

AFRICAN UNION

الاتحاد الأفريقي



UNION AFRICAINE

UNIÃO AFRICANA

FINANCIAL REPORT AND AUDITED FINANCIAL STATEMENTS

OF THE

AFRICAN UNION COMMISSION (AUC)

FOR THE YEAR ENDED 31ST DECEMBER 2014

LIST OF ABBREVIATIONS

ACALAN	Executive Secretariat of the African Academy of Languages, Bamako, Mali
ACSRT	African Centre for the Study and Research on Terrorism - ALGER, Algeria
AMISOM	African Mission in Somalia
Arab League Mission	African Union Permanent Delegation to the League of Arab States – Cairo, Egypt
AU	African Union
AUC	African Union Commission
AUCIL	African Union Commission on International Law
AUMSAR	African Union Mission to the Southern African Region – Lilongwe, Malawi
CELHTO	Centre d'Etudes Linguistiques et Historiques par Tradition Orale (French: Center for Linguistic & Historical Study of Oral Tradition; Niamey, Niger)
ECOSOCC	Economic, Social and Cultural Council
EU & THE ACP Mission	Permanent Observer Mission of the African Union to the EU & THE ACP – Brussels, Belgium
IBAR	The Inter-African Bureau for Animal Resources (IBAR) - Nairobi, Kenya
IAPSC	Inter-African Photo sanitary Council – Yaoundé, Cameroun
NEPAD	New Partnership for Africa's Development
PANVAC	Pan African Veterinary Centre, Debrezeit, Ethiopia
PAP	Pan African Parliament
SAFGRAD	Specialized Office for Promotion of Agricultural Research and Development in the Semi-arid Zones of Africa (SAFGRAD) located in Ouagadougou, Burkina Faso
STRC	Scientific, Technical & Research Commission - Abuja, Nigeria
UN GENEVA	African Union Mission to the United Nations – Geneva, Switzerland
UN NEW YORK	Permanent Observer Mission of the African Union to the United Nations - New York
USA Mission	African Union Representational Mission to the United States of America - Washington, DC, USA

TRANSMITTAL STATEMENT

In accordance with the AU Financial Rules and Regulations (FRR), I am pleased to submit the Financial Statements of the African Union Commission for the year ended 31 December 2014. The Financial Statements, Accounting Policies and the notes to the Financial Statements have been prepared in compliance with the accrual basis International Public Sector Accounting Standards (IPSAS) and Financial Rules and Regulations of the African Union.

The Financial Statements have been audited by the African Union Board of External Auditors and whose opinion is included in the Financial Report.



Dr. Nkosazana Dlamini Zuma
Chairperson of African Union
Commission

STATEMENT OF MANAGEMENT RESPONSIBILITY

Management is required to prepare financial statements for each financial year which present fairly the state of affairs of the Commission as at the end of the financial year and of the results of activities and cash flows of the Commission for that year. Management is also required to ensure that the Commission keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Commission.

The Commission's management is responsible for the preparation and fair presentation of these financial statements in accordance with the Financial Rules and Regulations and applicable International Public Sector Accounting Standards and for such controls that are determined necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

Management accepts responsibility for the annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments' and estimates, in conformity with AU Financial Rules and Regulations and applicable Accrual basis International Public Sector Accounting Standards. Management is of the opinion that the financial statements present fairly the state of the financial affairs of the commission and cash flows. Management further accepts responsibility for the maintenance of accounting records which may be relied upon in the preparation of financial statements, as well as adequate systems of internal financial control.

Nothing has come to the attention of the management to indicate that the Commission will not remain a going concern for at least the next twelve months from the date of this statement



**Director,
Programming, Budgeting, Finance & Accounting
African Union Commission**

15 June 2015



**Deputy Chairperson of African Union
Commission**

15 June 2015

AUDITORS' REPORT

Report of the Board of External Auditors to the Permanent Representative Committee of African Union

Report on the financial statements

Introduction

1. We have audited the financial statements of the African Union Commission set out on pages 17 to 48, which comprise the statement of financial position as at 31 December 2014, the statement of financial performance, statement of changes in net assets, cash flows statement and the statement of budget and actual amounts for the year then ended, as well as the notes, comprising a summary of significant accounting policies and other explanatory information.

The accounting officer's responsibility for the financial statements

2. The accounting officer is responsible for the preparation and fair presentation of these financial statements in accordance with International Public Sector Accounting Standards and the requirements of the African Union Financial Rules and Regulations, and for such internal control as the accounting officer determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Board of External Auditors' responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements, and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

4. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

5. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Unqualified opinion

6. In our opinion, the financial statements present fairly, in all material respects, the financial position of the African Union Commission as at 31 December 2014 and its financial performance and cash flows for the year then ended, in accordance with International Public Sector Accounting Standards and the requirements of the African Union Financial Rules and Regulations.

Emphasis of matter

7. We draw attention to the matter below. Our opinion is not modified in respect of this matter.

Amendment to the applicable basis of accounting

8. As set out in accounting policy note 2.1 to the Commission's financial statements, the Commission has elected not to disclose comparative information in the financial statements, as permitted by IPSAS 1 Presentation of Financial Statements, as issued by International Public Sector Accounting Standards Board of the International Federation of Accountants.

9. As set out in accounting policy note 2.4 to the Commission's financial statements, the Commission has adopted the transitional provisions as allowed by IPSAS 17 Property, Plant and Equipment, as issued by International Public Sector Accounting Standards Board of the International Federation of Accountants.


Thembekile Kimi Makwetu

Chairman, Board of External Auditors of African Union

Addis Ababa

29.02.2016



AUDITOR - GENERAL
SOUTH AFRICA

Auditing to build public confidence

BOARD OF EXTERNAL AUDITORS

Members Board of External Auditors

1. South Africa (Chair)
2. Uganda
3. Algeria
4. Cape Verde
5. Equatorial Guinea

Financial Statements and Explanatory Notes

AFRICAN UNION COMMISSION

Notes to the Financial Statements for the year ended December 31, 2014

1. AUTHORITY AND OBJECTIVES

Reporting Entity

The African Union is the successor to the Organisation of Africa Unity that was established on May 25, 1963 in Addis Ababa, Ethiopia and the Charter of the Organization was signed on that occasion by Heads of States and Government of 32 (Thirty two) independent African States. Its purpose was to promote the Unity and Solidarity of the African States; defend sovereignty of members; eradicate all forms of colonialism; promote international cooperation having due regard for the Charter of the United Nations and the Universal Declaration of Human Rights; coordinate and harmonise Member States economic, Diplomatic, Education, health, welfare, scientific and Defence policies. This mission was accomplished.

On 9 July 2002, the African Union was officially launched in Durban, South Africa to replace the Organisation of African Unity. Its structure is based on that of the European Union. The African Union uphold the sovereign quality and independences of its 54 (Fifty Four) Member States and aims to promote peace, security and solidarity on the African Continent.

The African Union Commission is the Secretariat of the Union entrusted with executive functions. It is composed of 10 elected Officials: A Chairperson, a Deputy Chairperson; Eight (8) Commissioners and Staff members. The structure represents the Union and protects its interest under the auspices of the Assembly of Heads of State and Government, the Executive Council as well as the Permanent Representative Committee.

Legal Basis and Scope of the Financial Statements

The Financial Statements of the African Union Commission have been prepared and submitted in line with the Financial Rules and Regulations of the African Union that were adopted by the Assembly of Heads of States of the African Union on 21-28 January 2014 in Addis Ababa, Ethiopia (EX.CL/802 (XXIV)i). These Financial Statements cover the accounts and transactions of the African Union Commission Headquarters in Addis Ababa, Ethiopia and those of the following Regional/Representational Offices that are under the control of the leadership of the African Union Commission:

- i. Permanent Observer Mission of the African Union to the United Nations - New York
- ii. African Union Mission to the Southern African Region – Lilongwe, Malawi
- iii. Permanent Observer Mission of the African Union to the EU & THE ACP – Brussels, Belgium
- iv. African Union Mission to the United Nations – Geneva, Switzerland
- v. African Union Permanent Delegation to the League of Arab States – Cairo, Egypt
- vi. Scientific, Technical & Research Commission - Abuja, Nigeria
- vii. CELHTO – Niamey, Niger
- viii. Fouta Djallon Project – Conakry, Guinea
- ix. Inter-African Phyto Sanitary Council – Yaoundé, Cameroun
- x. The Inter-African Bureau for Animal Resources (IBAR) - Nairobi, Kenya

- xi. African Union Representational Mission to the United States of America - Washington, DC, USA
- xii. SAFGRAD – Ouagadougou, Burkina Faso
- xiii. African Centre for the Study and Research on Terrorism (ACSRT)/ALGER, Algeria
- xiv. PANVAC-Debreziet, Ethiopia
- xv. Executive Secretariat of the African Academy of Languages (ACALAN), Bamako, Mali
- xvi. ECOSOCC, AUCIL and Peace and Security Council financial activities are handled by AUC and thus form part of the financial statement of AUC.

Non- Consolidation of Financial Statement of other Organs of AU

The accounts and financial transactions of the following other organs of the African Union are not incorporated into the financial statements of the African Union Commission, as these organs are not controlled by the Commission:

- i. Pan African Parliament
- ii. African Commission for Human and Peoples Rights
- iii. African Court for Human and Peoples Rights
- iv. Advisory Board on Corruption
- v. NEPAD

However, funds transferred to the above organs are captured as expenses in the Financial Statements of the Commission, accounted for in the Statement of Financial Performance. Those other Organs of the African Union are required to prepare and submit their Financial Statements separately and individually.

Development Partners

The African Union Commission has continued to fund much of its program budget through the generous support from our development partners. The major contributing development partners to the African Union Commission includes among others the following; European Commission, United Kingdom, Sweden, Norway, Germany, Denmark, Spain, China, Japan, United States of America, Italy, Finland, Turkey, South Korea, Netherlands, World Bank, African Development Bank, Africa Capacity Building Foundation, Ford Foundation, Bill and Melinda Gates Foundation, Etc.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Preparation

2.1 The financial statements of AU Commission have been prepared in accordance with Accrual basis International Public Sector Accounting Standards (IPSAS) and the AU Financial Rules and Regulations. The financial statements have been prepared using the historical cost convention with the exception of investment in property, plants and equipment, which are recorded at fair value where actual cost could not be obtained. Where IPSAS does not address a specific matter, the appropriate International Financial Reporting Standards (IFRS) have been applied.

This is the first set of financial statements to be prepared in accordance with IPSAS. The new accounting policies under IPSAS have resulted in changes to the assets and liabilities recognized in the Statement of Financial Position. Accordingly, the last audited Statement of Financial Position dated 31 December, 2013 and the resulting changes are reported in Net Asset/Equity and the notes to the Financial Statements. The net effect of the changes arising from the adoption of IPSAS in the Statement of Financial Position amounted to increase/decrease in Net Asset/Equity of USD 15,296,889. The overall accounting principles followed in preparing the financial statements still remain those rules that are laid down in the AU Financial Rules and Regulations. As permitted in the year of IPSAS adoption, comparative information for the previous years has not been provided.

2.2 The functional and reporting currency of the African Union is the United States dollar. Transactions in currencies other than the US dollar are translated into dollars at the prevailing United Nations Operational Rates of Exchange (UNORE) at the time of transaction. Assets and liabilities in currencies other than US\$ are translated into US\$ at the prevailing UNORE year-end closing rate. Resulting gains or losses are accounted for in the Statement of Financial Performance.

2.3 In accordance with generally accepted accounting principles, the financial statements necessarily include amounts based on estimates and assumptions by management based on the most reliable information available. Significant estimates include, but are not limited to, amounts for provisions, financial risk on inventories and accounts receivables, accrued charges, contingent assets and liabilities, and degree of impairment of intangible assets and property, plant and equipment. Actual results could differ from those estimates. Changes in estimates are reflected in the period in which they become known.

2.4 Financial Statements

In accordance with IPSAS 1 and AU Financial Rules and Regulations Article 71, a complete set of Financial Statements have been prepared as follows;

- Statement of Financial Position;
- Statement of Financial Performance;
- Statement of Changes in Net Assets/Equity;
- Statement of Cash Flows;
- Statement of Comparison of Budget and Actual Expenditure; and
- Notes to the financial statement, a summary of significant accounting policies, and other explanatory notes supporting the financial statements.

Use of transitional provisions

As permitted, on the initial adoption of IPSAS, Transitional provisions have been applied as follows;

- Comparative information has not been provided in the statement of Financial Position, Financial Performance and Statement of Cash Flow (IPSAS 1);
- Transitional provisions have been applied in the initial recognition of some property, plant and equipment (IPSAS 17).
- No disclosure of information about nature or extent of risks regarding non derivative financial assets and liabilities (IPSAS 30).

2.5 Property, Plant and Equipment (IPSAS 17)

Property, plant and equipment with a value greater than USD 3,000 are recognized as non-current assets in the Statement of Financial Position. Property, plant and equipment are initially recognized at cost unless acquired through a non-exchange transaction, in which case they are recognized at fair value at the date of acquisition. Professional verification and valuation was carried out by IMPAX Limited.

Self-constructed asset is subject to a capitalization threshold of USD 30,000 and Intangible Assets at USD 10,000.

Property, plant and equipment are stated at historical cost, less accumulated depreciation and any impairment losses. African Union Commission considers all assets of this type to be non-cash generating.

Depreciation is calculated on a straight-line basis over the asset's useful life except for land and asset under construction which is not subject to depreciation. Depreciation is charged so as to write off the cost or valuation of assets over their estimated useful life using the straight line method, based on the following rates:

Land	0.00%
Asset under Construction	0.00%
Buildings-Fixed	2.00%
Building-Temporary and Mobile	14.29%
Building-Commercial Finance Lease	2.00%
Building-Donated Rights to Use	2.00%
Infrastructure Assets	2.00%
Transportation Equipment	20.00%
Generator	20.00%
Medical Equipment	20.00%
IT Equipment	25.00%
Communications Equipment	14.29%
Audio Visual Equipment	14.29%
Security and Safety Equipment	14.29%
Software Acquired Externally	33.30%
Software internally developed	33.30%
Licenses and Rights	50.00%
Copyrights	33.30%
Furniture	10.00%
Fixture and Fittings	14.29%
Fixture and Fittings Short Lease	20.00%

Conference equipment	12.50%
Office equipment	25.00%
Printing and Publishing Equipment	5.00%
Light Wheeled Vehicles	16.67%
Heavy Wheeled Vehicles and Engineering Support Equipment	8.33%
Specialized Vehicles, Trailers and Attachments	8.33%
Heavy Engineering and Construction Equipment	8.33%
Light Engineering and Construction Equipment	20.00%
Water Treatment and Fuel Distribution Equipment	14.29%
Library Reference Materials	33.30%
Minor Construction Works	20.00%

Depreciation is treated as an expense; and it is charged against revenue in the statement of financial performance.

2014 being the first year of adoption and implementation of IPSAS, Residual values of all categories of Plant, Property and Equipment has been considered to be zero.

The component approach has not been applied as African Union could not determine the materiality of the constituent parts.

2.6 Cash and Cash equivalents

Cash and cash equivalents are financial instruments and defined as current assets. They include cash at hand, deposits held at call with banks, other short-term highly liquid investments with original maturities of three months or less.

2.7 Payables

A significant amount of the payables of the African Union Commission are not related to the purchase of goods or services – instead they are unpaid cost claims from troops contributing countries for peace support operations. They are recorded as payables for the amount when a formal and verified request has been received. Upon verification and acceptance of the eligible costs, the payables are valued at the accepted and eligible amount.

Payables arising from the purchase of goods and services are recognized when goods are received and a goods received notes (GRN) is issued at reception for the original amount and corresponding expenses are entered in the accounts when the supplies or services are delivered and accepted by the African Union Commission in accordance with the delivery principles.

2.8 Accruals

Accruals represent financial liabilities for goods or services that have been received by African Union and which have neither been paid for nor invoiced to African Union at the reporting date. These among others include employee benefits (Leave and repatriation costs) and peace support costs.

2.9 Revenue Recognition

The main sources of revenue for the Organization include but are not limited to: Assessed Contributions, Voluntary Contributions, Other and Miscellaneous Revenue. Revenue comprises gross inflows of economic benefits or service potential received and receivable by the Organization during the year, which represents an increase in net assets. Following the decision to adopt IPSAS, the Commission with effect from 2012 financial year opted to recognize revenue following the established criteria by IPSAS 9, "Revenue from Exchange Transactions," and IPSAS 23, "Revenue from Non-Exchange Transactions."

Exchange transactions are transactions in which the Organization receives assets or services, or has liabilities extinguished, and directly gives approximately equal value primarily in the form of cash, goods, services, or use of assets to another entity in exchange (IPSAS 9).

In a non-exchange transaction, the Organization either receives value from another entity without directly giving approximately equal value in exchange, or gives value to another entity without directly receiving approximately equal value in exchange (IPSAS 23).

2.10 Assessed Contributions

In accordance with IPSAS requirements and GAAP reflecting the nature of AUC's business, revenue from assessed contributions of member states is recognized as non-exchange transactions as per IPSAS 23 (Revenue from Non-Exchange Transactions). This is the third time that IPSAS 23 has been adopted in preparation of AU Commission financial statement. Revenue from Assessed Contributions (non-exchange transactions) is recognized at the beginning of the financial year when the Member States' assessed contribution commitment to the Organization is incurred.

2.11 Voluntary Contributions

Revenue from voluntary contributions is recognized upon the signing of a binding agreement between the Commission and the third-party providing the contribution. Voluntary contributions without restrictions are treated as non-exchange transactions. Voluntary contributions that include conditions on their use, such that the funds must be returned to the donor (Partner Funds) if such conditions are not met, are initially treated as deferred revenue and then recognized as revenue when the conditions are satisfied. African Union Commission considers that while there are restrictions on the use of contributions, these restrictions do not constitute conditions on transferred assets as defined under IPSAS 23.

2.12 Contribution in-kind and in Service

Contributions in-kind and in-service received by African Union Commission are recorded upon receipt from the contributor at an amount equal to their fair market value as determined at the time of acquisition.

Donated property, plant and equipment are recognized as an asset with a corresponding entry to revenue. Other in-kind or in-service contributions are recognized as revenue with a corresponding entry to expense.

2.13 Other and Miscellaneous Revenue

- Interest income is recognized as it accrues (taking into account the effective yield of the assets) unless the collectability is in doubt.
- Revenue from the use of AU facilities is recognized as revenue when earned

2.14 Expenses

Expenses are decreases in economic benefits or service potential during the financial year in the form of outflows, consumption of assets, or incurrences of liabilities that results in decreases in net assets/equity. African Union recognizes expenses at the point where goods have been received or services have been rendered (**delivery principle**) and not when cash or its equivalent is paid.

2.15 Provision for Outstanding Member States Contributions

Provision for long outstanding arrears of contributions from Member States is made based on the following rates:

Age (Years)	Rate
2 – 3	25%
3 – 4	50%
4 – 5	75%
5 and above	100%

2.16 Fund Accounting

A fund is a self-balancing accounting system established to account for the transactions of a specified purpose or objective. Funds are segregated for the purpose of conducting specific activities or attaining certain objectives in accordance with special regulations, restrictions or limitations. The financial statements have adopted the principle of fund accounting for designated funds, showing at the end of the period the

consolidated position of all funds. Fund balances represent the accumulated residual of revenue and expenses.

The Fund comprises, General Fund, Reserve Fund, Working Capital Fund and Special Funds.

2.17 Provisions and contingent liabilities (IPSAS 19)

Provisions are recognized for future liabilities and charges where African Union has a present legal or constructive obligation as a result of past events and it is probable that the organization will be required to settle the obligation.

2.18 Employee Benefits (IPSAS 25)

African Union recognizes short-term employee benefits and post –employment benefits for long-term staff through a defined contribution plan with American Life Insurance Company (ALICO). For short-term staff contribution towards their pension at the official rate is paid as part of their monthly salaries. The short – term employee benefits is recognized by way of provision for known obligations toward staff and this is revised annually for possible increase or decreases.

2.19 Contribution received in Advance

Contributions received in advance arise from a member state willingness to meet its obligation for assessed contribution or through negotiation with management to alleviate potential cash shortfall. It does not attract an interest and thus a safe source of income.

2.20 Statement of Cash Flow (IPSAS 2)

The statement of cash flow is prepared using the indirect method.

2.21 Inventories (IPSAS 12)

African Union recognizes Stationery and office supplies, Medicines products and supplies, military products and supplies, Information Technology Materials and accessories, maintenance materials and Printing plants materials as part of its inventories. Inventories are initially taken in at cost unless acquired through a non-exchange transaction where the value of inventory is determined by reference to the donated goods fair value at the date acquisition. Inventories at the end of the financial year are valued using a weighted average method.

2.22 Budget versus Actual Comparison (IPSAS 24)

African Union's budget and accounting bases differ. Budgets are prepared and approved on cash basis rather than the full accrual basis of IPSAS.

In accordance with the requirement of IPSAS 24, the actual amounts presented on a comparable basis, is reconciled to the actual amount presented in the statement of Financial Performance identifying separately any basis, timing, presentation and entity differences.

2.23 Related Parties (IPSAS 20)

The African Union Commission is the Secretariat of the Union entrusted with executive functions. It is composed of 10 elected Officials: A Chairperson, a Deputy Chairperson; Eight (8) Commissioners and Twenty three (23) Directors. The eight commissioners represent eight portfolios comprising, Peace and Security, Political affairs, Infrastructure and Energy, Rural Economy and Agriculture, Trade and Industry, Social Affairs, Economic Affairs and Human Resources, science and technology.

2.24 Segment Reporting (IPSAS 18)

As required under IPSAS, African Union Commission reports on segments based on its regional representational Offices. Subventions and revenue generated at the regional office level, assets and liabilities are reported for each regional office.

AFRICAN UNION COMMISSION
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

ASSETS	Notes	2014	Jan.2014
NON-CURRENT ASSETS			
Property, Plant and Equipment	3	419,938	48,882
Intangible Assets	3.1	494	16
Asset Under Construction	3.2	<u>156</u>	<u>446</u>
		<u>420,588</u>	<u>49,344</u>
CURRENT ASSETS			
Cash and Bank	4	257,358	162,662
Short Term Investments	5	7,179	5,185
Receivables from Partner Funds	7	87,935	42,582
Receivables from Observer Missions and RECs	8	17,466	15,810
Receivable from AU Organs- Programme	9	305	247
Outstanding Member States Assessed Contributions	6	73,213	47,779
Advance Payments to Suppliers	10	8,039	7,449
Other Prepayments	11	279	709
Short Term Receivables	12	11,190	14,225
Inventories	13	<u>1,139</u>	<u>1,378</u>
		<u>464,102</u>	<u>298,025</u>
TOTAL ASSETS		<u>884,690</u>	<u>347,369</u>
CURRENT LIABILITIES			
Members States Contributions Received in Advance	6	10,816	995
Partner Funds-Deferred Revenue	20	198,200	125,301
Accounts Payables	14	117,364	58,901
Accruals	19	<u>82,936</u>	<u>10,702</u>
Total Liabilities		<u>409,315</u>	<u>195,899</u>
NET ASSETS		<u>475,375</u>	<u>151,470</u>
REPRESENTED BY			
Working Capital Fund	15	5,000	5,000
Reserve Fund	16	335,596	82,191
Special Funds	17	<u>134,779</u>	<u>64,279</u>
FUND BALANCES		<u>475,375</u>	<u>151,470</u>

AFRICAN UNION COMMISSION
STATEMENT OF FINANCIAL PERFORMANCE
FOR THE YEAR ENDED 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

	Notes	2014
REVENUE		
Member States' Assessed Contributions	18	126,051
Net Contribution		126,051
Subventions to AU Organs	27	(31,434)
Income available for the Commission		94,617
Partner Funds-Realized		474,770
Voluntary Contributions-in Kind/Service	30	368,656
Other Revenue	21	<u>700</u>
TOTAL REVENUE		938,743
EXPENSES		
Staff Costs	22	95,828
Expert Fees		7,691
Foreign Exchange (Gains)/Loss	29	20,156
Official Missions		36,487
Subventions/Grants	28	9,260
Grants and Donations		2,668
Accrued Employee Benefits		14,540
Bad Debts		4,745
Depreciation		5,064
Other Operating Expenses	23	18,656
Peace Support Operations	24	389,991
Low Value Asset/Capital Expenditure		5,454
Financial Charges		358
Office supplies and Services		6,395
Project Costs		<u>11,038</u>
TOTAL EXPENSES		<u>628,331</u>
EXCESS/(DEFICIT) OF REVENUE OVER EXPENSES		310,412

AFRICAN UNION COMMISSION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

	2014
Excess of Revenue over Expenses	310,412
OPERATING ACTIVITIES	
Adjustments for Non Cash Movements	
Depreciation	5,064
Unrealized loss/gain on foreign exchange	10,179
Increase/(Decrease) in Provision for doubtful contribution	4,745
Decrease/(Increase) in Outstanding Member States Contributions	(25,433)
Decrease/(Increase) in Receivables from Partner Funds	(45,352)
Decrease/(Increase) in Receivables from Observer Missions	(1,656)
Decrease/(Increase) in Receivables from AU Organs	(58)
Decrease/(Increase) in Advance Payments to Suppliers	(590)
Decrease/(Increase) in Other Prepayments	430
Decrease/(Increase) in Other Short Term Receivables	3,035
Decrease/(Increase) in Inventories	238
Increase/(Decrease) in Members States Contributions Received in Advance	9,821
Increase/(Decrease) in Partners Funds	72,899
Increase/(Decrease) in Accounts Payables	58,463
Increase/(Decrease) in Accruals	72,234
Net Cash Flows from Operating Activities	474,431
CASH FLOWS FROM INVESTING ACTIVITIES	
Purchase of Plant, Property and Equipment	(380,391)
Net Cash Flows from Investing Activities	(380,391)
CASH FLOWS FROM FINANCING ACTIVITIES	
Increase (decrease) in General Fund	(29,876)
Increase (decrease) in Special Funds	10,040
Increase (decrease) in Reserve Fund	22,486
Net Cash Flows from Financing Activities	2,650
Net Increase /(Decrease) in Cash and Cash Equivalents	96,690
Cash and Cash Equivalents at 1st January 2014	167,847
Cash and Cash Equivalents at 31st December 2014	264,537

Notes to the Statement of Cash Flows

Cash and Cash Equivalents consist of cash on hand and balance with banks and investment in money market instruments. Cash and Cash Equivalents included in the Statement of Cash Flows comprise the following amounts:

	2014
Cash on Hand and Balances with Banks	257,358
Short Term Investments	7,179
	264,537

AFRICAN UNION COMMISSION**STATEMENT OF CHANGES IN NET ASSETS/EQUITY
FOR THE YEAR ENDED 31 DECEMBER 2014***Currency - In thousands of US Dollar - US\$'000*

	Working Capital Fund	Reserve Fund	Special Funds	General Fund	Total Net Assets/Equit y
Balance at January 1, 2014 brought forward	5,000	49,344	61,882	35,244	151,470
Change in Net Assets/Equity for 2014					
Movement for current year	-	33,329	10,040	(29,876)	13,493
Net Revenue recognized directly in Net Assets/Equity	-	33,329	10,040	(29,876)	13,493
Surplus/(Deficit) for the year	-	-	-	310,412	310,412
Net Surplus/(Deficit) for the year	-	33,329	10,040	280,536	323,905
Total	5,000	82,673	71,922	315,780	475,375
Appropriation for the Year	-	252,923	62,857	(315,780)	-
Balance at December 31, 2014 carried forward	5,000	335,596	134,779	-	475,375

AFRICAN UNION COMMISSION STATEMENT OF BUDGET VS ACTUAL COMPARISON

Currency - In thousands of US Dollar - US\$'000

	Budget	Expenditure	Execution
Pillar 1 - Peace and Security	36,835	28,380	77%
Pillar 2 - Dev., Coop, Regional Integration	41,801	16,684	40%
Pillar 3 - Shared Values	8,968	5,217	58%
Pillar 4 - Institution and Capac. Building	21,510	10,789	50%
Peace Support Operations	434,226	389,991	90%
Operation Budget-AUC	78,027	68,878	88%
TOTAL	621,367	519,939	84%

Basis difference

Provision for Employee Benefits	14,540
Exchange Loss	20,156
Depreciation	5,064
Low Value Assets	1,163
Provision for Bad Debts	4,745
Project Costs	11,038
Timing Differences	
Prior Year Budget	7,999
Entity Differences	
Expenses under Special Funds	9,260
Regional Offices-Expenses	34,427
Total Expenses as per Statement of Financial Performance	628,331

AFRICAN UNION COMMISSION STATEMENT OF PARTNERS FUND POSITION

Currency - In thousands of US Dollar - US\$'000

	Peace Fund	Progr. Fund HQ	Progr. Fund RO	Total
Balance at January 1, 2014 brought forward				
Deferred Revenue	(95,108)	(24,859)	(5,334)	(125,301)
Realized Revenue - Receivables	22,582	19,522	478	42,582
Net Deferred Revenue	(72,526)	(5,337)	(4,856)	(82,719)
Movement during the year				
Fund received from Partners	(465,753)	(58,112)	(11,492)	(535,357)
Expenditure (recognized as revenue)	417,020	41,244	13,410	471,674
Transfer/Adjustments	52,115	(7,556)	(6,933)	37,626
Net Movement	3,382	(24,424)	(5,015)	(26,057)
Balance at December 31, 2014 carried forward				
Deferred Revenue	(143,513)	(37,031)	(17,656)	(198,200)
Realized Revenue - Receivables	74,889	11,219	1,827	87,935
Net position	(68,624)	(25,812)	(15,829)	(110,265)

3. Property, Plant and Equipment

Currency - In thousands of US Dollar - US\$'000

	ASSET UNDER CONSTRU CTION	LAND & BUILDING	MOTOR VEHICLES	COMP.& ACCESSORIES	FURNITURES & FIXTURES	OFFICE EQUIPMENT	GENERATOR S/OTHERS	TOTAL
COST								
Gross carrying amount at 1 January 2014	106	50,682	4,176	7,088	950	2,578	391	65,971
Additions	50	373,074	479	2,144	475	2,463	1,706	380,391
Disposals	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Gross carrying amount at 31 December 2014	156	423,756	4,655	9,232	1,425	5,041	2,097	446,362
ACCUMULATED DEPRECIATION								
Accumulated depreciation at 1 January 2014	-	9,359	3,474	5,301	531	1,832	213	20,710
Depreciation charge for the year	-	2,839	246	622	206	865	286	5,064
Disposals	-	-	-	-	-	-	-	-
Other changes	-	-	-	-	-	-	-	-
Gross carrying amount at 31 December 2014	-	12,198	3,720	5,923	737	2,697	499	25,774
Net Book Value at 31 December 2014 (IPSAS)	156	411,558	935	3,309	688	2,344	1,598	420,588
Net Book Value at 31 December 2013 (Before IPSAS)	446	41,498	1,698	1,994	1,176	2,208	324	49,344

Net Book Value as at 31 December 2014 (Based on Location of Assets)	
AUC Headquarters - Addis Ababa, Ethiopia	381,207
Algiers, Algeria	3,123
Bamako, Mali	129
Brussels, Belgium	4,298
Cairo, Egypt	31
Conakry, Guinea	23
Geneva, Switzerland	1,053
Lagos, Nigeria	5,289
Lilongwe, Malawi	5
Nairobi, Kenya	490
New York, USA	9,863
Niamey, Niger	222
Ouagadougou, Burkina Faso	21
PANVAC	1,078
Washington, DC, USA	13,729
Yaoundé, Cameroun	27
TOTAL	<u>420,588</u>

3.1 Intangible Assets

These represents the costs of applications software's acquired externally and recognized at their initial costs. The cost of software is represented in the schedule as part of Computers and Accessories.

3.2 Assets under Construction

The reported amount represents cost incurred in the expansion of the Medical Centre amounting to USD 105,863 and the renovation of building C at the cost of USD 50,000. All activities are on-going as at 31 December 2014 and are envisaged to be completed in 2015.

3.3 The new Peace and Security Building under construction with funding from the German Government has not been recognized in the accounts pending completion and formal handover to African Union Commission.

3.4 With the adoption of accrual accounting in accordance with IPSAS for the first time, there are often difficulties in compiling comprehensive information on the componentization, residual values and classification of assets. In accordance with IPSAS, African Union is not required to comply fully with the requirement of IPSAS 17.

4 Cash and Bank

	2014 US\$'000 Actual
Cash on hand	254
Cash at bank	<u>257,104</u>
	<u>257,358</u>

Details of Cash at bank, Cash and short term Investment.

Reserve Fund	13,347
Special Fund	47,317
Peace Fund	<u>203,873</u>
	<u>264,537</u>

5 Short Term Investments

These represent balances on short-term money market deposits invested with JP Morgan Chase Bank in New York, ING Bank in Brussels, Belgium and Ecobank in Nairobi, Kenya. The deposits earn varying interest rates and have maturity dates of less than a year. As at 31 December 2014 the Investments stood as follows:

	2014 US\$'000 Actual
Special and Peace Fund	7
Money Market Deposits	179
Money Market Deposits	<u>6,993</u>
Total Short Term Investments	<u>7,179</u>

6 Outstanding Member States Contributions

Outstanding Member States Contributions do not carry any interest and are stated at their nominal value as reduced by appropriate provisions for doubtful amounts

	2014 US\$'000 Actual
Current year outstanding contributions	53,500
Arrears of contributions	22,823
Provision for doubtful contributions	<u>(3,110)</u>
	<u>73,213</u>

Aged Analysis of Outstanding Member States Contributions Currency - In thousands of US Dollar - US\$'000

	Below 2 yrs	2-3 yrs	3-4 yrs	4-5 yrs	5& above	Total
Member States Contributions	67,413	5,758	2,891	145	116	76,323
Rate of Provisions (%)	0%	25%	50%	75%	100%	
Provision for doubtful contributions	-	1,439	1,446	109	116	3,110

7 Receivables from Partner Funds

These represent amount spent by the Commission before receiving funds from partners/donors, (pre-finance arrangement as per the agreements) for which the amounts are expected to be received from the respective partners/donors(Appendix C)

8 Receivables from Observer Missions and RECs

Funds transferred to AU Observer Missions and RECs are recorded as advances, which are cleared when financial returns are received from the respective Observer Missions and RECs.

	2014 US\$'000 Actual
Outstanding Transfers to Observer Missions	
Comoros (OMIC)	6
Burundi (OMIB)	85
Madagascar	163
DRC (Kinshasa)	123
Abidjan (Ivory Coast)	60
Liberia (Monrovia)	141
Great Lakes	101
Dakar REP Office	208
AMISOM	4,000
N'djamena	54
Khartoum Liaison office	442
Haiti	2
CAR	57
JUBA	(228)
DPAIT/Sudan	19
Darfur/Sudan	1,526
African Led Int. Support mission for Mali (AFISMA)	957
AFISM-CAR	622
Guinea Bissau	39
Libya	678
Total Receivables Observer	6,025
Outstanding Transfers to RECs	
EASBRICOM	(318)

ECCAS (I & II)	(326)
IGAD (I & II)	194
COMESA (I & II)	20
EAC (I & II)	76
ECOWAS (I & II)	627
SADC (I & II)	115
NARC	(2)
Partners	12,322
Regional Offices	288
RECs APSA	(6,729)
Total Receivables RECs	<u>5,979</u>
Program Receivables	<u>5,174</u>
Total Receivables Observer Missions and RECs	<u>17,466</u>

9 Receivables from AU Organs- Programme

This represents donor funds for Programmes transferred to other AU organs which were not accounted for by 31 December 2014

	2014 US\$'000 Actual
Inter AU Organ - African Monetary Fund	(3)
Inter AU Organ-Pan African Parliament	(3)
Inter AU Organ- African Commission on H	50
Inter AU Organ - Africa Investment Bank	31
Inter AU Organ –Malabo AOSTI Regional Office	451
Inter Office-AFREC	(92)
Inter Office - NEPAD Regional Office	(10)
	<u>305</u>

10 Advance Payments to Suppliers

These represent advances made (recoverable) to suppliers for goods and services, for which the Commission had not received the goods and services as at 31 December 2014.

11 Other Prepayments

These are made up as follows

	2014 US\$'000 Actual
Rent	24
Education	135
Insurance	<u>120</u>

279**12 Short Term Receivables**

	2014 US\$'000 Actual
Receivables from African Union Staff	
Car Loan	5,785
Travel and Imprest advances	2,844
Salary and Housing allowance advances	1,238
Total AU Staff Receivables	9,832
Sundry receivables	4,327
Receivables from Member States	(601)
Receivables from Non-Member States	6,289
Provision for bad debt - other	(8,692)
Total Sundry and Member States	1,548
	<u>11,190</u>

13 Inventories

Inventories consist of consumable stores, computer accessories, pharmaceutical and other medical supplies as physically counted and valued at 31 December 2014. The inventories were valued using the weighted average method. Inventories amounting to USD 4,226,329 have been recognized as expense in the statement of financial performance during the financial year 2014.

	2014 US\$'000 Actual
Stationery and Office Supplies	473
Uniforms & Household Materials	2
Fleet Maintenance & Parts	13
Refreshments & Beverages	17
Maintenance Materials	24
Printing Plant Materials	195
Information Technology Materials & Accessories	81
Medical Product & Supplies	109
Military Product & Supplies	208
Others	16
	<u>1,139</u>

14 Accounts Payables

	2014 US\$'000 Actual
Troop Contributing Countries	960
Suppliers	109,421
Credit Union and Staff Association	2,645
Staff payables	2,499
Sundry and other payables	1,839
	<u>117,364</u>

15 Working Capital Fund

This has been established as per article 24 of the AU Financial Rules and Regulations so as to enable the accounting officer to withdraw amounts as recoverable advances to replenish the General Fund. No withdrawal has been made on the fund since its establishment.

16 Reserve Fund

This has been established as per Article 25 of the AU Financial Rules and Regulations and represents unutilized funds or surplus as at 31 December 2014. The Reserve Fund effectively replaced the Capital Reserve which has been eliminated in the new Financial Rules and Regulations. The Reserve Fund should in the context of the new Financial Rules and Regulation represents unutilized fund and thus cash in Bank Accounts. In the current year this only represents surplus resulting majorly from donation in-kind from The Federal Democratic Republic of Ethiopia (5 PIECES OF LAND) and The People's Republic of China (19 FLOOR NEW CONFERENCE BIULDING).

17 Special Funds

This has been established as per Article 26 of the AU Financial Rules and Regulations for specific purposes so as to further the objectives of the Union. These represent funds operated by African Union for special purposes. The amounts are appropriated from the Budget every year to be used for special purposes. Accumulated balances thereof are carried forward to be used in the next periods.

	2014 US\$'000
Projects and Programs (Regional Offices)	283
Special Refugee Contribution Fund	4,613
Special Emergency Fund for Drought	9,956
Acquisition of AU Properties	85,602
Member States -High Level Panel & Minis	824
Work on Union Government Proposal	55
General Peace Fund (SF005)	7,325
Solidarity fund (SF007)	3,268
Acquisition of Washington Office Premises	91
Horn of Africa Famine Relief	2,730
African Women Fund	1,593
Maintenance Fund	3,230

AFISMA Trust Fund	15,000
High Level Panel on Alternative Sources of Financing	209
	<u>134,779</u>

18 Member States' Contributions

The assessed contributions for the year 2014 amounts to **126,051**

The Contributions received during the year 31 December 2014 is made up as follows:

	2014 US\$'000 Actual
Payments for current year assessments/advance	72,696
Contribution Received in Advance (Bulk from Angola)	10,816
Payments of Arrears	<u>25,168</u>
	<u>108,680</u>

19 Accruals

The Balance at the end of the year comprises the following;

Peace Support Operations	64,905
Employee Benefits	14,883
Others /Regional Offices	3,148
	82,936

20 Deferred Revenue

Deferred revenue derives from legally binding agreements between the Commission and partners, where partners provide funding to support its development Programmes (voluntary contributions) with a contractual agreement confirmed in writing by both parties and the funds are conditional, due to the understanding that any un-utilized funds will be returned to the partners based on inability to perform the services in accordance with the agreement. Such revenue are initially treated as deferred revenue and then recognized in the Statement of Financial Performance based on the amount of Programmes implemented during the financial Year. The balance for all partner's payables is listed under (Appendix D).

21 Other Revenue

	2014 US\$'000 Actual
AU Clinic	84
Rental Income	230
Interest on bank accounts	7
Other Income	366
Disposal of obsolete Assets	6
Interest on Short-term Investments	7
	<u>700</u>

22 Staff Costs

	2014 US\$'000 Actual
Salary and Allowances	86,062
Staff Common Costs	7,802
Recruitment/Separation Costs	1,964
	<u>95,828</u>

23 Other Operating Costs

	2014 US\$'000 Actual
Rent	6,273
Communications	2,376
Repair and Maintenance	1,354
Utilities	550
Hospitality	112
Printing and Binding	274
Publication and Periodicals	158
Insurance	1,278
Publicity	416
Fuel and Lubricants	4,872
Project Costs	996
Inventory Adjustments	(3)
	<u>18,656</u>

24 Peace and Security Operations

	2014 US\$'000 Actual
Salaries and Allowances	18,277
Peace Keepers Allowances	319,720
Rations	33,863
Death Grants	13,749
Owned Equipment Fees	3,492

Capital Expenditure	890
	<u>389,991</u>

25 AUC Programmes and Projects

	2014			2014
	US\$'000	US\$'000	US\$'000	US\$'000
	MS Actual	PF Actual	RO Actual	Total
Pillar 1 - Peace and Security	1,072	154	-	1,226
Pillar 2 - Dev., Regional Integration	1,298	18,603	13,448	30,950
Pillar 3 - Shared Values	114	2,798	-	2,912
Pillar 4 - Institution and Capac. Building	<u>1,716</u>	<u>12,320</u>	-	<u>14,036</u>
	<u>4,041</u>	<u>44,337</u>	<u>13,448</u>	<u>60,427</u>

26 Acquisition of AU property

This represents 20% of the arrears of contributions up to 2011. The amount is provided for acquiring African Union assets for the coming years. Effective 2012 onwards an appropriation of 20% will be made on Surplus for the year for acquisition of Assets.

27 Subventions to AU Organs

These represent funding provided to other African Union Organs. These were provided during the year as follows:

	2014 US\$'000 Actual
Pan African Parliament (PAP)	11,308
African Court for Human & Peoples Rights	4,076
African Commission for Human and Peoples Rights	7,338
ECOSOCC	760
Advisory Board of Corruption	853
NEPAD	6,169
Peace and security Council	498
African Union Commission on Int. Law (AUCIL)	<u>432</u>
	<u>31,434</u>

28 Other Subventions/Grants

	2014 US\$'000 Actual
Refugees and IDPs	1,640
Special Emergency Fund	1,000
Peace Fund	5,741
Special Subvention and Grant	469
African Women Fund	<u>410</u>
	<u>9,260</u>

29 Foreign exchange loss

This arises from the everyday activities and related transactions made in currencies other than the USD, as well as the year-end revaluation required to prepare the accounts. They contain both realized and unrealized gains and losses.

	2014 US\$'000 Actual
Gain/Loss from Exchange Rate Fluctuation	(2,973)
Less loss(gain) from foreign account revaluation	<u>23,129</u>
Net exchange loss/(gains)	<u>20,156</u>

30 Contribution in-Kind/Service

This arose from the voluntary contribution of 5 pieces of land including the one on which the Headquarters of the African Union Commission sits from the Government of the Federal Democratic Republic of Ethiopia and the 19 Floor New Conference Building from the People's Republic of China captured in the book of accounts at their fair value after proper professional valuation.

	2014
	US\$'000
	Actual
Federal Democratic Republic of Ethiopia	282,030
The People's Republic of China	<u>86,626</u>
	<u>368,656</u>

AFRICAN UNION COMMISSION
**APPENDIX A – STATEMENT OF FINANCIAL POSITION - BY LOCATION OF OFFICES
AS AT 31 DECEMBER 2014**

14

Currency - US Dollar '000

Headquarters/Regional Office	AUC HQ	ACSRT	ACALAN	EU & THE ACP	Arab League	Fouta Djallon Project	UN	STRC
Location	Addis Ababa, Ethiopia	Algiers, Algeria	Bamako, Mali	Brussels, Belgium	Cairo, Egypt	Conakry, Guinea	Geneva, Switzerland	Lagos/Abuja, Nigeria
ASSETS								
NON-CURRENT ASSETS								
Property, Plant and Equipment	381,051	3,122	129	4,299	31	23	1,053	5,290
Assets Under Construction	156							
	381,207	3,122	129	4,299	31	23	1,053	5,290
CURRENT ASSETS								
Cash and Bank	243,980	184	308	742	274	560	208	224
Short Term Investments	186	-	-	-	-	-	-	-
Outstanding Member States Contributions	73,213	-	-	-	-	-	-	-
Receivable from AU Organs - Programme	305	-	-	-	-	-	-	-
Receivables from Partner Funds	86,107	-	52	-	-	-	-	-
Receivables from Observer Missions & RECs	17,179	-	-	288	-	-	-	-
Advance Payments to Suppliers	7,962	-	6	-	-	-	2	-
Prepayments	54	2	5	5	12	5	-	17
Short Term Receivables	5,403	630	198	60	205	62	188	156
Inventories	1,059	5	-	-	-	1	5	54
	437,350	820	568	1,095	491	628	403	451
TOTAL ASSETS	818,557	3,943	697	5,394	522	651	1,457	5,740
CURRENT LIABILITIES								
Members States Contributions Received in Advance	10,816	-	-	-	-	-	-	-
Partner Funds Unexpended	180,544	-	-	276	-	-	-	-
Accounts Payables	113,994	414	34	236	286	624	186	69
Accruals	81,413	212	219	16	99	-	-	98
Total Liabilities	386,768	625	69	528	385	624	186	166
NET ASSETS	431,790	3,317	204	4,866	137	27	1,271	5,574
REPRESENTED BY								
Working Capital Fund	5,000	-	-	-	-	-	-	-
Reserve Fund	42,016	3,256	53	4,418	74	23	1,192	5,451
Special Funds	71,639	-	-	1	-	-	-	-
General Fund	313,135	61	390	447	63	4	78	123
FUND BALANCES	431,790	3,317	444	4,866	137	27	1,271	5,574

AFRICAN UNION COMMISSION
APPENDIX A- STATEMENT OF FINANCIAL POSITION - BY LOCATION OF OFFICES
AS AT 31 DECEMBER 2014

Currency - US Dollar

Headquarters/Regional Office	AUSARO	IBAR	UN	CELHTO	SAFGRAD	PANVAC	USA	IAPSC	TOTAL
Location	Lilongwe, Malawi	Nairobi , Kenya	New York, USA	Niamey, Niger	Ouagadougou, Burkina Faso	PANVAC Debrezeit	Washington, DC, USA		Total
ASSETS									
NON-CURRENT ASSETS									
Property, Plant and Equipment	5	488	9,862	222	21	1,078	13,729	27	420,432
Assets Under Construction	-	-	-	-	-	-	-	-	156
	5	488	9,862	222	21	1,078	13,729	27	420,588
CURRENT ASSETS									
Cash and Bank	232	9,930	60	17	200	228	99	112	257,358
Short Term Investments	-	6,993	-	-	-	-	-	-	7,179
Outstanding Member States Contributions	-	-	-	-	-	-	-	-	73,213
Receivable from AU Organs - Programme	-	-	-	-	-	-	-	-	305
Receivables from Partner Funds	-	1,775	-	-	-	-	-	-	87,935
Receivables from Observer Missions & RECs	-	-	-	-	-	-	-	-	17,466
Advance Payments to Suppliers	-	70	-	-	-	-	-	-	8,039
Prepayments	-	-	78	70	1	16	13	-	279
Short Term Receivables	158	405	678	100	151	156	592	145	11,190
Inventories	-	6	1	-	4	1	2	-	1,139
	391	19,180	817	187	356	400	707	257	464,102
TOTAL ASSETS	396	19,668	10,678	409	377	1,478	14,436	285	884,690
CURRENT LIABILITIES									
Members States Contributions Received in Advance	-	-	-	-	-	-	-	-	10,816
Partner Funds Unexpended	-	16,830	-	-	387	163	-	-	198,200
Accounts Payables	72	1,413	142	-	(362)	14	120	123	117,364
Accruals	98	-	96	111	41	191	304	38	82,936
Total Liabilities	170	18,243	238	111	65	368	424	161	409,315
NET ASSETS	227	1,425	10,440	298	312	1,110	14,012	124	475,375
REPRESENTED BY									
Working Capital Fund	-	-	-	-	-	-	-	-	5,000
Reserve Fund	6	525	10,166	268	44	1,219	13,941	20	82,673
Special Funds	-	-	135	-	129	18	-	-	71,923
General Fund	221	900	139	30	139	(126)	71	104	315,779
FUND BALANCES	227	1,425	10,440	298	312	1,110	14,012	124	475,375

AFRICAN UNION COMMISSION

APPENDIX B – STATEMENT OF FINANCIAL PERFORMANCE - BY LOCATION OF OFFICES

FOR THE YEAR ENDED 31 DECEMBER 2014

Currency – In thousands of US Dollar – US\$'000

Headquarters/Regional Office	AUC Headquarters	ACSRT	ACALAN	EU & THE ACP	Arab League	Fouta Djallon Project	UN GENEVA	STRC	AUSAR O
Location	Addis Ababa, Ethiopia	Algiers, Algeria	Bamako, Mali	Brussels, Belgium	Cairo, Egypt	Conakry, Guinea	Geneva, Switzerland	Abuja, Nigeria	Lilongwe, Malawi
REVENUE									
Member States' Assessed Contributions	126,051	-	-	-	-	-	-	-	-
Subventions to AU Organs	(31,434)	-	-	-	-	-	-	-	-
	94,617	-	-	-	-	-	-	-	-
Subventions to Regional Offices	(20,601)	1,924	1,240	2,252	819	306	3,474	878	800
Income Available for the Commission	74,016	-	-	-	-	-	-	-	-
Partners Funds - Realized	461,322	-	-	-	-	-	38	-	-
Voluntary Contribution in Kind	368,656	-	-	-	-	-	-	-	-
Other Revenue	624	13	2	-	-	1	44	3	1
TOTAL REVENUE	904,618	1,936	1,242	2,252	819	307	3,555	882	800
EXPENSES									
Staff Costs	73,528	2,127	738	2,017	800	261	3,361	749	583
Other Operating Costs	79,998	292	186	249	210	74	288	256	126
Exchange loss	19,421	6	16	17	1	19	1	2	3
Employee Benefits	14,540	-	-	-	-	-	-	-	-
Provision for Bad Debts	4,745	-	-	-	-	-	-	-	-
Other Subventions/Grants	9,260	-	-	-	-	-	-	-	-
Total General Operating Expenses	201,492	2,425	940	2,282	1,011	354	3,651	1,007	712
Peace and Security Operations	389,991	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	389,991	-	-	-	-	-	-	-	-
EXCESS/(DEFICIT) OF REVENUE OVER EXPENDITURE	313,135	(488)	301	(30)	(193)	(47)	(96)	(125)	88

AFRICAN UNION COMMISSION**APPENDIX B- STATEMENT OF FINANCIAL PERFORMANCE - BY LOCATION OF OFFICES****For the year ended 31 December 2014**

Currency - In thousands of US Dollar - US\$'000

Headquarters/Regional Office	IBAR	UN NEW YORK	CELHTO	SAFGRAD	PANVAC	USA MISSION	IAPSC	
Location	Nairobi , Kenya	New York, USA	Niamey, Niger	Ouagadougou, Burkina Faso	PANVAC	Washington, DC, USA	Yaoundé, Cameroun	TOTAL
REVENUE								
Member States' Assessed Contributions	-	-	-	-	-	-	-	126,051
Income From Reserve	-	-	-	-	-	-	-	-
Subventions to AU Organs	-	-	-	-	-	-	-	(31,434)
								94,617
Subventions to Regional Offices	1,679	2,375	850	919	1,003	1,123	961	-
Income Available for the Commission								94,617
Partners Funds - Realized	12,586	-	-	-	824	-	-	474,770
Voluntary Contribution in Kind	-	-	-	-	-	-	-	368,656
Other Revenue	13	-	-	-	-	-	-	700
TOTAL REVENUE	14,277	2,375	850	919	1,827	1,123	861	938,743
EXPENSES								
Staff Costs	5,598	1,561	818	769	847	1,318	751	95,826
Other Operating Costs	8,976	1,031	197	96	1,189	422	221	93,813
Exchange loss	635	-	16	9	(1)	-	11	20,156
Employee Benefits	-	-	-	-	-	-	-	14,540
Provision for Bad Debts	-	-	-	-	-	-	-	4,745
Other Subventions/Grants	-	-	-	-	-	-	-	9,260
Total General Operating Expenses	15,209	2,592	1,032	874	2,035	1,740	963	238,340
Peace and Security Operations	-	-	-	-	-	-	-	389,991
TOTAL EXPENSES	-	-	-	-	-	-	-	389,991
EXCESS OF REVENUE OVER EXPENSES	(932)	(217)	(181)	44	(208)	(617)	(22)	310,412

AFRICAN UNION COMMISSION
APPENDIX C - STATEMENT OF RECEIVABLE FROM PARTNERS - ACTIVITIES
PREFINANCED BY THE COMMISSION
AS AT 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

Account ID	Partners/Fund Name	Balance
300007	EC 55 Million Euro Programme Support	4,881
300066	AU/UNDP Capacity Building Project	135
300069	French Special Assist. to AU	346
300078	Common Wealth-Hub and Spokes	108
300080	JFA	1,399
300084	ACBF Trust Fund to AU	10
300087	GTZ-PASU-SPPME	25
300112	World Bank	179
300160	World bank contribution to CAADP	133
300170	AUC JPA-Capacity Building	1,546
300195	IFPR	7
300237	AFDB Grant to PAN African University	253
300241	EC 30M Euro Support Program	2,467
300261	Equatorial Guinea Support to AU Summit	83
300268	World Bank Capacity Building	884
400024	EU cont. for Cap. Build. I	556
400194	EU 9 th Contribution to AMISOM	2,637
400215	EC Contribution to AMISOM XII	65,096
400220	EC Support to MISCA	5,363
RO	Regional Offices	1,827
Subtotal		87,935

AFRICAN UNION COMMISSION**APPENDIX D - STATEMENT OF DEFERRED REVENUE – FUND UNEXPENDED FOR CASH COLLECTED
AS AT 31 DECEMBER 2014***Currency - In thousands of US Dollar - US\$'000*

Account ID	Partners Name	Balance
200025	Helpage International	(7)
200026	Foundazione Internazionale Trieste	(4)
200027	National Society of Black Physicit	(2)
200028	UNECA	(50)
200029	Org'n Int'l Du Travail	(24)
200030	Esp. Coop. Inter'l. Para	(117)
200035	ILO Support to AU	(1)
200051	Kuwait Support Fund	(1,803)
200052	AUC Jacques Diouf Prize Fund	(5)
200053	International Committee of Red	(15)
200054	International Council of Archives	(1)
200055	Pledge by Government of Liberia	(25)
200061	Danish Contribution to Women & Gender	(61)
200063	International Foundation Electoral	(1)
200077	Equatorial Guinea-Turkey Summit	(14)
200546	UNESCO	(8)
200572	Embassy of South Africa	(38)
300001	AFDB	(50)
300011	GTZ FUND	(92)
300017	Norway, Sweden Fund	(3)
300018	SPAIN Fund	(2,289)
300021	UNODC Fund	(22)
300026	Danish Africa Programme for Peace	(0)
300041	AU UNDP Project(RAF/02/18)	(23)
300045	GIZ for social affairs	(2)
300046	Embassy of Greece	(4,880)
300047	Embassy of the Republic of Turkey	(1,049)
300052	Department For International Development	(154)
300063	TPST FUNDS	(30)
300065	China Contribution to AU	(1,288)
300067	AU/GTZ Project (Biosafety)	(37)
300072	UNICEF ESARO	(34)
300073	N & Swed Labour & Employment	(1)
300082	EU Contr. to Regional .Integration & Trade	(14)
300083	IPPF Cont. Reproductive Health	(26)
300086	French Cont. to ECOSSOC	(178)
300106	United Nation Environmental Program(UNEP)	(227)

300107	Algeria Electoral Assistance Fund	(972)
300108	Denmark-Election Assistance Fund	(16)
300109	EU Electoral Assistance Fund	(62)
300125	ADB (ADEA) Contribution	(33)
300130	ADB-Dakar Djibouti Transport	(11)
300135	Danish Support to Pillar I, III, &	(1,876)
300136	Marie Stopes International	(8)
300137	Sweden-Electoral Assistance Fund	(4)
300138	UNDP Contribution to Women & Gender	(168)
300155	FHI Development(USA)	(87)
300161	World Bank Trust Fund	(0)
300165	Cameroon Contribution for "Yaoundé Declaration"	(300)
300171	AUC-JPA- Shared Values	(1,134)
300172	African Internet exchange system	(3,968)
300175	UNHCR	(38)
300180	French Electoral Support Fund	(49)
300185	Ford Foundations	(279)
300190	ROCK feller Foundations	(150)
300200	SIDA for PAU	(326)
300205	Azerbaijan	(50)
300210	World Bank CIDO	(177)
300211	UNAIDS (new)	(98)
300215	USAID Disbursement to AU	(76)
300225	South Africa Voluntary	(4,046)
300226	Sweden Contribution to ARIC	(242)
300227	The Government of Australia	(210)
300230	Bill & Melinda Gates Foundation	(568)
300233	DFID Electoral Assistance Fund	(224)
300236	WB Cont. for Capacity Building	(141)
300240	Administrative Costs from Partners	(15,069)
300243	Partnership for Aflatoxin Control Africa	(509)
300244	South Korea Contribution to AUC	(667)
300256	JPA Election	(717)
300257	JPA Governance	(1,517)
300260	AUC-JPA-Capacity Building II	(2,837)
300262	GIZ Support to PAU	(119)
300263	AU Support to Ebola Outbreak	(4,267)
300264	UN Foundation Fund	(109)
300265	ACBF Bridge Fund	(8)
300267	Bioversity International Support	(25)
300271	Ford Foundation-Social Affairs	(119)
300272	African Rehabilitation Institute	(3)
400015	China Contribution for AMISOM	(1,615)
400017	China Second Contribution	(1,200)
400023	EU cont. for Cap. Build. II	(1,826)
400028	EU Contribution to Comoros	(779)
400034	Finland Contribution	(855)

400039	German-African Border Project	(152)
400042	Ireland Contribution to AMISII	(182)
400043	Italian Contribution to Somalia (AMISOM)	(3,237)
400050	JAPAN cont. for DDDC	(37)
400055	Spanish Contribution to CMC	(111)
400071	Japan contribution to CAF/PF/Cote D'ivore	(302)
400075	Sweden Contr. to AMISOM	(85)
400083	UNDP Contr. Peace & Security	(707)
400091	EU Contr. to 3RD AMISOM	(379)
400092	European Union Cont. to RAPID	(3,333)
400093	Danish Contribution to AMISOM	(92)
400097	GTZ for ASF Police(A/R)	(122)
400110	GTZ Contribution for CEWS	(6)
400121	Joint salary Fund Mechanism for PSD short term staff	(769)
400125	Japan Contribution to Year of Peace Activities	(15)
400140	Luxemburg contribution to SSR	(57)
400145	EC Contribution for APSA	(10,652)
400147	Indian Contribution to AMISOM	(685)
400151	JFA- AU Liaison offices	(1,230)
400155	Norwegian Contribution to AUHIP	(19)
400160	GIZ Contribution to PSD website	(12)
400165	EU Contribution to AMISOM VII	(526)
400175	UK Contribution to AU Nuclear Energy	(0)
400177	EU Support To Training Institute	(6,257)
400185	Russian Fed. Contribution to PSO&RR	(704)
400190	GIZ Support to Establishment of APS	(132)
400191	Turkey Contribution to AMISOM	(162)
400192	EU AMANI II	(853)
400195	EU 10 th Contribution to AMISOM	(3,043)
400196	AFISMA – Pledged Funds	(16,436)
400197	Australian Contribution to Quick Impact Project	(129)
400198	GIZ-KFW Contribution	(10)
400199	Netherlands Contribution to CEWS	(311)
400200	UK Contribution to ASI-C Building& SV	(225)
400201	UK Contribution to CEWS	(352)
400202	Member State Contribution AFCONE	(628)
400203	EC Contribution to AMISOM XI	(5,799)
400206	Austrian Contribution Gender PSD	(675)
400210	USA Contribution to Defense & Security	(10)
400211	EU Support to AFISM-CAR	(32,473)
400212	UK Contribution to MISCA	(3,306)
400213	AFISM-CAR Pledge	(5,635)
400214	APP-III Danish Program for Peace	(1,781)
400217	UK Contribution to Post Conflict Situation	(397)
400218	Kenya Contribution to ASF	(1,000)
400219	UK Contribution to Gender PSD Program	(664)
400221	EC Support to C3IS	(14,313)

400222	EC Contribution to LRA III	(1,197)
400223	UK Contribution to PCRD	(799)
400226	International Organization of Migration	(25)
400227	Pillar Gender PSD Program(GPSP)	(389)
400xxx	Regional office partners payable	(17,656)
		(198,200)

AFRICAN UNION COMMISSION
APPENDIX E -STATEMENT OF FINANCIAL PERFORMANCE-ECOSSOC
FOR THE YEAR ENDED 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

	Notes	2014
REVENUE		
Member States' Contributions		760
TOTAL REVENUE		760
EXPENSES		
Expert Fees		20
Official Missions		654
Rentals/Hire		56
Other Operating Expenses		<u>30</u>
TOTAL EXPENSES		<u>760</u>
EXCESS/(DEFICIT) OF REVENUE OVER EXPENSES		0

AFRICAN UNION COMMISSION
APPENDIX F-STATEMENT OF FINANCIAL PERFORMANCE – PEACE AND SECURITY
COUNCIL
FOR THE YEAR ENDED 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

	Notes	2014
REVENUE		
Member States' Contributions		498
TOTAL REVENUE		498
EXPENSES		
Expert Fees		146
Official Missions		322
Rentals/Hire		21
Other Operating Expenses		<u>9</u>
TOTAL EXPENSES		<u>498</u>
EXCESS/(DEFICIT) OF REVENUE OVER EXPENSES		0

AFRICAN UNION COMMISSION
APPENDIX G-STATEMENT OF FINANCIAL PERFORMANCE- AUCIL
FOR THE YEAR ENDED 31 DECEMBER 2014

Currency - In thousands of US Dollar - US\$'000

	Notes	2014
REVENUE		
Member States' Contributions		432
TOTAL REVENUE		432
EXPENSES		
Expert Fees		157
Official Missions		266
Rentals/Hire		4
Other Operating Expenses		<u>5</u>
TOTAL EXPENSES		<u>432</u>
EXCESS/(DEFICIT) OF REVENUE OVER EXPENSES		0