

UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST

STATEMENT OF INCOME, EXPENDITURE AND CHANGES IN  
WORKING CAPITAL AND FUND BALANCES  
For The Year 2002  
(in USD)

Biennium 2000-2001 All Funds	Details	Note	Regular Budget Funds			Non-Regular Budget Funds			All Funds
			Cash	In-Kind	Regular Budget Funds Total	Emergency Appeal	Projects *	Non-Regular Budget Funds Total	
	<b>INCOME</b>								
	<b>Contributions:</b>								
534,504,940	Governments		199,848,585	9,833,433	209,682,019	75,647,959	11,620,085	87,268,045	296,950,063
137,298,000	Inter-Governmental Organizations		62,336,823	4,045,318	66,382,140	11,405,208	7,820,394	19,225,602	85,607,742
28,397,349	U.N. Organizations		13,575,897	610,804	14,186,700	340,000	60,000	400,000	14,586,700
1,766,390	Non-Governmental Organizations		5,433	239,819	245,252	5,744,592	31,399	5,775,992	6,021,243
1,626,403	Other Sources		23,889	353,730	377,618	934,311	70,000	1,004,311	1,381,930
703,593,083	<b>Total Contributions</b>		275,790,626	15,083,103	290,873,729	94,072,071	19,601,879	113,673,950	404,547,679
	<b>Other Income</b>								
3,544,869	Miscellaneous Income	6	2,023,172	-	2,023,172	-	134,997	134,997	2,158,170
(4,472,745)	Exchange Gains/(Losses)		12,997,175	-	12,997,175	64	-	64	12,997,239
(927,876)	<b>Total other income</b>		15,020,347	-	15,020,347	64	134,997	135,061	15,155,408
702,665,207	<b>TOTAL INCOME</b>		290,810,974	15,083,103	305,894,077	94,072,135	19,736,876	113,809,011	419,703,088
(652,701,833)	<b>EXPENDITURE</b>		(276,295,588)	(17,566,598)	(293,862,185)	(82,090,768)	(16,251,466)	(98,342,234)	(392,204,420)
49,963,374	<b>EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE</b>		14,515,386	(2,483,494)	12,031,892	11,981,367	3,485,409	15,466,776	27,498,668
2,581,451	Prior Years Adjustments **		(4,897,227)	(85,245)	(4,982,472)	81,482	(45,480)	36,002	(4,946,470)
52,544,825	<b>NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE</b>		9,618,159	(2,568,740)	7,049,419	12,062,849	3,439,930	15,502,779	22,552,198
22,549,379	Opening Working Capital/Fund Balances		9,121,571	8,702,950	17,824,521	43,532,996	13,741,775	57,274,771	75,099,292
9,121,571	<b>Closing Working Capital</b>		18,739,730		18,739,730				18,739,730
65,815,940	<b>Closing Fund Balances</b>			6,134,211	6,134,211	55,595,845	16,936,530	72,532,375	78,666,585
156,695	<b>Retained Earnings - IGP</b>						245,175	245,175	245,175

\* Please refer to Statement 6 for details on "Projects"

\*\* Please refer to Statement 5 for Details

UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST

**ASSETS AND LIABILITIES STATEMENT**  
As at 31 December 2002  
(in USD)

As At 31.12.2002 All Funds	PARTICULARS	Note	Regular Budget Funds			Non-Regular Budget Funds			All Funds
			Cash	In-Kind	Regular Budget Funds Total	Emergency Appeal	Projects *	Non-Regular Budget Funds Total	
	<b><u>ASSETS</u></b>								
54,095,107	Cash on Hand and in Banks	7	11,174,521	6,238,196	17,412,717	52,586,173	22,121,472	74,707,645	92,120,362
49,656,448	Accounts Receivable net of provision for uncollectable amounts	8	25,784,039	3,823	25,787,862	1,787,524	2,321,333	4,108,857	29,896,719
1,176,388	Prepaid expenses and advances to suppliers		4,240,869	-	4,240,869	5,266,291	186,280	5,452,571	9,693,440
2,085,178	Production Units Inventory	9	2,361,720	-	2,361,720	-	-	-	2,361,720
505,637	Due From Area Staff Provident Fund	11	2,887,544	-	2,887,544	-	-	-	2,887,544
-	Due From MMP		645,604	-	645,604	-	-	-	645,604
7,065,038	Construction Work-In-Progress		5,314,649	-	5,314,649	-	-	-	5,314,649
309,980,276	Land and Buildings	10	330,141,606	-	330,141,606	-	-	-	330,141,606
<b>424,564,072</b>	<b>TOTAL ASSETS</b>		<b>382,550,551</b>	<b>6,242,019</b>	<b>388,792,570</b>	<b>59,639,989</b>	<b>24,629,084</b>	<b>84,269,073</b>	<b>473,061,642</b>
	<b><u>LIABILITIES:</u></b>								
18,914,929	Accounts Payable	13	16,956,993	107,808	17,064,802	4,033,869	5,819,296	9,853,165	26,917,967
9,596,744	Provision for Unliquidated Budget Commitments	14	10,067,472	-	10,067,472	-	-	-	10,067,472
7,065,038	Commitments relating to Construction Work In Progress		5,314,649	-	5,314,649	-	-	-	5,314,649
2,572,200	Income received in advance		1,330,100	-	1,330,100	10,275	-	10,275	1,340,375
									-
<b>38,148,911</b>	<b>Accounts Payable and Accruals</b>		<b>33,669,215</b>	<b>107,808</b>	<b>33,777,024</b>	<b>4,044,144</b>	<b>5,819,296</b>	<b>9,863,440</b>	<b>43,640,464</b>
	<b><u>RESERVES:</u></b>								
8,525,541	Working Capital		18,739,730	-	18,739,730	-	-	-	18,739,730
66,411,970	Fund Balances		-	6,134,211	6,134,211	55,595,845	16,936,530	72,532,375	78,666,585
309,980,276	Capital Funds relating to Land and Buildings		330,141,606	-	330,141,606	-	-	-	330,141,606
156,695	Retained Earnings - IGP		-	-	-	-	245,175	245,175	245,175
1,340,678	Accumulated Reserve - IGP		-	-	-	-	1,628,083	1,628,083	1,628,083
<b>424,564,072</b>	<b>TOTAL LIABILITIES AND RESERVES</b>		<b>382,550,551</b>	<b>6,242,019</b>	<b>388,792,570</b>	<b>59,639,989</b>	<b>24,629,084</b>	<b>84,269,073</b>	<b>473,061,642</b>

\* Please refer to Statement 7 for details on "Projects"

**UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST**

**CASH FLOW STATEMENT  
For The Year 2002  
(in USD)**

Biennium 2000-2001	DETAILS	Year 2002
	<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>	
49,963,375	EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE	27,498,668
(17,092,436)	Add: decrease in Accounts Receivable net of provision for uncollectable amounts	19,759,729
(774,937)	(Less): increase in Prepaid expenses and advances to suppliers	(8,517,052)
(69,627)	(Less): increase in Production Units Inventory	(276,542)
6,879,237	Add: increase in Accounts Payable	8,003,038
3,408,238	Add: increase in Provision for Unliquidated Budget Commitments	470,728
(2,914,783)	(Less): Interest Income	(2,352,868)
1,892,968	Plus: Interest transferred to projects	550,362
(2,296,574)	(Less): Exchange Gains/(Losses)	(12,997,239)
<b>38,995,461</b>	<b>NET CASH FROM OPERATING ACTIVITIES</b>	<b>32,138,824</b>
	<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>	
(12,720,400)	Add: increase in Accumulated Reserve - IGP	287,405
2,278,467	(Less): increase in Due From Area Staff Provident Fund	(2,381,907)
(9,427,800)	(Less): decrease in Income received in advance	(1,231,825)
	(Less): increase in Due From MMP	(645,604)
2,914,783	Plus: Interest Income	2,352,868
(1,892,968)	(Less): Interest transferred to projects	(550,362)
2,296,574	Plus: Realized Exchange Gains/(Losses)	6,019,500
<b>(16,551,344)</b>	<b>NET CASH FROM FINANCING ACTIVITIES</b>	<b>3,850,076</b>
	<b>EFFECTS OF CHANGES ON CASH:</b>	
2,581,451	Prior Years' Adjustments	(4,946,470)
	Un-Realized Exchange Gains/(Losses)	6,977,739
(1,924,326)	Reclassification of Fund Balances (MMP & IGP)	5,086
<b>657,125</b>	<b>NET EFFECTS OF CHANGES ON CASH</b>	<b>2,036,355</b>
<b>23,101,242</b>	<b>NET INCREASE IN CASH</b>	<b>38,025,254</b>
30,993,865	Cash Balance as at 01.01.2002	54,095,107
54,095,107	Cash Balance as at 31.12.2002	92,120,362
<b>23,101,242</b>	<b>NET INCREASE IN CASH BALANCES</b>	<b>38,025,255</b>

**UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST**

**BUDGET AND EXPENDITURE  
For The Year 2002  
(in USD)**

Details	Budget			Expenditure		
	Cash	In-Kind	Total	Cash	In-Kind	Total
<b>REGULAR BUDGET FUNDS</b>						
<b>Education Programme</b>						
Education Planning & Management	6,657,000	480,000	7,137,000	5,557,113	406,840	5,963,953
Elementary Education	91,920,000	14,000	91,934,000	93,667,057	1,959,642	95,626,699
Preparatory Education	56,934,000	22,000	56,956,000	57,687,548	727,436	58,414,984
Secondary Education	1,568,000	-	1,568,000	1,421,190	-	1,421,190
Vocational & Prof. Training	13,381,000	182,000	13,563,000	12,936,090	80,074	13,016,165
Pre-Service Teacher Education	1,097,000	-	1,097,000	1,010,042	-	1,010,042
<b>Total Education Programme</b>	<b>171,557,000</b>	<b>698,000</b>	<b>172,255,000</b>	<b>172,279,039</b>	<b>3,173,992</b>	<b>175,453,031</b>
<b>Health Programme</b>						
Programme Management	2,821,000	194,000	3,015,000	2,457,182	71,960	2,529,142
Medical Care Services	41,062,000	1,139,000	42,201,000	36,672,404	1,323,412	37,995,816
Environmental Sanitation	8,829,000	69,000	8,898,000	8,511,188	256	8,511,444
Nutrition & Supplementary Feeding	6,000	4,314,000	4,320,000	3,998	2,936,025	2,940,023
Special Environmental Health Programme, Gaza	477,000	-	477,000	279,741	-	279,741
<b>Total Health Programme</b>	<b>53,195,000</b>	<b>5,716,000</b>	<b>58,911,000</b>	<b>47,924,513</b>	<b>4,331,653</b>	<b>52,256,166</b>
<b>Relief &amp; Social Services Programme</b>						
Programme Management	1,437,000	-	1,437,000	1,189,824	-	1,189,824
Relief Services	13,920,000	15,503,000	29,423,000	13,098,184	11,151,399	24,249,583
Social Services	2,763,000	7,000	2,770,000	2,323,244	38,041	2,361,285
<b>Total Relief &amp; Social Services Programme</b>	<b>18,120,000</b>	<b>15,510,000</b>	<b>33,630,000</b>	<b>16,611,251</b>	<b>11,189,440</b>	<b>27,800,691</b>
<b>Technical &amp; Operational Services</b>						
Procurement and Logistics	13,478,000	34,000	13,512,000	13,167,818	(1,130,250)	12,037,568
Engineering and Construction Services	3,186,000	-	3,186,000	2,896,231	-	2,896,231
Information Systems	2,867,000	-	2,867,000	1,899,476	-	1,899,476
Management	251,000	-	251,000	151,586	-	151,586
<b>Total Technical &amp; Operational Services</b>	<b>19,782,000</b>	<b>34,000</b>	<b>19,816,000</b>	<b>18,115,111</b>	<b>(1,130,250)</b>	<b>16,984,861</b>
<b>Common Services</b>						
General Management	6,240,000	-	6,240,000	13,670,890	325	13,671,215
Administration	23,366,000	-	23,366,000	7,694,785	1,438	7,696,222
Salary Increase Reserve	5,000,000	-	5,000,000	-	-	-
Working Capital Build Up Reserve	7,000,000	-	7,000,000	-	-	-
<b>Total Common Services</b>	<b>41,606,000</b>	<b>-</b>	<b>41,606,000</b>	<b>21,365,675</b>	<b>1,763</b>	<b>21,367,438</b>
<b>Total Regular Budget Funds *</b>	<b>304,260,000</b>	<b>21,958,000</b>	<b>326,218,000</b>	<b>276,295,590</b>	<b>17,566,598</b>	<b>293,862,187</b>
<b>NON-REGULAR BUDGET FUNDS</b>						
<b>Emergency Appeal</b>	<b>138,633,191</b>	<b>3,555,483</b>	<b>142,188,674</b>	<b>78,881,765</b>	<b>3,209,003</b>	<b>82,090,768</b>
<b>Projects</b>						
Post 1999 Projects	34,823,219	-	34,823,219	13,517,759	-	13,517,759
Peace Implementation Programme	14,184,684	-	14,184,684	2,228,905	-	2,228,905
Lebanon Appeal	454,458	-	454,458	260,086	-	260,086
Income Generation Programme	51,376	-	51,376	111,603	-	111,603
Capital & Special Projects	248,986	-	248,986	133,106	-	133,106
Expanded Programme of Assistance	137,278	-	137,278	6	-	6
<b>Total Projects</b>	<b>49,900,000</b>	<b>-</b>	<b>49,900,000</b>	<b>16,251,466</b>	<b>-</b>	<b>16,251,466</b>
Unfunded Projects	36,543,886	-	36,543,886	-	-	-
<b>Total Non-Regular Budget Funds</b>	<b>225,077,077</b>	<b>3,555,483</b>	<b>228,632,560</b>	<b>95,133,231</b>	<b>3,209,003</b>	<b>98,342,234</b>
<b>TOTAL ALL FUNDS</b>	<b>529,337,077</b>	<b>25,513,483</b>	<b>554,850,560</b>	<b>371,428,821</b>	<b>20,775,601</b>	<b>392,204,422</b>

\* Excludes USD 4.5 m. for the residual effect of Emergency which was subsequently covered in the Emergency Appeal Budget

UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST

**STATEMENT OF WORKING CAPITAL  
AND FUND BALANCES**  
For The Year 2002  
(in USD)

Biennium 2000-2001 All Funds	Details	Regular Budget Funds			Non-Regular Budget Funds			All Funds
		Cash	In-Kind	Regular Budget Funds Total	Emergency Appeal	Projects	Non-Regular Budget Funds Total	
(4,090,108)	Working Capital as at 31.12.2001	8,525,541	-	8,525,541	-	-	-	8,525,541
28,563,814	Fund Balance as at 31.12.2001	-	9,298,980	9,298,980	43,532,996	13,741,775	57,274,771	66,573,751
(39,050)	Retained Earnings as at 31.12.2001							
24,434,656	<b>Total Working Capital Balances as at 31.12.2001</b>	<b>8,525,541</b>	<b>9,298,980</b>	<b>17,824,521</b>	<b>43,532,996</b>	<b>13,741,775</b>	<b>57,274,771</b>	<b>75,099,292</b>
(1,885,277)	<b>Adjustment of Reclassification of In-Kind and Microfinance &amp; Microenterprise Programme</b>	<b>596,030</b>	<b>(596,030)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
22,549,379	<b>Working Capital/ Fund Balance as at 01.01.2002</b>	<b>9,121,571</b>	<b>8,702,950</b>	<b>17,824,521</b>	<b>43,532,996</b>	<b>13,741,775</b>	<b>57,274,771</b>	<b>75,099,292</b>
	<b>Prior Years' Adjustments:</b>							
-	Provision for deficit funding on HQ Move to Gaza	(5,091,973)	-	(5,091,973)	-	-	-	(5,091,973)
-	Provision for Printing Unit inventory in Lebanon	(1,407,251)	-	(1,407,251)	-	-	-	(1,407,251)
427,402	Adjustment to prior years Income and Expenditure	907,471	(5,287)	902,184	81,509	(33,505)	48,004	950,188
1,242,393	Prior Years' adjustments - Accounts Payable & Liabilities	240,225	-	240,225	-	-	-	240,225
985,821	Prior Years' adjustments - Savings on Liquidated Obligations	551,290	-	551,290	-	-	-	551,290
-	Reclassification of Funds/Savings	(96,989)	(79,958)	(176,947)	(27)	(11,975)	(12,002)	(188,949)
2,655,617	<b>Total Adjustments</b>	<b>(4,897,227)</b>	<b>(85,245)</b>	<b>(4,982,472)</b>	<b>81,482</b>	<b>(45,480)</b>	<b>36,002</b>	<b>(4,946,470)</b>
46,873,369	<b>Excess (Shortfall) of Income Over Expenditure</b>	<b>14,515,386</b>	<b>(2,483,494)</b>	<b>12,031,892</b>	<b>11,981,367</b>	<b>3,485,409</b>	<b>15,466,776</b>	<b>27,498,668</b>
72,078,365	<b>Working Capital / Fund Balances as at 31.12.2002</b>	<b>18,739,730</b>	<b>6,134,211</b>	<b>24,873,940</b>	<b>55,595,845</b>	<b>17,181,705</b>	<b>72,777,550</b>	<b>97,651,490</b>

UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST

**NON-REGULAR FUNDS - PROJECTS**  
**STATEMENT OF INCOME, EXPENDITURE AND CHANGES IN**  
**WORKING CAPITAL AND FUND BALANCES**  
For The Year 2002  
(in USD)

Biennium 2000-2001	Details	Post 1999 Projects	Peace Implementation Programme	Lebanon Appeal	Income Generation Programme	Capital & Special Projects	Expanded Programme of Assistance	HQ move to Gaza	Grand Total
	<b>INCOME</b>								
	<b>Contributions:</b>								
23,820,199	Governments	11,467,054	153,031	-	-	-	-	-	11,620,085
3,147,107	Inter-Governmental Organizations	7,605,092	67,665	147,638	-	-	-	-	7,820,394
84,000	U.N. Organizations	-	-	-	60,000	-	-	-	60,000
139,029	Non-Governmental Organizations	29,548	1,851	-	-	-	-	-	31,399
	Other Sources	70,000	-	-	-	-	-	-	70,000
27,190,335	<b>Total Contributions</b>	19,171,694	222,547	147,638	60,000	-	-	-	19,601,879
	<b>Other Income</b>								
366,439	Miscellaneous Income	-	-	-	134,997	-	-	-	134,997
-	Exchange Gains/(Losses)	-	-	-	-	-	-	-	-
366,439	<b>Total other income</b>	-	-	-	134,997	-	-	-	134,997
27,556,773	<b>TOTAL INCOME</b>	19,171,694	222,547	147,638	194,997	-	-	-	19,736,876
(36,466,760)	<b>EXPENDITURE</b>	(13,517,759)	(2,228,905)	(260,086)	(111,603)	(133,106)	(6)	-	(16,251,466)
(8,909,987)	<b>EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE</b>	5,653,935	(2,006,359)	(112,449)	83,394	(133,106)	(6)	-	3,485,409
10,488,907	Prior Years Adjustments	3,514,504	(3,385,945)	(7,187)	-	(42,380)	(124,471)	-	(45,480)
1,578,921	<b>NET EXCESS (SHORTFALL) OF INCOME OVER EXPENDITURE</b>	9,168,440	(5,392,304)	(119,636)	83,394	(175,487)	(124,477)	-	3,439,930
12,157,768	Opening Fund Balances	6,969,095	10,159,602	314,601	161,781	460,944	767,726	(5,091,973)	13,741,775
13,579,994	<b>Closing Fund Balances</b>	16,137,534	4,767,298	194,965		285,457	643,248	(5,091,973)	16,936,530
156,694	<b>Retained Earnings - IGP</b>				245,175				245,175

UNITED NATIONS RELIEF AND WORKS AGENCY  
FOR PALESTINE REFUGEES IN THE NEAR EAST

**NON\_REGULAR FUNDS - PROJECTS  
ASSETS AND LIABILITIES STATEMENT  
As at 31 December 2002  
(in USD)**

Biennium 2000-2001	Details	Post 1999 Projects	Peace Implementation Programme	Lebanon Appeal	Income Generation Programme	Capital & Special Projects	Expanded Programme of Assistance	HQ move to Gaza	All Funds
	<b><u>ASSETS</u></b>								
13,688,278	Cash on Hand and in Banks	15,478,471	4,278,795	194,872	1,240,628	285,457	643,248	-	22,121,472
1,801,431	Accounts Receivable net of provision for uncollectable amounts	851,747	510,732	-	958,853	-	-	-	2,321,333
									-
140,803	Prepaid expenses and advances to suppliers	132,075	54,205	-	-	-	-	-	186,280
<b>15,630,512</b>	<b>TOTAL ASSETS</b>	<b>16,462,293</b>	<b>4,843,732</b>	<b>194,872</b>	<b>2,199,481</b>	<b>285,457</b>	<b>643,248</b>	<b>-</b>	<b>24,629,084</b>
	<b><u>LIABILITIES:</u></b>								
412,342	Accounts Payable	324,759	76,434	(93)	326,223	-	-	5,091,973	5,819,296
140,803	Provision for Unliquidated Budget Commitments								-
<b>553,145</b>	<b>Accounts Payable and Accruals</b>	<b>324,759</b>	<b>76,434</b>	<b>(93)</b>	<b>326,223</b>	<b>-</b>	<b>-</b>	<b>5,091,973</b>	<b>5,819,296</b>
	<b><u>RESERVES:</u></b>								
13,579,994	Fund Balances	16,137,534	4,767,298	194,965		285,457	643,248	(5,091,973)	16,936,530
156,694	Retained Earnings - IGP	-	-	-	245,175	-	-	-	245,175
1,340,678	Accumulated Reserve - IGP	-	-	-	1,628,083	-	-	-	1,628,083
<b>15,630,512</b>	<b>TOTAL LIABILITIES AND RESERVES</b>	<b>16,462,293</b>	<b>4,843,732</b>	<b>194,872</b>	<b>2,199,481</b>	<b>285,457</b>	<b>643,248</b>	<b>-</b>	<b>24,629,084</b>