



World Food Programme

SAVING
LIVES
CHANGING
LIVES

Annual Session of the Executive Board

2025 Financial Statements

2026 June

Accounting policy changes in effect from 2025

IPSAS 43, LEASES

WFP's real estate portfolio and aviation charters recognized in financial statements

- Applied retrospectively with cumulative effect of initial application recognized on 1 January 2025 (Note 1 to FS); no restatement of comparatives
- Exemption of short-term (less than 12month) and low-value (equal or less USD 5k) leases
- On 31 December 2025:
 - Right of use assets of USD 366.1 million (Statement I Financial Position) – Note 2.9
 - Lease liability over full lease term of USD 370.9 million (Statement I Financial Position) – Note 2.15
 - Interest expense of USD 20.9 million and depreciation costs of USD 163.1 million (Statement II Financial Performance) – Note 4.7

IPSAS 44, DISCONTINUED OPERATIONS

Country Offices move to non-resident agency status

- No impact in 2025 FS, expected disclosures in 2026 FS for several country offices moving to non-resident agency status

IPSAS 45, PROPERTY, PLANT AND EQUIPMENT

Disclosure of one heritage asset

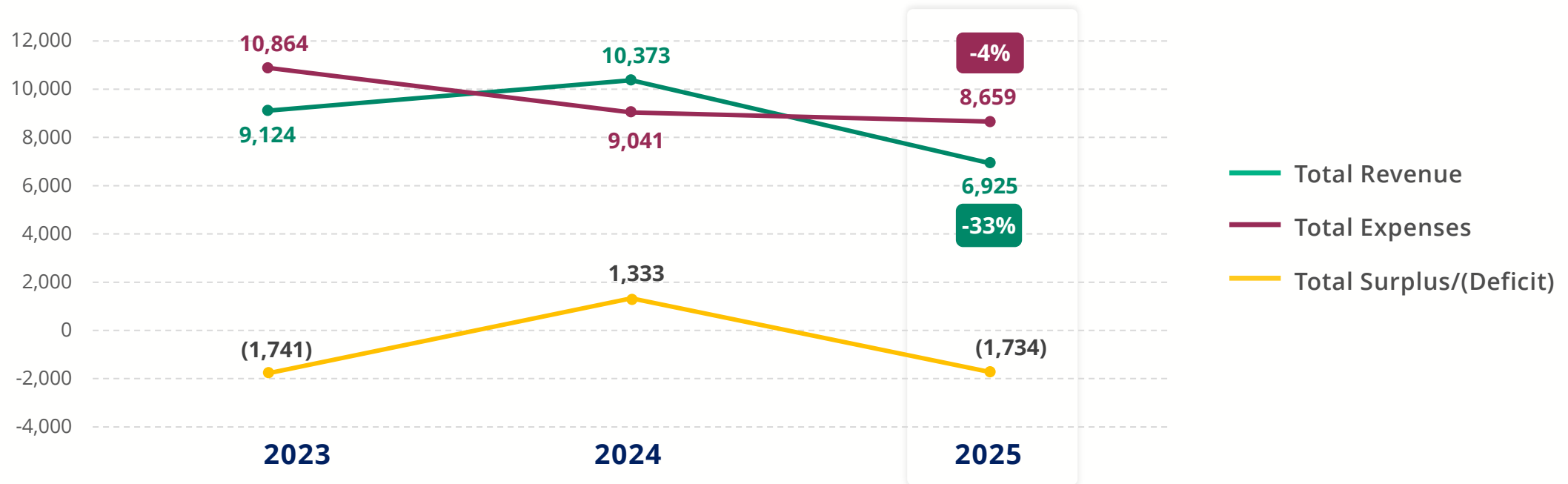
- The Nobel Prize awarded to WFP on 9 October 2020 meets the definition of heritage asset, but its value is not measurable, hence the requirement to disclose only in financial statements – Note 1

Statement II – Financial Performance

In 2025, **revenue** amounted to USD 6.9 billion, a 33% decrease vs. 2024. **Expenses** decreased by 4% to USD 8.6 billion. The resulting 2025 **deficit** was USD 1.7 billion.

EVOLUTION OF REVENUE, EXPENSES AND SURPLUS

in USD millions

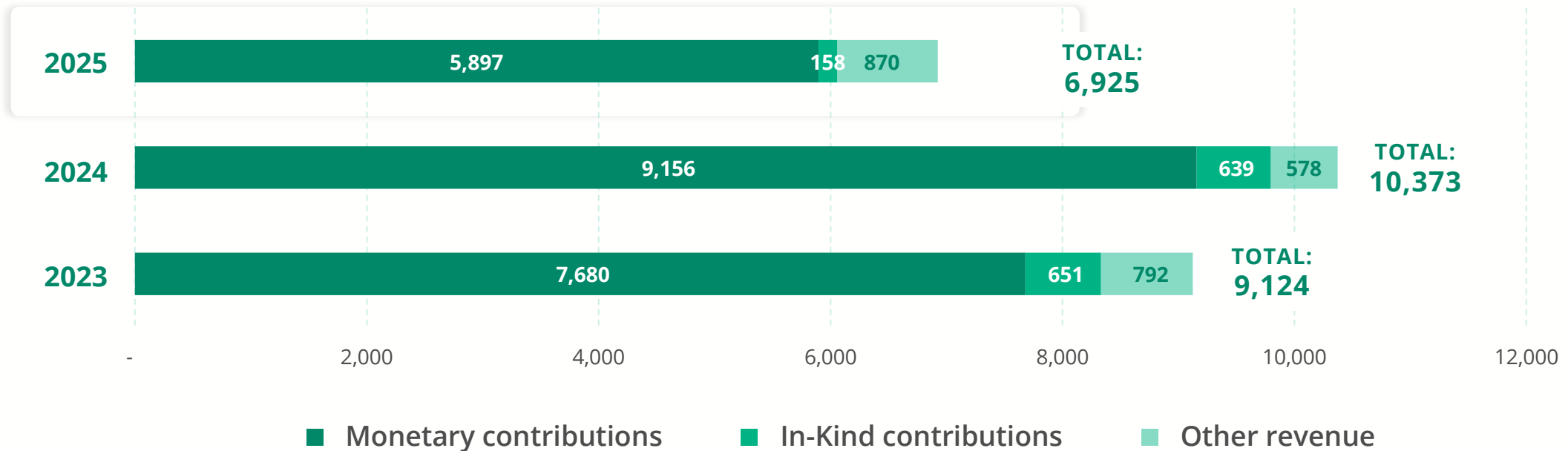


Statement II – Revenue

Contribution revenue decreased by USD 3.7 billion (38%) compared to 2024. **Other revenue** increased by 51%, to USD 0.9 billion, due to currency exchange gains and returns on investments.

EVOLUTION AND COMPOSITION OF REVENUE

in USD millions

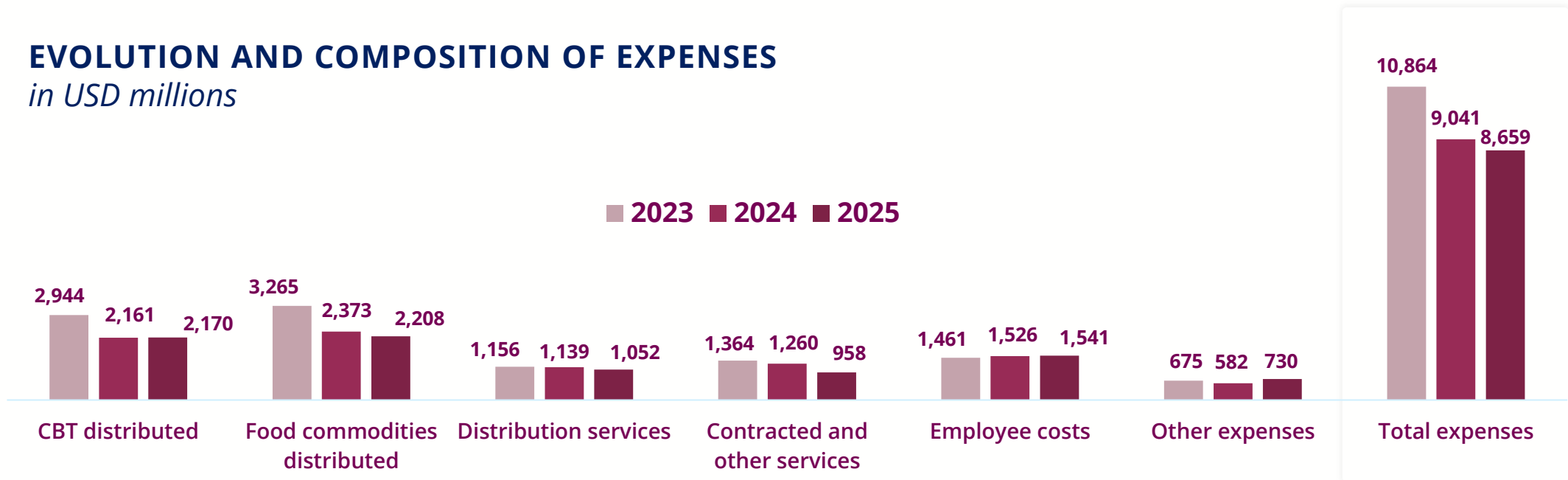


Statement II – Expenses

In 2025, total expenses were USD 8.6 billion, a decrease of USD 0.4 billion or 4% from USD 9.0 billion in 2024. **CBT distributed remained unchanged** and **commodities distributed decreased** by 7% compared to 2024. **Distribution costs** decreased by 8% (broadly in line with decrease in commodities distributions), while **contracted services** decreased by 24%. **Employee costs increased** by 1% (vs. a 12% headcount decrease). Remaining other costs increased by 26 percent, mainly due to the depreciation on the right-of-use assets under IPSAS 43.

EVOLUTION AND COMPOSITION OF EXPENSES

in USD millions



Statement I – Financial Position



TOTAL ASSETS

of **USD 12,037.6 million** decreased by USD 1,505.7 million or 11% compared to Q4 2024 due to decreases in contributions receivable, cash and inventories.



INVENTORIES

stood at **USD 703.9 million**, a 33% decrease in value, mainly due to a reduction in the food commodities metric tons held at the end of Q4 2025 (0.9 million compared to 1.3 million at the end of Q4 2024).



TOTAL LIABILITIES

increased by 5% to **USD 2,366.7 million** in Q4 2025, mainly due to the newly recognized lease liabilities of USD 370.9 million related to IPSAS 43 implementation.



EMPLOYEE BENEFITS LIABILITIES

totaled **USD 1,007.8 million** at Q4 2025, a 2% decrease to 2024. The assets to cover long-term liabilities amounted to **USD 1,531.3 million** and the funding ratio stood at **161%**.



NET ASSETS (Fund Balances and Reserves)

totaled **USD 9,670.9 million** (14% decrease). Out of total net assets, USD 6,533.1 million pertained to CSPs, representing approximately 5.2 months of operational activity.



Thank you!