors were under the special account for conference and other recoverable costs totalling USD 674,000 to the Government of Canada in relation to COP 11. The refund of USD 8,000 on the Trust Fund for the Special Annual Contribution by the Government of Germany represents the outstanding balance from the 2004-2005 biennium, which was paid in 2006.

Note 8: Cash and term deposits

Except for an imprest bank account in Bonn, Germany, all cash balances are administered and invested by the United Nations in an investment pool. As at 31 December 2007, the investment pool had an equivalent of USD 402.76 million comprised of EUR 22.37 million and USD 370.15 million. UNFCCC balance of USD 75.67 million represented 18.79% of the total investment pool. Table 2 below provides further analysis of the cash balances.

Table 2. Cash and term deposits
(Thousands of United States dollars)

	31 December 2007	31 December 2005
UNOG Investment Pool	75 674	27 723
Imprest Petty Cash (FIA)	146	
Imprest Cash account	71	59
Imprest - Participation account		91
Cheque from Mission Permanente du Canada	1 498	
Total cash and short term deposits	77 389	27 873

Note 9: Accounts receivable

Outstanding Contributions: Annex 1 to the financial statements provides a detailed aging analysis of the outstanding indicative contributions receivable from Member States both for the Convention and the Kyoto Protocol. Table 3 below provides a summary of the total outstanding contributions and proportions to the overall total.

Table 3. Aging analysis of outstanding contributions receivable
(Thousands of United States dollars)

	Aging Analysis of the outstanding Contributions Receivable						Total outstanding contributions receivable as at 31 December 2007
	Before 1 January 1998	1998/1999	2000/2001	2002/2003	2004/2005	2006/2007	
Indicative Contributions to the Convention	21	14	22	61	199	802	1 119
Indicative contributions to the Kyoto Protocol					57	762	819
Total outstanding contributions	21	14	22	61	256	1 564	1 938
Proportion to the total	1.1%	0.7%	1.1%	3.1%	13.2%	80.7%	100.0%

Other accounts receivable: Table 4 below provides details of other accounts receivable shown in Statement II. These are amounts that were owed to UNFCCC.

Table 4. Other accounts receivable
(Thousands of United States dollars)

	31 December 2007	31 December 2005
Advances to United Nations Volunteers	1,055	
Education grants advances	507	233
Travel advances	637	54
Salary advances	36	2
Value added tax	132	148
Accrued interest receivable		393
Other third party advances	488	
Others*	86	14
Subtotal	2 941	844
Project Clearing - Direct Cash Remittances	146	
Project clearing - cash remittance (UNFIP)	47	47
TOTAL	3 134	891

Note 10: Other accounts payable

Table 5 represents the detail of other accounts payable in Statement II.

Table 5. Other accounts payable
(Thousands of United States dollars)

	31 December 2007	31 December 2005
Accounts Payable (unpaid invoices)	1,408	227
Repatriation grant payable	20	35
Reserve for appendix D	348	226
Contribution overpayment		28
Other	56	160
TOTAL	1 832	676

Note 11: Operating and working capital reserve

Operating reserves are established at 15 per cent for the Trust Fund for Supplementary Activities and 10 per cent for the Trust Fund for Participation in the UNFCCC Process of the total annual expenditure under each of the voluntary trust funds, whereas an operating reserve for the Trust Fund for the special annual contribution from the Government of Germany is based on 15 per cent of the estimated amount of income received. The programme support account (Special account for UNFCCC programme support costs) is maintained at 20 per cent of annual programme support income earned. The working capital reserve is maintained at 8.3 per cent of the approved budget for 2006–2007 under the core budget (Trust Fund for the Core Budget of UNFCCC), representing one month approved expenditure. The reserves are to cover unforeseen shortfalls, uneven cash flows, and allow for contingencies.

Note 12: Programme support

The secretariat retains 13 per cent of the actual expenditures of all established UNFCCC Trust Funds with the exception of special accounts established for short-term activities, such as conferences, which are charged 5 per cent. UNFCCC however did not retain programme support costs under the Trust Fund for Technical Cooperation, following a bilateral agreement with UNFIP due to the limited involvement in the implementation, which was assigned to UNDP, UNCTAD and UNIDO. There were no movements on this trust fund during the biennium.

Note 13: Non-expendable assets inventory

Non-expendable assets are not depreciated. They are treated as expenditure in the period in which they are purchased and charged in full to the income and expenditure. However, an inventory system of all assets is maintained by the secretariat. In line with the United Nations administrative procedures, non-expendable assets are tracked on the basis of the original cost excluding VAT and maintenance charges. Table 6 below provides an analysis of the non-expendable assets.

Table 6. Inventory of non-expendable assets
(Net original cost or market value in United States dollars, excluding VAT)

	Balance as at 1 January 2006	Purchases during the biennium	Disposals during the period	Adjustments and coorections	Net Increase/ (Decrease)	Balance as at 31 December 2007
ICT Hardware and Software						
Hardware	3 597 314	562 233	(594 304)	(152 810)	(184 881)	3 412 433
Software	815 245	855 371			855 371	1 670 616
Total Information & Communication Technology	4 412 559	1 417 604	(594 304)	(152 810)	670 490	5 083 049
Other non-expendable assets						
Category A ^a	117 929	253 135	(7 686)		245 449	363 378
Category B ^b	27 675	82 493			82 493	110 168
Category C ^c	277 362	728 661			728 661	1 006 023
Total other non-expendable assets	422 966	1 064 289	(7 686)		1 056 603	1 479 569
TOTAL NON EXPENDABLE ASSETS	4 835 525	2 481 893	(601 990)	(152 810)	1 727 093	6 562 618

^a Property or equipment valued at USD 1,500 or more per unit at the time of purchase and having a service life of at least five years (e.g. kitchen equipment, major equipment and vehicles).

^b Special items, which are property items considered to be of an attractive nature and easily removable from the premises because of their size costing USD 500 or more per unit at the time of

^c Group inventory items (e.g. furniture and modular workstations) with a serviceable life of five years or more, irrespective of value

The net adjustments and corrections above relate to some discrepancy in the calculation of value of ICT (Information Communications Technology) equipment during the period 1997 to 2006. This adjustment will rectify the situation for an accurate reflection of ICT related assets in this biennium and future financial periods. A significant inventory of unusable ICT hardware is in storage and has been earmarked for disposal during the next financial period.

Note 14: End-of-service and post retirement benefits

- (a) Upon end of service, eligible staff members are entitled to after service health insurance (ASHI) coverage and to be paid for any unused leave days up to a maximum of 60 days and repatriation benefits based on the number of years of service. Effective for the 2006–2007 biennium, all these three types of liabilities are recognised in the financial statements. The liabilities as of 31 December 2005 have been recorded through an adjustment to reserves and fund balances as shown in Statement I. Previously, these liabilities were disclosed in the notes to the financial statements.

In order to gain a better understanding of the financial dimensions of liabilities for ASHI which is a defined benefit plan, United Nations Headquarters engaged the services of a consulting actuary to carry out an actuarial valuation of ASHI benefits. The major assumption used by the actuary were a discounted rate of 5.5 per cent; health care escalation rates of 9.5 per cent in 2008, grading down to 5.0 per cent in 2015 and later years for United States medical plans, and 5.7 per cent in 2008 grading down to 4.5 per cent in 2012 and later years for medical plans outside of the United States; and retirement, withdrawal and mortality assumptions consistent with those used by the United Nations Joint Staff Pension Fund in making its own actuarial valuation. On the basis of these assumptions, it is estimated that UNFCCC's liability as at 31 December 2007 for ASHI benefits on a prorate basis is as follows:

Table 7A. After Service Health Insurance (ASHI) liabilities
(Thousands of United States dollars)

	Trust Fund for the Core Budget of UNFCCC (FCA)		Trust Fund for supplementary activities (FRA)		Trust Fund for the annual contribution from the Government of Germany (FQA)		Special Account for UNFCCC Programme Support Costs (ZRB)		Total	
	Present value of future benefits	Accrued liability	Present value of future benefits	Accrued liability	Present value of future benefits	Accrued liability	Present value of future benefits	Accrued liability	Present value of future benefits	Accrued liability
Gross liability	20 260	8 989	13 071	5 799	1 307	580	7 189	3 189	41 827	18 557
Offset from retiree contributions	5 065	2 248	3 268	1 450	327	145	1 797	797	10 457	4 640
Net liability	15 195	6 741	9 803	4 349	980	435	5 392	2 392	31 370	13 917
	49%		31%		3%		17%		100%	
Number of staff members	124		80		8		44		256	

The breakdown of the liabilities in table 7A is only indicative as it does not take account of the age of the staff members or other factors such as individual contributions. The number of staff members of 80 under the Trust Fund for Supplementary Activities includes CDM, JI and ITL staff.

- (b) The present value of future benefits figures shown were the discounted value of all benefits, less retiree contributions, to be paid in the future to all current retirees and active employees expected to retire in the future. The accrued liability represented that portion of the present value of benefits that had accrued from the employees' date of hire until the valuation date. The active employee's benefit was fully accrued when that employee had reached the date of full eligibility for benefits. Thus, for retirees and active employees who were eligible to retire with benefits, the present value of future benefits and the accrued liability were equal.

Staff members who separate from the organization are entitled to be paid for any unused annual leave that they may have accumulated up to a maximum of 60 working days. The calculation is based on the accumulated leave of staff members as at 31 December 2007. The organization's total liability for such unpaid accumulated annual leave computation as of 31 December 2007 was estimated at USD 2.39 million.

All staff members with international status are entitled to repatriation grants upon their separation from the organization based on the number of years of service outside the home country. The estimated cost is calculated based on the standard net staff costs and the length of service of the staff member entitled to repatriation grants as per annex IV of the United Nations staff regulations and rules. The organization's total liability for such unpaid repatriation entitlement as of 31 December 2007 is estimated at USD 1.81 million.

In summary, the total liabilities for end-of-service and post retirement are as follows:

Table 7B. End-of-service and post retirement benefits
(Thousands of United States dollars)

	31 December 2007	31 December 2005
End-of-service health insurance (ASHI)	13,917	9 990
Accrued accumulated annual leave	2,391	1 112
Accrued Repatriation benefits	1,809	1 197
Total	18,117	12,299

Note 15: Participation in the United Nations Joint Staff Pension Fund

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

At the time of the report the United Nations General Assembly has not invoked this provision.

Note 16: Other donations in kind

During the 2006–2007 biennium, two companies donated non-expendable assets to the secretariat, a Toyota Prius from Toyota Deutschland GmbH estimated at a value of EUR 30,000 donated pro bono for use by the secretariat for 3 years after which the vehicle will be returned. Toyota retains the legal ownership of the vehicle, and is therefore not included on the UNFCCC fixed assets inventory. 3 mobile phones valued at approximately EUR 138 each were also donated by T-Systems. There were no other donations in kind during the period.

Note 17: Special Account for Conference and other recoverable costs

The Special Account for Conference and other Recoverable Costs has in the past been closed against the Trust Fund for the Core Budget of the UNFCCC in accordance with the practice of the United Nations. Beginning in 2006/2007 and the comparatives for 2004/2005, disclosure of the income and expenditure, and assets and liabilities and fund balances for this special account have been made in order to provide full information on the operations of this account during the biennium. Since this special account is set up on the basis of no cost to UNFCCC, Tables 8A & 8B below are provided in addition to the information contained in Statements I to III for the 2006–2007 biennium as at 31 December 2007.

Table 8A	COP 12 (Nairobi, Kenya - 2006)		COP 13 (Bali, Indonesia - 2007)	
Income received in support of Conference of the Parties (Thousands of United States dollars)	Republic of Kenya	1,000		
	European Commission	1,232	Republic of Indonesia	2,886
	France	304	Japan	40
	Germany	636		
	Denmark	170		
	Spain	106		
		Total COP 12 income	3,448	Total COP 13 income

Table 8B. Analysis of expenditure under this special account
(Thousands of United States dollars)

Thirteenth session of conference of the Parties - Bali, Indonesia (COP 13)

Income received from the Government of Indonesia and donor Parties	2 926
Expenditures	
Travel of staff members to service COP 13	1 960
Travel of staff members on preparatory missions	192
General Temporary Assistance - Salaries	68
Shipment of conference equipment and documentation to Bali and back	207
Total expenditure^a	2 427
Balance as at 31 December 2007	499

^aIncludes unliquidated obligations amounting to USD 1.24 million

Twelfth session of Conference of the Parties - Nairobi, Kenya (COP 12)

Income received from the Government of Kenya and donor Parties	3 448
Expenditures	
Travel of staff members to service COP 12	1 184
Travel of staff members on preparatory missions	84
Rental and installation of IT equipment in Nairobi	321
Rental and installation of conference servicing equipment	210
Maintenance of other Furniture and Equipment	1
Shipment of conference equipment and documentation to Nairobi and back	101
Bank charges	
Other Miscellaneous Services	668
Total expenditure	2 569
Balance as at 31 December 2007	879

Secretariat office moves between locations

Balance b/fwd as at 1 January 2006**	130
Expenditures	
Other Personal Services - Individual Service Contr.	35
Minor Alterations to Premises	11
Miscellaneous Maintenance Services	36
Total expenditure	82
Balance as at 31 December 2007	48

**Total income 2004/2005 - USD 140,936 less expenditure of USD 11,131 = USD 129,806

Note 18: Analysis of Statement of Income and Expenditure of the Trust Fund for Supplementary Activities

Table 9 below provides a breakdown of the income and expenditure and the changes in reserves of the CDM, ITL and other activities which were included in the Trust Fund for supplementary activities during the reporting period. The total column matches to Statement I.

Table 9
Statement of income and expenditure and changes in reserves and fund balances of the Trust Fund for Supplementary Activities for the biennium 2006–2007 as at 31 December 2007
 (Thousands of United States dollars)

	International Transaction Log (ITL) activities (FRA-V036)	Clean Development Mechanism (CDM) activities (FRA-V003)	Other Supplementary activities (FRA-Other)	Trust Fund for Supplementary activities (FRA)
<u>INCOME:</u>				
Indicative Contributions				
Voluntary Contributions	2 092	9 218	13 120	24 430
Programme Support Cost Income	-	-	-	-
Other Income	-	-	-	-
Clean Development Mechanisms & Joint Implementation fees	-	40 598	-	40 598
Interest income	-	-	3 217	3 217
Other miscellaneous income	-	-	578	578
TOTAL INCOME	2 092	49 816	16 915	68 823
<u>EXPENDITURE:</u>				
Staff and other personnel costs	402	7 154	1 170	8 726
Consultants	105	674	1 332	2 111
Experts	-	3 497	534	4 031
Travel	58	1 647	3 557	5 262
Contractual services	3 823	-	369	4 192
Operating expenses	11	499	1 227	1 737
Acquisitions	-	116	70	186
Fellowships grants and other	-	-	-	-
Total direct expenditure	4 399	13 587	8 259	26 245
Programme support costs	572	1 766	1 067	3 405
TOTAL EXPENDITURE	4 971	15 353	9 326	29 650
Prior period adjustments				
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE	(2 879)	34 463	7 589	39 173
<u>RESERVES AND FUND BALANCES</u>				
Reserves and Fund balances as at 1 January 2006	2 459	5 374	5 345	13 178
Refund to donors	-	-	-	-
Savings on prior period obligations	-	58	82	140
Net excess (shortfall) of income over expenditure	-	-	-	-
RESERVES AND FUND BALANCES AS AT 31 DECEMBER 2007	(420)	39 895	13 016	52 491

Note 19: Analysis of Assets, Liabilities and Reserves of the Trust Fund for Supplementary Activities

Table 10 below provides a breakdown of the assets, liabilities, reserves and fund balances of the CDM, ITL and other activities, which were included in the Trust Fund for Supplementary Activities during the reporting period. The total column matches to Statement II.

Table 10
Statement of Assets, liabilities, reserves and fund balances of the Trust Fund for Supplementary Activities for the biennium 2006–2007 as at 31 December 2007

(Thousands of United States dollars)

	International Transaction Log (ITL) activities (FRA-V036)	Clean Development Mechanism (CDM) activities (FRA-V003)	Other Supplementary activities (FRA-Other)	Trust Fund for Supplementary Activities (FRA)
ASSETS				
Cash and term deposits	1 617	40 555	13 872	56 044
Accounts receivable:				-
Indicative contributions receivable from Member States	-	-	-	-
Inter-fund balances receivable	-	-	-	-
UNDP Service Clearing Account	-	-	146	146
Other accounts receivable	-	15	638	653
Deferred charges	-	-	133	133
Operating funds provided to executing agencies	-	-	-	-
TOTAL ASSETS	1 617	40 570	14 789	56 976
LIABILITIES				
Contributions/Payments received in advance	658	-	-	658
Unliquidated obligations	1 379	668	730	2 777
Accounts payable				-
Inter-fund balances payable	-	-	519	519
Other accounts payable	-	7	524	531
				-
TOTAL LIABILITIES	2 037	675	1 773	4 485
RESERVES AND FUND BALANCES				
Operating reserve	357	1 492	741	2 590
Working Capital Reserve	-	-	-	-
Reserve for allocations	-	-	-	-
Cumulative surplus (deficit)	(777)	38 403	12 275	49 901
TOTAL RESERVES AND FUND BALANCES	(420)	39 895	13 016	52 491
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	1 617	40 570	14 789	56 976

Table 11 below provides a breakdown of the contributions for ITL received in advance.

Table 11. Contributions for ITL received in advance

(Thousands of United States dollars)

Name of Party	Advance for 2008
Bulgaria	2
Estonia	1
Finland	45
Ireland	35
Latvia	1
Netherlands	148
New Zealand	43
Norway	103
Poland	40
Slovakia	5
Spain	235
Total	658

**Annex 1 – Aging analysis of indicative contributions to the Convention
as at 31 December 2007**
(United States dollars)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Aging Analysis of the outstanding Contributions Receivable						Total outstanding contributions receivable as at 31 December 2007
	Before 1 January 1998	1998/1999	2000/2001	2002/2003	2004/2005	2006/2007	
Afghanistan				131	647	462	1 240
Algeria						1 364	1 364
Bahamas					146	4 419	4 565
Bahrain					3 320	9 603	12 923
Bangladesh	1 365	1 883	2 188	2 571	3 237	3 049	14 293
Belize						44	44
Benin				173	647	462	1 282
Bolivia						25	25
Brunei Darussalam						657	657
Burkina Faso			108	515	647	609	1 879
Burundi	563	196	218	265	332	313	1 887
Cameroon	1 365	2 532	2 403	2 313	2 588	2 591	13 792
Cape Verde	1 365	296	327	265	332	313	2 898
Central African Republic					50	313	363
Chad	1 365	196	218	265	332	313	2 689
Comoros	1 365	196	218	265	332	313	2 689
Congo	728	565	435	265	332	313	2 638
Cook Islands					140	313	453
Costa Rica					455	9 452	9 907
Cyprus					3 308	12 651	15 959
Democratic People's Rep. of Korea (North)						2 226	2 226
Democratic Rep.of Congo			451	1 028	970	915	3 364
Denmark						3 173	3 173
Djibouti					331	313	644
Dominica	1 365	196	218	265	332	313	2 689
Dominican Republic			20	5 913	11 326	9 004	26 263
Ethiopia						471	471
European Community						80	80
Gambia					15	313	328
Georgia					476	915	1 391
Ghana					1 022	1 220	2 242
Guinea	1 365	565	656	771	970	616	4 943
Guinea-Bissau	1 313	196	218	265	332	313	2 637
Haiti						762	762
Honduras	578	649	877	1 155	1 618	1 525	6 402
Hungary						17 899	17 899
India						132 698	132 698
Iran, Islamic Republic of					50 803	51 366	102 169
Italy						29 347	29 347
Jamaica						1 591	1 591
Kiribati				120	332	313	765
Kuwait						27 611	27 611
Kyrgyzstan			381	265	332	313	1 291
Lebanon						8 429	8 429
Liberia				120	332	313	765
Libyan Arab Jamahiriya			4 992	17 225	42 713	29 633	94 563
Liechtenstein						758	758
Madagascar						303	303
Malawi						313	313
Marshall Islands					165	313	478
Mauritania	930	196	218	265	332	313	2 254
Mexico						56 708	56 708

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Aging Analysis of the outstanding Contributions Receivable						Total outstanding contributions receivable as at 31 December 2007
	Before 1 January 1998	1998/1999	2000/2001	2002/2003	2004/2005	2006/2007	
Moldova						156	156
Montenegro						149	149
Morocco						6 372	6 372
Mozambique						156	156
Myanmar				192	3 237	2 291	5 720
Nauru		196	218	265	332	313	1 324
Nepal			298	1 028	1 295	1 068	3 689
Netherlands						27 737	27 737
Nicaragua						232	232
Niger				127	332	313	772
Nigeria						7 282	7 282
Niue					44	313	357
Norway						15 616	15 616
Oman							
Pakistan					12 164	17 379	29 543
Panama						3 489	3 489
Papua New Guinea						762	762
Paraguay	1 365	2 636	3 284	4 113	3 883	2 598	17 879
Peru					14 759	25 931	40 690
Portugal						23 206	23 206
Saint Kitts and Nevis						175	175
Saint Vincent and the Grenadines	500	196	218	265	332	313	1 824
San Marino						454	454
Sao Tome and Principe					304	313	617
Senegal					796	1 373	2 169
Serbia					5 056	6 012	11 068
Sierra Leone	1 365	196	218	265	332	313	2 689
Slovenia						2 122	2 122
Solomon Islands			218	265	332	313	1 128
Spain						67 923	67 923
Sudan	1 365	1 486	1 421	1 543	2 588	2 743	11 146
Sweden						11 082	11 082
Syrian Arab Republic					1 541	8 250	9 791
Togo	1 365	277	218	265	332	313	2 770
Turkmenistan						1 676	1 676
Tuvalu					190	313	503
Uganda				229	1 942	1 374	3 545
United Arab Emirates						18	18
United Republic of Tanzania						935	935
United States of America						113 826	113 826
Uruguay				16 199	15 532	11 451	43 182
Uzbekistan					47	3 359	3 406
Yemen	1 109	1 883	1 857	1 673	1 942	1 981	10 445
Zimbabwe					2 265	2 287	4 552
Total	20 736	14 536	22 095	60 848	198 823	802 241	1 119 279
	1.9%	1.3%	2.0%	5.4%	17.8%	71.7%	100.00%

**Annex 2 – Aging analysis of indicative contributions to the Kyoto Protocol
as at 31 December 2007**
(United States dollars)

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Analysis of the outstanding Contributions Receivable		Total outstanding contributions receivable as at 31 December 2007
	2004/2005	2006/2007	
Algeria	3 547	19 291	22 838
Bahamas	57	3 470	3 527
Bahrain		3 851	3 851
Bangladesh	653	2 139	2 792
Belize		116	116
Benin	28	364	392
Bolivia	588	1 810	2 398
Burkina Faso	75	480	555
Burundi	65	240	305
Cameroon	523	2 036	2 559
Cape Verde		194	194
Congo		92	92
Cook Islands	65	240	305
Costa Rica	1 960	7 434	9 394
Cote d'Ivoire		377	377
Croatia		1 945	1 945
Cyprus		4 807	4 807
Democratic People's Rep. of Korea (North)		1 863	1 863
Democratic Rep. of Congo	112	720	832
Djibouti	65	240	305
Dominica	50	240	290
Dominican Republic	2 287	7 117	9 404
El Salvador		1 426	1 426
Eritrea	12	240	252
Ethiopia		364	364
European Community		80	80
Fiji		797	797
France		3 872	3 872
Gambia	65	240	305
Ghana	261	960	1 221
Guinea	196	487	683
Guinea-Bissau		225	225
Haiti	56	603	659
Honduras		945	945
Hungary		13 192	13 192
India	27 511	104 429	131 940
Iran, Islamic Republic of	1 466	40 367	41 833
Jamaica	270	2 153	2 423
Kenya		21	21
Kiribati	65	240	305
Kuwait	6 553	41 216	47 769
Kyrgyzstan	65	240	305
Lebanon		3 472	3 472
Liberia	65	240	305
Libyan Arab Jamahiriya		8 592	8 592
Liechtenstein		560	560
Madagascar		290	290
Malawi	65	240	305

Trust Fund for the Core Budget of the UNFCCC (FCA) Member States	Analysis of the outstanding Contributions Receivable		Total outstanding contributions receivables as at 31 December 2007
	2004/2005	2006/2007	
Marshall Islands	17	240	257
Mauritania	16	240	256
Mexico		34 982	34 982
Moldova		116	116
Morocco		10 697	10 697
Mozambique		129	129
Myanmar	61	1 817	1 878
Nauru	65	240	305
Nepal	12	843	855
Netherlands		13 576	13 576
Nicaragua	65	356	421
Niger	65	240	305
Nigeria		5 580	5 580
Niue	65	240	305
Norway		8 894	8 894
Pakistan		13 603	13 603
Palau	17	240	257
Panama	1 242	5 027	6 269
Papua New Guinea	196	603	799
Paraguay	784	2 064	2 848
Peru	6 012	20 447	26 459
Philippines		11 704	11 704
Portugal		61 257	61 257
Republic of Korea (South)		216 700	216 700
Saint Lucia		19	19
Saint Vincent and the Grenadines	56	240	296
Senegal	41	1 084	1 125
Sierra Leone		102	102
Slovenia		1 256	1 256
Solomon Islands	65	240	305
Spain		40 687	40 687
Sudan	523	1 892	2 415
Sweden		3 951	3 951
Syrian Arab Republic		4 991	4 991
Togo	65	240	305
Trinidad and Tobago		1 240	1 240
Tunisia		3 601	3 601
Turkmenistan		1 307	1 307
Tuvalu	65	240	305
Uganda	392	1 090	1 482
United Republic of Tanzania		725	725
Uzbekistan	9	2 660	2 669
Yemen	392	1 557	1 949
Total	56 950	761 513	818 463
	7.0%	93.0%	100.0%

Financial Statements for the Biennium 2006–2007

Annex 3A. Statement I comparatives by fund or special account

Statement of income and expenditure and changes in reserves and fund balances for the biennium 2006–2007 as at 31 December 2007

(Thousands of United States dollars)

	Notes	Trust Fund for core Budget of the UNFCCC (FCA)		Trust Fund for Participation in the UNFCCC Process (FIA)		Trust Fund for Supplementary Activities (FRA)		Trust Fund for Annual Contribution from the Government of Germany (FQA)		Trust Fund for UNFCCC Technical Cooperation (FUA)		Special Account for UNFCCC Programme Support Costs (ZRB)		Special Account for Conference and other recoverable costs (ZGA)		Total excluding end of service & post retirement benefits	
		2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005
INCOME:	2(i)																
Indicative Contributions	4	49 464	37 240													49 464	37 240
Voluntary Contributions	4	1 939	1 951	6 115	3 980	24 430	14 578	4 580	4 438					6 374	3 324	43 438	28 271
Programme Support Cost Income	12											10 547	6 611			**	**
Other Income																0	0
Clean Development Mechanisms & Joint Implementation fees	4					40 598										40 598	0
Interest income	4	1 308	386	233	53	3 217	430	84	34		23	394	116	137	34	5 373	1 076
Other/ miscellaneous income	4	371	67	51		578	0	21	11		4	150		21		1 192	82
TOTAL INCOME		53 082	39 644	6 399	4 033	68 823	15 008	4 685	4 483	0	27	11 091	6 727	6 532	3 358	140 065	66 669
EXPENDITURE:	5																
Staff and other personnel costs		31 228	22 994			8 727	2 796	1 227	1 152		100	6 988	5 319	102	83	48 272	32 444
Consultants		3 290	1 835			2 110	1 751	10	2							5 410	3 588
Experts		1 900	1 506			4 031	1 270		34							5 931	2 810
Travel		2 419	1 148	4 144	3 019	5 262	1 727	56	223		3	29	31	3 424	2 196	15 334	8 347
Contractual services		1 418	988			4 192	36	19	8			31	70			5 660	1 102
Operating expenses		2 058	1 552	3	30	1 737	355	2 435	2 111		35		31	1 557	254	7 790	4 368
Acquisitions		1 774	540			186	47	370	435							2 330	1 022
Fellowships grants and other		2 598	2 367	0	0	0	33				49	770	694			3 368	3 143
Total direct expenditure		46 685	32 930	4 147	3 049	26 245	8 015	4 117	3 965	0	187	7 818	6 145	5 083	2 533	94 095	56 824
Programme support costs	12	6 068	4 263	539	392	3 405	1 038	535	515					408		**	**
TOTAL EXPENDITURE		52 753	37 193	4 686	3 441	29 650	9 053	4 652	4 480	0	187	7 818	6 145	5 083	2 941	94 095	56 824
Prior period adjustments			(10)													0	(10)
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE		329	2 441	1 713	592	39 173	5 955	33	3	0	(160)	3 273	582	1 449	418	45 970	9 835
RESERVES AND FUND BALANCES																	
Reserves and Fund balances as at 1 January 2006		8 929	6 226	1 097	346	13 178	7 118	308	801	75	235	2 279	1 681	832	567	26 698	16 974
Refund to donors	7							(8)	(501)					(674)	(152)	(682)	(653)
Savings on prior period obligations		153	262	203	159	140	105	13	5		8	16				517	547
Net excess (shortfall) of income over expenditure		329	2 441	1 713	592	39 173	5 955	33	3	0	(160)	3 273	582	1 449	418	45 970	9 835
RESERVES AND FUND BALANCES AS AT 31 DECEMBER 2007		9 411	8 929	3 013	1 097	52 491	13 178	346	308	75	75	5 560	2 279	1 607	833	72 503	26 703

** Programme Support Costs income has been netted off with the equivalent expenditure. It totalled USD 10.548 million for 2006-2007 and USD 6.611 million for 2004-2005. Note that these figures are not shown under the totals column to avoid double counting since they are internal cross charges between the trust funds and other special accounts, and the special account for programme support costs.

Annex 3A (continued). Statement I comparatives by fund or special account
Statement of income and expenditure and changes in reserves and fund balances for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Notes	Total excluding end-of-service and post retirement benefits		End-of-service and Post Retirement Benefits***		Total	
		2006/2007	2004/2005	2006/ 2007	2004/ 2005	2006/ 2007	2004/ 2005
<u>INCOME:</u>	2(i)						
Indicative Contributions	4	49 464	37 240			49 464	37 240
Voluntary Contributions	4	43 438	28 271			43 438	28 271
Programme Support Cost Income	12	**	**			**	**
Other Income		0	0			0	0
Clean Development Mechanisms & Joint Implementation fees	4	40 598	0			40 598	0
Interest income	4	5 373	1 076			5 373	1 076
Other miscellaneous income	4	1 192	82	254	***	1 446	82
TOTAL INCOME		140 065	66 669	254	***	140 319	66 669
<u>EXPENDITURE:</u>	5						
Staff and other personnel costs		48 272	32 444			48 272	32 444
Consultants		5 410	3 588			5 410	3 588
Experts		5 931	2 810			5 931	2 810
Travel		15 334	8 347			15 334	8 347
Contractual services		5 660	1 102			5 660	1 102
Operating expenses		7 790	4 368	4 181	***	11 971	4 368
Acquisitions		2 330	1 022			2 330	1 022
Fellowships grants and other		3 368	3 143	1 891	***	5 259	3 143
Total direct expenditure		94 095	56 824	6 072	***	100 167	56 824
Programme support costs	12	**	**			**	**
TOTAL EXPENDITURE		94 095	56 824	6 072	***	100 167	56 824
Prior period adjustments		0	(10)			0	(10)
NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE		45 970	9 835	(5 818)	***	40 152	9 835
<u>RESERVES AND FUND BALANCES</u>							
Reserves and Fund balances as at 1 January 2006		26 698	16 974	(12 299)	***	14 399	16 974
Refund to donors	7	(682)	(653)			(682)	(653)
Savings on prior period obligations		517	547			517	547
Net excess (shortfall) of income over expenditure		45 970	9 835	(5 818)	***	40 152	9 835
RESERVES AND FUND BALANCES AS AT 31 DECEMBER 2007		72 503	26 703	(18 117)	(12 299)	54 386	26 703

** Programme Support Costs are not shown under the totals column to avoid double counting.

*** Comparatives for 2004-2005 not available

Annex 3B. Statement II comparatives by fund or special account
Statement of Assets, liabilities, reserves and fund balances for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Notes	Trust Fund for core Budget of the UNFCCC (FCA)		Trust Fund for Participation in the UNFCCC Process (FIA)		Trust Fund for Supplementary Activities (FRA)		Trust Fund for Annual Contribution from the Government of Germany (FQA)		Trust Fund for UNFCCC Technical Cooperation (FUA)		Special Account for UNFCCC Programme Support Costs (ZRB)		Special Account for Conference and other recoverable costs (ZGA)		Total excluding end of service & post retirement benefits	
		2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005
ASSETS																	
Cash and term deposits	8	9 771	9 174	3 100	1 371	56 044	13 400	382	393			5 508	2 238	2 584	1 297	77 389	27 873
Accounts receivable:																	
Indicative contributions receivable from Member States	9	1 938	2 464													1 938	2 464
Inter-fund balances receivable		108		436				9		0	0	14				567	0
UNDP Service Clearing Account						146										146	0
Other accounts receivable	9	1 685	471	41	24	653	205	3	35			34	57	525	52	2 941	844
Deferred charges		292	152			133	22			47	47	23	12			495	244
Operating funds provided to executing agencies										28	28					28	28
TOTAL ASSETS		13 794	12 261	3 577	1 395	56 976	13 627	394	439	75	75	5 579	2 307	3 109	1 349	83 504	31 453
LIABILITIES																	
Contributions/Payments received in advance		1 277	1 902			658										1 935	1 902
Unliquidated obligations		2 311	958	344	286	2 777	413	21	128			7	15	1 238	350	6 698	2 150
Accounts payable																	
Inter-fund balances payable			4		2	519	17		1				2	17	1	536	27
Other accounts payable	10	795	469	220	10	531	20	27	2			12	10	247	165	1 832	676
TOTAL LIABILITIES		4 383	3 332	564	297	4 485	450	48	130	0	0	19	28	1 502	517	11 001	4 754
RESERVES AND FUND BALANCES																	
Operating reserve	11			275	117	2 590	405	300	300			1 236	548			4 401	1 370
Working Capital Reserve	11	2 210	1 864													2 210	1 864
Reserve for allocations										28						28	0
Cumulative surplus (deficit)		7 201	7 065	2 738	981	49 901	12 772	46	8	47	75	4 324	1 732	1 607	832	65 864	23 465
TOTAL RESERVES AND FUND BALANCES		9 411	8 929	3 013	1 097	52 491	13 177	346	308	75	75	5 560	2 280	1 607	832	72 503	26 698
TOTAL LIABILITIES, RESERVES AND FUND BALANCES		13 794	12 261	3 577	1 395	56 976	13 627	394	439	75	75	5 579	2 307	3 109	1 349	83 504	31 453

Annex 3B (continued). Statement II comparatives by fund or special account
Statement of Assets, liabilities, reserves and fund balances for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Notes	Total excluding end-of-service and post retirement benefits		End-of-service and Post Retirement Benefits		Total	
		2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005
ASSETS							
Cash and term deposits	8	77 389	27 872			77 389	27 872
Accounts receivable:		0	0			0	0
Indicative contributions receivable from Member States	9	1 938	2 464			1 938	2 464
Inter-fund balances receivable		567	0			567	0
UNDP Service Clearing Account		146	0			146	0
Other accounts receivable	9	2 941	845			2 941	845
Deferred charges		495	244			495	244
Operating funds provided to executing agencies		28	28			28	28
TOTAL ASSETS		83 504	31 453	0	0	83 504	31 453
LIABILITIES							
Contributions/Payments received in advance		1 935	1 902			1 935	1 902
Unliquidated obligations		6 698	2 150			6 698	2 150
Accounts payable		0	0			0	0
Inter-fund balances payable		536	27			536	27
Other accounts payable	10	1 832	676			1 832	676
End-of-service and post retirement liabilities				18 117	12 299	18 117	12 299
TOTAL LIABILITIES		11 001	4 755	18 117	12 299	29 118	17 054
RESERVES AND FUND BALANCES							
Operating reserve	11	4 401	1 370			4 401	1 370
Working Capital Reserve	11	2 210	1 863			2 210	1 863
Reserve for allocations		28	0			28	0
Cumulative surplus (deficit)		65 864	23 465			65 864	23 465
Cumulative (deficit) - end of service and post retirement benefits				(18 117)	(12 299)	(18 117)	(12 299)
TOTAL RESERVES AND FUND BALANCES		72 503	26 698	(18 117)	(12 299)	54 386	14 399
TOTAL LIABILITIES, RESERVES AND FUND BALANCES		83 504	31 453	0	0	83 504	31 453

Annex 3C. Statement III comparatives by fund or special account
Statement of cash flow for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Trust Fund for core Budget of the UNFCCC (FCA)		Trust Fund for Participation in the UNFCCC Process (FLA)		Trust Fund for Supplementary Activities (FRA)		Trust Fund for Annual Contribution from the Government of Germany (FQA)		Trust Fund for UNFCCC Technical Cooperation (FUA)		Special Account for UNFCCC Programme Support Costs (ZRB)		Special Account for Conference and other recoverable costs (ZGA)		Total excluding end of service & post retirement benefits	
	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>																
Net excess (shortfall) of income over expenditures	329	2 441	1 713	592	39 173	5 956	33	3	0	(160)	3 272	582	1,449	418	45 969	9 832
(Increase) decrease in contributions receivable	527	(616)		0		0	0	0	0	0	0	0	0		527	(616)
(Increase) decrease in other accounts receivable	(1 215)	(230)	(17)	(21)	(594)	(149)	32	(28)	0	(28)	23	(42)	(472)	486	(2 243)	(12)
(Increase) decrease in other assets	(140)	54	0	0	(111)	(14)	11	(11)	0	236	(11)	2			(251)	267
Increase (decrease) in contributions received in advance	(624)	(765)		0	658	0		0	0	0	0	0			34	(765)
Increase (decrease) in accounts payable	326	(593)	210	10	511	(902)	25	2	0	(47)	2	6	82	85	1 156	(1 439)
Increase (decrease) in unliquidated obligations	1 353	(35)	58	(47)	2 364	135	(107)	(135)	0	0	(8)	(12)	888	(357)	4 548	(451)
Less: Interest income received	(1 308)	(386)	(233)	(53)	(3 217)	(430)	(84)	(34)	0	(23)	(394)	(116)	(137)	(34)	(5 373)	(1 076)
NET CASH FROM OPERATING ACTIVITIES	(752)	(130)	1 731	481	38 784	4 596	(90)	(203)	0	(22)	2 884	420	1,810	598	44,367	5,740
<u>CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES:</u>																
(Increase) decrease in inter-fund balances receivable	(108)	807	(436)	62	0	0	(9)	3	0	0	(14)	0	0	815	(567)	1 687
Increase (decrease) in inter-fund balances payable	(4)	4	(2)	2	503	(90)	(1)	1	0	(1)	(2)	(41)	15	1	509	(124)
Plus: Interest income received	1 308	386	233	53	3 217	430	84	34	0	23	394	116	137	34	5 373	1 076
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	1 196	1 197	(205)	116	3 720	340	74	37	0	22	378	75	152	851	5,315	2,638
<u>CASH FLOWS FROM OTHER SOURCES:</u>																
Savings on prior periods' obligations	153	262	203	159	140	105	13	5	0	0	8	16	0		517	547
Other adjustments to fund balance	0	0	0	0	0	0	(8)	(501)	0	0	0	0	(675)	(152)	(683)	(653)
NET CASH FROM OTHER SOURCES	153	262	203	159	140	105	5	(496)	0	0	8	16	(675)	152	(166)	198
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	597	1 329	1 729	757	42 644	5 042	(11)	(662)	0	0	3 270	511	1,287	1,297	49,516	8,274
CASH AND TERM DEPOSITS AT BEGINNING OF PERIOD	9 174	7 846	1 371	614	13 400	8 358	393	1 055	0	0	2 238	1 727	1,297		27,873	19,600
CASH AND TERM DEPOSITS AT END OF PERIOD	9 771	9 174	3 100	1 371	56 044	13 400	382	393	0	0	5 508	2 238	2,584	1,297	77,389	27,873

Annex 3C(continued). Statement III comparatives by fund or special account
Statement of cash flow for the biennium 2006–2007 as at 31 December 2007
(Thousands of United States dollars)

	Total excluding end-of-service and post retirement benefits		End-of-service and Post Retirement Benefits***		Total	
	2006/2007	2004/2005	2006/2007	2004/2005	2006/2007	2004/2005
<u>CASH FLOWS FROM OPERATING ACTIVITIES:</u>						
Net excess (shortfall) of income over expenditures	45 969	9 832	(5,818)	***	40 151	9 832
(Increase) decrease in contributions receivable	527	(616)			527	(616)
(Increase) decrease in other accounts receivable	(2 243)	(12)			(2 243)	(12)
(Increase) decrease in other assets	(251)	267			(251)	267
Increase (decrease) in contributions received in advance	34	(765)			34	(765)
Increase (decrease) in accounts payable	1 156	(1 439)			1 156	(1 439)
Increase (decrease) in unliquidated obligations	4 548	(451)			4 548	(451)
Increase (decrease) in end-of-service and post retirement liabilities	0	0	5,818	***	5 818	0
Less: Interest income received	(5 373)	(1 076)			(5 373)	(1 076)
NET CASH FROM OPERATING ACTIVITIES	44 367	5 740	0	0	44,367	5,740
<u>CASH FLOWS FROM INVESTING AND FINANCING ACTIVITIES:</u>						
(Increase) decrease in inter-fund balances receivable	(567)	1 687			(567)	1 687
Increase (decrease) in inter-fund balances payable	509	(124)			509	(124)
Plus: Interest income received	5 373	1 076			5 373	1 076
NET CASH FROM INVESTING AND FINANCING ACTIVITIES	5 315	2 639	0	0	5,315	2,639
<u>CASH FLOWS FROM OTHER SOURCES:</u>						
Savings on prior periods' obligations	517	547			517	547
Other adjustments to fund balance	(683)	(653)			(683)	(653)
NET CASH FROM OTHER SOURCES	(166)	(106)	0	0	(166)	(106)
NET INCREASE (DECREASE) IN CASH AND TERM DEPOSITS	49 516	8 273	0	0	49,516	8,273
CASH AND TERM DEPOSITS AT BEGINNING OF PERIOD	27 873	19 600			27 873	19 600
CASH AND TERM DEPOSITS AT END OF PERIOD	77 389	27 873	0	0	77,389	27,873

*** Comparatives for 2004-2005 not available