



Annual Session of the Executive Board

2022 Audited Annual Accounts

26-30 June 2023



World Food Programme

SAVING
LIVES
CHANGING
LIVES

Change in Accounting Policy

Note 1 to Statements

Contribution revenue recognition policy was changed in consultation with the External Auditor:

- i **Contribution revenue** is no longer deferred for multi-year agreements **without donor conditions** (refund obligations). **Revenue is recognized for full amount** of agreement, including future implementation years. **If conditions are present**, revenue for future years is deferred.
- ii **Asset (contribution receivable)** is no longer recognized for multi-year agreements where future year allocations are subject to **appropriation approvals** under respective donor legislations, as control over asset has not passed to WFP.
- iii IPSAS Board has issued **new IPSAS 47, Revenue** standard at its March 2023 session with **effective date from 1 January 2026**.



Restatement impact on previous period from changes

At 1.1.2021

Opening **net assets** ↑ USD 806.4 million

In 2021

Revenue and **surplus** ↓ USD 165.9 million

At 31.12.2021

Contribution receivables ↓ USD 648.3 million

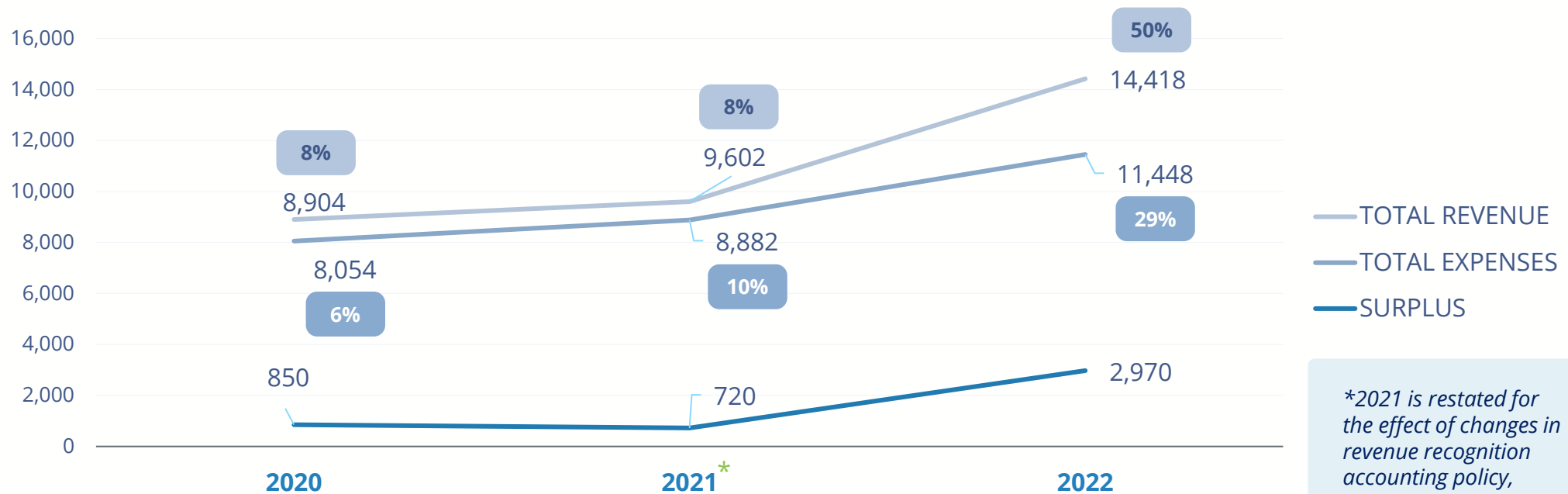
Deferred revenue ↓ USD 1,288.8 million

Net assets ↑ USD 640.5 million

Statement II – Financial Performance

In **2022**, the growth of both **revenue** and **expenses** accelerated reaching **record high**. The exceptional growth in revenue is impacting the surplus for the year due to **time lag** between **revenue** and **expenses recognition**.

EVOLUTION OF REVENUE, EXPENSES AND SURPLUS (IN USD M)

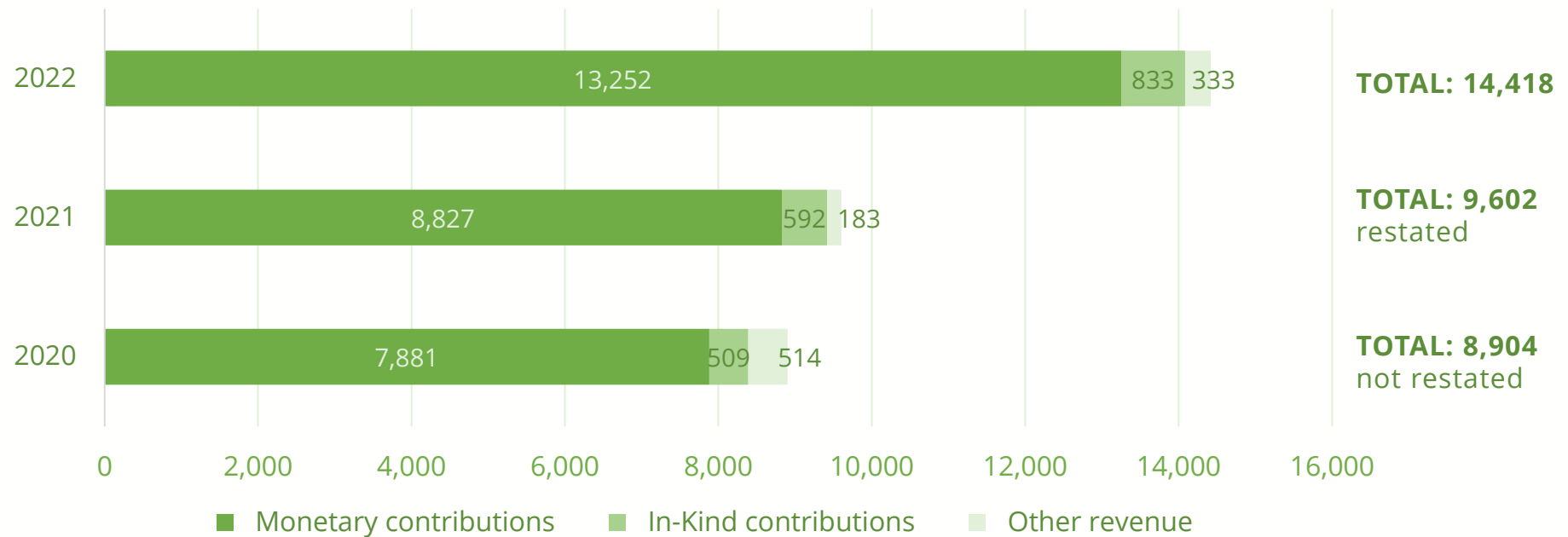


**2021 is restated for the effect of changes in revenue recognition accounting policy, 2020 figures are not restated.*

Statement II – Revenue

USD 14.1b or **98%** of total 2022 revenue was from **donor contributions**, an increase of **USD 4.7b** or **50%** compared to 2021 (restated).

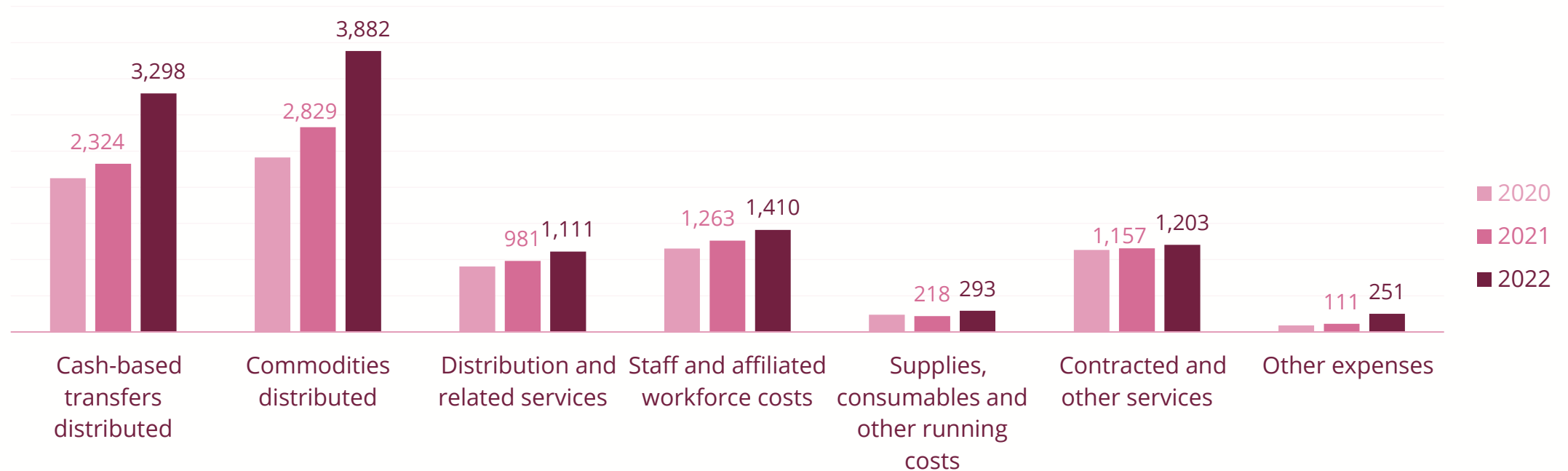
EVOLUTION AND COMPOSITION OF REVENUE (IN USD M)



Statement II – Expenses

Strong growth in expenses of **29%** driven by **42% increase** in **CBT** and **37% increase** in the **value of commodities** distributed (12% increase in mt). Other expenses in aggregate increased by 14%.

EVOLUTION AND COMPOSITION OF EXPENSES (IN USD M)



Statement I – Financial Position



TOTAL ASSETS

of **USD 14,078.2 million** increased by USD 3,073.2 million (28%) mainly due to increase in contribution, cash and inventories.



INVENTORIES

stand at **USD 1,498.9 million**, an increase of 23% in value, due to increase in mt held of 12% and increase in commodity prices.



TOTAL LIABILITIES

increased by USD 14.2 million or 1% from USD 2,415.0 million in 2021 to **USD 2,429.2 million** in 2022, due to increase in payables offset by employee benefit liabilities decrease.



EMPLOYEE BENEFITS LIABILITIES

totalled **USD 884.4 million**, a decrease of 20%. The investments covering long-term liabilities were valued at USD 951.7 million. The funding ratio is **117%**.



NET ASSETS

(Fund Balances and Reserves)

totalled **USD 11,649 million**. Out of total net assets, USD 8,965.6 million relate to programmes/CSPs, representing approximately five months of operational activity.

Thank you!

