



World Food Programme

SAVING
LIVES
CHANGING
LIVES



2017 Annual Audited Accounts

Annual Board Session, 18-22 June 2018

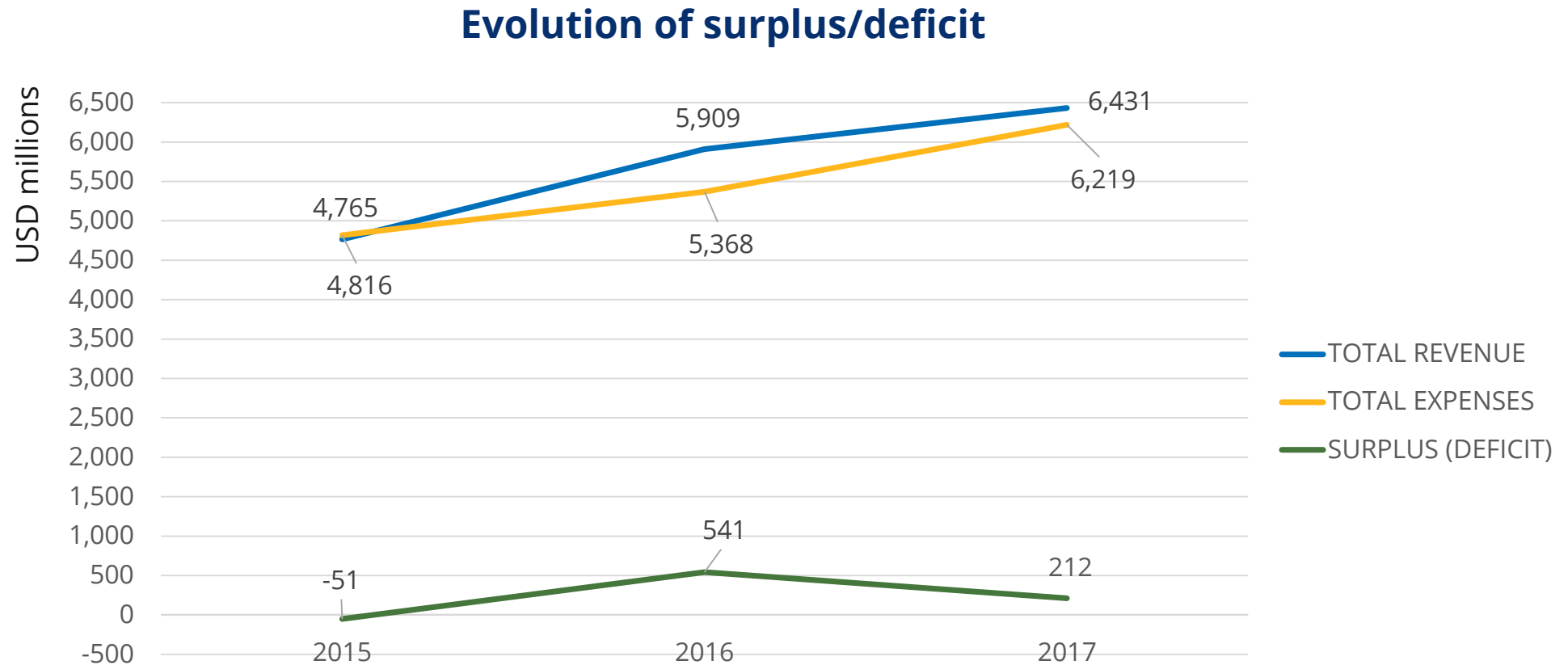
Key accountability/ reporting documents

2017 Financial Statements
including Overview of Statement on Internal Control



Highlights of 2017 Financial Statements (1 of 4)

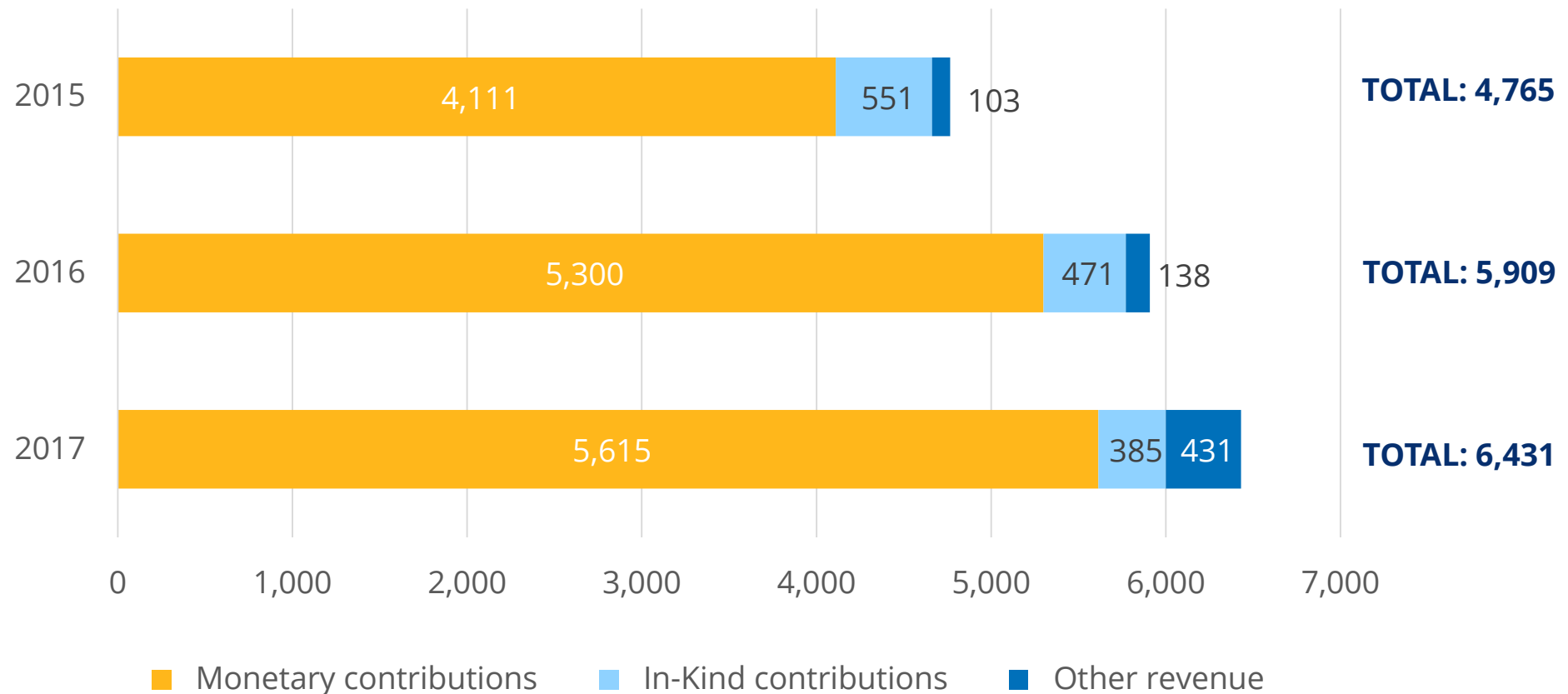
Increase in total revenue (USD 522 million) matched by increase in operational spending (USD 851 million) resulting in a reduced surplus (USD 212 million)



Highlights of 2017 Financial Statements (2 of 4)

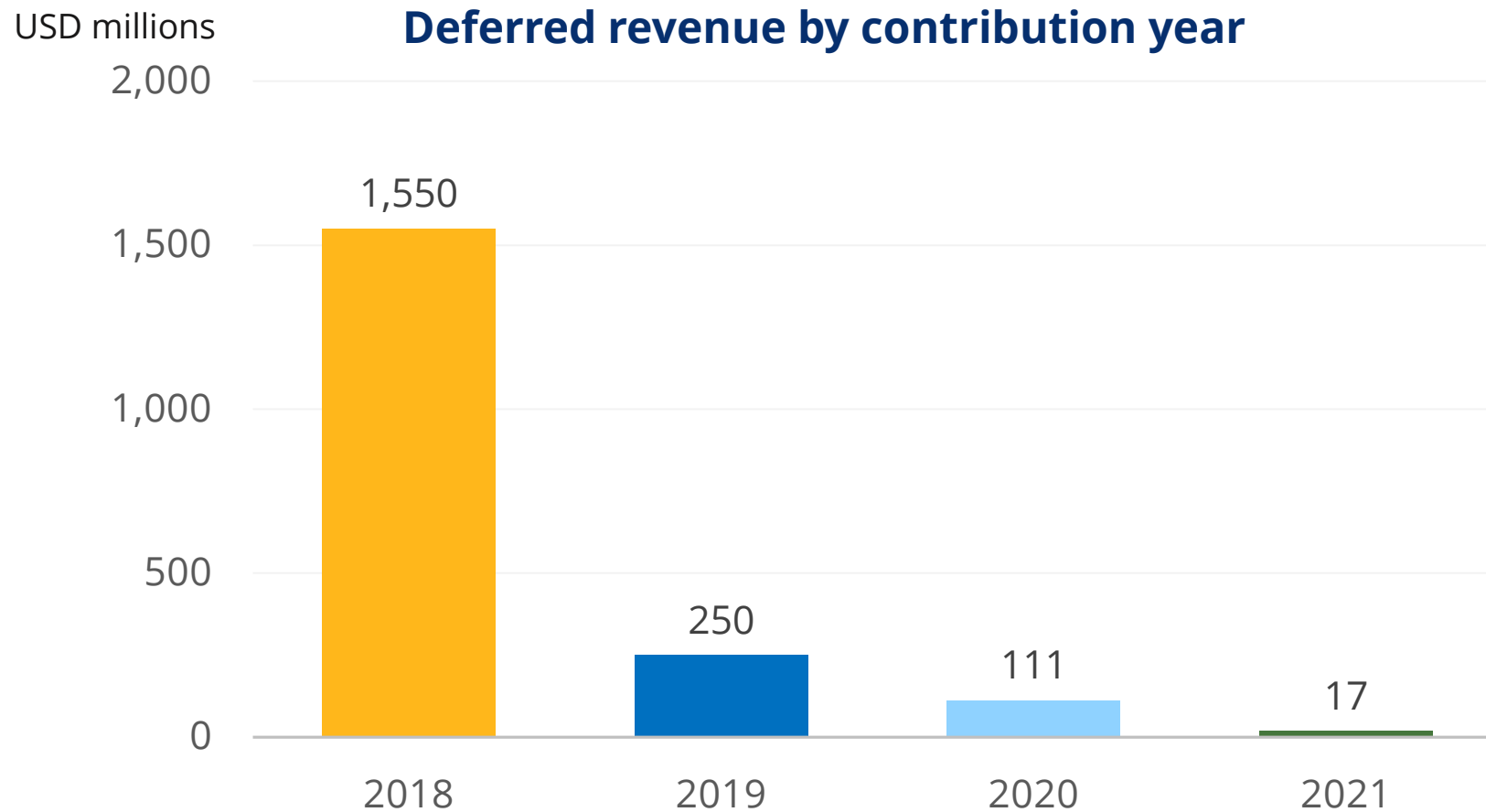
Monetary contributions revenue is growing and is at a record high in 2017

Evolution and composition of revenue (in USD millions)



Highlights of 2017 Financial Statements (3 of 4)

Deferred revenue totalling USD 1,9 billion, of which USD 1,55 billion stipulated for 2018 use

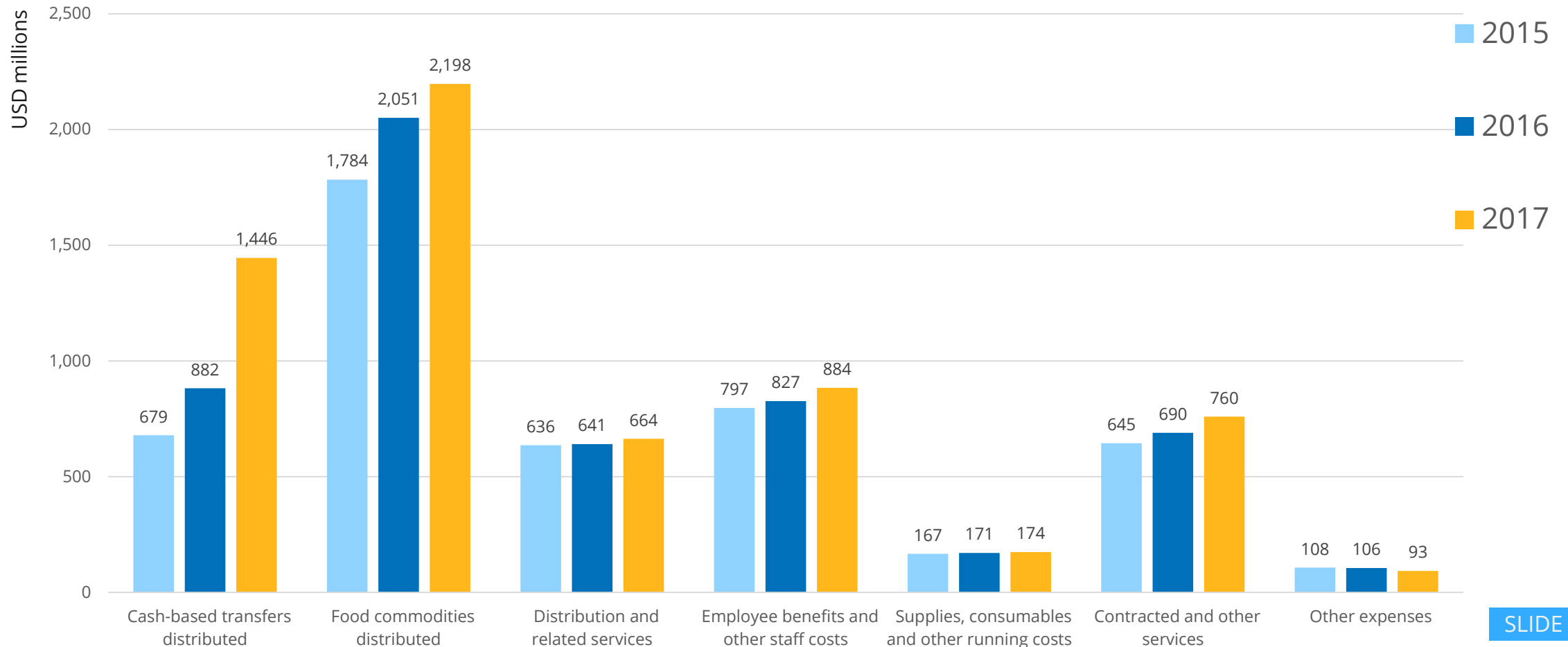


Deferred revenue in 2017 has nearly doubled compared to 2016
(increased by USD 942 million or 96%)

Highlights of 2017 Financial Statements (4 of 4)

Cash-based transfers are growing faster than other cost categories and are expected to continue to grow in 2018

Evolution and composition of expenses




Statement I and II

Statement II – Financial Performance



**CBT costs reached
USD 1,446 million**

including USD 77.4 million of commodity
voucher transfers



**Food commodities
distributed
in large-scale operations
61% of tonnage
57% of food value**

Statement I – Financial Position

**TOTAL ASSETS
USD 8 billion**

**TOTAL LIABILITIES
USD 3.5 billion**

**TOTAL NET ASSETS
USD 4.4 billion**

**TOTAL EMPLOYEE
BENEFITS LIABILITIES
USD 0.9 billion**

Statement V - Comparison of Budget and Actual Amounts

	Budget Amount				Prioritized Plan	utilisation rate final budget %
	Original Budget	Final Budget	Actual on Comparable basis	Difference: Final budget and actual		
PROJECT COSTS						
Food and related DOC	4,665.3	5,279.8	2,880.1	2,399.7	2,806.0	55
Cash-based transfers and related DOC	2,243.9	2,304.8	1,473.8	831.0	1,269.0	64
Capacity augmentation	479.1	485.7	310.8	174.9	339.0	64
Direct support costs	1,029.6	916.3	601.3	315.0	619.0	66
Subtotal direct project costs	8,417.9	8,986.6	5,266.0	3,720.6	5,033.0	59
CSP pilots costs	-	453.8	154.1	299.7	-	34
Regular PSA	335.4	335.4	334.1	1.3	335.4	100
Critical corporate initiatives	13.5	23.4	15.7	7.7	13.5	67
Subtotal indirect costs	348.9	358.8	349.8	9.0	348.9	97
TOTAL	8,766.8	9,799.2	5,769.9	4,029.3	5,381.9	59

1
Final budget (USD 9.8 billion) is higher than original by over USD 1 billion

2 Actuals higher than prioritised plan

3 Utilisation rate of 59%

4
Largest CBT operations: Syrian refugees' emergency

Largest food operations: Yemen and Syria

Overview of 2017 Statement on Internal Control

Six significant risk and internal control matters highlighted:

Four areas for further improvement (improving):



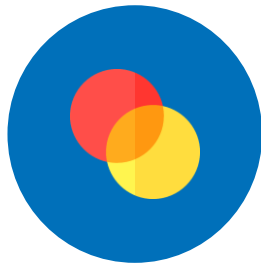
operational monitoring and review systems

impact of an unusually high number of L3 and L2 emergencies

enterprise risk management and oversight

talent management and workforce planning

Two new internal control weaknesses:



beneficiary management

cybersecurity