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## RESOURCE MANAGEMENT

### (e) Budget considerations for 2013

#### Note by the Secretary-General

#### SUMMARY

*Executive summary:* This document updates the overview of the Organization's budget prospects for 2013 in document C 109/4(d) which was presented to the Council at its November session in 2012

*Strategic direction:* 4

*High-level action:* 4.0.1

*Planned output:* 4.0.1.2, 4.0.1.3 and 4.0.1.4

*Action to be taken:* Paragraph 24

*Related documents:* A 27/16(c), A 27/16(c)/Add.1; resolution A.1039(27); C 108/5(e) and C 109/4(d)

#### Introduction

1 The Secretary-General's preliminary overview of the Organization's budget prospects for 2013 was presented to the 109th session of the Council based on the then prevailing expenditure pattern and this document presents an updated review of the budget prospects on the basis of actual outturns for the first four months of 2013.

2 It will be recalled that, by resolution A.1039(27), the Assembly, at its twenty-seventh regular session, approved a budget for 2013 of £44.8m in total, which included appropriations for the regular budget and other budgetary Funds of the Organization (see table 1). The regular budget appropriation for 2013, of £31.7m, represents an increase of 3.8 per cent compared with the approved regular budget for 2012 of £30.5m. The budget for the Organization's other budgetary Funds, of £13.2m in total, represents a reduction from 2012 of 2.6 per cent, and is mainly attributable to a reduction in this year's planned allocation from the Technical Co-operation Fund for IMO's technical co-operation programmes.

**Table 1**  
**Approved budgets for 2013 as compared with 2012**

	2012		2013		2012-2013 Total	
	£'000	year-on-year changes	£'000	year-on-year changes	£'000	Biennial changes
<b>Regular budget (i)</b>	<b>30,520</b>	-1.1%	<b>31,686</b>	3.8%	<b>62,206</b>	1.7%
<b>Other Funds total (ii)</b>	<b>13,514</b>	2.2%	<b>13,157</b>	-2.6%	<b>26,671</b>	2.8%
Trading Fund	6,168	5.5%	6,195	0.4%	12,363	6.5%
Headquarters Capital Fund	1,118	-33.6%	1,194	6.8%	2,312	-31.9%
Termination Benefit Fund	796	-6.5%	980	23.1%	1,776	2.9%
Training and Development Fund	138	14.4%	143	3.6%	281	17.1%
Technical Co-operation Fund	5,294	12.1%	4,645	-12.3%	9,939	10.6%
<b>TOTAL (i+II)</b>	<b>44,034</b>	<b>-0.1%</b>	<b>44,843</b>	<b>1.8%</b>	<b>88,877</b>	<b>2.0%</b>

### Review of pay and price factors

3 The Council will recall further that the appropriations agreed by the last Assembly had taken into account forecast movements of the economic indicators in the United Kingdom (UK) economy and currency fluctuations between the pound sterling and the United States (US) dollar. Table 2 below summarizes the latest available indices on the United Kingdom economy, published by the United Kingdom Government Office for National Statistics, and the actual movement of the UN operational rate of exchange since January 2012, while chart 1 illustrates the longer-term movement of those indicators.

**Table 2**  
**Trends of economic indicators**

	Assumption	Actual						
		2012					2013	
	2012-2013	Jan	Apr	Jul	Oct	Average	Jan	Latest
<b>UK Average Weekly Earnings (AWE) <sup>1/</sup></b>	2.5	1.0	1.7	1.9	1.3	1.6	1.1	0.6
<b>UK Average Retail Price Index (RPI) <sup>2/</sup></b>	3.5	3.9	3.5	3.2	3.2	3.2	3.3	2.9
<b>USD/GBP exchange rate <sup>3/</sup></b>	1.65	1.54	1.59	1.55	1.62	1.58	1.62	1.55

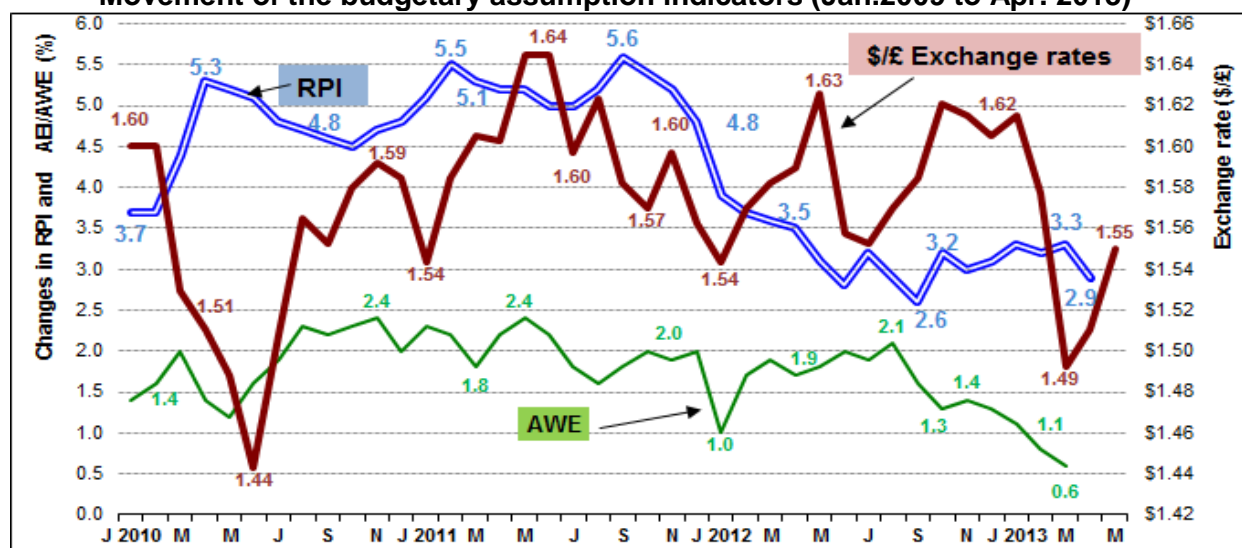
<sup>1/</sup> 12-month percentage change in regular pay (excluding bonuses), which was changed from Average Earnings Index (AEI) to Average Weekly Earnings (AWE) in August 2010. The latest figure used here was for March 2013.

<sup>2/</sup> Annual inflation rate measured by 12-month percentage changes. The latest figure was for April 2013.

<sup>3/</sup> United Nations operational exchange rates (1GBP expressed in USD), the latest of which was for May 2013.

\* Source of AWE and RPI: UK Office for National Statistics (AWE and RPI are updated monthly)

**Chart 1**  
**Movement of the budgetary assumption indicators (Jan.2009 to Apr. 2013)**



4 The movement of the UK economic indicators in recent months may be seen from the table and chart above: the annual inflation rate – measured in terms of the Retail Price Index (RPI) – was 2.9 per cent for the month of April 2013, and has been hovering at around 3 per cent since its sharp rise in October 2012; and the annual increase in regular pay (i.e. excluding bonuses) – measured by the Average Weekly Earnings (AWE) Index – has moved downwards since August 2012. Meanwhile, the pound sterling value against the US dollar has fluctuated in recent months from a high of US\$1.62 in January 2013 to a low of US\$1.49 in March 2013, bouncing back to US\$1.55 in May, making the average for this year some 6 per cent below the assumed rate of exchange of US\$1.65 in the approved budget.

5 In view of the movement shown in table 2 and chart 1, the International Civil Service Commission (ICSC) promulgated, in December 2012, a cost-of-living allowance increase of 2.1 per cent for Professional and higher categories staff. Under its 12-month adjustment rule, the ICSC will recalculate the London post adjustment multiplier for Professional staff in November this year, which may result in an increase of some 2.5 per cent, with effect from December 2013, if the current pattern (more than 3% inflation and a weaker pound sterling) is sustained until then. In this same context, changes to pensionable remuneration (PR) for Professional staff are based on the post adjustment in New York and not London and, because that rose upwards by 1.93 per cent with effect from 1 February 2013, the PR scales for all Professional staff in the UN common system were also accordingly revised, the effect of which, for IMO, is estimated to add £45,000 to the staff costs for this year, which can be absorbed within the approved appropriation for 2013.

6 As for General Service staff, using the RPI and AWE movement in the UK economy, a 1.9 per cent increase in salaries was awarded in October 2012 and an interim salary scale adjustment, on the basis of the annual movement in the UK pay and price indices, will be carried out again in accordance with the ICSC's current methodology and 12-month rule, which may result in an increase of 1.8 per cent in both salaries and pensionable remuneration, with effect from October 2013, should current trends in those indices prevail until the end of September 2013 .

7 In order to make the currency exchange effect neutral on the budget for the 2012-2013 biennium, the currency exchange assumption was set at the same rate (i.e. US\$1.65 per pound sterling) as applied to the budgets of the 2010-2011 biennium, while ring-fencing the dollar associated expenditure at that rate. As noted in chart 1 above, the movement in the actual rate of exchange has been below the budget rate, which resulted in an accumulated exchange rate loss of £75,000 over the first four months of the year on the ring-fenced amounts for US dollar expenditure. Should the exchange rate remain at the average rate of the first four months for the remainder of 2013, a total exchange rate loss of £221,000 would be incurred, when compared with the corresponding costs budgeted under the exchange rate of US\$1.65. The budgetary shortfall will then be charged to the Working Capital Fund as the terms of reference of the Fund were widened by means of resolution A.1039(27) to accommodate such currency losses (and gains) in the regular budget.

#### **Status of, and prospects for, the regular budget**

8 The Council will note from table 3 below, setting out the budgetary status by expenditure groups as at 30 April 2013, that the expenditure for the first four months is overall on course as planned, leading to some prospective savings by the end of the year in the order of £1.5m in total, equivalent to 4.8 per cent of the approved budget for 2013. The forecast saving is mainly attributable to an underspend in staff costs resulting from a number of posts having been kept vacant in order to reduce the knock-on impact of the unforeseen pay rises for Professional staff in December 2011, and whilst an assessment of the Secretariat's structure was being carried out in the context of the Secretary-General's

review and reform process. As at 1 April 2013, a total of 60 posts comprising 20 Professional and 40 General Service posts were vacant. The Secretary-General is aiming to fill 29 posts (14 P and 15 GS) this year, after his initial assessment of his review and reform process followed by in-depth consultation with his Senior Management Committee. Forecast staff costs in table 3 below reflect the planned recruitment, but the eventual costs could vary depending on the timing of actual appointments to those vacant posts.

**Table 3**  
**Forecast of the regular budget outturn by expenditure group as at 30 April 2013**

2012 Outturn (£'000)	Objects of expenditure	2013 Appropriations	2013 Expenditure (£ '000)			Year-end balance forecast
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)	
21,883	Staff costs	23,480	6,898	15,435	22,333	1,147
1,528	Other personnel	1,933	544	1,281	1,825	108
187	Official missions	375	63	207	270	105
4,635	General operating expenses	5,098	1,362	3,561	4,923	175
757	Funds replenishment	800	0	800	800	0
<b>28,991</b>	<b>Total</b>	<b>31,686</b>	<b>8,867</b>	<b>21,284</b>	<b>30,151</b>	<b>1,535</b>

9 In respect of the costs of other personnel, which include temporary assistance, overtime, consultancy and meetings' personnel, some savings are also forecast, mostly from lower use of meetings' personnel due to improved arrangements for the meetings' programme, limited use of external translation, and re-scheduling of the interpretation services, thereby reducing the costs of the new pay scale for interpreters as agreed at the United Nations inter-agency level with the International Association of Conference Interpreters (AIIC). The reduction in other personnel costs is also partly due to an increase in the number of Associate Professional Officers (APOs) and secondments generously provided by Member States, which totals 12, as at 1 May 2013, from eight Member States.

10 In spite of rapid increases in airport taxes, fares and fuel surcharges reflecting recent overall market conditions, expenditure on official missions is monitored closely and the annual provision is anticipated to be sufficient to meet increased and unforeseen demands, taking into account the economy measures adopted, which include forward mission planning, advance flight/hotel reservation, use of restricted economy class tickets and participation through videoconference in international fora, where possible.

11 General operating expenses include expenditure on the Headquarters premises (rents, rates, utilities and maintenance), office consumables and services (communications, minor equipment, IT maintenance, medical, library, general expenses for meetings, etc.) and ancillary provisions (public information, shared costs for jointly financed UN bodies, etc.). Table 3 above shows a prospective year-end saving in this heading of £0.18m, largely emanating from savings in the maintenance of the Headquarters building as well as reduced communication costs as a result of the shift to the "PaperSmart" production of documents and the use of internet telephony.

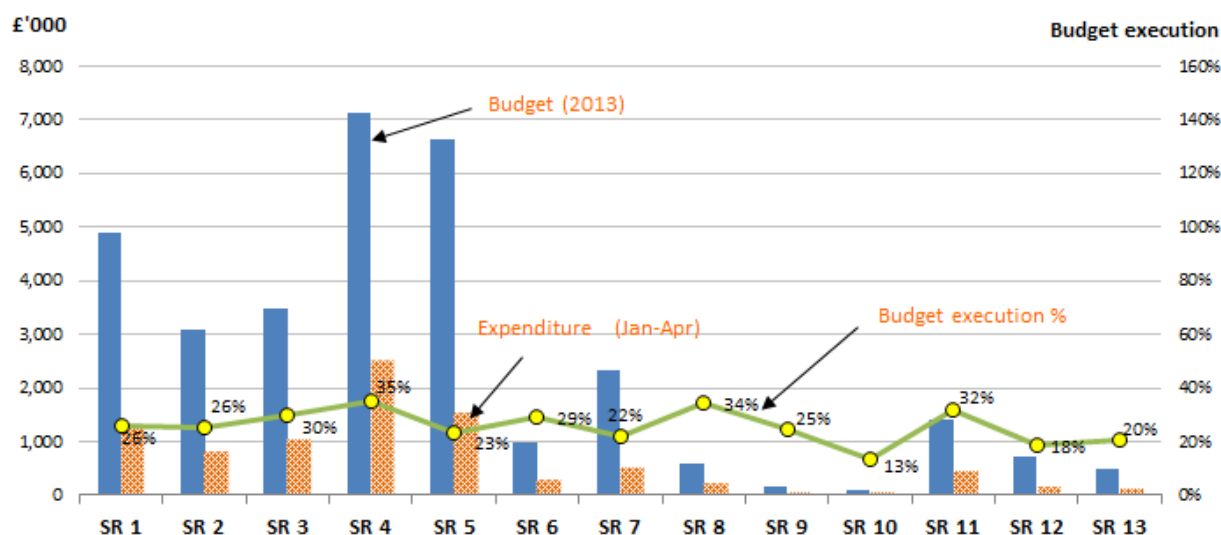
12 The provision for Fund replenishments will be used through transfers to the Headquarters Capital Fund (£165,000) and the Termination Benefit Fund (£635,000) when the cash status of the General Fund improves, following maturity of funds currently under longer-term investment.

13 The summary outturn in table 3 above is recast in table 4 below in terms of each Strategic Result, while chart 2 provides a comparison of expenditure for each Strategic Result with its associated budget. In this respect, after one third of the year has elapsed, overall expenditure stands at 28 per cent of the budget, with four Strategic Results (SRs 3, 4, 8 and 11) showing a budget execution rate of more than 30 per cent, whilst the delivery of other Strategic Results is forecast to improve in later months of the year.

**Table 4**  
**Status of regular budget appropriation by Strategic Result as at 30 April 2013**

Out-turn 2012 (£'000)	Strategic Results		Approved budget 2013 (a)	Expenditure		Balance £ c=a-b)
				Jan-Apr (b)	% (b/a)	
3,965	SR 1	Enhanced status as a primary international maritime forum	4,908	1,273	26%	3,635
2,534	SR 2	Enhanced global compliance and uniform implementation	3,082	787	26%	2,295
3,595	SR 3	Strengthened capacity-building	3,493	1,041	30%	2,452
7,938	SR 4	Enhanced governance, management and administration	7,113	2,511	35%	4,602
5,245	SR 5	Enhanced safety of human life at sea	6,628	1,524	23%	5,104
837	SR 6	Enhanced security of the maritime transport network	974	282	29%	692
1,899	SR 7	Reduced adverse impact on the environment	2,339	517	22%	1,822
290	SR 8	Ensured efficiency of shipping	598	204	34%	394
145	SR 9	Increased attention to SIDS and LDCs	164	41	25%	123
77	SR 10	Goal-based standards applied	81	11	14%	70
1,591	SR 11	Raised profile of the safety, security and environmental records of shipping	1,415	446	32%	969
498	SR 12	Enhanced quality of shipping	704	130	18%	574
377	SR 13	Enhanced environmental awareness	487	100	21%	387
		Staff turnover	-300	0		-300
<b>28,991</b>	<b>TOTAL</b>		<b>31,686</b>	<b>8,867</b>	<b>28%</b>	<b>22,819</b>

**Chart 2**  
**Comparison of the expenditure with the approved budget for each Strategic Result**



### Status of the Organization's other Funds

14 The following paragraphs set out the status of the other Funds of the Organization, namely, the Trading Fund, the Headquarters Capital Fund, the Termination Benefit Fund, the Training and Development Fund and the Technical Co-operation Fund.

**The Trading Fund**

15 As at 30 April 2013, the income generated under the Trading Fund amounted to £3.63m, which comprised publication and catering sales of £3.38m and £0.13m, respectively, as well as other miscellaneous income (freight and interest) amounting to £0.12m, as set out in table 5 below. On the basis of income trends and some new editions planned to be published later this year, overall income is projected to reach £11.16m by the end of the year, exceeding by 6 per cent (£0.64m) the income target of £10.5m set for 2013.

**Table 5**  
**Status of the Trading Fund as at 30 April 2013**

2012 Outturn £'000	Income Expenditure Statement	2013 Appropriation £'000	Prospective status for 2013 (£'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
10,612	Publication sales	9,578	3,380	6,820	10,200
534	Catering	664	132	486	618
399	Interest earnings/ miscellaneous income	285	122	224	346
<b>11,545</b>	<b>Income (a)</b>	<b>10,527</b>	<b>3,634</b>	<b>7,530</b>	<b>11,164</b>
1,582	Publishing personnel	1,701	501	1,002	1,503
2,155	Publishing operating expenses	2,649	593	1,728	2,321
544	Reimbursement/support costs	566	102	395	496
<b>4,280</b>	<b>Publication costs subtotal</b>	<b>4,916</b>	<b>1,196</b>	<b>3,125</b>	<b>4,320</b>
446	Catering personnel	463	133	267	400
546	Catering operating expenses	669	141	516	657
71	Reimbursement/support costs	147	36	102	138
<b>1,063</b>	<b>Catering costs subtotal</b>	<b>1,279</b>	<b>310</b>	<b>885</b>	<b>1,195</b>
<b>5,343</b>	<b>Expenditure (b)</b>	<b>6,195</b>	<b>1,506</b>	<b>4,010</b>	<b>5,515</b>
<b>6,202</b>	<b>Net income for the year (c=a-b)</b>	<b>4,332</b>	<b>2,128</b>	<b>3,520</b>	<b>5,649</b>

16 In respect of Trading Fund expenditure, as in previous years, the publishing and catering services have been closely monitored with a view to achieving, wherever possible, maximum economies both in the operation of the services as well as in negotiations with external suppliers. Total expenditure is projected at £5.52m for 2013, which represents 49 per cent of total income, resulting in an anticipated surplus of £5.65m, as can be seen in table 5 above. The in-year surplus achieved in 2012 was £6.2m, and its distribution, together with that of the estimated surplus for this year, is as shown in table 6 below, in accordance with the revised distribution formula approved by Assembly in resolution A.1039(27).

**Table 6**  
**Distribution of Trading Fund cash surpluses**

	In-year surplus amount	Technical Co-operation Fund		Headquarters Capital Fund	Training and Development Fund	Trading Fund reserves
	100%	80%	(WMU support)	10%	1.5%	8.5%
<b>2012</b> surplus distribution	£6,202,055 (Actual)	£4,961,644	£248,082	£620,205	£93,031	£527,175
<b>2013</b> surplus distribution	£5,649,000 (Estimates)	£4,519,200	£225,960	£564,900	£84,735	£480,165

**The Headquarters Capital Fund**

17 The Headquarters Capital Fund is designed to meet the capital expenditure necessary for the efficient operation of the Organization, and for fulfilling the Organization's liabilities under the terms of the Lease Agreement with the Host Government for the Headquarters building. The overall resource requirement for this year, as shown in table 7 below, is projected to generate an underspend of some £276,000, representing 23 per cent of the approved budget. In this context, the Council will be aware of the need either to replace or completely refurbish lifts in the building on account of their frequent breakdowns in recent months, which have caused disruption to delegates and staff. The total cost of this work is currently estimated at some £0.5m, with the Organization's share of that representing 20 per cent under the Lease Agreement. Although preparation of the required specifications and tendering processes have been planned for the first half of this year, it is envisaged that the actual work and the settlement of associate costs may fall into 2014, which will then require re-phasing of the 2013 budget to 2014 in accordance with the Organization's Financial Regulations.

**Table 7**  
**Status of the Headquarters Capital Fund as at 30 April 2013**

2012 Outturn £'000	Expenditure statement	2013 Appropriation £'000	Prospective status for 2013 (£'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
36	Major building repairs	135	1	50	51
103	Equipment/furniture/vehicles	30	17	12	29
566	IT/IS and SAP system	1,029	59	779	838
<b>705</b>	<b>Expenditure total</b>	<b>1,194</b>	<b>77</b>	<b>841</b>	<b>918</b>

**The Termination Benefit Fund**

18 The first four months' expenditure under the Termination Benefit Fund amounted to £0.29m, representing 30 per cent of the budget and its year-end outturn is forecast to be on course at £0.97m overall (table 8). However, payments of premiums for retirees, under the Organization's After-Service Health Insurance (ASHI) scheme, is estimated to incur some overruns because of the increase in both the average costs of their medical coverage and in the number of retirees on the scheme. An actuarial evaluation indicates that the Organization had post-employment benefit liabilities of £29.8m as at end 31 December 2012 and, in respect of how to fund them, the Secretary-General has reviewed the Organization's overall financial status and proposed a new methodology for measuring the Organization's funding capability, while taking into account Member States' budgetary constraints, in his budgetary outline proposal for the 2014-2015 biennium (see document C 110/6).

**Table 8**  
**Status of the Termination Benefit Fund as at 30 April 2013**

2012 Outturn £'000	Expenditure statement	2013 Appropriation £'000	Prospective status for 2013 (£'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
253	Termination and repatriation	458	67	345	412
517	After-service health insurance (ASHI)	492	224	324	548
14	Replacement of long-term sick leave	30	0	6	6
<b>784</b>	<b>Expenditure total</b>	<b>980</b>	<b>291</b>	<b>675</b>	<b>966</b>

***The Training and Development Fund***

19 Various training programmes in respect of performance improvement, human resource development and ICT proficiency have been arranged for staff with specialist training providers. Some underspend is expected by the end of the year (table 9), which is ascribed to economies being generated for group training through the use of in-house facilities with invited instructors, rather than envisaging training at external commercial institutions.

**Table 9**  
**Status of the Training and Development Fund as at 30 April 2013**

2012 Outturn £'000	Expenditure statement	2013 Appropriation £'000	Prospective status for 2013 (£'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
61	Performance improvement	68	7	55	62
19	SAP and IT training	25	0	15	15
36	language and Induction programmes	50	12	32	44
<b>116</b>	<b>Expenditure total</b>	<b>143</b>	<b>19</b>	<b>102</b>	<b>121</b>

***The Technical Co-operation Fund***

20 Based on the delivery rate and commitments incurred during the first four months of this year, as well as the actual delivery rate in 2012, overall expenditure under the Technical Co-operation Fund, for delivery of activities under the Organization's Integrated Technical Co-operation Programme (ITCP) in 2013, is forecast to reach some £4.5m, thereby exceeding the actual delivery level in 2012 by some £0.1m.

**Table 10**  
**Status of the Technical Co-operation Fund as at 30 April 2013**

2012 Outturn £'000	Expenditure region	2013 Appropriation £'000	Prospective status for 2013 (£'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
929	Africa	1,131	181	920	1,101
244	Arab States/Mediterranean	387	50	330	380
404	Asia	409	74	329	403
328	Pacific Islands	186	17	160	177
179	CIS/Eastern Europe	142	2	138	140
300	Latin America	383	19	360	379
219	Caribbean	304	59	240	299
1,830	Global programmes	1,703	314	1,340	1,654
<b>4,432</b>	<b>Expenditure total</b>	<b>4,645</b>	<b>715</b>	<b>3,817</b>	<b>4,532</b>



**Status of extra-budgetary programmes**

21 The financial outturn under the various donor/trust Funds of the Organization stands at US\$2.45m as at 30 April 2013, as may be noted from table 11 below, and is forecast, by the end of the year, to be in the region of US\$10m, following the record expenditure of US\$11.37m in 2012, which was the first time that it went beyond the US\$10m mark. As previously mentioned to the Council, extra-budgetary activities and resources are becoming increasingly important in promoting the strategic objectives of the Organization as well as the successful implementation of IMO's technical instruments by Member States. The analysis of extra-budgetary programme expenditure in 2012 shows that more than two thirds (68%) represented support for the Organization's Integrated Technical Co-operation Programme (ITCP), as approved by the Council (document C 106/6), and slightly less than one third (32%) was associated with support for the regular programme of work through, for example, a number of marine environment protection activities concerning the Marine Electronic Highway (MEH) project, greenhouse gas emissions, the GloBallast partnership, GESAMP activities (both EHS and ballast water), implementation of the Voluntary Audit Scheme, APO programmes, etc. The lower outturn projection for 2013 is due, in part, to the completion of a few major projects last year, (namely, MEH and GHG-Koica in the Asia region and the SAFEMED project in the Arab/Mediterranean States) and also partly to funding difficulties (REMPEC programmes for the Mediterranean region). However, the significant progress expected this year under the Djibouti Code of Conduct Programme (Africa) should balance the fall in overall expenditure in the Arab/Mediterranean and Asia regions. In addition, to maintain the higher level of financial delivery measured against the planned budget, the Secretary-General and his senior management have decided to intensify the periodical monitoring of the budget and expenditure status of all donor/trust programmes so that any obstacles and bottlenecks in the delivery of planned activities can be addressed promptly and mitigated by rescheduling activities and devising appropriate countermeasures in liaison with donors.

**Table 11**  
**Status of extra-budgetary programmes as at 30 April 2013**

2012 Outturn US\$'000	Expenditure region	2013 Budget* US\$'000	Prospective status for 2013 (US\$'000)		
			Actual (Jan-Apr)	Forecast (May-Dec)	Total (Jan-Dec)
2,798	Africa	6,372	937	3,573	4,510
3,536	Arab States/Mediterranean	1,098	495	595	1,090
1,476	Asia	1,041	295	675	970
35	Pacific Islands	0	0	0	0
37	Caribbean	0	0	0	0
3,485	Global programmes	3,636	721	2,719	3,440
<b>11,368</b>	<b>Expenditure total</b>	<b>12,147</b>	<b>2,448</b>	<b>7,562</b>	<b>10,010</b>

\* The expenditure budget for 2013 is based on the Programme Implementation Documents (PIDs) formulated/revised by 30 April 2013

**Summary**

22 In light of the above review and in the absence of any unforeseen expenditure, the Secretary-General is confident that the outturn expenditure for 2013 is attainable within the approved appropriations of the regular budget and other budgetary Funds. He will continue to monitor the budgetary status closely, while taking economy measures, wherever possible, to generate savings in the budget. An updated review of the 2013 budget status will be reported to the Council at its twenty-seventh extraordinary session in November.

23 Also on the basis of the above review, budget transfers between Strategic Results do not, as at 30 April 2013, appear to be necessary. Nevertheless, in order to be prepared for any eventualities, the Secretary-General seeks the Council's authorization, in accordance with the Organization's Financial Regulations and Financial Rules, to make, whenever necessary, timely transfers between Strategic Results in the regular budget to the extent that balances are available to cover or reduce deficits in each Strategic Result appropriation balance.

#### **Action requested of the Council**

24 The Council is invited to:

- .1 note the review on external pay and price factors (paragraphs 3 and 4, table 2 and chart 1);
  - .2 note the budgetary impact of exchange rate movements (paragraphs 5 to 7);
  - .3 note the forecast outturn of regular budget expenditure for 2013, assessed to be kept within the approved appropriation for 2013 (paragraphs 7 to 13, tables 3 and 4 and chart 2);
  - .4 note the income and expenditure outturn and forecast in the Trading Fund and the consequential in-year surplus distribution projection (paragraphs 15 and 16 and tables 5 and 6);
  - .5 note the expenditure status of the Headquarters Capital Fund (paragraph 17 and table 7); the Termination Benefit Fund (paragraph 18 and table 8); the Training and Development Fund (paragraph 19 and table 9); the Technical Co-operation Fund (paragraph 20 and table 10); and extra-budgetary programmes (paragraph 21 and table 11); and
  - .6 authorize the Secretary-General to make, as and when necessary, timely transfers between Strategic Results in the regular budget to the extent that balances are available to cover or reduce deficits in Strategic Results appropriation balances in accordance with the Organization's Financial Regulations and Financial Rules (paragraph 23).
-