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Introduction

- I. The Interim Financial Report for the biennium 2006-2007 is submitted in accordance with article 34 of the Constitution and with WHO's Financial Regulations. It shows the financial situation at the end of the first year of the biennium. The Financial Report for the year 2006 has been prepared in accordance with United Nations System Accounting Standards and WHO's Financial Regulations and Financial Rules. It covers the regular budget as adopted by the Health Assembly^{1/} and expenditure financed from voluntary contributions, as noted by the Executive Board^{2/}. Implementation of the programme budget is presented in the same format as the proposed programme budget 2006-2007 submitted to the Health Assembly^{3/} which includes the budget for voluntary contributions, thus showing the total financial position in respect of each area of work.

Preparation of this Financial Report continues the process of improving the transparency and accessibility of financial information presented by the Organization. The Financial Report of WHO is an important element in the overall framework of accountability and financial integrity of the Organization. It enables Member States and other partners and collaborators to see how their funds have been used. The assets and liabilities of the Organization are also detailed, and the cash-flow analysed, to enable readers to understand the financial status of the Organization.

II. Financial highlights (US\$ millions)

	2006	2004-2005
WHO programme activities		
<i>2006-2007 Budget</i>		
Regular budget: effective working budget was appropriated by Resolution WHA58.4	915	880
Voluntary contributions, as noted by the Executive Board	2 755	1 944
<i>Total budget</i>	3 670	2 824
Income		
Regular budget	445	849
Voluntary contributions	1 450	1 936
Other WHO income	139	204
<i>Total WHO Income</i>	2 034	2 989
Expenditure		
Regular budget	427	871
Voluntary contributions	987	1 858
<i>Total WHO Expenditure</i>	1 414	2 729
Non-WHO programme activities		
Income	382	536
Expenditure	383	628

The budget for 2006-2007 of US\$ 3,670 million represents an increase of US\$ 846 million or 30% on the 2004-2005 budget of US\$ 2,824 million.

The increase in income during 2006 is in line with the increase in the budget for 2006-2007 and the outlook is positive for the funding of the budget for the full biennium.

Total income of US\$ 2,034 million for WHO programme activities comprises regular budget assessed contributions, Miscellaneous Income and voluntary contributions.

Voluntary contributions for WHO programme activities in 2006 amount to US\$ 1,450 million compared to US\$ 1,936 million for the biennium 2004-2005.

^{1/} Resolution WHA58.4.

^{2/} Document EB120/3.

^{3/} Document PB/2006-2007.

The increase in income from voluntary contributions reflects two developments during 2006. Firstly, on 1 January 2006 the accounting policy for income recognition was revised such that income from voluntary contributions is accrued, which means that it is recognized upon signature of donor agreements. This is consistent with the income recognition policy followed for assessed contributions. As a result of this change in policy an additional US\$ 374.5 million has been recognized as income during 2006 for WHO programme activities. This is yet to be received and is therefore shown as an accounts receivable at 31 December 2006. A full analysis of voluntary contributions is contained in the Annex to the Unaudited Interim Financial Report for the year 2006^{1/}.

The second reason for the increase in income from voluntary contributions is a further growth in such contributions of US\$ 107 million.

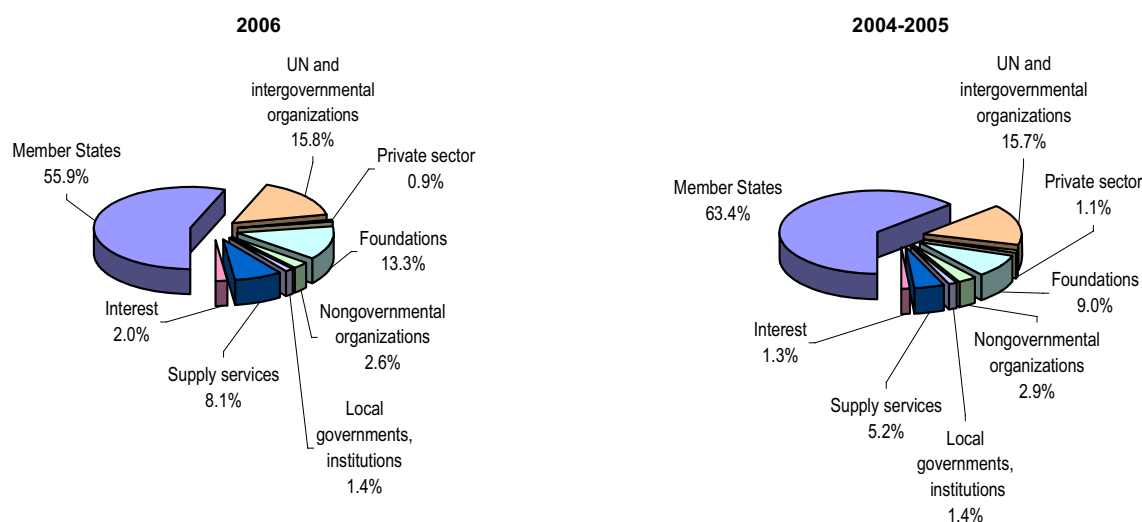
In terms of the budget for 2006-2007 total income recorded in 2006 for WHO programme activities, of US\$ 2,034 million, represents 55% of the programme budget.

III. Financing the budget

The evolution of voluntary contribution income has not always been consistent. Timing of receipt of large contributions and significant shifts in income from certain United Nations trust funds can cause availability of resources to be uneven in terms of both timing and alignment with the approved programme budget.

Member States are the most important source of voluntary contributions, representing approximately 56% of all voluntary contribution income during the year 2006 and this compares to 63% for 2004-2005, as illustrated in Figure 1 below.

**Figure 1. Voluntary contributions for WHO programme activities
2006 and 2004-2005**



Combining regular budget and voluntary contributions, Member States provided 68% of the total income in 2006, compared to 71% in 2004-2005.

Total contributions from Member States, including both regular budget assessments and voluntary contributions for the year 2006 and for the biennium 2004-2005 are shown in Figures 2 and 3 below. These charts indicate that the Organization continues to rely heavily on a relatively small number of Member States as a major source of financing of the budget.

^{1/} Document A60/30 Add.1.

Figure 2. Assessments and voluntary contributions from Member States 2006

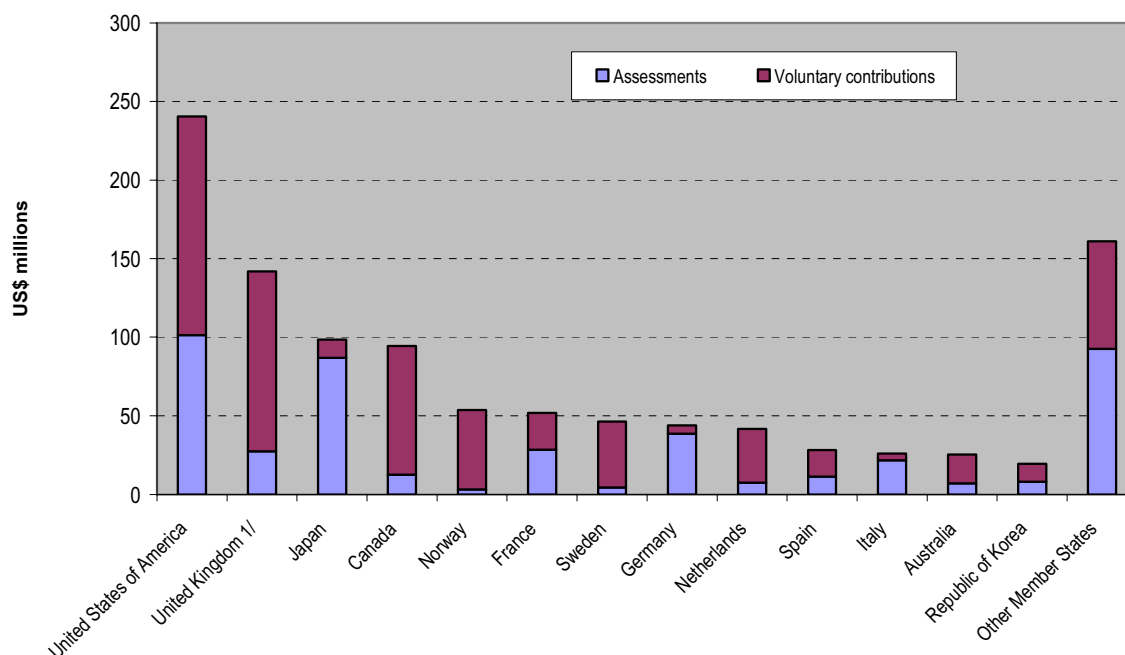
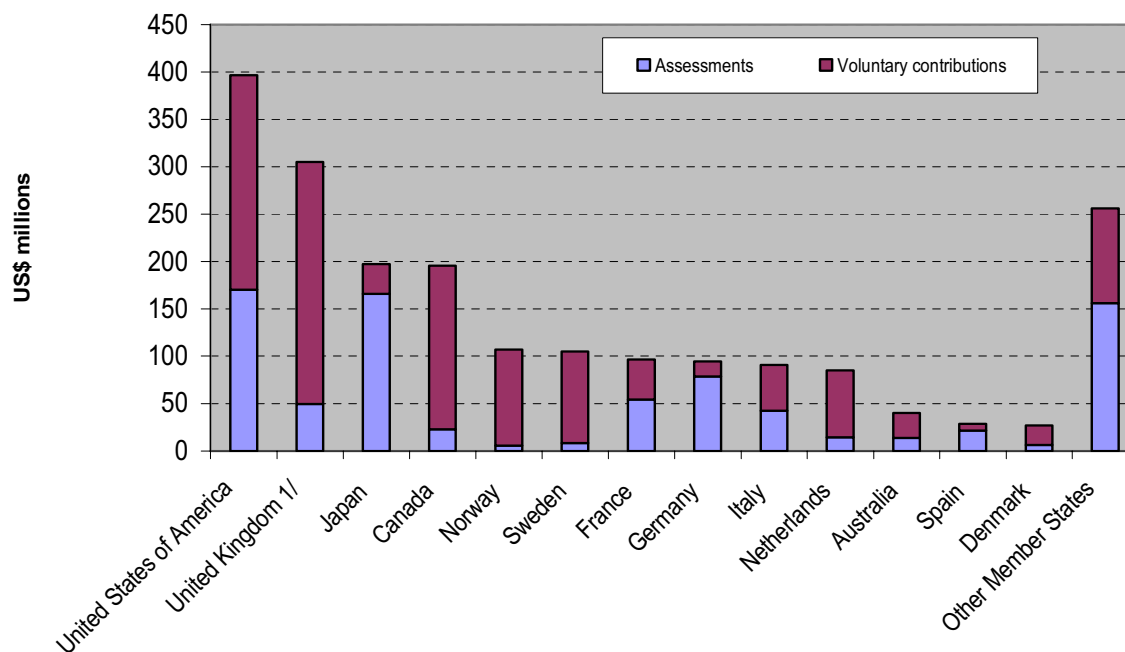


Figure 3. Assessments and voluntary contributions from Member States 2004-2005



Implementation of the regular budget is financed by assessed contributions, Miscellaneous Income, by a draw down from the Working Capital Fund and by internal borrowing. Net assessments in 2006 were US\$ 451 million, of which US\$ 400 million was collected during the year, a collection rate of 89%, which is consistent with recent prior years. It is nevertheless a concern that in 2006 US\$ 51 million, or 11% of assessed contributions, were not paid, and it was necessary to draw down US\$ 22 million from the Working Capital Fund to compensate in part for the shortfall in collection of assessed contributions.

^{1/} United Kingdom of Great Britain and Northern Ireland.

Total unpaid assessed contributions, including amounts due for previous financial periods, are US\$ 148 million. Within this figure, long-term arrears stand at US\$ 97 million, having increased from US\$ 93 million at the end of the biennium 2004-2005. Repayment plans are in place with a number of the concerned Member States to resolve these longstanding arrears. Members States which experience difficulty in paying their arrears are encouraged to discuss payment arrangements with the Secretariat so that their proposals may be submitted to the Health Assembly for its consideration.

Miscellaneous Income is used to finance the regular budget by reducing the amount payable on assessed contributions. For 2006-2007, US\$ 32 million is budgeted to finance in part the regular budget and to meet the requirements of the adjustment mechanism and the financial incentive scheme. It is anticipated that the required amount of Miscellaneous Income will be available to finance the 2006-2007 regular budget.

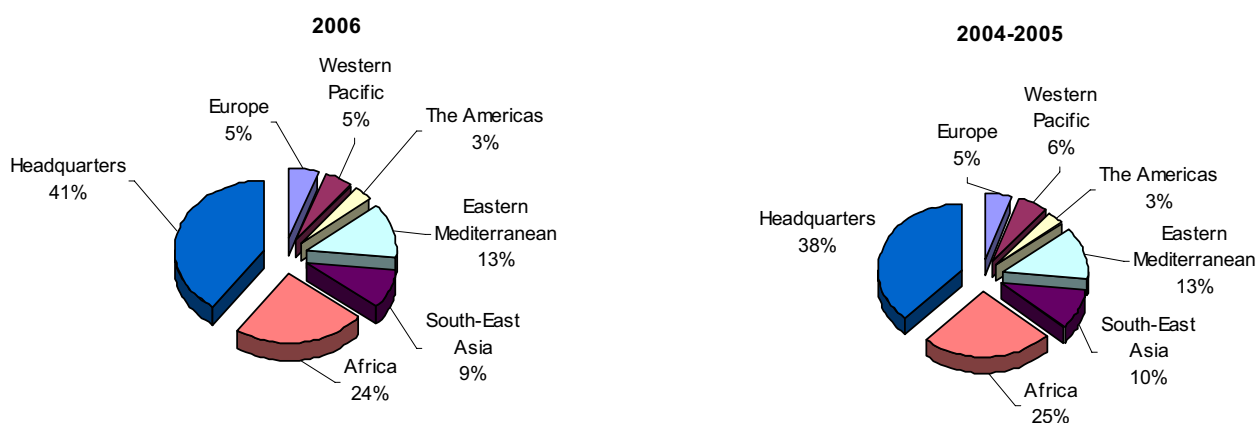
IV. Expenditure

The Fifty-Eighth World Health Assembly in Resolution WHA58.20 amended WHO Financial Regulation IV dealing with expenditure recognition. The previous financial regulation stipulated that expenditure could be established in a current period relating to the cost of goods or services which were to be supplied or rendered during the period or within the year following the end of the period. Under the amended financial regulation, effective 1 January 2006, expenditure is recognized only to the extent that goods or services are delivered or rendered.

This change, which is based on International Accounting Standards, creates a better link between expenditure recognition and programmatic implementation. The implementation of the amended Financial Regulation IV in 2006 has resulted in a one time adjustment in the amount of expenditure recorded: approximately US\$ 123 million of legal commitments which have been entered during 2006 have not been recognized as expenditure in 2006. This will be recognized as expenditure in 2007 when the underlying goods or services are delivered or rendered.

During 2006, country and regional offices accounted for 59% of expenditure, and headquarters for 41%. This compares with 62% for country and regional offices and 38% for headquarters in 2004-2005. Figure 4 below shows, as a percentage, expenditure from all sources of funds by office, i.e. each regional office (including country offices) and global (headquarters) for 2006 and for 2004-2005.

Figure 4. Expenditure all sources of funds, regional offices and global (headquarters) 2006 and 2004-2005
(percentage)



Detailed information by area of work and by office is shown in Tables 1 to 4 of this Report, in the section - Interim financial implementation of WHO's programme budget for the year 2006. The overall level of implementation of the regular budget for 2006 is 47% and for voluntary contributions it is 39%. Table 2 summarizes expenditure by area of work for all offices by regular budget and by voluntary contributions. The areas of work with the highest expenditures are immunization and vaccine development (which includes eradication of poliomyelitis); emergency preparedness and response, Tuberculosis, Malaria and WHO's core presence in countries. Implementation rates for areas of work for 2006, compared to the budget for 2006-2007, vary from 107% for emergency preparedness and response to 19% for health financing and social protection. Such variations stem largely from the uneven patterns of income noted above.

Financial implementation by major category of expenditure for 2006 and 2004-2005 is shown in Figure 5 below.

**Figure 5. Financial implementation by major category of expenditure
2006 and 2004-2005**
(in thousands of US dollars)

Category of expenditure	2006		2004-2005	
	US\$	%	US\$	%
Staff costs	665	42	1 222	40
Supplies, materials, communications, contributions in kind	357	23	532	17
Contracts, translations, printing, data processing	240	15	332	11
Direct financial cooperation	229	15	427	14

The most significant category is staff costs, reflecting the fact that WHO is a technical organization. The knowledge management programme, and investments in staff development, staff security and other initiatives related to human resources help to ensure that the personnel receive appropriate support. Expenditure on direct financial cooperation, supplies, materials, telecommunications and fellowships helps to support much of WHO's work in countries.

Total WHO expenditure of US\$ 1,414 million includes investments in real estate, security, staff development and information technology which amounted to US\$ 30 million in 2006. These investment costs have to be covered from within the programme budget.

V. Liquidity management

The financial stability of the Organization depends upon timely receipt of income, effective management of liquidity and foreign-exchange risk, and appropriate investment and foreign-exchange policies. An expert advisory committee advises on these issues with the primary goal of preservation of capital. The committee regularly reviews interest income performance and makes risk averse strategy recommendations in the context of financial market conditions.

Investment management operations

Total cash and investments for the Organization at 31 December 2006 were US\$ 1,893 million, the investment of which is summarized in Schedule 1 of this Report. These investments represent cash and investment assets for fund balances which total US\$ 2,068 million, as shown in Statement I. The difference of US\$ 175 million represents the capital assets and the net movements during the year in accounts receivable and accounts payable as shown in the balance sheet (Statement II) and the cash flow (Statement III). The investments are primarily short term, being held in respect of programmes financed under the regular budget, and other resources for which cash has yet to be expended. A total of US\$ 408 million is held for longer term funds, primarily the Staff Health Insurance Fund and the Terminal Payments Account, and a further US\$ 342 million is invested on behalf of other non-WHO entities as detailed in Statement I.4. Total interest income in 2006 of US\$ 82 million was significantly higher than the US\$ 68 million for the 2004-2005 biennium. This was due to the increase in USD interest rates, and was also due in part to the strong performance of the US\$ 60 million equity portfolio for the Staff Health Insurance Fund which was created in mid 2005. US\$ 38 million of the interest income for 2006 relates to non-WHO programmes and entities. Interest earned on a pooled basis is apportioned across all participating funds.

Foreign currency hedging operations

The value of certain non-dollar regular budget expenditures has been protected from the impact of the declining value of the United States dollar during the year. Protection is effected by transacting forward currency and option contracts. A total of US\$ 7 million was credited against regular budget expenditures in 2006, resulting from the cash flow of these operations.

Hedging operations protect the Organization from the exchange-rate fluctuations during the current biennium only. For the biennium 2008-2009, the weaker dollar is expected to further reduce the purchasing power of the budget particularly in relation to disbursements in European currencies. It is estimated that the dollar cost

of non-dollar expenditures may be approximately US\$ 40 million higher in 2008-2009 than in 2006-2007. This is in addition to the reduction in purchasing power due to the weaker dollar of approximately US\$ 50 million that has already occurred between 2004-2005 and 2006-2007.

VI. Non-WHO programme activities

Non-WHO programme activities include trust funds of various programmes and entities, such as the Trust Fund for the Joint United Nations Programme on HIV/AIDS (UNAIDS); the International Agency for Research on Cancer (IARC); the Global Fund to Fight AIDS, Tuberculosis and Malaria; the International Computing Centre; the Staff Health Insurance; and the new International Drug Purchase Facility - UNITAID.

During 2006 total income to these activities amounted to US\$ 506 million and expenditure was US\$ 382 million. WHO provides various support services to these funds and entities. Detailed information is provided in Statement I.4.

VII. Conclusion

The growth in financial resources and increasing complexity of the demands being made upon the Organization pose challenges for future financial management. Many of the policies and procedures that underpin accountability and financial integrity were developed for a centralized Organization and are supported by information technology systems that reflect this centralized approach. With the creation of the Global Management System, modern financial management policies and practices are being established on the basis of the best practice followed in the public and private sectors.

The new Global Management System is currently being developed and is scheduled to go live early 2008. This new system is supported by new or amended financial regulations and rules. Some of these amendments have already been made by the World Health Assembly and further changes are in process. This Health Assembly will be considering the introduction of International Public Sector Accounting Standards (IPSAS).

IPSAS will involve changes in budget, audit, investment procedures as well as accounting. The changes will be introduced progressively and should be seen as part of the overall United Nations reform that will enhance transparency and accountability. WHO is taking a leading role in the change process through being a member of the system-wide steering committee and as an early adopter, since it will apply IPSAS as from 2008, to correspond with the introduction of the Global Management System.

***Unaudited interim financial statements,
notes to the accounts and schedules
2006***

This part of the Unaudited Interim Financial Report presents the overall financial position of the Organization as at 31 December 2006. The statements, notes and supporting schedules have been prepared in compliance with the requirements of the Financial Regulations, Financial Rules and the United Nations System Accounting Standards. The notes to the accounts are an integral part of the financial statements; the schedules provide further details and explanations in support of individual funds and special accounts administered by the Organization. Where appropriate, comparative figures are provided in respect of the previous biennium.

Statement I

**Consolidated statement of income and expenditure and changes in fund balances:
all sources of funds
for the year 2006**

(in thousands of US dollars)

	Reference	Regular Budget ^{a/} (Schedules 2,3)	Voluntary Fund for Health Promotion (A60/30 Add.1)	Other WHO funds (Statement I.1)	WHO programme activities (Statement I.2, I.3)	Non-WHO programme activities (Statement I.4)
Income:						
<i>Assessed contributions:</i>						
For the effective working budget (2006)		442 000		9 114		
Adjustment mechanism (WHA58.4)		(3 575)				
Financial incentive scheme		(1 997)				
Total assessed contributions		436 428		9 114		
<i>Voluntary contributions:</i>						
WHO programme activities	Note 4		1 290 493		177 600	
Non-WHO programme activities						382 090
<i>Other income:</i>						
Revenue-producing activities	Note 5			4 369	46	
Funds under inter-organization arrangements	Note 13				8 590	
Income from services rendered	Note 6			82 057		
Interest income: - interest			27 803	14 041	2 484	37 568
-shared exchange differential				(961)		
Gains (losses) on hedging operations	Note 7	1 904				
Other				37 380	(19)	86 722
Total income		438 332	1 318 296	146 000	188 701	506 380
Expenditure:						
WHO programme activities	Note 9	426 688	840 605	143 195	164 919	
Non-WHO programme activities				20 673		382 491
Total expenditure		426 688	840 605	163 868	164 919	382 491
Excess (shortfall) of income over expenditure						
		11 644	477 691	(17 868)	23 782	123 889
Provision for delays in the collection of assessed contributions		(51 095)				
Payment of assessed contributions of prior periods	Note 10	44 034		4 315		
Savings on prior periods' unliquidated obligations				4 218	3 304	1 377
Increase in Capital Assets						
Transfers between funds	Annex 1	16 673	1 145	(16 673)	(1 145)	
Adjustment to fund balances						
Total changes in fund balances	Statement III	21 256	478 836	(26 008)	25 941	125 266
Fund balances - 1 January 2006	Statement II	(13 033)	553 847	179 726	79 566	569 447
Fund balances - 31 December 2006	Statement II	8 223	1 032 683	153 718	105 507	694 713

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

^{a/} Includes Working Capital Fund.

Statement I (continued)

Members' equity in capital assets	Sub-totals	Eliminations (Statement I, Annex 2)	Totals		
			2006	2004-2005	
					Income:
					<i>Assessed contributions:</i>
	451 114		451 114	863 101	For the effective working budget (2006)
	(3 575)		(3 575)	(12 364)	Adjustment mechanism (WHA58.4)
	(1 997)		(1 997)	(1 574)	Financial incentive scheme
	445 542		445 542	849 163	<i>Total assessed contributions</i>
					<i>Voluntary contributions:</i>
	1 468 093	(18 155)	1 449 938	1 935 864	WHO programme activities
	382 090		382 090	535 951	Non-WHO programme activities
					<i>Other income:</i>
	4 415		4 415	8 209	Revenue-producing activities
	8 590		8 590	29 306	Funds under inter-organization arrangements
	82 057	(82 057)			Income from services rendered
	81 896		81 896	68 053	Interest income: - interest
	(961)		(961)	320	- shared exchange differential
	1 904		1 904		Gains (losses) on hedging operations
	124 083	(80 759)	43 324	97 678	Other
	2 597 709	(180 971)	2 416 738	3 524 544	<i>Total income</i>
					Expenditure:
	1 575 407	(160 912)	1 414 495	2 728 670	WHO programme activities
	403 164	(20 059)	383 105	627 842	Non-WHO programme activities
	1 978 571	(180 971)	1 797 600	3 356 512	<i>Total expenditure</i>
					Excess (shortfall) of income over expenditure
	619 138		619 138	168 032	
					Provision for delays in the collection of assessed contributions
	(51 095)		(51 095)	(52 981)	
	48 349		48 349	44 948	Payment of assessed contributions of prior periods
	8 899		8 899	26 846	Savings on prior periods' unliquidated obligations
653	653		653	4 987	Increase in Capital Assets
					Transfers between funds
				6 031	Adjustment to fund balances
	653		625 944	197 863	Total changes in fund balances
	72 114		1 441 667	1 243 804	Fund balances - 1 January 2006
	72 767		2 067 611	1 441 667	Fund balances - 31 December 2006

Statement I.1

**Other WHO funds
for the year 2006**

(in thousands of US dollars)

	Reference	Mis- cellaneous income (Schedule 3; Note 8)	Real Estate Fund (Schedule 5)	Security Fund (Note 31)	Other funds (Note 27)	Revolving Sales Fund (Note 11)
Income:						
<i>Assessed contributions:</i>						
For the effective working budget (2006)						
<i>Other income:</i>						
Revenue-producing activities	Note 5		373		413	3 583
Income from services rendered	Note 6					
Interest income: - interest		7 095	173	165	114	
- shared exchange differential		(961)				
Other		1 483	5 880	13 742	5 678	
<i>Total income</i>		<u>7 617</u>	<u>6 426</u>	<u>13 907</u>	<u>6 205</u>	<u>3 583</u>
Expenditure:						
WHO programme activities	Note 9			11 469	2 479	3 531
Non-WHO programme activities			2 029		282	
<i>Total expenditure</i>			<u>2 029</u>	<u>11 469</u>	<u>2 761</u>	<u>3 531</u>
Excess (shortfall) of income over expenditure		<u>7 617</u>	<u>4 397</u>	<u>2 438</u>	<u>3 444</u>	<u>52</u>
Payment of assessed contributions of prior periods	Note 10	4 315				
Savings on prior periods' unliquidated obligations		4 218				
Transfers between funds	Annex 1	(16 673)				
Total changes in fund balances	Statement I	(523)	4 397	2 438	3 444	52
Fund balances - 1 January 2006	Statement II	2 432	1 142	229	5 956	4 651
Fund balances - 31 December 2006	Statement II	<u>1 909</u>	<u>5 539</u>	<u>2 667</u>	<u>9 400</u>	<u>4 703</u>

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

Statement I.1 (continued)

Information Technology Fund (Note 32)	Special Account for Servicing Costs (Schedule 6)	Tax Equalization Fund (Note 3)	Terminal Payments Account	Totals		
				2006	2004-2005	
						Income:
		9 114		9 114	4 626	<i>Assessed contributions:</i>
						For the effective working budget (2006)
				4 369	8 160	<i>Other income:</i>
	73 254		8 803	82 057	164 818	Revenue-producing activities
1 014	3 393		2 087	14 041	15 972	Income from services rendered
				(961)	320	Interest income: - interest
						- shared exchange differential
10 597				37 380	56 790	Other
11 611	76 647	9 114	10 890	146 000	250 686	<i>Total income</i>
						Expenditure:
14 170	111 546			143 195	237 100	WHO programme activities
		5 171	13 191	20 673	32 385	Non-WHO programme activities
14 170	111 546	5 171	13 191	163 868	269 485	<i>Total expenditure</i>
(2 559)	(34 899)	3 943	(2 301)	(17 868)	(18 799)	Excess (shortfall) of income over expenditure
				4 315	12 204	Payment of assessed contributions of prior periods
				4 218	5 992	Savings on prior periods' unliquidated obligations
				(16 673)	(35 574)	Transfers between funds
(2 559)	(34 899)	3 943	(2 301)	(26 008)	(36 177)	Total changes in fund balances
19 346	92 267	(2 706)	56 409	179 726	215 903	Fund balances - 1 January 2006
16 787	57 368	1 237	54 108	153 718	179 726	Fund balances - 31 December 2006

Statement I.2

**UN trust funds – WHO programme activities
for the year 2006**

(in thousands of US dollars)

	Reference	Technical cooperation		
		UN Development Programme	UN Population Fund	UN Environment Programme
Income:				
<i>Other income:</i>				
Funds under inter-organization arrangements	Note 13	265	3 756	7
Interest income				
Other		(297)	10	
<i>Total income</i>		(32)	3 766	7
Expenditure:				
	Note 9			
WHO programme activities		807	3 207	279
<i>Total expenditure</i>		807	3 207	279
Excess (shortfall) of income over expenditure				
		(839)	559	(272)
Savings on prior periods' unliquidated obligations			44	2
Transfers between funds	Annex 1		20	
Adjustment to fund balances				
Total changes in fund balances	Statement I	(839)	623	(270)
Fund balances - 1 January 2006	Statement II	2 020	(2 989)	20
Fund balances - 31 December 2006	Statement II	1 181	(2 366)	(250)

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

Statement I.2 (continued)

<u>Technical cooperation</u>		<u>Supply services</u>			
<u>Other UN funds</u>	<u>Other UN organizations</u>	<u>Totals 2006</u>	<u>Totals 2004-2005</u>		
				Income:	
				<i>Other income:</i>	
3 501	1 061	8 590	29 306	Funds under inter-organization arrangements	
			32	Interest income	
		(287)	(208)	Other	
3 501	1 061	8 303	29 130	<i>Total income</i>	
				Expenditure:	
1 543	3 124	8 960	26 923	WHO programme activities	
1 543	3 124	8 960	26 923	<i>Total expenditure</i>	
				Excess (shortfall) of income over expenditure	
1 958	(2 063)	(657)	2 207		
5		51	6 335	Savings on prior periods' unliquidated obligations	
		20	(1 444)	Transfers between funds	
			5 500	Adjustment to fund balances	
1 963	(2 063)	(586)	12 598	Total changes in fund balances	
854	1 717	1 622	(10 976)	Fund balances - 1 January 2006	
2 817	(346)	1 036	1 622	Fund balances - 31 December 2006	

Statement I.3

**Trust funds – WHO programme activities
for the year 2006**

(in thousands of US dollars)

	Reference	Technical cooperation			TDR ^{a/b/}
		Onchocerciasis Control Programme ^{a/}	African Programme for Onchocerciasis Control ^{a/}	Sasakawa Health Trust Fund ^{a/}	
Income:					
<i>Voluntary contributions:</i>					
WHO programme activities			11 249	3 992	31 746
<i>Other income:</i>					
Revenue-producing activities	Note 5		31		
Interest income		91	456	351	1 124
Other		3	245		55
Total income		94	11 981	4 343	32 925
Expenditure:					
WHO programme activities	Note 9		11 023	3 922	31 978
Total expenditure			11 023	3 922	31 978
Excess (shortfall) of income over expenditure		94	958	421	947
Savings on prior periods' unliquidated obligations		146	2 748	118	152
Transfers between funds	Annex 1	(2 006)			200
Total changes in fund balances	Statement I	(1 766)	3 706	539	1 299
Fund balances - 1 January 2006	Statement II	2 268	3 823	7 010	18 796
Fund balances - 31 December 2006	Statement II	502	7 529	7 549	20 095

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

^{a/} See Annex (doc A60/30 Add.1) for detailed financial statements.

^{b/} TDR: Trust Fund for the UNICEF/UNDP/World Bank/WHO Special Programme for Research and Training in Tropical Diseases.

^{c/} HRP: Trust Fund for the UNDP/UNFPA/WHO/World Bank Special Programme of Research, Development and Research Training in Human Reproduction.

Statement I.3 (continued)

HRP ^{a/c/}	Technical cooperation		Supply services		Totals		
	Associate Professional Officers	Other technical cooperation funds	National health services and institutions	2006	2004-2005		
							Income:
							<i>Voluntary contributions:</i>
20 706	1 772	19 605	88 530	177 600	269 228		WHO programme activities
							<i>Other income:</i>
15				46	49		Revenue-producing activities
364	88	10		2 484	2 203		Interest income
(35)				268	(526)		Other
21 050	1 860	19 615	88 530	180 398	270 954		<i>Total income</i>
							Expenditure:
12 975	2 481	23 007	70 573	155 959	273 689		WHO programme activities
12 975	2 481	23 007	70 573	155 959	273 689		<i>Total expenditure</i>
							Excess (shortfall) of income over expenditure
8 075	(621)	(3 392)	17 957	24 439	(2 735)		
89				3 253	7 840		Savings on prior periods' unliquidated obligations
641				(1 165)	2 841		Transfers between funds
8 805	(621)	(3 392)	17 957	26 527	7 946		Total changes in fund balances
4 632	3 224	30 099	8 092	77 944	69 998		Fund balances - 1 January 2006
13 437	2 603	26 707	26 049	104 471	77 944		Fund balances - 31 December 2006

Statement I.4

**Other trust funds and associated entities – Non-WHO programme activities
for the year 2006**

(in thousands of US dollars)

	Reference	Trust Fund for the Joint United Nations Programme on HIV/AIDS (UNAIDS) (Note 14)	International Drug Purchase Facility - UNITAID (Note 14)	International Agency for Research on Cancer (Note 14)	International Computing Centre (Note 14)	Staff Health Insurance (Notes 14, 15)
Income:						
<i>Voluntary contributions:</i>						
Non-WHO programme activities		248 441	38 270	27 446		
<i>Other income:</i>						
Interest income		8 600			290	28 330
Other		1 287			24 505	60 930
Total income		258 328	38 270	27 446	24 795	89 260
Expenditure:						
	Note 9					
Non-WHO programme activities		199 842	1 283	28 087	30 846	50 916
Total expenditure		199 842	1 283	28 087	30 846	50 916
Excess (shortfall) of income over expenditure		58 486	36 987	(641)	(6 051)	38 344
Savings on prior periods' unliquidated obligations		(2 316)		240	404	
Transfers between funds						
Adjustment to fund balance						
Total changes in fund balances	Statement I	56 170	36 987	(401)	(5 647)	38 344
Fund balances - 1 January 2006	Statement II	199 152		23 946	10 517	310 700
Fund balances - 31 December 2006	Statement II	255 322	36 987	23 545	4 870	349 044

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

Statement I.4 (continued)

The Global Fund to fight AIDS, Tuberculosis and Malaria (Note 14)	Other trust funds (Note 16)	Foundations (Note 17)	2006	Totals <i>2004-2005</i>	
					Income:
					<i>Voluntary contributions:</i>
65 000	2 914	19	382 090	535 951	Non-WHO programme activities
	181	167	37 568	25 200	<i>Other income:</i>
			86 722	175 358	Interest income
					Other
65 000	3 095	186	506 380	736 509	<i>Total income</i>
					Expenditure:
69 493	1 956	68	382 491	622 796	Non-WHO programme activities
69 493	1 956	68	382 491	622 796	<i>Total expenditure</i>
(4 493)	1 139	118	123 889	113 713	Excess (shortfall) of income over expenditure
3 049			1 377	6 679	Savings on prior periods' unliquidated obligations
				914	Transfers between funds
				531	Adjustment to fund balance
(1 444)	1 139	118	125 266	121 837	Total changes in fund balances
15 457	6 233	3 442	569 447	447 610	Fund balances - 1 January 2006
14 013	7 372	3 560	694 713	569 447	Fund balances - 31 December 2006

Statement I, Annex 1

Transfers between funds ^{a/}

(in thousands of US dollars)

Funds	Appropriated for the effective working budget, 2006-2007 (Financial Regulation 6.5 and Resolution WHA58.4)	Other programme transfers				Total
Regular budget and Working Capital Fund	(16 673)					(16 673)
Miscellaneous Income	16 673					16 673
Voluntary Fund for Health Promotion		641	20	(2 006)	200	(1 145)
TDR ^{b/}					(200)	(200)
HRP ^{c/}		(641)				(641)
OCP ^{d/}				2 006		2 006
UNFPA ^{e/}			(20)			(20)
Net transfers	-	-	-	-	-	-

^{a/} These transfers between funds were made to implement decisions by the Health Assembly, and other programme transfers are in accordance with established accounting practices. Figures within brackets denote the receiving fund and figures without brackets denote the originating fund.

^{b/} Trust Fund for the UNICEF/UNDP/World Bank/WHO Special Programme for Research and Training in Tropical Diseases.

^{c/} Trust Fund for the UNDP/UNFPA/WHO/World Bank Special Programme of Research, Development and Research Training in Human Reproduction.

^{d/} Onchocerciasis Control Programme.

^{e/} United Nations Population Fund.

Statement I, Annex 2**Eliminations***(in thousands of US dollars)*

Originating Fund	Expenditure	Receiving Fund	Income
Regular Budget	1 797 ^{1/}	TDR ^{a/}	1 797 ^{3/}
	100 ^{1/}	African Programme for Onchocerciasis Control	100 ^{3/}
	5 880 ^{2/}	Real Estate Fund	5 880 ^{4/}
	2 940 ^{1/}	Security Fund	2 940 ^{4/}
	9 800 ^{1/}	Information Technology Fund	9 800 ^{4/}
United Nations Population Fund	1 160 ^{1/}	HRP ^{b/}	1 160 ^{3/}
TDR ^{a/}	1 195 ^{1/}	Special Account for Servicing Costs	1 195 ^{5/}
African Programme for Onchocerciasis Control	611 ^{1/}	TDR ^{a/}	611 ^{3/}
	150 ^{1/}	Special Account for Servicing Costs	150 ^{5/}
HRP ^{b/}	361 ^{1/}	Special Account for Servicing Costs	361 ^{5/}
The Global Fund to fight AIDS, Tuberculosis and Malaria	1 633 ^{2/}	Special Account for Servicing Costs	1 633 ^{5/}
International Drug Purchase Facility - UNITAID	148 ^{2/}	Special Account for Servicing Costs	148 ^{5/}
UNAIDS	30 ^{1/}	HRP ^{b/}	30 ^{3/}
	14 457 ^{1/}	Voluntary Fund for Health Promotion	14 457 ^{3/}
	1 867 ^{1/}	Special Account for Servicing Costs	1 867 ^{5/}
International Computing Centre	304 ^{2/}	Special Account for Servicing Costs	304 ^{5/}
All funds	8 803 ^{c/}	Terminal Payments Account	8 803 ^{5/}
	44 815 ^{c/}	Staff Health Insurance	44 815 ^{4/}
	5 726 ^{c/}	Staff Development	5 726 ^{4/}
Special Account for Servicing Costs	10 802 ^{1/}	Security Fund	10 802 ^{4/}
	796 ^{1/}	Information Technology Fund	796 ^{4/}
Voluntary Fund for Health Promotion and other funds - Programme support costs	67 596 ^{1/}	Special Account for Servicing Costs	67 596 ^{5/}
Total elimination of expenditures	180 971	Total elimination of income	180 971
Representing:		Representing:	
1. WHO programme activities ^{c/}	160 912	3. WHO programme activities	18 155
2. Non-WHO programme activities ^{c/}	20 059	4. Income from services rendered	80 759
		5. Other	82 057
Total elimination of expenditures	180 971	Total elimination of income	180 971

^{a/} Trust Fund for the UNICEF/UNDP/World Bank/WHO Special Programme for Research and Training in Tropical Diseases.^{b/} Trust Fund for the UNDP/UNFPA/WHO/World Bank Special Programme of Research, Development and Research Training in Human Reproduction.^{c/} All funds expenditure amounts to \$ 59 343 607. This amount has been apportioned across items, WHO programme activities and non-WHO programme activities in the ratio of their respective expenditures.

Statement II

**Statement of assets, liabilities, and fund balances,
as at 31 December 2006**

(in thousands of US dollars)

	Reference	2006	2005 (re-stated)
Assets			
Cash at banks, in transit and on hand	Schedule 1, Note 18	118 928	96 186
Deposits and securities	Schedule 1	1 774 065	1 701 251
<i>Accounts receivable</i>			
Assessed contributions receivable from Member States	Note 19 Schedule 2	148 306	145 559
Less : Provision for delays in the collection of assessed contributions		(148 306)	(145 559)
Net assessed contributions		-	-
Voluntary Fund for Health Promotion		370 425	
Trust funds - WHO programme activities		4 082	
Trust funds - Non-WHO programme activities		20 831	
Interest receivable	Note 19	20 289	17 718
Sundry debtors	Note 19	73 203	63 955
<i>Total accounts receivable</i>		488 830	81 673
Prepaid expenses	Note 21	11 885	16 623
Construction in progress	Note 22	47 026	26 510
Capital assets	Note 23	76 960	76 307
Total assets		2 517 694	1 998 550
Liabilities and fund balances			
<i>Liabilities</i>			
Members' contributions received in advance	Note 25	47 222	50 328
Accounts payable	Note 26	353 915	476 726
Loans repayable	Note 22	48 946	29 829
<i>Total liabilities</i>		450 083	556 883
<i>Fund Balances</i>			
Regular budget and Working Capital Fund	Statement I	8 223	(13 033)
Voluntary Fund for Health Promotion		1 032 683	553 847
Other WHO funds		153 718	179 726
Trust funds - WHO programme activities		105 507	79 566
Trust funds - Non-WHO programme activities		694 713	569 447
<i>Total fund balances</i>		1 994 844	1 369 553
Members' equity in capital assets	Statement I	72 767	72 114
Total liabilities and fund balances		2 517 694	1 998 550

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

Statement III

**Statement of cash flow
for the year 2006**

(in thousands of US dollars)

	2006	2004-2005 (re-stated)
Cash flows from operating activities		
Total changes in fund balances (Statement I)	625 944	197 863
(Increase)/decrease in accounts receivable	(404 586)	(7 689)
(Increase)/decrease in prepaid expenses	4 738	(15 258)
Increase/(decrease) in contributions received in advance	(3 106)	3 642
Increase/(decrease) in accounts payable	(122 811)	175 813
Less : Interest income included in fund balances	(80 935)	(68 373)
<i>Net cash flows from operating activities</i>	19 244	285 998
Cash flows from investing and financing activities		
(Increase)/decrease in deposits and securities	(72 814)	(358 721)
Increase/(decrease) in loans payable	19 117	26 997
Plus : Interest income included in fund balances	80 935	68 373
Less : (Increase)/decrease in interest receivable	(2 571)	(12 789)
<i>Net cash flows from investing and financing activities</i>	24 667	(276 140)
Cash flows from other sources		
(Increase)/decrease in land and buildings	(653)	(9 180)
(Increase)/decrease in construction in progress	(20 516)	(23 620)
<i>Net cash flows from other sources</i>	(21 169)	(32 800)
Net increase/(decrease) in cash	22 742	(22 942)
Cash as at 1 January 2006 and 2004	96 186	119 128
Cash as at 31 December 2006 and 2005	118 928	96 186

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

Statement IV

**Statement of appropriations for the financial period 2006-2007
as at 31 December 2006**

(in thousands of US dollars)

Appropriation section	Amounts approved by resolution WHA58.4	Transfers between sections made by the Director-General (Note 33)	Transfers between sections as % of approved appropriations	Effective appropriations	Expenditure	Balance available in 2007
1. Essential health interventions	238 343	(12 848)	(5.39)	225 495	91 363	134 132
2. Health policies, systems and products	164 913	2 758	1.67	167 671	78 050	89 621
3. Determinants of health	96 156	233	0.24	96 389	42 255	54 134
4. Enabling programme delivery	251 770	7 600	3.02	259 370	120 394	138 976
5. WHO's core presence in countries	128 624	2 435	1.89	131 059	68 508	62 551
6. Other	35 509	(178)	(0.50)	35 331	26 118	9 213
Effective working budget	915 315			915 315	426 688	488 627
7. Transfer to Tax Equalization Fund	80 000			80 000	80 000	
Total	995 315			995 315	506 688	488 627

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

Notes to the accounts

1. Statement of objectives

- 1.1 The objective of the World Health Organization, contained in Article 1 of the Constitution, is the "attainment by all peoples of the highest possible level of health".
- 1.2 In order to achieve this objective, the functions of the Organization have been established and are contained in Article 2 of the Constitution.
- 1.3 The Eleventh General Programme of Work, 2006-2015, approved by World Health Assembly resolution WHA59.4 provides the policy framework for the Programme Budget 2006-2007.
- 1.4 The Fifty-eighth World Health Assembly in May 2005 (WHA58.4) resolved to appropriate an Effective Working Budget of \$ 915 million for the financial period 2006-2007. The Health Assembly also noted estimated expenditure of \$ 2 398 million to be financed from voluntary contributions. This figure was subsequently revised upwards to \$ 2 755 million as noted by the 120th Session of the Executive Board in January 2007.

2. Statement of accounting policies

2.1 General accounting policies

The accounting policies and financial reporting practices applied are based upon the WHO Financial Regulations and Financial Rules. Where the Regulations and Rules do not provide explicit provisions, the requirements of the United Nations System Accounting Standards (UNSAS) apply. The financial statements, accompanying notes and schedules are in accordance with the UNSAS and are drawn up on the basis of the formats defined therein.

2.2 Presentation of financial statements

The financial statements, notes, schedules and accompanying tables are presented in US dollars. All assets and liabilities, including accounts receivable and payable, are pooled within the Organization's books of account.

2.3 Currency translation

Translation into US dollars of transactions expressed in other currencies is effected at the prevailing United Nations accounting rate of exchange, as applicable at the date of the transaction. However, imprest account expenditure transactions are accounted for at the accounting rate of exchange in effect at the date expenditures are recorded in the main accounts.

Assets and liabilities held in other currencies at the end of the year are also translated into US dollars at the United Nations accounting rate of exchange prevailing for the month of December of the closing year. However, when significant changes occur in the exchange rates at the end of the year, the rates used "as at 31 December" are those in force on 1 January of the subsequent year. In the current financial period, no substantial change occurred between the exchange rates in force at the end of 2006 and those in force on 1 January 2007.

2.4 Accounting for exchange differential

Exchange rate gains and losses on the purchase and sale of currencies, revaluation of cash book balances, and all other exchange differences are adjusted against the funds and accounts participating in the apportionment of interest under the WHO general investment plan.

2.5 Income

Assessed contributions - Income from contributions from Members and Associate Members for the effective working budget 2006-2007 is recorded on an accrual basis as per the assessments approved by the World Health Assembly. In accordance with Financial Regulation 7.1, pending receipt of assessed contributions, implementation of the regular budget may be financed from the Working Capital Fund and thereafter by internal borrowing against available cash reserves of the Organization, excluding Trust Funds. A provision is established for delays in collection of contributions amounting to 100% of the assessed contributions outstanding at 31 December 2006. The total amount of the provision is shown in Statement I. When outstanding assessed contributions are paid, the amounts are credited first against any outstanding internal borrowing and then against any borrowing from the Working Capital Fund. In accordance with Financial Regulation 8.1 (h), any payments of arrears of contributions due from Member States that are not required to repay borrowings from internal borrowing and from the Working Capital Fund are credited to Miscellaneous Income.

New and formerly inactive Members - Income from assessed contributions from new and formerly inactive Members is subject to Financial Regulation 6.12. Such income is recorded on a cash basis (i.e. as received) and is credited to Miscellaneous Income.

Voluntary contributions - Voluntary contributions for WHO programme activities are recorded on an accrual basis (i.e. income is recognized upon signature of donor agreements and not when it is received).

Contributions in kind or in services - Contributions in kind or in services received by WHO are recorded upon receipt. They are treated both as income and expenditure in the Voluntary Fund for Health Promotion where they are recorded at a fair value based on estimates provided by the donor.

Other non-WHO programme activity trust funds - For other trust funds and entities administered by WHO that do not form part of WHO's programme activities, income is recorded on an accrual basis.

Revenue-producing activities - Income is recorded on a cash basis.

Interest income - Interest income is recorded on an accrual basis. Interest earned on funds and accounts invested on a pooled basis is apportioned monthly in proportion to their capital at the end of each month. Earnings on investments made for specific funds are credited directly to the funds concerned. Interest is adjusted by the exchange differential arising from currency and revaluation operations.

Interest earned and apportioned during the financial period to specific WHO accounts, trust funds and the Voluntary Fund for Health Promotion, is retained for use within those accounts and funds.

2.6 Tax Equalization Fund

In accordance with Health Assembly resolution WHA21.10, under which the Tax Equalization Fund was established, the Fund is credited with the revenue derived from the staff assessment plan. The credits to the Fund are recorded in the name of individual Members, in proportion to their assessments for the relevant financial period. For those Members that levy income tax on emoluments received from the Organization by their nationals or others liable to such taxes, the credit from the staff assessment plan is charged with the estimated amount to be levied by those Member States. Those amounts which have been charged are, in turn, used by the Organization to reimburse income tax paid by the staff concerned and an appropriate adjustment is made to the Member States assessed contribution.

2.7 Expenditure

In accordance with Financial Regulation IV and Financial Rule VI, expenditure (obligations) is recorded on an accrual basis (i.e. obligations are charged to expenditure during the current financial period for goods or services which are contractually due to be delivered during that period).

For other trust funds and entities administered by WHO and which do not form part of WHO programme activities, expenditure is recorded on an accrual basis.

That part of an obligation which has not yet been paid (i.e. an outstanding liability) is shown in the balance sheet as an accounts payable.

2.8 Savings on prior periods' unliquidated obligations

Unliquidated obligations relating to prior financial periods are settled during the current financial period in accordance with the Financial Regulation applicable to that period. Variances on settlement are debited/credited to the relevant fund.

2.9 Eliminations

The accounts of the Organization incorporate programme activities under the regular budget and those under extrabudgetary sources of financing, other WHO funds and associated entities. In order to preserve fund integrity and for transparency, income and expenditure are recorded separately for each individual fund. Income can be transferred from one fund to another fund in which case the amount is recorded as expenditure in the originating fund and as income in the receiving fund. However, income and expenditure are also consolidated in the Organization's accounts and financial statements to give an overall picture of the costs of WHO programme activities and of other entities administered by WHO. In such circumstances, consolidation produces a duplication of income and expenditure which must be eliminated in order to reflect the net costs of programme delivery.

Programme support costs (PSC) are recorded both as income and expenditure through the accounting for extrabudgetary funds and the Special Account for Servicing Costs giving rise to duplication on consolidation which must also be eliminated.

2.10 Cash at banks and in transit and on hand

Imprest account balances reflect disbursements recorded up to 30 November 2006 in order to ensure a consistent cut off throughout the Organization. Disbursements that have not been accounted for in December 2006 will be accounted for against the liquidation of the relevant expenditure (obligations) and bank balances in 2007.

2.11 Deposits and securities

Funds in currencies other than US dollars are accounted at their US dollar equivalent based on the United Nations accounting rate of exchange. Securities are accounted for at current market value. Market values are determined using the market price for a particular security on the last business day of the year. In accordance with Financial Regulation 11.1, funds not required for immediate use may be invested. All investments are carried out within the framework of investment policies approved by the Director-General. These policies are regularly reviewed by the Advisory Investment Committee, which includes external investment specialists. The Committee makes recommendations to the Director-General as and when the Committee considers it appropriate. The Investment Policy reflects the nature of the WHO funds, which may be held for the short-term, pending programme implementation, or for the longer term in order to meet liabilities under the Staff Health Insurance Fund and other long-term funds of the Organization. Investments are recorded at current market value and investment income is recorded on an accrual basis. However, for the structured investment products of which the calculation of interest rate will not be made until the end of the interest period, the income is recognized on a cash basis and the accrued interest is not recorded.

2.12 Capital assets and Members' equity in capital assets

The value of capital assets represents the cost at the time of acquisition or construction or, in the case of donated properties, the value as advised by the donor. No adjustment is made for depreciation.

In certain regional office locations, WHO occupies premises made available to it by the host country concerned, either at no cost or on a rental basis. The costs of improvements or extensions to such premises which have been borne by WHO are not recorded as capital assets in the accounts of the Organization but are charged to expenditure.

2.13 Non-expendable equipment

In accordance with established accounting policy, non-expendable equipment (including furniture, computers and other office equipment and motor vehicles) is charged to expenditure at cost. An inventory of non-expendable equipment is maintained and the value disclosed in these notes. For reporting purposes, only those items with a cost value of \$ 2 500 and above are included.

2.14 Working Capital Fund and internal borrowing

Pending the receipt of assessed contributions, implementation of the regular budget may be financed from the Working Capital Fund and thereafter by internal borrowing against available cash reserves of the Organization, excluding trust funds. Amounts borrowed are repaid from the collection of arrears of assessed contributions which are credited first against any internal borrowing outstanding and then against any borrowing outstanding from the Working Capital Fund.

2.15 Foreign exchange hedging

In accordance with Financial Regulation 4.4, foreign exchange hedging seeks to maintain the level of the budget, irrespective of the effect of any fluctuation of currencies against the US dollar. The amounts available for hedging are approved by the World Health Assembly for the financial period concerned. The exact method of hedging is determined in accordance with the investment policy, which specifies permitted hedging instruments: namely forward foreign exchange and option contracts. The exchange rate to be protected and prevailing market conditions are also taken into account. Costs associated with the purchase of foreign currency options are recorded at the time of purchase and are expensed in the biennium to which they relate. Gains (losses) on forward contracts and any gains on option contracts are taken to income (or expenditure) when the contracts mature.

3. Tax Equalization Fund

In 2006-2007, income credited to the Tax Equalization Fund is derived as follows:

	2006-2007 (US dollars)	2004-2005 (US dollars)
Staff Assessment (Statement IV, Appropriation Section 7)	80 000 000	80 000 000
<i>Less:</i> Credits to Members	70 885 920	75 374 110
Total	9 114 080	4 625 890

4. Contributions in kind or in services

Voluntary contributions include contributions in kind or in services amounting to \$ 10.3 million for 2006 (\$ 51.7 million in 2004-2005).

5. Revenue-producing activities

Revenues comprise the following:

- rental from staff accommodation credited to the Real Estate Fund;
- rental from concessionaires at Headquarters credited to the Special Account for Operation of Concessions;
- sale of WHO publications and other promotional material; income from rights and royalties credited to the Revolving Sales Fund; and
- revenue derived from patent policy credited to the Special Account for Income Derived from Patent Policy.

6. Income from services rendered

This item refers to income from programme support costs levied against programme expenditure under extrabudgetary financed activities and fees received from the provision of administrative services to other entities. Income earned is credited to the Special Account for Servicing Costs. Transfers to the Terminal Payments Account are also shown under this heading.

7. Foreign exchange hedging transactions arising in 2006

Realized exchange gains arising on foreign exchange hedging contracts in 2006 amounted to \$ 7.3 million (\$ 29.6 million in 2004-2005) all of which have been recorded in the regular budget.

Summary of outstanding options as at 31 December 2006 (in relation to 2006-2007 hedging contracts)

WHO has the option to sell:

USD	45 million	and buy CHF if the market rate is lower than	1.175	at USD 1.00 =	CHF 1.175
USD	15 million	and buy EUR if the market rate is higher than	1.300	at USD 1.30 =	EUR 1.000

WHO has the obligation to sell:

USD	45 million	and buy CHF if the market rate is higher than	1.245	at USD 1.00 =	CHF 1.245
USD	15 million	and buy CHF if the market rate is higher than	1.275	at USD 1.00 =	CHF 1.275

Forward contracts as at 31 December 2006 (in relation to 2006-2007 hedging contracts)

In addition, WHO has forward contracts to sell USD 30 million and buy CHF at the rate of USD 1.000 = CHF 1.275.

The above option contracts wherein WHO may be obliged to sell represents an either/or scenario with the contracts wherein WHO has the option to sell. That is, on the date of expiry of the above contracts, either WHO will exercise its option or be obliged to sell, depending on the market rate on that date.

Net premiums on these contracts amounting to \$ 7.4 million have been recorded as prepaid expenses as at 31 December 2006 (\$ 16.1 million at 31 December 2005).

Unrealized net gains on these contracts amounted to \$ 1.9 million as at 31 December 2006 (unrealized net losses \$ 3.0 million at 31 December 2005).

Realized gains or losses on these contracts will be recorded on maturity of the contracts and applied during 2007.

8. Miscellaneous Income - other

This includes:

	2006 (US dollars)	2004-2005 (US dollars)
Refunds and rebates	545 969	602 211
Exchange differential	1 110 088	988 231
Sale of equipment and material	69 643	167 120
Underground parking operations	(296 444)	307 637
Settlement of Casual Income appropriated for priority programmes	53 124	(20 151)
Total	1 482 380	2 045 048

9. Expenditure

Expenditure for WHO programme activities includes technical cooperation and supply services.

Expenditure for non-WHO programme activities relates to the Staff Health Insurance payments and to other non-WHO trust funds or entities for which the Organization has administrative responsibility or some other interaction.

10. Payment of assessed contributions of prior years

Arrears of assessed contributions collected in 2006 in respect of prior financial periods have been applied as follows:

	2006 (US dollars)	2004-2005 (US dollars)
Repayments on internal borrowing outstanding as at 1 January 2006 and 2004	13 033 602	1 743 968
Repayments of Working Capital Fund outstanding as at 1 January 2006 and 2004	31 000 000	31 000 000
<i>Total repayments of borrowings</i>	44 033 602	32 743 968
Credited to Miscellaneous Income	4 314 818	12 203 848
Total arrears of assessed contributions collected	48 348 420	44 947 816

11. Revolving Sales Fund

In accordance with Health Assembly resolutions WHA22.8 and WHA55.9, this fund is credited with proceeds from the sale of publications, international certificates of vaccination, films, videos, DVD's and other information material. The related costs of production and printing are charged to the fund.

12. Special Account for Operation of Concessions at Headquarters

Established by the Director-General under the terms of the Financial Regulations, this account is credited with all amounts paid by concessionaires for space, equipment and other facilities made available by the Organization. The cost of repairs, utilities, maintenance work and replacement of equipment are charged against the account.

13. UN trust funds - WHO programme activities

These represent cash drawings from the United Nations Development Programme, the United Nations Population Fund, and other organizations and bodies of the United Nations system. Such drawings are made in order to finance activities funded by those agencies for which WHO is the executing or associated agency.

14. Other trust funds and associated entities - Non-WHO programme activities

In accordance with the Financial Regulations, the Director-General has established trust funds to record the financial operations of various programmes and entities that are not considered part of WHO's programme activities. The funds included are:

- Trust fund for the Joint United Nations Programme on HIV/AIDS (UNAIDS)
- International Agency for Research on Cancer (IARC)
- International Computing Centre (ICC)

For each of these funds, detailed financial reports are issued and are subject to audit by the WHO External Auditor.

Trust funds not part of WHO's programme activities also include the WHO Staff Health Insurance (SHI), the Global Fund to Fight AIDS, Tuberculosis and Malaria (GFTAM) and the International Drug Purchase Facility - UNITAID.

WHO provides administrative support and services to these entities and in 2006 WHO received administrative fees of US\$ 5.5 million for the provision of such services.

15. Staff Health Insurance

The income of the Staff Health Insurance fund consists of contributions received in respect of both active and retired staff (of which one-third is paid by the participants and two-thirds by the Organization) as well as interest earned on investments. In order to ensure the adequate funding of future claims from retired staff, a fixed percentage (currently 25%) of active staff contributions is set aside each year. The remaining 75% of contributions are required to meet current claims from active staff. The balance of the fund at 31 December 2006, \$ 349.0 million, is held to satisfy statutory reserves as follows:

	31 December 2006 (US dollars)	31 December 2005 (US dollars)
Settlement of outstanding claims (SHI rule 470.1)	16 725 723	14 676 678
Future costs of retired staff (SHI rule 470.2) ^{a/}	290 035 000	272 031 000
Reserve for major claims and cost of reinsurance (SHI rule 470.3)	42 284 048	23 992 623
	349 044 771	310 700 301

16. Other trust funds

Special Fund for Compensation

This fund was set up by the Director-General under the Financial Regulations for the payment of periodic benefits awarded to staff members under WHO compensation rules for service-incurred accidents and illnesses. It is financed by funds allocated to cover the cost of employing the staff member in question; by the credit of benefits received from the commercial accident and illness insurance policy established for this purpose, and by any interest earned.

Due to Estates of Deceased Staff Members

These funds reflect balances due on accounts of deceased staff members, pending the conclusion of legal and other succession-related formalities.

Other Trust Funds held by WHO

These funds relate to balances held on behalf of interagency and other entities for which WHO has responsibility as trustee.

^{a/} The most recent actuarial valuation of the future cost of retired staff, dated July 2004, estimates an Accumulated Post-retirement Benefit Obligation (APBO) for retirees of \$ 370.0 million (\$ 224.5 million in June 2000).

17. Foundations

This comprises foundations for which WHO holds funds in trust and is responsible for financial and administrative management. At 31 December 2006, the foundations were as follows:

Darling Foundation

Down Syndrome Research Prize in the Eastern Mediterranean Region

Dr A.T. Shousha Foundation

Dr Comlan A.A. Quenum Prize

Ihsan Dogramaci Family Health Foundation

Jacques Parisot Foundation

Léon Bernard Foundation

Professor Francesco Pocchiari Fellowship Prize

State of Kuwait Prize for the Control of Cancer, Cardiovascular Diseases and Diabetes in the Eastern Mediterranean Region

State of Kuwait Prize for Research in Health Promotion

United Arab Emirates Health Foundation

18. Cash, deposits and securities

Cash, deposits and securities are held on behalf of the Organization, including the Voluntary Fund for Health Promotion, its special accounts and trust funds and the various foundations and entities administered by WHO.

Cash at banks, in transit and on hand

This represents the aggregation of all the Organization's liquid resources (including cash, bank accounts, and funds in transit) and amount to \$ 118.9 million at 31 December 2006 (\$ 96.2 million at 31 December 2005). Within this figure, imprest account disbursements which have not been accounted for in the financial period, amount to \$ 50.8 million (\$ 58.3 million at 31 December 2005). These disbursements will be accounted for against the liquidation of the appropriate unliquidated obligations and bank balances in 2007.

Short-term fixed income in US dollars

These are invested in cash and high quality, short dated, government, agency, and corporate bonds as defined in the approved investment policy.

Long-term fixed income in US dollars

These are invested in high quality, medium and long dated, government, agency, and corporate bonds. They represent funds managed for the Staff Health Insurance Fund and the Terminal Payments Account as defined in the approved investment policy.

Equity investments in US dollars

In accordance with approved investment policy, this portfolio represents funds managed for the Staff Health Insurance fund.

Total cash, deposits and securities as at 31 December 2006

This figure includes \$ 751.3 million (\$ 636.1 million at 31 December 2005) held by WHO on behalf of UNAIDS, International Agency for Research on Cancer, International Computing Centre, Staff Health Insurance, The Global Fund to fight AIDS, Tuberculosis and Malaria, International Drug Purchase Facility - UNITAID and Foundations. Interest receivable shown in Statement II is the amount of accrued interest from the Organization's direct investments, mainly time deposits.

The total earnings from cash, deposits and securities for 2006 was \$ 81.9 million (\$ 68.1 million in 2004-2005) after taking into account an exchange differential loss of \$ 1.7 million. \$ 7.1 million of total earnings (\$ 8.0 million in 2004-2005) related to the regular budget and was credited to Miscellaneous Income.

19. Accounts receivable

At 31 December 2006, accounts receivable amounted to \$ 488.8 million (\$ 81.7 million at 31 December 2005). The large increase in the accounts receivable is due to the revised accounting policy on income recognition effective 1 January 2006. In addition to accruing income on assessed contributions, income from voluntary contributions is now also accrued under the revised income recognition policy. This means that income from voluntary contributions is recognized upon signature of donor agreements. As a result of this change in policy \$ 374.5 million (detailed below) has been recognized as income during 2006 for WHO programme activities and is shown as an accounts receivable at 31 December 2006.

Sundry debtors (detailed below) comprise payments due from other international organizations, advances made to staff members in accordance with the regulations and rules of the Organization, guarantee deposit accounts and other debtors. This item includes certain expenses that will be charged against accounts payable, or other appropriate accounts in 2007.

	31 December 2006 <i>(US dollars)</i>	31 December 2005 <i>(re-stated)</i> <i>(US dollars)</i>
Accounts receivable		
WHO programme activities		
Voluntary Fund for Health Promotion	370 425 014	
Trust funds	4 081 492	
<i>Total WHO programme activities</i>	374 506 506	
Non-WHO programme activities - Trust funds	20 830 857	
Interest receivable	20 288 803	17 718 263
Sundry debtors		
Personal accounts of WHO staff - advances	31 355 501	24 264 672
Due from other United Nations organizations and agencies, institutions, governments and ministries, firms, corporations and other entities, for goods and services provided	17 924 924	15 164 082
Clearance accounts	11 003 060	5 512 012
WHO/UNAIDS service clearance accounts with UNDP	10 527 013	17 124 102
Other debtors	2 042 755	1 635 088
Guarantee deposits	349 955	254 707
<i>Total Sundry debtors</i>	73 203 208	63 954 663
Total accounts receivable	488 829 374	81 672 926

20. Letters of credit

At 31 December 2006, in addition to actual cash resources on hand, undrawn balances under letters of credit received from the United States of America, amounted to \$ 182 million (\$ 140 million at 31 December 2005). These relate to the following activities:

	31 December 2006 <i>(US dollars)</i>	31 December 2005 <i>(US dollars)</i>
The US Agency for International Development		
Voluntary Fund for Health Promotion	163 518 254	125 939 821
Trust Fund for the Joint United Nations Programme on HIV/AIDS (UNAIDS)	16 014 000	12 150 000
The US Environment Protection Agency		
Voluntary Fund for Health Promotion	2 130 737	1 567 169
	181 662 991	139 656 990

21. Prepaid expenses

The amount of \$ 11.9 million (\$ 16.6 million at 31 December 2005) represents disbursements made in respect of obligations against the next financial period and will be charged as expenditure in that period.

22. Construction in progress and loans from the Swiss Confederation

The World Health Assembly, in resolutions WHA55.8 and WHA56.13, authorized the Director-General to proceed with the construction of a new building at headquarters for WHO and UNAIDS at a cost estimated at CHF 66 000 000, of which WHO's share was estimated at CHF 33 000 000. The Swiss Confederation has agreed to provide an interest-free loan to WHO and UNAIDS of CHF 59 800 000 of which WHO's share is CHF 29 900 000. The Health Assembly also approved the use of the Real Estate Fund for the repayment over a 50-year period of WHO's share of the interest-free loan provided by the Swiss Confederation with effect from the first year of the completion of the building.

The amount of construction in progress of \$ 47 026 425 reflects expenditure incurred on the building up to 31 December 2006. The loan repayable of \$ 48 946 042 represents the amount received at 31 December 2006.

23. Capital assets

These assets represent WHO and other trust fund properties at headquarters and in regional office locations. The properties have either been purchased, constructed or received as donations. The land upon which buildings have been erected is either owned by the Organization /trust fund or has been made available by the host country concerned, at no cost or at a nominal annual ground rent.

The cost of land and buildings at each location comprises the following:

	31 December	2006		31 December
	2005	Additions	Disposals	2006
	(US dollars)			(US dollars)
WHO offices				
Headquarters	42 358 538			42 358 538
Regional Office for Africa				
Regional Office	7 533 338			7 533 338
Africa Region - other	1 249 634			1 249 634
Total: Regional Office for Africa	8 782 972			8 782 972
Regional Office for South-East Asia	1 483 295			1 483 295
Regional Office for the Eastern Mediterranean	12 088 203			12 088 203
Regional Office for the Western Pacific	7 400 758	653 000		8 053 758
<i>Total WHO</i>	72 113 766	653 000		72 766 766
IARC - Lyon	4 193 504			4 193 504
Total	76 307 270	653 000		76 960 270

24. Non-expendable equipment

The total value at cost at the end of the last financial period 31 December 2005 was \$ 80.1 million.

25. Members' contributions received in advance

At 31 December 2006 some Members had, either in full or in part, made advance payments against their regular budget contributions for 2007 and future years. In addition, certain Members had received credits against assessed contributions for the current biennium, which will be offset against future assessments. In total, contributions received in advance at 31 December 2006 amounted to \$ 47.2 (\$50.3 million at 31 December 2005).

26. Accounts payable

In accordance with the revision to Financial Regulation IV, effective 1 January 2006, unliquidated obligations have been replaced by accounts payable. The total accounts payable for WHO programme activities at 31 December 2006 is \$ 258.2 million (detailed below). The total unliquidated obligations figure at 31 December 2005 for WHO programme activities is \$ 363.3 million (detailed below). The reduction of \$ 105.1 million reflects the new expenditure recognition policy in Financial Regulation 4.2 whereby obligations are charged to expenditure during the current financial period for goods or services which are contractually due to be delivered during that period.

	31 December 2006 <i>(US dollars)</i>	31 December 2005 <i>(re-stated)</i> <i>(US dollars)</i>
WHO programme activities		
Regular Budget	36 452 844	43 539 187
Other WHO funds	16 016 841	18 605 709
Voluntary Fund for Health Promotion	158 409 371	205 574 509
Inter-organization arrangements	1 356 658	7 659 237
Trust funds	45 918 218	87 933 150
<i>Total accounts payable - WHO programme activities</i>	258 153 932	363 311 792
Non-WHO programme activities		
Trust Fund for the Joint United Nations Programme on HIV/AIDS	32 056 624	39 926 284
International Computing Centre	1 981 294	2 574 389
The Global Fund to fight AIDS, Tuberculosis and Malaria	20 294 664	23 463 929
International Drug Purchase Facility - UNITAID	85 713	
Trust funds, Foundations and other funds	2 166 178	4 932 109
<i>Total accounts payable - Non-WHO programme activities</i>	56 584 473	70 896 711
Sub-total	314 738 405	434 208 503
Sundry accounts payable		
Personal accounts of WHO staff – proceeds of claims and other amounts due	5 079 400	4 280 693
Due to other United Nations organizations and agencies, institutions, governments and ministries, firms, corporations and other entities, for goods and services received	9 965 785	10 138 489
Due to United Nations Joint Staff Pension Fund for contributions and other payments outstanding	14 980 434	17 354 328
UNAIDS/UNDP Operating Fund		5 652 834
Clearance accounts	9 150 742	5 090 885
Sub-total	39 176 361	42 517 229
Total accounts payable	353 914 766	476 725 732

27. Other WHO funds

	31 December 2006 <i>(US dollars)</i>	31 December 2005 <i>(US dollars)</i>
Revolving Fund for Teaching and Laboratory Equipment	400 000	400 000
Special Account for Concessions at Headquarters	3 060 597	2 817 591
Special Account for Income Derived from Patent Policy	4 220	4 060
Staff Development Fund	5 934 386	2 734 721
Total	9 399 203	5 956 372

28. United Nations Joint Staff Pension Fund

WHO 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 Pension Fund 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 Fund. 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 Fund as of the valuation date. At the time of this report the United Nations General Assembly had not invoked this provision.

29. Administrative waivers, amounts written-off, cases of fraud, ex-gratia payments

During 2006, there was one administrative waiver for \$ 5 040; two cases of amounts written-off totalling \$ 24 610; no case of proven fraud; and one ex-gratia payment for \$ 766. In addition, further cases have been reported and these are being investigated.

30. Contingent liabilities

At 31 December 2006, there were pending legal proceedings and/or claims being processed against the Organization concerning: one accident involving a WHO vehicle; a rental issue at one WHO office; five alleged contractual obligations; one issue concerning alleged fraudulent fuel trafficking; and three cases of alleged unlawful dismissal by former staff members. In addition, there are alleged obligations due to two former staff members and one case relating to alleged ecological damage caused by the construction of the WHO/UNAIDS building. These claims are not deemed to be of material significance. Finally, there were outstanding personnel matters before the ILO Administrative Tribunal. These are currently being contested by the Organization. The legal proceedings have not progressed sufficiently to determine the extent of any liability of the Organization with any degree of certainty.

31. Security Fund

In view of the increased importance attached to the provision of security for WHO staff, the Director-General established a Security Fund, under Financial Regulation 9.3, to record the income and expenditure related to provision of security coordination both through reimbursement of WHO's share of the United Nations systems' costs and those pertaining to the Secretariat. This fund may be financed by way of appropriation from the regular budget and from other sources including the Special Account for Servicing Costs. Costs pertain to the provision of security services for staff in all locations who are engaged in work that is funded by both the regular budget and voluntary contributions.

32. Information Technology Fund

The Information Technology Fund was established in 2002-2003 by the Director-General, under Financial Regulation 9.3, to meet the current and future administrative information requirements of the Organization. This fund may be financed by way of appropriation from the regular budget and from voluntary contributions including the Special Account for Servicing Costs. This financing reflects the fact that the systems will support management of programmes funded by both the regular budget and voluntary contributions.

33. Statement of appropriations for the financial period 2006-2007

Paragraph 3.1 of the Appropriation Resolution for the financial period 2006-2007 (resolution WHA58.4) states that "notwithstanding the provisions of Financial Regulation 4.3, the Director-General is authorized to make transfers between the appropriation sections of the effective working budget up to an amount not exceeding 10% of the amount appropriated for the section from which the transfer is made; all such transfers shall be reported in the financial report for the financial period 2006-2007; any other transfers required shall be made and reported in accordance with the provisions of Financial Regulation 4.3".

All transfers between appropriation sections made by the Director-General during 2006 were within the authority granted under the Appropriation Resolution and were effected in order to meet changing programme needs. However, an additional requirement under one allocation in a given section may be frequently offset by a reduced requirement under another allocation in the same appropriation section, thereby avoiding the need

for a transfer. Details of regular budget transfers made in the course of the implementation of the 2006-2007 programme budget will be provided in the Financial Report for the biennium 2006-2007.

34. Legal commitments

At 31 December 2006 the Organization had entered into contracts for the supply of goods or services amounting to \$ 123.6 million which were not due to be delivered by that date. Delivery against these contracts is due during 2007 and the corresponding expenditure will be recognized when delivery is effected.

35. Re-statement of 2004-2005 comparative figures

The presentation of some figures in 2006 has made it necessary to re-group certain 2004-2005 figures for presentation purposes.

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Schedule 1**Cash, deposits and securities
as at 31 December 2006***(in thousands of US dollars)*

	2006	2004-2005
Cash at banks, in transit and on hand		
Headquarters	33 514	15 549
Regional and Country Offices	85 414	80 637
<i>Total cash at banks, in transit and on hand</i>	118 928	96 186
Deposits		
Bank deposits and call accounts in US dollars	962 473	934 856
<i>Total deposits</i>	962 473	934 856
Securities		
Short-term fixed income in US dollars	492 046	474 313
Long-term fixed income in US dollars	253 477	237 750
Equity investments in US dollars	66 069	54 332
<i>Total securities</i>	811 592	766 395
<i>Total deposits and securities</i>	1 774 065	1 701 251
Total cash, deposits and securities as at 31 December 2006 and 31 December 2005 (Note 18)	1 892 993	1 797 437

Schedule 2

**Assessed contributions – 2006
and prior financial periods**

(in US dollars)

Members, including Associate Members	2006 assessments			Assessments of prior financial periods			Total outstanding
	Net assessments	Collected during 2006	Balance outstanding 31 December 2006	Balance outstanding 1 January 2006	Collected or adjusted during 2006	Balance outstanding 31 December 2006	
Assessed Members							
Afghanistan	8 930		8 930	306 665	83 095	223 570	232 500
Albania	22 330	22 330					
Algeria	339 390	339 390					
Andorra	22 330	22 330					
Angola	4 470	4 470					
Antigua and Barbuda	13 400		13 400	174 064		174 064	187 464
Argentina	4 269 090		4 269 090	30 800 484		30 800 484	35 069 574
Armenia	8 930	8 930		2 446 150	45 300	2 400 850	2 400 850
Australia	7 109 200	7 109 200					
Austria	3 835 930	3 835 930					
Azerbaijan	22 330	22 330		3 794 273	100 000	3 694 273	3 694 273
Bahamas	58 050	58 050					
Bahrain	133 970	133 970					
Bangladesh	44 660	44 660					
Barbados	44 660	44 660					
Belarus	80 380		80 380	237 530	80 004	157 526	237 906
Belgium	4 773 700	4 773 700					
Belize	4 470	4 089	381	381	381		381
Benin	8 930	8 930					
Bhutan	4 470	52	4 418				4 418
Bolivia	40 190	40 190		101 038	101 038		
Bosnia and Herzegovina	13 400	13 400					
Botswana	53 590	53 590					
Brazil	6 801 070	4 811 117	1 989 953	6 465 604	6 465 604		1 989 953
Brunei Darussalam	151 830	151 830					
Bulgaria	75 920	75 920					
Burkina Faso	8 930	8 930					
Burundi	4 470	4 470					
Cambodia	8 930	8 930					
Cameroon	35 730	35 730		35 180	35 180		
Canada	12 561 660	12 561 660					
Cape Verde	4 470		4 470	8 533		8 533	13 003
Central African Republic	4 470		4 470	164 841		164 841	169 311
Chad	4 470	482	3 988				3 988
Chile	995 830		995 830	1 184 749	847 677	337 072	1 332 902
China	9 167 830	9 167 830					
Colombia	692 170	692 170		491 773	491 773		
Comoros	4 470		4 470	444 427	4 590	439 837	444 307
Congo	4 470	4 470					
Cook Islands	4 470		4 470				4 470
Costa Rica	133 970	133 970		102 588	102 588		
Côte d'Ivoire	44 660		44 660	81 120	81 120		44 660
Croatia	165 230	165 230					
Cuba	192 020	192 020		26 334	26 334		
Cyprus	174 160	174 160					
Czech Republic	817 200	817 200					

Schedule 2 (continued)

Members, including Associate Members	2006 assessments		Assessments of prior financial periods				Total outstanding
	Net assessments	Collected during 2006	Balance outstanding 31 December 2006	Balance outstanding 1 January 2006	Collected or adjusted during 2006	Balance outstanding 31 December 2006	
Democratic People's Republic of Korea	44 660	43 300	1 360	115	115		1 360
Democratic Republic of the Congo	13 400		13 400	29 835		29 835	43 235
Democratic Republic of Timor-Leste	4 470	20	4 450				4 450
Denmark	3 206 290	3 206 290					
Djibouti	4 470		4 470	4 290		4 290	8 760
Dominica	4 470		4 470	12 260		12 260	16 730
Dominican Republic	156 300	35 725	120 575	1 019 572		1 019 572	1 140 147
Ecuador	84 850	84 850					
Egypt	535 870		535 870				535 870
El Salvador	98 250	98 250					
Equatorial Guinea	8 930	8 930		8 019	8 019		
Eritrea	4 470	18	4 452				4 452
Estonia	53 590	53 590					
Ethiopia	17 860	17 860					
Fiji	17 860	17 860					
Finland	2 380 150	2 380 150					
France	28 287 030	28 287 030					
Gabon	40 190	40 190					
Gambia	4 470		4 470	10 663	10 633	30	4 500
Georgia	13 400	13 400		4 439 163	88 460	4 350 703	4 350 703
Germany	38 682 150	38 682 150					
Ghana	17 860	17 860					
Greece	2 366 760	2 366 760					
Grenada	4 470		4 470	4 290		4 290	8 760
Guatemala	133 970	133 970					
Guinea	13 400	13 400		25 760	25 760		
Guinea-Bissau	4 470		4 470	222 590		222 590	227 060
Guyana	4 470	4 470					
Haiti	13 400	13 400					
Honduras	22 330	22 330					
Hungary	562 660	562 660					
Iceland	151 830	151 830					
India	1 880 010	1 681 510	198 500	14 454	14 454		198 500
Indonesia	634 110	634 110					
Iran (Islamic Republic of)	701 100		701 100	862 282		862 282	1 563 382
Iraq	71 450	71 450		6 398 801	423 603	5 975 198	5 975 198
Ireland	1 562 950	1 562 950					
Israel	2 085 430	987 992	1 097 438	651 934	651 934		1 097 438
Italy	21 814 780	21 814 780					
Jamaica	35 730	35 730					
Japan	86 937 160	86 937 160					
Jordan	49 120	49 120					
Kazakhstan	111 640	111 640		3 890 488	1 699 536	2 190 952	2 190 952
Kenya	40 190	40 190					
Kiribati	4 470	4 470		4 290	4 290		
Kuwait	723 430	723 430					

Schedule 2 (continued)

Members, including Associate Members	2006 assessments			Assessments of prior financial periods			Total outstanding
	Net assessments	Collected during 2006	Balance outstanding 31 December 2006	Balance outstanding 1 January 2006	Collected or adjusted during 2006	Balance outstanding 31 December 2006	
Kyrgyzstan	4 470		4 470	1 233 412	9 178	1 224 234	1 228 704
Lao People's Democratic Republic	8 680	8 680					
Latvia	66 990	66 990					
Lebanon	107 180	14 290	92 890	41 339	876	40 463	133 353
Lesotho	4 470	4 470					
Liberia	4 470	4 470		318 683	318 683		
Libyan Arab Jamahiriya	589 460		589 460	612 791	561 979	50 812	640 272
Lithuania	107 180	38 389	68 791	103 020	103 020		68 791
Luxembourg	343 850	343 850					
Madagascar	13 400	9 873	3 527				3 527
Malawi	4 470	4 470		4 290	4 290		
Malaysia	906 510	906 510					
Maldives	4 470	4 470					
Mali	8 930	8 930					
Malta	62 520	62 520					
Marshall Islands	4 470		4 470	8 507	4 217	4 290	8 760
Mauritania	4 470	3 582	888	1 981	1 981		888
Mauritius	49 120	49 120					
Mexico	8 408 680	8 408 432	248	2 234 146	2 234 146		248
Micronesia (Federated States of)	4 470	4 470					
Monaco	13 400	13 400					
Mongolia	4 470	4 470					
Morocco	209 880	209 880					
Mozambique	4 470	4 470					
Myanmar	44 660	43 617	1 043				1 043
Namibia	26 800	26 800					
Nauru	4 470		4 470	103 821	4 290	99 531	104 001
Nepal	17 860	17 860					
Netherlands	7 546 820	7 546 820					
New Zealand	986 890	986 890					
Nicaragua	4 470	4 470					
Niger	4 470		4 470	137 812	58 634	79 178	83 648
Nigeria	187 560	187 560					
Niue	4 470		4 470	4 276		4 276	8 746
Norway	3 032 130	3 032 130					
Oman	312 590	312 590					
Pakistan	245 610	3 833	241 777	250 031	250 031		241 777
Palau	4 470		4 470	8 236		8 236	12 706
Panama	84 850	29 115	55 735	49 540	49 540		55 735
Papua New Guinea	13 400	13 400		60 379	60 379		
Paraguay	53 590	48 527	5 063	107 296	107 296		5 063
Peru	410 840		410 840	1 259 195	914 295	344 900	755 740
Philippines	424 230	83 342	340 888	368 559	368 559		340 888
Poland	2 058 630	2 058 630					
Portugal	2 098 820	2 098 820					
Puerto Rico	4 470		4 470	8 580		8 580	13 050

Schedule 2 (continued)

Members, including Associate Members	2006 assessments		Assessments of prior financial periods				Total outstanding
	Net assessments	Collected during 2006	Balance outstanding 31 December 2006	Balance outstanding 1 January 2006	Collected or adjusted during 2006	Balance outstanding 31 December 2006	
Qatar	285 800	285 800					
Republic of Korea	8 020 180	3 852 334	4 167 846	4 609 110	4 609 110		4 167 846
Republic of Moldova	4 470	4 470		2 950 023	245 000	2 705 023	2 705 023
Romania	267 940	267 940					
Russian Federation	4 912 140	4 912 140					
Rwanda	4 470	4 470					
Saint Kitts and Nevis	4 470	4 470					
Saint Lucia	8 930	8 930		12 220	12 220		
Saint Vincent and the Grenadines	4 470		4 470				4 470
Samoa	4 470	4 470					
San Marino	13 400	13 400					
Sao Tome and Principe	4 470	4 470					
Saudi Arabia	3 183 960	3 183 960					
Senegal	22 330	22 330					
Serbia and Montenegro	84 850	84 850		81 560	81 560		
Seychelles	8 930	8 930					
Sierra Leone	4 470	4 470					
Singapore	1 732 650	1 732 650					
Slovakia	227 750	227 750					
Slovenia	366 180	366 180					
Solomon Islands	4 470		4 470	4 290		4 290	8 760
Somalia	4 470		4 470	400 224		400 224	404 694
South Africa	1 325 550	1 325 550					
Spain	11 253 250	11 253 250					
Sri Lanka	75 920	75 920					
Sudan	35 730		35 730	30 150		30 150	65 880
Suriname	4 470	4 470		112 292	112 292		
Swaziland	8 930	8 930					
Sweden	4 456 650	4 456 650					
Switzerland	5 345 300	5 345 300					
Syrian Arab Republic	169 690	169 690					
Tajikistan	4 470	4 470		469 074	49 215	419 859	419 859
Thailand	933 310	933 310					
The Former Yugoslav Republic of Macedonia	26 800		26 800	25 760	25 760		26 800
Togo	4 470		4 470	1 029		1 029	5 499
Tokelau	4 470		4 470	4 390		4 390	8 860
Tonga	4 470	4 470					
Trinidad and Tobago	98 250	98 250					
Tunisia	142 900	103 992	38 908				38 908
Turkey	1 654 770	1 654 770					
Turkmenistan	22 330	22 330		1 259 014	246 784	1 012 230	1 012 230
Tuvalu	4 470	4 470					
Uganda	26 800	26 800					
Ukraine	174 160	174 160		32 309 438	622 944	31 686 494	31 686 494
United Arab Emirates	1 049 410	1 049 410					

Schedule 2 (continued)

Members, including Associate Members	2006 assessments			Assessments of prior financial periods			Total outstanding
	Net assessments	Collected during 2006	Balance outstanding 31 December 2006	Balance outstanding 1 January 2006	Collected or adjusted during 2006	Balance outstanding 31 December 2006	
United Kingdom of Great Britain and Northern Ireland	27 361 470	27 361 470					
United Republic of Tanzania	26 800	26 800					
United States of America	101 420 570	67 644 952	33 775 618	22 028 626	22 028 626		33 775 618
Uruguay	214 350		214 350	937 519	733 090	204 429	418 779
Uzbekistan	62 520	22 074	40 446	40 421	40 421		40 446
Vanuatu	4 470	4 470					
Venezuela	763 620		763 620	734 000	734 000		763 620
Viet Nam	93 780	93 780					
Yemen	26 800	26 800					
Zambia	8 930	1 919	7 011				7 011
Zimbabwe	31 260		31 260				31 260
Total - Assessed Members	451 114 540	400 019 756	51 094 784	137 389 574	45 983 904	91 405 670	142 500 454
New and formerly inactive Members							
Belarus ^{a/}				363 344	90 836	272 508	272 508
Ukraine ^{a/}				2 273 680	2 273 680		
Total - new and formerly inactive Members				2 637 024	2 364 516	272 508	272 508
Former Members							
Yugoslavia (up to 2001)				5 532 592		5 532 592	5 532 592
Total - all Members	451 114 540	400 019 756	51 094 784	145 559 190	48 348 420	97 210 770	148 305 554

^{a/} In addition to the unbudgeted amounts due from Belarus and Ukraine shown under the heading "New and formerly inactive Members", these members also owe budgeted contributions, as indicated in this schedule under "Assessed Members".

Schedule 2 (continued)

Certain Member States with outstanding unpaid contributions from prior years have agreed to repayment plans under which the Member States concerned commit to make annual payments towards the arrears, in addition to paying their current year assessment. These special arrangements are approved by Health Assembly resolutions, and specify the number of years over which the concerned Member State must pay the outstanding contributions.

In the event that minimum payments are not made according to the agreed plan, the Member State's voting privileges are suspended in accordance with Article 7 of the Constitution.

The Members concerned, are listed below, together with summary information concerning the terms of the approved payment plans:

Member States	Resolution	Payment period	Payments received during 2006	Balance outstanding ^{a/}
Afghanistan	WHA59.6	2007-2020	0	232 500
Armenia	WHA59.7	2006-2023	45 300	2 400 850
Azerbaijan	WHA55.5	2003-2011	100 000	3 694 273
Belarus	WHA45.23	1997-2006	90 836	272 508
Central African Republic	WHA59.8	2006-2010	0	164 841
Dominican Republic	WHA59.9	2006-2020	0	1 019 572
Georgia	WHA58.8	2006-2020	88 460	4 350 703
Iraq	WHA58.9	2006-2020	423 603	5 975 198
Kazakhstan	WHA56.11	2003-2012	1 699 536	2 190 952
Republic of Moldova	WHA58.10	2006-2020	245 000	2 705 023
Tajikistan	WHA58.11	2006-2015	49 215	419 859
Turkmenistan	WHA59.10	2006-2015	246 784	1 012 230
Ukraine	WHA57.6	2004-2018	2 896 624	31 686 494
Total			5 885 358	56 125 003

^{a/} In addition to the minimum annual payments in respect of arrears, the Member States concerned must also pay their current year assessed contributions.

Schedule 3

**Miscellaneous Income Account
as at 31 December 2006**

(in thousands of US dollars)

The Miscellaneous Income Account is credited with income arising from a number of sources in accordance with Financial Regulation VIII.

	2006
Balance as at 1 January 2006	2 432
Income 2006	16 150
<i>Sub total</i>	18 582
Less:	
Resolution WHA58.4 - Appropriation resolution for the financial period 2006-2007	
Finance of regular budget	11 100
Adjustment Mechanism	3 575
Financial incentive scheme	1 998
<i>Sub total</i>	16 673
Balance as at 31 December 2006	1 909

Schedule 4**All WHO extrabudgetary funds
Summary of 2006 income and expenditure
as at 31 December 2006***(in thousands of US dollars)*

	Balance 1 January 2006	Income ^{a/} 2006	Adjustments ^{b/}	Expenditure 2006	Balance 31 December 2006
Voluntary Fund for Health Promotion (Statement 1)	553 847	1 318 296	1 145	840 605	1 032 683
Trust funds					
<i>Inter-organization arrangements - Technical cooperation</i>					
United Nations Development Programme	2 020	(32)		807	1 181
United Nations Population Fund	(2 989)	3 766	64	3 207	(2 366)
United Nations Environment Programme	20	7	2	279	(250)
United Nations International Drug Control Programme	20		1	1	20
United Nations Children's Fund	834	3 501	4	1 542	2 797
<i>Inter-organization arrangements - Supply services</i>					
Iraq Programme (UN SCR 1472 and 1476)	(1)	1			
United Nations Children's Fund		30		30	
United Nations Development Programme	(127)	1 026		1 282	(383)
World Bank	1 845	4		1 812	37
Total - Inter-organization arrangements (Statement 1.2)	1 622	8 303	71	8 960	1 036
<i>WHO programme activities - Technical cooperation</i>					
Onchocerciasis Control Programme	2 268	94	(1 860)		502
African Programme for Onchocerciasis Control	3 823	11 981	2 748	11 023	7 529
Sasakawa Health Trust Fund	7 010	4 343	118	3 922	7 549
TDR ^{c/}	18 796	32 925	352	31 978	20 095
HRP ^{d/}	4 632	21 050	730	12 975	13 437
Associate Professional Officers	3 224	1 860		2 481	2 603
Other trust funds - Iraq Programme (UN SCR 1472 and 1476)	(76)				(76)
- All others	30 174	19 615		23 007	26 782
<i>WHO programme activities - Supply services</i>					
Countries and Nongovernmental Organizations	7 896	88 374		70 460	25 810
Revolving Fund for Teaching and Laboratory					
Equipment for Medical Education and Training	197	156		113	240
Total - WHO programme activities (Statement 1.3)	77 944	180 398	2 088	155 959	104 471
Total - Trust funds	79 566	188 701	2 159	164 919	105 507
Total - Extrabudgetary funds	633 413	1 506 997	3 304	1 005 524	1 138 190

^{a/} Includes cash contributions, pledges recorded as income and due in 2006, refunds, interest and other revenue.^{b/} Includes transfers between funds and savings on prior periods' unliquidated obligations.^{c/} Trust Fund for the UNICEF/UNDP/World Bank/WHO Special Programme for Research and Training in Tropical Diseases.^{d/} Trust Fund for the UNDP/UNFPA/WHO/World Bank Special Programme of Research, Development and Research Training in Human Reproduction.

Schedule 5

**Real Estate Fund
as at 31 December 2006**

(in thousands of US dollars)

This fund was established by the Twenty-third World Health Assembly in resolution WHA23.14.

The Real Estate Fund, under the Financial Regulations and Financial Rules, is funded by appropriation from the regular budget. The Real Estate Fund is also credited with receipts of rentals relating to real estate operations (other than rental for office accommodation, garage rentals and income from the operation of concessions at Headquarters), and interest earned on balances in the fund.

The fund is used to meet the costs of the construction of buildings or extensions to existing buildings; the acquisition of land which may be required; major repairs of and alterations to the Organization's existing office buildings and maintenance and repairs of and alterations to houses leased to staff by the Organization. Specific Health Assembly authorization is required for acquisition of land and construction of buildings or building extensions.^{a/}

	2006
Balance as at 1 January 2006	1 142
Income	
Appropriation from regular budget	5 880
Rents collected	373
Interest	173
<i>Total income</i>	6 426
Expenditure	
<i>Headquarters:</i>	
Major repairs of and alterations to existing office buildings	459
<i>Regional Office for Africa:</i>	
Maintenance, repairs and alternations to staff houses	61
Construction of new conference room and office space - WHA 56.14	(21)
Major repairs of and alterations to existing office buildings	1
<i>Regional Office for the Eastern Mediterranean:</i>	
Major repairs of and alterations to existing office buildings	9
<i>Regional Office for Europe:</i>	
Major repairs of and alterations to existing office buildings	616
<i>Regional Office for South-East Asia:</i>	
Major repairs of and alterations to existing office buildings	251
<i>Regional Office for the Western Pacific:</i>	
Extension of existing building and construction of new building - WHA 55.8	653
<i>Total expenditure</i>	2 029
Balance as at 31 December 2006 ^{b/}	5 539

^{a/} See note 22 regarding the construction of a new building at Headquarters.

^{b/} This balance has been allocated to planned projects.

Schedule 6**Special Account for Servicing Costs
as at 31 December 2006***(in thousands of US dollars)*

This account was established in order to facilitate the budgeting and accounting of funds made available to the Organization to cover in part the costs of servicing activities financed from sources other than the regular budget (i.e. from all other extrabudgetary resources).

The Account is credited with income from the following sources:

- (i) Funds received from the United Nations Development Fund, the United Nations Population Fund and other organizations and bodies of the United Nations system to cover support costs;
- (ii) Under Resolution WHA 34.17, funds received for programme support costs from other extrabudgetary sources, including funds-in-trust arrangements with governments and other entities, and the Voluntary Fund for Health Promotion;
- (iii) Interest earned on the balance of the fund.

Income and expenditure

	2006	2004-2005
Balance as at 1 January 2006 and 1 January 2004	92 267	136 103
Income		
United Nations Programmes	119	345
Support costs of subcontracting agencies	23	
Programme support costs	73 112	148 949
Rental of office accommodation at headquarters from trust funds and other arrangements		404
Interest	3 393	4 675
<i>Total income</i>	76 647	154 373
Balance	168 914	290 476
Expenditure		
Africa	19 592	26 805
The Americas	1 525	869
South-East Asia	7 015	6 910
Europe	6 824	14 101
Eastern Mediterranean	9 843	18 110
Western Pacific	4 844	10 219
Global and interregional activities	61 903	121 195
<i>Total expenditure</i>	111 546	198 209
Balance as at 31 December 2006 and 31 December 2005	57 368	92 267

***Interim financial implementation of WHO's Programme Budget 2006-2007
for the year 2006***

This part of the Unaudited Interim Financial Report shows the financial implementation at 31 December 2006 compared with the approved Programme Budget for 2006-2007. Information is provided both for the regular budget and for voluntary contributions by Area of Work at the Organizational level, and for Global (Headquarters) and for each Regional Office. Implementation by category of expenditure is also shown.

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Table 1

**Budget and expenditure summary
Regular budget by organizational level and total voluntary contributions
as at 31 December 2006**

(in thousands of US dollars)

	Programme budget 2006-2007	Transfers effected and unallocated balances	Working ^{a/} budget as at 31 December 2006	Expenditure 2006	Implementation ^{c/} rate as % of working budget
Regular budget					
Country	355 021	(11 098)	343 923	147 541	42.9
Regional	246 257	(4 571)	241 686	117 911	48.8
Global (Headquarters)	278 528	474	279 002	135 117	48.4
<i>Sub-total</i>	879 806	(15 195)	864 611	400 569	46.3
Miscellaneous	35 509	(710)	34 799	26 119	75.1
<i>Total regular budget</i>	915 315	(15 905)	899 410	426 688	47.4
Voluntary contributions	2 754 846 ^{b/}		2 754 846	1 081 397	39.3
Total	3 670 161	(15 905)	3 654 256	1 508 085	41.3
Less:					
Eliminations - WHO programme activities Statement I Annex 2 (excl. Programme support costs \$ 67.6 million)				93 590	
Total - WHO Programme activities Statement I	<u>3 670 161</u>			<u>1 414 495</u>	<u>38.5</u>

^{a/} The working budget represents that part of the programme budget that has been allocated and adjusted by transfers between appropriation sections and/or Offices.

^{b/} Other sources figure as noted in EB120/3 (document EBPBAC 5/5).

^{c/} The implementation rate is based on the working budget as shown in this Table, whereas Tables 2, 3 and 4 show the implementation rate based on the programme budget approved by WHA 58.4 and as noted in EB120/3 (document EBPBAC 5/5).

Table 2

Budget and expenditure summary by area of work - all offices

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Area of work	Regular budget			Voluntary contributions			Total financing		
	Programme budget	Expenditure	%	Programme budget	Expenditure	%	Programme budget	Expenditure	%
Communicable disease prevention and control	20 059	11 573		132 924	30 120		152 983	41 693	27.3
Communicable disease research	3 757	2 787		104 700	31 972		108 457	34 759	32.0
Epidemic alert and response	47 925	17 519		182 594	42 785		230 519	60 304	26.2
Malaria	15 085	6 697		122 424	81 399		137 509	88 096	64.1
Tuberculosis	11 836	4 754		222 690	86 975		234 526	91 729	39.1
HIV/AIDS	16 148	6 832		258 745	71 558		274 893	78 390	28.5
Surveillance, prevention and management of chronic, noncommunicable diseases	30 728	10 939		33 375	6 904		64 103	17 843	27.8
Health promotion	14 577	7 584		38 070	8 458		52 647	16 042	30.5
Mental health and substance abuse	12 772	4 610		19 492	4 207		32 264	8 817	27.3
Tobacco	13 856	5 389		26 214	5 041		40 070	10 430	26.0
Nutrition	9 431	3 797		17 077	5 094		26 508	8 891	33.5
Health and environment	36 799	15 128		53 613	15 556		90 412	30 684	33.9
Food safety	8 390	4 101		17 627	2 685		26 017	6 786	26.1
Violence, injuries and disabilities	4 973	2 003		17 628	4 338		22 601	6 341	28.1
Reproductive health	8 074	3 907		68 498	21 777		76 572	25 684	33.5
Making pregnancy safer	24 857	6 776		40 294	6 958		65 151	13 734	21.1
Gender, women and health	4 373	1 468		13 330	2 438		17 703	3 906	22.1
Child and adolescent health	27 453	6 945		75 004	17 539		102 457	24 484	23.9
Immunization and vaccine development	14 371	6 926		512 369	287 387		526 740	294 313	55.9
Essential medicines	17 029	7 640		53 839	17 331		70 868	24 971	35.2
Essential health technologies	12 139	5 309		16 547	5 197		28 686	10 506	36.6
Policy-making for health in development	16 160	7 599		29 203	6 351		45 363	13 950	30.8
Health system policies and service delivery	43 302	23 669		88 365	13 334		131 667	37 003	28.1
Human resources for health	38 987	18 737		52 661	8 778		91 648	27 515	30.0
Health financing and social protection	16 145	5 127		28 822	3 279		44 967	8 406	18.7
Health information, evidence and research policy	21 151	9 971		69 255	18 995		90 406	28 966	32.0
Emergency preparedness and response	9 035	3 879		100 402	112 942		109 437	116 821	106.7
WHO's core presence in countries	128 624	68 507		61 979	12 264		190 603	80 771	42.4
Knowledge management and information technology	57 319	26 568		88 861	22 373		146 180	48 941	33.5
Planning, resource coordination and oversight	12 213	6 759		13 479	4 141		25 692	10 900	42.4
Human resources management in WHO	22 384	11 510		29 489	15 021		51 873	26 531	51.1
Budget and financial management	21 827	10 016		21 050	10 476		42 877	20 492	47.8
Infrastructure and logistics	68 524	33 837		61 259	42 584		129 783	76 421	58.9
Governing bodies	24 933	11 948		10 446	4 740		35 379	16 688	47.2
External relations	17 783	7 620		15 043	5 101		32 826	12 721	38.8
Direction	26 787	12 138		11 417	5 963		38 204	18 101	47.4
Substantive areas of work - total	879 806	400 569		2 708 785	1 042 061		3 588 591	1 442 630	40.2
Miscellaneous									
Exchange rate hedging	15 000	7 350		5 000	1 825		20 000	9 175	
Real Estate Fund	7 509	6 029		6 061	260		13 570	6 289 ^{a/}	
Information Technology Fund	10 000	9 800		15 000	14 980		25 000	24 780 ^{a/}	
Security Fund	3 000	2 940		20 000	22 271		23 000	25 211 ^{a/}	
Miscellaneous - total	35 509	26 119		46 061	39 336		81 570	65 455	
Total - ALL OFFICES	915 315	426 688	46.6	2 754 846	1 081 397	39.3	3 670 161	1 508 085	41.1

^{a/} Funds were transferred from the regular budget to the Information Technology Fund, the Security Fund and the Real Estate Fund and from the Special Account for Servicing Costs to the Information Technology Fund and the Security Fund. The amounts transferred are treated as expenditure under the regular budget and the Special Account for Servicing Costs. The amounts transferred are treated as income in the Information Technology Fund, the Security Fund and the Real Estate Fund, and eventually as expenditure in line with the activities undertaken within those areas. This accounting treatment is necessary to maintain the integrity of the individual funds while it does lead to duplication of expenditure under the total column.

Table 3

Budget and expenditure summary - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

	Regular budget						
	Country		Regional		Total regular budget		
	Programme		Programme		Programme		
	budget	Expenditure	budget	Expenditure	budget	Expenditure	%
Regional Office for Africa	129 923	51 064	73 704	31 618	203 627	82 682	40.6
Regional Office for the Americas	41 000	19 120	36 768	16 783	77 768	35 903	46.2
Regional Office for South-East Asia	74 438	29 888	24 813	12 086	99 251	41 974	42.3
Regional Office for Europe	14 393	7 626	43 787	23 695	58 180	31 321	53.8
Regional Office for the Eastern Mediterranean	52 522	22 710	34 934	18 210	87 456	40 920	46.8
Regional Office for the Western Pacific	42 745	17 133	33 760	15 668	76 505	32 801	42.9
<i>Sub-total - Regional Offices</i>	355 021	147 541	247 766	118 060	602 787	265 601	44.1
Global (Headquarters)					312 528	161 087	51.5
Total	355 021	147 541	247 766	118 060	915 315	426 688	46.6

Table 3 (continued)

Country		Voluntary contributions					Total financing			
		Regional		Total voluntary contributions			Programme			
Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure	%	Programme budget	Expenditure	%	
372 329	120 701	386 997	153 673	759 326	274 374	36.1	962 953	357 056	37.1	
73 186	4 863	57 444	9 864	130 630	14 727	11.3	208 398	50 630	24.3	
192 946	76 729	78 666	20 719	271 612	97 448	35.9	370 863	139 422	37.6	
83 448	14 484	71 467	34 467	154 915	48 951	31.6	213 095	80 272	37.7	
226 765	111 420	79 885	41 733	306 650	153 153	49.9	394 106	194 073	49.2	
93 548	21 033	75 733	23 855	169 281	44 888	26.5	245 786	77 689	31.6	
1 042 222	349 230	750 192	284 311	1 792 414	633 541	35.3	2 395 201	899 142	37.5	
				962 432	447 856	46.5	1 274 960	608 943	47.8	
1 042 222	349 230	750 192	284 311	2 754 846	1 081 397	39.3	3 670 161	1 508 085	41.1	

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Table 4**Budget and expenditure summary by area of work - by office****as at 31 December 2006** (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)*(in thousands of US dollars)*

Global (Headquarters)	Regular budget			Voluntary contributions			Total financing		
	Programme			Programme			Programme		
	budget	Expenditure	%	budget	Expenditure	%	budget	Expenditure	%
Communicable disease prevention									
and control	6 453	4 009		32 073	8 383		38 526	12 392	32.2
Communicable disease research	2 820	2 272		95 965	31 428		98 785	33 700	34.1
Epidemic alert and response	15 658	6 984		53 917	18 951		69 575	25 935	37.3
Malaria	5 305	2 347		29 270	55 755		34 575	58 102	168.0
Tuberculosis	2 337	1 210		125 323	53 839		127 660	55 049	43.1
HIV/AIDS	4 503	2 353		39 376	15 342		43 879	17 695	40.3
Surveillance, prevention and management of chronic, noncommunicable diseases	6 867	2 566		17 235	5 553		24 102	8 119	33.7
Health promotion	1 126	1 209		22 514	6 719		23 640	7 928	33.5
Mental health and substance abuse	4 183	1 680		5 726	2 061		9 909	3 741	37.8
Tobacco	3 478	2 950		14 610	3 134		18 088	6 084	33.6
Nutrition	2 855	1 480		6 470	2 740		9 325	4 220	45.3
Health and environment	9 809	3 839		16 369	8 496		26 178	12 335	47.1
Food safety	3 164	1 762		5 853	2 242		9 017	4 004	44.4
Violence, injuries and disabilities	1 856	853		7 849	2 964		9 705	3 817	39.3
Reproductive health	3 140	1 595		52 797	19 530		55 937	21 125	37.8
Making pregnancy safer	1 421	469		10 579	3 496		12 000	3 965	33.0
Gender, women and health	1 362	657		6 541	2 282		7 903	2 939	37.2
Child and adolescent health	4 139	1 593		21 527	10 260		25 666	11 853	46.2
Immunization and vaccine development	6 590	2 995		79 062	30 159		85 652	33 154	38.7
Essential medicines	6 310	3 270		28 274	11 514		34 584	14 784	42.7
Essential health technologies	4 645	2 275		7 188	2 724		11 833	4 999	42.2
Policy-making for health in development	2 967	2 831		12 544	3 318		15 511	6 149	39.6
Health system policies and service delivery	6 378	3 335		35 686	5 101		42 064	8 436	20.1
Human resources for health	6 902	2 737		17 656	5 975		24 558	8 712	35.5
Health financing and social protection	6 179	1 677		6 679	1 473		12 858	3 150	24.5
Health information, evidence and research policy	6 530	3 194		26 732	14 428		33 262	17 622	53.0
Emergency preparedness and response	2 285	1 292		6 580	8 425		8 865	9 717	109.6
WHO's core presence in countries	3 105	1 487		3 445	1 032		6 550	2 519	38.5
Knowledge management and information technology	34 613	14 221		39 537	13 938		74 150	28 159	38.0
Planning, resource coordination and oversight	4 412	3 888		7 145	3 437		11 557	7 325	63.4
Human resources management in WHO	14 042	7 016		20 533	10 593		34 575	17 609	50.9
Budget and financial management	10 669	4 827		10 093	5 249		20 762	10 076	48.5
Infrastructure and logistics	38 020	19 594		32 915	28 071		70 935	47 665	67.2
Governing bodies	17 441	7 943		6 864	3 687		24 305	11 630	47.9
External relations	9 856	4 481		8 381	1 775		18 237	6 256	34.3
Direction	17 108	8 226		9 124	4 706		26 232	12 932	49.3
Substantive areas of work - total	278 528	135 117		922 432	408 780		1 200 960	543 897	45.3
Miscellaneous									
Exchange rate hedging	15 000	7 350		5 000	1 825		20 000	9 175	
Real Estate Fund	6 000	5 880					6 000	5 880	^{a/}
Information Technology Fund	10 000	9 800		15 000	14 980		25 000	24 780	^{a/}
Security Fund	3 000	2 940		20 000	22 271		23 000	25 211	^{a/}
Miscellaneous - total	34 000	25 970		40 000	39 076		74 000	65 046	
Total - Global (Headquarters)	312 528	161 087	51.5	962 432	447 856	46.5	1 274 960	608 943	47.8

^{a/} See Table 2, footnote ^{a/}

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Regional Office for Africa

Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control	2 062	906	23 584	1 148	1 068	772
Communicable disease research	197		11	20	356	210
Epidemic alert and response	10 471	1 736	7 410	2 606	4 146	1 888
Malaria	961	814	24 507	6 727	1 059	327
Tuberculosis	1 452	248	10 532	4 737	919	355
HIV/AIDS	1 836	567	95 489	16 547	2 826	1 542
Surveillance, prevention and management of chronic, noncommunicable diseases	3 908	299	232	5	3 733	1 791
Health promotion	4 554	2 427	271	138	615	293
Mental health and substance abuse	1 331	215	1 719	13	1 199	399
Tobacco	1 441	39	426	15	1 672	402
Nutrition	1 762	47	104	6	827	283
Health and environment	4 098	1 003	534	25	2 112	1 040
Food safety	1 220	54	72		375	361
Violence, injuries and disabilities	190	37	1 141	205	561	242
Reproductive health	1 365	695	3 137	467	1 560	474
Making pregnancy safer	5 987	1 398	489	1 139	3 791	843
Gender, women and health	512	54	687	25	808	270
Child and adolescent health	5 961	703	2 427	458	2 207	1 406
Immunization and vaccine development	513	129	107 591	59 043	389	234
Essential medicines	2 048	408	6 076	113	1 508	652
Essential health technologies	1 174	205	487	69	1 473	646
Policy-making for health in development	1 885	243	2 253	436	1 529	518
Health system policies and service delivery	2 937	2 573	14 227	2 554	4 421	1 714
Human resources for health	7 705	3 833	10 405	528	3 553	1 644
Health financing and social protection		306	2 668	233	755	296
Health information, evidence and research policy	193	105	13 400	214	671	222
Emergency preparedness and response	1 019	357	29 113	21 664	1 217	382
WHO's core presence in countries	62 490	31 641	12 093	1 566	1 025	406
Knowledge management and information technology	278	1	729		5 475	2 555
Planning, resource coordination and oversight			493		1 459	613
Human resources management in WHO					2 287	1 107
Budget and financial management					3 372	1 555
Infrastructure and logistics					10 029	4 389
Governing bodies					1 287	421
External relations	373	21	22		1 884	632
Direction					1 536	734
Substantive areas of work - total	129 923	51 064	372 329	120 701	73 704	31 618
Miscellaneous						
Real Estate Fund						
Total - Africa	129 923	51 064	372 329	120 701	73 704	31 618

Table 4 (continued)

Regional		Total				Total financing			
Voluntary contributions		Regular budget		Voluntary contributions					
Programme		Programme		Programme		Programme			
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure		%
32 465	15 490	3 130	1 678	56 049	16 638	59 179	18 316		31.0
2 021	366	553	210	2 032	386	2 585	596		23.1
33 973	3 589	14 617	3 624	41 383	6 195	56 000	9 819		17.5
32 473	9 263	2 020	1 141	56 980	15 990	59 000	17 131		29.0
17 097	2 127	2 371	603	27 629	6 864	30 000	7 467		24.9
35 446	11 829	4 662	2 109	130 935	28 376	135 597	30 485		22.5
627	432	7 641	2 090	859	437	8 500	2 527		29.7
1 158	194	5 169	2 720	1 429	332	6 598	3 052		46.3
431	107	2 530	614	2 150	120	4 680	734		15.7
1 461	245	3 113	441	1 887	260	5 000	701		14.0
1 807	263	2 589	330	1 911	269	4 500	599		13.3
2 256	155	6 210	2 043	2 790	180	9 000	2 223		24.7
2 333	28	1 595	415	2 405	28	4 000	443		11.1
105	244	751	279	1 246	449	1 997	728		36.5
2 131	443	2 925	1 169	5 268	910	8 193	2 079		25.4
4 549	1 042	9 778	2 241	5 038	2 181	14 816	4 422		29.8
993	(4)	1 320	324	1 680	21	3 000	345		11.5
16 905	3 418	8 168	2 109	19 332	3 876	27 500	5 985		21.8
126 787	77 389	902	363	234 378	136 432	235 280	136 795		58.1
1 868	2 207	3 556	1 060	7 944	2 320	11 500	3 380		29.4
984	662	2 647	851	1 471	731	4 118	1 582		38.4
882	262	3 414	761	3 135	698	6 549	1 459		22.3
9 241	362	7 358	4 287	23 468	2 916	30 826	7 203		23.4
6 570	538	11 258	5 477	16 975	1 066	28 233	6 543		23.2
1 751	172	755	602	4 419	405	5 174	1 007		19.5
640	672	864	327	14 040	886	14 904	1 213		8.1
3 639	2 544	2 236	739	32 752	24 208	34 988	24 947		71.3
972	356	63 515	32 047	13 065	1 922	76 580	33 969		44.4
9 418	2 748	5 753	2 556	10 147	2 748	15 900	5 304		33.4
816	347	1 459	613	1 309	347	2 768	960		34.7
4 113	2 859	2 287	1 107	4 113	2 859	6 400	3 966		62.0
6 686	3 828	3 372	1 555	6 686	3 828	10 058	5 383		53.5
13 971	7 141	10 029	4 389	13 971	7 141	24 000	11 530		48.0
1 855	563	1 287	421	1 855	563	3 142	984		31.3
3 211	1 232	2 257	653	3 233	1 232	5 490	1 885		34.3
592	560	1 536	734	592	560	2 128	1 294		60.8
382 227	153 673	203 627	82 682	754 556	274 374	958 183	357 056		37.3
4 770				4 770		4 770			
386 997	153 673	203 627	82 682	759 326	274 374	962 953	357 056		37.1

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control	2 152	1 901	1 728	169	3 248	1 829
Communicable disease research	30		502		94	
Epidemic alert and response	1 888	627	983		472	416
Malaria	378	97	4 722	7	283	74
Tuberculosis	378	275	1 522	679	181	18
HIV/AIDS	542	127	16 427	1 928	414	353
Surveillance, prevention and management of chronic, noncommunicable diseases	1 386	639	282		512	338
Health promotion	1 450	558	1 253	15	775	388
Mental health and substance abuse	900	176	253	7	637	319
Tobacco	429		225	16	269	75
Nutrition	144	128	1 008	44	1 048	437
Health and environment	3 378	2 035	3 910	24	2 619	821
Food safety	259	75	800		599	416
Violence, injuries and disabilities	151	1	286	81	35	20
Reproductive health	989	281	822	37	308	
Making pregnancy safer	2 142	815	933	203	627	378
Gender, women and health	244	55	814	3	189	
Child and adolescent health	2 555	255	2 668	463	765	63
Immunization and vaccine development	737	272	1 038	52	821	533
Essential medicines	334	394	3 220	34	353	178
Essential health technologies	383		263	112	194	141
Policy-making for health in development	3 262	61	918	357	1 578	745
Health system policies and service delivery	1 627	2 392	6 381	30	1 222	581
Human resources for health	818	127	1 859		2 238	1 781
Health financing and social protection	576	223	535		895	401
Health information, evidence and research policy	2 171	1 173	1 604	38	2 139	519
Emergency preparedness and response	115	60	11 854	467	302	
WHO's core presence in countries	10 471	5 885	3 871	97	1 231	776
Knowledge management and information technology	639	472	2 138		4 061	2 280
Planning, resource coordination and oversight	472		167		944	31
Human resources management in WHO					872	368
Budget and financial management					1 888	696
Infrastructure and logistics					2 213	823
Governing bodies					647	357
External relations		16			1 156	199
Direction					939	429
Substantive areas of work - total	41 000	19 120	72 986	4 863	36 768	16 783
Miscellaneous						
Real Estate Fund			200			
Total - the Americas	41 000	19 120	73 186	4 863	36 768	16 783

Table 4 (continued)

Regional		Total				Total financing			
Voluntary contributions		Regular budget		Voluntary contributions		Programme			
Programme		Programme		Programme		Programme			
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure	%	
2 993	280	5 400	3 730	4 721	449	10 121	4 179	41.3	
2 006	38	124		2 508	38	2 632	38	1.4	
10 125	328	2 360	1 043	11 108	328	13 468	1 371	10.2	
1 817	255	661	171	6 539	262	7 200	433	6.0	
1 511	450	559	293	3 033	1 129	3 592	1 422	39.6	
7 740	1 350	956	480	24 167	3 278	25 123	3 758	15.0	
181	138	1 898	977	463	138	2 361	1 115	47.2	
686	216	2 225	946	1 939	231	4 164	1 177	28.3	
85	164	1 537	495	338	171	1 875	666	35.5	
65	267	698	75	290	283	988	358	36.2	
1 162	185	1 192	565	2 170	229	3 362	794	23.6	
556	5	5 997	2 856	4 466	29	10 463	2 885	27.6	
1 170	42	858	491	1 970	42	2 828	533	18.8	
268	60	186	21	554	141	740	162	21.9	
254	3	1 297	281	1 076	40	2 373	321	13.5	
562	43	2 769	1 193	1 495	246	4 264	1 439	33.7	
111	10	433	55	925	13	1 358	68	5.0	
2 546	539	3 320	318	5 214	1 002	8 534	1 320	15.5	
5 202	2 001	1 558	805	6 240	2 053	7 798	2 858	36.7	
721	537	687	572	3 941	571	4 628	1 143	24.7	
645	281	577	141	908	393	1 485	534	36.0	
593	64	4 840	806	1 511	421	6 351	1 227	19.3	
1 526	120	2 849	2 973	7 907	150	10 756	3 123	29.0	
878	148	3 056	1 908	2 737	148	5 793	2 056	35.5	
553	31	1 471	624	1 088	31	2 559	655	25.6	
330	(26)	4 310	1 692	1 934	12	6 244	1 704	27.3	
2 072	708	417	60	13 926	1 175	14 343	1 235	8.6	
1 302	111	11 702	6 661	5 173	208	16 875	6 869	40.7	
4 055	70	4 700	2 752	6 193	70	10 893	2 822	25.9	
334	112	1 416	31	501	112	1 917	143	7.5	
1 205	100	872	368	1 205	100	2 077	468	22.5	
612	424	1 888	696	612	424	2 500	1 120	44.8	
1 976	602	2 213	823	1 976	602	4 189	1 425	34.0	
689	9	647	357	689	9	1 336	366	27.4	
154	86	1 156	215	154	86	1 310	301	23.0	
459	113	939	429	459	113	1 398	542	38.8	
57 144	9 864	77 768	35 903	130 130	14 727	207 898	50 630	24.4	
300				500		500			
57 444	9 864	77 768	35 903	130 630	14 727	208 398	50 630	24.3	

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Regional Office for South-East Asia Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control	1 877	620	19 443	1 182	335	181
Communicable disease research	147	164	558			141
Epidemic alert and response	3 459	1 224	7 210	4 379	1 217	779
Malaria	1 840	837	3 245	612	713	211
Tuberculosis	1 784	877	20 727	11 254	312	327
HIV/AIDS	1 627	619	18 796	5 649	746	212
Surveillance, prevention and management of chronic, noncommunicable diseases	4 538	1 556	2 207		666	470
Health promotion	1 161	503	666		788	189
Mental health and substance abuse	1 068	274	326	16	335	190
Tobacco	1 423	459	610		770	194
Nutrition	774	215	568		335	197
Health and environment	3 215	1 434	2 123	161	1 005	557
Food safety	564	247	860	2		217
Violence, injuries and disabilities	593	260	577	3	359	168
Reproductive health	434	140	1 955	545		178
Making pregnancy safer	4 632	1 097	2 752	170	619	242
Gender, women and health	478	43	263		335	144
Child and adolescent health	4 460	771	4 642	18	1 081	168
Immunization and vaccine development	1 130	574	73 397	40 110	383	247
Essential medicines	2 007	744	2 495		359	203
Essential health technologies	975	458	622	179	335	171
Policy-making for health in development	1 857	588	438	19	788	284
Health system policies and service delivery	4 483	2 600	2 646	7	1 308	145
Human resources for health	5 666	2 059	2 304	128	1 892	621
Health financing and social protection	3 086	264	717	15	877	241
Health information, evidence and research policy	751	807	6 154	(10)	897	450
Emergency preparedness and response	1 306	675	6 608	11 689	422	180
WHO's core presence in countries	18 494	9 515	5 999	497	142	2
Knowledge management and information technology	231	264	2 324	48	420	687
Planning, resource coordination and oversight	378		850		939	522
Human resources management in WHO					826	450
Budget and financial management					873	408
Infrastructure and logistics					2 521	1 396
Governing bodies					283	169
External relations			864	56		
Direction					1 932	1 145
Substantive areas of work - total	74 438	29 888	192 946	76 729	24 813	12 086
Miscellaneous						
Real Estate Fund						
Total - South-East Asia	74 438	29 888	192 946	76 729	24 813	12 086

Table 4 (continued)

Regional		Total				Total financing		
Voluntary contributions		Regular budget		Voluntary contributions				
Programme		Programme		Programme		Programme		
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure	%
4 345	1 074	2 212	801	23 788	2 256	26 000	3 057	11.8
700		147	305	1 258		1 405	305	21.7
14 114	1 310	4 676	2 003	21 324	5 689	26 000	7 692	29.6
3 636	477	2 553	1 048	6 881	1 089	9 434	2 137	22.7
5 177	668	2 096	1 204	25 904	11 922	28 000	13 126	46.9
6 948	2 254	2 373	831	25 744	7 903	28 117	8 734	31.1
1 089	(31)	5 204	2 026	3 296	(31)	8 500	1 995	23.5
349	47	1 949	692	1 015	47	2 964	739	24.9
1 271	42	1 403	464	1 597	58	3 000	522	17.4
627	213	2 193	653	1 237	213	3 430	866	25.2
323	85	1 109	412	891	85	2 000	497	24.9
1 190	112	4 220	1 991	3 313	273	7 533	2 264	30.1
416	55	564	464	1 276	57	1 840	521	28.3
914	60	952	428	1 491	63	2 443	491	20.1
648	64	434	318	2 603	609	3 037	927	30.5
997	209	5 251	1 339	3 749	379	9 000	1 718	19.1
110	1	813	187	373	1	1 186	188	15.9
1 817	401	5 541	939	6 459	419	12 000	1 358	11.3
9 727	5 499	1 513	821	83 124	45 609	84 637	46 430	54.9
639	288	2 366	947	3 134	288	5 500	1 235	22.5
325	10	1 310	629	947	189	2 257	818	36.2
290	151	2 645	872	728	170	3 373	1 042	30.9
1 441	109	5 791	2 745	4 087	116	9 878	2 861	29.0
432	115	7 558	2 680	2 736	243	10 294	2 923	28.4
496	30	3 963	505	1 213	45	5 176	550	10.6
2 173	214	1 648	1 257	8 327	204	9 975	1 461	14.6
2 590	1 366	1 728	855	9 198	13 055	10 926	13 910	127.3
1 438	404	18 636	9 517	7 437	901	26 073	10 418	40.0
6 625	1 162	651	951	8 949	1 210	9 600	2 161	22.5
1 118	(4)	1 317	522	1 968	(4)	3 285	518	15.8
774	473	826	450	774	473	1 600	923	57.7
1 332	228	873	408	1 332	228	2 205	636	28.8
3 598	2 690	2 521	1 396	3 598	2 690	6 119	4 086	66.8
17	97	283	169	17	97	300	266	88.7
864	404			1 728	460	1 728	460	26.6
116	442	1 932	1 145	116	442	2 048	1 587	77.5
78 666	20 719	99 251	41 974	271 612	97 448	370 863	139 422	37.6
78 666	20 719	99 251	41 974	271 612	97 448	370 863	139 422	37.6

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control		20	30		47	
Communicable disease research			180			
Epidemic alert and response	585	34	2 602	1 359	898	671
Malaria	163	132	956	8	47	20
Tuberculosis	289	195	8 007	4 244	828	261
HIV/AIDS	180	123	6 503	2 212	981	241
Surveillance, prevention and management of chronic, noncommunicable diseases	506	194	1 471		1 286	958
Health promotion	160		2 959	8	47	1
Mental health and substance abuse	380	102	2 045	440	687	464
Tobacco	160	21	1 332	252	592	342
Nutrition	111	74	760	29	498	521
Health and environment	309	43	9 862	68	2 832	1 481
Food safety	140	3	526		461	238
Violence, injuries and disabilities	65	13	712	3	47	42
Reproductive health	71	106	1 099	22		10
Making pregnancy safer	567	190	2 214	196	675	288
Gender, women and health	47		697		47	50
Child and adolescent health	575	311	2 563	405	639	360
Immunization and vaccine development	199	201	7 822	242	592	289
Essential medicines	398	212	1 405	13	498	319
Essential health technologies	52	27	597	100	177	79
Policy-making for health in development	40		1 376	68	1 104	450
Health system policies and service delivery	658	376	3 165	1 740	2 196	1 211
Human resources for health	213	65	841		451	242
Health financing and social protection	685	108	1 377	57	515	647
Health information, evidence and research policy	37	32	4 221	22	3 631	1 695
Emergency preparedness and response	212	117	4 477	2 888	566	256
WHO's core presence in countries	7 586	4 927	5 397	108	901	751
Knowledge management and information technology	5		5 239		4 023	2 583
Planning, resource coordination and oversight			497		589	379
Human resources management in WHO			479		2 644	1 762
Budget and financial management			288		2 785	1 444
Infrastructure and logistics			793		5 637	3 212
Governing bodies			48		4 015	2 242
External relations					1 762	765
Direction			488		1 089	(579)
Substantive areas of work - total	14 393	7 626	83 028	14 484	43 787	23 695
Miscellaneous			420			
Total - Europe	14 393	7 626	83 448	14 484	43 787	23 695

Table 4 (continued)

Regional		Total				Total financing		
Voluntary contributions		Regular budget		Voluntary contributions				
Programme		Programme		Programme		Programme		
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure	%
23	(2)	47	20	53	(2)	100	18	18.0
120				300		300		
12 865	1 431	1 483	705	15 467	2 790	16 950	3 495	20.6
634	508	210	152	1 590	516	1 800	668	37.1
5 376	966	1 117	456	13 383	5 210	14 500	5 666	39.1
4 386	2 469	1 161	364	10 889	4 681	12 050	5 045	41.9
1 037	277	1 792	1 152	2 508	277	4 300	1 429	33.2
1 969	623	207	1	4 928	631	5 135	632	12.3
1 388	801	1 067	566	3 433	1 241	4 500	1 807	40.2
916	356	752	363	2 248	608	3 000	971	32.4
531	1 227	609	595	1 291	1 256	1 900	1 851	97.4
6 731	5 778	3 141	1 524	16 593	5 846	19 734	7 370	37.3
373	4	601	241	899	4	1 500	245	16.3
474	366	112	55	1 186	369	1 298	424	32.7
730	231	71	116	1 829	253	1 900	369	19.4
1 494	258	1 242	478	3 708	454	4 950	932	18.8
465	68	94	50	1 162	68	1 256	118	9.4
1 723	384	1 214	671	4 286	789	5 500	1 460	26.5
6 200	5 560	791	490	14 022	5 802	14 813	6 292	42.5
949	498	896	531	2 354	511	3 250	1 042	32.1
406	225	229	106	1 003	325	1 232	431	35.0
980	1 389	1 144	450	2 356	1 457	3 500	1 907	54.5
2 211	1 745	2 854	1 587	5 376	3 485	8 230	5 072	61.6
578	246	664	307	1 419	246	2 083	553	26.5
923	161	1 200	755	2 300	218	3 500	973	27.8
2 861	3 230	3 668	1 727	7 082	3 252	10 750	4 979	46.3
3 000	1 087	778	373	7 477	3 975	8 255	4 348	52.7
5 001	663	8 487	5 678	10 398	771	18 885	6 449	34.1
4 033	1 081	4 028	2 583	9 272	1 081	13 300	3 664	27.5
362	239	589	379	859	239	1 448	618	42.7
477	453	2 644	1 762	956	453	3 600	2 215	61.5
357	224	2 785	1 444	645	224	3 430	1 668	48.6
849	1 537	5 637	3 212	1 642	1 537	7 279	4 749	65.2
271	65	4 015	2 242	319	65	4 334	2 307	53.2
104	258	1 762	765	104	258	1 866	1 023	54.8
390	61	1 089	(579)	878	61	1 967	(518)	(26.3)
71 187	34 467	58 180	31 321	154 215	48 951	212 395	80 272	37.8
280				700		700		
71 467	34 467	58 180	31 321	154 915	48 951	213 095	80 272	37.7

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control	525	410	6 631	605	1 197	451
Communicable disease research	113		1 537			
Epidemic alert and response	3 059	994	4 442	942	756	346
Malaria	1 598	567	10 710	1 282	336	185
Tuberculosis	1 166	322	14 139	4 052	459	180
HIV/AIDS	786	252	10 696	2 738	584	161
Surveillance, prevention and management of chronic, noncommunicable diseases	2 243	399	2 739	100	472	216
Health promotion	1 126	471	2 031	2	1 549	801
Mental health and substance abuse	543	227	3 132	35	335	195
Tobacco	1 023	102	2 441		642	174
Nutrition	253	106	2 028	266	335	189
Health and environment	2 652	320	1 807	77	1 013	1 196
Food safety	436	84	1 576		335	198
Violence, injuries and disabilities	346	62	1 897	17	336	194
Reproductive health	63	367	1 504	155	42	
Making pregnancy safer	2 030	23	8 396	39	328	209
Gender, women and health	130	28	1 151	1	182	161
Child and adolescent health	2 451	513	8 637	83	378	8
Immunization and vaccine development	1 143	429	66 686	38 493	310	196
Essential medicines	1 135	288	3 177	381	333	204
Essential health technologies	1 467	549	2 506	78	335	198
Policy-making for health in development	815	1 611	5 187	52	335	245
Health system policies and service delivery	9 551	5 137	4 372	171	3 129	1 442
Human resources for health	598	1 894	5 932	419	1 209	851
Health financing and social protection	875	95	5 519	458	310	161
Health information, evidence and research policy	1 655	253	4 387	17	692	805
Emergency preparedness and response	389	365	21 704	55 633	752	195
WHO's core presence in countries	11 701	6 594	13 116	5 259		
Knowledge management and information technology	1 155	237	6 068	65	3 802	2 049
Planning, resource coordination and oversight	862	11	893		1 214	519
Human resources management in WHO					980	497
Budget and financial management					1 158	561
Infrastructure and logistics	434		1 214		4 881	2 021
Governing bodies					846	651
External relations	199		510		1 490	1 105
Direction					2 464	1 589
Substantive areas of work - total	52 522	22 710	226 765	111 420	33 519	18 153
Miscellaneous						
Real Estate Fund					1 415	57
Total - Eastern Mediterranean	52 522	22 710	226 765	111 420	34 934	18 210

Table 4 (continued)

Regional		Total				Total financing			
Voluntary contributions		Regular budget		Voluntary contributions					
Programme		Programme		Programme		Programme			
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure	%	
2 204	449	1 722	861	8 835	1 054	10 557	1 915	18.1	
800	85	113		2 337	85	2 450	85	3.5	
12 269	683	3 815	1 340	16 711	1 625	20 526	2 965	14.4	
2 356	464	1 934	752	13 066	1 746	15 000	2 498	16.7	
2 010	557	1 625	502	16 149	4 609	17 774	5 111	28.8	
1 993	2 250	1 370	413	12 689	4 988	14 059	5 401	38.4	
2 047	204	2 715	615	4 786	304	7 501	919	12.3	
560	97	2 675	1 272	2 591	99	5 266	1 371	26.0	
1 090	48	878	422	4 222	83	5 100	505	9.9	
258	290	1 665	276	2 699	290	4 364	566	13.0	
455	155	588	295	2 483	421	3 071	716	23.3	
1 632	134	3 665	1 516	3 439	211	7 104	1 727	24.3	
985	32	771	282	2 561	32	3 332	314	9.4	
1 131	95	682	256	3 028	112	3 710	368	9.9	
503	133	105	367	2 007	288	2 112	655	31.0	
3 247	84	2 358	232	11 643	123	14 001	355	2.5	
537	48	312	189	1 688	49	2 000	238	11.9	
2 541	509	2 829	521	11 178	592	14 007	1 113	7.9	
15 618	23 842	1 453	625	82 304	62 335	83 757	62 960	75.2	
1 761	371	1 468	492	4 938	752	6 406	1 244	19.4	
1 085	86	1 802	747	3 591	164	5 393	911	16.9	
1 742	149	1 150	1 856	6 929	201	8 079	2 057	25.5	
2 604	420	12 680	6 579	6 976	591	19 656	7 170	36.5	
1 236	148	1 807	2 745	7 168	567	8 975	3 312	36.9	
2 496	120	1 185	256	8 015	578	9 200	834	9.1	
1 937	55	2 347	1 058	6 324	72	8 671	1 130	13.0	
4 003	5 534	1 141	560	25 707	61 167	26 848	61 727	229.9	
1 497	360	11 701	6 594	14 613	5 619	26 314	12 213	46.4	
4 562	1 737	4 957	2 286	10 630	1 802	15 587	4 088	26.2	
754	13	2 076	530	1 647	13	3 723	543	14.6	
1 257	232	980	497	1 257	232	2 237	729	32.6	
1 138	202	1 158	561	1 138	202	2 296	763	33.2	
450	1 602	5 315	2 021	1 664	1 602	6 979	3 623	51.9	
677		846	651	677		1 523	651	42.7	
219	490	1 689	1 105	729	490	2 418	1 595	66.0	
146	55	2 464	1 589	146	55	2 610	1 644	63.0	
79 800	41 733	86 041	40 863	306 565	153 153	392 606	194 016	49.4	
85		1 415	57	85		1 500	57	3.8	
79 885	41 733	87 456	40 920	306 650	153 153	394 106	194 073	49.2	

Table 4 (continued)

Budget and expenditure summary by area of work - by office

as at 31 December 2006 (Programme budget is for biennium 2006-2007 and expenditure is for the year 2006)

(in thousands of US dollars)

Area of work	Country				Regional	
	Regular budget		Voluntary contributions		Regular budget	
	Programme budget	Expenditure	Programme budget	Expenditure	Programme budget	Expenditure
Communicable disease prevention and control	748	163	4 701	689	347	311
Communicable disease research						
Epidemic alert and response	3 241	769	6 771	4 076	2 075	1 051
Malaria	1 547	621	5 140	4 469	855	465
Tuberculosis	1 006	169	7 145	1 197	725	317
HIV/AIDS	685	132	9 480	3 817	438	150
Surveillance, prevention and management of chronic, noncommunicable diseases	2 830	751	2 677	4	1 781	762
Health promotion	757	633	2 317	(2)	469	111
Mental health and substance abuse	716	119	1 283		458	250
Tobacco	1 212	211	2 056	(2)	745	420
Nutrition	298	60	1 180	71	191	60
Health and environment	2 196	387	4 203	93	1 561	972
Food safety	510	204	1 689	146	327	242
Violence, injuries and disabilities	274	69	1 443	117	160	42
Reproductive health	72	51	1 852	119	30	10
Making pregnancy safer	1 252	350	2 588	3	786	474
Gender, women and health	24		609		15	6
Child and adolescent health	1 386	654	4 444	235	856	140
Immunization and vaccine development	839	411	7 992	1 649	725	416
Essential medicines	888	327	2 053	109	858	441
Essential health technologies	456	402	907	642	473	158
Policy-making for health in development		23	1 269	2		
Health system policies and service delivery	3 948	1 770	3 117	877	1 444	393
Human resources for health	5 192	1 686	2 543	(36)	2 550	1 197
Health financing and social protection	601	242	3 225	305	791	466
Health information, evidence and research policy	714	237	3 434	62	1 070	479
Emergency preparedness and response	15		3 016	85	435	
WHO's core presence in countries	11 338	6 450	4 080	1 789	140	73
Knowledge management and information technology			2 334	517	2 617	1 219
Planning, resource coordination and oversight		183			944	613
Human resources management in WHO					733	310
Budget and financial management					1 082	525
Infrastructure and logistics					4 789	2 402
Governing bodies					414	165
External relations		33			1 063	368
Direction		26			1 719	568
Substantive areas of work - total	42 745	17 133	93 548	21 033	33 666	15 576
Miscellaneous						
Real Estate Fund					94	92
Total - Western Pacific	42 745	17 133	93 548	21 033	33 760	15 668

Table 4 (continued)

Regional		Total				Total financing			
Voluntary contributions		Regular budget		Voluntary contributions					
Programme		Programme		Programme		Programme			
budget	Expenditure	budget	Expenditure	budget	Expenditure	budget	Expenditure	%	
2 704	653	1 095	474	7 405	1 342	8 500	1 816	21.4	
300	35			300	35	300	35	11.7	
15 913	3 131	5 316	1 820	22 684	7 207	28 000	9 027	32.2	
2 958	1 572	2 402	1 086	8 098	6 041	10 500	7 127	67.9	
4 124	2 205	1 731	486	11 269	3 402	13 000	3 888	29.9	
5 465	3 173	1 123	282	14 945	6 990	16 068	7 272	45.3	
1 551	222	4 611	1 513	4 228	226	8 839	1 739	19.7	
1 337	401	1 226	744	3 654	399	4 880	1 143	23.4	
743	473	1 174	369	2 026	473	3 200	842	26.3	
1 187	255	1 957	631	3 243	253	5 200	884	17.0	
681	23	489	120	1 861	94	2 350	214	9.1	
2 440	428	3 757	1 359	6 643	521	10 400	1 880	18.1	
974	134	837	446	2 663	280	3 500	726	20.7	
831	123	434	111	2 274	240	2 708	351	13.0	
1 066	28	102	61	2 918	147	3 020	208	6.9	
1 494	76	2 038	824	4 082	79	6 120	903	14.8	
352	4	39	6	961	4	1 000	10	1.0	
2 564	366	2 242	794	7 008	601	9 250	1 395	15.1	
5 247	3 348	1 564	827	13 239	4 997	14 803	5 824	39.3	
1 201	1 266	1 746	768	3 254	1 375	5 000	2 143	42.9	
532	29	929	560	1 439	671	2 368	1 231	52.0	
731	84		23	2 000	86	2 000	109	5.5	
1 748	98	5 392	2 163	4 865	975	10 257	3 138	30.6	
1 427	569	7 742	2 883	3 970	533	11 712	3 416	29.2	
1 883	224	1 392	708	5 108	529	6 500	1 237	19.0	
1 382	79	1 784	716	4 816	141	6 600	857	13.0	
1 746	852	450		4 762	937	5 212	937	18.0	
3 768	22	11 478	6 523	7 848	1 811	19 326	8 334	43.1	
1 799	1 007	2 617	1 219	4 133	1 524	6 750	2 743	40.6	
50	(3)	944	796	50	(3)	994	793	79.8	
651	311	733	310	651	311	1 384	621	44.9	
544	321	1 082	525	544	321	1 626	846	52.0	
5 493	941	4 789	2 402	5 493	941	10 282	3 343	32.5	
25	319	414	165	25	319	439	484	110.3	
714	800	1 063	401	714	800	1 777	1 201	67.6	
102	26	1 719	594	102	26	1 821	620	34.0	
75 727	23 595	76 411	32 709	169 275	44 628	245 686	77 337	31.5	
6	260	94	92	6	260	100	352	351.8	
75 733	23 855	76 505	32 801	169 281	44 888	245 786	77 689	31.6	

Glossary of budgetary and financial terms 2006

This glossary of budgetary and financial terms provides an explanation of the main terms used in the two documents that present the WHO financial framework. The Programme Budget is approved by the Health Assembly and is a plan in programmatic terms for the work of the Organization in the biennium. The Financial Report, which is audited on a biennial basis, provides information on the actual income and expenditure of the Organization and shows the assets and liabilities at the end of each year. The report of the External Auditor is presented together with the Financial Report and enables Member States and other readers of the Financial Report to know that an independent audit has taken place and whether there are any significant issues that require attention. The External Auditor also gives an opinion on whether the Financial Report for the biennium presents fairly, in all respects, the financial position of the Organization.

Account: a formal record of an asset, liability, revenue or expense in which the effects of transactions are indicated in terms of money or some other unit of measurement.

Accounting, cash basis of: the method of recording transactions by which income and expenditure and other costs are recorded on the basis of actual collection or disbursement of cash in a given period.

Accounts payable: accounts showing amounts due to be paid to creditors.

Accrual basis of accounting: the accrual basis of accounting for revenue in each financial period means that income is recognized when it is due and not when it is received. Accrual of expenditure in each financial period means that costs are recognized when obligations arise or liabilities are incurred and not when payments are made.

Appropriation: an amount voted by the Health Assembly for a specified purpose and for a financial period. This represents a ceiling, a maximum figure against which regular budget obligations may be incurred. Effective appropriation: represents the amount of the appropriation after taking into account any transfers which the Director-General is authorized to make between appropriation sections.

Appropriation resolution: a resolution by the Health Assembly approving the regular budget appropriations for a financial period and their financing. The appropriation resolution also notes the amount of the expenditure in the Programme Budget to be financed from voluntary contributions.

Assessment, scale of: a scale established by the Health Assembly to apportion the amount required for the regular budget net assessments of the Organization for a given period among Member States.

Budget: a plan in financial terms for the carrying out of a programme of activities in a specific period. A programme budget focuses upon the work to be undertaken and the objectives sought through that work: it emphasizes the ends to be achieved and translates them into the costs required for their implementation. Decisions relate both to resource levels, financing and to results to be achieved.

Budget, effective working: represents that part of the approved regular budget against which the Director-General is authorized to incur obligations.

Budget, working: the working budget comprises allocations from the regular budget and voluntary contributions and represents that part of the programme budget that has been allocated as adjusted by transfers between appropriation sections and/or Offices.

Disbursements: payments in cash.

Exchange rate hedging: this mechanism seeks to maintain the level of the budget so that the activities represented by the budget approved by the Health Assembly may be carried out irrespective of the effect of any fluctuation of currencies against the US dollar.

Expenditure: amounts charged against income in a given period, whether disbursed or not, against an appropriation or voluntary contributions.

Fund accounting: the method of accounting under which each fund is maintained as a distinct financial and accounting entity with a separate, self-balancing group of accounts.

Imprest account: a fund or an account established with a fixed amount and maintained at that level by periodic replenishments of the sums disbursed. Generally, imprest accounts are used for making payments in Country Office locations.

Internal borrowing: a mechanism by which, once the Working Capital Fund has been fully utilized, other available funds are used in order to finance regular budget implementation pending the receipt of assessed contributions. Internal borrowing is reimbursed when Member States pay their arrears of assessed contributions.

Liability: a present obligation of the Organization arising from past events, the settlement of which is expected to result in an outflow of resources from the Organization.

These include:

- i. Contributions or payments received in advance;
- ii. Borrowings payable within one year;
- iii. Unliquidated obligations;
- iv. Accounts payable, including inter-fund balances payable and other accounts payable;
- v. Other funds and special accounts;
- vi. Other liabilities; and
- vii. Borrowings payable after one year.

Obligation: an engagement involving a liability against the resources of the current financial period.

Obligation, unliquidated: an obligation or that part of an obligation which has not been settled.

Revolving fund: a fund established so that income from specific activities may be used to cover the costs of those activities. Any surplus may be carried forward to a future period.

Savings on unliquidated obligations and accounts payable: the balance remaining within unliquidated obligations or accounts payable after payment of all liabilities under those obligations.

Tax equalization fund: a fund to which is credited the revenue from the staff assessment plan for each Member State and which is reduced by refunds to staff for income taxes levied by Member States on the emoluments of their nationals or others liable to such taxes.

Unobligated balance: that part of an appropriation, contribution or allotment which has not been obligated. The unobligated balance of regular budget appropriations at the end of the financial period could either be funded in total, in part, or not at all depending on the extent to which assessed contributions have been collected. Any funded part of the unobligated balance of regular budget appropriations is credited to miscellaneous income. The unfunded part of the unobligated balance of regular budget appropriations represents the amount of the budget appropriations that cannot be implemented. The unfunded part is credited to miscellaneous income only when the underlying outstanding assessed contributions are collected.

Working capital fund: a fund established by the Health Assembly for the purpose of financing regular budget implementation pending the receipt of assessed contributions. Withdrawals from the fund are reimbursed when Member States eventually pay their arrears of assessed contributions.