

## Annex II

### Financial Results: Income and expenditure

The UN Board of Auditors issued its sixth unqualified audit opinion on the financial statements of UN-Women for the year ended 31 December 2016, noting a better liquidity position ensuring that UN-Women can meet its short-term obligations with its most liquid assets.

UN-Women prepared the financial statements for the year ended 31 December 2017 in accordance with the International Public Sector Accounting Standards. The figures provided in this section are unaudited and are subject to change, they will be confirmed on 31 May 2018 upon completion of the audit by the Board of Auditors. There was a surplus for the year of \$39.6 million (see table 1).

The original revenue targets for 2017, included within the approved integrated budget for 2016-2017, were \$200 million for regular resources and \$270 million for other resources. Final revenue from voluntary contributions for regular resources was \$146.4 million for 2017 (2016 \$141.6 million) and other resources was \$214.2 million (2016 \$178.1 million), resulting in a total of \$109.4 million lower resources being received than budgeted. UN-Women found that 2017 was a better resource mobilizing environment marked by increases in contributions by two thirds of our traditional top 20 donors as well as a fifty percent increase in Other Donor (non-government donors).

Table 1  
**Revenue and expenses as at 31 December 2017**  
(Thousands of United States dollars)

	2017				Total	2016
	Regular resources	Other resources	Assessed resources	Elimination		
<b>Revenue</b>						
Contributions	146 409	214 241	8 314	-	368 964	327 353
Investment income	2 404	4 251	-	-	6 655	3 432
Other revenue	1 067	13 952	978	(13 686)	2 311	3 636
Exchange transactions revenue	-	587	-	-	587	148
<b>Total revenue</b>	<b>149 880</b>	<b>233 031</b>	<b>9 292</b>	<b>(13 686)</b>	<b>378 517</b>	<b>334 569</b>
<b>Total expenses</b>	<b>141 377</b>	<b>202 434</b>	<b>8 757</b>	<b>(13 686)</b>	<b>338 882</b>	<b>340 041</b>
<b>Surplus/(deficit) for the period</b>	<b>8 503</b>	<b>30 597</b>	<b>535</b>	<b>-</b>	<b>39 635</b>	<b>(5 472)</b>

<sup>a</sup> The elimination column represents indirect costs charged by UN-Women on programme funds received from donors in relation to the management of other resources. The indirect costs charged have been recognized during the year as an increase in support-cost income. At year end, that income is eliminated to show the actual revenue recognized.

## Basis of the budget

Approved final assessed contributions (regular budget) total \$15.9 million for the biennium 2016-2017. Voluntary contributions (regular and other resources) of \$880 million for the biennium 2016-2017 (\$410 million in 2016 and \$470 million in 2017) were included within the Integrated Budget. Regular resources cover the institutional budget and core programme expenditures, with funds being allocated based on a set methodology.

The reported financial results (actual) are adjusted to allow comparison between the original approved institutional budget and assessed contributions as presented on a modified cash basis and the actual use of resources on an accrual basis (see table 2). The main changes between the IPSAS financial results and the results on a budget basis relate to difference in the treatment of the cost of assets, staff related accrued benefits and the treatment of cash advances to partners and staff members.

Table 2

### Comparison of budget and actual use of resources as at 31 December 2017

(Thousands of United States dollars)

	<i>Original budget</i>	<i>Final budget</i>	<i>Actual amounts on comparable basis (restated)</i>	<i>Difference between final budget and actual amounts</i>
Regular budget activities	7 641	8 245	8 755	(510)
Development activities:				
Programme	347 406	272 133	266 995	5 138
Institutional budget:				
Development effectiveness	27 657	21 385	17 538	3 847
United Nations coordination	14 019	14 373	12 011	2 362
Management activities:				
Evaluation	3 277	3 151	4 177	(1 026)
<b>Total</b>	<b>454 798</b>	<b>370 605</b>	<b>355 338</b>	<b>15 267</b>

Table 3

### Statement of comparison of budget and actual use of resources for the Strategic Plan 4-year period

(Thousands of United States dollars)

	<b>2014 - 2017</b>			
	<i>Original budget</i>	<i>Final budget</i>	<i>Actual amounts on comparable basis</i>	<i>Difference between final budget and actual amounts</i>
Regular budget activities	30 594	31 229	32 859	(1 630)
Development activities:				
Programme	1 199 246	1 032 509	954 940	77 569

<b>2014 - 2017</b>				
	<i>Original budget</i>	<i>Final budget</i>	<i>Actual amounts on comparable basis</i>	<i>Difference between final budget and actual amounts</i>
Development Effectiveness	105 223	99 574	83 477	16 097
United Nations development coordination	54 951	55 015	47 042	7 973
Management activities	204 738	201 971	175 870	26 101
Change Management	2 000	2 826	1 361	1 465
Evaluation	6 452	6 520	6 510	10
<b>Total</b>	<b>1 603 204</b>	<b>1 429 644</b>	<b>1 302 059</b>	<b>127 585</b>