



Financial Report and Audited Financial Statements for the year ended 31 December 2017



Unqualified Audit Opinion

Audit opinion issued by the UN Board of Auditors:

“The Board has issued an unqualified audit opinion on the financial statements of UN-Women for the year ended 31 December 2017..”

“In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of UN-Women as at 31 December 2017, and its financial performance and its cash flows for the year then ended in accordance with International Public Sector Accounting Standards (IPSAS).”

“In our opinion, the transactions of the UN-Women that have come to our notice or that we have tested as part of our audit have, in all significant respects, been in accordance with the Financial Regulations and Rules of the UN-Women and legislative authority.”

Financial performance by funding source

(Thousands of United States dollars)

	<i>Regular resources</i>	<i>Other resources</i>	<i>Assessed</i>	<i>Elimination</i>	<i>2017</i>	<i>2016</i>
Total revenue	149 871	232 773	9 292	(13 686)	378 250	334 569
Total expenses	141 368	202 176	8 757	(13 686)	338 615	340 041
Surplus/(deficit) for the year	8 503	30 597	535	-	39 635	(5 472)

Total revenue for UN-Women was \$378.2 million and total expenses were \$338.6 million, the Entity recorded a surplus of \$39.6 million for the year ended 31 December 2017, compared with a deficit of \$5.5 million for 2016.

Surplus was mainly due to increased revenue from Other resources (non-core), which will be spent on programme expenditure in future years. Delivery rate for 2017 programme expenditure from Other resources was 87 per cent, against target of 85 per cent.

Revenue analysis

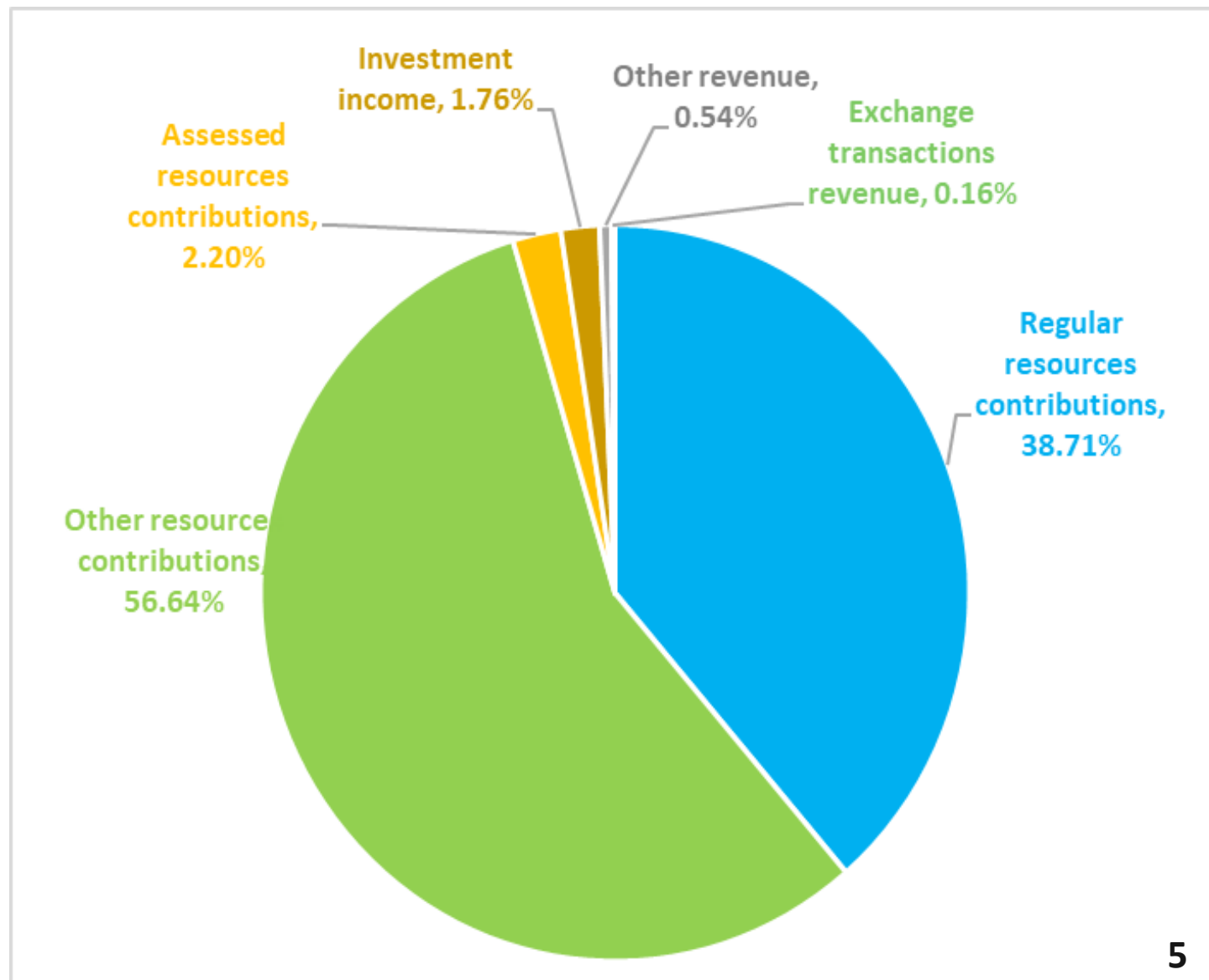
(Thousands of United States dollars)

	<i>Regular resources</i>	<i>Other resources</i>	<i>Assessed</i>	<i>Elimination</i>	<i>2017</i>	<i>2016</i>
Contributions	146 409	214 241	8 314	-	368 964	327 353
Investment revenue	2 404	4 251	-	-	6 655	3 432
Other revenue	1 058	13 694	978	(13 686)	2 044	3 636
Exchange transactions revenue	-	587	-	-	587	148
Total	149 871	232 773	9 292	(13 686)	378 250	334 569

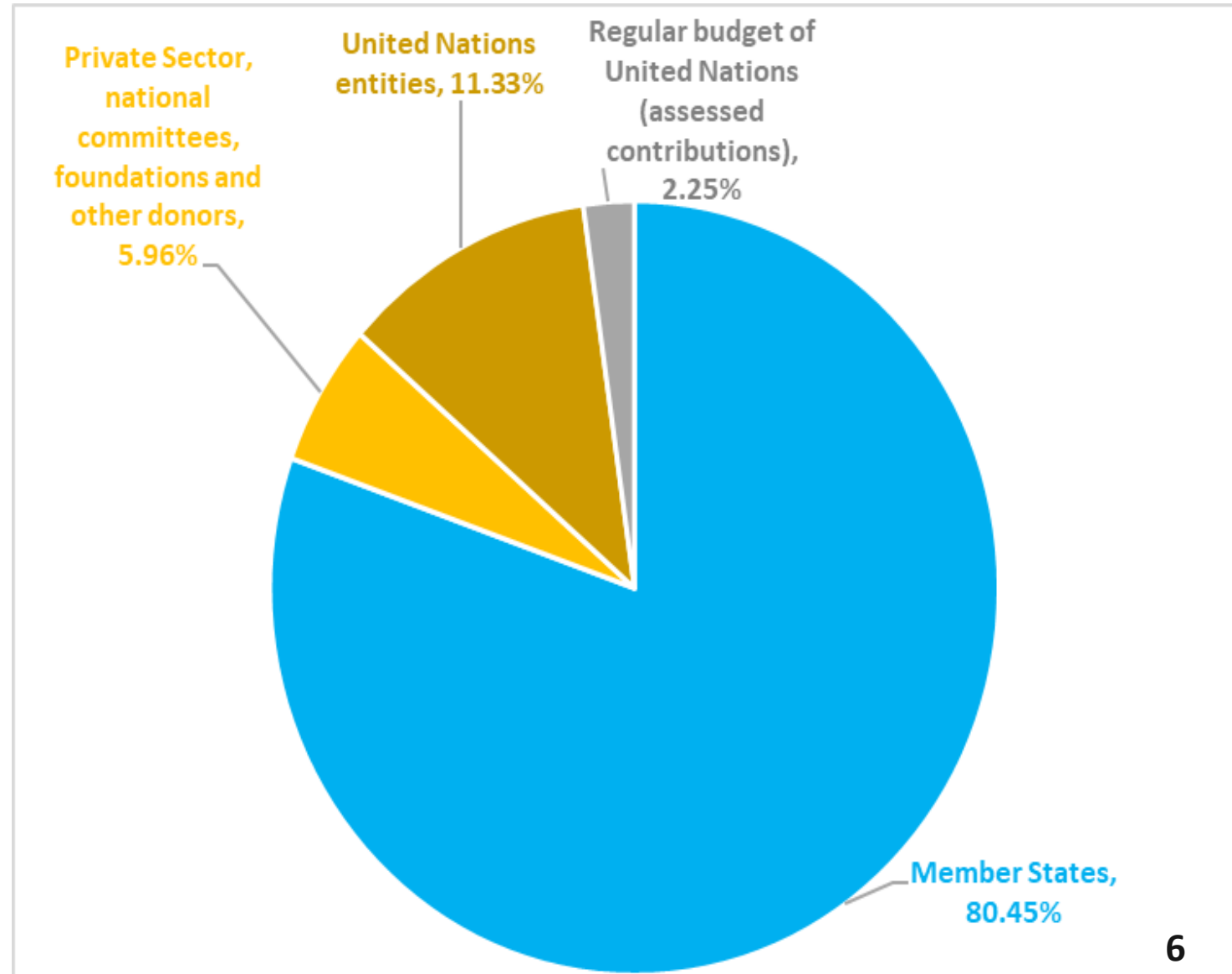
The increase in voluntary contributions from donors in 2017 of \$40.8 million was represented by an increase in regular resources (core) of \$4.7 million and an increase in other resources (non-core) of \$36.1 million.

Of the total revenue of \$378.2 million (2016: \$334.6 million), contributions accounted for \$368.9 million (2016: \$327.3 million) and comprised:

- (a) **Voluntary regular resources** (core) of \$146.4 million, (2016: \$141.7 million);
- (b) **Voluntary other resources** (non-core) of \$214.2 million, (2016: \$178.1 million); and
- (c) **Assessed resources** from the United Nations regular budget of \$8.3 million (2016: \$7.6 million).



- (a) UN-Women revenue is mostly sourced from **government and intergovernmental agencies**, which contributed \$296.8 million (2016: \$276.2 million);
- (b) **United Nations entities** contributed \$41.8 million (2016: \$28.4 million);
- (c) The **private sector, national committees, foundations** and other donors contributed \$22 million (2016: \$15.1 million);
- (d) Assessed revenue from the **UN Secretariat** contributed \$8.3 million (2016: \$7.6 million).



Expenditure analysis

(Thousands of United States dollars)

	<i>Regular resources</i>	<i>Other resources</i>	<i>Assessed</i>	<i>Elimination</i>	<i>2017</i>	<i>2016</i>
Employee benefits	74 818	33 227	7 825	-	115 870	114 271
Contractual services	20 202	67 744	172	-	88 118	90 827
Grants and other transfers	9	9 109	-	-	9 118	9 381
Supplies and maintenance	2 410	7 750	43	-	10 203	8 920
Operating costs	30 596	58 959	432	(13 686)	76 301	77 069
Travel	10 317	19 865	273	-	30 455	31 302
Depreciation and amortization	2 360	811	3	-	3 174	2 912
Finance costs	94	164	-	-	258	185
Other expenses	562	4 547	9	-	5 118	5 174
Total	141 368	202 176	8 757	(13 686)	338 615	340 041

Total expenses for 2017, \$338.6 million (2016: \$340.0 million) represent expenses incurred, both paid and payable. Regular resources represent \$141.4 million (2016: \$142.4 million), other resources represent \$188.5 million (2016: \$188.9 million), and assessed expenses represent \$8.8 million (2016: \$8.7 million).

Financial position by funding source

(Thousands of United States dollars)

	<i>Regular resources</i>	<i>Other resources</i>	<i>Assessed</i>	<i>31 December 2017</i>	<i>31 December 2016</i>
Total assets	186 096	317 010	4 587	507 693	457 489
Total liabilities	83 942	34 603	6 265	124 810	109 818
Total net assets/equity	102 154	282 407	(1 678)	382 883	347 671

Total assets of \$507.7 million (2016: \$457.5 million) exceeded **total liabilities of \$124.8 million** (2016: \$109.8 million), resulting in **total net assets/equity** by segment which comprise:

- (a) **Regular resources**, the cash required to fund funds for employee benefits and liabilities; and to fund operations for the first few months of 2019, while waiting on new contributions
- (b) **Other resources**, the unspent budgets for earmarked projects and programmes, which will be expensed in future periods in accordance with donor agreements; and
- (c) **Assessed resources**, biennium funding for normative and intergovernmental work of UN-Women.

Other comments on Financial position:

- (i) The Board of Audit reported that **key financial ratios** indicated that UN-Women remained in a **good liquidity position** and can meet its short-term obligations.
- (ii) UN-Women's **cash and investments** of \$403.7 million (2016: \$387.2 million) continues to provide a high level of liquidity.
- (iii) **Liabilities** mostly comprise of **Employee benefits** (contractual obligations to employees, both current and retired), with the greater part being **after-service health insurance** comprising \$68 million (2016: \$55.4 million), of which 70 per cent is funded.
- (iv) **Reserves** include operational reserves of \$24.9 million and field accommodation reserves of \$1 million, as approved by the Executive Board in its decision 2012/8.



Thank you!
Q & A