

League of Nations

1935-1940. V. Audited Accounts

C O N T E N T S .

Secretariat and Special Organisations: International Labour
Organisation: Permanent Court of International Justice.

- ✓ 1. Audited Accounts for the 16th Financial Period, 1934.
(1935.X.1.) 1-62pp.
 - ✓ 2. dto 17th dto 1935.
(1936.X.1.) 63-130pp.
 - ✓ 3. dto 18th dto 1936.
(1937.X.1.) 131-204pp.
 - ✓ 4. dto 19th dto 1937.
(1938.X.1.) 205-268pp.
 - ✓ 5. dto 20th dtoc 1938.
(1939.X.1.) 269-336pp.
 - ✓ 6. dto 21st dto 1939.
(1940.X.1.) 337-399pp.
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[Communicated to the Assembly,
the Council and the Members of
the League.]

Official No: **A. 3.** 1935. X.

Geneva, May 20th, 1935.

LEAGUE OF NATIONS

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

SIXTEENTH FINANCIAL PERIOD

(1934)

AND REPORTS THEREON BY M. A. CERESA, AUDITOR

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION OF THE LEAGUE
1935. X. 1.

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Part I.

MAIN ACCOUNTS

- I. GENERAL STATEMENT BY THE SECRETARY-GENERAL OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1934.
 - II. LEAGUE OF NATIONS WORKING CAPITAL STATEMENT AS AT DECEMBER 31ST, 1934.
 - III. MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.
 - IV. GENERAL BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - V. GENERAL CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
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I. — GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND

LIABILITIES.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Working Capital Fund	—	—	5,784,973.05	5,784,973.05
Depreciation Reserve:				
Property in Geneva	—	768,988.45	—	768,988.45
Wireless Station	—	—	702,485.77	702,485.77
Furniture, Fittings, Typewriters, etc.	239,083.21	1,069,013.45	1,633,580.23	2,941,676.89
Library (Books)	37,969.59	608,274.41	1,276,448.80	1,922,692.80
Library (Shelving)	—	—	154,145.28	154,145.28
Library Endowment Fund : Depreciation Reserve Fund	—	—	77,630.35	77,630.35
Suspense Accounts (<i>per contra</i>)	114,248.52	241,827.10	4,935,922.44	5,291,998.06
States Members: Ar- rears of Contributions	2,281,420.90	8,116,564.53	17,984,529.17	28,382,514.60
Balance being Excess of Assets over Liabilities as at December 31st, 1934	281,318.83	2,775,243.65	42,323,489.01	45,380,051.49
	2,954,041.05	13,579,911.59	74,873,204.10	91,407,156.74

LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31st, 1934.

ASSETS.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Property in Geneva . .	—	3,490,895.38	4,782,056.—	8,272,951.38
Secretariat and Assem- bly Hall: Building Fund Account: Amount ex- pended to date	—	—	18,269,875.65	18,269,875.65
Library: Building Fund Account: Amount ex- pended	—	—	2,565,920.—	2,565,920.—
Wireless Station: Total cost of the station . .	—	—	2,361,303.—	2,361,303.—
Library Endowment Fund: Amount expend- ed to date	—	—	294,137.45	294,137.45
Furniture, Fittings, Typewriters, etc. . . .	239,083.21	1,069,013.45	1,633,580.23	2,941,676.89
Library (Books)	37,969.59	608,274.41	1,276,448.80	1,922,692.80
Library (Shelving) . . .	—	—	154,145.28	154,145.28
States Members: Ar- rears of Contributions as per Details annexed (page II).	2,281,420.90	8,116,564.53	18,075,945.32	28,473,930.75
Suspense Accounts . .	114,248.52	241,827.10	4,935,922.44	5,291,998.06
Reserve Fund: Loss on Investment	—	—	815,956.81	815,956.81
Working Capital Fund: Recoverable Advances .	—	—	490,707.90	490,707.90
Stock of Stationery and Paper	—	15,146.80	—	15,146.80
Cash in Hand and at Banks, including cash advances:				
Secretariat and Assembly Hall: Building Fund Account	—	—	4,508,053.63	4,508,053.63
New Buildings: Furnish- ing Account	—	—	756,559.95	756,559.95
Library: Building Fund Account	—	—	3,019,162.65	3,019,162.65
Library Endowment Fund, including in- vestments	—	—	1,674,827.60	1,674,827.60
Working Capital Fund .	—	—	4,935,913.60	4,935,913.60
Exchange depreciation Fund	—	—	763,554.81	763,554.81
Cash Surplus in respect of Sixteenth Financial Period	281,318.83	38,189.92	3,559,132.98	3,878,641.73
	2,954,041.05	13,579,911.59	74,873,204.10	91,407,156.74

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

LEAGUE

II. — WORKING CAPITAL STATEMENT

Gold francs as adopted by the
League of Nations.

Budget Allocation:

In respect of Second Financial Period	10,104,360.—	
<i>Less</i> contributions written off	313,800.—	
	<hr/>	9,790,560.—
In respect of Third Financial Period	21,249,988.32	
<i>Less</i> contributions written off	993,085.77	
	<hr/>	20,256,902.55
In respect of Fifth Financial Period	25,673,507.30	
<i>Less</i> contributions written off	54,845.82	
	<hr/>	25,618,661.48
In respect of Sixth Financial Period		23,233,635.70
In respect of Seventh Financial Period	22,658,138.—	
<i>Less</i> contributions written off	22,478.71	
	<hr/>	22,635,659.29
		<hr/>
		101,535,419.02

Receipts from States Members:

In respect of Second Financial Period	9,763,607.28	
In respect of Third Financial Period	20,069,402.85	
In respect of Fifth Financial Period	23,815,281.22	
In respect of Sixth Financial Period	21,669,375.60	
In respect of Seventh Financial Period	21,290,710.94	
	<hr/>	96,608,377.89

Working Capital authorised by Vote of Assembly:

In respect of Second Financial Period	1,725,000.—	
<i>Less</i> allocation in contributions written off	53,571.45	
	<hr/>	1,671,428.55
In respect of Third Financial Period	1,890,000.—	
<i>Less</i> allocation in contributions written off	84,863.60	
	<hr/>	1,805,136.40
In respect of Fifth Financial Period	500,000.—	
<i>Less</i> allocation in contributions written off	538.48	
	<hr/>	499,461.52
In respect of Sixth Financial Period		442,500.—
In respect of Seventh Financial Period	50,000.—	
<i>Less</i> allocation in contributions written off	49.60	
	<hr/>	49,950.40
		<hr/>
		4,468,476.87

Working Capital received:

In respect of Second Financial Period	1,666,827.26	
In respect of Third Financial Period	1,788,347.70	
In respect of Fifth Financial Period	464,451.44	
In respect of Sixth Financial Period	410,452.18	
In respect of Seventh Financial Period	46,982.14	
	<hr/>	4,377,060.72
Voluntary contributions		306,224.67
Interest earned to date on unemployed Working Capital Fund		1,176,375.65
Interest earned, from date of Assembly decision, on advances not reimbursed within a period of six months		184.95
		<hr/>
		5,859,845.99
<i>Less</i> refund to Brazil and Costa Rica		166,289.09
		<hr/>
		5,693,556.90

OF NATIONS

AS AT DECEMBER 31ST, 1934.

Gold francs as adopted by the
League of Nations.

Working Capital receivable:

In respect of Second Financial Period:

Amount authorised	1,671,428.55	
Amount received	1,666,827.26	
	<u> </u>	4,601.29

In respect of Third Financial Period:

Amount authorised	1,805,136.40	
Amount received	1,788,347.70	
	<u> </u>	16,788.70

In respect of Fifth Financial Period:

Amount authorised	499,461.52	
Amount received	464,451.44	
	<u> </u>	35,010.08

In respect of Sixth Financial Period:

Amount authorised	442,500.—	
Amount received	410,452.18	
	<u> </u>	32,047.82

In respect of Seventh Financial Period:

Amount authorised	49,950.40	
Amount received	46,982.14	
	<u> </u>	2,968.26
		<u> </u>
		91,416.15

Statement showing how Amount shown as Working Capital is made up:

Cash at banks. 4,935,913.60 ¹

Advances:

High Commissioner at Danzig	73,768.05	
Experts appointed under the Rules of Procedure in connection with Article 39 of the Treaty of November 9th, 1920: Free City of Danzig	37,023.26	
Question of the Frontier between Turkey and Iraq: Expenses of the Committee of Enquiry	10,000.—	
Problem raised by the Request submitted by the Liberian Government for Assistance: Expenses of the Mission sent to the Kroo Region	10,691.30	
Commission of Enquiry to the Chaco	307,874.79	
Question of the Settlement of the Assyrians of Iraq	51,350.50	
	<u> </u>	490,707.90
		<u> </u>
		5,426,621.50

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ After deducting the sum of 266,935.40 francs, being loss on investment.

III. — MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.

I. *High Commissioner at Danzig.*

In virtue of decisions adopted on October 15th, 1932, November 28th, 1932, and February 1st, 1933, the Council appointed M. Helmer Rosting as acting High Commissioner at Danzig until October 15th, 1933, "with all the rights and powers conferred on the High Commissioner. This appointment is made on the same conditions as those stipulated in connection with the appointment of the late Count Gravina; nevertheless, in view of the economic crisis, the High Commissioner's salary is reduced by 10 per cent."

On October 26th, 1933, the Council adopted the following resolution:

"

" 2. Mr. Sean Lester is appointed High Commissioner of the League of Nations at Danzig for a period of three years, as from January 15th, 1934. The question whether his term of office should be renewed will be examined by the Council a year before the expiry of the period of three years.

" The Council requests the Secretary-General to authorise M. Rosting to act as High Commissioner until the date on which the new High Commissioner enters upon his duties.

"

" 4. The funds appropriated for the maintenance of this post shall, as in the past, be advanced to the High Commissioner by the Treasury of the League of Nations. The High Commissioner shall submit a monthly report to the Treasury on the use made of these funds, which shall, so far as possible, be employed in accordance with the general rules applied by the League in such matters. Advances thus made to the High Commissioner shall be repaid in equal parts by the Governments of Danzig and of Poland, in accordance with the Agreement concluded on that question. The accounts of the High Commissioner shall be audited every six months by the Treasury of the League of Nations."

(77th Session, Minute 336r.)

2. *Experts appointed under the Rules of Procedure in connection with Article 39 of the Treaty of November 9th, 1920: Free City of Danzig.*

On June 11th, 1925, the Council adopted the following Rules of Procedure:

"

" *Article III.* — If the High Commissioner finds, at any point in his examination of a dispute between Poland and Danzig which has been submitted to him, that the dispute has given rise to questions for the settlement of which it would be desirable for him, before giving his decision on the dispute, to obtain an independent technical or legal opinion, he shall address to the Secretary-General of the League of Nations a request to that effect . . .

"

" *Article VI.* — The expenses incurred through the employment of technical committees or of experts shall be borne by the two parties in equal shares.

"

" The necessary payments shall be made by the Secretary-General, who shall be reimbursed by the two parties."

(34th Session, Minute 1515.)

3. *Question of the Frontier between Turkey and Iraq: Committee of Enquiry.*

On September 30th, 1924, the Council adopted the following resolution:

"

" With a view to collecting the facts and data which it requires to fulfil the mission entrusted to it under Article 3, paragraph 2, of the Treaty of Lausanne:

" Decides to set up a special Committee of three members.

" . . . the Secretary-General shall furnish it with the necessary staff and shall advance it the funds which it may require, such advances to be refunded to the League in equal proportions by the Governments concerned."

(30th Session, Minute 1320.)

4. *Problem raised by the Request submitted by the Liberian Government for Assistance: Mission sent to the Kroo Region.*

On May 21st, 1932, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to make advances from the Working Capital Fund, as required and up to a maximum of 25,000 francs, to cover the expenses of the mission to be sent to the Kroo region to pacify the Kroo tribes, provided that he is informed by the Liberian Government of its willingness to reimburse these expenses if and when the necessary funds are available and can be released for the purpose by the competent authorities.”

(67th Session, Minute 3097.)

5. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

“ It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

“ It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved.”

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council's decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council's decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 3421.)

6. *Settlement of the Assyrians of Iraq.*

On January 19th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to take, in conformity with Article 33 (2) of the Financial Regulations, a sum not exceeding 20,000 Swiss francs from the item ‘ Working Capital Fund ’ to cover the cost of the investigation in Brazil, apart from the expenses of the expert nominated by the President of the Nansen Office. These expenses will be reimbursed to the League out of the funds that will be available for financing the projected action as a whole.”

(78th Session, Minute 3392.)

On September 28th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to draw, in accordance with Article 33 (2) of the Financial Regulations, a sum not exceeding 50,000 Swiss francs from the item ‘ Working Capital Fund ’, to meet the cost of preliminary enquiries with a view to the settlement of such Assyrians as may wish to leave Iraq. These expenses will be repaid to the League out of the funds that will be made available for financing the scheme as a whole.”

(82nd Session, Minute 3482.)

IV. — GENERAL BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD ENDING DECEMBER 31ST, 1934.

EXPENDITURE. — (In gold francs as adopted by the League of Nations.)				INCOME. — (In gold francs as adopted by the League of Nations.)			
	Budgetary allotment	Expended	Difference between budgetary allotment and actual expenditure		Budgetary allotment	Received	Receivable
Secretariat and Special Organisations of the League . .	15,892,161.—	11,198,267.26	4,693,893.74	Secretariat and Special Organisations of the League . .	15,892,161.—	11,437,289.50	4,454,871.50
International Labour Organisation	8,257,876.—	7,689,537.84	568,338.16	International Labour Organisation	8,257,876.—	5,943,038.21	2,314,837.79
Permanent Court of International Justice.	2,538,827.—	2,075,551.01	463,275.99	Permanent Court of International Justice.	2,538,827.—	1,827,146.04	711,680.96
Nansen International Office for Refugees	300,000.—	300,000.—	—	Nansen International Office for Refugees	300,000.—	215,904.36	84,095.64
Buildings at Geneva	2,000,000.—	2,000,000.—	—	Buildings at Geneva	2,000,000.—	1,439,362.40	560,637.60
Pensions	1,838,941.—	1,687,572.90	151,368.10	Pensions.	1,838,941.—	1,323,451.25	515,489.75
	30,827,805.—	24,950,929.01	5,876,876.99		30,827,805.—	22,186,191.76	8,641,613.24

V. — GENERAL CASH ACCOUNT IN RESPECT OF THE SIXTEENTH FINANCIAL PERIOD ENDING DECEMBER 31ST, 1934.

RECEIPTS. — (In gold francs as adopted by the League of Nations.)					PAYMENTS. — (In gold francs as adopted by the League of Nations.)				
	Secretariat	International Labour Organisation	Permanent Court of International Justice	Total		Secretariat	International Labour Organisation	Permanent Court of International Justice	Total
<i>To Contributions from Nations:</i>					<i>By Budgetary Expenses:</i>				
Arrears	4,328,965.63	1,784,689.55	529,723.80	6,643,378.98	<i>Chapters of the Budget</i>	12,110,441.54	8,145,057.93	2,076,401.52	22,331,900.99
Sixteenth Financial Period	14,416,007.51	5,943,038.21	1,827,146.04	22,186,191.76	<i>By Nansen International Office for Refugees.</i>	300,000.—	—	—	300,000.—
<i>To Appropriations-in-aid:</i>					<i>By Buildings at Geneva.</i>	2,000,000.—	—	—	2,000,000.—
Sundry Receipts	912,174.28	455,520.09	850.51	1,368,544.88	<i>By Pensions.</i>	1,687,572.90	—	—	1,687,572.90
					<i>By Cash Balance:</i>				
					<i>Cash Surplus for Sixteenth Financial Period</i>	3,559,132.98	38,189.92	281,318.83	3,878,641.73
	19,657,147.42	8,183,247.85	2,357,720.35	30,198,115.62		19,657,147.42	8,183,247.85	2,357,720.35	30,198,115.62

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

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Annex to the General Statement.

STATEMENT OF UNPAID CONTRIBUTIONS AS AT DECEMBER 31ST, 1934.

		(Gold francs as adopted by the League of Nations)		
Albania	{	1933	931.69	
		1934	30,432.20	
			<hr/>	31,363.89
	{	1923	90,000.—	
		1924	104,284.01	
		1925	109,049.86	
		1926	88,100.63	
		1927	86,940.32	
Bolivia		1928	89,320.01	
		1929	105,215.77	
		1930	112,765.07	
		1931	125,118.40	
		1932	134,316.76	
		1933	132,065.71	
			<hr/>	1,177,176.54
Bulgaria	{	1932	14,923.47	
		1933	165,082.13	
		1934	152,160.95	
			<hr/>	332,166.55
	{	1930	16,150.94	
		1931	427,659.—	
Chile		1932	459,853.32	
		1933	462,229.97	
		1934	223,975.60	
			<hr/>	1,589,868.83
	{	1922-		
		1930 ¹	7,767,133.92	
China		1931	719,433.52	
		1932	772,435.27	
		1933	765,010.46	
		1934	699,387.28	
			<hr/>	10,723,400.45
Colombia	{	1933	125,336.14	
		1934	182,593.10	
			<hr/>	307,929.24
	{	1930	36,286.80	
		1931	275,367.38	
Cuba		1932	296,063.74	
		1933	297,147.84	
		1934	113,099.25	
			<hr/>	1,017,965.01
Dominican Republic	{	1933	12,428.38	
		1934	10,646.40	
			<hr/>	23,074.78
Ethiopia		1934		14,041.96
	{	1932	673,258.22	
Germany		1933	326,011.35	
		1934	2,404,142.75	
			<hr/>	3,403,412.32
Greece		1934		53,256.33
	{	1930	9,661.19	
		1931	30,695.38	
Guatemala		1932	32,994.97	
		1933	33,016.43	
		1934	30,432.20	
			<hr/>	136,800.17
Haiti		1934		30,432.20
				<hr/>
		<i>Carried forward . . .</i>		18,840,888.27

¹ Consolidated arrears account payable in instalments spread over twenty years (decision of the eleventh Assembly (1930)).

STATEMENT OF UNPAID CONTRIBUTIONS AS AT DECEMBER 31st, 1934 (*continued*).

(Gold francs as adopted by the League of Nations)

			18,840,888.27
		<i>Brought forward . . .</i>	
Honduras	}	1920-1922 ¹	55,326.58
		1923	27,196.51
		1924	23,174.23
		1925	24,233.30
		1926	24,472.39
		1927	24,150.09
		1928	12,405.62
		1929	13,898.40
		1930	28,191.27
		1931	31,279.59
		1932	33,579.18
		1933	33,016.43
		1934	30,432.20
		<hr/>	361,355.79
Hungary	}	1932	193,825.54
		1933	264,131.41
		1934	243,457.50
		<hr/>	701,414.45
Iran		1934	152,160.95
Iraq		1934	45,648.27
Japan		1934	1,825,931.20
Latvia		1934	45,648.—
Liberia	}	1931	14,359.52
		1932	33,579.18
		1933	33,016.43
		1934	30,432.20
		<hr/>	111,387.33
Lithuania		1934	7,027.25
Nicaragua	}	1920-1922 ¹	48,061.45
		1923	27,196.51
		1924	23,174.23
		1925	24,233.30
		1926	24,472.39
		1927	24,150.09
		1928	24,811.11
		1929	26,303.94
		1930	9,553.32
		1931	12,886.51
		1932	8,380.50
		1934	29,232.06
Panama	}	1931	29,940.39
		1932	32,402.66
		1933	11,685.68
		1934	22,182.55
		<hr/>	96,211.28
Paraguay	}	1920-1922 ¹	15,370.80
		1927	17,593.24
		1929	21,203.37
		1930	27,553.28
		1931	30,641.60
		1932	32,941.19
		1933	33,016.43
		1934	30,432.20
		<hr/>	208,752.11
Peru	}	1920	26,952.72
		1921	187,499.70
		1922	182,040.30
		1923	244,768.61
		1924	208,568.02
		1925	218,099.73
		1926	198,226.39
		1927	195,615.73
		1929	220,623.30
		1930	253,721.39
		1931	281,516.34
		1932	302,212.70
		1933	297,147.84
1934	213,364.65		
		<hr/>	3,030,357.42
		<i>Carried forward . . .</i>	25,709,237.73

¹ Compounded arrears account payable in instalments spread over a number of years (decision of the fourth and fifth Assemblies (1923-1924)).

STATEMENT OF UNPAID CONTRIBUTIONS AS AT DECEMBER 31st, 1934 (*concluded*).

		(Gold francs as adopted by the League of Nations)	
		<i>Brought forward</i> . . .	25,709,237.73
Poland	1934		726,971.13
Roumania	1934		335,557.10
Salvador	1920- 1922 ¹ 1930 1933 1934	6,087.62	
		17,826.07	
		10,209.58	
		30,432.20	64,555.47
		<hr/>	
Siam.	1934		136,944.83
Uruguay	1930 1931 1932 1933 1934	78,924.02	
		213,776.12	
		229,873.29	
		186,932.33	
		127,569.30	837,075.06
		<hr/>	
Venezuela	1934		152,160.95
Yugoslavia	1934		511,428.48
		Total	<hr/> <u>28,473,930.75</u>

SUMMARY OF CONTRIBUTIONS DUE ON DECEMBER 31st, 1934.

		Gold francs
Compounded Arrears Account.		124,846.45
Consolidated Arrears Account: China (1922-1930).		7,767,133.92
Second Financial Period	(1920)	26,952.72
Third " "	(1921)	187,499.70
Fourth " "	(1922)	182,040.30
Fifth " "	(1923)	389,161.63
Sixth " "	(1924)	359,200.49
Seventh " "	(1925)	375,616.19
Eighth " "	(1926)	335,271.80
Ninth " "	(1927)	348,449.47
Tenth " "	(1928)	126,536.74
Eleventh " "	(1929)	387,244.78
Twelfth " "	(1930)	590,633.35
Thirteenth " "	(1931)	2,192,673.75
Fourteenth " "	(1932)	3,250,639.99
Fifteenth " "	(1933)	3,188,416.23
		<hr/>
Sixteenth " "	(1934)	8,641,613.24
		<hr/>
Total		<u>28,473,930.75</u>

STATEMENT OF CONTRIBUTIONS RECEIVED FROM JANUARY 1st, 1935, TO APRIL 30th, 1935,
IN RESPECT OF THE SIXTEENTH FINANCIAL PERIOD (1934).

	Gold francs
Greece	53,256.33
Iran	151,473.20
Iraq	45,648.27
Japan	1,825,931.20
Latvia	45,648.—
Lithuania	7,027.25
Nicaragua	2,376.25
Panama	8,289.95
Peru	61,450.—
Poland	233,059.50
Roumania	193,170.—
Salvador	27,369.80
Siam.	136,944.83
Venezuela	152,160.95
Yugoslavia	511,428.48
	<hr/>
Total	<u>3,455,234.01</u>

¹ Compounded arrears account payable in instalments spread over a number of years (decision of the fourth and fifth Assemblies (1923-1924)).

Part II.

SECRETARIAT AND SPECIAL ORGANISATIONS OF THE LEAGUE

- I. BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1934.
 - III. CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - IV. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.
 - V. UNFORESEEN EXPENDITURE, TRANSFERS AND SUSPENSE ACCOUNTS: MEMORANDUM BY THE SECRETARY-GENERAL.
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I. — BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD
ENDED DECEMBER 31ST, 1934.

A. GENERAL SUMMARY. (In gold francs as adopted by the League of Nations.)

Part I. — Secretariat and Special Organisations.

	Allotted	Expended ¹
Chapter I.		
<i>Assembly and Council</i>	1,044,000.—	198,668.20
Chapter II.		
<i>General Services of the Secretariat</i> . .	8,400,680.—	6,939,680.29
Less: Appropriations-in-aid (see page 18)	295,000.—	208,175.64
	8,105,680.—	6,731,504.65
Chapter III.		
<i>Special Organisations of the League</i> . .	7,384,630.24	4,798,320.44 ²
Less: Appropriations-in-aid:		
Item 19 A. — Financial Section and Economic Intelligence Service: Contribution from the Rockefeller Foundation towards the expenses of the printing of "Banking and Monetary Laws"	980.30	980.30
Contributions from the Rocke- feller Foundation towards the Ex- penses of the Fiscal Committee in its study of international taxation problems	55,615.43	55,615.43
Contribution from the Rocke- feller Foundation towards the cost of promotion of analytical research work	32,763.25	32,763.25
Item 20. — Mandates: Contributions from the Iraqi and French Govern- ments towards the expenses of the Demarcation Commission of the Frontier between Iraq and Syria . .	11,598.20	11,598.20
Item 21. — Transit Organisation: Contribution from the Government of Siam towards the cost of the investigation of the question of improvements to the approaches to the Port of Bangkok, etc.	63,457.90	63,457.90
Item 22. — International Health Organisation: Contribution from the International Health Division of the Rockefeller Foundation . . .	433,159.13	433,159.13
Gift for research work on ma- laria in Greece	21,374.22	21,374.22

¹ In the budget for 1934, the gold franc was taken as the equivalent of the Swiss franc. In so far as the expenditure of the Secretariat and Special Organisations is concerned, the same parity is used in the accounts.

² The amount 4,798,320.44 gold francs represents the *gross* expenditure of the Special Organisations of the League. The *net* expenditure chargeable to the budget of the League, after deducting the various appropriations-in-aid, amounting to 633,149.24 gold francs, is 4,165,171.20 gold francs.

Chapter III (<i>continued</i>).	Allotted	Expended
Item 23 B. — Social Questions: Contribution from the Bureau of Social Hygiene towards the expen- ses of the Commission of Enquiry into Traffic in Women and Children.	8,800.21	8,800.21
Contribution to the Child Wel- fare Committee	92.80	92.80
Contribution from the American As- sociation of Social Hygiene towards the expenses of the enquiry with the situation of children exposed to moral and social dangers	3,811.35	3,811.35
Item 25. — Intellectual Co-operation: Contribution from the Italian Na- tional Committee for Intellectual Co-operation	1,496.45	1,496.45
	6,751,481.—	4,165,171.20
 Chapter IV.		
<i>Loss on Exchange</i>	100,000.—	17,625.73
<i>Deduct: Profit on exchange.</i>	100,000.—	2,384.79
		15,240.94
 Chapter V.		
<i>Permanent Equipment, etc.</i>	211,849.40	158,531.67 ¹
<i>Less: Appropriations-in-aid:</i>		
Item 35. — Library: Contribution from the revenue of the Rocke- feller Library Endowment Fund . .	70,849.40	70,849.40
	141,000.—	87,682.27
TOTAL: Secretariat and Special Organisations	16,042,161.—	11,198,267.26
<i>Deduct: Lump sum reduction made by the Assembly</i>	150,000.—	
Difference between budgetary allot- ment and actual expenditure in respect of Secretariat and Special Organisations		4,693,893.74
	15,892,161.—	15,892,161.—
 Part IV. — Nansen International Office for Refugees: (Lump sum)		
	300,000.—	300,000.—
 Part V. — Buildings at Geneva.		
Terminable annuity payable on ac- count of building operations of the League	2,000,000.—	2,000,000.—
 Part VI. — Pensions.		
(Schedule Y, page 30).		
(i) Contribution to the Pensions Fund	1,783,742.—	1,643,613.35
(ii) Administrative expenses . .	55,199.—	43,959.55
	1,838,941.—	1,687,572.90
Difference between budgetary allot- ment and actual expenditure in respect of Pensions		151,368.10
	1,838,941.—	1,838,941.—

¹ The amount 158,531.67 gold francs represents the *gross* expenditure on Permanent Equipment. The *net* expenditure chargeable to the budget of the League, after deducting the appropriation-in-aid, amounting to 70,849.40 gold francs, amounts to 87,682.27 gold francs.

I. — BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD
ENDED DECEMBER 31ST, 1934.

A. GENERAL SUMMARY. (In gold francs as adopted by the League of Nations.)

Part I. — Secretariat and Special
Organisations.

	Allotted	Expended ¹
Chapter I.		
<i>Assembly and Council</i>	1,044,000.—	198,668.20
Chapter II.		
<i>General Services of the Secretariat</i> . .	8,400,680.—	6,939,680.29
Less: Appropriations-in-aid (see page 18)	295,000.—	208,175.64
	8,105,680.—	6,731,504.65
Chapter III.		
<i>Special Organisations of the League</i> . .	7,384,630.24	4,798,320.44 ²
Less: Appropriations-in-aid:		
Item 19 A. — Financial Section and Economic Intelligence Service: Contribution from the Rockefeller Foundation towards the expenses of the printing of "Banking and Monetary Laws"	980.30	980.30
Contributions from the Rocke- feller Foundation towards the Ex- penses of the Fiscal Committee in its study of international taxation problems	55,615.43	55,615.43
Contribution from the Rocke- feller Foundation towards the cost of promotion of analytical research work	32,763.25	32,763.25
Item 20. — Mandates: Contributions from the Iraqi and French Govern- ments towards the expenses of the Demarcation Commission of the Frontier between Iraq and Syria . .	11,598.20	11,598.20
Item 21. — Transit Organisation: Contribution from the Government of Siam towards the cost of the investigation of the question of improvements to the approaches to the Port of Bangkok, etc.	63,457.90	63,457.90
Item 22. — International Health Organisation: Contribution from the International Health Division of the Rockefeller Foundation . . .	433,159.13	433,159.13
Gift for research work on ma- laria in Greece	21,374.22	21,374.22

¹ In the budget for 1934, the gold franc was taken as the equivalent of the Swiss franc. In so far as the expenditure of the Secretariat and Special Organisations is concerned, the same parity is used in the accounts.
² The amount 4,798,320.44 gold francs represents the *gross* expenditure of the Special Organisations of the League. The *net* expenditure chargeable to the budget of the League, after deducting the various appropriations-in-aid, amounting to 633,149.24 gold francs, is 4,165,171.20 gold francs.

Chapter III (*continued*).

	Allotted	Expended
Item 23 B. — Social Questions: Contribution from the Bureau of Social Hygiene towards the expen- ses of the Commission of Enquiry into Traffic in Women and Children.	8,800.21	8,800.21
Contribution to the Child Wel- fare Committee	92.80	92.80
Contribution from the American As- sociation of Social Hygiene towards the expenses of the enquiry with the situation of children exposed to moral and social dangers	3,811.35	3,811.35
Item 25. — Intellectual Co-operation: Contribution from the Italian Na- tional Committee for Intellectual Co-operation	1,496.45	1,496.45
	6,751,481.—	4,165,171.20

Chapter IV.

<i>Loss on Exchange</i>	100,000.—	17,625.73
<i>Deduct: Profit on exchange.</i>	100,000.—	2,384.79
		15,240.94

Chapter V.

<i>Permanent Equipment, etc.</i>	211,849.40	158,531.67 ¹
<i>Less: Appropriations-in-aid:</i>		
Item 35. — Library: Contribution from the revenue of the Rocke- feller Library Endowment Fund . .	70,849.40	70,849.40
	141,000.—	87,682.27
TOTAL: Secretariat and Special Organisations	16,042,161.—	11,198,267.26
<i>Deduct: Lump sum reduction made by the Assembly</i>	150,000.—	
Difference between budgetary allot- ment and actual expenditure in respect of Secretariat and Special Organisations		4,693,893.74
	15,892,161.—	15,892,161.—

Part IV. — Nansen International Office
for Refugees: (Lump sum)

300,000.—	300,000.—
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Part V. — Buildings at Geneva.

Terminable annuity payable on ac- count of building operations of the League	2,000,000.—	2,000,000.—
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Part VI. — Pensions.

(Schedule Y, page 30).

(i) Contribution to the Pensions Fund	1,783,742.—	1,643,613.35
(ii) Administrative expenses . .	55,199.—	43,959.55
	1,838,941.—	1,687,572.90
Difference between budgetary allot- ment and actual expenditure in respect of Pensions		151,368.10
	1,838,941.—	1,838,941.—

¹ The amount 158,531.67 gold francs represents the *gross* expenditure on Permanent Equipment. The *net* expenditure chargeable to the budget of the League, after deducting the appropriation-in-aid, amounting to 70,849.40 gold francs, amounts to 87,682.27 gold francs.

B. SUMMARY OF ITEMS.

Section I. Ordinary Expenditure.

CHAPTER I. — ASSEMBLY AND COUNCIL.

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
1. Session of the Assembly (Schedule A, page 20)	296,000.—	296,000.—	151,584.65
2. Sessions of the Council	48,000.—	48,000.—	10,229.45
3. Unforeseen Expenditure:			
(a) Political expenditure (Schedule B, page 20)	500,000.—	500,000.—	36,854.10
(b) (Exceptional) Financial expenditure	200,000.—	200,000.—	—
	<u>1,044,000.—</u>	<u>1,044,000.—</u>	<u>198,668.20</u>

CHAPTER II. — GENERAL SERVICES OF THE SECRETARIAT.

4. Salaries, wages and allowances:			
(a) Secretariat (Schedule C, page 20) . . .	5,584,141.—	5,421,141.—	4,971,447.45
(b) House Staff at Geneva (Schedule D, page 21)	491,724.—	491,724.—	405,835.30
5. Contribution to the Staff Provident Fund .	18,600.—	18,600.—	18,241.30
6. Liaison with Latin America (see Item 31 A) .	—	—	—
7. Branch Offices (Schedule E, page 21)	300,000.—	300,000.—	170,439.31
8. Travelling expenses of officials of the League:			
(a) Travelling expenses and subsistence allowances in connection with General Services	125,000.—	125,000.—	38,338.05
(b) Travelling expenses of members of the Secretariat returning home on leave.	85,000.—	85,000.—	50,296.45
(c) Removal expenses to and from Geneva	55,000.—	55,000.—	47,146.25
(d) Extension of leave journey privileges to officials' families	78,000.—	78,000.—	40,921.95
9. Frais de représentation (Schedule F, page 21).	160,000.—	160,000.—	116,325.55
10. Property account: Maintenance (Schedule G, page 22)	410,645.—	410,645.—	285,365.65
11. Publications Department (Schedule H, page 22)	443,500.—	443,500.—	267,831.58
12. General office expenses (Schedule I, page 23) .	420,520.—	420,520.—	262,419.35
13. Special staff charges (Schedule J, page 23) . .	94,100.—	244,100.—	199,712.05
14. Interest charges: Bank accounts	—	—	—
15. Unforeseen and miscellaneous expenses of the Secretariat	40,000.—	40,000.—	1,813.—
16. Unpaid Liabilities Fund	10,000.—	23,000.—	20,034.55
17. Supervision of Revenue and Expenditure:			
(a) Auditors' travelling and subsistence allowances	14,400.—	14,400.—	12,908.60
(b) Expenses of Supervisory Commission .	16,500.—	16,500.—	9,148.05
(c) Expenses of Committee on Allocation of Expenses	28,550.—	28,550.—	21,455.85
(d) Enquiry into the rationalisation of the Services	25,000.—	25,000.—	—
	<u>8,400,680.—</u>	<u>8,400,680.—</u>	<u>6,939,680.29</u>

Deduct: APPROPRIATIONS-IN-AID:

(a) Sale of publications	250,000.—	250,000.—	199,849.99
(b) Interest earned	10,000.—	10,000.—	854.80
(c) Miscellaneous cash receipts	30,000.—	30,000.—	6,525.05
(d) Sale of photographs and cinematograph films	5,000.—	5,000.—	945.80
	<u>8,105,680.—</u>	<u>8,105,680.—</u>	<u>6,731,504.65</u>

CHAPTER III. — SPECIAL ORGANISATIONS OF THE LEAGUE.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
18. Administrative Commissions and Minorities Questions (Schedule K, page 23)	335,635.—	335,635.—	259,944.30
19(a). Financial Section and Economic Intelligence Service (Schedule L, page 24)	991,571.—	991,571.—	805,864.80 ¹
19(b). Section of Economic Relations (Schedule M, page 24)	561,541.—	561,541.—	281,189.95
19(c). Monetary and Economic Conference	436,000.—	436,000.—	9,352.10
20. Mandates (Schedule N, page 25)	287,765.—	287,765.—	224,924.40 ²
21. Transit (Schedule O, page 25)	390,525.—	390,525.—	270,911.10 ³
22. International Health Organisation (Schedule P, page 26)	900,000.—	900,000.—	661,437.70 ⁴
23. A. Supervision of Opium Traffic (Schedule Q, page 27)	274,876.—	274,876.—	269,640.95
B. Social Questions: Suppression of Traffic in Women and Protection of Children, etc. (Schedule Q (1), page 27)	123,136.—	123,136.—	107,980.20 ⁵
C. Permanent Central Opium Board (Schedule Q (2), page 28)	116,959.—	116,959.—	87,961.10
24. Reduction of Armaments (Schedule R, page 28)	1,054,197.—	1,054,197.—	332,218.60
25. Intellectual Co-operation, International Bureaux, and Miscellaneous Questions (Schedule S, page 29)	259,698.—	259,698.—	184,639.85 ⁶
26. International Convention on Slavery (Schedule T, page 29)	10,680.—	10,680.—	5,558.05
27. Legal Assistance for the Poor	—	—	—
28. Progressive Codification of International Law	—	—	—
29. International Federation for Mutual Assistance in the Relief of Peoples overtaken by Disaster	—	—	—
30. Commission of Enquiry for European Union	137,125.—	137,125.—	—
31. A. Liaison with Latin America (Schedule V, page 30)	212,773.—	212,773.—	115,650.25
31. B. Liaison with China	450,000.—	450,000.—	343,469.50
32. League Wireless Station (Schedule W, page 30)	209,000.—	209,000.—	204,428.35
	<u>6,751,481.—</u>	<u>6,751,481.—</u>	<u>4,165,171.20</u>

CHAPTER IV. — PROFIT AND LOSS ON EXCHANGE.

33. Loss on Exchange	100,000.—	100,000.—	17,625.73
Deduct: Profit on Exchange	100,000.—	100,000.—	2,384.79
	—	—	<u>15,240.94</u>

¹ This figure represents the *net* expenditure of the Financial Section and Economic Intelligence Service chargeable to the budget of the League. The *gross* expenditure, after adding the sums of 980.30 francs, 55,615.43 francs and 32,763.25 francs contributed by the Rockefeller Foundation towards the expenses of the printing of "Banking and Monetary Laws", the expenses of the Fiscal Committee in its study of international taxation problems and promotion of analytical research work, amounts to 895,223.78 francs.

² This figure represents the *net* expenditure of the Mandates Section chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 11,598.20 francs contributed by the Governments of Iraq and France towards the cost of the expenses of the Commission of Demarcation of the Frontier between Iraq and Syria, amounts to 236,522.60 francs.

³ This figure represents the *net* expenditure of the Communications and Transit Organisation chargeable to the budget of the League. The *gross* expenditure amounts to 334,369.— francs after adding the sum of 63,457.90 francs, contributed by the Government of Siam towards the expenses of the Committee set up to examine the question of improvements to the approaches to the port of Bangkok and the installations of that port.

⁴ This figure represents the *net* expenditure of the International Health Organisation chargeable to the budget of the League. The *gross* expenditure, after adding the sums of 433,159.13 francs contributed by the Rockefeller Foundation and 21,374.22 francs contributed by Mrs. David Simmons to enable research work on malaria in Greece, amounts to 1,115,971.05 francs.

⁵ This figure represents the *net* expenditure of the Section for Social Questions chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 12,704.36 francs, various grants-in-aid, amounts to 120,684.56 francs.

⁶ This figure represents the *net* expenditure of the Section for Intellectual Co-operation, chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 1,496.45 francs, contribution-in-aid from the Italian National Committee for Intellectual Co-operation, amounts to 186,136.30 francs.

Section II. Capital Expenditure.

CHAPTER V. — PERMANENT EQUIPMENT, ETC.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
34. Furniture and equipment: Current expenses	60,000.—	60,000.—	13,107.65
35. Library (see Schedule X, page 31)	81,000.—	81,000.—	74,574.62 ¹
	<hr/> 141,000.—	<hr/> 141,000.—	<hr/> 87,682.27

C. SCHEDULES.

SCHEDULE A TO CHAPTER I, ITEM 1. — *Session of the Assembly.*

1. Salaries of additional temporary clerical and house staff	50,000.—	50,000.—	26,492.40
2. Overtime payments of permanent staff	2,000.—	2,000.—	332.50
3. Travelling expenses and subsistence allow- ances	12,000.—	12,000.—	5,311.50
4. Assembly Hall: rent, lighting, heating, etc.	64,000.—	62,000.—	16,574.90
5. Special printing	145,000.—	145,000.—	93,699.30
6. Cables, telegrams and telephones.	2,000.—	4,000.—	2,551.50
7. Supplies and stores.	8,000.—	8,000.—	977.50
8. Automobile and cyclist service.	6,000.—	6,000.—	1,591.55
9. Incidental expenses.	7,000.—	7,000.—	4,053.50
	<hr/> 296,000.—	<hr/> 296,000.—	<hr/> 151,584.65

SCHEDULE B TO CHAPTER I, ITEM 3. — *Unforeseen Expenditure.*

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure:		
1. Saar Territory: Preparatory Measures in view of the Plebiscite.	70,000.—	32,608.30
2. Dispute between Bolivia and Paraguay: Miscellaneous Expenditure (Telegrams, etc.)	15,000.—	4,245.80
	<hr/> 85,000.—	<hr/> 36,854.10

SCHEDULE C TO CHAPTER II, ITEM 4 (a). — *Salaries, Wages and Allowances of the Secretariat.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
I. <i>General Organisation.</i>			
Principal Officers	719,603.—	669,603.—	521,705.60
Political Section	234,931.—	219,931.—	195,054.15
Information Section	935,963.—	908,463.—	832,172.30
Legal Adviser's Branch	377,092.—	366,592.—	302,194.95
Treasurer's Office	110,092.—	110,092.—	110,090.20
(a) Replacements, temporary engage- ments, overtime, etc., for the General Organisation, allowance for the Members of Section on night and Sunday duty	19,350.—	12,350.—	5,585.—
(b) Miscellaneous allowances (special languages and family allowances)	3,000.—	3,000.—	2,372.15
TOTALS: General Organisation	<hr/> 2,400,031.—	<hr/> 2,290,031.—	<hr/> 1,969,174.35

¹ This figure represents the *net* expenditure of the Library chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 70,849.40 francs contributed from the revenue of the Rockefeller Library Endowment Fund, amounts to 145,424.02 francs.

II. <i>Internal Administrative Services.</i>	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Central Services:</i>			
Chief of Internal Services and Establishment Office	86,386.—	86,386.—	81,149.10
Contracts and Supplies Branch . . .	48,909.—	48,909.—	48,907.20
Pool of typists	476,114.—	461,114.—	348,055.60
Duplicating and Multigraph Branch .	212,934.—	212,934.—	200,135.60
Distribution of Documents	222,544.—	222,544.—	194,033.70
Miscellaneous Services	80,664.—	80,664.—	74,566.35
<i>Personnel Office</i>	115,560.—	115,560.—	114,489.40
<i>Document Service:</i>			
Chief of Service and Office	73,460.—	73,460.—	73,459.50
French Translation and Précis-writing Department	417,507.—	417,507.—	409,369.90
English Translation and Précis-writing Department	477,784.—	477,784.—	463,372.55
Verbatim reporters	100,509.—	100,509.—	86,705.65
Printing and Publications Department	312,558.—	299,558.—	278,349.65
<i>Library</i>	187,109.—	187,109.—	186,649.90
<i>Registry</i>	214,009.—	204,009.—	190,453.85
<i>Indexing of Publications</i>	80,495.—	80,495.—	61,568.50
<i>Accounting Branch</i>	99,695.—	99,695.—	97,453.50
<i>Internal Control</i>	90,573.—	90,573.—	83,701.50
(a) <i>Replacements, temporary engagements and overtime for all Internal Ad- ministrative Services</i>	87,300.—	72,300.—	9,851.65
(b) <i>Miscellaneous allowances</i>			
TOTALS: Internal Services	3,384,110.—	3,331,110.—	3,002,273.10
TOTALS: General Organisation and Internal Services	5,784,141.—	5,621,141.—	4,971,447.45
Lump-sum reduction made by the Assembly	200,000.—	200,000.—	—
	5,584,141.—	5,421,141.—	4,971,447.45

SCHEDULE D TO CHAPTER II, ITEM 4 (b). — *Wages of House Staff at Geneva.*

(a) Salaries	436,224.—	436,224.—	395,403.35
(b) Salaries of Staff employed in New Building constructed for the Disarmament Conference	31,500.—	31,500.—	—
(c) Overtime, temporary engagements and replacements	20,000.—	20,000.—	7,573.95
(d) Family allowances	4,000.—	4,000.—	2,858.—
	491,724.—	491,724.—	405,835.30

SCHEDULE E TO CHAPTER II, ITEM 7. — *Branch Offices.*

*Branch Offices:*¹

1. London Office	—	—	43,725.—
2. Paris Office	—	—	52,507.35
3. Rome Office	—	—	26,733.66
4. Berlin Office	—	—	8,106.55
5. Tokyo Office	—	—	12,679.05
6. Bombay Office	—	—	26,687.70
	300,000.—	300,000.—	170,439.31

SCHEDULE F TO CHAPTER II, ITEM 9. — *Frais de représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Under-Secretaries-General	30,000.—	30,000.—	10,000.—
General Fund	30,000.—	30,000.—	6,325.55
	160,000.—	160,000.—	116,325.55

¹ Since the question of the maintenance or suppression of the Secretariat Branch Offices had, at that time, not been definitely settled, the 1933 Assembly inserted in the budget of the Secretariat for 1934 a lump sum of 300,000 francs.

SCHEDULE G TO CHAPTER II, ITEM 10 (a). — *Property Account: Maintenance.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
I. Headquarters at Geneva:			
(a) Water rates	6,000.—	6,000.—	4,591.45
(b) Repairs and Renewals:			
(i) Building	59,000.—	59,000.—	14,872.50
(ii) Furniture and equipment	23,000.—	23,000.—	10,265.15
(iii) Unpaid liability in respect of 1932	795.—	795.—	794.30
(c) Lighting	23,000.—	23,000.—	13,632.65
(d) Heating	32,000.—	32,000.—	17,839.20
(e) Power:			
(i) Water power	1,000.—	1,000.—	652.70
(ii) Electric power (lift)	2,500.—	2,500.—	1,883.85
(f) Insurance and protection: Building and furniture	2,500.—	2,500.—	2,046.30
(g) Employers' liability and visitors	1,750.—	1,750.—	769.40
(h) Telephones, local service	50,000.—	50,000.—	49,347.70
(i) Uniforms	5,500.—	5,500.—	3,821.10
(j) Chimneys, repairs to flues	2,000.—	2,000.—	489.—
(k) Automobiles and bicycles, replacements, upkeep and insurance	6,500.—	6,500.—	5,110.60
(l) Office laundry	9,000.—	9,000.—	3,070.75
(m) Miscellaneous sundry supplies, etc.	13,000.—	13,000.—	6,684.15
(n) Rent	68,800.—	68,800.—	58,028.80
(o) Maintenance of Secretary-General's of- ficial residence and grounds	12,000.—	12,000.—	11,449.15
	318,345.—	318,345.—	205,348.75
2. Building constructed for the Disarmament Conference:			
(a) Water rates	500.—	500.—	58.50
(b) Repairs and renewals	3,700.—	3,700.—	912.10
(c) Lighting	5,000.—	5,000.—	3,081.85
(d) Heating	7,500.—	7,500.—	5,865.20
(e) Electric power	1,000.—	1,000.—	—
(f) Insurance	400.—	400.—	73.05
(g) Employers' liability	200.—	200.—	—
(j) Chimneys, repairs to flues, etc.	200.—	200.—	26.20
(l) Office laundry	800.—	800.—	—
(m) Miscellaneous, sundry supplies, etc.	3,000.—	3,000.—	—
(n) Rent	70,000.—	70,000.—	70,000.—
	92,300.—	92,300.—	80,016.90
Total	410,645.—	410,645.—	285,365.65

SCHEDULE H TO CHAPTER II, ITEM 11. — *Publications Department (exclusive of Salaries).*

(a) General printing (not covered by special appro- priations):			
(i) Council documents and <i>Official Journal</i>	125,000.—	125,000.—	90,547.80
(ii) Internal administration and miscella- neous	12,000.—	12,000.—	3,478.20
(iii) Library publications	5,000.—	5,000.—	3,473.90
(b) Legal publications: <i>Treaty Series</i>	165,000.—	163,000.—	71,978.70
(c) (1) <i>Monthly Summary</i>	70,000.—	68,175.—	44,135.15
(2) Other publications of the Information Section	15,000.—	16,825.—	15,577.15
(d) Transport charges, catalogues, travelling and publicity for the Sales Department.	35,000.—	35,000.—	30,773.78
(e) Publications for free distribution	—	—	—
(f) Cinematograph films and photographs	6,000.—	8,000.—	5,227.30
(g) Purchase of the reports of mandatory Powers for the Sales Department	6,500.—	6,500.—	2,639.60
(h) Printing for the Committee of repre- sentatives of Members of the League appointed to study the question of the amendment of the Covenant of the League to bring it into harmony with the Pact of Paris	4,000.—	4,000.—	—
	443,500.—	443,500.—	267,831.58

SCHEDULE I TO CHAPTER II, ITEM 12. — *General Office Expenses.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) Upkeep of office equipment	—	—	—
(b) Stationery and stationery stores:			
(i) Ordinary	55,000.—	55,000.—	24,143.90
(ii) Supplies for Duplicating Department	90,000.—	90,000.—	46,470.75
(c) Cables, telegrams, long-distance telephone calls on general business	35,000.—	35,000.—	25,440.35
(d) Postage	180,000.—	180,000.—	119,349.85
(e) Freight and carriage	5,000.—	5,000.—	2,891.65
(f) Newspapers	12,500.—	12,500.—	8,786.45
(g) Subscriptions and Press cuttings	29,000.—	29,000.—	28,560.—
(h) Courier service between Geneva and Paris	10,000.—	10,000.—	4,874.90
(i) Advertising, etc., for tenders	1,000.—	1,000.—	408.65
(j) Miscellaneous petty-cash disbursements, including purchase of miscellaneous publi- cations of non-capital value	2,500.—	2,500.—	972.85
(k) Weekly broadcasting of League news	520.—	520.—	520.—
	420,520.—	420,520.—	262,419.45

SCHEDULE J TO CHAPTER II, ITEM 13. — *Special Staff Charges.*

(a) Indemnities	45,000.—	195,000.—	167,142.90
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Associa- tion	21,600.—	21,600.—	21,600.—
(d) Fidelity guarantees	3,500.—	3,500.—	2,933.75
(e) Welfare	2,000.—	2,000.—	1,941.35
(f) Gratuities given in accordance with local custom to House Staff and others on New Year's Day	500.—	500.—	430.—
(g) Recruitment of staff: advertising, expenses of examinations, special travelling	5,000.—	4,068.—	641.10
(h) Medical examinations	500.—	500.—	373.85
(i) Expenses of the Administrative Tribunal	5,000.—	5,000.—	2,717.50
(j) Indemnities granted by the Administrative Tribunal	1,000.—	1,932.—	1,931.60
	94,100.—	244,100.—	199,712.05

SCHEDULE K TO CHAPTER III, ITEM 18. — *Administrative Commissions and Minorities Questions.*

1. Salaries	304,135.—	304,135.—	244,952.15
2. Travelling (including removal) expenses	20,000.—	20,000.—	9,582.25
3. Printing and documentation	10,000.—	10,000.—	5,075.05
4. Cables, telegrams and long-distance telephones	1,000.—	1,000.—	334.85
5. Miscellaneous expenses	500.—	500.—	—
	335,635.—	335,635.—	259,944.30

SCHEDULE L TO CHAPTER III, ITEM 19 A. — *Financial Section and Economic Intelligence Service.*

1. Conferences (and preparatory work)	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	98,500.—	98,500.—	25,927.95
(b) Printing for Committees	25,850.—	25,850.—	10,460.85
<i>Carried forward</i>	124,350.—	124,350.—	36,388.80

SCHEDULE L TO CHAPTER III, ITEM 19 A. — *Financial Section and Economic Intelligence Service* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i> . . .	124,350.—	124,350.—	36,388.80
3. Administrative expenses:			
(a) Salaries	693,221.—	693,221.—	647,258.70
(b) Travelling and removal expenses	29,250.—	30,250.—	26,516.20
(c) Printing and publishing	126,000.—	126,000.—	91,028.05
(d) Cables, telegrams, etc.	9,000.—	9,000.—	2,761.45
4. Miscellaneous and unforeseen expenses	9,750.—	8,750.—	1,911.60
5. Printing of "Banking and Monetary Laws":			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	980.30	980.30	980.30
6. Expenses of the Fiscal Committee in its study of international taxation problems:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	55,615.43	55,615.43	55,615.43
7. Promotion of analytical research work:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	32,763.25	32,763.25	32,763.25
Gross expenditure	1,080,929.98	1,080,929.98	895,223.78
<i>Deduct: Appropriations-in-aid:</i>			
Contribution towards the cost of printing of "Banking and Monetary Laws"	980.30	980.30	980.30
Contribution towards the expenses of the Fiscal Committee in its study of international taxation problems	55,615.43	55,615.43	55,615.43
Contribution towards the cost of promotion of analytical research work	32,763.25	32,763.25	32,763.25
Net expenditure	991,571.—	991,571.—	805,864.80

SCHEDULE M TO CHAPTER III, ITEM 19 B. — *Section of Economic Relations.*

1. Conferences (and preparatory work)	40,000.—	40,000.—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	117,000.—	117,000.—	8,402.95
(b) Printing for Committees	31,000.—	31,000.—	1,581.05
3. Administrative Expenditure:			
(a) Salaries	339,541.—	339,541.—	258,240.90
(b) Travelling and removal expenses	15,000.—	15,000.—	10,186.35
(c) Cables, telegrams, etc.	4,000.—	4,000.—	1,747.60
(d) Studies, investigations and temporary collaborators	5,000.—	5,000.—	—
4. Miscellaneous and unforeseen expenses	10,000.—	10,000.—	1,031.10
	561,541.—	561,541.—	281,189.95

SCHEDULE N TO CHAPTER III, ITEM 20. — *Mandates.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of Permanent Mandates Commission	59,000.—	59,000.—	38,304.80
2. Salaries	188,515.—	188,515.—	164,566.30
3. Travelling and removal expenses	9,450.—	9,450.—	7,656.95
4. Printing and documentation	30,000.—	30,000.—	13,789.55
5. Cables, telegrams, long-distance telephones, unforeseen contingencies and miscellaneous	800.—	800.—	606.80
6. Demarcation Commission of the frontier between Iraq and Syria: <i>Appropriation-in-aid: Contributions from the Governments of Iraq and France</i>	11,598.20	11,598.20	11,598.20
<i>Gross expenditure</i>	299,363.20	299,363.20	236,522.60
<i>Deduct: Appropriation-in-aid:</i> Contributions from the Governments of Iraq and France	11,598.20	11,598.20	11,598.20
<i>Net expenditure</i>	287,765.—	287,765.—	224,924.40

SCHEDULE O TO CHAPTER III, ITEM 21. — *Communications and Transit Organisation.*

1. General Conference	—	—	—
2. Meetings of the Organisation for Communica- tions and Transit (Sessions of the Advisory and Technical Committee, other commit- tees, sub-committees and special Confe- rences) and technical work of experts	75,000.—	60,000.—	19,018.10
<i>Appropriation-in-aid: Contribution from the Government of Siam</i>	63,457.90	63,457.90	63,457.90
3. Printing of documents: (a) For the meetings and other work under sub-head 2, with the exception of conferences	9,000.—	9,000.—	5,317.85
(b) Collection and exchange of information regarding communications and trans- it (including miscellaneous ex- penses).	8,000.—	23,000.—	14,430.55
4. Settlement of disputes referred to the Com- mittee and examination of similar questions submitted to the Committee by the Council	20,000.—	20,000.—	5,847.80
5. Salaries	253,525.—	253,525.—	219,116.75
6. Travelling and removal expenses	20,000.—	20,000.—	6,000.45
7. Cablegrams, telegrams and long-distance tele- phone communications and miscellaneous.	5,000.—	5,000.—	1,179.60
<i>Gross expenditure</i>	453,982.90	453,982.90	334,369.—
<i>Deduct: Appropriation-in-aid: Contribution from the Government of Siam towards the cost of the investigation of the question of improvements to the approaches to the Port of Bangkok, etc.</i>	63,457.90	63,457.90	63,457.90
<i>Net expenditure</i>	390,525.—	390,525.—	270,911.10

SCHEDULE P TO CHAPTER III, ITEM 22. — *International Health Organisation.*

	Original Appropriation			Appropriation as modified by transfer			Actual Expenditure		
	League vote	Grants	Total	League vote	Grants	Total	League vote	Grants	Total
I. Health Committee, Secretariat and General Work of the Organisation :									
1. Sessions of the Health Committee	25,000.—	—	25,000.—	25,600.—	—	25,600.—	24,987.55	—	24,987.55
2. Salaries of the Health Section	365,002.—	—	365,002.—	365,002.—	—	365,002.—	319,942.45	—	319,942.45
3. Travelling and removal expenses	25,000.—	—	25,000.—	25,000.—	—	25,000.—	17,852.80	—	17,852.80
Rockefeller Grant	—	30,000.—	30,000.—	—	30,000.—	30,000.—	—	5,611.90	5,611.90
4. General printing and documentation	3,500.—	—	3,500.—	3,500.—	—	3,500.—	1,442.—	—	1,442.—
5. Cables, telegrams and telephones	10,000.—	—	10,000.—	10,000.—	—	10,000.—	5,776.10	—	5,776.10
6. Miscellaneous petty expenses and unforeseen contingencies	2,000.—	—	2,000.—	2,000.—	—	2,000.—	610.90	—	610.90
	430,502.—	30,000.—	460,502.—	431,102.—	30,000.—	461,102.—	370,611.80	5,611.90	376,223.70
II. Intelligence, Technical and Research Work of the Organisation :									
1. Technical Committees and Sub-Committees, conferences, missions, work of experts, and collective and individual studies	180,998.—	—	180,998.—	180,398.—	—	180,398.—	93,040.45	—	93,040.45
Rockefeller Grant	—	92,835.—	92,835.—	—	88,277.—	88,277.—	—	44,626.58	44,626.58
Additional Grant — unexpended balance in 1933	—	951.48	951.48	—	951.48	951.48	—	44,626.58	44,626.58
2. Salaries of the temporary staff:									
Rockefeller Grant	—	324,579.—	324,579.—	—	329,137.—	329,137.—	—	288,233.85	288,233.85
Additional Grant — unexpended balance in 1933	—	6,187.05	6,187.05	—	6,187.05	6,187.05	—	288,233.85	288,233.85
3. Publications, printing and documentation	40,000.—	—	40,000.—	40,000.—	—	40,000.—	23,466.90	—	23,466.90
Rockefeller Grant	—	53,000.—	53,000.—	—	53,000.—	53,000.—	—	36,343.—	36,343.—
4. Cables and telegrams	10,000.—	—	10,000.—	10,000.—	—	10,000.—	5,756.75	—	5,756.75
5. Contribution to Singapore Bureau	66,500.—	—	66,500.—	66,500.—	—	66,500.—	66,500.—	—	66,500.—
Rockefeller Grant	—	100,000.—	100,000.—	—	100,000.—	100,000.—	—	46,297.55	46,297.55
6. Miscellaneous enquiries, printing, publications and documentation, cables and telegrams for the enquiries	100,000.—	—	100,000.—	100,000.—	—	100,000.—	52,371.55	—	52,371.55
7. <i>Appropriation in aid</i> : Gift for research work on malaria in Greece	21,374.22	—	21,374.22	21,374.22	—	21,374.22	21,374.22	—	21,374.22
	418,872.22	577,552.53	996,424.75	418,272.22	577,552.53	995,824.75	262,509.87	415,500.98	678,010.85
Deduct: <i>Appropriation in aid</i> : Gift for research work on malaria in Greece	21,374.22	—	21,374.22	21,374.22	—	21,374.22	21,374.22	—	21,374.22
	397,498.—	577,552.53	975,050.53	396,898.—	577,552.53	974,450.53	241,135.65	415,500.98	656,636.63
III. Expenses in connection with a system of liaison between the various national health services									
Rockefeller grant	72,000.—	—	72,000.—	72,000.—	—	72,000.—	49,690.25	—	49,690.25
	—	150,000.—	150,000.—	—	150,000.—	150,000.—	—	12,046.25	12,046.25
	72,000.—	150,000.—	222,000.—	72,000.—	150,000.—	222,000.—	49,690.25	12,046.25	61,736.50
Summary :									
I. Health Committee, Secretariat and General Work of the Organisation	430,502.—	30,000.—	460,502.—	431,102.—	30,000.—	461,102.—	370,611.80	5,611.90	376,223.70
II. Intelligence, Technical and Research Work of the Organisation	397,498.—	577,552.53	975,050.53	396,898.—	577,552.53	974,450.53	241,135.65	415,500.98	656,636.63
III. Creation of a system of liaison between the various national health services	72,000.—	150,000.—	222,000.—	72,000.—	150,000.—	222,000.—	49,690.25	12,046.25	61,736.50
	900,000.—	757,552.53	1,657,552.53	900,000.—	757,552.53	1,657,552.53	661,437.70	433,159.13	1,094,596.83
Less: Depreciation on dollar income expressed in gold francs	—	300,508.80	300,508.80	—	300,508.80	300,508.80	—	—	—
	900,000.—	457,043.73	1,357,043.73	900,000.—	457,043.73	1,357,043.73	—	—	—

SCHEDULE Q TO CHAPTER III, ITEM 23. — A. *Supervision of Opium Traffic.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Salaries	228,836.—	231,316.—	231,182.70
2. Travelling and removal expenses	6,000.—	7,600.—	6,977.50
3. Control of Traffic in Opium and Other Dangerous Drugs:			
(i) (a) Sessions of the Advisory Committee	5,500.—	5,000.—	3,925.60
(b) Sessions of Sub-Committees	—	—	—
(ii) Printing and documentation of the Committee	17,500.—	17,500.—	15,554.15
(iii) Cables, telegrams and miscellaneous	400.—	650.—	592.60
4. Supervisory Body set up under the Limitation Convention of 1931:			
(i) Travelling expenses and subsistence allowances of the four members	11,740.—	7,410.—	6,183.85
(ii) Printing	3,500.—	3,500.—	3,375.—
(iii) Cables, unforeseen and miscellaneous	1,400.—	1,900.—	1,849.55
	274,876.—	274,876.—	269,640.95

SCHEDULE Q(I) TO CHAPTER III, ITEM 23. — B. *Social Questions (including Suppression of Traffic in Women and Protection of Children).*

1. Salaries	88,476.—	88,476.—	86,360.65
2. Travelling and removal expenses	6,750.—	6,750.—	4,350.65
3. Protection and Welfare of Children and Young People:			
(i) Sessions of the Committees	6,260.—	6,260.—	2,882.70
(ii) Sessions of Sub-Committees and Experts	6,000.—	4,000.—	—
(iii) Suppression of Traffic in Women and Children:			
(a) Printing and documentation	5,100.—	9,100.—	7,774.75
(b) Cables, telegrams and miscellaneous	300.—	300.—	205.25
(c) Enquiry into Traffic in Women and Children: <i>Appropriation-in-aid: American Association of Social Hygiene</i>	8,800.21	8,800.21	8,800.21
(iv) Protection of Children:			
(a) Printing and documentation	5,700.—	5,700.—	4,532.40
<i>Appropriation-in-aid</i>	92.80	92.80	92.80
(b) Cables, telegrams and miscellaneous	300.—	300.—	97.—
(v) Temporary engagement of expert on traffic in women and children in the East	3,250.—	1,750.—	1,687.90
4. Penal administration (printing)	—	—	—
5. Other Social Questions entrusted to the Section, and unforeseen contingencies	500.—	500.—	88.90
6. Enquiry into the situation of children exposed to moral and social dangers: <i>Appropriation-in-aid: American Association of Social Hygiene</i>	3,811.35	3,811.35	3,811.35
Gross expenditure	135,840.36	135,840.36	120,684.56

SCHEDULE Q(1) TO CHAPTER III, ITEM 23. — B. *Social Questions (including Suppression of Traffic in Women and Protection of Children)* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	135,840.36	135,840.36	120,684.56
<i>Deduct: Appropriations-in-aid:</i>			
Contribution from the American Association of Social Hygiene towards the expenses of the Commission of Enquiry into Traffic in Women and Children	8,800.21	8,800.21	8,800.21
Contribution to the Child Welfare Committee	92.80	92.80	92.80
Contribution from the American Association of Social Hygiene towards the expenses of the enquiry into the situation of children exposed to moral and social dangers	3,811.35	3,811.35	3,811.35
<i>Net expenditure</i>	123,136.—	123,136.—	107,980.20

SCHEDULE Q(2) TO CHAPTER III, ITEM 23. — C. *Expenses of the Permanent Central Board set up in accordance with Article 19 of the Convention drawn up by the Second Opium Conference and signed on February 19th, 1925.*

1. Sessions of the Board	45,000.—	45,000.—	20,536.85
2. Secretariat of the Board	61,959.—	61,959.—	59,667.—
3. Printing and documentation	8,000.—	8,000.—	6,626.85
4. Travelling and removal expenses	1,500.—	1,100.—	501.90
5. Cables, telegrams and miscellaneous	500.—	900.—	628.50
	116,959.—	116,959.—	87,961.10

SCHEDULE R TO CHAPTER III, ITEM 24. — *Reduction of Armaments.*

<i>I. Secretariat:</i>			
1. Salaries	303,297.—	303,297.—	260,133.95
2. Travelling and removal expenses	11,900.—	11,900.—	10,540.35
<i>II. Permanent Advisory Commission:</i>			
1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	—
3. Cables, telegrams and unforeseen expenses	500.—	500.—	131.55
<i>III. Investigations</i>	180,000.—	180,000.—	—
<i>IV. Statistical Year-Books:</i>			
1. <i>Armaments Year-Book</i>	40,000.—	40,000.—	17,127.65
2. <i>Statistical Information on the Trade in Arms, Ammunition and Implements of War</i>	17,000.—	17,000.—	7,658.15
<i>V. International Conference for the Control of Manufacture of Arms, Munitions and Implements of War</i>	—	—	—
<i>VI. Conference for the Reduction and Limitation of Armaments and further expenses arising therefrom</i>	—	—	—
<i>VII. Organ to be set up by the Conference on the Reduction and Limitation of Armaments or expenses of the Conference and of the bodies set up by the Conference</i>	500,000.—	500,000.—	36,626.95
	1,054,197.—	1,054,197.—	332,218.60

SCHEDULE S TO CHAPTER III, ITEM 25. — *Intellectual Co-operation, International Bureaux, etc.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
A. Intellectual Co-operation:			
1. Salaries (including the officials who deal with questions relating to International Bureaux)	131,197.—	131,197.—	125,804.75
2. Plenary sessions (including travelling expenses and subsistence allowances), Executive Committee and Permanent Committee of Arts and Letters	75,000.—	75,000.—	38,534.35
<i>Appropriation-in-aid:</i>			
Italian National Committee for Intellectual Co-operation	1,496.45	1,496.45	1,496.45
3. Preparation of the Conference on the Question of Scientific Property	1.—	1.—	—
4. Sub-Committee of Experts for the Instruction of Youth	5,000.—	5,000.—	3,655.30
5. Committees of Experts	—	—	—
6. Travelling expenses	26,000.—	26,000.—	8,064.55
7. Printing:			
(a) Ordinary	4,000.—	4,000.—	1,281.50
(b) Reprints, translations, etc., of the pamphlet <i>Aims and Organisation of the League of Nations</i>	—	—	—
8. League of Nations <i>Educational Survey</i>	7,000.—	7,000.—	—
9. Miscellaneous petty and unforeseen expenses	3,000.—	3,000.—	2,144.30
10. Preparatory work for the Conference of National Committees	1,000.—	1,000.—	692.50
B. International Bureaux and Miscellaneous Questions:			
1. General expenses, International Bureaux	6,500.—	6,500.—	4,462.60
2. Supplement to the <i>Handbook of International Organisations</i>	1,000.—	1,000.—	—
Gross expenditure	261,194.45	261,194.45	186,136.30
<i>Deduct: Appropriation-in-aid:</i>			
Contribution from the Italian National Committee for Intellectual Co-operation	1,496.45	1,496.45	1,496.45
Net expenditure	259,698.—	259,698.—	184,639.85

SCHEDULE T TO CHAPTER III, ITEM 26. — *International Convention on Slavery.*

1. Session of the Committee	6,290.—	6,290.—	5,004.60
2. Travelling expenses	1,790.—	1,790.—	291.—
3. Printing	2,000.—	2,000.—	139.75
4. Telegrams, telephones, miscellaneous and unforeseen	600.—	600.—	122.70
	10,680.—	10,680.—	5,558.05

SCHEDULE V TO CHAPTER III, ITEM 31 A. — *Liaison with Latin America.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
I. Secretariat	44,773.—	44,773.—	36,312.15
II. Other expenses:			
(a) Correspondents, cables, travelling and removal expenses, etc.	68,000.—	68,000.—	19,846.20
(b) Technical, health and other investiga- tions to be undertaken in Latin America	100,000.—	100,000.—	59,491.90
	<u>212,773.—</u>	<u>212,773.—</u>	<u>115,650.25</u>

SCHEDULE W TO CHAPTER III, ITEM 32. — *League Wireless Station.*

(a) Contribution to a Fund for the upkeep and running expenses of the Station	200,000.—	200,000.—	200,000.—
(b) Technical work by the Secretariat or Experts in connection with the operation of the Station.	9,000.—	9,000.—	4,428.35
	<u>209,000.—</u>	<u>209,000.—</u>	<u>204,428.35</u>

SCHEDULE Y TO PART VI. — *Pensions.*

I. Contribution to the Pension Fund	1,783,742.—	1,783,742.—	1,643,613.35
II. Administration of the Fund:			
(a) Salaries	46,199.—	46,199.—	39,588.40
(b) Administrative Board (travelling ex- penses, etc.)	8,000.—	7,500.—	3,938.—
(c) Valuation of the Fund by an Actuary	500.—	—	—
(d) Miscellaneous expenses and unforeseen .	500.—	1,500.—	433.15
	<u>1,838,941.—</u>	<u>1,838,941.—</u>	<u>1,687,572.90</u>

SCHEDULE X TO CHAPTER VI, ITEM 35. — *Library.*

	Original appropriation			Appropriation as modified by transfer			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total	League vote	Grant	Total
1. Temporary staff	—	34,000.—	34,000.—	—	34,000.—	34,000.—	—	32,642.—	32,642.—
2. Printing	—	10,000.—	10,000.—	—	10,000.—	10,000.—	—	6,672.70	6,672.70
3. Books and maps	30,000.—	20,000.—	50,000.—	30,000.—	20,000.—	50,000.—	26,598.52	16,241.35	42,839.87
4. Binding	25,000.—	10,000.—	35,000.—	25,000.—	10,000.—	35,000.—	24,993.10	8,437.25	33,430.35
5. Periodicals	19,000.—	5,000.—	24,000.—	19,000.—	5,000.—	24,000.—	16,669.30	—	16,669.30
6. Equipment, shelving, etc.	7,000.—	6,000.—	13,000.—	7,000.—	6,000.—	13,000.—	6,313.70	4,584.70	10,898.40
7. Travelling expenses of staff	—	5,000.—	5,000.—	—	5,000.—	5,000.—	—	1,536.75	1,536.75
8. Library Advisory Committee	—	6,000.—	6,000.—	—	6,000.—	6,000.—	—	734.65	734.65
	81,000.—	96,000.—	177,000.—	81,000.—	96,000.—	177,000.—	74,574.62	70,849.40	145,424.02

II. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.

(In gold francs as adopted by the League of Nations)

Working Capital Account :

Balance as per last account	4,596,418.91	
<i>Add</i> Refund of advances to the International Labour Office and to the Permanent Court of International Justice during 1933	988,554.14	
	<u>5,584,973.05</u>	
<i>Add</i> Voluntary contribution	200,000.—	5,784,973.05
		<u>5,784,973.05</u>

Depreciation Reserve :

<i>Wireless Station</i>		702,485.77	
<i>Furniture, fittings, typewriters, etc.:</i>			
Balance as per last account	1,620,472.58		
<i>Add</i> Depreciation for year	13,107.65		
		<u>1,633,580.23</u>	
<i>Library (books):</i>			
Balance as per last account	1,208,187.88		
<i>Add</i> Depreciation for year	68,260.92		
		<u>1,276,448.80</u>	
<i>Library (shelving):</i>			
Balance as per last account	147,831.58		
<i>Add</i> Depreciation for year	6,313.70		
		<u>154,145.28</u>	
			<u>3,766,660.08</u>

Library Endowment Fund:

Investments Reserve Fund.		77,630.35
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Suspense Accounts: ¹

Building Annuity	2,000,000.—	
Contribution from the Rockefeller Foundation towards the expenses of the printing of <i>Banking and Monetary Laws</i>	6,531.20	
Contribution from the Rockefeller Foundation towards the expenses of the Fiscal Committee in its study of international taxation problems	78,134.53	
Contribution from the Rockefeller Foundation towards analytical research work	47,533.50	
Grants from the International Health Division of the Rockefeller Foundation	23,844.60	
Gift for Malaria research in Greece	10,569.08	
Gift from the Milbank Memorial Fund	9,408.75	
	<u>2,176,021.66</u>	<u>9,629,263.48</u>
<i>Carried forward</i>		

¹ See explanatory memorandum, page 4.0

OF THE SECRETARIAT AS AT DECEMBER 31ST, 1934.

ASSETS.

Property at Geneva :		(In gold francs as adopted by the League of Nations.)	
Hotel National, Armleder Property and Capital Installation		4,000,000.—	
"La Pelouse" property		782,056.—	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date		18,269,875.65	
Library: Building Fund Account: amount expended to date		<u>2,565,920.—</u>	25,617,851.65
Wireless Station:			
Total cost of the station		2,327,559.40	
Additional installation		<u>33,743.60</u>	2,361,303.—
Library Endowment Fund:			
Balance as per last account		258,201.45	
Amount expended during year		<u>35,936.—</u>	294,137.45
Capital Account.			
<i>Furniture, fittings, typewriters, etc.:</i>			
Balance as per last account	1,620,472.58		
Additions during year	<u>13,107.65</u>	1,633,580.23	
<i>Library (books):</i>			
Balance as per last account	1,208,187.88		
Additions during year	<u>68,260.92</u>	1,276,448.80	
<i>Library (shelving):</i>			
Balance as per last account	147,831.58		
Additions during year	<u>6,313.70</u>	<u>154,145.28</u>	3,064,174.31
Sundry Debtors — States Members :			
Secretariat allocation		17,984,529.17	
Working Capital allocation		<u>91,416.15</u>	18,075,945.32
Suspense Accounts as <i>per contra</i>			4,935,922.44
Loss on Investment:			
Working Capital Fund	266,935.40		
Secretariat and Assembly Hall Building Fund	1,169,021.78		
New Buildings: Furnishing Account	<u>143,554.44</u>	1,579,511.62	
<i>Less:</i>			
Allocation from 1932 Cash Surplus plus Profits during year	554,200.16		
Allocation from 1933 Cash Surplus	<u>209,354.65</u>	<u>763,554.81</u>	815,956.81
<i>Carried forward . . .</i>			<u>35,165,290.98</u>

LIABILITIES (*continued*).

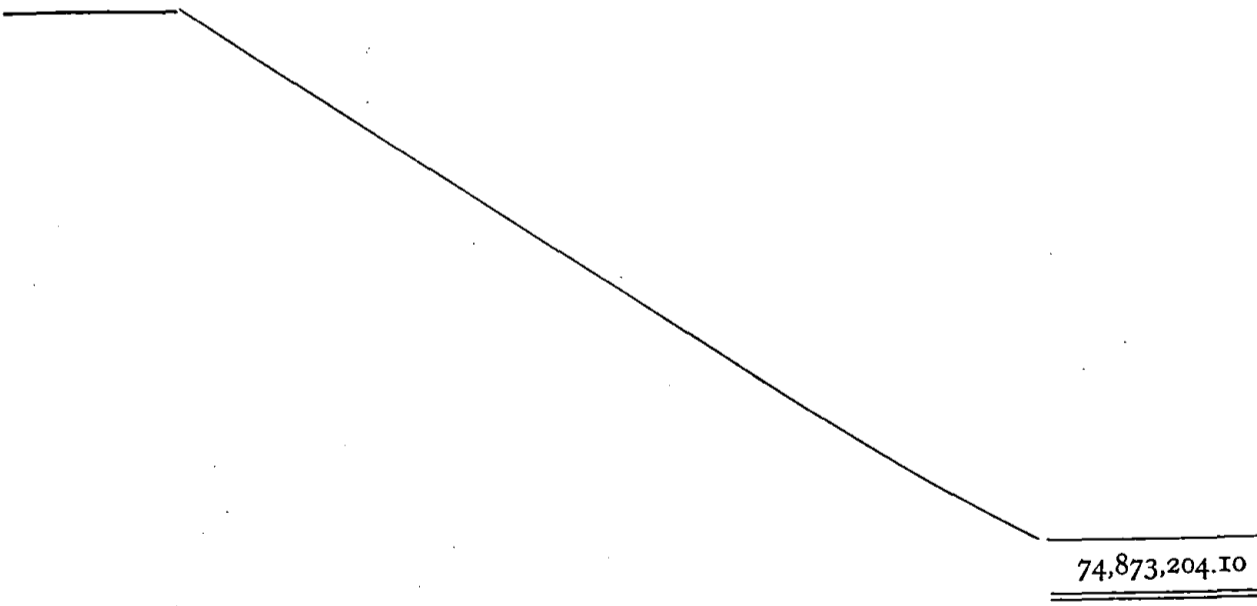
(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>	2,176,021.66	9,629,263.48
Gift from the Egyptian Government	1,365.50	
Gift to the Child Welfare Committee	4,452.68	
Gift towards the expenses of the Committee of Experts on Slavery.	8,890.80	
Contribution from private individuals in the U.S.A. for a publication on Legal Aid to the Poor	23,155.35	
Revolving fund for special publications	16,337.15	
Gift by the Woodrow Wilson Foundation	129,565.—	
Fund for maintenance and operating expenses of Wireless Station	628,108.05	
Contribution from the Government of Colombia towards the expenses of the Commission set up by the League to administer the territory of Leticia (£484.19s. 2d)	7,377.45	
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauberg-Woellan Railway Company	4,254.—	
Balance of the contributions received for arbitration expenses in connection with the Barcs-Pakrac Railway Company, Ltd.	8,513.20	
Contributions from the Government of the United States of America	26,005.95	
Saar Territory Plebiscite Account (French francs 9,365,913.70)	1,901,748.80	
Gift for Assyrian Refugees	79.25	
Sundry gifts	47.60	
	<hr/>	4,935,922.44
BALANCE being excess of Assets over Liabilities as at December 31st, 1934		60,308,018.18
		<hr/> <hr/>
		74,873,204.10

ASSETS (continued)

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>		55,165,290.98
Working Capital Fund:		
Recoverable advances		490,707.90
Cash at Bank and in hand (including cash advances):		
Building Fund: Secretariat and Assembly Hall	4,508,053.63	
New Buildings: furnishing account	756,559.95	
Library: Building Fund	3,019,162.65	
Library Endowment Fund (including investments)	1,674,827.60	
Working Capital Fund	4,935,913.60	
Exchange depreciation fund	763,554.81	
Secretariat Cash Surplus in respect of Sixteenth Financial Period.	3,559,132.98	
	<hr/>	19,217,205.22



March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD ENDED
DECEMBER 31ST, 1934.

(In gold francs as adopted by the League of Nations.)

RECEIPTS.		PAYMENTS.	
To Contributions from Nations:		By Chapter I	198,668.20
Arrears	4,328,965.63	Chapter II	6,939,680.29
Sixteenth		Chapter III	4,798,320.44
Financial		Chapter IV	15,240.94
Period	14,416,007.51	Chapter V	158,531.67
	<u>18,744,973.14</u>		<u>12,110,441.54</u>
To Appropriations-in-Aid:		By Nansen International Office	
Chapter II	208,175.64	for Refugees	300,000.—
Chapter III	633,149.24	By Buildings at Geneva	2,000,000.—
Chapter V	70,849.40	By Pensions	1,687,572.90
	<u>912,174.28</u>	By Cash Surplus for Sixteenth	
	<u>19,657,147.42</u>	Financial Period	3,559,132.98
			<u>19,657,147.42</u>
March 1st, 1935.		(Signed) P. G. WATTERSON,	
		Chief Accountant.	

IV. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.

(See Budget Account, page 16, and Section V, A, below.)

V. — UNFORESEEN EXPENDITURE, TRANSFERS AND SUSPENSE ACCOUNTS.

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the Council with reference to: (a) any recoverable advances made from the Working Capital Fund; and (b) any advances originally thought to be recoverable and ultimately considered by the Council to be irrecoverable; and of the competent authority with reference to: (c) any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and (d) any transfers made in the budget.”

The present memorandum also includes for the sake of completeness a list of internal transfers approved by the Secretary-General.

A. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY
BY SPECIAL RESOLUTION OF THE COUNCIL.

Extracts from Reports and Resolutions taken by the Council during the Year 1934.

(a) Political Expenditure.

I. Saar Territory: Preparatory Measures in view of the Plebiscite.

“ The Council decides to charge the expenditure entailed by the consultation of experts, up to an amount not exceeding 20,000 Swiss francs, to Item 3 (a) of the budget for 1934: ‘ Unforeseen Expenditure subject to Special Vote of Council: Political Expenditure ’.”

(78th Session, Minute 3396.)

“ The Council decides to charge the expenditure to be incurred by the Committee in 1934 for the consultation of experts, up to a sum of 50,000 Swiss francs, to Item 3 (a) of the budget for 1934: ‘ Unforeseen Expenditure subject to Special Vote of Council: Political Expenditure ’.”

(82nd Session, Minute 3479.)

2. *Dispute between Bolivia and Paraguay: Miscellaneous Expenditure (Telegrams, etc.).*

“ The Council authorises the Secretary-General to charge to Item 3 (a) of the 1934 budget, ‘ Unforeseen Expenditure subject to Special Vote of the Council: Political Expenditure ’, the miscellaneous expenses, including the cost of telegrams, incurred in 1934 in connection with the dispute between Bolivia and Paraguay, but apart from those of the Commission of Enquiry, up to a maximum sum of 15,000 Swiss francs.”

(82nd Session, Minute 3478.)

B. TRANSFERS APPROVED BY THE COUNCIL.

1. *On May 14th.*

“ The Council authorises the Secretary-General to transfer the sum of 150,000 francs from Item 4: ‘ Salaries, Wages and Allowances ’ to Item 13: ‘ Special Staff Charges ’ in the budget for 1934.”

(79th Session, Minute 3403.)

2. *On September 7th.*

“ The Council decides to transfer, in the budget for 1934, the sum of 13,000 francs from Item 4: ‘ Salaries, Wages and Allowances ’ to Item 16: ‘ Unpaid Liabilities Fund ’.”

(81st Session, Minute 3440.)

C. INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL.

The following internal transfers were approved by the Secretary-General:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item I. SESSION OF THE ASSEMBLY:					
4.	Assembly hall, rent, lighting, heating, etc.	64,000.—	—	2,000.—	62,000.—
6.	Cables, telegrams and telephones .	2,000.—	2,000.—	—	4,000.—
		66,000.—	2,000.—	2,000.—	66,000.—
Item II. PUBLICATIONS DEPARTMENT (exclusive of salaries):					
(b)	Legal publications: <i>Treaty Series</i>	165,000.—	—	2,000.—	163,000.—
(c)	1. <i>Monthly Summary</i>	70,000.—	—	1,825.—	68,175.—
	2. Other publications of the Information Section	15,000.—	1,825.—	—	16,825.—
(f)	Cinematograph films and photographs	6,000.—	2,000.—	—	8,000.—
		256,000.—	3,825.—	3,825.—	256,000.—

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 13. SPECIAL STAFF CHARGES:					
(g)	Recruitment of Staff (advertising, expenses of examinations, special travelling)	5,000.—	—	932.—	4,068.—
(j)	Indemnities granted by the Administrative Tribunal	1,000.—	932.—	—	1,932.—
		<u>6,000.—</u>	<u>932.—</u>	<u>932.—</u>	<u>6,000.—</u>
Item 19 A. FINANCIAL SECTION AND ECONOMIC INTELLIGENCE SERVICE:					
3. Administrative expenses:					
(b)	Travelling and removal expenses	29,250.—	1,000.—	—	30,250.—
4. Miscellaneous and unforeseen expenses					
		9,750.—	—	1,000.—	8,750.—
		<u>39,000.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>39,000.—</u>
Item 21. COMMUNICATIONS AND TRANSIT ORGANISATION:					
2. Meetings of the Organisation for Communications and Transit (sessions of the Advisory and Technical Committee, other committees, sub-committees and special conferences) and technical work of experts					
		75,000.—	—	15,000.—	60,000.—
3. Printing of documents:					
(b)	Collection and exchange of information regarding communications and transit (including miscellaneous expenses)	8,000.—	15,000.—	—	23,000.—
		<u>83,000.—</u>	<u>15,000.—</u>	<u>15,000.—</u>	<u>83,000.—</u>
Item 22. INTERNATIONAL HEALTH ORGANISATION:					
I. <i>Health Committee, Secretariat and General Work of the Organisation:</i>					
I. Sessions of the Health Committee					
		25,000.—	600.—	—	25,600.—
II. <i>Intelligence, Technical and Research Work of the Organisation:</i>					
I. Technical committees and sub-committees, conferences, missions, work of experts and collective and individual studies					
		180,998.—	—	600.—	180,398.—
		<u>205,998.—</u>	<u>600.—</u>	<u>600.—</u>	<u>205,998.—</u>
II. <i>Intelligence, Technical and Research Work of the Organisation (Rockefeller Grant):</i>					
I. Technical committees and sub-committees, conferences, missions, work of experts and collective and individual studies (Rockefeller Grant)					
		64,779.20	—	4,558.—	60,221.20
2. Salaries of the special staff (and assistants) (Rockefeller Grant)					
		277,683.—	4,558.—	—	282,241.—
	(Rockefeller Grant)	<u>342,462.20</u>	<u>4,558.—</u>	<u>4,558.—</u>	<u>342,462.20</u>
GENERAL TOTAL.					
		<u>548,460.20</u>	<u>5,158.—</u>	<u>5,158.—</u>	<u>548,460.20</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 23 A. SUPERVISION OF OPIUM TRAFFIC:					
1.	Salaries	228,836.—	3,280.—	800.—	231,316.—
2.	Travelling and removal expenses .	6,000.—	1,600.—	—	7,600.—
3.	Control of Traffic in Opium and Other Dangerous Drugs:				
	(i) (a). Sessions of the Advisory Committee	5,500.—	—	500.—	5,000.—
	(iii). Cables, telegrams and mis- cellaneous	400.—	250.—	—	650.—
4.	Supervisory Body set up under the Limitation Convention of 1931:				
	(i). Travelling expenses and subsistence allowances of the four members . .	11,740.—	—	4,330.—	7,410.—
	(iii). Cables, unforeseen and miscellaneous	1,400.—	500.—	—	1,900.—
		<u>253,876.—</u>	<u>5,630.—</u>	<u>5,630.—</u>	<u>253,876.—</u>
Item 23 B. SOCIAL QUESTIONS (SUPPRESSION OF TRAFFIC IN WOMEN AND PROTECTION OF CHILDREN, ETC.):					
3.	Protection and Welfare of Children and Young People:				
	(ii). Sessions of sub-committees and experts	6,000.—	—	2,000.—	4,000.—
	(iii). Suppression of Traffic in Women and Children:				
	(a) Printing and docu- mentation	5,100.—	4,000.—	—	9,100.—
	(v). Temporary engagement of expert on traffic in women and children in the East .	3,250.—	—	1,500.—	1,750.—
4.	Penal administration (printing) .	500.—	—	500.—	—
		<u>14,850.—</u>	<u>4,000.—</u>	<u>4,000.—</u>	<u>14,850.—</u>
Item 23 C. EXPENSES OF THE PERMANENT CENTRAL BOARD SET UP IN ACCORDANCE WITH ARTICLE 19 OF THE CONVENTION DRAWN UP BY THE SECOND OPIUM CONFERENCE AND SIGNED ON FEBRUARY 19TH, 1925:					
4.	Travelling and removal expenses .	1,500.—	—	400.—	1,100.—
5.	Cables, telegrams and miscella- neous	500.—	400.—	—	900.—
		<u>2,000.—</u>	<u>400.—</u>	<u>400.—</u>	<u>2,000.—</u>
PENSIONS:					
II. Administration of the Fund:					
(b)	Administrative Board (tra- velling expenses, etc.) . .	8,000.—	—	500.—	7,500.—
(c)	Valuation of the Fund by an actuary	500.—	—	500.—	—
(d)	Miscellaneous expenses and unforeseen	500.—	1,000.—	—	1,500.—
		<u>9,000.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>9,000.—</u>

F. SUSPENSE ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31ST, 1934.

1. *Building Annuity.*

The sum of 2,000,000 francs represents the total amount entered in Part V of the Budget for 1934 under the heading of "Terminable Annuity payable on account of Building Operations of the League". It was pointed out in that budget that, "as this sum is, from year to year, entered in the budget, reimbursements to the States which advanced the sums necessary for the formation of the Building Fund must be made".

Adopting a recommendation of the Supervisory Commission, the Assembly decided, on October 17th, 1932, "to cease until further notice any repayments to the States to which such payments were due", as it was necessary "to take immediate measures to cover the estimated deficit" since, "in 1935, the difference between the assets of the Building Fund and the estimated expenses in connection with the actual cost of the building would amount to about 3,000,000 francs".

2. *Contribution from the Rockefeller Foundation towards the Expenses of the Printing of "Banking and Monetary Laws".*

At a session held in September 1929, the Council accepted a gift of 200,000 Swiss francs from the Rockefeller Foundation for the printing and publication of "Monetary and Banking Laws".

As at December 31st, 1934, an amount of 36,180 Swiss francs has been received, against which expenditure has been incurred to an extent of 29,648.80 Swiss francs.

3. *Contribution from the Rockefeller Foundation towards the expenses of the Fiscal Committee in its Study of International Taxation Problems.*

On May 22nd, 1933, the Council accepted the Rockefeller Foundation's offer to pay 50,000 dollars for the period ending July 1st, 1936, as a contribution to the expenses of the Fiscal Committee's enquiry into problems of international taxation.

The sum of 78,134.53 Swiss francs represents the unexpended balance of the payments already made by the Rockefeller Foundation.

4. *Contribution from the Rockefeller Foundation towards Analytical Research Work.*

At a session held in May 1933, the Council accepted a gift of 125,000 dollars from the Rockefeller Foundation to be used for the analytical research work of the Financial Section and Economic Intelligence Service, under the conditions proposed in the resolution of the Trustees of the Foundation taken on April 12th, 1933. As at December 31st, 1934, an amount of 82,939.25 Swiss francs has been received under this head, against which expenditure has been incurred to an extent of 35,405.75 Swiss francs.

5. *Grants from the International Health Division of the Rockefeller Foundation.*

The sum of 23,844.60 Swiss francs represents the unspent balance of the grants of the Rockefeller Foundation towards the budget of the Health Organisation of the League, which, in accordance with the agreement, will be returned to the Foundation.

6. *Gift for Malaria Research in Greece (10,569.08 Swiss francs).*

The Council, at its sixty-fifth session, accepted a gift of \$51,500 offered by Mrs. David Simmons for financing malaria research in Greece on the conditions set out in the Secretary-General's note. As at December 31st, 1934, the total expenditure amounted to 98,873.66 Swiss francs.

7. *Gift from the Milbank Memorial Fund.*

The Council, at its seventy-ninth session, accepted a gift of \$5,000 offered by the "Milbank Memorial Fund" to facilitate the attendance of experts from the United States of America at meetings convened by the Health Organisation, and to make it possible for experts from the Organisation to visit the United States of America, when necessary, in connection with its work. As at December 31st, 1934, the total expenditure amounted to 5,903.75 Swiss francs.

8. *Gift from the Egyptian Government (1,365.50 Swiss francs).*

At a session held in September 1931, the Council accepted a gift of 500 Egyptian pounds offered by the Egyptian Government as a contribution towards the expenses of the League in connection with the work of the Advisory Committee on Traffic in Opium and Other Dangerous Drugs.

Expenditure has been incurred, to December 31st, 1934, of 8,451.10 Swiss francs.

9. *Gift to the Child Welfare Committee (4,452.68 Swiss francs).*

At the session held in March 1925, the Council accepted a gift of \$1,500 presented to the League by the friends of the League in the United States, on the understanding that this sum, together with a further gift of \$161.80 and interest, would be available for the Child Welfare Committee of the League. In accordance with a decision of the Child Welfare Committee, expenditure to the extent of 4,694.67 francs has been incurred to date in the purchase of books dealing with child welfare.

10. *Gifts towards the Expenses of the Committee of Experts on Slavery.*

The Council, at its sixty-sixth and sixty-seventh sessions, accepted a gift of 10,000 Swiss francs from a client of the Friends' Provident and Century Life Office, London, and one of 10,000 lire offered by the "Società Antischivista d'Italia" at Rome, as contributions to the expenses of the Committee of Experts on Slavery provided for in the Assembly resolution of September 25th, 1931.

As at December 31st, 1934, the total expenditure in this connection amounted to 3,739.20 Swiss francs. The amount of 8,890.80 francs represents the unexpended balance.

11. *Contribution from Private Individuals in the United States of America for a Publication on Legal Aid to the Poor.*

The Assembly, at its fifth ordinary session, invited the Secretariat to prepare and to keep up to date a list of the measures taken or institutions created in each country for the purpose of giving to poor persons legal assistance in connection with litigation in the courts or free legal advice and consultation. The Assembly also requested the Secretariat to collect and to publish the various laws and provisions regulating the legal assistance to poor persons in different countries.

As the Assembly had understood that, in undertaking this new work, the League would not incur new expenditure, private individuals in the United States of America contributed for the purpose in 1924 and 1925 the total sum of 50,909.35 Swiss francs, the unspent balance of which amounts to 23,155.35 Swiss francs.

12. *Revolving Fund for Special Publications (16,337.15 Swiss francs).*

On September 19th, 1929, the Council accepted a gift of 25,000 Swiss francs for the creation of a revolving fund to facilitate the printing and publication of pamphlets, books and descriptive material on the League. In accordance with the recommendation of the Supervisory Commission, a statement of the receipts to, and payments from, the fund is annexed to the present accounts.

13. *Gift by the Woodrow Wilson Foundation (129,565 Swiss francs).*

On January 13th, 1930, the Council accepted the award of the Woodrow Wilson Foundation of 25,000 dollars to the League of Nations. This sum will be utilised for the new buildings.

14. *Fund for Maintenance and Operating Expenses of Wireless Station (628,108.05 Swiss francs).*

The 1929 Assembly decided to accept the solution which provides for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency.

As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 30 (a) of the budget should be considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon.

Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 628,108.05 francs.

15. *Contribution from the Government of Colombia towards the Expenses of the Commission set up by the League to administer the Territory of Leticia.*

The sum of £484 19s. 2d. (equal to 7,377.45 Swiss francs) represents the balance of the amounts advanced by the Colombian Government to carry out the obligations it had assumed, in 1933, with regard to the expenses of the Commission set up by the League to administer the territory of Leticia.

16. *Balance of the Contributions received for Arbitration Expenses in connection with the Zeltweg-Wolfsberg and Unterdrauberg-Woellan Railway Company.*

On December 31st, 1933, an amount of 30,000 Swiss francs was received by the League on account of arbitration expenses; one-third was paid respectively by the Austrian Government, by the Yugoslav Government and by the interested railway company. The expenditure to date amounts to 25,746 Swiss francs, leaving on hand a balance of 4,245 francs.

17. *Balance of the Contributions received for Arbitration Expenses in connection with the Barcs-Pakrac Railway Company, Ltd.*

On December 31st, 1934, an amount of 31,486.85 Swiss francs was received by the League on account of arbitration expenses; 10,000 francs were paid by the Hungarian Government, 10,000 by the Yugoslav Government and 11,486.85 francs by the interested railway company. The expenditure to date amounts to 22,973.65 Swiss francs, leaving on hand a balance of 8,513.20 francs.

18. *Contributions from the Government of the United States of America.*

The sum of 26,005.95 Swiss francs represents the contributions of the Government of the United States of America to the expenses of various committees.

19. *Saar Territory Plebiscite.*

The sum of 9,365,913.70 French francs represents the balance in the possession of the League of Nations at Geneva of the advances paid on account of the expenses of the Saar Territory Plebiscite by the German and French Governments and by the Governing Commission of the Saar Territory, in conformity with the Council's decision of June 4th, 1934.

20. *Gift for Assyrian Refugees.*

The sum of 79.25 Swiss francs represents a gift of £5 for the Assyrian refugees, and will be handed over in due course to whatever body may be set up for the settlement of the refugees.

21. *Sundry Gifts.*

By the Council's decision of January 15th, 1934, the Secretary-General was empowered to accept, under certain conditions specified in the resolution, gifts of under 5,000 francs not involving the League in any financial obligation.

The cash donations received up to December 31st, 1934, totalling 47.60 Swiss francs, will be expended on books for the Library.

Part III.

INTERNATIONAL LABOUR ORGANISATION

- I. BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1934.
 - III. CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS FROM ITEM TO ITEM.
 - V. INTERNAL TRANSFERS APPROVED BY THE DIRECTOR.
-

I. BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.

(January 1st to December 31st, 1934.)

A. SUMMARY OF CHAPTERS.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
<i>Section I. — Ordinary Expenditure:</i>			
Chapter I. — Sessions of the Conference and of the Governing Body.	426,000	426,000	390,371.57
Chapter II. — General Services of the Inter- national Labour Office.	8,037,505	8,037,505	7,601,610.99
Chapter III. — Profit and loss on exchange . .	—	—	4,546.41
<i>Section II. — Capital Expenditure:</i>			
Chapter IV. — Buildings, permanent equipment, etc.	68,000	68,000	66,510.02
<i>Section III. — Unforeseen Expenditure:</i>			
Chapter V. — Unforeseen expenditure of Chapters I to IV (see Schedule K)	150,000	150,000	65,857.13
<i>Section IV.</i>			
Chapter VI. — Contribution to the International Management Institute	56,000	56,000	16,161.80
Total	8,737,505	8,737,505	8,145,057.92
<i>Deduct:</i>			
(a) Estimated Receipts from Sale of Publications	165,000	165,000	135,556.84
(b) Miscellaneous Receipts	5,200	5,200	7,724.30
(c) Bank Interest	1,500	1,500	4,310.32
(d) Brazilian Contribution	307,929	307,929	307,928.63
Total deductions	479,629	479,629	455,520.09
Net Total	8,257,876	8,257,876	7,689,537.83

Geneva, February 14th, 1935.

(Signed) K. G. MCKINLAY,
Chief Accountant.

B. SUMMARY OF ITEMS.

SECTION I. — ORDINARY EXPENDITURE.

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
1. Sessions of the Conference (see Schedule A) . .	302,000	302,000	296,194.37
2. Sessions of the Governing Body (see Schedule B)	124,000	124,000	94,177.20
Total of Chapter I	426,000	426,000	390,371.57

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
3. Salaries, wages and allowances:			
(a) to (i) Salaries (see Schedule C)	5,996,300	6,033,200	5,942,414.35
(k) Contributions towards Provident Fund.	6,100	6,100	5,644.90
4. Travelling expenses of officials:			
(a) Removal expenses	10,000	13,000	10,990.40
(b) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	4,000	12,700	12,502.30
(c) Travelling expenses and subsistence allowances occasioned in connection with General Services	110,000	110,000	109,598.15
(d) Holiday travelling expenses	110,000	101,300	66,811.20
5. Entertainment allowances (see Schedule D)	60,000	60,000	54,501.60
6. Maintenance of Geneva Office (see Schedule E)	150,700	150,700	145,812.49
7. Printing (see Schedule F)	437,500	437,500	387,879.68
8. General office expenses (see Schedule G)	197,000	197,900	176,573.28
9. Special staff charges (see Schedule H)	57,000	65,700	57,393.—
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure	18,330	18,330	11,085.10
12. Enquiries, Investigations and External Collaboration	173,000	200,880	191,204.74
13. Commissions (see Schedule I)	85,000	85,000	40,282.75
14. Branch Offices (see Schedule J)	622,575	545,195	388,917.05
Total of Chapter II	8,037,505	8,037,505	7,601,610.99

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE.

15. Profit on exchange	10,000	10,000	424.07
Deduct: Loss on exchange	10,000	10,000	4,970.48
Total of Chapter III	—	—	4,546.41

SECTION II. — CAPITAL EXPENDITURE.

CHAPTER IV. — ORDINARY EXPENDITURE (BUILDINGS, PERMANENT EQUIPMENT, ETC.).

16. Furniture, etc.	3,000	3,800	3,785.85
17. Typewriters, etc.	25,000	24,200	23,905.95
18. Library, etc.	40,000	40,000	38,818.22
Total of Chapter IV	68,000	68,000	66,510.02

C. SCHEDULES.

SCHEDULE A

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Salaries of temporary staff.	60,000	66,400	66,302.35
(b) Travelling expenses of temporary staff	8,000	9,750	9,749.65
(c) Rent of hall, heat, light, etc.	36,000	24,950	21,210.75
(d) Hire of office equipment and furniture	3,500	3,500	2,973.—
(e) Automobiles and cyclists	7,500	7,500	6,888.85
(f) Cables, telegrams, telephonic communications	4,000	4,400	4,351.45
(g) Special printing	183,000	185,500	184,718.32
Total	302,000	302,000	296,194.37

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY.

	Original Appropriation	Appropriation as amended by Transfers	Actual Expenditure
	Swiss Francs	Swiss Francs	Swiss Francs
(a) Travelling expenses and allowances of members of the Governing Body	97,000	97,000	76,696.60
(b) Printing of documents for the Governing Body .	27,000	27,000	17,480.60
Total	124,000	124,000	94,177.20

SCHEDULE C

to Chapter II, Item 3.

SALARIES.

(a) Directorate	333,195	333,195	329,271.90
(b) Administrative Division	1,935,925	1,953,250	1,919,828.05
(c) Diplomatic Division	1,094,265	1,081,965	1,075,143.45
(d) Research Division	1,715,070	1,672,145	1,665,022.85
(e) Relations Division	852,845	852,845	823,074.15
	5,931,300	5,893,400	5,812,340.40
(f) Statutory allowances:			
Family allowances for local staff	6,000	6,000	5,300.—
Language allowances	—	—	—
Special revisers' and interpreters' allowances .	8,000	8,000	3,707.50
(g) Reclassification of staff arising out of adminis- trative reform	—	—	—
(h) Supernumerary Staff	45,000	116,000	111,318.90
(i) Overtime	6,000	9,800	9,747.55
Total	5,996,300	6,033,200	5,942,414.35

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES.

(a) Director	25,000	25,000	25,000.—
(b) Deputy Director	—	—	—
(c) Chairman of the Governing Body	10,000	10,000	10,000.—
(d) General Entertainment Fund	25,000	25,000	19,501.60
Total	60,000	60,000	54,501.60

SCHEDULE E

to Chapter II, Item 6.

MAINTENANCE OF GENEVA OFFICE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Water rate	2,100	2,100	1,944.65
(b) Heating	18,500	18,500	16,139.20
(c) Electricity { Lighting	10,200	10,200	9,329.40
{ Electric motors	3,200	3,200	2,704.—
(d) Repairs (main building, villa and grounds) . .	15,000	15,000	14,985.55
(e) Insurance	7,800	7,800	7,650.45
(f) Upkeep of office furniture and equipment . . .	10,000	10,500	10,409.19
(g) Domestic staff employed in cleaning and watch- men	78,900	78,400	77,935.70
(h) Messengers' uniforms	2,000	2,000	1,989.80
(i) Sundry supplies	3,000	3,000	2,724.55
• Total	150,700	150,700	145,812.49

SCHEDULE F

to Chapter II, Item 7.

PRINTING.

(a) <i>Industrial and Labour Information</i>	56,000	56,000	52,002.93
(b) <i>Official Bulletin</i>	7,000	7,000	6,926.75
(c) <i>International Labour Review</i> (English, French, German, Italian, Spanish and Japanese editions)	100,000	100,000	94,009.98
(d) <i>Industrial Safety Survey</i>	16,000	16,000	15,548.50
(e) <i>Bibliography of Industrial Hygiene</i>	4,000	4,300	4,291.85
(f) <i>Legislative Series</i>	85,000	89,500	89,151.05
(g) <i>Studies and Reports</i>	77,000	66,500	47,015.38
(h) <i>Monthly Summary</i>	5,000	5,000	3,700.07
(i) Printing for various commissions	—	—	—
(j) Special publications	25,000	25,700	25,619.35
(k) Pamphlets, leaflets and circulars for propaganda; and publications in languages other than English, French and German.	12,500	17,500	17,051.81
(l) Publicity	31,000	31,000	30,187.96
(m) Binding for sales	4,000	4,000	2,374.05
(n) Reprinting for sales	15,000	15,000	—
Total	437,500	437,500	387,879.68

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES.

(a) Stationery, office supplies	47,000	47,000	38,510.34
(b) (i) Postage	90,000	89,800	81,932.67
(ii) Courier, Geneva-Paris	2,000	2,200	2,185.93
(c) Cables and telegrams	9,000	9,300	9,264.03
(d) Telephones	29,000	28,700	25,685.50
(e) Papers and Press cuttings	12,000	12,000	11,010.99
(f) Additional miscellaneous expenses:	8,000	8,900	7,983.82
Total	197,000	197,900	176,573.28

SCHEDULE H
to Chapter II, Item 9.

SPECIAL STAFF CHARGES.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Indemnities provided for under the Staff Regulations	1,000	9,400	9,058.05
(b) Reserve Fund for Death and Invalidity Fund	5,000	5,000	—
(c) Contribution to Sickness Insurance Fund	21,000	21,000	20,745.—
(d) Upkeep of sick-room	450	450	339.55
(e) (i) Nurse	8,700	8,700	8,700.—
(ii) Fares	1,200	1,200	1,200.—
(f) Medical Adviser: Honorarium	6,000	6,000	6,000.—
Fees for second medical examination	200	600	555.70
(g) Staff Welfare	1,500	1,400	861.65
(h) Recruitment of staff	500	500	488.75
(i) Cantonal, communal and other subscriptions	2,550	2,550	2,544.30
(j) Pension for the child of the late Dr. Pardo	6,900	6,900	6,900.—
(k) Administrative Tribunal:			
(i) Expenses	1,000	1,000	—
(ii) Indemnities	1,000	1,000	—
Total	57,000	65,700	57,393.—

SCHEDULE I
to Chapter II, Item 13.

COMMISSIONS.

(a) 1. Joint Maritime Commission	—	—	—
2. Committee of Experts on Conditions of Work on the Principal European International Waterways	11,000	11,000	—
(b) Mixed Advisory Agricultural Committee	—	—	—
(c) Social Insurance Committee:			
1. Joint Committee on Social Hygiene and Insurance	5,000	2,000	—
2. Committee of Experts on Social Insurance	9,000	12,000	11,955.—
(d) Correspondence Committees:			
1. Industrial Hygiene	11,000	11,000	6,140.85
2. Accident Prevention	10,500	10,500	6,204.45
(e) Migration Committee	—	1,360	1,356.65
(f) Committee of Statistical Experts	3,000	3,000	—
(g) Committee on Native Labour	14,000	14,000	8,535.70
(h) Committee on Article 408	11,000	11,000	5,810.40
(i) Advisory Committee on Professional Workers	1,500	1,500	279.70
(j) Advisory Committee on Salaried Employees	—	—	—
(k) Committee on Automatic Coupling	9,000	7,640	—
(l) Committee on Glass Works	—	—	—
(m) Other committees	—	—	—
Total	85,000	85,000	40,282.75

SCHEDULE J
to Chapter II, Item 14.

BRANCH OFFICES.

(a) Paris Office	64,810	64,810	64,688.40
(b) London Office	101,723	101,723	67,693.45
(c) Rome Office	50,915	50,915	49,177.50
(d) Berlin Office	114,101	36,721	23,860.40
(e) Washington Office	86,887	86,887	51,770.35
(f) Tokio Office	110,139	110,139	39,014.30
(g) Delhi Office	80,000	80,000	48,373.80
(h) Chinese Office	54,000	54,000	44,338.85
Total	662,575	585,195	388,917.05
Less reduction for depreciation of certain currencies	40,000	40,000	—
	622,575	545,195	

SCHEDULE K

to Chapter V.

UNFORESEEN EXPENDITURE OF CHAPTERS I TO IV: EXPENSES BORNE ON THE VOTE FOR
UNFORESEEN EXPENDITURE BY DECISION OF THE GOVERNING BODY.

	Swiss Francs
Washington Office	20,840.45
Enquiry into the safety of workers in the building industry	8,000.84
Preparation of the second edition for the <i>International Survey of Social Services</i>	17,500.—
Removal expenses of German officials resigned	11,991.79
Payment of final annuity to the Committee of "L'effort humain"	1,250.—
Indemnity to two cleaners discharged on attaining age-limit	4,352.—
Delhi Office	1,922.05
	<hr/>
	65,857.13

II. STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.			
	Swiss Francs	Swiss Francs	Gold Francs
<i>Depreciation Reserves:</i>			
Buildings at Geneva	768,988.45		
Furniture and fittings	658,677.35		
Machines	410,336.10		
Library.	608,274.41		
	2,446,276.31	2,446,276.31	
<i>Cash Suspense Accounts as per contra:</i>			
Brazilian contributions.	204,382.40		
Balance of grant from the Institute of Pacific Relations for memoranda on the standard of living in Far Eastern countries . . .	1,380.45		
Balance of grant from the Industrial Relations Counsellors for enquiry into industrial relations	36,064.25		
	241,827.10	241,827.10	
Balance being excess of assets over liabilities		10,876,718.12	10,891,808.18
		13,564,821.53	13,579,911.59

III. CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.

RECEIPTS.			PAYMENTS.		
	Swiss Francs	Gold Francs		Swiss Francs	Gold Francs
<i>To Contributions from States Members of the League of Nations</i>			<i>By Expenditure under:</i>		
Arrears.	1,784,689.54	1,784,689.55	Chapter I.	390,371.57	390,371.57
Sixteenth Financial Period	5,943,038.21	5,943,038.21	Chapter II.	7,601,610.99	7,601,610.99
			Chapter III.	4,546.41	4,546.42
<i>Appropriations-in-Aid:</i>			Chapter IV.	66,510.02	66,510.02
Sale of publications	135,556.84	135,556.84	Chapter V.	65,857.13	65,857.13
Miscellaneous Receipts	7,724.30	7,724.30	Chapter VI.	16,161.80	16,161.80
Bank Interest.	4,310.32	4,310.32	Cash Surplus	38,189.92	38,189.92
Brazilian Contribution	307,928.63	307,928.63			
	8,183,247.84	8,183,247.85		8,183,247.84	8,183,247.85

Geneva, February 14th, 1935.

(Signed) K. G. MCKINLAY,
Chief Accountant.

AS AT DECEMBER 31ST, 1934.

ASSETS.			
	Swiss Francs	Swiss Francs	Gold Francs
<i>Buildings:</i>			
Buildings at Geneva		3,475,805.32	3,490,895.38
<i>Furniture, Machines and Library:</i>			
Furniture and fittings at Head Office and Branches	658,677.35		
Typewriters, duplicating and other machines at Head Office and Branches	410,336.10		
Library at Head Office and Branches.	608,274.41		
		<u>1,677,287.86</u>	1,677,287.86
<i>Contributions due from States Members of the League of Nations</i>		8,116,564.53	8,116,564.53
<i>Stocks:</i>			
Stationery		15,146.80	15,146.80
<i>Cash in hand, at banks and with Branch Offices:</i>			
<i>Cash Suspense Accounts as per contra</i>		241,827.10	241,827.10
Cash Surplus of the Sixteenth Financial Period		38,189.92	38,189.92
		<u>13,564,821.53</u>	<u>13,579,911.59</u>

Geneva, February 14th, 1935.

(Signed) K. G. MCKINLAY,
Chief Accountant.

IV. TRANSFERS FROM ITEM TO ITEM.

TRANSFERS FROM ITEM TO ITEM IN THE BUDGET OF THE SIXTEENTH FINANCIAL PERIOD
EFFECTED BY THE GOVERNING BODY OF THE INTERNATIONAL LABOUR OFFICE.

	Swiss Francs		Swiss Francs
<i>From Chapter II:</i>		<i>To Chapter II:</i>	
Item 14 (d) Berlin Office	77,380	Item 3 (b) Salaries: Administrative Division	36,900
		Item 4 (a) Travelling expenses of officials: Removal expenses	3,000
		Item 8 (f) General office expenses: Additional miscellaneous expenses	900
		Item 9 (a) Special staff charges: Indemnities provided for under the Staff Regulations	8,700
		Item 12. Enquiries investigations and External Collaboration	27,880
	<u>77,380</u>		<u>77,380</u>
<i>From Chapter IV:</i>		<i>To Chapter IV:</i>	
Item 17 Typewriters, etc.	800	Item 16 Furniture, etc.	800

V. INTERNAL TRANSFERS APPROVED BY THE DIRECTOR.

The following internal transfers within the various items of the budget for the sixteenth financial period were approved by the Director.

Chapter I, Item 1. — Sessions of the Conference.

Swiss Francs		Swiss Francs	
From § (c)	Rent of hall, heat, light, etc.	To § (a)	Salaries of temporary staff
	11,050	(b)	Travelling expenses of tem- porary staff
		(f)	Cables, telegrams, tele- phonic communications.
		(g)	Special printing
	<hr/>		<hr/>
	11,050		11,050

Chapter II, Item 3. — Salaries.

From § (b)	Administrative Division	19,575	To § (h)	Temporary staff	71,000
(c)	Diplomatic Division . .	12,300	(i)	Overtime	3,800
(d)	Research Division . .	42,925			<hr/>
		<hr/>			74,800
		74,800			

Chapter II, Item 4. — Travelling Expenses of Officials.

From § (d)	Holiday travelling ex- penses	8,700	To § (b)	Travelling expenses and allowances of officials taking up or leaving their posts in Geneva . .	8,700
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Chapter II, Item 6. — Maintenance of Geneva Office.

From § (g)	Domestic staff employ- ed in cleaning, and watchmen	500	To § (f)	Upkeep of office furniture and equipment,	500
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Chapter II, Item 7. — Printing.

From § (g)	Studies and reports. . .	10,500	To § (e)	Bibliography of Industrial Hygiene	300
			(f)	Legislative Series	4,500
			(j)	Special publications	700
			(k)	Pamphlets, leaflets and cir- culars for propaganda; and publications in languages other than English, French and German	5,000
		<hr/>		<hr/>	
		10,500			10,500

Chapter II, Item 8. — General Office Expenses.

From § (b) 1.	Postage	200	To § (b) 2.	Courier Geneva-Paris	200
(d)	Telephones	300	(c)	Cables and telegrams . .	300
		<hr/>			<hr/>
		500			500

Chapter II, Item 9. — Special Staff Charges.

From § (a)	Indemnities provided for under the Staff Regulations	300	To § (f) (ii)	Fees for second medical examination	400
(g)	Staff welfare	100			
		<u>400</u>			<u>400</u>

Chapter II, Item 13. — Commissions.

From § (c) 1.	Joint Committee on Social Hygiene and Insurance. . . .	3,000	To § (c) 2.	Committee of Experts on Social Insurance.	3,000
(k)	Committee on Auto- matic Coupling	1,360	(e)	Migration Committee	1,360
		<u>4,360</u>			<u>4,360</u>

Geneva, February 14th, 1935.

(Signed) K. G. MCKINLAY,
Chief Accountant.

Part IV.

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1934.
 - III. CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS IN THE BUDGET.
-

I. BUDGET ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD (1934).

A. SUMMARY OF CHAPTERS.

	Original Credits	Credits after Transfers Dutch florins	Expenditure	
			Dutch florins	Gold francs
SECTION I. — ORDINARY EXPENDITURE.				
<i>Chapter I.</i>				
Sessions of the Court.	278,450.—	278,450.—	101,285.71	210,951.—
<i>Chapter II.</i>				
General services of the Court.	915,371.25	915,371.25	873,748.78	1,819,785.42
<i>Chapter III.</i>				
Cost of administration of the Court's Funds.	100.—	100.—	166.42	346.60
<i>Chapter IV.</i>				
Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice".	15,160.86	15,160.86	15,160.86	31,576.—
SECTION 2. — CAPITAL ACCOUNT.				
<i>Chapter V.</i>				
Permanent installations, etc.	10,250.—	10,250.—	6,598.30	13,742.50
	<u>1,219,332.11</u>	<u>1,219,332.11</u>	<u>996,960.07</u>	<u>2,076,401.52</u>
<i>Receipts to be deducted:</i>				
Bank Interest	500.—	500.—	408.35	850.51
	<u>1,218,832.11</u>	<u>1,218,832.11</u>	<u>996,551.72</u>	<u>2,075,551.01</u>

NOTE TO SUMMARY OF CHAPTERS.

The difference between the estimates and the expenditure actually incurred is to be explained, generally speaking—apart from a consistent effort to economise—by the fact that, in 1934, the Court was in session for 120 days only, whereas the estimates are calculated on the assumption that the duration of sessions will total 200 days or more. Furthermore, during a part of the 120 days for which the Court was in session in 1934, judges did not draw their daily duty allowances.

B. SUMMARY OF ARTICLES.

	Original Credits	Credits after Transfers Dutch florins	Expenditure
			Dutch florins
SECTION I. — ORDINARY EXPENDITURE.			
<i>Chapter I.</i>			
1. Sessions of the Court (see Table A)	277,450.—	277,450.—	100,285.71
<i>ibis.</i> Extraordinary or unforeseen expenditure	1,000.—	1,000.—	1,000.—
	<u>278,450.—</u>	<u>278,450.—</u>	<u>101,285.71</u>
<i>Chapter II.</i>			
General Services of the Court.			
2. Annual salaries and special expenditure relating to staff:			
(a) Annual salaries (see Table B)	756,672.50	756,672.50	754,837.17
(b) Contribution to the Staff Provident Fund	443.75	443.75	423.75
<i>Carried forward</i>	<u>757,116.25</u>	<u>757,116.25</u>	<u>755,260.92</u>

	Original Credits	Credits after Transfers Dutch florins	Expenditure
<i>Brought forward</i>	757,116.25	757,116.25	755,260.92
(c) Indemnities provided for in the Staff Regulations	100.—	100.—	—
(d) Contribution towards sickness insurance.	100.—	100.—	88.18
(e) Compensation payable as a result of administrative proceedings.	100.—	100.—	—
(f) Medical examinations	20.—	20.—	—
3. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	7,000.—	7,000.—	3,707.95
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	1,750.—	1,750.—	1,402.30
(b) bis. Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes", every three years	1,750.—	1,750.—	881.12
(c) Removal expenses (on taking up appointment and on departure)	1,000.—	1,000.—	—
3 bis. Travelling expenses of members of the Court:			
(a) Travelling expenses of members of the Court (on duty)	1,000.—	1,000.—	—
(b) Travelling expenses of members of the Court on leave to their native country	9,000.—	9,000.—	1,948.36
(c) Removal expenses on arrival and departure	5,000.—	5,000.—	1,065.68
4. Contribution to the Carnegie Foundation:			
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—
(c) Amortisation of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
5. Administrative expenses (see Table C)	25,435.—	25,435.—	16,961.08
6. Printing	30,500.—	30,150.—	21,017.77
6 a. <i>Idem</i> (special work)	10,000.—	10,000.—	10,000.—
6 b. Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted	500.—	850.—	818.90
7. Unpaid liabilities from preceding years	4,000.—	4,000.—	437.52
7 bis. Unforeseen expenditure	1,000.—	1,000.—	159.—
	915,371.25	915,371.25	873,748.78
<i>Chapter III.</i>			
Cost of administration of the Court's Funds.			
8. Loss on exchange	10,000.—	10,000.—	372.91
9. Bank charges	100.—	100.—	63.38
	10,100.—	10,100.—	436.29
<i>To be deducted:</i>			
Profits on exchange	10,000.—	10,000.—	269.87
	100.—	100.—	166.42

	Original Credits	Credits after Transfers Dutch florins	Expenditure
<i>Chapter IV.</i>			
10. Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice"	15,160.86	15,160.86	15,160.86 ¹

SECTION 2. — CAPITAL ACCOUNT.

Chapter V.

Permanent installations, etc.

11. Furniture and installation of additional fittings.	5,000.—	5,000.—	1,759.93
11bis. Permanent installation of telephone cabins.	1,000.—	1,000.—	1,000.—
11ter. Installation of loud-speakers	2,250.—	2,250.—	1,888.19
12. Library	2,000.—	2,000.—	1,950.18
	<hr/>	<hr/>	<hr/>
	10,250.—	10,250.—	6,598.30

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) Å. HAMMARSKJÖLD,
Registrar of the Court.

G. SCHEDULES

TABLE A
(See Chapter I, Article 1.)

Sessions of the Court.

1. Duty and subsistence allowances of Judges	197,000.—	197,000.—	71,700.—
2. Salaries of temporary and auxiliary staff and overtime pay (permanent and auxiliary staff).	55,950.—	55,950.—	18,246.50
3. Travelling expenses of Judges and temporary and auxiliary staff	38,000.—	38,000.—	10,296.56
4. Taxis to convey female staff to their homes after nightwork	200.—	200.—	13.55
5. Welfare of staff	200.—	200.—	29.10
	<hr/>	<hr/>	<hr/>
	291,350.—	291,350.—	100,285.71
Sums recoverable:			
Subscriptions of non-members	6,100.—	6,100.—	—
Assessors	7,800.—	7,800.—	—
	<hr/>	<hr/>	<hr/>
	277,450.—	277,450.—	100,285.71

ANNEXED TABLE NO. 1 TO TABLE A.

Duty and Subsistence Allowances of Judges.

Duty allowance of Vice-President, Judges and Deputy-Judges	141,000.—	141,000.—	64,050.—
Subsistence allowance of Vice-President, Judges and Deputy-Judges	—	—	—
National Judges: duty allowance	50,000.—	50,000.—	7,650.—
National Judges: subsistence allowance	—	—	—
Assessors (subsistence allowance)	5,000.—	5,000.—	—
Witnesses and Experts (Article 52 of Rules of Court).	1,000.—	1,000.—	—
	<hr/>	<hr/>	<hr/>
	197,000.—	197,000.—	71,700.—

¹ Balance at the end of the financial year 1933 [see note page 60 of the audited accounts for the fifteenth financial year (1933) (document A.3.1934.X)] Dutch florins 68,618.36

Receipts, financial year 1934:

Contribution provided for in the Court's budget for 1934	Dutch florins 15,160.86	
Bank interest	1,245.74	
	<hr/>	16,406.60
		<hr/>
		85,024.96

Expenditure, financial year 1934:

Total of pensions paid during financial year 1934	30,160.83	
Bank charges	9.—	
	<hr/>	30,169.83
		<hr/>

Balance, end of financial year 1934 54,855.13

ANNEXED TABLE NO. 2 TO TABLE A.

Salaries of Auxiliary and Temporary Staff and Overtime Pay (Permanent and Auxiliary Staff).

	Original Credits	Credits after Transfers Dutch florins	Expenditure
Salaries of auxiliary staff	37,500.—	37,500.—	12,547.50
Salaries of temporary staff (Registrar's office) . . .	12,000.—	12,000.—	—
<i>Idem</i> (Establishment and accountancy service) . . .	5,150.—	5,150.—	5,150.—
Overtime pay, permanent staff	1,000.—	1,000.—	519.—
Overtime pay, auxiliary staff	300.—	300.—	30.—
	55,950.—	55,950.—	18,246.50

ANNEXED TABLE NO. 3 TO TABLE A.

Travelling Expenses of Judges and Temporary and Auxiliary Staff.

Judges and Deputy-Judges	25,000.—	25,000.—	8,429.15
National Judges	5,000.—	5,000.—	522.37
Assessors	3,000.—	3,000.—	—
Temporary and auxiliary staff	4,000.—	4,000.—	1,345.04
Witnesses and Experts (Article 52 of Rules of Court)	1,000.—	1,000.—	—
	38,000.—	38,000.—	10,296.56

TABLE B.

Annual Salaries.

President of the Court	60,000.—	60,000.—	60,000.—
Vice-President	35,000.—	35,000.—	35,000.—
Judges	455,000.—	455,000.—	455,000.—
Registrar	32,000.—	32,000.—	32,000.—
<i>Idem</i> (retrospective)	—	—	—
Permanent Staff of the Registry	174,672.50	174,672.50	172,837.17
	756,672.50	756,672.50	754,837.17

TABLE C.

Administrative Expenses.

Cost of distribution of documents	2,000.—	2,000.—	718.68
Supplies	15,000.—	15,000.—	11,579.19
Post, telephone, telegraph	6,000.—	6,000.—	2,612.73
Insurances	135.—	135.—	124.30
Gratuities at the New Year	500.—	500.—	500.—
Financial control	1,800.—	1,800.—	1,426.18
	25,435.—	25,435.—	16,961.08

II. STATEMENT OF ASSETS AND

LIABILITIES.

	Dutch florins	Dutch florins	Dutch florins	Gold francs	Gold francs	Gold francs
<i>Depreciation account:</i>						
(a) Furniture, type-writers, etc., to December 31st, 1933	110,521.16			229,402.41		
Plus depreciation to December 31st, 1934	4,648.12			9,680.80		
	<u>115,169.28</u>			<u>239,083.21</u>		
(b) Library:						
To December 31st, 1933	16,286.88 ⁵			33,907.89		
Plus depreciation to December 31st, 1934	1,950.18			4,061.70		
	<u>18,237.06⁵</u>			<u>37,969.59</u>		
		<u>133,406.34⁵</u>			<u>277,052.80</u>	
<i>Suspense account (per contra):</i>						
Fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice"			54,855.13			114,248.52
Surplus of assets over liabilities			<u>1,231,966.81</u>			<u>2,562,739.73</u>
			<u><u>1,420,228.28⁵</u></u>			<u><u>2,954,041.05</u></u>

LIABILITIES AS AT DECEMBER 31ST, 1934.

ASSETS.				
	Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Furniture, typewriters, etc.:</i>				
Balance from the financial year 1933	110,521.16		229,402.41	
Purchases during financial year 1934	4,648.12		9,680.80	
	<u>115,169.28</u>	115,169.28	<u>239,083.21</u>	239,083.21
<i>Library:</i>				
Balance from the financial year 1933	16,286.88 ⁵		33,907.89	
Purchases during financial year 1934	1,950.18		4,061.70	
	<u>18,237.06⁵</u>	18,237.06 ⁵	<u>37,969.59</u>	37,969.59
<i>Contributions to be received</i> ¹		1,096,925.13		2,281,420.90
<i>Suspense account (per contra):</i>				
Fund to defray the expenses resulting from the application of the Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice		54,855.13		114,248.52
<i>Cash in hand and at Bank.</i>		135,041.68		281,318.83
		<u>1,420,228.28⁵</u>		<u>2,954,041.05</u>

The Hague, February 15th, 1935.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) A. HAMMARSKJÖLD,
Registrar of the Court.

¹ For details, see Annex to the General Statement, pages 11 to 13 of the present document.

III. CASH ACCOUNT FOR THE SIXTEENTH FINANCIAL PERIOD.

1934		Dutch florins	Gold francs	1934		Dutch florins	Gold francs
Dec. 31st	To contributions from States Members:			Dec. 31st	By Chapter I	101,285.71	210,951.—
	Arrears	254,422.95	529,723.80		" " II	873,748.78	1,819,785.42
	Sixteenth financial period . .	877,170.45	1,827,146.04		" " III	166.42	346.60
	To extraordinary receipts:				" " IV	15,160.86	31,576.—
	Bank interest	408.35	850.51		" " V	6,598.30	13,742.50
		<u>1,132,001.75</u>	<u>2,357,720.35</u>		Balance, being cash surplus for sixteenth financial period .	135,041.68	281,318.83
		<u><u>1,132,001.75</u></u>	<u><u>2,357,720.35</u></u>			<u>1,132,001.75</u>	<u>2,357,720.35</u>

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Memorandum by the Registrar.

UNFORESEEN EXPENDITURE.

Articles 1 bis and 7 bis.

On December 28th, 1934, M. Adatci, Member and former President of the Court, died.

The Netherlands Government offered a public funeral, which offer was accepted by the deceased judge's widow. The funeral arrangements included a ceremony at the Peace Palace to be arranged by the Court and taking the place of a religious ceremony.

The expenses of this ceremony, which was regarded as a sort of special session, have for the most part been charged under Article 1 bis, Chapter I (Sessions of the Court: Extraordinary or unforeseen expenditure); a sum covering certain gratuities and overtime pay disbursed to the staff of the Peace Palace has been charged to Article 7 bis, Chapter II (General services of the Court: Unforeseen expenditure).

IV. TRANSFERS IN THE BUDGET.

A. — Transfers in the Budget approved by the Court, or, by delegation of powers, by the President:

None.

B. — Transfers within an article of the Budget approved by the Registrar of the Court:

On December 1st, 1934:

350 florins from Credit 6 (Printing) to Credit 6b (Cost of purchasing Publications of the Court the stock of which in the Registry is exhausted).

Part V.

**SECRETARIAT AND ASSEMBLY HALL: BUILDING
FUND ACCOUNT**

- I. CASH ACCOUNT AS AT DECEMBER 31ST, 1934.
 - II. STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1934.
 - III. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1934.
-

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1934.

(In gold francs as adopted by the League of Nations.)

Year	RECEIPTS.						PAYMENTS.				
	Original fund	Argentine contributions	Allocation from cash surplus	Allocation from Building Annuity	Interest earned	Total	Expended on Construction Account	International Labour Organisation Building	Building Annuity refund	Total	Balance at end of year
1925	10,535,301.80	2,799,692.14	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	—	3,367,847.28	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,403.24
1927	—	—	—	—	508,674.24	508,674.24	1,192,117.40	—	25,000.—	1,217,117.40	10,912,959.08
1928	—	—	—	—	538,556.45	538,556.45	196,694.10	—	25,000.—	221,694.10	11,229,821.43
1929	—	—	1,479,161.12	675,000.—	672,657.42	2,826,818.54	209,973.45	—	—	209,973.45	13,846,666.52
1930	—	—	—	675,000.—	636,016.15	1,311,016.15	510,394.20	—	—	510,394.20	14,647,288.47
1931	—	—	—	675,000.—	460,514.15	1,135,514.15	1,974,339.25	—	—	1,974,339.25	13,808,463.37
1932	—	—	—	675,000.—	59,889.84	734,889.84	3,797,503.95	—	—	3,797,503.95	10,745,849.26
1933	—	—	—	1,375,000.—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58
1934	—	—	—	1,600,000.—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63 ¹
	10,535,301.80	2,799,692.14	4,847,008.40	5,675,000.—	3,449,948.72	27,306,951.06	18,269,875.65	3,310,000.—	50,000.—	21,629,875.65	

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ After deducting the sum of 1,169,021.78 francs, being loss on investment.

II. — STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1934.

(In gold francs as adopted by the League of Nations.)

A. *Non-recurring Expenditure.*

1. International Labour Office		3,310,000.—
2. Assembly Hall and Secretariat:		
(a) Cost of land	2,678,500.—	
(b) Cost of annex.	270,000.—	
(c) Annex installations	122,401.60	
(d) Examination expenses	401,768.55	
(e) Cost of original plans on old site	126,777.25	
	<hr/>	3,599,447.40

B. *Construction Expenditure — Assembly Hall and Secretariat.*

1. Construction of new building	13,996,838.50	
2. Advertising expenses	25.—	
3. Prints of plans	33,664.35	
4. Transport charges	658.95	
5. Telegrams and telephones	765.30	
6. Experts' fees	24,993.30	
7. Printing	1,209.—	
8. Incidental expenses	44,946.—	
9. Allowances and travelling expenses of Building Committee and staff	216,622.—	
10. Legal expenses	31,222.55	
11. Administration of property	3,112.80	
12. Salaries of staff	305,980.65	
13. Sundry and miscellaneous expenses	48,125.35	
	<hr/>	14,708,163.75
		<hr/>
		21,617,611.15
<i>Less — In aid:</i>		
Sales of documents to contractors	17,814.20	
Sale of timber, etc.	6,752.—	
Miscellaneous	13,169.30	
	<hr/>	37,735.50
		<hr/>
		21,579,875.65

III. — CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1934.

SHOWING AMOUNT STILL DUE TO CONTRIBUTORY STATES.

(In gold francs as adopted by the League of Nations.)

<i>Income.</i>			<i>Expenditure.</i>	
Amount contributed by States Members	16,702,841.22		Refunded to States Members:	
Amount receivable in respect of sale of Hotel National	4,000,000.—		Financial period ended	
	<hr/>	20,702,841.22	December 31st, 1927	1,400,000.—
			Financial period ended	
			December 31st, 1928	1,400,000.—
			Financial period ended	
			December 31st, 1929	700,000.—
			Financial period ended	
			December 31st, 1930	700,000.—
			Financial period ended	
			December 31st, 1931	700,000.—
			Financial period ended	
			December 31st, 1932	700,000.—
				<hr/>
				5,600,000.—
			Balance still payable	15,102,841.22
				<hr/>
				20,702,841.22

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VI.

LIBRARY: BUILDING FUND ACCOUNT

CASH ACCOUNT AS AT DECEMBER 31ST, 1934.

	Swiss francs	Swiss francs
<i>Receipts:</i>		
Amount received from Mr. J. D. Rockefeller, Junr. (\$1,500,000.—)	5,678,148.28	
Interest	20,131.76	
	<hr/>	5,698,280.04
Less: Loss on investment		113,197.39
		<hr/>
		5,585,082.65
<i>Payments:</i>		
Construction expenditure to December 31st, 1934		2,565,920.—
<i>Balance:</i>		
Cash in hand as at December 31st, 1934:		
Deposit account (French francs 12,637,483.14) . .	2,566,040.95	
Current account (£24,682 12s. 6d.)	450,457.90	
<i>Idem.</i>	2,663.80	
	<hr/>	3,019,162.65
		<hr/>
		5,585,082.65

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VII.

LIBRARY ENDOWMENT FUND

I. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1934.

	Swiss francs		Swiss francs
<i>Capital Account:</i>		<i>Investments (at cost):</i> ¹	
Balance as at December 31st, 1934 (nominal, \$500,000.—) . . .	1,500,738.95	As per details annexed (page 70)	1,247,143.05
<i>Depreciation Reserve Fund</i>	77,630.35	<i>Cash at Bank:</i>	
			Swiss francs
		Deposit account (French francs 1,613,956.78)	327,714.05
		Current account	3,512.20
			<u>331,226.25</u>
	<u>1,578,369.30</u>		<u>1,578,369.30</u>

II. REVENUE ACCOUNT FOR THE YEAR ENDED DECEMBER 31ST, 1934.

	Swiss francs		Swiss francs
Balance as at January 1st, 1934	96,458.30	Library, in aid account	70,849.40
Income from investments	77,497.95	Miscellaneous expenses	3,136.35
		Depreciation Reserve Fund	3,512.20
		Balance as at December 31st, 1934:	
			Swiss francs
		Deposit account (French francs 406,543.95).	82,548.65
		Current account	13,909.65
			<u>96,458.30</u>
	<u>173,956.25</u>		<u>173,956.25</u>

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The market value of the investments held by the Fund as at December 31st, 1934, was, exclusive of interest, Swiss francs 1,142,059.70.

LIBRARY ENDOWMENT FUND.

STATEMENT OF INVESTMENTS.

Details	Nominal value	Cost price in original currency	Equivalent in Swiss francs (Rate 1\$ = 3.0608)	Estimate at December 31st, 1934	
				In original currency	In Swiss francs ¹
7% German External Loan 1924	\$ 47,000.—	\$ 51,106.50	156,426.65	\$ 18,800.—	57,974.50
7% Austrian Government Loan 1923-43	\$ 88,000.—	\$ 93,498.75	286,180.95	\$ 89,099.—	274,759.05
7% Greek Government Loan 1964	\$ 28,000.—	\$ 27,470.—	84,080.20	\$ 10,640.—	32,811.10
4½% Chesapeake and Ohio Railway Co., 1902	\$ 25,000.—	\$ 25,000.—	76,520.—	\$ 28,500.—	87,886.85
4% Northern Pacific Railway Co., 1907	\$ 25,000.—	\$ 22,861.25	69,973.70	\$ 25,437.—	78,441.35
4½% Swedish Government Loan 1930	Kr. 370,000.—	Kr. 366,330.83	301,010.85	Kr. 412,550.—	323,851.75
4½% Swedish Cities Loan 1927	Kr. 110,000.—	Kr. 110,000.—	90,524.55	Kr. 117,975.—	92,610.35
4½% French Treasury Bonds 1934	Fr. frs. 618,000.—	Fr. frs. 607,803.—	123,687.90	Fr. frs. 607,803.—	123,870.25
4% French State Railways 1921	Fr. frs. 451,000.—	Fr. frs. 288,640.—	58,738.25	Fr. frs. 342,760.—	69,854.50
			1,247,143.05		1,142,059.70

¹ Rate of conversion as at December 31st, 1934:

	Swiss francs
New York	3.08 ³ / ₈
Stockholm	78.50
Paris	20.38

Part VIII.

REVOLVING FUND FOR SPECIAL PUBLICATIONS

RECEIPTS AND PAYMENTS ACCOUNT AS AT DECEMBER 31ST, 1934.

	Swiss francs	Swiss francs	Swiss francs
<i>Receipts:</i>			
Original gift	—	25,000.—	
Sales of documents to December 31st, 1933	7,011.20		
Sales of documents during 1934	<u>1,270.—</u>		
Interest to date	—	8,281.20	
		<u>709.95</u>	
<i>Expenditure:</i>			
Printing to December 31st, 1933	17,361.55		
Printing during 1934	<u>—</u>		
Miscellaneous expenses	—		17,361.55
Balance as at December 31st, 1934:			292.45
Deposit account (73,372.17 French francs)	14,898.20		
Current account	<u>1,438.95</u>		
			<u>16,337.15</u>
		<u>33,991.15</u>	<u>33,991.15</u>

March 1st, 1935.

(Signed) P. G. WATERTON,
Chief Accountant.

Part. IX

**REPORT BY M. A. CERESA (Auditor) ON THE AUDIT OF THE
LEAGUE OF NATIONS ACCOUNTS FOR THE SIXTEENTH
FINANCIAL PERIOD (1934)**

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LETTER, DATED APRIL 10TH, 1935, FROM THE AUDITOR
TO THE SECRETARY-GENERAL.

In conformity with Article 44 of the Regulations for the Financial Administration of the League of Nations, I have the honour to transmit to you herewith my report on the audit of the accounts of the League for the financial year 1934.

(Signed) A. CERESA.

REPORT.

I have the honour to present herewith the result of my audit of the accounts of the League of Nations for the financial year 1934, which were submitted to me for examination by the Secretariat, the International Labour Office and the Permanent Court of International Justice.

I. GENERAL BUDGET OF THE LEAGUE FOR THE FINANCIAL YEAR 1934.

The results of the budget account for the financial year 1934 may be summarised as follows:

Of the 30,827,805 gold francs due by States in respect of contributions, the sum of 22,186,191.76 gold francs was actually received. Thus, on December 31st, 1934, there were 8,641,613.24 gold francs outstanding.

Of the credits voted by the Assembly for expenditure for the said financial year, totalling 30,827,805 gold francs, the actual expenditure was 24,950,929.01 gold francs—i.e., 5,876,875.99 gold francs below the estimate.

Expenditure therefore exceeded the *budgetary receipts* by 2,764,737.25 gold francs.

The following table shows how this excess amount is made up:

	Income 1	Expenditure 2	Difference between Cols. 1 and 2 Gold francs
	Gold francs	Gold francs	
Secretariat and Special Organisations	11,437,289.50	11,198,267.26	+ 239,022.24
International Labour Organisation	5,943,038.21	7,689,537.84	— 1,746,499.63
Permanent Court of International Justice	1,827,146.04	2,075,551.01	— 248,404.97
Nansen International Office for Refugees	215,904.36	300,000.—	— 84,095.64
Buildings at Geneva	1,439,362.40	2,000,000.—	— 560,637.60
Pensions	1,323,451.25	1,687,572.90	— 364,121.65
Total	22,186,191.76	24,950,929.01	— 2,764,737.25

Subject to the analysis which will be given later, it may be of interest to note the following percentages relating to the budget for 1934, as compared with the figures for the three previous years:

	Financial period	Credits voted	Actual receipts	Difference (outstanding contributions)
Income	1931	100	85.53	14.47
	1932	100	79.17	20.83
	1933	100	72.60	27.40
	1934	100	71.97	28.03

It will be seen that the percentage of outstanding contributions at the end of the 1934 financial period shows an increase of 0.63% as compared with the previous period, when a very high figure had nevertheless been reached.

	Financial period	Credits voted	Expenditure incurred	Difference (saving)
Expenditure	1931	100	91.93	8.07
	1932	100	81.00	19.00
	1933	100	81.69	18.31
	1934	100	80.93	19.07

Attention may be drawn to the fall in the percentage of expenditure incurred in respect of 1934, and in consequence to the increase in the percentage saved.

In regard to expenditure on each of the autonomous organisations of the League of Nations, the percentages are as follows:

	Financial period	Credits voted	Expenditure	Difference (saving)
Percentages				
Secretariat	1930	100	87.50	12.50
	1931	100	88.18	11.82
	1932	100	69.70	30.30
	1933	100	70.98	29.02
	1934	100	70.46	29.54
International Labour Organisation	1930	100	96.96	3.04
	1931	100	97.39	2.61
	1932	100	94.80	5.20
	1933	100	92.08	7.92
	1934	100	93.11	6.89
Permanent Court of International Justice	1930	100	73.42	26.58
	1931	100	89.03	10.97
	1932	100	95.00	5.00
	1933	100	87.68	12.32
	1934	100	81.75	18.25

The percentages of savings on credits in 1934 show, in comparison with the previous financial period, an increase of 0.52% for the Secretariat and 5.93% for the Permanent Court of International Justice; in the case of the International Labour Office, there is a diminution of 1.03%.

INCOME.

Contributions of States in respect of 1934.

In the accounts dealt with in the present report, the contributions due from the States in accordance with the 1934 budget, and the sums received by the League of Nations during the same period, together with the amounts outstanding as at December 31st, 1934, are as follows:

	Gold francs
Contributions due in respect of the 1934 financial period	30,827,805.—
Received	22,186,191.76
	<hr/>
Contributions outstanding	8,641,613.24

or 28.03% of the total contributions due, the corresponding percentage in 1933 having been 27.40%.

As has already been shown, the contributions received in respect of the 1934 financial period represent 71.97% of the total amount due, as against 72.60% in 1933.

Out of 57 States, 26 have already paid their contribution, 17 have paid only part of it, while 14 have paid nothing at all.

The figures relating to the allotment of the contributions due, received and to be received in respect of 1934 will be found on pages 10 and 11-12-13 of the present document.

Contributions in Arrears.

The total figure for contributions in arrears, which on December 31st, 1933, was 29,835,335.61 gold francs, showed a decrease of 1,361,404.86 gold francs at December 31st, 1934, by which date it had been reduced to 28,473,930.75 gold francs, as shown in the following table:

Arrears as at December 31st, 1933	Gold francs	29,835,335.61
	Gold francs	
Sums collected in respect of these arrears in 1934	6,646,777.10	
Cancellation of the Argentine's debt of 3,356,241 gold francs for the financial periods 1929 to 1932	3,356,241.—	
		<hr/>
		10,003,018.10
		<hr/>
Further arrears for the financial period 1934		19,832,317.51
		+ 8,641,613.24
		<hr/>
Arrears as at December 31st, 1934		28,473,930.75

The total of 6,646,777.10 gold francs received in 1934 in respect of contributions in arrears is made up as follows:

Payments from the Argentine in respect of arrears for the 1933 financial period	Gold francs	957,476.37
Payments from China in respect of consolidated arrears (see No. 2 below)		485,445.86
Payments by other States in respect of arrears for:		
1929		678.88
1930		18,727.25
1931		16,920.07
1932		153,357.05
1933		5,014,171.62 ¹
		<hr/>
Total		6,646,777.10

¹ The sum of 5,014,171.62 gold francs is largely made up of the following payments:

	Gold francs
Japan	1,980,985.60
Poland	845,070.18
Yugoslavia	660,328.53
Canada	370,701.48
Germany	326,011.36
New Zealand	151,249.17
Roumania	119,577.38
Greece	115,557.50

Fourteen States had entirely paid their debt in respect of contributions for 1933 and the previous financial periods.

As at December 31st, 1933, the Argentine had a debt of 4,313,717.37 gold francs in respect of contributions in arrears for the period 1929-1933, the total being made up as follows:

	Gold francs
1929	736,558.14
1930	791,290.53
1931	880,852.04
1932	947,540.29
1933	957,476.37
Total	4,313,717.37

A sum of 957,476.37 gold francs due in respect of the 1933 financial period was paid by the Argentine in 1934.

The balance of the total debt—viz., 3,356,241 gold francs—was cancelled in the same financial year in accordance with the resolution adopted by the Assembly in ordinary session on September 27th, 1934, in consideration of the Argentine Republic's special position as regards the League of Nations prior to 1933.

As at December 31st, 1933, China owed a sum of 8,252,579.78 gold francs in respect of contributions in arrears for the financial years 1922 to 1930 inclusive.

In accordance with the resolution adopted by the League Assembly in September 1930, this debt was to be paid off in twenty years at the rate of one-twentieth each year.

As at December 31st, 1934, the debt had been reduced to 7,767,133.92 gold francs, China having paid 485,445.86 gold francs¹ during the year.

The contributions in arrears as at December 31st, 1934, were made up as follows:

	Gold francs
1. Compounded arrears in respect of the period 1920-1922, payable by annual instalments	124,846.45 ²
2. Contributions due from China in respect of the period 1922-1930, consolidated and payable by annual instalments as already stated	7,767,133.92
3. Contributions in respect of the period 1920-1928 due from other States	2,330,729.04
4. Contributions in respect of the following financial periods:	
1929	387,244.78
1930	590,633.35
1931	2,192,673.75
1932	3,250,639.99
1933	3,188,416.23
1934	8,641,613.24
Total	28,473,930.75

In 1934, as in the previous financial period, nothing was received in respect of the contributions grouped under Nos. 1 and 3 of the above table.³

In the first quarter of the current year the following payments were made:

	In respect of the financial periods				Total
	1934	1932	1931	1930	
	Gold francs				
Greece	53,256.33				53,256.33
Guatemala				4,674.50	4,674.50
Hungary		60,000.—			60,000.—
Iran	151,473.20				151,473.20
Iraq	45,648.27				45,648.27
Japan	1,825,931.20				1,825,931.20
Latvia	45,648.—				45,648.—
Liberia			4,583.20		4,583.20
Lithuania	7,027.25				7,027.25
<i>Carried forward</i>	2,128,984.25	60,000.—	4,583.20	4,674.50	2,198,241.95

¹ The original debt as at December 31st, 1930, was 9,708,917.36 gold francs.

China has paid on this account:

	Gold francs
In 1931	481,121.48
In 1932	484,583.47
In 1933	490,632.63
In 1934	485,445.86
Total	1,941,783.44

thus leaving a balance of 7,767,133.92 gold francs, as stated above.

² The contributions in question are those owing from four Latin-American States (Honduras, Nicaragua, Paraguay and Salvador).

³ At its meeting in ordinary session on September 27th, 1934, the Assembly set up a Special Committee, to meet at intervals until the following session, with full powers to negotiate and conclude with the various States, subject to ratification by the Assembly, arrangements for the equitable settlement of their debts in respect of arrears due up to the end of 1932.

	In respect of the financial periods				Total
	1934	1932	1931	1930	
	Gold francs				
<i>Brought forward</i>	2,128,984.25	60,000.—	4,583.20	4,674.50	2,198,241.95
Nicaragua	2,376.25				2,376.25
Panama	8,289.95				8,289.95
Peru	61,450.—				61,450.—
Poland	233,059.50				233,059.50
Roumania	168,170.—				168,170.—
Salvador	27,369.80			12,275.—	39,644.80
Siam	136,944.83				136,944.83
Venezuela	152,160.95				152,160.95
Yugoslavia	511,428.48				511,428.48
	<u>3,430,234.01</u>	<u>60,000.—</u>	<u>4,583.20</u>	<u>16,949.50</u>	<u>3,511,766.71</u>

As at March 31st, 1935, eight of these States had entirely paid off their debt in respect of the contribution for 1934, which represented a total of 2,778,045.31 gold francs. Iran paid 151,473.20 out of the 152,160.95 francs which she owed.

Appropriations-in-Aid.

In the case of the Secretariat, these receipts may be divided into two categories:

In the first place, there are those derived from the sale of publications, from the interest accruing from funds deposited with the bank and from other minor sources. All these receipts are deducted from the sums spent on the "General Services of the Secretariat" (Chapter II of the budget). The figures are shown in the following table:

	Gold francs
Sale of publications	199,849.99
Interest earned	854.80
Sale of cinematographic films	945.80
Miscellaneous cash receipts	6,525.05
Total	<u>208,175.64</u>

This sum of 208,175.64 is 76,907.98 francs less than the previous year. The sale of publications brought in almost 75,000 francs less. The interest earned has decreased by 2,176 francs.

The said sum of 208,175.64 francs falls short by 86,824.36 francs of the estimated figure of 295,000 francs in the 1934 budget.

The second category of appropriations-in-aid are, in the main, special contributions towards the expenses of the "Special Organisations" attached to the Secretariat (Chapter III of the budget) and to expenditure under Chapter VI ("Library"). In view of their nature and amount, these contributions call for special attention. The figures for 1934 were as follows:

	Gold francs
Economic and Financial Organisation (Item 19a of the budget)	89,358.98
Mandates (Item 20)	11,598.20
Transit Organisation (Item 21)	63,457.90
International Health Organisation (Item 22)	454,533.35
Social Questions (Item 23b)	12,704.36
Intellectual Co-operation (Item 25)	1,496.45
Library (Item 35)	70,849.40
	<u>703,998.64</u>

This total of 703,998.64 gold francs shows a decrease of 255,656.46 gold francs as compared with the corresponding figure for the previous year.

This difference is to be attributed, in the main, to the following factors: a reduction of 205,824.70 francs in the Rockefeller Foundation's contribution towards the expenditure of the International Health Organisation; a reduction of 62,479.14 francs in the same Foundation's contribution to the cost of the special enquiries into the problems of international taxation; a reduction of 52,803.60 francs in the contributions paid by the Iraqi and French Governments towards the expenses of the Commission of Enquiry for the Delimitation of the Frontier between Iraq and Syria.

Furthermore, certain contributions of a non-recurrent character which were received in 1933 were discontinued in 1934, and other contributions for enquiries into social questions were reduced.

On the other hand, there is an increase of 30,120.75 francs in the Rockefeller Foundation's contribution to the expenditure in respect of the analytical research work of the Financial Section and the Economic Intelligence Service of the League and an increase of 58,856.15 francs in the Government of Siam's contribution to the expenses of the Committee set up to examine the question of the improvement of the approaches by sea to the port of Bangkok.

Interest on Current and Deposit Accounts with Banks.

The interest earned during the past financial year was as follows, compared with 1933:

	1934	1933	Difference for 1934
	Gold francs	Gold francs	Gold francs
Interest earned on Secretariat funds, included, as already stated, in the appropriations-in-aid . . .	854.80	3,031.10	— 2,176.30
Interest on the Building Fund for the Assembly Hall and the Secretariat building credited to this account	—	6,434.85	— 6,434.85
Interest on the Library Building Fund credited to this account	1,791.49	5,773.49	— 3,982.—
Interest on the Library Endowment Fund	77,497.95	99,079.55	— 21,581.60
Total	80,144.24	114,318.99	— 34,174.75

The decline shown in the 1934 figures is due to the fact that the above-mentioned funds have, in the main, been deposited without interest.

EXPENDITURE.

The credits voted by the Assembly, at its meeting on October 11th, 1933, for the expenditure of the 1934 financial year amounted to a total of 30,827,805 gold francs, thus showing a reduction of 2,601,327 francs in comparison with the credits voted for the previous year, as is shown by the following table:

	1934	1933	Difference for 1934	Percentage of increase or decrease
	Gold francs	Gold francs	Gold francs	
Secretariat and special organisations	15,892,161	17,322,459	— 1,430,298	— 8.26
International Labour Organisation	8,257,876	8,851,972	— 594,096	— 6.71
Permanent Court of International Justice	2,538,827	2,660,196	— 121,369	— 4.57
Nansen International Office for Refugees	300,000	297,763	+ 2,237	+ 0.75
Buildings at Geneva	2,000,000	2,034,659	— 34,659	— 1.71
Pensions	1,838,941	1,829,906	+ 9,035	+ 0.49
Working capital fund	—	432,177	— 432,177	— 100.00
Total	30,827,805	33,429,132	— 2,601,327	— 7.78

The decrease in 1934, as compared with 1933, was 7.78 %, as shown above, as against 0.76 % in 1933.

* * *

When the expenses of the Secretariat and of the autonomous organisations (International Labour Organisation and Permanent Court of International Justice) are examined separately, the following figures are obtained:

1. Secretariat.

The credits voted for the expenditure of the Secretariat in respect of the 1934 financial period amounted to 20,031,102 gold francs made up as follows: ¹

	Gold francs
Gross expenditure	21,180,100.64
Deduct appropriations-in-aid	998,998.64
Net expenditure	20,181,102.—
General reduction made by the Assembly	150,000.—
	<u>20,031,102.—</u>

¹ Details of the credits voted for the 1934 financial period:

	Gross expenditure Gold francs	Appropriations-in-aid to be deducted Gold francs	Net expenditure Gold francs
Assembly and Council	1,044,000.—	—	1,044,000
General Services of the Secretariat	8,400,680.—	295,000.—	8,105,680
Special Organisations of the Secretariat	7,384,630.24	633,149.24	6,751,481
Losses on exchange	—	—	—
Permanent equipment, etc.	211,849.40	70,849.40	141,000
Total (Secretariat and Special Organisations)	17,041,159.64	998,998.64	16,042,161
General reduction made by the Assembly	—	—	150,000
			<u>15,892,161</u>
Refugees	300,000.—	—	300,000
Buildings at Geneva	2,000,000.—	—	2,000,000
Pensions	1,838,941.—	—	1,838,941
Grand total	21,180,100.64		20,031,102

As compared with the credits voted and after deduction of the appropriations-in-aid, the expenditure incurred amounted to 15,185,840.16 gold francs, so that a saving of 4,845,261.84 gold francs was made, as is shown in the following table:

	Credits voted	Sums expended	Savings	Percentage of credits saved
	Gold francs			
<i>Chapter I:</i>				
Assembly and Council	1,044,000.—	198,668.20	845,331.80	80.97
<i>Chapter II:</i>				
General services of the Secretariat	8,105,680.—	6,731,504.65	1,374,175.35	16.95
<i>Chapter III:</i>				
Special organisations of the League	6,751,481.—	4,165,171.20	2,586,309.80	38.31
<i>Chapter IV:</i>				
Profit and loss on exchange	—	15,240.94	— 15,240.94	—
<i>Chapter V:</i>				
Capital expenditure	141,000.—	87,682.27	53,317.73	37.81
General reduction made by the Assembly	16,042,161.—	11,198,267.26	4,843,893.74	30.20
	150,000.—	—	150,000.—	—
Secretariat and special organisations	15,892,161.—	11,198,267.26	4,693,893.74	29.54
Refugees	300,000.—	300,000.—	—	—
Buildings at Geneva	2,000,000.—	2,000,000.—	—	—
Pensions	1,838,941.—	1,687,572.90	151,368.10 ¹	8.23
	20,031,102.—	15,185,840.16	4,845,261.84	24.19

The following is a brief analysis of the savings shown by the foregoing table, which, in the case of the Secretariat and special organisations, amount to 4,693,893.74 francs. ²

<i>Chapter I. — Assembly and Council</i>	Gold francs 845,331.80
--	---------------------------

Expenditure in respect of the "Assembly" (Item I of the chapter), for which a credit of 296,000 francs had been voted, amounted to 151,584.65 francs, the saving being 144,415.35 francs.

The expenditure in connection with the "Sessions of the Council" (Item 2 of the chapter) shows a saving of 37,770.55 francs: of the credit of 48,000 francs provided, the amount spent was only 10,229.45 francs.

Chapter I includes *unforeseen expenditure*. In the 1934 budget, as in those for the previous years, such expenditure is divided into two categories, the first comprising political expenditure authorised by the Council up to 500,000 francs. The actual expenditure was 36,854.10 francs. ³ The other category is made up of financial expenditure of an exceptional character. The credit of 200,000 francs was untouched.

The total savings effected on the credits voted by the Assembly for *unforeseen expenditure* amount to 663,145.90 francs. They thus represent the greater part of the total saving of 845,331.80 francs effected in this chapter of the budget.

<i>Chapter II. — General Services of the Secretariat</i>	1,460,999.71
--	--------------

The most notable saving is that of 698,582.25 francs (Item 4 of the budget) effected in the proportion of 11.50% on "Salaries, Wages and Allowances". Special interest attaches to the saving effected on travelling expenses and subsistence allowances for journeys in connection with the general services of

<i>Carried forward</i>	2,306,331.51
----------------------------------	--------------

¹ The effective saving is only 77,125.95 francs, since there was a balance of 74,242.15 francs outstanding on December 31st, 1934, due to the Staff Pensions Fund, representing the balance of the contribution for the year in question (see in this connection the observations on page 94 of the present report).

² In the following statement, expenditure taken as a basis in calculating savings is shown *gross* in the case of the subdivisions of Chapter II, "General Services of the Secretariat", while, in the case of the subdivisions of the other chapters, they are shown *net*—that is to say, *after deduction* of "appropriations-in-aid". Cf. what has been said on this subject in Chapter I of the present report.

³ This expenditure was incurred in connection with the plebiscite in the Saar Territory and the dispute between Bolivia and Paraguay (cf. the Secretary-General's memorandum on pages 36-37 of the present document).

Gold francs
2,306,331.51

Brought forward

the Secretariat (nearly 30.67%) and a very considerable saving on the travelling expenses of officials and their families proceeding on leave.

Among the other economies may be noted: (a) 158,100.65 francs (37.60%) on "General Office Expenses" (Item 12) in connection with supplies; (b) 125,279.35 francs (30.51%) out of the credit of 410,645 francs for "Maintenance of Headquarters at Geneva" (Item 10). "Frais de représentation" (Item 9) show a saving of 43,674.45 francs (27.30%) out of a total credit of 160,000 francs.

Another saving made (95.47%) was in respect of "Unforeseen Expenses of the Secretariat" (Item 15), which amounted to 1,813 francs as compared with a credit of 40,000 francs.

For the "Publications Department" (Item 11) the credit voted was 443,500 francs. The expenditure showed a saving of 175,668.42 francs, or 39.61%.

On the other hand, the credit of 94,100 francs voted in the budget for "Special Staff Charges" (Item 13) proved insufficient on account of the extraordinary payments which had to be made by way of compensation to officials obliged to leave the service through the application of the rationalisation scheme. This credit was, however, increased by 150,000 francs through a transfer from Item 4: "Salaries, Wages and Allowances", authorised by the Council on May 14th, 1934. In this way it was raised to a total of 244,100 francs. Of this sum, 199,712.05 francs were actually expended—that is to say, more than twice the amount of the credit voted.

A similar procedure was followed in regard to the credit voted under Item 16: "Unpaid Liabilities Fund". This credit was originally 10,000 francs. It was increased by 13,000 francs to a total of 23,000 francs by means of a transfer from Item 4: "Salaries, Wages and Allowances", authorised by the Council on September 14th. The sum actually paid out was 20,034.55 francs.

Chapter III. — Special Organisations of the League 2,586,309.80

A credit of 1,054,197 francs was voted for Item 24 of the budget: "Reduction of Armaments". The amount expended was 332,218.60 francs, making a saving of 721,978.40 francs (68.49% of the credit).

In 1934, as in the previous year, there was no expenditure on "Investigations", for which a credit of 180,000 francs had been provided.

Out of a credit of 500,000 francs voted for the creation of a special organ by the Conference for the Reduction and Limitation of Armaments or for the expenses of that Conference, the sum actually expended was 36,626.95 francs, representing an economy of 463,373.05 francs.

The expenditure of the Secretariat of the Conference shows a saving of 44,522.70 francs out of a vote of 315,197 francs.

The expenditure of the "Financial Section and Economic Intelligence Service" (Item 19a), for which a credit of 991,571 francs was voted, was 805,864.80 francs, representing a saving of 185,706.20 francs (18.73%).

The expenditure of the "Economic Relations Section" (Item 19b) was 281,189.95 francs out of a credit of 561,541 francs, representing a saving of 280,351.05 francs (49.92%). This saving was effected in connection with committees, printing and travelling expenses.

There is a saving of 426,647.90 francs (97.86% of the credit voted) on the expenditure in connection with the "Monetary and Economic Conference" (Item 19c).

In the case of the "International Health Organisation" (Item 22), the expenditure was 661,437.70 francs out of a total credit of 900,000 francs, representing a saving of 238,562.30 francs (36.51% of the credit).

Other savings amounting in all to 733,063.95 francs were effected on the following items of the budget:

	Credit voted Gold francs	Expenditure Gold francs	Saving Gold francs	Percentage saved
Administrative Commissions and Minorities				
Questions (Item 18)	335,635	259,944.30	75,690.70	22.55
Mandates (Item 20)	287,765	224,924.40	62,840.60	21.84
Communications and Transit Organisation (Item 21)	390,525	270,911.10	119,613.90	30.63
Supervision of Opium Traffic (Item 23a)	274,876	269,640.95	5,235.05	1.91
Social Questions (Item 23b)	123,136	107,980.20	15,155.80	12.31
Permanent Central Opium Board (Item 23c)	116,959	87,961.10	28,997.90	24.79
Intellectual Co-operation (Item 25)	259,698	184,639.85	75,058.15	28.90
International Convention on Slavery (Item 26)	10,680	5,558.05	5,121.95	47.96
Commission of Enquiry for European Union (Item 30)	137,125	—	137,125.—	100.—

Carried forward . . . 1,936,399 1,411,559.95 524,839.05

Carried forward 4,892,641.31

				Gold francs
				4,892,641.31
	<i>Brought forward</i>			
	Credit voted Gold francs	Expenditure Gold francs	Saving Gold francs	Percentage saved
<i>Brought forward</i>	1,936,399	1,411,559.95	524,839.05	
Liaison with Latin America (Item 31a)	212,773	115,650.25	97,122.75	45.65
Liaison with China (Item 31b)	450,000	343,469.50 ¹	106,530.50	23.67
League Wireless Station (Item 32)	209,000	204,428.35	4,571.65	2.19
	2,808,172	2,075,108.05	733,063.95	26.11

Chapter V. — Capital Expenditure 53,317.73

Under "*Furniture and Equipment: Current Expenditure*" (Item 34 of the budget), a credit of 60,000 francs was provided. The expenditure amounted to 13,107.65 francs, representing a saving of 46,892.35 francs (78.15% of the credit voted).

The credit voted for the "*Library*" (Item 35 of the budget) amounted to 81,000 francs, after deduction of an appropriation-in-aid of 70,849.40 francs. The expenditure was 74,574.62 francs. The saving effected was thus 6,425.38 francs.

Total of savings 4,945,959.04

From the total savings mentioned above there should be deducted:

1. The difference between the sum of 295,000 francs which it had been estimated would be received on account of Secretariat appropriations-in-aid and the sum of 208,175.64 francs actually received—*i.e.* Swiss francs 86,824.36
2. The excess of losses over profits on exchange 15,240.94
3. The total reduction in the budget effected by the Assembly: 150,000.—

252,065.30

The total of the economies realised, then, is 4,693,893.74
as indicated above.

2. International Labour Organisation.

	Credits voted Gold francs	Sums expended Gold francs	Difference Gold francs
Gross expenditure	8,737,505	8,145,057.93	— 592,447.07
<i>Deduct:</i>			
Appropriations-in-aid	479,629	455,520.09	— 24,108.91
Net expenditure	8,257,876	7,689,537.84	— 568,338.16

A comparison of the sums expended with the corresponding credits of the several sections of the budget gives the following results:

	Credits voted Swiss francs	Expenditure Swiss francs	Difference Swiss francs	Percentage of decrease or increase
Section I. Sessions of the Conference and of the Governing Body (Chapter I)	426,000	390,371.57	— 35,628.43	8.36
General Services (Chapter II)	8,037,505	7,601,610.99	— 435,894.01	5.42
Profits and losses on exchange (Chapter III)	—	4,546.41	+ 4,546.41	—
Section II. Capital expenditure (Chapter IV)	68,000	66,510.02	— 1,489.98	2.19
Section III. Unforeseen Expenditure (Chapter V)	150,000	65,857.13	— 84,142.87	56.09
Section IV. Contribution to the International Management Institute	56,000	16,161.80	— 39,838.20	71.14
Total	8,737,505	8,145,057.92	— 592,447.08	6.78
<i>Deduct:</i>				
Appropriations-in-aid	479,629	455,520.09	— 24,108.91	5.02
Net total	8,257,876	7,689,537.83	— 568,338.17	6.88

¹ This amount is made up as follows:

	Gold francs
Salaries and allowances	227,328.—
Insurance	45,359.85
Administrative charges	18,558.05
Travelling expenses	35,506.10
Telegrams	7,675.50
Printing	5,144.95
Bank charges	1,632.80
Miscellaneous	2,264.25
Total	343,469.50

The saving of 568,338.17 Swiss francs was effected as follows:

<i>Chapter I. — Sessions of the Conference and of the Governing Body</i>	Swiss francs 35,628.43
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A saving of 5,805.63 francs was effected on the credit of 302,000 francs voted for the "Sessions of the Conference" (Item 1 of the chapter). The saving related to costs of renting and fitting up the assembly hall, whereas the expenditure on salaries of temporary staff engaged in connection with the aforesaid sessions exceeded the credit voted by 6,302.35 francs. The deficit was covered by a transfer from one sub-head to another of the same item.

The saving on the expenditure for the "Sessions of the Governing Body" (Item 2) was 29,822.80 francs: it was effected chiefly on travelling and subsistence allowances of members of the Governing Body.

<i>Chapter II. — General Services of the International Labour Office</i>	435,894.01
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The expenditure on salaries of staff was 53,885.65 francs below the estimate.

As regards salaries, it may be noted that a credit of 45,000 francs had been voted in the budget for expenditure on temporary staff. This credit was increased by 71,000 francs, bringing it up to 116,000 francs, by cutting down other sub-heads ("Salaries of Permanent Staff") in the same item. The sum actually expended was 111,318.90 francs—that is, 66,318.90 francs in excess of the credit voted.

Out of the credit of 234,000 francs voted for travelling expenses of the staff—subsequently increased by 3,000 francs by means of a transfer—199,902.05 francs were actually spent, which represents a saving of 34,097.95 francs. This saving was partly due to a decrease in expenditure on "Holiday Travelling Expenses", which showed a saving of 43,188.80 francs, while other sub-heads of the same item showed deficits which were covered by means of transfers.

A credit of 173,000 francs was voted for "Enquiries, Investigations and External Collaborations". This credit was increased to 200,880 francs by a transfer of 27,880 francs. Expenditure amounted to 191,204.74 francs, exceeding the vote by 18,204.74 francs.

The following savings may be mentioned: 49,620.32 francs on "Printing"; 44,717.25 francs on "Expenditure on Commissions" due to the temporary discontinuance or reduction of the activity of certain committees; 20,426.72 francs on "General Office Expenses", and, most remarkable of all, no doubt, a reduction in expenditure on "Branch Offices". The credits voted for this purpose amounted to 622,575 francs, allowances being made for an aggregate reduction on account of the depreciation of certain local currencies. The sum of 622,575 francs was subsequently reduced by a transfer of 77,380 francs to other items of the same chapter. The sums actually expended amounted to 388,917.05 francs, representing a saving of 233,657.95 francs. The saving related chiefly to the expenses provided for the Branch Offices in Berlin (closed during 1935), Tokio, London and Delhi.

<i>Chapter IV. — Buildings, Permanent Equipment</i>	1,489.98
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<i>Chapter V. — Unforeseen Expenditures on Chapters I to IV</i>	84,142.87
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Out of a credit of 155,000 francs, 65,857.13 francs were expended (for details, see page 49 of this document). The expenditure in question was duly authorised by the Governing Body.

<i>Chapter VI. — Contribution to the International Management Institute</i>	39,838.20
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Out of a credit of 56,000 francs, expenditure amounted to 16,161.80 francs.

596,993.49

Less:

<i>Chapter III. — Profit and Loss on Exchange</i>	4,546.41
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	Swiss francs
Profit	424.07
Loss	4,970.48
Net loss	4,546.41

Total of savings effected on <i>gross expenditure</i>	592,447.08
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If, from this total, the sum is deducted which represents the amount by which the appropriations-in-aid fall short of the estimated total

24,108.91

the result, for savings on *net receipts*, is the above-mentioned total

568,338.17

The appropriations-in-aid for 1933 and 1934 amounted to:

	1933 Swiss francs	1934 Swiss francs
Sale of publications	166,689.66	135,556.84
Interest	1,128.42	4,310.32
Miscellaneous receipts	11,145.55	7,724.30
	<hr/>	<hr/>
Contribution of Brazil ¹	178,963.63	147,591.46
	<hr/>	<hr/>
Total	178,963.63	455,520.09

Comparison of the total receipts for the 1934 financial year, the details of which are as follows:

	Swiss francs
Contributions for the same financial year (5,943,038.21 gold francs)	5,943,038.21
Contributions in arrears (1,784,689.55 gold francs)	1,784,689.54
Appropriations-in-aid	455,520.09
	<hr/>
	8,183,247.84

with the total budgetary expenditure for that year, viz. 8,145,057.92
shows an *excess* of receipts over expenditure amounting to 38,189.92

3. Permanent Court of International Justice.²

	Net expenditure Gold francs
Credits voted	2,538,827.—
Actual expenditure	2,075,551.01
	<hr/>
Saving	463,275.99

The expenditure of the Court in 1934 is made up as follows:

	Credits voted	Expenditure	Differences	Percentage saved
		Dutch florins		
Chapter I. Sessions of the Court	278,450.—	101,285.71	— 177,164.29	— 63.62
Chapter II. General services.	915,371.25	873,748.78	— 41,622.47	— 4.55
Chapter III. Administration of funds	100.—	166.42	+ 66.42	— 66.42
Chapter IV. Contribution towards a fund to defray the expenses resulting from the application of the "Regulations regarding the Granting of Retiring Pensions to Members of the Court and to the Registrar" ³	15,160.86	15,160.86	—	—
Chapter V. Capital expenditure	10,250.—	6,598.30	— 3,651.70	— 35.62
Gross expenditure	1,219,332.11	996,960.07	— 222,372.04	— 18.24
<i>Deduct</i> : Appropriations-in-aid (bank interest)	500.—	408.35	— 91.65	— 18.33
Net expenditure.	1,218,832.11	996,551.72	— 222,280.39	— 18.24

¹ This item consists of payments made in 1932 on account of contributions for the 1930, 1931 and 1932 financial periods. Their total amount of 307,928.63 francs was shown in "Cash Suspense Accounts" in the Statement of Assets and Liabilities of the Labour Office as at December 31st, 1933.

In the statement as at December 31st, 1934, the "Cash Suspense Account" shows an amount of 204,382.40 francs paid by Brazil, in respect of contributions relating as to 74,963.04 francs to the 1933 financial period and as to 129,419 francs to the 1934 period. The sum of 74,963.40 francs has been charged against the appropriations-in-aid for the 1935 financial period, the sum of 129,419 francs being shown as an appropriation-in-aid in the draft budget for the 1936 period.

² The accounts of the Court are in Dutch florins.

At the end of the year the florins are converted into gold francs for the adjustment of the accounts between the Secretariat and the Court.

³ At December 31st, 1933, this sum amounted to Dutch florins 68,618.36

It consisted of the annual payment of 10,000 florins for the period from 1925 to 1930, 30,000 florins in 1931, 10,000 in 1932 and 24,852.50 in 1933, plus interest, and less petty cash expenditure.

In 1934, the following sums were added and deducted:

	Dutch florins	
Contributions for 1934	15,160.86	
Bank interest	1,245.74	
	<hr/>	16,406.60
		<hr/>
Pensions paid during 1934	30,160.83	85,024.96
Bank charges	9.00	
	<hr/>	30,169.83
		<hr/>
Total as at December 31st, 1934		54,855.13

The saving of 222,280.39 florins consists of the following sums:

	Dutch florins
<i>Chapter I. — Sessions of the Court</i>	177,164.29

The credit of 278,450 Dutch florins voted under this chapter is made up of two sub-heads: (1) "Sessions of the Court" (277,450 florins); 1 *bis*, "Extraordinary and Unforeseen Expenditure" (1,000 florins).

Of the credit for the former heading, 100,285.71 florins were expended, effecting a saving of 177,164.29 florins. This saving was in connection with: (1) duty and residence allowances of the judges; (2) salaries of temporary staff and overtime of permanent and additional staff; (3) travelling expenses of judges and temporary and additional staff.

The whole of the credit under the second heading has been spent (see in this connection the Memorandum by the Registrar on page 63 of the present document).

<i>Chapter II. — General Services of the Court</i>	41,622.47
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The savings were as follows: travelling expenses of the Registrar and staff of the Registry of the Court (saving of 5,508.63 florins); travelling expenses of members of the Court (saving of 11,985.96 florins); administrative expenditure (saving of 8,473.92 florins); printing (saving of 9,482.23 florins).

Unforeseen expenditure amounted to 159 florins, as against a credit of 1,000 florins.

<i>Chapter V. — Capital Account</i>	3,651.70
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222,438.46

Deduct:

<i>Chapter III. — Cost of Administration of the Court's Funds</i>	66.42
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The budget contained the following estimates:

	Dutch florins
Losses on exchange	10,000.—
Bank charges	100.—
	<hr/>
Total	10,100.—
	<hr/>
Profits on exchange	10,000.—
	<hr/>
Credit voted	100.—

The losses on exchange amounted to 372.91 florins and the profits to 269.87 florins, giving a *net loss* of 103.04 florins. Bank charges were only 63.38 florins. Total expenditure under this chapter amounted therefore to 166.42 florins, as against the credit of 100 florins mentioned above, the result being therefore a deficit of 66.42 florins.

Total savings on <i>gross expenditure</i>	222,372.04
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Deducting from this total the sum representing the amount by which the appropriations-in-aid (bank interest) fell short of the estimates—viz.	91.65
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the savings on the <i>net expenditure</i> amount to the above-mentioned total of	<hr/> 222,280.39
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Comparing the total receipts of the 1934 budgetary period, details of which are given in the following table:

	Dutch florins
Contributions received in respect of the same financial period (1,827,146.04 gold francs)	877,170.45
Contributions in arrears received (529,723.80 gold francs)	254,422.95
Appropriations-in-aid: bank interest (850.51 gold francs)	408.35
	<hr/>
Total	1,132,001.75

with the total expenditure for the same financial period (2,076,401.52 gold francs)	996,960.07
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there is an <i>excess</i> of receipts over expenditure of (281,318.83 gold francs)	<hr/> 135,041.68
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II. GENERAL STATEMENT OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1934.

1. Buildings.

The above-mentioned general statement and the special statements of the Secretariat and the International Labour Office give the following figures for the immovable property of the League of Nations as at December 31st, 1934:

<i>Property at Geneva.</i>	Gold francs
1. "Palais des Nations", (formerly "Hôtel National"), with adjoining property (former Armleder property)	4,000,000.—
2. "La Pelouse" property	782,056.—
3. Building of the International Labour Office.	3,490,895.38
4. Price of land and amount of expenditure incurred as at the same date for constructing a new Assembly Hall and a new building for the Secretariat	18,269,875.65
5. Expenditure for the erection of the League Library building	2,565,920.—
	<u>29,108,747.03</u>

The total of 18,269,875.65 gold francs paid up to December 31st, 1934, under head No. 4, includes provisionally the following sums:

	Gold francs
Price of annex to the present League building	270,000.—
Fittings in that annex	122,401.60
	<u>392,401.60</u>

When the sum of 392,401.60 gold francs is deducted, the above total is reduced to 17,877,474.05 gold francs. This figure consists of the following:

	Gold francs
Price of ground	2,678,500.—
Competition expenses	401,768.55
Cost of plans for ground originally chosen	126,777.25
Building costs	13,996,838.50
Other subsidiary expenses, details of which are given on page 67 of this document	711,325.25
	<u>17,915,209.55</u>
Deduct: <i>Appropriations-in-aid</i> (sale of documents to contractors, sale of wood, etc., and various receipts)	37,735.50
	<u>17,877,474.05</u>

2. Building Fund.

The available balance of the Fund as at December 31st, 1933, was 6,537,643.58
In 1934 the following changes took place in the Fund:

Increases.

1934 Annuity to be added to the Fund 1,600,000.—
8,137,643.58

Decreases.

	Gold francs
Expenses	3,593,300.65 ¹
Loss on exchange	36,289.30
	<u>3,629,589.95</u>
Available balance as at December 31st, 1934	<u>4,508,053.63</u>

¹ The expenses incurred in 1934 were made up as follows:

	Gold francs
1. New building (including the amount of the architects' fees and the office expenses)	3,478,582.90
2. Plans	3,787.65
3. Cost of transport	82.35
4. Telegrams and telephones	232.45
5. Fees of experts	430.—
6. Petty expenditure	11,408.85
7. Allowances and travelling expenses of the Building Committee and staff	40,986.50
8. Administrative expenses	290.15
9. Salaries of staff	55,768.80
10. Miscellaneous and unforeseen expenditure	2,605.65
	<u>3,594,175.30</u>
Less appropriations-in-aid	874.65
Total	<u>3,593,300.65</u>

The movements of the Building Fund from its inception until December 31st, 1934, may be summarised as follows:

	Gold francs
Sum constituted by cash surpluses of the financial periods from 1923 to 1926 and of the 1929 financial period	15,382,310.20
Special payment made in 1925 by the Argentine as contribution for 1922, 1923 and 1924	2,799,692.14
Bank interest earned (from 1925 to 1933 inclusive)	3,449,948.72
Portion of budgetary annuities for 1929 to 1934 remaining after the refunds made to the States which contributed to the creation of the Fund	5,675,000.—
Total	<u>27,306,951.06</u>

From this total the following payments have been made:

	Gold francs
For the building of the International Labour Office	3,310,000.—
To make up, in 1927 and 1928, the annuity of 1,400,000 gold francs to be repaid to the contributing States.	50,000.—
	<u>3,360,000.—</u>

Leaving a balance of 23,946,951.06
for the costs of constructing the Assembly Hall and the new Secretariat building.

	Gold francs
As already stated, of this balance there had been expended up to December 31st, 1934, a sum of	18,269,875.65
In addition, there was a loss on exchange of	1,169,021.78
	<u>19,438,897.43</u>

The fund available at that date was therefore reduced to 4,508,053.63
as shown above.

3. New Buildings: Furnishing Account.

In accordance with the resolution adopted by the Assembly at its eighth session (1926), an account has been opened for furnishing and fitting up the new buildings at Geneva.

	Gold francs
The first sum paid into this account was	500,000.—
Subsequently it was increased:	
By the allocation of part of the 1929 cash surplus	250,000.—
By the proceeds of the sale of premises belonging to the International Labour Office in Rome ¹	20,705.70
By earned interest from 1927 to 1932 (in 1933 and 1934 the investments of the Fund did not yield any interest)	129,408.69
	<u>900,114.39</u>
<i>Less:</i>	
Loss on exchange	143,554.44
	<u>756,559.95</u>
Fund available at December 31st, 1934	756,559.95

4. Library Building Fund.

Up to December 31st, 1932, the League of Nations received 500,000 dollars (200,000 paid in 1931 and 300,000 in 1932) from the grant of 2,000,000 dollars made to it by Mr. John D. Rockefeller, Junr., for building the new library.

The above amount in dollars was converted into 2,563,576.90 Swiss francs.

In 1933, the League of Nations received from the donor 653,808.43 Swiss francs, being the equivalent of 200,000 dollars at the current dollar rate of exchange.

In 1934, it received 2,460,762.95 gold francs, being the equivalent of 800,000 dollars at the current rate of exchange.

The total amount received is therefore 5,678,148.28 Swiss francs, being the equivalent of 1,500,000 dollars.

¹ Cf. my report on the 1933 account (document A.3.1934.X, page 90).

To this amount should be added 20,131.76 Swiss francs for interest (of which 1,791.49 francs was received in 1934).

On the other hand, the following amounts should be deducted:

	Gold francs
Building expenses incurred during the period 1931-1934, amounting to	2,565,920.— ¹
Losses on exchange	113,197.39
	2,679,117.39

These variations show a balance of the fund as at December 31st, 1934, of 3,019,162.65 Swiss francs, as against 1,073,955.91 Swiss francs at the end of the previous year.

5. Library Endowment Fund.

This was the fund constituted by the sum of 500,000 dollars paid by Mr. John D. Rockefeller, Junr., on account of the donation of 2,000,000 dollars given to the League of Nations for the endowment of the Library.

In the general statement as at December 31st, 1934, the above-mentioned fund appears for a sum of 1,674,827.60 francs made up as follows:

	Swiss francs
Capital of the fund (500,000 dollars)	1,500,738.95
Reserve Fund created as provision against depreciation of security investments	77,630.35
	1,578,369.30
Balance of the revenue and expenditure account.	96,458.30
	1,674,827.60

This sum was invested as follows:

In securities (various bonds, details of which are given on page 70 of the present document)	Swiss francs 1,247,143.05
At the bank:	
	Swiss francs
Deposit account (2,020,500.73 French francs).	410,262.70
Current account	17,421.85
	427,684.55
Total	1,674,827.60

The position in regard to security investments at December 31st, 1934, as compared with the previous financial period at the same date, showed the following changes:

	Nominal value 1	Purchase price:		Amount realised:		Differences in Swiss francs Cols. 1-3
		In dollars 2	In Swiss francs ² 3	In the original currency 4	In Swiss francs 5	
<i>Sales:</i>						
7% German Loan, 1924	\$50,000	54,312.50	166,411.25	\$19,072.50	58,878.60	— 107,532.65 loss
4% Atchison Topeka and Santa Fé Railway Co., 1995	\$25,000	23,725.—	72,617.50	\$25,781.25	79,589.20	+ 6,971.70 profit
4½% New York Central Rly. Co., New York Central and H.R.R. Co., 2013	\$25,000	25,062.50	76,711.30	\$14,255.—	44,006.55	— 32,704.75 loss
<i>Repayment:</i>						
4½% Netherlands Loan, 1919	Fl. 64,000	26,191.16	80,165.90	Fl. 64,000.—	132,704.—	+ 52,538.10 ³ profit
			395,905.95		315,178.35	— 80,727.60 loss net
<i>New purchases:</i>						
				Nominal value French francs	Purchase price: In original currency French francs	In Swiss francs
4½% French Treasury Bonds 1934				618,000	607,803	123,687.90
4% French State Railway 1921				451,000	288,640	58,738.25
					896,443	182,426.15

¹ Including 509,000 francs in 1934.

² Revaluation in Swiss francs was effected on the basis of the new parity: 1 dollar = 3.0608 Swiss francs.

³ This profit is due to the revaluation of the purchase price (in dollars) of the securities on the basis of the new dollar parity in Swiss francs.

The balances at the bank showed the following differences:

	December 31st, 1934	December 31st, 1933	Differences as at December 31st, 1934
	Swiss francs	Swiss francs	Swiss francs
Deposit account	410,262.70	148,140.85	+ 262,121.85
Current account	17,421.85	143,325.80	— 125,903.95
	427,684.55	291,466.65	+ 136,217.90

Comparison of the amount of the Endowment Fund with the amount as at the end of the previous financial period, on the basis of the general statement at the same dates each year, shows a decrease of 200,952.91 Swiss francs, as appears from the following figures:

	Swiss francs
December 31st, 1933	1,875,780.51
December 31st, 1934	1,674,827.60
	200,952.91

The investments as at December 31st, 1933, which had been valued in Swiss francs on the basis of the current dollar rate of exchange—viz., 1 dollar = 3.32 Swiss francs—were revalued as at December 31st, 1934, at the new dollar parity: 1 dollar = 3.0608. The result of this revaluation was a loss of 123,691.01 Swiss francs.¹

The operations carried out in 1934, which have already been mentioned, may be summarised as follows:

Sales and repayment of securities:

	Swiss francs
Amount realised	315,178.35
<i>Plus:</i>	
Net loss	80,727.60
	395,905.95 (purchase price)
New purchases	182,426.15
Excess of decreases over increases in value of security investments	213,479.80
Increase in the amount of balances at the bank during the financial year	136,217.90
	77,261.90
<i>Plus:</i>	
The above-mentioned depreciation of securities as at December 31st, 1933	123,691.01
which reduces the decrease to the figure already indicated, viz.	200,952.91

It should be added that whereas the total represented by security investments, at purchase price, amounted on December 31st, 1934,

	Swiss francs
to	1,247,143.05
the stock-exchange value of these securities at the same date was	1,142,059.70
showing a depreciation at the aforesaid date of	105,083.35

The general statement at December 31st, 1934, like the statements for previous years, includes the item "Library Endowment Fund: Amount expended".

This amount (294,137.45 gold francs) was made up as follows:

	Gold francs
Total of expenditure as at December 31st, 1933	258,201.45
<i>Plus:</i> Expenditure during the year 1934	35,936.— ²
	294,137.45

¹ This sum is to be added to that of 888,838.21 francs given on page 91 of my report on the accounts of the 1933 financial period (document A.3.1934.X).

² This amount is made up as follows:

	Gold francs
Printing	6,672.70
Books and maps	16,241.35
Binding	8,437.25
Fittings, shelves, etc.	4,584.70
	35,936.—

Revenue Account of the Endowment Fund for the 1934 Financial Period.

	Swiss francs
At the end of the previous financial period this fund showed a balance of . . .	96,458.30
In 1934 income from investments was	77,497.95
	<hr/>
Total	173,956.25

As regards the income from investments, it should be noted that, in 1934, the amount received in respect of interest on the bonds of the Greek Loan was 1,224.60 dollars (4.44% of the nominal capital), whereas the amount due was 1,960 dollars (at 7%), and further that only 50% of the interest on the German Loan was paid in respect of the second half-year.

	Swiss francs
Out of the sum of 173,956.25 Swiss francs mentioned above, a sum of . . .	70,849.40
was transferred to Chapter V, Item 35: " Library ", as an " <i>appropriation-in-aid</i> ". Payments in respect of miscellaneous expenses amounted to	3,136.35
	<hr/>
	73,985.75

The balance of	3,512.20
	<hr/>
was added to the depreciation reserve fund	77,497.95

Reserve Fund. — On the liabilities side of the general statement as at December 31st, 1934, an item " Depreciation Reserve Fund " has been included.

At December 31st, 1933, the amount of this fund was 24,215.29 dollars. At December 31st, 1934, these dollars were valued, at the rate of 1 dollar = 3.0608 Swiss francs,

	Swiss francs
as being equivalent to	74,118.15
The fund was increased by the addition of the available balance of the revenue account referred to above	3,512.20
	<hr/>

At December 31st, 1934, it thus amounted to	77,630.35
	<hr/>

6. Wireless Station.

On the assets side of the general statement as at December 31st, 1933, appeared the sum of 2,327,559.40 representing the cost of the wireless station.

To this sum was added in 1934 the cost of additional plant, viz.	33,743.60
	<hr/>
making the total of	2,361,303.—
shown in the statement as at December 31st, 1934.	

As against this total there was a special Depreciation Reserve Fund of 702,485.77 francs, shown on the liabilities side of the general statement at December 31st, 1934, and made up as follows:

	Gold francs
Depreciation in 1932	232,755.94
Depreciation in 1933	232,755.94
Depreciation in 1934	236,973.89
	<hr/>
	702,485.77
	<hr/>

7. Furniture, Equipment, etc.

In the general statement under consideration, the furniture, typewriters, books, etc., are shown on the assets side at their purchase price, whilst on the liabilities side is shown the amount necessary to cover their depreciation.

The situation on the assets side is as follows:

Secretariat:

	December 31st, 1934	December 31st, 1933	Difference on December 31st, 1934
	Gold francs	Gold francs	Gold francs
Furniture and miscellaneous equipment, typewriters, etc.	1,633,580.23	1,620,472.58	+ 13,107.65
Library (books)	1,276,448.80	1,208,187.88	+ 68,260.92
Library (shelving)	154,145.28	147,831.58	+ 6,313.70
	<hr/>	<hr/>	
Total	3,064,174.31	2,976,492.04	+ 87,682.27

The sum of 87,682.77 francs corresponds to the expenditure charged to the credits voted. As regards the Library, in order to obtain the total amount of the expenditure incurred, there must be added to the 74,574.62 francs (68,260.92 + 6,313.70 francs) shown above the sum of

70,849.40 francs paid out of the Endowment Fund (gift of Mr. John D. Rockefeller, Junr.) as an appropriation-in-aid.¹ The total expenditure thus amounts to 145,424.02 francs.

	December 31st, 1934	December 31st, 1933	Difference at December 31st, 1934
	Gold francs	Gold francs	Gold francs
International Labour Organisation:			
Furniture and miscellaneous equipment, typewriters, etc.	1,069,013.45	1,037,941.80	+ 31,071.65
Library (books)	608,274.41	566,259.59	+ 42,014.82
Total	1,677,287.86	1,604,201.39	+ 73,086.47 ²
Permanent Court of International Justice:			
Furniture and miscellaneous equipment, typewriters, etc.	239,083.21	229,402.41	+ 9,680.80
Library (books)	37,969.59	33,907.89	+ 4,061.70
Total	277,052.80	263,310.30	+ 13,742.50
Grand total	5,018,514.97	4,844,003.73	+ 174,511.24

8. Depreciation Reserve Fund.

This account showed the following figures as at December 31st, 1934, in comparison with those of the previous year:

	December 31st, 1934	December 31st, 1933	Difference on December 31st, 1934
	Gold francs	Gold francs	Gold francs
Secretariat:			
Wireless Station	702,485.77	—	+ 702,485.77
Furniture, etc.	1,633,580.23	1,620,472.58	+ 13,107.65
Library (books and shelving)	1,430,594.08	1,356,019.46	+ 74,574.62
Library Endowment Fund (reserve fund created as provision against depre- ciation of securities)	77,630.35	—	+ 77,630.35
International Labour Office:			
Building at Geneva	768,988.45	682,093.32	+ 86,895.13
Furniture, etc.	1,069,013.45	1,037,941.80	+ 31,071.65
Library	608,274.41	566,259.59	+ 42,014.82
Permanent Court of International Justice:			
Furniture	239,083.21	229,402.41	+ 9,680.80
Library	37,969.59	33,907.89	+ 4,061.70
Total	6,567,619.54	5,526,097.05	+ 1,041,522.49

It will be seen, from a comparison of the figures in this table with those of the preceding one, that the value of furniture, typewriters and calculating-machines and all other fittings (including new acquisitions during 1934) was, at the end of the same year, as at the end of the preceding year, covered to the extent of 100% by the sums entered in the account in question, this being true both of the Secretariat and of the autonomous organisations (International Labour Office and Permanent Court of International Justice).

The amortisation of the cost of the Wireless Station is proceeding at the rate of 10% per annum, and that of the cost of the International Labour Office building at the rate of 2½% per annum.

¹ The expenditure effected, 70,849.40 gold francs (out of a vote of 96,000 gold francs), is shown below in comparison with the corresponding expenditure for the previous financial year:

	1934	1933	Difference for 1934
	Gold francs	Gold francs	Gold francs
Salaries of temporary staff	32,642.—	31,475.60	+ 1,166.40
Printing	6,672.70	6,267.60	+ 405.10
Books and maps	16,241.35	10,097.50	+ 6,143.85
Binding	8,437.25	6,201.80	+ 2,235.45
Periodicals	—	1,745.19	— 1,745.19
Fittings, shelves, etc.	4,584.70	4,771.90	— 187.20
Librarian's travelling expenses	1,536.75	1,424.15	+ 112.60
Library Advisory Committee	734.65	—	+ 734.65
Total	70,849.40	61,983.74	+ 8,865.66

The expenditure incurred in 1934 in respect of printing, books, maps, binding, fittings, shelves, etc., totalling 35,936 francs, was treated as capital account expenditure, and as such included in the sum of 294,137.45 francs shown in the general statement at December 31st of that year under the heading: "Library Endowment Fund: Amount expended" (see No. 5 of Part II of the present report).

² As regards this sum, it should be observed that it includes:

	Swiss francs
The purchases effected in 1934 out of the credit voted in the budget (Section II, Chapter IV)	66,510.02
The purchases effected by the Branch Offices out of their budgetary credits (Section I, Chapter II, Item 14)	6,576.45
	<hr/> 73,086.47

9. Contributions in Arrears.

On this subject I need only refer to the statement made in Chapter I of the present report.

10. Exchange Losses Account.

At December 31st, 1934, this account showed a balance of 815,956.81 gold francs, as against 971,693.88 gold francs at the same date in the previous financial period, representing a decrease of 155,837.07 gold francs, made up as follows:

	December 31st, 1934	December 31st, 1933	Difference at December 31st, 1934
	Gold francs	Gold francs	Gold francs
Working Capital Fund	266,935.40	251,952.97	+ 14,982.43
Building Fund (Assembly Hall and Secretariat)	1,169,021.78	1,132,732.48	+ 36,289.30
New Buildings: Furnishing account	143,554.44	141,208.59	+ 2,345.85
	<u>1,579,511.62</u>	<u>1,525,894.04</u>	+ 53,617.58 ¹
<i>Less:</i> Fund to cover losses on exchange (see No. 10a of the present report) . .	763,554.81	554,200.16	+ 209,354.65
	<u>815,956.81</u>	<u>971,693.88</u>	— 155,737.07

10a. Reserve Fund to cover Losses on Exchange.

	Gold francs
At December 31st, 1933, the amount of this fund was	554,200.16
In 1934, it was increased by	209,354.65
by means of a transfer of the cash surplus of the 1933 financial period (see under No. 14 of the present report).	
The fund was thus increased to.	<u>763,554.81</u>

At December 31st, 1934, this sum was on deposit at the bank (see under No. 13 of the present report).

11. Working Capital Fund.

Details regarding the fund are given in Chapter III of the present report.

12. Suspense Accounts.

The total amount of these accounts is shown at the same figure of 5,291,998.06 gold francs on both sides of the general statement.

The details are given in an explanatory note appended to the Secretariat's audited accounts and in the balance-sheet of the International Labour Organisation.

13. Cash in Hand and at Banks.

	Gold francs
This item is made up at December 31st, 1934, as follows:	
1. Working Capital Fund cash balance	4,935,913.60
2. Building Fund (Assembly Hall and Secretariat)	4,508,053.63
3. Balance of the New Buildings Furnishing Account	756,559.95
4. Library Building Fund	3,019,162.65
5. Library Endowment Fund (investments in securities and cash balance with banks)	1,674,827.60
6. Fund to cover loss on exchange	763,554.81
7. 1934 cash surplus	3,878,641.73
	<u>19,536,713.97</u>

as compared with 16,025,722.13 francs at the same date in the previous year.

¹ This increase is due to adjustments of French franc deposit accounts.

14. Employment of 1933 Cash Surplus.

The excess of actual receipts over expenditure for the financial year 1933, established in accordance with Article 38 (a) of the Financial Regulations, was 1,197,908.79 gold francs.

In conformity with the Supervisory Commission's proposal, the Assembly, at its meeting in ordinary session on September 27th, 1934, decided that the above-mentioned surplus should be employed in the following manner:

Repayment to the Working Capital Fund of sums withdrawn to meet the deficits as at December 31st, 1933, of the two autonomous organisations, viz.:		Gold francs
	Gold francs	
International Labour Office	845,933.67	
Permanent Court of International Justice	142,620.47	
		988,554.14
Transfer to the fund created to cover losses on exchange (see under No. 10a of the present report)		209,354.65
		<u>1,197,908.79</u>

15. Summary.

The results of the general statement of the League of Nations as at December 31st, 1934, may be summarised as follows:

Excess of assets over liabilities:	Gold francs
Secretariat	42,323,489.01
International Labour Office	2,775,243.65
Permanent Court of International Justice	281,318.83
Total	<u>45,380,051.49</u>

This sum of 45,380,051.49 gold francs shows an increase of 6,725,149.21 gold francs, as compared with the position as at December 31st, 1933, as may be seen from the following table:

	Gold francs
Secretariat	+ 5,504,041.50
International Labour Organisation	+ 797,168.41
Permanent Court of International Justice (which at the end of 1933 showed a deficit of 142,620.47 francs)	+ 423,939.30
Total	<u>+ 6,725,149.21</u>

It should be noted that the excess of assets over liabilities for the Secretariat and the autonomous organisations has been computed without regard to the amount of contributions in arrears, which to a certain extent represent potential reserves and appear among the assets and liabilities in the general statement. The figures in respect of such contributions as compared with the previous financial year are as follows:

	December 31st, 1934	December 31st, 1933	Difference at December 31st, 1934
	Gold francs	Gold francs	Gold francs
Secretariat	18,075,945.32	18,910,855.98	— 834,910.66
International Labour Office	8,116,564.53	8,549,480.02	— 432,915.49
Permanent Court of International Justice	2,281,420.90	2,374,999.61	— 93,578.71
	<u>28,473,930.75</u>	<u>29,835,335.61</u>	<u>— 1,361,404.86</u>

The decrease of 1,361,404.86 gold francs is due, as regards a sum of 3,356,241 gold francs, to the cancellation of a part of the Argentine's debt in respect of contributions in arrears (see Chapter I of the present report).

As regards the Secretariat, the factors which have chiefly contributed to the above-mentioned increase of 5,504,041.50 gold francs are as follows: the annual budgetary appropriation of 1,600,000 francs for building at Geneva; the payment of a sum of 2,460,762.95 francs by Mr. John D. Rockefeller, Junr., on account of the donation for the building of the new Library; the surplus of actual receipts over expenditure in the 1934 financial period—viz., 4,693,893.74 gold francs.

On the other hand, there have been decreases due to the allocation of the cash surplus from the previous financial year, viz. 1,197,908.79 gold francs, the annual amortisation of the cost of the plant of the wireless station, losses on exchange, etc.

As regards the International Labour Office and the Permanent Court of International Justice, the increase in the above-mentioned excess is due to the receipt of considerable sums in respect of contributions in arrears, which has enabled both organisations to pay back their respective debts to the Working Capital Fund and to close their 1934 accounts with a surplus.

III. WORKING CAPITAL FUND.

This fund, as at December 31st, 1934, showed a balance of 5,784,973.05 gold francs, which appears under "Liabilities" in the general statement at the same date. The balance at the

end of the previous financial year was 5,584,973.05 gold francs. There is therefore an increase of 200,000 gold francs. This is due to a voluntary contribution by the Union of Soviet Socialist Republics.

The following table shows the assets of which this sum is made up and the differences as compared with the figures for the previous financial year:

	December 31st, 1934	December 31st, 1933	Differences as at December 31st, 1934
	Gold francs	Gold francs	Gold francs
Cash balance at banks	4,935,913.60	4,027,327.38	+ 908,586.22
Recoverable advances made under Article 33 of the Financial Regulations	490,707.90	1,210,878.43	— 720,170.53
Arrears of contributions due in respect of the Working Capital Fund	91,416.15	94,814.27	— 3,398.12 ¹
Loss on exchange (depreciation of the dollar) .	266,935.40	251,952.97	+ 14,982.43
Total	5,784,973.05	5,584,973.05	+ 200,000.—

The following table shows the changes that took place during the financial year 1934 in regard to advances made out of the Working Capital Fund:

ADVANCES.

	Balance as at December 31st, 1933	Further advances	Repaid	Balance as at December 31st, 1934 (Cols. 1+2-3)
	Gold francs	Gold francs	Gold francs	Gold francs
<i>Recoverable advances</i>				
(Article 33, No. 1, of the Financial Regulations):				
1. Expenses of the High Commissioner at Danzig (Credit of High Commis- sioner)	2,206.95 (Credit)	151,800.—	75,825.—	73,768.05
2. Sum to be repaid by Turkey in respect of the advance made by the Secre- tary-General to meet the expenses of the Commission appointed by the Council of the League of Nations in 1924 to collect information concern- ing the frontier between Turkey and Iraq	10,000.—	—	—	10,000.—
3. Expenses of experts appointed under the Rules of Procedure in connection with Article 39 of the Treaty of November 9th, 1920: Free City of Danzig	25,586.80	11,436.46	—	37,023.26
4. Liberian Government's request for assistance: Expenses of the mission sent to the Kru country	15,573.70	—	4,882.40	10,691.30
5. Dispute between Bolivia and Paraguay (Chaco Commission)	148,370.74	159,504.05	—	307,874.79
6. High Commissioner for Refugees coming from Germany	25,000.—	—	25,000.—	—
7. Settlement of the Assyrians of Iraq: Enquiry in Brazil ²	—	19,510.70	—	19,510.70
Enquiry in British Guiana ³	—	31,839.80	—	31,839.80
	222,324.29	374,091.01	105,707.40	490,707.90
<i>Advances to the autonomous organisations</i>				
(Article 33, No. 2, of the Financial Regulations):				
8. Advances to the International Labour Office	845,933.67	984,066.33	1,830,000.—	—
9. Advances to the Permanent Court of International Justice	142,620.47	273,433.30	416,053.77	—
Total	1,210,878.43	1,631,590.64	2,351,761.17	490,707.90

¹ Amount paid by China.

² A credit of 20,000 Swiss francs from the Working Capital Fund was voted by the Council of the League of Nations for this enquiry on January 19th, 1934.

³ A credit of 50,000 Swiss francs from the Working Capital Fund was voted by the Council of the League of Nations for this enquiry, and for the enquiry to be made for the same purpose in French West Africa at the bend of the Niger, on September 28th, 1934.

The sums expended under this credit and under that to which footnote ² relates will be repaid to the League out of the funds which will be available (with the Iraq Government's contribution) to finance the whole of the proposed programme of establishing in other countries Assyrians who desire to leave Iraq.

In the matter of recoverable advances, the addition of the two items referred to in No. 7 has to be noted, and also the increase in the advances to the Chaco Commission.

It should again be pointed out that there still remains a debt of 10,000 francs due from Turkey (No. 2 in the foregoing table).

As to advances made to the autonomous organisations (International Labour Office and Permanent Court of International Justice), the debt of the first-named organisation at December 31st, 1933, amounted to	Gold francs 845,933.67
and that of the Permanent Court to	142,620.47
Total	<u>988,554.14</u>

The debts were repaid out of the surplus of income over expenditure for the same financial year. The advances made to the above-named organisations in 1934 were as follows:

International Labour Office	Gold francs 984,066.33
Permanent Court of International Justice	273,433.30
Total	<u>1,257,499.63</u>

These advances were repaid during the same financial year.

IV. CASH SURPLUS FOR 1934.

(EXCESS OF ACTUAL RECEIPTS OVER EXPENDITURE.)

In accordance with Article 38 (a) of the Financial Regulations, the difference between the actual receipts and expenditure for the financial year 1934 has been established as follows:

1. Secretariat.

Actual receipts	Gold francs 19,657,147.42
Expenditure	16,098,014.44
Surplus of receipts over expenditure	<u>3,559,132.98</u>

2. International Labour Organisation.

Actual receipts	Gold francs 8,183,247.85
Expenditure	8,145,057.93
Surplus of receipts over expenditure	<u>38,189.92</u>

3. Permanent Court of International Justice.

Actual receipts	Gold francs 2,357,720.35
Expenditure	2,076,401.52
Surplus of receipts over expenditure	<u>281,318.83</u>

The following table shows the amount of the cash surplus at the end of each of the last five years:

	1930 Gold francs	1931 Gold francs	1932 Gold francs	1933 Gold francs	1934 Gold francs
Secretariat	273,101.07	82,033.89	2,375,675.76	1,197,908.79	3,559,132.98
International Labour Organisation	—	—	—	—	38,189.92
Permanent Court of International Justice	385,976.75	31,108.39	—	—	281,318.83
Total	<u>659,077.82</u>	<u>113,142.28</u>	<u>2,375,675.76</u>	<u>1,197,908.79</u>	<u>3,878,641.73</u>

The total surplus shown as at December 31st, 1934, exceeds that of the previous financial year on the same date by 2,680,732.94 francs.

In actual fact, however, the improvement in the Treasury position is even more remarkable. If, indeed, account is taken of the *deficits* (excesses of expenditure over receipts) with which the accounts of the two autonomous organisations were closed in 1933, the following table is obtained:

	December 31st, 1934	December 31st, 1933	Difference at December 31st, 1934
	Gold francs	Gold francs	Gold francs
Secretariat	3,559,132.98	1,197,908.79	+ 2,361,224.19
International Labour Office	38,189.92	— 845,933.67 (deficit)	+ 884,123.59
Permanent Court of International Justice . .	281,318.83	— 142,620.47 (deficit)	+ 423,939.30
	3,878,641.73	209,354.65	+ 3,669,287.08

The improvement amounts, therefore, to 3,669,287.08 gold francs. It is to be ascribed in the main to the fact that, in 1934, the amount received in respect of contributions in arrears was more than double that received in 1933 (6,643,378.98 gold francs as against 3,248,391.37). The improvement is also due to the reduction in expenditure.

The above-mentioned article of the Financial Regulations lays down the manner in which the surplus left at the end of any financial year is to be employed.

It would appear that, when the surplus is being disposed of, it should be borne in mind that, on the assets side of the general statement at December 31st, 1934, the assets in respect of the Secretariat include, under the head "Réserve Fund: Loss on Investment", a sum of 815,956.81 francs, representing, as has already been indicated, the amount of the losses on exchange which it had not yet been possible to cover owing to the inadequacy of the special depreciation fund; consideration might appropriately be given to the desirability of increasing this fund.

It should further be noted that a sum of 74,242.15 francs has still to be paid to the Staff Pensions Fund in respect of the contribution for the year 1934, in order to complete the annual payment included in the 1932 budget for the gradual amortisation of the deficit in the *actuarial reserve* as calculated by the actuary for the period beginning with the new pensions system.¹

CONCLUSION.

In past years, the League of Nations Treasury had found itself in serious difficulties owing to the failure of certain States to pay their contributions or their delay in doing so, and only with great difficulty had it been possible to close the annual accounts with a modest cash surplus.

The cash account for 1934, on the other hand, shows a surplus of income over expenditure amounting to 3,900,000 francs. As stated in the preceding pages, this result was due partly to a firm and wise policy of restricting expenditure, but even more to the receipt of large sums representing contributions in arrears.

The amount of unpaid contributions at December 31st, 1934, showed a decrease of 1,361,000 francs, as compared with the figure of nearly 30 millions at the close of the previous financial year; this decrease was partly accounted for, however, by the cancellation of arrears amounting to 3,356,000 gold francs by decision of the Assembly at its ordinary session in September last.

The reduction would undoubtedly have been much greater but for the accumulation of fresh arrears in respect of the financial year 1934; these represented a slightly higher percentage of the amount due by States than the figure for 1933, which was already a very high one.

The Working Capital Fund, which had been heavily drawn upon in the previous year, had been restored to its normal figure in 1934, and at the end of that year it showed an available bank balance of about 5 million gold francs.

The general statement at December 31st, 1934, shows a surplus of assets over liabilities amounting to 45,380,000 gold francs, represented by buildings and cash in hand, not including outstanding claims for arrears of contributions.

April 10th, 1935.

(Signed) A. CERESA,
Auditor.

¹ See observations on this subject on page 102 (note 1) of my Report on the Accounts of the Pensions Fund for the year 1934.

Part X.

**ACCOUNTS OF THE STAFF PENSIONS FUND FOR 1934
AND REPORT THEREON BY M. A. CERESA (Auditor)**

CAISSE DES PENSIONS DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1934 — BALANCE-SHEET AS AT DECEMBER 31ST, 1934.

Passif — Liabilities.

	Francs suisses Swiss francs
FONDS ACCUMULÉS — ACCUMULATED FUND	15,245,319.88
COMPTES CRÉDITEURS DIVERS — SUNDRY CREDITORS:	
Pensions — Annuities	4,896.70
COMPTE D'ATTENTE — SUSPENSE ACCOUNT	24,733.70
FONDS DE RÉSERVE SUR LES DETTES AU TITRE DES PRIMES D'ASSURANCE — INSURANCE PREMIUM DEBT RESERVE FUND	5,794.35
<hr/>	
	<u>15,280,744.63</u>

STAFF PENSIONS FUND.

BILAN AU 31 DÉCEMBRE 1934 — BALANCE-SHEET AS AT DECEMBER 31ST, 1934.

Actif — Assets.

	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS — CASH.		
Compte courant — Current Account:		
Francs suisses — Swiss francs 286,311.25	286,311.25	
Comptes de dépôt — Deposit Accounts:		
Francs français — French francs 14,830,224.96	3,011,277.17	
Florins — Florins 108,625.—	226,282.45	
Livres sterling — Sterling, £79,782 6s 1d.	1,265,863.85	
	<hr/>	4,789,734.72
PLACEMENTS (au prix d'achat) conformément aux indications détaillées figurant en annexe, page 100 — INVESTMENTS (at cost) as per Details annexed (page 100)		
	8,161,714.09 ¹	
et intérêts échus — and accrued interest	66,654.80	
	<hr/>	8,228,368.89
COMPTES DÉBITEURS DIVERS — SUNDRY DEBTORS.		
Contributions arriérées dues par les membres — Members' arrears of contributions		
	142,220.61	
Dettes au titre des primes d'assurance — Insurance premium debts		
	284,776.75	
	<hr/>	426,997.36
PERTES SUBIES SUR LA VENTE DE TITRES — LOSSES INCURRED ON SALE OF INVESTMENTS:		
Solde au 31 décembre 1933 — Balance as at December 31st, 1933		
	906,098.19	
Plus perte sur vente de titres au cours de l'année — Add loss on sale of investments during year		
	929,545.47	
	<hr/>	1,835,643.66
		<hr/> <hr/>
		15,280,744.63

Le 1^{er} mars 1935.

(Signed) P. G. WATTERSON,
Chef Comptable. — Chief Accountant.

¹ La valeur en bourse des titres détenus par la Caisse au 31 décembre 1934 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1934, was, exclusive of interest Francs suisses — Swiss francs: 7,411,226.30.

COMPTE DES RECETTES ET DES DÉPENSES POUR L'EXERCICE SE TERMINANT
LE 31 DÉCEMBRE 1934 — INCOME AND EXPENDITURE ACCOUNT FOR
THE PERIOD ENDED DECEMBER 31ST, 1934.

Recettes — Income.	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE DES MEMBRES — MEMBERS' ACCOUNT.		
Contributions courantes — Current contributions	817,597.32	
Contributions arriérées — Arrears of contributions	38,579.35	
	<u> </u>	856,176.67
COMPTE DE LA SOCIÉTÉ DES NATIONS — LEAGUE ACCOUNT.		
Contributions courantes — Current contributions	1,242,166.40	
Compte des arriérés — Arrears account	27,954.60	
	<u> </u>	1,270,121.—
CONTRIBUTION ANNUELLE pour l'amortissement du déficit de la réserve mathématique — ANNUAL CONTRIBUTION for the amortisation of the deficit on the actuarial reserve		400,000.—
INTÉRÊTS — INTEREST.		
Des placements — On investments		358,628.82
		<u> </u>
		<u>2,884,926.49</u>

COMPTE DES RECETTES ET DES DÉPENSES POUR L'EXERCICE SE TERMINANT
LE 31 DÉCEMBRE 1934 — INCOME AND EXPENDITURE ACCOUNT FOR
THE PERIOD ENDED DECEMBER 31ST, 1934.

Dépenses — Expenditure.		Francs suisses Swiss francs	Francs suisses Swiss francs
PRESTATIONS — BENEFITS.			
Remboursement de contributions — Contribution refunds .	342,607.25		
Pensions — Annuities	36,215.25		
Sommes en capital — Capital value annuities	969,326.20		
Pensions d'invalidité — Invalidity annuities	24,663.—		
Pensions aux veuves et aux orphelins — Annuities to widows and orphans	30,034.90		
	<u>30,034.90</u>		1,402,846.60
DÉPENSES DIVERSES — MISCELLANEOUS EXPENSES.			
Y compris les frais d'achat des titres — Including cost of purchase of securities			26,616.90
SOLDE, SOIT EXCÉDENT DES RECETTES SUR LES DÉPENSES — BALANCE, BEING			
EXCESS INCOME OVER EXPENDITURE			1,455,462.99
			<u>2,884,926.49</u>

PLACEMENTS APPARTENANT A LA CAISSE DES PENSIONS.
INVESTMENTS HELD BY THE PENSIONS FUND.

Pour cent Per cent	Désignation Details	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost Price Swiss francs	Estimation au Estimate at 31.XII.1934 En fr. suisses ¹ In Swiss francs
7½	Gouvernement français 1941 — French Government	\$ 109,000.—	658,567.20	616,046.20
7	Emprunt autrichien 1923-1943 — Austrian Loan	\$ 44,000.—	213,171.75	137,722.—
7	Consortium italien de Crédit 1947 — Italian Credit Consortium	\$ 16,000.—	81,867.40	41,272.—
6½	Emprunt brésilien 1957 — Brazilian Loan	\$ 62,500.—	132,228.75	61,599.—
6½	Ville de Milan 1952 — City of Milan	\$ 7,500.—	37,009.55	19,057.—
6½	Ville de Rome 1952 — City of Rome	\$ 13,500.—	66,777.64	34,615.—
6½	Chemin de fer du Nord 1950 — Nord Railway	\$ 22,000.—	113,769.55	113,667.—
6	Chemin de fer argentin 1960 — Argentine Railway	\$ 10,000.—	51,669.75	29,106.—
6	Emprunt argentin 1959 — Argentine Loan	\$ 40,000.—	206,470.29	116,424.—
6	Emprunt uruguayen 1960 — Uruguayan Loan	\$ 45,000.—	94,433.98	54,745.—
6	Ville de Buenos-Ayres 1960 — City of Buenos-Aires	\$ 15,000.—	77,739.—	38,577.—
6	C ^{ie} des Messageries Maritimes 1927-1952 — French National Mail S.S. Lines	\$ can. 18,000.—	100,516.50	87,606.—
5½	Emprunt municipal danois 1955 — Danish Municipal Loan	\$ 15,000.—	76,570.65	46,084.—
5½	Emprunt norvégien 1965 — Norwegian Loan	\$ 28,000.—	149,740.97	85,423.20
5½	Chemin de fer Paris-Orléans — Paris-Orleans Railway	\$ 60,000.—	296,946.—	291,984.—
5	Chemins de fer fédéraux 1924 (IV) — Swiss Federal Railway	Fr. s. 100,000.—	98,222.50	100,600.—
5	Emprunt fédéral suisse 1924 — Swiss Federal Loan	Fr. s. 100,000.—	98,913.—	101,250.—
5	Emprunt fédéral suisse 1925 — Swiss Federal Loan	Fr. s. 150,000.—	147,000.—	155,625.—
5	Chemin de fer Etat français 1932 — French State Railway	Fr. s. 50,000.—	50,000.—	50,875.—
5	Emprunt consolidé brésilien 1931 — Brazil Funding Bonds	\$ 3,412.50	13,731.15	7,671.—
5	Obligation-or Canal de Suez 1945 — Suez Canal Gold Bonds	Fr. f. 310,500.—	350,649.70	329,055.45
5	Chemin de fer de l'Etat 1932-1942 — French Railway	Fr. f. 2,090,000.—	397,443.55	404,644.85
5	68 actions Canal de Suez — Suez Canal Bonds	Fr.-or 34,000.—	261,249.65	255,202.—
4½	Emprunt français 1928 — French Loan	Fr. f. 400,000.—	75,330.10	72,797.—
4½	Emprunt danois 1962 — Danish Loan	\$ 10,000.—	45,553.55	28,644.—
4½	Emprunt suisse 1927 — Swiss Federal Loan	Fr. s. 50,000.—	48,500.—	51,500.—
4½	Chemin de fer New-York Central et Hudson 2013 — New York Central and Hudson R. R.	\$ 30,000.—	148,744.91	54,323.—
4½	Gouvernement français 1933-1993 — French Loan	Fr. f. 2,000,000.—	399,988.80	405,154.40
4½	Fr. f. 44.100 Rente française 1932 — French Loan	Fr. f. 980,000.—	205,151.70	183,346.65
4½	Bons Trésor français 1934 — French Treasury Bonds	Fr. f. 1,300,000.—	260,330.55	261,066.—
4½	Rente Chemins de fer fédéraux 1900 — Swiss Federal Railway	Fr. s. 99,750.—	84,528.40	95,760.—
4	Chemins de fer fédéraux 1923 (III) — Swiss Federal Railway	Fr. s. 100,000.—	87,727.50	100,700.—
	<i>A reporter — Carried forward .</i>		5,130,544.04	4,432,141.75

¹ Voir note page 101 — See note page 101.

Pour cent Per cent	Désignation Details	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost Price Swiss francs	Estimation au 31.XII.1933 En fr. suisses ¹ In Swiss francs
	<i>Report — Brought forward . . .</i>		5,130,544.04	4,432,141.75
4	Emprunt Egyptien 1912 — Egyptian Loan	Fr. s. 50,000.—	37,280.—	31,417.—
4	Emprunt fédéral suisse 1931 — Swiss Federal Loan	Fr. s. 600,000.—	600,000.—	592,000.—
4	Chemin de fer Alsace-Lorraine — Alsace- Lorraine Railway	Fr. f. 250,000.—	48,732.50	39,500.—
4	Chemins de fer fédéraux 1931-1951 — Swiss Federal Railway	Fr. s. 100,000.—	99,250.—	96,500.—
3½	Emprunt fédéral suisse 1932 — Swiss Federal Loan	Fr. s. 196,000.—	191,350.—	175,910.—
3½	Chemins de fer fédéraux 1932 — Swiss Federal Railway	Fr. s. 102,000.—	98,940.—	91,290.—
3½	Emprunt fédéral 1932-33—Swiss Federal Loan	Fr. s. 105,000.—	98,700.—	95,550.—
	Bons du Trésor belge — Belgian Treasury Bonds	Flor. 900,000.—	1,856,917.55	1,856,917.55
			<u>8,161,714.09</u>	<u>7,411,226.30</u>

¹ Taux de conversion du 31 décembre 1934 — Rate of conversion as at December 31st, 1934:

	Francs suisses Swiss francs
Paris	20.38
New-York	3.08
Hollande	208.87

ACCOUNTS OF THE STAFF PENSIONS FUND FOR THE FINANCIAL YEAR 1934.

REPORT BY M. A. CERESA, *Auditor*.

I have the honour to set forth below the result of the audit of accounts for the Staff Pensions Fund of the League of Nations for the financial year 1934.

* * *

The "accumulated funds" of the Pensions Fund amounted, at December 31st, 1934, according to the balance-sheet at that date, to 15,245,319.88 Swiss francs.

Against this sum had to be placed, however, the losses incurred on investments during the financial years 1933 and 1934, viz.:

	Swiss francs
In 1933 (balance)	906,098.19
1934	929,545.47
Total	1,835,643.66

The above sum of 15,245,319.88 Swiss francs exceeds by 1,455,462.99 francs the sum shown in the balance-sheet of the previous year.

The increase represents the difference between income and expenditure for the financial year 1934, which were as follows:

	Swiss francs
Income	2,884,926.49
Expenditure	1,429,463.50
Surplus of income over expenditure	1,455,462.99

The surplus is smaller by 230,534.56 francs than that for the previous financial year, owing to the fact that reduced income was accompanied by increased expenditure.

The *income* is as follows:

1. Contributions from officials members of the Pensions Fund and from the League of Nations	2,126,297.67
2. Annual contribution of the League for the amortisation of the deficit on the <i>actuarial reserve</i>	400,000.— ¹
3. Interest on investments	358,628.82
Total	2,884,926.49

against 3,076,346.43 francs in 1933, *i.e.* a reduction of 191,419.94 francs.

The contributions referred to in Item 1 of the above table may be analysed as follows²:

	Members' accounts	League of Nations' account	Total
Contributions in respect of the financial year 1934	817,597.32	1,242,166.40	2,059,763.72
Arrears of contributions	38,579.35	27,954.60	66,533.95
	856,176.67	1,270,121.—	2,126,297.67

In the League budget for the financial year 1934, an appropriation of 1,783,742 francs was voted as contribution to the Pensions Fund. For the previous year, the appropriation voted for the same purpose had been 1,773,306 francs.

The total sum paid to the Pensions Fund under this head in 1934 is made up as follows:

	Swiss francs
Contribution due under Article 9 of the Pensions Fund Regulations (9 per cent of the salaries of officials members of the Fund)	1,270,121.— ³
Annual payment for the amortisation of the <i>deficit</i> on the <i>actuarial reserve</i>	400,000.— ¹
	1,670,121.—

¹ It should be noted that a sum of 74,242.15 francs remained to be paid under this head on December 31st, 1934 by the League of Nations.

This sum, which was included in the credit voted for the Pensions Fund in the budget of the same financial year works out as follows:

	Swiss francs
Credit voted in the 1932 budget for the annual contribution for the amortisation of the deficiency on the <i>actuarial reserve</i>	411,000.—
Sum actually paid to the Pensions Fund in this respect during the same financial year	336,757.85
Balance due	74,242.15

² The ordinary contributions payable by the staff are fixed at 6½ per cent of the pensionable emoluments in the case of principal officers and other officials classed as belonging to the *First Division*, and 5 per cent in the case of other officials. The rate of the League contribution is fixed by the Assembly on the advice of the Administrative Board of the Fund. For 1934, as for the previous year, this rate was fixed at 9 per cent of the pensionable emoluments of members of the Fund.

³ This sum is composed as follows:

	Swiss francs
Sum paid from the appropriation voted in the 1934 budget	1,243,613.35
Contributions made—at the rate of 9 per cent—by officials whose salaries are paid from special funds (Building Fund; International Health Organisation—Rockefeller grants, etc.)	26,507.65
	1,270,121.—

As regards the League's contribution for the amortisation of the *deficit* on the *actuarial reserve*, the present value of the liabilities of the new Pensions Fund as at January 1st, 1931, was, according to the actuarial estimates, only partially covered by the assets that were to be handed over to it. There was a *deficit* of 6,270,000 francs, which, according to the calculations, could have been made good in thirty years by annual payments of 358,000 francs, calculated at the rate of 4 per cent, the annual payment to be rounded off to 400,000 francs as from 1933.

As already mentioned, the amount paid for amortisation in 1934 was 400,000 francs.

The *income* under No.3 is composed, as already stated, of interest on investments, which shows a decline of 129,204.13 francs.

The *expenditure* may be analysed as follows:

	Swiss francs
Refund of contributions (Article 9, No. 5, of the Pensions Fund Regulations ¹)	342,607.25
Pensions paid	36,215.25
Capital sums paid in lieu of pensions	969,326.20
Invalidity pensions paid	24,663.—
Pensions to widows and orphans	30,034.90
	<hr/>
	1,402,846.60
Miscellaneous expenditure (including cost of purchase of investment securities)	26,616.90
	<hr/>
	1,429,463.50

against 1,390,348.88 in 1933 or an increase of 39,114.62 francs.

The assets of the Pensions Fund are held as to the greater part (63.2%) in securities, and as to the remainder (36.8%) at banks.

The *investment securities*—estimated at purchase price—amounted at December 31st, 1933, to 9,037,793.91

Further to be added, the securities purchased during the financial year 1934, to the amount of 5,056,397.20

Total 14,094,191.11

Against which, however, the following decreases must be set off in respect of the same financial year:

(a) Sale of bonds	2,877,354.14	
(b) Reimbursement of bonds drawn by lot	3,055,122.88	
	<hr/>	
		5,932,477.02

The amount invested in securities at December 31st, 1934 — *valued at purchase price* — was thus reduced to 8,161,714.09

as shown in the balance-sheet of the Pensions Fund at that date.

The following table shows the new investments made in 1934:

	Nominal value	Purchase price in foreign currency	Purchase price in Swiss francs
6½% Brazilian Government Loan 1927-57	\$45,000.—	\$14,430.—	44,511.25
6% Republic of Uruguay 1960	\$35,000.—	\$14,271.25	44,022.—
5½% Paris-Orleans Railway 1968	\$60,000.—	\$97,200.—	296,946.—
5% Brazilian Consolidated Loan 1931	\$1,137.50	\$1,137.50	3,482.20
5% 68 Suez Canal shares	Gold fr. 34,000.—	Fr. fr. 1,284,590.—	261,249.65
4½% French Treasury Bonds 1934	Fr. fr. 1,300,000.—	Fr. fr. 1,278,050.—	250,330.55
4% Swiss Federal Railways 1931-51	Swiss fr. 100,000.—	Swiss fr. 99,250.—	99,250.—
3¾% Belgian Treasury Bonds	Flor. 900,000.—	Flor. 891,375.—	1,856,917.55
3½% French Treasury three-months' bonds	Flor. 1,000,000.—	Fr. fr. 10,260,000.—	2,090,988.—
3½% Swiss Federal Loan 1932-33	Swiss fr. 105,000.—	Swiss fr. 98,700.—	98,700.—
			<hr/>
Total			5,056,397.20

¹ This article reads:

"Whatever be the age of the official, if he has completed more than three but less than ten years' service, he shall be awarded a capital sum equal to his own contributions to the Pensions Fund and the payments due in respect of him to that Fund from the League, plus simple interest at the rate fixed by Article 21, provided that such sum shall not exceed the value of the annuity which an official would receive after completing ten years' service."

The bonds sold were as follows:

	Purchase price in Swiss francs	Sale price in Swiss francs	Loss in Swiss francs
7½% Kingdom of Bulgaria 1928-68	98,487.79	11,728.90	86,758.89
7½% Hungarian Government Loan 1944	242,706.02	57,951.—	184,755.02
7½% Hungarian Government Loan 1944 in Swiss francs	67,000.—	20,702.—	46,298.—
7% Government of Bulgaria Loan 1926-67	2,313.55	378.70	1,934.85
6% Kingdom of Belgium 1925-55	155,035.65	131,910.40	23,125.25
6% City of Hamburg 1926-46	122,809.74	28,055.05	94,754.69
6½% Free State of Prussia 1926-51	101,146.80	23,566.60	77,580.20
5½% Kingdom of Denmark 1925-55	243,582.20	143,084.55	100,497.65
5½% German International Loan 1930	135,000.—	44,095.30	90,904.70
5% City of Antwerp 1928-58	166,003.20	99,767.30	66,235.90
4% City of Copenhagen 1910-11	99,544.—	75,498.—	24,046.—
4% Canton of Geneva 1931	49,775.—	42,189.—	7,586.—
3½% Jura-Simplon Railway 1894	624,756.—	594,527.50	30,228.50
3½% British War Loan 1932	378,300.—	247,170.—	131,130.—
	<hr/>	<hr/>	<hr/>
	2,486,459.95	1,520,624.30	965,835.65
			Profit Swiss francs
6% City of Marseilles 1919-34	77,155.13	77,902.50	747.37
6% City of Lyon 1919-34	180,028.65	181,772.50	1,743.85
6% City of Bordeaux 1919-34	51,387.71	51,935.—	547.29
3% Dutch loan 1905	82,322.70	92,213.10	9,890.40
	<hr/>	<hr/>	<hr/>
	390,894.19	403,823.10	12,928.91
			<hr/>
Net loss			952,906.74

With regard to the currencies in which the securities sold were issued, the net loss of 952,906.74 francs is made up as follows:

	Losses due to fall in market value of securities	Profit due to rise in market value of securities	Net loss or profit (Col. 1 — 2)	Loss due to depreciation of currency	Total loss (net) (Col. 3 + 4)
	1	2	3	4	5
United States dol- lars	357,478.48	219,304.18	138,174.30	492,494.79	630,669.09
Swiss francs	91,404.—	7,291.50	84,112.50	—	84,112.50
Swedish crowns	81,031.47	—	81,031.47	9,873.23	90,904.70
Pounds sterling	13,721.—	26,481.—	12,760.— (Profit)	169,870.85	157,110.85
Florins	9,216.70	—	9,216.70 (Net loss)	19,107.10 (Profit)	9,890.40 (Profit)
	<hr/>	<hr/>	<hr/>	<hr/>	<hr/>
	552,851.65	253,076.68	299,774.97	653,131.77	952,906.74

The following were the bonds repaid:

	Purchase price in Swiss francs	Amount paid in Swiss francs	Profit Swiss francs
5½% Swiss Loans 1946	937,471.95	972,800.—	35,328.05
			Loss Swiss francs
7% Italian Credit Consortium 1947	5,116.73	3,067.50	2,049.23
6½% Chemin de fer du Nord de la France	5,171.35	5,074.45	96.90
5% 29 Suez Canal Gold Bonds	16,374.85	14,342.20	2,032.65
3½% French Treasury three-months' bonds	2,090,988.—	2,083,200.—	7,788.—
	<hr/>	<hr/>	<hr/>
	2,117,650.93	2,105,684.15	11,966.78
			<hr/>
Net profit			23,361.27

A summary of the profits and losses on the above investment securities shows a net loss of 929,545.47 francs, the details of which are as follows:

Net loss on sales	952,906.74
Profit (net of losses) on repayment of bonds	23,361.27
	<hr/>
Net loss	929,545.47

A statement of the Pensions Fund's investments as at December 31st, 1934, is appended to the balance-sheet of the Fund as at that date.

It shows the nominal value, the purchase price in foreign currency and in Swiss francs of the securities therein listed.

The purchase price in Swiss currency amounted, as has already been said, to 8,161,714.09 francs, amount of the securities shown in the balance-sheet.

Their current market value, however, at the prices ruling on December 31st, 1934, was 7,411,226.30 Swiss francs.

The depreciation is, therefore, 750,487.79 Swiss francs, or 9.195 per cent of the total investments in securities.

The depreciation on the same date in the previous year was 19.65 per cent.

In this connection it may be useful to give figures showing in the form of percentages the distribution of the Pensions Fund investments according to the currencies in which the securities purchased are issued, and to compare these with the percentages for the previous year.

	1933 %	1934 %
United States dollars	49.37	30.21
Swiss francs	25.27	21.33
Pounds sterling	5.31	—
French francs	12.47	21.28
Canadian dollars	1.11	1.23
Swedish crowns	1.50	—
Netherlands florins	0.91	22.75
Gold francs (Suez Canal bonds) . .	4.06	3.20
	100.—	100.—

It should be added that as regards some of the securities issued in dollars (13.10 per cent of the total investments), the capital and the interest thereon are payable in gold of the standard and weight of the former gold dollar, in accordance with the *gold clause* under which they were issued. The corresponding percentage at December 31st of the previous year was 24.11.

In addition to the investments in securities already mentioned, the Pensions Fund had the following sums at banks at December 31st, 1934:

	Swiss francs
Current account (Swiss francs)	286,311.25
On deposit (14,830,224.96 French francs)	3,011,277.17
" " (108,625 — florins)	226,282.45
" " (£79,782 6s 1d.)	1,265,863.85
	4,789,734.72

as against 3,295,723.45 Swiss francs on December 31st of the previous year.

The relatively high figure represented by these holdings—which are certainly not very remunerative—is due to the instability of the stock market and the international exchanges, which makes the utmost caution advisable where the purchase of securities is concerned.

To complete our survey of the assets items of the balance sheet of the Fund—apart from the losses on investments already mentioned—reference should also be made to two figures which appear under the head of "sundry debtors" at December 31st, 1934.

The first, 142,220.61 francs, represents arrears of contributions due by members to the Fund.

	Swiss francs
The corresponding figure at December 31st of the previous year was	153,397.89
This increased in 1934, through new arrears and interest, by	45,622.07
	199,019.96
On the other hand, it was reduced through sums recovered by	56,799.35
As a result of the plus and minus items mentioned, the balance of Account works out at the above sum of	142,220.61

The other figure under the head of "sundry debtors" referred to above is 284,776.75 francs, representing the debt in respect of life-insurance premiums for officials who were formerly members of the Provident Fund and had opted for this form of provision in the future. This figure is made up as follows:

	Swiss francs
Amount owing to the Fund at December 31st, 1933	299,380.15
Increases in 1934 through subsequent payments of premiums by the Fund, and through interest.	34,678.20
	334,058.35
Decrease in the same financial period through sums recovered.	49,281.60
	284,776.75

As regards the debit side of the above-mentioned balance sheet, three items should be noted:

The *sundry creditors* item shows a balance of 4,896.70 francs, representing the amount of pensions due in respect of the financial year 1934 but still unpaid at the end of that year.

The *Suspense Account* shows a balance of 24,733.70 francs, which corresponds to the amount of contributions at the rate of 9% repayable to the Rockefeller subsidy account if the members in respect of whom they have been paid leave the Fund before having paid their debt in respect of arrears. (See note 3 on page 103 of this report.)

The *reserve fund*, formed to cover eventual losses on the amount owing to the Fund in respect of insurance premiums, amounted at December 31st, 1933, to 4,803.95 francs, and at December 31st, 1934, to 5,794.35 francs, or an increase of 990.40.

It should be noted in this connection that, under the Administrative Rules of the Pensions Fund, officials members of the Provident Fund who opted for the new pensions system were debited with the amount of the sums which had been withdrawn from their account with the Provident Fund up to December 31st, 1931, in respect of insurance premiums, plus 5%, and they are also debited with the amount of each premium paid by the Pensions Fund as well as compound interest on each of these sums.

The amount of these increases is used to make up the above-mentioned Reserve Fund.

The results of the Staff Pensions Fund balance-sheet at December 31st, 1934, may be summarised as follows:

	Swiss francs
Assets ¹	13,445,100.97
Liabilities ²	<u>35,424.75</u>
Surplus of assets over liabilities	<u>13,409,676.22</u>

Comparing this surplus with the amount (15,245,319.88 francs) of the *accumulated funds*—which represent the capital of the Pensions Fund—we find a *deficit* of 1,835,643.66 francs. This is due to the losses incurred on investments in 1934 and the previous financial year.

In accordance with Article 21 of the Regulations of the Pensions Fund, the Fund must be valued as at December 31st, 1934 (end of the first triennial period), by an actuary—Professor Friedli, of Berne University—appointed by the Administrative Board. The result of this valuation will be shown in the report submitted by the actuary in accordance with this Article.

If we now compare the surplus of assets over liabilities for the financial year

	Swiss francs
1934, viz.	13,409,676.22
with that of the previous year, viz.	<u>12,883,758.70</u>
we find for 1934 an increase of	<u>525,917.52</u>

which works out as follows:

Surplus of receipts over expenditure for the financial year 1934 (see the accounts on pages 98-99 of this document)	1,455,462.99
<i>Less:</i>	
Losses on investments in 1934	<u>929,545.47</u>
Surplus net of the above losses	<u>525,917.52</u>

CONCLUSION.

During the financial year 1934 there was a considerable change in investments, owing to sales, redemptions of securities drawn by lot, and new purchases.

There was a net loss of 929,545.47 francs on sales and redemptions, to which must be added the similar losses on the previous year (906,098.19 francs, as established at the end of that year). The total loss thus increased to 1,835,643.66 francs, which, not being covered by the reserve fund (exhausted in 1933, as stated in my report on the accounts for that year), involved an inroad on the capital of the Pensions Fund.

The return of investments at December 31st, 1934, consequent upon the revaluation made at current Stock-Exchange quotations, showed a decline in value of 750,000 francs as compared with the purchase price of the investments. The reduction in the value of investments was, however, appreciably less than at the close of the previous financial year. This might be regarded as indicating a better selection of investments; but, owing to the instability prevailing on the money market, it is difficult to arrive at any reliable judgment on the point.

(Signed) A. CERESA,
Auditor.

April 10th, 1935.

	Swiss francs
¹ <i>Assets:</i>	
Cash	4,789,734.72
Investments	8,228,368.89
Sundry debtors	<u>426,997.36</u>
	13,445,100.97
² <i>Liabilities:</i>	
Sundry creditors	4,896.70
Suspense account	24,733.70
Reserve Fund	<u>5,794.35</u>
	<u>35,424.75</u>

Part XI.

**ACCOUNTS OF THE STAFF PROVIDENT FUND FOR
THE FINANCIAL YEAR 1934 AND REPORT
THEREON BY M. A. CERESA (Auditor)**

CAISSE DE PRÉVOYANCE DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1934.

Passif. — Liabilities.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE CAPITAL — CAPITAL ACCOUNT.			
<i>Secrétariat — Secretariat.</i>			
Contributions versées par les membres — Contributions by members	150.659,60		
Contributions versées par la Société — Contributions by League	140.362,11		
		291.021,71	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions versées par les membres — Contributions by members	43.525,26		
Contributions versées par la Société — Contributions by League	42.101,84		
		85.627,10	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions versées par les membres — Contributions by members	7.902,32		
Contributions versées par la Société — Contributions by League	7.112,01		
		15.014,33	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund .</i>		11.435,06	403.098,20
COMPTE D'INTÉRÊTS — REVENUE ACCOUNT.			
Solde au 31 décembre 1933 — Balance as at December 31st, 1933		2.893,09	
Plus intérêts pour l'année se terminant le 31 décembre 1934 — Add revenue in respect of year ended December 31st, 1934.		8.926,56	
		11.819,65	
			414.917,85

STAFF PROVIDENT FUND

BALANCE-SHEET AS AT DECEMBER 31ST, 1934.

Actif. — Assets.

	Valeur nominale Nominal value	Francs suisses Swiss francs
COMPTE PLACEMENTS — INVESTMENTS ACCOUNT.		
6½ % Chemins de fer du Nord 1924-1950 — External Gold Bonds, Nord Railway Co.	\$10,000.—	51,826.—
5½ % Chemins de fer Paris-Orléans 1928-1968 — Gold Bonds, Paris-Orleans Railway Co.	\$10,000.—	49,491.—
		101,317.—*
<i>Plus</i> intérêts échus au 31 décembre 1934 — <i>Plus</i> accrued interest to December 31st, 1934		1,798.—
		103,115.—
PERTES SUBIES SUR LA VENTE DE TITRES. — LOSSES INCURRED ON SALE OF INVESTMENTS:		
Solde au 31 décembre 1933 — Balance as at December 31st, 1933		29,514.37
<i>Plus</i> pertes sur titres vendus — <i>Add</i> loss on sale of investments:		
3½ % Chemins de fer fédéraux 1932-1962 — Swiss Federal Railways	6,185.—	
3½ % Chemin de fer Jura-Simplon 1894 — Jura-Simplon Railway	2,755.—	
		8,940.—
<i>Plus</i> perte afférente au remboursement de valeurs — <i>Add</i> loss on redemption of securities:		
3½ % Bons du Trésor français 1934 — French Treasury Bonds		778.83
		39,233.20
<i>Moins</i> profits sur titres vendus — <i>Less</i> profit on sale of investments:		
7 % Bons du Trésor français 1926-36 — French Treasury Bonds	3,484.56	
6 % Emprunt municipal Ville de Lyon 1919-34 — Municipal loan gold bonds, City of Lyons	54.50	
6 % Emprunt municipal Ville de Bordeaux 1919-34 — Municipal loan gold bonds, City of Bordeaux	54.50	
		3,593.56
		35,639.64
EN BANQUE — CASH AT BANK.		
Compte de dépôt — Deposit account:		
Florins 99,697.33	207,689.47	
Francs français 176,783.46	35,895.89	
		243,585.36
Compte courant — Current account		32,577.85
		276,163.21
		414,917.85

Le 1^{er} mars 1935.

(Signed) P. G. WATTERSON,
Chef comptable — Chief Accountant.

NOTE.

* La valeur en bourse des titres détenus par la Caisse au 31 décembre 1934 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1934, was, exclusive of interest

Francs suisses
Swiss Francs

100,331.—

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1934.
for the twelve months ended December 31st, 1934.

RECETTES. — RECEIPTS.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS EN BANQUE — TO CASH AT BANK. 1 ^{er} janvier 1934 — January 1st, 1934			102,157.50
CONTRIBUTIONS.			
<i>Secrétariat — Secretariat.</i>			
Contributions des membres — Contributions by members	18,241.30		
Contributions de la Société — Contributions by League	16,417.26		
	<hr/>	34,658.56	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions des membres — Contributions by members	5,669.90		
Contributions de la Société — Contributions by League	5,102.70		
	<hr/>	10,772.60	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions des membres — Contributions by members	881.66		
Contributions de la Société — Contributions by League	793.52		
	<hr/>	1,675.18	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund</i>			
		<hr/>	51,281.98
REVENU AFFÉRENT AUX PLACEMENTS, Y COMPRIS LES INTÉRÊTS EN BANQUE — INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			10,528.47
VALEUR DES PLACEMENTS REMBOURSÉS — VALUE OF INVEST- MENTS REDEEMED:			
3½ % Bons du Trésor français 1934 — French Treasury Bonds Fl. 100,000			208,319.97
VALEUR DES PLACEMENTS RÉALISÉS — VALUE OF INVESTMENTS REALISED:			
3½ % Chemin de fer Jura-Simplon 1894 — Jura-Simplon Railways, Fr. s. 50,000		42,500.—	
3½ % Chemins de fer fédéraux 1932 — Swiss Federal Rail- ways, Fr. s. 50,000		42,615.—	
7 % Bons du Trésor français 1926-1936 — French Treasury Bonds, Fr. f. 235,500		51,302.84	
6 % Emprunt municipal Ville de Lyon 1934 — Municipal loan gold bonds City of Lyons, \$5,000		25,967.50	
6 % Emprunt municipal Ville de Bordeaux 1934 — Municipal loan gold bonds City of Bordeaux, \$5,000		25,967.50	
		<hr/>	188,352.84
			<hr/> <hr/>
			560,640.76

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1934.
for the twelve months ended December 31st, 1934.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
MONTANTS VERSÉS A DES MEMBRES DÉMISSIONNAIRES, ETC. — BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secrétariat. — Secretariat.</i>			
Compte des membres — Members' account	10,866.64		
Compte de la Société — League account	9,779.59		
	<hr/>	20,646.23	
<i>Bureau international du Travail — International Labour Office.</i>			
Compte des membres — Members' account	1,245.56		
Compte de la Société — League account	1,919.75		
	<hr/>	3,165.31	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Compte des membres — Members' account	—		
Compte de la Société — League account	—		
	<hr/>	<hr/>	23,811.54
AVANCES AFFÉRENTES AUX PRIMES D'ASSURANCE — BY ADVANCES IN RESPECT OF INSURANCE.			
Secrétariat — Secretariat		786.25	
Bureau international du Travail — International Labour Office		397.05	
		<hr/>	1,183.30
ALLOCATIONS PRÉLEVÉES SUR LA CAISSE DE DÉCÈS ET D'INVALIDITÉ — BY GRANTS FROM DEATH AND INVALIDITY FUND			
			—
COMPTE PLACEMENTS — BY INVESTMENTS ACCOUNT			
			258,589.80
DÉPENSES DIVERSES AFFÉRENTES AUX ACHATS DE VALEURS, ETC. — SUNDRY EXPENSES RELATIVE TO PURCHASE OF SECURITIES, ETC.			
			892.91
DISPONIBILITÉS EN BANQUE — BY CASH AT BANK:			
Compte de dépôt — Deposit account		243,585.36	
Compte courant — Current account		32,577.85	
		<hr/>	276,163.21
			<hr/> <hr/>
			560,640.76

COMPTE D'INTÉRÊTS — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1934.
for the twelve months ended December 31st, 1934.

RECETTES — INCOME.

Francs suisses
Swiss francs

Revenu des placements: montant perçu et à percevoir, y compris les intérêts de banque — By Revenue received and receivable from investments, including bank interests	9,819.47
	<u>9,819.47</u>

DÉPENSES. — EXPENDITURE.

Dépenses diverses relatives à l'achat de valeurs, y compris leur garde, frais de banque, commissions et télégrammes — To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams	892.91
Solde, soit revenu net de l'année, porté au bilan — Balance, being net revenue for year, transferred to balance-sheet	8,926.56
	<u>9,819.47</u>

ACCOUNTS OF THE STAFF PROVIDENT FUND FOR THE YEAR 1934.

REPORT BY M. A. CERESA (*Auditor*).

The capital of the Provident Fund amounted, on December 31st, 1934, to 391,663.14 Swiss francs, according to the balance sheet at that date, and leaving out of account losses on investments, which will be mentioned below.

In comparison with the same date of the previous year, there was an increase of 22,111.50 francs, as shown below:

	December 31st, 1934 Swiss francs	December 31st, 1933 Swiss francs	Difference on December 31st, 1934 Swiss francs
Secretariat	291,021.71	277,795.63	+ 13,226.08
International Labour Office	85,627.10	78,416.86	+ 7,210.24
Permanent Court of International Justice	15,014.33	13,339.15	+ 1,675.18
	<hr/>	<hr/>	
	391,663.14	369,551.64	+ 22,111.50

The increase of 22,111.50 francs shown in this table is due to the contributions of the members of the Fund and to contributions of the League of Nations Organisations to which these members respectively belong, as shown below:

	Contributions of members Swiss francs	Contributions of Organisations Swiss francs	Total Swiss francs
Secretariat	18,241.30	16,417.26	34,658.56
International Labour Office	5,669.90	5,102.70	10,772.60
Permanent Court of International Justice	881.66	793.52	1,675.18
	<hr/>	<hr/>	
	24,792.86	22,313.48	47,106.34

	Swiss francs
From the above.	47,106.34

Deduct:

	Swiss francs
Sums paid to members leaving the service	23,811.54
Advances in respect of insurance premiums	1,183.30
	<hr/>
	— 24,994.84

which gives the above-mentioned increase of	<hr/>
	22,111.50

The capital of the <i>Death and Invalidity Fund</i> was reduced on December 31st, 1933, to	7,259.42
--	----------

During the year 1934 it was increased as follows:

By receipts (contributions)	4,175.64
---------------------------------------	----------

Total amount as at December 31st, 1934.	<hr/>
	11,435.06

The account of *investments* in securities shows the following developments:

	Swiss franc	
Amount on December 31st, 1933 (purchase price of the securities) . . .		245,525.28
Purchases made in 1934 (purchase price)		258,589.80
		<hr/> 504,115.08
	Swiss francs	
Sales in 1934 (amount realised)	188,352.84	
Redemption of bonds drawn by lot (amount realised) .	208,319.97	
		<hr/> 396,672.81
		<hr/> 107,442.27
<i>Deduct:</i>		
Losses on bonds drawn by lot	778.83	
Losses on sales	8,940.—	
		<hr/> 9,718.83
		<hr/> 97,723.44
<i>Add:</i>		
Profits on sales		3,593.56
Amount as at December 31st, 1934		<hr/> 101,317.—

Purchases effected in 1934 are shown in the following table:

Securities purchased in 1934.

	Nominal value	Purchase price in foreign currency	Purchase price in Swiss francs
3½ % French Govt. Treasury Bonds (at 3 months), 1934	Fl. 100,000.—		209,098.80
5½ % Paris and Orléans Railway R.R.D. 1928-68	\$ 10,000.—	\$ 16,200.—	49,491.—
			<hr/> 258,589.80

The following are the securities sold in 1934:

Securities sold in 1934.

		Purchase price in Swiss francs	Sale price in Swiss francs	Loss in Swiss francs
3½ % Jura-Simplon Railway 1894	Sw. fr. 50,000.—	45,255.—	42,500.—	— 2,755.—
3½ % Swiss Fed. Railways 1932 .	Sw. fr. 50,000.—	48,800.—	42,615.—	— 6,185.—
7 % French Govt. Treasury Bonds 1926-36	Fr. fr. 235,500.—	47,818.28	51,302.84	+ 3,484.56
6 % City of Bordeaux 1934	\$ 5,000.—	25,913.—	25,967.50	+ 54.50
6 % City of Lyon 1934	\$ 5,000.—	25,913.—	25,967.50	+ 54.50
		<hr/> 193,699.28	<hr/> 188,352.84	<hr/> — 5,346.44 net loss

The following securities were redeemed:

Securities redeemed in 1934.

		Purchase price in Swiss francs	Amount redeemed in Swiss francs	Loss on redemption in Swiss francs
3½ % French Govt. Treasury Bonds (at 3 months), 1934 . .	Fl. 100,000	209,098.80	208,319.97	778.83

The total of *cash at banks* was 276,163.21 francs on December 31st, 1934, as against 102,157.50 francs at the same date in the previous year. There was therefore an increase of 174,005.71 francs, as shown below:

	Swiss francs	
Receipts for the year 1934		458,483.26
Expenditure for the year 1934		284,477.55
Amount by which receipts exceeded expenditure		<hr/> 174,005.71

The total of receipts is made up as follows:

Contributions in respect of the financial year 1934:

	Swiss francs	Swiss francs
Provident Fund.	47,106.34	
Death and Invalidity Fund	4,175.64	
	<hr/>	
Income from investments		51,281.98
Value of investments realised		10,528.47
Value of investments redeemed.		188,352.84
		<hr/>
		208,319.97
		<hr/>
		458,483.26

The total of expenditure is made up as follows:

Investments	258,589.80
Sums paid to members leaving the service	23,811.54
Advances in respect of insurance premiums	1,183.30
Miscellaneous expenditure in connection with the purchase of securities, etc.	892.91
	<hr/>
	284,477.55

	Swiss francs
The <i>Interest Account</i> had a balance on December 31st, 1933, of	2,893.09
It was increased in 1934 by	8,926.56
	<hr/>

There was thus a balance on December 31st, 1934, of 11,819.65

The sum of 8,926.56 shown above was made up as follows:

Income from investments	9,819.47
<i>Less:</i>	
Expenditure in connection with investments	892.91
	<hr/>
Balance	8,926.56

The assets of the balance-sheet of the Fund at December 31st, 1934, contain a heading "*Losses on the sale of securities*".

The amount of this item is 35,639.64 francs, made up as follows:

	Swiss francs	Swiss francs
Amount at December 31st 1933		29,514.37
<i>Plus:</i>		
Losses on sales of securities	8,940.—	
Losses on redemption of securities	778.83	
	<hr/>	
	9,718.83	
<i>Less:</i>		
Profit on sales of securities	3,593.56	6,125.27
	<hr/>	<hr/>
		35,639.64

April 10th, 1935.

(Signed) A. CERESA,
Auditor.

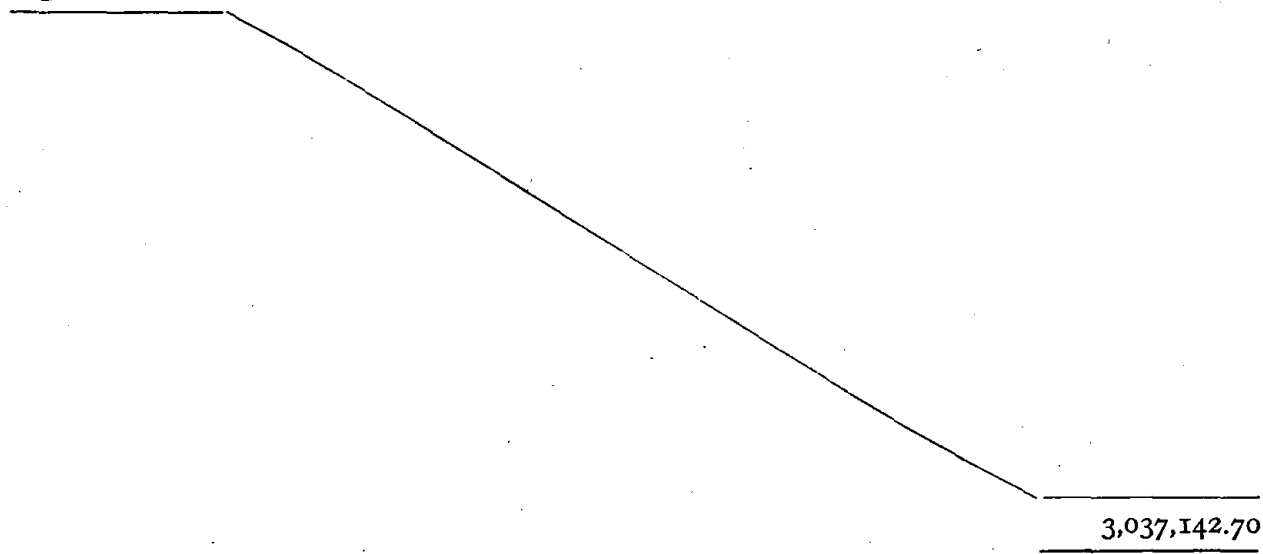
Part

**ACCOUNTS OF THE
FOR THE FINAN-
AND REPORT THEREON**

STATEMENT OF ASSETS AND

LIABILITIES.

	Swiss francs	Swiss francs
Depreciation Account:		
Balance as per last account	465,511.88	
Add Depreciation for year	236,973.89	
	<hr/>	702,485.77
SURPLUS OF ASSETS OVER LIABILITIES		2,334,656.93



ACCOUNTS FOR THE

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Receipts.</i>			
Balances as at January 1st, 1934	427,977.10	81,291.16	509,268.26
Grant from the League of Nations for 1934 . . .	200,000.—		
Broadcasting of League news	982.50		
Miscellaneous receipts	2,036.10		203,018.60
Radio-telegraphic charges		298,816.66	
Radio-telephonic charges		22,067.88	320,884.54
	<hr/>	<hr/>	<hr/>
	630,995.70	402,175.70	1,033,171.40

XII.

WIRELESS STATION

FINANCIAL YEAR 1934

BY M. A. CERESA (Auditor)

LIABILITIES AS AT DECEMBER 31ST, 1934.

ASSETS.		Swiss francs	Swiss francs
Installations:			
Prangins		1,650,259.40	
Colovrex		618,024.—	
Operating Office at Geneva		31,817.—	
League of Nations building		27,459.—	
		<u>2,327,559.40</u>	
Additional installation		33,743.60	
			<u>2,361,303.—</u>
Reserve Material			37,318.10
Société Radio-Suisse:			
Trading account		77,994.25	
Less Additional initial expenses	2,674.50		
Less Reserve material	64,906.20		
		<u>67,580.70</u>	
			10,413.55
Cash at Bank			628,108.05
			<u><u>3,037,142.70</u></u>

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

1934 FINANCIAL YEAR.

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Expenditure.</i>			
Fire insurance and sundry expenses	1,146.60		
Exchange differences	1,741.05		2,887.65
Operation and administrative expenses		324,181.45	
Additional initial expenses		2,674.50	
Purchase of valves, resistances, etc.		64,906.20	391,762.15
Balances at December 31st, 1934	628,108.05	10,413.55	638,521.60
	<u>630,995.70</u>	<u>402,175.70</u>	<u>1,033,171.40</u>

March 1st, 1935.

(Signed) P. G. WATTERSON,
Chief Accountant.

ACCOUNTS OF THE WIRELESS STATION FOR THE FINANCIAL
YEAR 1934

REPORT BY M. A. CERESA (*Auditor*).

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PREAMBLE.

The Wireless Station of the League of Nations, constructed in the neighbourhood of Geneva under the title of "Radio-Nations", consists of:

- (1) A transmitting station in the neighbourhood of Prangins (near Nyon);
- (2) A receiving station in the neighbourhood of Colovrex (near Geneva), equipped with two high-speed long-wave telegraphic receivers and two high-speed short-wave telegraphic receivers;
- (3) An operating office at Geneva;
- (4) An auxiliary centre at the Secretariat of the League, for use in times of emergency, in direct communication by wire with the Geneva Central Telegraphic Office.

In ordinary times the Station is managed by "Radio-Suisse"—a limited liability company with its head office at Berne—in accordance with the agreements established by the Convention concluded on May 21st, 1930, between the Secretary-General of the League and the aforesaid company.

The results of the audit of the Wireless Station accounts for the financial year 1934 are given below.

RECEIPTS AND PAYMENTS ACCOUNT.

Radio-Nations Cash Account.

It should be observed that, in anticipation of special commercial and industrial requirements of the Wireless Station, a credit of 200,000 francs was voted in the League budget for each of the financial years 1931, 1932 and 1933, to constitute the nucleus of a fund for the maintenance and operation expenses of the Station, separate from the ordinary budget accounts, but supervised and audited in the same way.

In accordance with the rules laid down for the administration of this fund, the unexpended balance at the end of each year has been carried over to the following year, subject to a later decision as to the use to which it should be put.

	Swiss francs
At December 31st, 1933, this balance amounted to	¹ 427,977.10
A further credit of	200,000.00
	627,977.10

was voted in the budget for the financial year 1934, making a total of

To this sum were added, during the same financial year, the following receipts:

	Swiss francs
Receipts on account of League of Nations broadcasts	982.50
Miscellaneous receipts	2,036.10
	3,018.60

Carried forward 630,995.70

¹ Cf. my report on the accounts for the 1933 financial period (document A.3.1934.X, page 127).

Brought forward Swiss francs
630,995.70

The expenditure effected during the same financial year was as follows:

	Swiss francs	
Fire insurance, petty expenses and sundries	1,146.60	
Exchange difference	1,741.05 ¹	
	<u>2,887.65</u>	
Balance		628,108.05

Current Account between Radio-Suisse and Radio-Nations.

As a general rule, the receipts and expenses connected with the operation of the Station are respectively credited and debited to the *current account* opened for Radio-Nations with Radio-Suisse, which operates the Station, and to which the Secretary-General is empowered to advance funds during the financial year when income is not sufficient to meet expenditure.

At December 31st, 1933, the Radio-Nations current account showed a credit balance of Swiss francs
81,291.16

The state of this current account during the financial year 1934 may be summarised as follows:

	Swiss francs	
Revenue	320,884.54	
Expenditure	391,762.15	
	<u>70,877.61</u>	
Surplus of expenditure over receipts		70,877.61
Credit balance of Radio-Nations at December 31st, 1934		10,413.55

These figures are analysed in the next chapter, dealing with the "Trading Account".

TRADING ACCOUNT.

I. Receipts.

The income accruing to Radio-Nations for 1934 totals 324,842.41 Swiss francs, distributed as follows, the differences as compared with the previous financial year being also shown:

	1934 Swiss francs	1933 Swiss francs	Difference for 1934 Swiss francs
Transit charges	283,701.19	345,789.27	— 62,088.08
Terminal charges	7,912.05	15,341.08	— 7,429.03
Broadcasting	26,025.75	6,282.25	+ 19,743.50
Special service for remittance of <i>communiqués</i>	1,200.00	1,200.00	—
Sums received on account of rebates on official League telegrams	6,003.42	7,913.05	— 1,909.63
	<u>324,842.41</u>	<u>376,525.65</u>	<u>— 51,683.24</u>

It will be seen that receipts in respect of transit charges and terminal charges have decreased; on the other hand, receipts in respect of broadcasting show an appreciable increase.

The total amounts in respect of transit charges and terminal charges are made up as follows:

	1934 Swiss francs	1933 Swiss francs	Difference for 1934 Swiss francs	Difference as percentage of 1933
Official wireless messages:				
At full rate	11,738.05	29,118.63	— 17,380.58	— 59.69
At reduced rate	58,644.06	86,939.56	— 28,295.50	— 32.55
Private wireless messages:				
Press	9,976.30	38,736.26	— 28,759.96	— 74.24
Commercial	211,254.83	207,969.34	+ 3,285.49	+ 1.58
	<u>291,613.24</u>	<u>362,763.79</u>	<u>— 71,150.55</u>	<u>— 19.61</u>

The figures for 1934 show a falling-off in official wireless messages transmitted by Radio-Nations, more particularly in respect of those sent at the full rate.

The most marked decrease, however, is that in respect of wireless messages sent by the Press, whereas a slight increase has been recorded in respect of commercial messages.

¹ Decline in the value of bank balances in French francs, after revaluation at December 31st, 1934, at the rate of 100 French francs = 20.305 Swiss francs.

A part of the sums due in respect of wireless messages was still outstanding at December 31st, 1934. It amounted to 189,920.61 francs (65.13% of the total) as against 157,580.35 francs (43.44%) at the same date in the previous financial year. The sum of 189,920.61 francs was due from the telegraph departments and companies of the following countries:

	Swiss francs	Quarter 1934
Argentina (Buenos Aires)	{ 30,297.39 34,832.91	Third Fourth
Bolivia (La Paz)	65,130.30	Fourth
Brazil (Rio de Janeiro)	8,533.51	Fourth
China (Shanghai)	4,488.55	Second Third Fourth
	{ 13,754.04 13,864.— 13,709.82	
Japan (Tokio)	41,327.86	Second Third Fourth
	{ 26,650.61 20,252.32 23,537.46	
	70,440.39	
	189,920.61	

At the date of the present report (May 15th, 1935), a sum of 102,546.98 francs had been received, so that the balance still outstanding was reduced to 87,373.63 francs. This sum was made up as follows:

	Swiss francs
Argentina	65,130.30
Bolivia	8,533.51
China	13,709.82
	87,373.63

Nothing was done to reduce the debts of the Argentine and Bolivia respectively during the period January 1st to May 15th, 1935.

During the same period, Bolivia's debt in respect of the 1934 financial year was increased by a sum of 10,359.16 francs due in respect of the 1935 financial year, according to the accounts received by the League of Nations. Bolivia's debt at May 15th, 1935, amounted therefore to 18,892.67 francs. Representations have been made with a view to the settlement of this debt, but it is not yet known what the result will be.

China's debt relates to the last quarter of 1934.

At December 31st, 1934, the total amount outstanding in respect of charges for wireless messages was 4,774.75 francs. During the current financial year 3,427.60 francs were received; at May 15th, 1935, there remained outstanding a sum of 1,317.15 francs due in respect of the third quarter of 1934.

2. Expenditure.

It should be remembered that, for the Wireless Station's first financial year of actual operation, percentages for the allocation of the common expenses were agreed upon, provisionally and as an experiment, between the League of Nations and Radio-Suisse.¹

These percentages have not varied.

The share of the operating expenses charged by Radio-Suisse to Radio-Nations on current account amounts to 324,181.45 Swiss francs. It is made up as follows:

	Swiss francs
Operation expenses (excluding administrative expenses) . . .	261,942.95
Premium due to Radio-Suisse on the total receipts	30,696.90
Sum due to Radio-Suisse in repayment of administrative expenses	31,541.60
Total	324,181.45

As regards the above-mentioned premium, it should be remembered that, in virtue of Article 16, point 3, of the Convention signed on June 30th, 1930, by the Secretary-General of the League of Nations and Radio-Suisse, "on the revenue derived from the transit charges due to the Station in respect of communications, whether official or non-official, Radio-Suisse shall be allowed a premium by way of interest in the development of the traffic".

As regards the amount of this premium, the same clause of the Convention states that it shall be calculated on the gross revenue at the rate of 10% up to a sum equal to the expenses shown in the trading account. On the surplus, the rate may rise to 20, 30 or 50%, according to the cases provided for in the said clause.

¹ Cf. Report on the Wireless Station Accounts for the Financial Year 1932 (document A.32.1933-X, page 4).

The total receipts on which the premium is due amounted to 306,969.07 francs. This sum is made up as follows:

		Swiss francs
Transit charges		283,701.19
Special service for remittance of <i>communiqués</i>		1,200.00
		Swiss francs
Wireless messages	25,043.25 ¹	
Less: Cost thereof	2,975.37	
		<u>22,067.88</u>
Total		<u>306,969.07</u>

The amount of the expenditure to be taken into account for the calculation of the premium rate has been determined as follows:

		Swiss francs
Operation expenses charged by Radio-Suisse to Radio-Nations (not including administrative expenses and premium) . . .		261,942.95
		Swiss francs
Material taken from reserve ²	53,513.25	
Less: exchange difference on this amount . . .	40.45	
		<u>53,472.80</u>
		315,415.75
Sum due to Radio-Suisse under Article 14 of the above-mentioned Convention for general administrative expenses (10% of the above sum of 315,415.75 francs)		31,541.60
Total		<u>346,957.35</u>

This last sum marked the limit up to which the premium due to Radio-Suisse in respect of receipts was reckoned at the rate of 10%, subject to the application of higher rates on the surplus.

As we have already seen, the amount of the receipts to be taken as a basis in calculating the premium is 306,969.07 francs. This amount therefore falls within the above-mentioned limit, so that at 10% the premium amounts to 30,696.90 francs.

	Swiss francs
The amount of the administrative expenses charged by Radio-Suisse to Radio-Nations has been found to amount to	324,181.45
including the administrative expenses and the premium mentioned above.	

To this figure must, however, be added the following sums:

Material taken from reserve	53,513.25
Cost of wireless telephone messages	2,975.37
Sundry expenses (fire insurance, petty cash and sundry) charged against the Station Maintenance and Operation Fund . . .	919.—
	<u>982.50</u>

We thus reach a total for operating expenses of 381,589.07
as against a total of 388,469.75 francs in 1933.

¹ This figure is made up as follows:

Receipts in respect of wireless telephone messages as stated on page 119 of this report	26,025.75	Swiss francs
Less the sums paid:		
By the Information Section of the Secretariat out of Chapter II, Item 4a, of its budget	520.—	Swiss francs
By the International Labour Office out of Chapter II, Item 12, of its budget	462.50	
	<u>982.50</u>	982.50
		25,043.25

² In regard to this item, attention should be drawn to the following facts:

At the end of the 1933 financial year the "reserve material" account showed a balance of	25,925.15	Swiss francs
During the 1934 financial year, purchases of valves and other material amounted to a total of	64,906.20	
	<u>90,831.35</u>	90,831.35
Material was taken from this reserve, however, to the amount of	53,513.25	53,513.25

The balance of 37,318.10
represents the value of the stock as ascertained at December 31st, 1934.

To this sum has been added during the current financial year a sum of 40.45 francs, representing, as stated above, an exchange difference on the cost of the material shown as taken from the reserve in the accounts of Radio-Suisse.

The following table shows the figures for the chief items in the operation expenses incurred in 1934, as compared with those of the previous financial year:

	1934 Swiss francs	1933 Swiss francs	Difference for 1934 Swiss francs	Percentage
Staff	160,626.65	159,030.—	+ 1,596.65	+ 1.—
Material used	63,884.80	66,678.55	— 2,793.75	— 4.19
Electric power	46,507.85	47,368.95	— 861.10	— 1.82
Administrative expenses	31,541.60	31,824.15	— 282.55	— 0.89
Premium to Radio-Suisse on operating receipts	30,696.90	35,570.30	— 4,873.40	— 13.7

Expenditure on staff, which shows a slight increase for the 1934 financial year, represents 42.09% of the total operation expenses as against 40.94% in 1933, and 49.44% of the total receipts as against 42.24% in 1933.

The sums paid to Radio-Suisse in 1934 in respect of administrative expenses and premium on the receipts amounted together to 62,238.50 francs, or 19.16% of the total trading receipts.

3. *Excess of Expenses over Trading Receipts.*

	Swiss francs
The total receipts were	324,842.41 ¹
The total expenses were	381,589.07 ²
so that the expenses exceeded the receipts by	56,746.66
as against an excess of 11,944.09 francs in 1933.	

BALANCE-SHEET AT DECEMBER 31ST, 1934.

The first item on the assets side consists of the cost of the installations of the Wireless Station. The initial sum expended on this account was 2,327,559.40 Swiss francs. Since then, certain improvements have had to be made and additional material purchased. They represent a total amount of 33,743.60 Swiss francs, which has been added, as *additional installations*, to the above-mentioned sum of 2,327,559.40 francs, so that at December 31st, 1934, the total cost of the installations amounted to 2,361,303 Swiss francs.

Against that sum must be set the amount of 702,485.77 Swiss francs entered on the liabilities side under the heading "*Depreciation Account*". This account has been created in order to provide for the gradual depreciation of the installations.

The sum of 702,485.77 francs mentioned above is made up as follows:

Depreciation for the financial year:	Swiss francs
1932	232,755.94
1933	232,755.94
1934	236,973.89
Total	702,485.77

The depreciation for 1934 has been calculated as follows:

	Swiss francs
At the rate of 10% of the original value of the installations as in previous years, making a sum of	232,755.94
At the rate of one-eighth of the value of the additional installations on account of the shorter amortisation period (eight years), making a sum of	4,217.95
	236,973.89

The position shown in the balance-sheet at December 31st, 1934, may be summarised as follows:

	Swiss francs
Assets	3,037,142.70
Liabilities	702,485.77
Surplus of assets over liabilities	2,334,656.93

¹ For details, see No. 1 of the present report.

² This figure is taken from No. 2 of the present report.

This surplus is made up as follows:		Swiss francs
Cost of the installations		2,361,303.—
Less:		
Depreciation account		702,485.77
		<hr/>
Reserve material (stock at December 31st, 1934)		1,658,817.23
Balance of the Radio-Suisse current account		37,318.10
Balance at the Bank		10,413.55
		<hr/>
Total		2,334,656.93

As compared with the figure of 2,443,291.58 Swiss francs shown by the balance-sheet at December 31st of the preceding year, the above figure represents a decrease of 108,634.65 francs, due more particularly to the allocation of the sum of 236,973.89 francs to the depreciation account, whereas assets have increased as follows:

- By 33,743.60 francs, in respect of additional installations;
- By 11,392.95 francs for reserve material;
- By 200,130.95 francs in the balance at the bank.

On the other hand, there is a decrease of 70,877.61 francs in the credit balance of the Radio-Suisse current account.

It should, further, be observed that the assets at December 31st of the preceding financial year comprised a sum of 44,556.65 francs in respect of losses on bank investments due to the depreciation of the dollar.

CONCLUSION.

In 1934 the receipts fell by 51,683.24 francs as compared with the previous financial year. The decrease was therefore 13.73%.

The decrease in expenditure, on the other hand, only amounted to 6,880.67 francs, or 1.77%.

In 1934, expenditure exceeded receipts by 56,746.66 francs, which amount was greater by 44,802.57 francs than the excess for 1933.

As regards the check kept upon the Wireless Station's account, it may be recalled that, in pursuance of the regulations applicable to the accountancy of Radio-Nations, the Radio-Suisse Company has supplied the League Treasury at the agreed intervals with:

- (1) A weekly return (statistical) of the telegraphic traffic transmitted and received through Radio-Nations and the radiotelephonic communications effected through Radio-Nations;
- (2) A statement of monthly receipts;
- (3) The expenditure account of the Wireless Station for each month, together with documents in support, accompanied by *duplicates* of invoices.

The monthly returns of expenditure were analysed and classified according to the nature of the expenditure and checked at Geneva by the Treasury.

The books of Radio-Suisse have been twice audited—once in respect of each half-year—at Berne, where the company has its head office. The Treasury official by whom these audits were carried out has stated that the accounts and original documents in support placed at his disposal by Radio-Suisse were quite satisfactory and in good and due form.

The reserve material of Radio-Nations has been very carefully checked by the above-mentioned official in the premises belonging to Radio-Suisse, and the result of this check has been recorded in the inventory.

The same official has checked the inventory of the reserve material delivered at the time of the first installation of the Station, where some of it was still in existence at December 31st, 1934.

It will therefore be seen that during 1934 the Treasury continued to keep a check upon the accounts, in conjunction with the supervision exercised, more particularly from the technical point of view, by the Communications and Transit Section.

May 15th, 1935.

(Signed) A. CERESA,
Auditor.

[Communicated to the Assembly,
the Council and the Members of
the League.]

Official No.: **A. 3.** 1936. X.

Geneva, May 25th, 1936.

LEAGUE OF NATIONS

2

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

SEVENTEENTH FINANCIAL PERIOD

(1935)

AND REPORTS THEREON BY M. A. CERESA, Auditor

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION OF THE LEAGUE
1936. X. 1.

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Part I.

MAIN ACCOUNTS

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 - IV. GENERAL BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - V. GENERAL CASH ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
-

I. — GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND

LIABILITIES.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Working Capital Fund	—	—	5,290,155.72	5,290,155.72
Guarantee Fund	—	—	1,000,000.—	1,000,000.—
Reserve Fund	—	—	905,009.21	905,009.21
Depreciation Reserve:				
Property in Geneva	—	855,883.58	—	855,883.58
Wireless Station	—	—	941,524.20	941,524.20
Library (Books)	41,778.21	632,727.53	1,347,485.44	2,021,991.18
Library (Shelving)	—	—	159,133.38	159,133.38
Library Endowment Fund: Depreciation Reserve Fund	—	—	80,097.26	80,097.26
Extra-budgetary and Suspense Accounts (per contra)	115,292.97	1,570,563.21	3,224,308.26	4,910,164.44
States Members: Arrears of Contributions	349,542.43	1,184,767.12	2,718,010.65	4,252,320.20
States Members: Arrears of Contributions payable to Reserve Fund	—	—	7,393,750.94	7,393,750.94
Balance being Excess of Assets over Liabilities as at December 31st, 1935.	873,705.75	3,962,213.55	49,691,849.01	54,527,768.31
	1,380,319.36	8,206,154.99	72,751,324.07	82,337,798.42

LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31st, 1935.

ASSETS.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Property in Geneva	—	3,490,895.38	4,782,056.—	8,272,951.38
Secretariat and Assembly Hall : Building Fund Account: Amount expended to date	—	—	22,810,804.22	22,810,804.22
Library: Building Fund Account: Amount expended	—	—	3,339,822.—	3,339,822.—
Wireless Station: Total cost of the station .	—	—	2,375,754.75	2,375,754.75
Library Endowment Fund: Amount ex- pended to date	—	—	305,121.50	305,121.50
Furniture, Fittings, Typewriters, etc. . . .	2.—	2.—	1.—	5.—
Library (Books)	41,778.21	632,727.53	1,347,485.44	2,021,991.18
Library (Shelving)	—	—	159,133.38	159,133.38
States Members: Arrears of Contribu- tions as per Details annexed (pages 11-12)	349,542.43	1,184,767.12	10,111,761.59	11,646,071.14
Extra-budgetary and Suspense Accounts .	115,292.97	1,570,563.21	3,224,308.26	4,910,164.44
Working Capital Fund: Recoverable Ad- vances	—	—	422,232.84	422,232.84
Stock of Stationery and Paper	—	13,055.90	—	13,055.90
Cash in Hand and at Banks, including cash advances:				
Secretariat and Assembly Hall: Building Fund Account	—	—	3,936,146.84	3,936,146.84
New Buildings: Furnishing Account . . .	—	—	899,145.08	899,145.08
Library: Building Fund Account	—	—	2,244,647.55	2,244,647.55
Library Endowment Fund, including in- vestments	—	—	1,685,096.29	1,685,096.29
Working Capital Fund	—	—	4,867,922.88	4,867,922.88
Guarantee Fund	—	—	1,000,000.—	1,000,000.—
Reserve Fund	—	—	905,009.21	905,009.21
Balance Cash Surplus in respect of the Sixteenth Financial Period	—	—	1,488,442.77	1,488,442.77
Cash Surplus in respect of the Seventeenth Financial Period	873,703.75	1,314,143.85	6,846,432.47	9,034,280.07
	1,380,319.36	8,206,154.99	72,751,324.07	82,337,798.42

March 12th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

LEAGUE

II. — WORKING CAPITAL STATEMENT

Gold francs as adopted by the
League of Nations.

Working Capital authorised by Vote of Assembly:

In respect of Second Financial Period	1,725,000.—	
<i>Less</i> allocation in contributions written off	58,172.74	
	<hr/>	1,666,827.26
In respect of Third Financial Period	1,890,000.—	
<i>Less</i> allocation in contributions written off	101,652.30	
	<hr/>	1,788,347.70
In respect of Fifth Financial Period	500,000.—	
<i>Less</i> allocation in contributions written off	35,548.56	
	<hr/>	464,451.44
In respect of Sixth Financial Period	442,500.—	
<i>Less</i> allocation in contributions written off	32,047.82	
	<hr/>	410,452.18
In respect of Seventh Financial Period	50,000.—	
<i>Less</i> allocation in contributions written off	3,017.86	
	<hr/>	46,982.14
		<hr/>
		4,377,060.72

Working Capital received:

In respect of Second Financial Period	1,666,827.26	
In respect of Third Financial Period	1,788,347.70	
In respect of Fifth Financial Period	464,451.44	
In respect of Sixth Financial Period	410,452.18	
In respect of Seventh Financial Period	46,982.14	
	<hr/>	4,377,060.72
Voluntary contributions		306,224.67
Interest earned to date on unemployed Working Capital Fund		1,170,787.17
		<hr/>
		5,854,072.56
<i>Less</i> refund to Brazil, Costa Rica, Germany and Japan.		563,916.84
		<hr/>
		5,290,155.72

OF NATIONS

AS AT DECEMBER 31ST, 1935.

Gold francs as adopted by the
League of Nations.

Statement showing how Amount shown as Working Capital
is made up:

Cash at banks. 4,867,922.88

Advances:

High Commissioner at Danzig 35,818.05

Question of the Frontier between Turkey and Iraq:
Expenses of the Committee of Enquiry 10,000.—

Problem raised by the Request submitted by the Liberian
Government for Assistance: Expenses of the Mission
sent to the Kroo Region 9,900.95

Dispute between Bolivia and Paraguay: Total expen-
diture of the Chaco Commission 307,894.54

Less: Amount refunded by Bolivia 51,315.75

256,578.79

Question of the Settlement of the Assyrians of Iraq 109,935.05

422,232.84

5,290,155.72

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.

1. *High Commissioner at Danzig.*

On October 26th, 1933, the Council adopted the following resolution:

“

“ 2. Mr. Sean Lester is appointed High Commissioner of the League of Nations at Danzig for a period of three years, as from January 15th, 1934. The question whether his term of office should be renewed will be examined by the Council a year before the expiry of the period of three years.

“ The Council requests the Secretary-General to authorise M. Rosting to act as High Commissioner until the date on which the new High Commissioner enters upon his duties.

“

“ 4. The funds appropriated for the maintenance of this post shall, as in the past, be advanced to the High Commissioner by the Treasury of the League of Nations. The High Commissioner shall submit a monthly report to the Treasury on the use made of these funds, which shall, so far as possible, be employed in accordance with the general rules applied by the League in such matters. Advances thus made to the High Commissioner shall be repaid in equal parts by the Governments of Danzig and of Poland, in accordance with the Agreement concluded on that question. The accounts of the High Commissioner shall be audited every six months by the Treasury of the League of Nations.”

(77th Session, Minute 3361.)

2. *Question of the Frontier between Turkey and Iraq: Committee of Enquiry.*

On September 30th, 1924, the Council adopted the following resolution:

“

“ With a view to collecting the facts and data which it requires to fulfil the mission entrusted to it under Article 3, paragraph 2, of the Treaty of Lausanne:

“ Decides to set up a special Committee of three members.

“ the Secretary-General shall furnish it with the necessary staff and shall advance it the funds which it may require, such advances to be refunded to the League in equal proportions by the Governments concerned.”

(30th Session, Minute 1320.)

3. *Problem raised by the Request submitted by the Liberian Government for Assistance: Mission sent to the Kroo Region.*

On May 21st, 1932, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to make advances from the Working Capital Fund, as required and up to a maximum of 25,000 francs, to cover the expenses of the mission to be sent to the Kroo region to pacify the Kroo tribes, provided that he is informed by the Liberian Government of its willingness to reimburse these expenses if and when the necessary funds are available and can be released for the purpose by the competent authorities.”

(67th Session, Minute 3097.)

4. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

“ It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

“ It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved.”

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council's decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council's decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 3421.)

The share of the Bolivian Government in the cost of the Chaco Commission amounted to 153,947.27 gold francs. It is understood that this sum of 153,947.27 gold francs will be paid in three equal instalments; the first was paid in November 1935, the second is payable in January 1936 and the third in April 1936 (see document A.73.1935, page 2).

5. *Settlement of the Assyrians of Iraq.*

On January 19th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to take, in conformity with Article 33 (2) of the Financial Regulations, a sum not exceeding 20,000 Swiss francs from the item ‘ Working Capital Fund ’ to cover the cost of the investigation in Brazil, apart from the expenses of the expert nominated by the President of the Nansen Office. These expenses will be reimbursed to the League out of the funds that will be available for financing the projected action as a whole.”

(78th Session, Minute 3392.)

On September 28th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to draw, in accordance with Article 33 (2) of the Financial Regulations, a sum not exceeding 50,000 Swiss francs from the item ‘ Working Capital Fund ’, to meet the cost of preliminary enquiries with a view to the settlement of such Assyrians as may wish to leave Iraq. These expenses will be repaid to the League out of the funds that will be made available for financing the scheme as a whole.”

(82nd Session, Minute 3482.)

On April 17th, 1935, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to draw a further sum not exceeding 40,000 Swiss francs from the Working Capital Fund in accordance with Article 33 (2) of the Financial Regulations; the total advances approved by the Council would thus be brought up to 110,000 francs, 20,000 francs having been voted on January 19th, 1934, and 50,000 francs on September 28th, 1934.”

(85th Session, Minute 3568.)

IV. — GENERAL BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD, ENDING DECEMBER 31ST, 1935.

EXPENDITURE. — (In gold francs as adopted by the League of Nations.)				INCOME. — (In gold francs as adopted by the League of Nations.)			
	Budgetary allotment	Expended	Difference between budgetary allotment and actual expenditure		Budgetary allotment	Received	Receivable
Secretariat	15,041,388.—	10,974,670.25	4,066,717.75	Secretariat	15,041,388.—	13,278,123.75	1,395,183.29
International Labour Organisation	8,686,046.—	8,381,331.30	304,714.70	International Labour Organisation	8,686,046.—	7,667,802.65	805,685.21
Permanent Court of International Justice	2,535,646.—	1,986,618.63	549,027.37	Permanent Court of International Justice	2,535,646.—	2,238,398.72	235,196.96
Permanent Central Opium Board	114,984.—	82,408.55	32,575.45	Permanent Central Opium Board	114,984.—	101,504.70	10,665.49
Nansen International Office for Refugees	280,000.—	280,000.—	—	Nansen International Office for Refugees	280,000.—	247,176.30	25,971.76
Buildings at Geneva	2,209,000.—	2,203,974.75	5,025.25	Buildings at Geneva	2,209,000.—	1,950,044.45	204,898.63
Pensions	1,772,600.—	1,680,111.60	92,488.40	Pensions	1,772,600.—	1,564,802.55	164,419.79
	<u>30,639,664.—</u>	<u>25,589,115.08</u>	<u>5,050,548.92</u>		<u>30,639,664.—</u>	<u>27,047,853.12</u>	<u>2,842,021.13¹</u>

V. — GENERAL CASH ACCOUNT IN RESPECT OF THE SEVENTEENTH FINANCIAL PERIOD, ENDING DECEMBER 31ST, 1935.

RECEIPTS. — (In gold francs as adopted by the League of Nations.)					PAYMENTS. — (In gold francs as adopted by the League of Nations.)				
	Secretariat	International Labour Organisation	Permanent Court of International Justice	Total		Secretariat	International Labour Organisation	Permanent Court of International Justice	Total
To Contributions from Nations:					By Budgetary Expenses:				
Arrears	6,130,955.08	2,027,672.50	621,923.66	8,780,551.24	Chapters of the Budget	11,626,935.29	8,599,118.81	1,988,656.51	22,214,710.61
Seventeenth Financial Period	17,141,651.75	7,667,802.65	2,238,398.72	27,047,853.12	By Permanent Central Opium Board	82,408.55	—	—	82,408.55
To Appropriations-in-aid:					By Nansen International Office for Refugees	280,000.—	—	—	280,000.—
Sundry Receipts	195,744.60	217,787.51	2,037.88	415,569.99	By Buildings at Geneva	2,203,974.75	—	—	2,203,974.75
Chapter IV	456,520.44	—	—	456,520.44	By Pensions	1,680,111.60	—	—	1,680,111.60
					By Reserve Fund	1,205,009.21	—	—	1,205,009.21
					By Cash Balance:				
					Cash Surplus for the Seventeenth Financial Period	6,846,432.47	1,314,143.85	873,703.75	9,034,280.07
	<u>23,924,871.87</u>	<u>9,913,262.66</u>	<u>2,862,360.26</u>	<u>36,700,494.79</u>		<u>23,924,871.87</u>	<u>9,913,262.66</u>	<u>2,862,360.26</u>	<u>36,700,494.79</u>

March 10th, 1936.

(Signed) P. G. WATERSON,
Chief Accountant.

¹ After deducting the sums of 525,137.04 gold francs and 224,652.71 gold francs, being cancelled contributions and contributions consolidated.

Annex to the General Statement.

A. STATEMENT OF CONTRIBUTIONS DUE AND UNPAID AS AT DECEMBER 31ST, 1935.

<i>Compounded Arrears Account:</i>	Gold francs	
Nicaragua (1920-22)	48,061.45	
Paraguay (1920-22)	15,370.80	
Salvador (1920-22)	6,087.62	
		69,519.87
<i>Fifth Financial Period (1923):</i>		
Nicaragua		26,666.85
<i>Sixth Financial Period (1924):</i>		
Nicaragua		22,699.45
<i>Seventh Financial Period (1925):</i>		
Nicaragua		24,179.83
<i>Eighth Financial Period (1926):</i>		
Nicaragua		24,472.39
<i>Ninth Financial Period (1927):</i>		
Nicaragua	24,150.09	
Paraguay	17,593.24	
		41,743.33
<i>Tenth Financial Period (1928):</i>		
Nicaragua		24,811.11
<i>Eleventh Financial Period (1929):</i>		
Nicaragua	26,303.94	
Paraguay	21,203.37	
		47,507.31
<i>Twelfth Financial Period (1930):</i>		
Nicaragua	9,553.32	
Paraguay	27,553.28	
Salvador	5,551.07	
		42,657.67
<i>Thirteenth Financial Period (1931):</i>		
Guatemala	25,492.06	
Nicaragua	12,886.51	
Paraguay	30,641.60	
		69,020.17
<i>Fourteenth Financial Period (1932):</i>		
Guatemala	32,994.97	
Nicaragua	8,380.50	
Paraguay	32,941.19	
		74,316.66
<i>Fifteenth Financial Period (1933):</i>		
Guatemala	33,016.43	
Liberia	33,016.43	
Panama	11,685.68	
Paraguay	33,016.43	
Salvador	10,209.58	
		120,944.55
<i>Sixteenth Financial Period (1934):</i>		
Dominican Republic	3,253.48	
Ethiopia-Abyssinia	14,041.96	
Guatemala	30,432.20	
Liberia	30,432.20	
Nicaragua	26,855.81	
Panama	10,874.10	
Paraguay	30,432.20	
Salvador	3,062.40	
		149,384.35
<i>Carried forward . . .</i>		737,923.54

Gold francs

Brought forward 737,923.54

Seventeenth Financial Period (1935):

Albania	30,294.65	
Belgium	140,303.45	
China	636,187.40	
Dominican Republic	30,294.65	
Ethiopia-Abyssinia	20,196.44	
Greece	53,016.45	
Guatemala	30,294.65	
Haiti	30,294.65	
Honduras	22,999.90	
Iraq	90,883.90	
Latvia	22,720.—	
Liberia	30,294.65	
Nicaragua	25,713.75	
Panama	15,147.28	
Paraguay	30,294.65	
Peru	150,014.25	
Poland	773,208.75	
Roumania	573,279.75	
Salvador	256.10	
Yugoslavia	136,325.81	
		<u>2,842,021.13</u>
Total A		3,579,944.67

B. STATEMENT OF CONTRIBUTIONS CONSOLIDATED AND PAYABLE OVER A PERIOD OF FROM
10 TO 45 YEARS.

Consolidated Contributions:

Bolivia (1929-33 and 1935)	167,246.77	
Bulgaria (1933-35)	210,922.35	
China (1922-30)	5,695,898.21	
Cuba (1930-34)	339,321.67	
Honduras (1920-34)	90,338.95	
Hungary (1933-35)	351,885.77	
Liberia (1931-32)	32,068.85	
Peru (1929-34)	979,638.58	
Uruguay (1930-34)	198,805.32	
		<u>8,066,126.47</u>
Total B		8,066,126.47

Summary.

Statement A	3,579,944.67
Statement B	8,066,126.47
	<u>11,646,071.14</u>
General Total	11,646,071.14

Statement of Contributions received from January 1st, 1936, to March 31st, 1936.

	Gold francs
Belgium (1935)	140,303.45
China (1935)	636,187.40
Ethiopia (1934 and 1935)	20,196.43
Greece (1935)	53,016.45
Guatemala (1931)	2,736.35
Honduras (1935)	12,209.90
Iraq (1935)	90,883.90
Liberia (1932)	3,775.45
Poland (1935)	227,705.05
Yugoslavia (1935)	136,325.81
	<u>1,323,340.19</u>
Total	1,323,340.19

Part II.

SECRETARIAT

- I. BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1935.
 - III. CASH ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - IV. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.
 - V. UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY AND SUSPENSE ACCOUNTS: MEMORANDUM BY THE SECRETARY-GENERAL.
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I. — BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD
ENDED DECEMBER 31ST, 1935.

A. GENERAL SUMMARY. (In gold francs as adopted by the League of Nations.)

Part I. — Secretariat.

	Allotted	Expended ¹
Chapter I.		
<i>Assembly, Council, Conferences and Committees</i>	2,792,039.—	880,826.54
Chapter II.		
<i>Investigations, Enquiries and Liaison</i>	1,351,482.—	782,175.50
Chapter III.		
<i>Salaries and General Services</i>	10,981,973.—	9,314,024.98
Chapter IV.		
<i>Work covered by Special Grants (see Schedule, page 18)</i>	—	—
Chapter V.		
<i>Loss on Exchange</i>	100,000.—	77,824.94
<i>Deduct: Profit on exchange</i>	100,000.—	45,775.60
		<u>32,049.34</u>
Chapter VI.		
<i>Supervision of Revenue and Expenditure</i>	42,400.—	27,135.10
Chapter VII.		
<i>Permanent Equipment, etc.</i>	137,000.—	134,203.39
	<u>15,304,894.—</u>	<u>11,170,414.85</u>
Less:		
Revenue	263,506.—	195,744.60
TOTAL: Secretariat	<u>15,041,388.—</u>	<u>10,974,670.25</u>
Difference between budgetary allotment and actual expenditure in respect of Secretariat		<u>4,066,717.75</u>
	<u>15,041,388.—</u>	<u>15,041,388.—</u>
Part IV. — Permanent Central Opium Board (Schedule, page 33)	114,984.—	82,408.55
Difference between budgetary allotment and actual expenditure in respect of Permanent Central Opium Board		32,575.45
	<u>114,984.—</u>	<u>114,984.—</u>

¹ In the budget for 1935, the gold franc was taken as the equivalent of the Swiss franc. In so far as the expenditure of the Secretariat and Special Organisations is concerned, the same parity is used in the accounts.

	Allotted	Expended
Part V. — Nansen International Office for Refugees (lump sum)	280,000.—	280,000.—
Part VI. — Buildings at Geneva.		
<i>Terminable annuity</i>	1,456,010.—	1,456,010.—
<i>Occupation of new buildings</i>	543,990.—	543,990.—
<i>Wireless Station: Trading account and technical work</i>	209,000.—	203,974.75
	<u>2,209,000.—</u>	<u>2,203,974.75</u>
Difference between budgetary allot- ment and actual expenditure in respect of Buildings at Geneva . .		5,025.25
	<u>2,209,000.—</u>	<u>2,209,000.—</u>
Part VII. — Pensions (Schedule, page 33)	1,772,600.—	1,680,111.60
Difference between budgetary allot- ment and actual expenditure in respect of Pensions		92,488.40
	<u>1,772,600.—</u>	<u>1,772,600.—</u>

B. SUMMARY OF ITEMS.

Section I.

CHAPTER I. — ASSEMBLY, COUNCIL, CONFERENCES AND COMMITTEES.

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
1. Assembly:			
Session (Schedule A, page 19)	219,400.—	219,400.—	196,659.75
2. Council:			
(a) Sessions	36,000.—	36,000.—	27,574.45
(b) Council printing and <i>Official Journal</i> . . .	90,000.—	114,000.—	110,211.83
(c) Unforeseen expenditure:			
(i) Political (Schedule B, page 20) . . .	500,000.—	500,000.—	79,273.—
(ii) (Exceptional) financial and eco- nomic	200,000.—	200,000.—	—
Total of Item 2	<u>826,000.—</u>	<u>850,000.—</u>	<u>217,059.28</u>
3. Conferences:			
A. Sessions:			
(a) Economic Relations	12,000.—	12,000.—	—
(b) Monetary and Economic Confe- rence	315,000.—	315,000.—	8,699.50
(c) Reduction of Armaments	500,000.—	500,000.—	37,715.76
(d) Opium (suppression of illicit traffic)	3,000.—	3,000.—	—
Total of A	<u>830,000.—</u>	<u>830,000.—</u>	<u>46,415.26</u>
B. Printing:			
(a) Economic Relations	6,000.—	6,000.—	761.50
(b) Monetary and Economic Confe- rence	85,000.—	85,000.—	3,588.30
(c) Opium (suppression of illicit traffic and limitation of raw materials). . .	10,000.—	10,000.—	864.15
Total of B	<u>101,000.—</u>	<u>101,000.—</u>	<u>5,213.95</u>
Total of Item 3	<u>931,000.—</u>	<u>931,000.—</u>	<u>51,629.21</u>

4. Committees:	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
A. Sessions in respect of:			
(a) Financial Section and Economic Intelligence Service	98,000.—	93,000.—	45,520.65
(b) Economic Relations.	100,000.—	100,000.—	46,444.20
(c) Mandates	59,293.—	55,293.—	44,415.50
(d) Transit	75,000.—	70,000.—	45,475.65
(e) Health	100,750.—	100,750.—	76,899.40
(f) Opium	13,800.—	11,300.—	9,073.55
(g) Social Questions	14,760.—	14,760.—	1,595.05
(h) Reduction of Armaments	1,000.—	1,000.—	—
(i) Intellectual Co-operation	73,701.—	68,701.—	47,513.95
(j) Slavery	10,910.—	10,910.—	7,743.10
(k) European Union	94,000.—	94,000.—	—
(l) Study on the constitution, etc., of League Committees	11,000.—	11,000.—	6,570.40
Total of A	652,214.—	630,714.—	331,251.45
B. Printing for the sessions:			
(a) Amendments to Covenant	4,000.—	4,000.—	—
(b) Financial Section and Economic Intelligence Service	15,000.—	15,000.—	7,295.15
(c) Economic Relations	29,000.—	20,500.—	11,516.15
(d) Mandates	28,000.—	26,000.—	17,267.82
(e) Transit	8,000.—	11,500.—	10,916.80
(f) Opium	25,500.—	28,000.—	23,552.47
(g) Social Questions	10,400.—	10,400.—	6,398.63
(h) Reduction of Armaments	500.—	500.—	8.30
(i) Intellectual Co-operation	4,000.—	4,000.—	2,887.68
(j) Slavery	3,900.—	5,900.—	4,383.85
(k) European Union	34,125.—	34,125.—	—
(l) Study on the constitution, etc., of League Committees	1,000.—	1,000.—	—
Total of B.	163,425.—	160,925.—	84,226.85
Total of Item 4	815,639.—	791,639.—	415,478.30
TOTAL OF CHAPTER I	2,792,039.—	2,792,039.—	880,826.54

CHAPTER II. — INVESTIGATIONS, ENQUIRIES AND LIAISON.

1. Economic Relations (studies, investigations and temporary collaborators).	4,000.—	4,000.—	—
2. Transit (settlement of disputes)	20,000.—	20,000.—	1,299.40
3. International Health Organisation:			
(a) Contribution to Eastern Bureau	92,910.—	92,910.—	68,000.—
(b) Miscellaneous enquiries and liaison	100,000.—	100,000.—	72,288.95
(c) Mission and work of experts	140,493.—	140,493.—	128,575.10
4. Investigations (reduction of armaments)	180,000.—	180,000.—	—
5. Liaison with Latin America:			
(a) Correspondents	50,000.—	50,000.—	15,430.70
(b) Technical enquiries	100,000.—	100,000.—	67,852.25
6. Liaison with China	450,000.—	450,000.—	336,128.80
7. Travelling expenses of officials (Schedule C, page 20)	214,079.—	214,079.—	92,600.30
TOTAL OF CHAPTER II	1,351,482.—	1,351,482.—	782,175.50

CHAPTER III. — SALARIES AND GENERAL SERVICES.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
I. Salaries:			
Salaries, wages and allowances (Schedule D, pages 20-22)	9,003,707.—	8,983,707.—	7,951,650.60
2. Staff expenses:			
(a) Entertainment allowances: general fund	26,400.—	26,400.—	7,807.50
(b) Contribution to Staff Provident Fund .	20,000.—	20,000.—	16,680.30
(c) Special staff charges (Schedule E, page 22)	93,600.—	113,600.—	93,651.45
(d) Removal expenses (Schedule F, page 22)	96,800.—	96,800.—	71,817.90
(e) Travelling expenses of officials returning home on leave (Schedule G, page 23) .	117,669.—	117,669.—	58,491.20
(f) Travelling expenses of families of officials proceeding home or leave	78,000.—	78,000.—	31,078.55
Total of Item 2	432,469.—	452,469.—	279,526.90
3. Office expenses:			
(a) Maintenance at Geneva (Schedule H, pages 23-24)	352,750.—	352,750.—	296,524.25
(b) Maintenance of branch offices (Schedule I, page 24)	101,027.—	101,027.—	57,067.30
(c) General office expenses (Schedule J, page 24)	448,220.—	448,220.—	343,079.47
(d) Miscellaneous:			
(i) Publicity, etc., of the Sales De- partment	30,000.—	30,000.—	29,338.20
(ii) Unforeseen of the Secretariat . .	40,000.—	40,000.—	1,758.30
(iii) Miscellaneous expenses of the special organisations (Schedule K, page 24)	14,650.—	14,650.—	6,813.90
(iv) Unpaid Liabilities Fund	15,000.—	15,000.—	3,583.95
Total of Item 3	1,001,647.—	1,001,647.—	738,165.37
4. Printing:			
A. General:			
(a) Internal Administration	8,000.—	8,000.—	4,206.70
(b) Library	5,000.—	5,000.—	3,999.65
(c) Information Section	15,000.—	24,350.—	19,119.45
(d) Systematic survey of Arbitration Conventions	29,300.—	29,300.—	1,241.—
(e) Minorities	10,000.—	10,000.—	119.45
(f) Transit	6,000.—	6,000.—	4,480.43
(g) Health	3,500.—	3,500.—	1,658.90
(h) Penal Administration	350.—	350.—	12.45
(i) Purchase of films and photographs	4,000.—	4,000.—	3,492.35
(k) Purchase of reports of mandatory Powers	6,500.—	6,500.—	1,228.40
Total of A	87,650.—	97,000.—	39,558.78
B. Periodicals:			
(a) <i>Treaty Series</i>	130,000.—	128,800.—	65,529.80
(b) <i>Monthly Summary</i>	65,000.—	56,850.—	56,614.70
(c) Financial and Trade Publications.	120,000.—	120,000.—	97,038.58
(d) Health publications	70,000.—	70,000.—	57,293.40
<i>Carried forward</i>	385,000.—	375,650.—	276,476.48

CHAPTER III. — SALARIES AND GENERAL SERVICES (*continued*).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	385,800.—	375,650.—	276,476.48
(e) Armaments statistical year-books.	50,000.—	50,000.—	21,328.—
(f) <i>Aims and Organisations of the League</i>	4,000.—	3,650.—	1,848.15
(g) <i>Educational Survey</i>	4,000.—	4,350.—	3,881.40
(h) <i>Handbook of International Organisations</i>	7,000.—	7,000.—	—
(i) <i>Quarterly Bulletin of Information on the Work of International Organisations</i>	6,500.—	6,500.—	1,589.30
Total of B	456,500.—	447,150.—	305,123.33
Total of Item 4	544,150.—	544,150.—	344,682.11
TOTAL OF CHAPTER III	10,981,973.—	10,981,973.—	19,314,024.98

CHAPTER IV. — WORK COVERED BY SPECIAL GRANTS.

	Appropriation	Expenditure
1. Financial Section and Economic Intelligence Service (Sub-schedule B, page 27):		
(a) Printing of "Banking and Monetary Laws"	706.20	706.20
(b) Expenses of the Fiscal Committee in its study of international taxation problems	24,294.83	24,294.83
(c) Analytical research work	62,155.90	62,155.90
<i>Grants by the Rockefeller Foundation</i>	87,156.93	87,156.93
2. Health Organisation (Sub-schedule F, page 29)	318,822.23	318,822.23
<i>Grant by the Rockefeller Foundation</i>	297,192.—	297,192.—
<i>Gift for research work on malaria in Greece</i>	21,630.23	21,630.23
3. Supervision of opium traffic (Sub-schedule G, page 30)	488.50	488.50
<i>Grant by the Egyptian Government</i>	488.50	488.50
4. Social Questions (Sub-schedule H, pages 30-31)	286.83	286.83
<i>Gift to the Child Welfare Committee</i>	286.83	286.83
5. Intellectual Co-operation (Sub-schedule J, page 32)	3,218.60	3,218.60
<i>Contribution from the municipality of the city of Nice</i>	3,218.60	3,218.60
6. Library (Schedule L, page 25)	46,547.35	46,547.35
<i>Contribution from the revenue of the Rockefeller Library Endowment Fund</i>	46,547.35	46,547.35
Total expenditure		456,520.44
Total grants		456,520.44

CHAPTER V. — PROFIT AND LOSS ON EXCHANGE.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
Loss on Exchange	100,000.—	100,000.—	77,824.94
<i>Deduct: Profit on Exchange</i>	100,000.—	100,000.—	45,775.60
TOTAL OF CHAPTER V	—	—	32,049.34

CHAPTER VI. — SUPERVISION OF REVENUE AND EXPENDITURE.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Auditors' travelling and subsistence allowances	14,400.—	14,400.—	10,709.50
2. Supervisory Commission	13,000.—	13,000.—	8,246.20
3. Committee on Allocation of Expenses	—	6,000.—	3,801.25
4. Enquiry into the Rationalisation of the Services	—	—	—
5. Committee for the Settlement of Arrears of Contributions	15,000.—	9,000.—	4,378.15
TOTAL OF CHAPTER VI	42,400.—	42,400.—	27,135.10

Section II. Capital Expenditure.

CHAPTER VII. — PERMANENT EQUIPMENT, ETC.

Furniture and equipment	60,000.—	60,000.—	58,178.65
Library (see Schedule L, page 25)	77,000.—	77,000.—	76,024.74
	137,000.—	137,000.—	134,203.39

* * *

REVENUE.

(a) Sale of publications	225,000.—	225,000.—	159,997.49
(b) Interest earned	5,000.—	5,000.—	1,666.—
(c) Miscellaneous cash receipts	6,500.—	6,500.—	7,032.41
(d) Sale of photographs and cinematograph films	1,000.—	1,000.—	1,042.75
	237,500.—	237,500.—	169,738.65
(e) Contributions from States not members of the League	26,006.—	26,006.—	26,005.95
Total	263,506.—	263,506.—	195,744.60

G. SCHEDULES.

SCHEDULE A TO CHAPTER I, ITEM I. — *Session of the Assembly.*

1. Salaries of additional temporary clerical and house staff	30,000.—	48,100.—	46,850.50
2. Overtime payments of permanent staff . . .	1,000.—	2,000.—	1,789.—
3. Travelling expenses and subsistence allowances	6,000.—	8,500.—	7,909.75
4. Assembly Hall: rent, lighting, heating, etc. .	37,000.—	15,900.—	14,930.60
5. Special printing	125,000.—	133,000.—	117,896.20
6. Cables, telegrams and telephones	2,000.—	2,000.—	1,292.90
7. Supplies and stores	8,000.—	4,000.—	2,210.—
8. Automobile and cyclist service	4,400.—	900.—	340.30
9. Incidental expenses	6,000.—	5,000.—	3,440.50
	219,400.—	219,400.—	196,659.75

SCHEDULE B TO CHAPTER I, ITEM 2 (c). — *Unforeseen Expenditure.*

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure:		
1. Saar Territory: Preparatory Measures in view of the Plebiscite	70,000.—	17,162.35
2. Dispute between Bolivia and Paraguay: Miscellaneous expenses	10,000.—	2,228.30
3. Free City of Danzig: Committee of Jurists appointed to examine petitions	4,500.—	2,842.10
4. Refugees from the Saar: Administrative expenses of the Nansen International Office for Refugees	10,000.—	10,000.—
5. Measures to render the Covenant more effective in the Organisation of Collective Security: Expenses of the Committee of Thirteen	7,000.—	—
6. International Assistance to Refugees: Expenses of Committee appointed to study questions connected with international assistance	5,500.—	4,597.90
7. Decisions taken by the President of the Council under Article XII (Budgetary Questions) of the Rules of Procedure	50,000.—	42,442.35
	157,000.—	79,273.—

SCHEDULE C TO CHAPTER II, ITEM 7. — *Investigations, Enquiries and Liaison. — Travelling expenses of officials.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) General Services	110,000.—	104,500.—	43,603.30
(b) Minorities	13,500.—	13,500.—	—
(c) Financial Section	13,000.—	18,000.—	12,906.05
(d) Economic Relations	8,000.—	8,000.—	5,424.65
(e) Mandates	6,450.—	6,450.—	3,693.70
(f) Transit	13,000.—	13,000.—	3,405.80
(g) Health	16,000.—	16,000.—	11,882.30
(h) Opium	4,151.—	4,151.—	2,901.20
(i) Social Questions	6,850.—	6,850.—	4,254.30
(j) Reduction of Armaments	2,000.—	2,500.—	671.80
(k) Intellectual Co-operation	11,500.—	11,500.—	3,396.55
(l) Slavery	1,628.—	1,628.—	460.65
(m) European Union	4,500.—	4,500.—	—
(n) Liaison with Latin America	3,500.—	3,500.—	—
	214,079.—	214,079.—	92,600.30

SCHEDULE D TO CHAPTER III, ITEM I. — *Salaries, Wages and Allowances.*

I. *General Organisation.*

Secretary-General	90,000.—	90,000.—	90,000.—
Secretary-General's Office	66,035.—	66,035.—	59,129.95
Deputy Secretary-General	60,000.—	60,000.—	60,000.—
Deputy Secretary-General's Office	36,725.—	36,725.—	29,522.60
Deputy Secretary-General	60,000.—	60,000.—	60,000.—
Deputy Secretary-General's Office	31,650.—	31,650.—	31,650.—
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	25,625.—	25,625.—	5,533.20
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	29,146.—	29,146.—	29,145.65
Under-Secretary-General	60,000.—	60,000.—	—
Central Section	69,707.—	70,707.—	70,581.65
Attached to Principal Officers	61,690.—	61,690.—	61,689.60
Political Section	283,102.—	283,102.—	259,488.85
<i>Carried forward</i>	993,680.—	994,680.—	876,741.50

SCHEDULE D TO CHAPTER III, ITEM I. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	993,680.—	994,680.—	876,741.50
I. General Organisation (continued).			
Information Section:			
Permanent Staff	537,068.—	537,068.—	471,145.60
Posts to be transferred	191,720.—	191,720.—	158,943.90
Legal Adviser's Branch	335,521.—	314,521.—	181,291.10
Treasury:			
Treasurer's Office	111,692.—	111,692.—	111,690.40
Accounting Branch	90,075.—	90,075.—	89,111.70
Internal Control Office	93,558.—	93,558.—	87,325.25
Library	192,734.—	192,734.—	191,639.80
Replacements, temporary engagements, etc., for the General Organisation, allowance for Members of Section on night and Sunday duty	19,350.—	19,350.—	7,287.25
Miscellaneous allowances (special languages and family allowances)	3,000.—	3,000.—	1,265.30
TOTAL: GENERAL ORGANISATION	2,568,398.—	2,548,398.—	2,176,441.80
II. Internal Administrative Services.			
Chief of Internal Services and Office	72,100.—	72,100.—	58,266.10
Superintendence of Premises and House Staff	446,303.—	446,303.—	401,285.25
Telephone Operators	16,575.—	16,575.—	16,573.40
Contracts and Supplies Branch	49,684.—	49,684.—	43,519.05
General Stenographic Service:			
Central Service	383,927.—	383,927.—	314,652.15
Staff at disposal of Sections	458,377.—	458,377.—	429,999.95
Distribution of Documents	191,678.—	191,678.—	177,543.90
Mailing Service	33,175.—	33,175.—	33,173.80
Personnel Office	96,755.—	96,755.—	88,093.60
Nurse and Consulting Medical Office	17,500.—	17,500.—	17,499.80
Document Service:			
Chief of Service and Office	74,250.—	74,250.—	74,250.—
French Translation and Preci-writing Department	378,363.—	378,363.—	372,868.65
English Translation and Preci-writing Department	446,263.—	446,263.—	441,363.25
Verbatim Reporters	89,109.—	89,109.—	76,645.05
Printing and Reproduction of Documents Service:			
Publications and Printing Department	250,583.—	250,583.—	245,991.35
Duplicating and Multigraph Branch	205,041.—	205,041.—	197,764.45
Draughtsmen	17,600.—	17,600.—	17,599.50
Registry and Indexing Service:			
Registry	190,100.—	190,100.—	171,976.30
Indexing	55,478.—	55,478.—	54,725.90
Replacements, temporary engagements, etc., for Internal Administrative Services; miscellaneous allowances	87,300.—	87,300.—	25,026.10
Overtime, temporary engagements and replacements for house staff; family allowances for house staff	17,500.—	17,500.—	12,619.40
TOTAL: INTERNAL ADMINISTRATIVE SERVICES	3,577,661.—	3,577,661.—	3,271,436.95

SCHEDULE D TO CHAPTER III, ITEM I. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
III. <i>Special Organisations.</i>			
Minorities Section	208,865.—	208,865.—	154,598.75
Financial Section and Economic Intelligence Service	670,845.—	670,845.—	635,791.75
Section of Economic Relations	286,557.—	286,557.—	236,471.35
Mandates Section.	184,078.—	184,078.—	176,680.55
Transit Section.	228,789.—	228,789.—	193,124.85
Health Section	325,971.—	325,971.—	289,033.40
Supervision of Opium Traffic Section	219,064.—	219,064.—	214,306.—
Social Questions Section	91,806.—	91,806.—	64,703.10
Reduction of Armaments Section	266,570.—	266,570.—	224,298.35
Intellectual Co-operation Section	101,883.—	101,883.—	101,616.10
Liaison with Latin America	27,992.—	27,992.—	27,991.50
TOTAL: SPECIAL ORGANISATIONS.	2,612,420.—	2,612,420.—	2,318,615.70
IV. <i>Branch Offices.</i>			
(Sub-schedule A, page 26)	111,628.—	111,628.—	61,556.15
V. <i>Frais de Representation.</i>			
(Sub-schedule B, page 26)	133,600.—	133,600.—	123,600.—

SUMMARY.

I. General Organisation	2,568,398.—	2,548,398.—	2,176,441.80
II. Internal Administrative Services	3,577,661.—	3,577,661.—	3,271,436.95
III. Special Organisations	2,612,420.—	2,612,420.—	2,318,615.70
IV. Branch Offices	111,628.—	111,628.—	61,556.15
V. Frais de représentation	133,600.—	133,600.—	123,600.—
TOTAL	9,003,707.—	8,983,707.—	7,951,650.60

SCHEDULE E TO CHAPTER III, ITEM 2 (c). — *Special Staff Charges.*

(a) Indemnities	45,000.—	62,000.—	60,197.85
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Association	21,600.—	21,600.—	21,600.—
(d) Fidelity guarantees	3,500.—	3,500.—	2,692.95
(e) Welfare	2,000.—	4,000.—	640.50
(f) Gratuities given in accordance with local custom to House Staff and others on New Year's Day	—	—	—
(g) Recruitment of staff: advertising, expenses of examinations, special travelling	5,000.—	4,000.—	1,014.45
(h) Medical examinations	500.—	500.—	166.55
(i) Expenses of the Administrative Tribunal	5,000.—	3,200.—	2,539.15
(j) Indemnities granted by the Administrative Tribunal	1,000.—	4,800.—	4,800.—
	93,600.—	113,600.—	93,651.45

SCHEDULE F TO CHAPTER III, ITEM 2 (d). — *Removal Expenses.*

(a) General Services	70,000.—	66,050.—	52,652.45
(b) Minorities	1,500.—	1,500.—	—
(c) Financial Section	5,000.—	6,500.—	6,144.45
(d) Economic Relations	2,000.—	2,000.—	257.40
<i>Carried forward</i>	78,500.—	76,050.—	59,054.30

SCHEDULE F TO CHAPTER III, ITEM 2 (d). — *Removal Expenses* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	78,500.—	76,050.—	59,054.30
(e) Mandates	1,500.—	1,500.—	—
(f) Transit	3,800.—	7,300.—	6,906.90
(g) Health	3,500.—	4,000.—	3,906.90
(h) Opium	—	200.—	175.10
(i) Social Questions	—	250.—	248.35
(j) Reduction of Armaments	8,000.—	6,000.—	1,526.35
(k) Intellectual Co-operation	1,500.—	1,500.—	—
	<u>96,800.—</u>	<u>96,800.—</u>	<u>71,817.90</u>

SCHEDULE G TO CHAPTER III, ITEM 2 (e). — *Travelling Expenses of Officials
returning Home on Leave.*

(a) General Services	85,000.—	83,200.—	38,896.95
(b) Minorities	1,750.—	1,750.—	885.50
(c) Financial Section	8,000.—	8,000.—	4,164.95
(d) Economic Relations	2,000.—	2,000.—	1,177.15
(e) Mandates	2,320.—	2,320.—	1,097.65
(f) Transit	3,200.—	3,200.—	1,316.55
(g) Health	5,500.—	5,500.—	2,282.55
(h) Opium	4,349.—	6,149.—	5,470.75
(i) Social Questions	1,150.—	1,150.—	825.25
(j) Reduction of Armaments	1,900.—	1,900.—	1,017.50
(k) Intellectual Co-operation	2,500.—	2,500.—	1,356.40
	<u>117,669.—</u>	<u>117,669.—</u>	<u>58,491.20</u>

SCHEDULE H TO CHAPTER III, ITEM 3 (a). — *Property Account: Maintenance.*

I. *Headquarters at Geneva:*

(a) Water rates	5,500.—	5,500.—	4,086.65
(b) Repairs and Renewals:			
(i) Building	39,000.—	5,000.—	3,752.15
(ii) Furniture and equipment	14,000.—	23,300.—	16,226.05
(c) Lighting	20,000.—	20,000.—	14,536.80
(d) Heating	30,000.—	24,400.—	17,914.50
(e) Power:			
(i) Water power	1,000.—	1,000.—	533.—
(ii) Electric power (lift)	2,500.—	2,500.—	1,853.—
(f) Insurance and protection: Building and furniture	2,500.—	2,500.—	2,292.65
(g) Employers' liability and visitors	1,750.—	1,750.—	531.70
(h) Telephones, local service	52,000.—	52,000.—	51,542.40
(i) Uniforms	5,500.—	11,100.—	4,458.30
(j) Chimneys, repairs to flues	1,000.—	1,000.—	867.—
(k) Automobiles and bicycles, replacements, upkeep and insurance	6,500.—	6,500.—	5,421.55
(l) Office laundry	6,000.—	6,000.—	3,248.45
(m) Miscellaneous sundry supplies, etc.	10,000.—	34,700.—	30,199.20
(n) Rent	54,800.—	54,800.—	46,854.95
(o) Maintenance of Secretary-General's official residence and grounds	12,000.—	12,000.—	11,402.80
	<u>264,050.—</u>	<u>264,050.—</u>	<u>215,721.15</u>

SCHEDULE H TO CHAPTER III, ITEM 3 (a). — *Property Account: Maintenance* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Building constructed for the Disarmament Conference:</i>			
(a) Water rates	600.—	600.—	356.30
(b) Repairs and renewals	3,500.—	3,500.—	185.—
(c) Lighting	4,500.—	4,500.—	4,198.30
(d) Heating	7,000.—	7,000.—	6,063.50
(e) Electric power	—	—	—
(f) Insurance	—	—	—
(g) Employers' liability	—	—	—
(j) Chimneys, repairs to flues, etc.	100.—	100.—	—
(l) Office laundry	—	—	—
(m) Miscellaneous, sundry supplies, etc.	3,000.—	3,000.—	—
(n) Rent	70,000.—	70,000.—	70,000.—
	88,700.—	88,700.—	80,803.10
Total: Property Account: Maintenance	352,750.—	352,750.—	296,524.25

SCHEDULE I TO CHAPTER III, ITEM 3 (b). — *Maintenance of Branch Offices.*

(a) London Office	30,516.—	30,516.—	14,202.65
(b) Paris Office	28,024.—	28,024.—	23,052.35
(c) Rome Office	11,880.—	11,880.—	9,178.10
(d) Tokio Office	17,472.—	17,472.—	4,622.25
(e) Bombay Office	13,135.—	13,135.—	6,011.95
	101,027.—	101,027.—	57,067.30

SCHEDULE J TO CHAPTER III, ITEM 3 (c) — *General Office Expenses.*

(a) Stationery and stationery stores:			
(i) Ordinary	55,000.—	55,000.—	45,432.85
(ii) Supplies for Duplicating Department	90,000.—	90,000.—	57,947.50
(b) Cables, telegrams, long-distance telephone calls on general business (Sub-schedule C, page 26)			
(c) Postage	160,000.—	160,000.—	129,451.15
(d) Freight and carriage	5,000.—	5,000.—	3,788.45
(e) Newspapers	12,500.—	12,500.—	8,942.10
(f) Subscriptions	17,000.—	17,000.—	16,600.75
(g) Press cuttings	10,800.—	10,800.—	10,800.—
(h) Courier service between Geneva and Paris	8,500.—	8,500.—	4,824.45
(i) Advertising, etc., for tenders	1,000.—	1,000.—	409.55
(j) Miscellaneous petty-cash disbursements, including purchase of miscellaneous publications of non-capital value	2,500.—	2,500.—	1,622.92
(k) Weekly broadcasting of League news	7,670.—	7,670.—	4,401.85
	448,220.—	448,220.—	343,079.47

SCHEDULE K TO CHAPTER III, ITEM 3 (d) (iii). — *Miscellaneous, Special Organisations.*

(a) Minorities Section	500.—	1,000.—	753.70
(b) Financial Section	5,000.—	4,850.—	2,560.80
(c) Section of Economic Relations	4,000.—	3,150.—	676.60
(d) Mandates Section	150.—	550.—	337.10
(e) Transit Section	900.—	900.—	487.55
(f) Health Section	2,000.—	2,000.—	1,052.70
(g) Supervision of Opium Traffic Section	900.—	900.—	27.60
(h) Social Questions Section	500.—	500.—	251.30
(i) Reduction of Armaments Section	250.—	250.—	190.45
(j) Intellectual Co-operation Section	300.—	300.—	261.35
(k) Slavery	150.—	250.—	214.75
	14,650.—	14,650.—	6,813.90

SCHEDULE L TO CHAPTER VII, ITEM 2. — *Library.*

	Original Appropriation			Appropriation as modified by transfers			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total	League vote	Grant	Total
1. Temporary staff	—	33,100.—	33,100.—	—	33,468.—	33,468.—	—	33,466.05	33,466.05
2. Printing	—	8,000.—	8,000.—	—	8,000.—	8,000.—	—	5,004.95	5,004.95
3. Books and maps	30,000.—	15,000.—	45,000.—	30,000.—	14,790.—	44,790.—	29,314.69	2,161.30	31,475.99
4. Binding	23,000.—	8,000.—	31,000.—	24,000.—	8,000.—	32,000.—	24,000.—	3,018.50	27,018.50
5. Periodicals	19,000.—	3,000.—	22,000.—	18,000.—	2,842.—	20,842.—	17,721.95	—	17,721.95
6. Equipment, shelving, etc.	5,000.—	2,000.—	7,000.—	5,000.—	2,000.—	7,000.—	4,988.10	799.30	5,787.40
7. Travelling expenses of staff	—	2,000.—	2,000.—	—	2,000.—	2,000.—	—	1,876.10	1,876.10
8. Library Advisory Committee	—	6,000.—	6,000.—	—	6,000.—	6,000.—	—	221.15	221.15
	77,000.—	77,100.—	154,100.—	77,000.—	77,100.—	154,100.—	76,024.74	46,547.35	122,572.09

D. SUB-SCHEDULES.

SUB-SCHEDULE A TO CHAPTER III, ITEM I (IV). — *Salaries, Wages and Allowances—Branch Offices.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) London Office	30,062.—	30,062.—	17,461.35
(b) Paris Office.	27,084.—	27,084.—	17,513.60
(c) Rome Office	5,613.—	5,613.—	5,184.90
(d) Tokio Office	17,004.—	17,004.—	5,413.—
(e) Bombay Office	31,865.—	31,865.—	15,983.30
	<u>111,628.—</u>	<u>111,628.—</u>	<u>61,556.15</u>

SUB-SCHEDULE B TO CHAPTER III, ITEM I (V). — *Frais de Représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Three Under-Secretaries-General	30,000.—	30,000.—	20,000.—
Director of the Information Section	3,600.—	3,600.—	3,600.—
	<u>133,600.—</u>	<u>133,600.—</u>	<u>123,600.—</u>

SUB-SCHEDULE C TO CHAPTER III, ITEM 3 (c) (b). — *General Office Expenses, Cables, Telegrams, etc.*

(a) General Services	35,000.—	35,000.—	31,925.40
(b) Minorities	1,000.—	1,000.—	123.10
(c) Financial Section	8,000.—	8,000.—	3,328.45
(d) Economic Relations	3,000.—	2,800.—	1,210.80
(e) Mandates	850.—	850.—	571.65
(f) Transit	3,100.—	1,400.—	576.60
(g) Health.	16,000.—	17,700.—	16,335.80
(h) Opium	1,100.—	1,300.—	1,229.90
(i) Social	600.—	600.—	199.50
(j) Reduction of Armaments	250.—	250.—	249.90
(k) Intellectual Co-operation	3,000.—	3,000.—	2,250.55
(l) Slavery	350.—	350.—	23.40
(m) European Union	4,500.—	4,500.—	—
(n) Liaison with Latin America	1,500.—	1,500.—	832.85
	<u>78,250.—</u>	<u>78,250.—</u>	<u>58,857.90</u>

Sub-Schedules (Special Organisations).

SUB-SCHEDULE A. — *Minorities Questions.*

1. Salaries	208,865.—	208,865.—	154,598.75
2. Travelling (including removal) expenses.	16,750.—	16,750.—	885.50
3. Printing and documentation.	10,000.—	10,000.—	119.45
4. Cables, telegrams and long-distance telephones	1,000.—	1,000.—	123.10
5. Miscellaneous expenses	500.—	1,000.—	753.70
	<u>237,115.—</u>	<u>237,615.—</u>	<u>156,480.50</u>

SUB-SCHEDULE B. — *Financial Section and Economic Intelligence Service.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Conferences (and preparatory work)	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc..	98,000.—	93,000.—	45,520.65
(b) Printing for Committees	15,000.—	15,000.—	7,295.15
3. Administrative expenses:			
(a) Salaries	670,845.—	670,845.—	635,791.75
(b) Travelling and removal expenses	26,000.—	32,500.—	23,215.45
(c) Printing and publishing	120,000.—	120,000.—	97,038.58
(d) Cables, telegrams, etc.	8,000.—	8,000.—	3,328.45
4. Miscellaneous and unforeseen expenses	5,000.—	4,850.—	2,560.80
5. Printing of "Banking and Monetary Laws":			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	706.20	706.20	706.20
6. Expenses of the Fiscal Committee in its study of international taxation problems:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	24,294.83	24,294.83	24,294.83
7. Promotion of analytical research work:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	62,155.90	62,155.90	62,155.90
<i>Gross expenditure</i>	1,030,001.93	1,031,351.93	901,907.76
<i>Deduct: Appropriations-in-aid:</i>			
Contribution towards the cost of printing of "Banking and Monetary Laws"	706.20	706.20	706.20
Contribution towards the expenses of the Fiscal Committee in its study of international taxation problems	24,294.83	24,294.83	24,294.83
Contribution towards the cost of promotion of analytical research work	62,155.90	62,155.90	62,155.90
<i>Net expenditure</i>	942,845.—	944,195.—	814,750.83

SUB-SCHEDULE C. — *Section of Economic Relations.*

1. Conferences (and preparatory work)	18,000.—	18,000.—	761.50
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	100,000.—	100,000.—	46,444.20
(b) Printing for Committees	29,000.—	20,500.—	11,516.15
3. Administrative Expenditure:			
(a) Salaries	286,557.—	286,557.—	236,471.35
(b) Travelling and removal expenses	12,000.—	12,000.—	6,859.20
(c) Cables, telegrams, etc.	3,000.—	2,800.—	1,210.80
(d) Studies, investigations and temporary collaborators	4,000.—	4,000.—	—
4. Miscellaneous and unforeseen expenses	4,000.—	3,150.—	676.60
	456,557.—	447,007.—	303,939.80

SUB-SCHEDULE D. — *Mandates.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of Permanent Mandates Commission	59,293.—	55,293.—	44,415.50
2. Salaries	184,078.—	184,078.—	176,680.55
3. Travelling and removal expenses	10,270.—	10,270.—	4,791.35
4. Printing and documentation	28,000.—	26,000.—	17,267.82
5. Cables, telegrams, long-distance telephones, unforeseen contingencies and miscellaneous	1,000.—	1,400.—	908.75
	<u>282,641.—</u>	<u>277,041.—</u>	<u>244,063.97</u>

SUB-SCHEDULE E. — *Communications and Transit Organisation.*

1. General Conference	—	—	—
2. Meetings of the Organisation for Communica- tions and Transit (Sessions of the Advisory and Technical Committee, other commit- tees, sub-committees and special Confe- rences) and technical work of experts .	75,000.—	70,000.—	45,475.65
3. Printing of documents:			
(a) For the meetings and other work under sub-head 2, except Conferences . .	8,000.—	11,500.—	10,916.80
(b) Collection and exchange of information regarding communications and tran- sit (including miscellaneous ex- penses).	6,000.—	6,000.—	4,480.43
4. Settlement of disputes referred to the Com- mittee and examination of similar questions submitted to the Committee by the Council	20,000.—	20,000.—	1,299.40
5. Salaries	228,789.—	228,789.—	193,124.85
6. Travelling and removal expenses	20,000.—	23,500.—	11,629.25
7. Cablegrams, telegrams and long-distance tele- phone communications and miscellaneous.	4,000.—	2,300.—	1,064.15
	<u>361,789.—</u>	<u>362,089.—</u>	<u>267,990.53</u>

SUB-SCHEDULE F. — *International Health Organisation.*

	Original Appropriation			Appropriation as modified by transfer			Actual Expenditure		
	League vote	Grants	Total	League vote	Grants	Total	League vote	Grants	Total
I. Health Committee, Secretariat and General Work of the Organisation :									
1. Sessions of the Health Committee	25,000.—	—	25,000.—	25,000.—	—	25,000.—	19,755.85	—	19,755.85
2. Salaries of the Health Section	325,971.—	—	325,971.—	325,971.—	—	325,971.—	289,033.40	—	289,033.40
3. Travelling and removal expenses	25,000.—	—	25,000.—	25,500.—	—	25,500.—	18,071.75	—	18,071.75
Rockefeller Grant	—	15,000.—	15,000.—	—	1,330.—	1,330.—	—	1,308.30	1,308.30
4. General printing and documentation	3,500.—	—	3,500.—	3,500.—	—	3,500.—	1,658.90	—	1,658.90
5. Cables, telegrams and telephones	8,000.—	—	8,000.—	10,500.—	—	10,500.—	9,574.35	—	9,574.35
6. Miscellaneous petty expenses and unforeseen contingencies	2,000.—	—	2,000.—	2,000.—	—	2,000.—	1,052.70	—	1,052.70
	389,471.—	15,000.—	404,471.—	392,471.—	1,330.—	393,801.—	339,146.95	1,308.30	340,455.25
II. Intelligence, Technical and Research Work of the Organisation :									
1. Technical Committees and Sub-Committees, conferences, missions, work of experts, and collective and individual studies	216,243.—	—	216,243.—	216,243.—	—	216,243.—	185,718.65	—	185,718.65
Rockefeller Grant	—	1,000.—	1,000.—	—	60,310.75	60,310.75	—	62,935.25	62,935.25
Additional Grant — unexpended balance in 1934	—	4,830.75	4,830.75	—	4,830.75	4,830.75	—	—	—
2. Salaries of the special technical staff :	—	240,379.—	240,379.—	—	191,641.—	191,641.—	—	191,350.15	191,350.15
Rockefeller Grant	—	—	—	—	—	—	—	—	—
3. Publications, printing and documentation	70,000.—	—	70,000.—	70,000.—	—	70,000.—	57,293.40	—	57,293.40
Rockefeller Grant	—	1,000.—	1,000.—	—	21,000.—	21,000.—	—	8,806.50	8,806.50
Additional Grant — unexpended balance in 1934	—	2,067.05	2,067.05	—	2,067.05	2,067.05	—	—	—
4. Cables and telegrams	8,000.—	—	8,000.—	7,200.—	—	7,200.—	6,761.45	—	6,761.45
5. Contribution to Singapore Bureau	92,910.—	—	92,910.—	92,910.—	—	92,910.—	68,000.—	—	68,000.—
Rockefeller Grant	—	41,621.—	41,621.—	—	26,812.—	26,812.—	—	26,812.—	26,812.—
6. Miscellaneous enquiries, printing, publications and documentation, cables and telegrams for the enquiries	10,000.—	—	10,000.—	10,000.—	—	10,000.—	—	—	—
7. Appropriation in aid : Gift for research work on malaria in Greece	21,630.23	—	21,630.23	21,630.23	—	21,630.23	21,630.23	—	21,630.23
	418,783.23	290,897.80	709,681.03	417,983.23	306,661.55	724,644.78	339,403.73	289,903.90	629,307.63
Deduct : Appropriation in aid : Gift for research work on malaria in Greece	21,630.23	—	21,630.23	21,630.23	—	21,630.23	21,630.23	—	21,630.23
	397,153.—	290,897.80	688,050.80	396,353.—	306,661.55	703,014.55	317,773.50	289,903.90	607,677.40
III. Expenses in connection with a system of liaison between the various national health services	90,000.—	—	90,000.—	90,000.—	—	90,000.—	72,288.95	—	72,288.95
Rockefeller grant	—	1,000.—	1,000.—	—	6,000.—	6,000.—	—	5,979.80	5,979.80
Summary :	90,000.—	1,000.—	91,000.—	90,000.—	6,000.—	96,000.—	72,288.95	5,979.80	78,268.75
I. Health Committee, Secretariat and General Work of the Organisation	389,471.—	15,000.—	404,471.—	392,471.—	1,330.—	393,801.—	339,146.95	1,308.30	340,455.25
II. Intelligence, Technical and Research Work of the Organisation	397,153.—	290,897.80	688,050.80	396,353.—	306,661.55	703,014.55	317,773.50	289,903.90	607,677.40
III. Creation of a system of liaison between the various national health services	90,000.—	1,000.—	91,000.—	90,000.—	6,000.—	96,000.—	72,288.95	5,979.80	78,268.75
	876,624.—	306,897.80	1,183,521.80	878,824.—	313,991.55	1,192,815.55	729,209.40	297,192.—	1,026,401.40
Add : Appreciation on dollar income expressed in gold francs	—	7,093.75	7,093.75	—	—	—	—	—	—
	876,624.—	313,991.55	1,190,615.55	878,824.—	313,991.55	1,192,815.55	—	—	—

SUB-SCHEDULE G. — *Supervision of Opium Traffic.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Salaries	219,064.—	219,064.—	214,306.—
2. Travelling and removal expenses	6,500.—	8,300.—	6,469.65
3. Control of Traffic in Opium and Other Dangerous Drugs:			
(i) (a) Sessions of the Advisory Committee	5,500.—	3,000.—	2,905.80
(b) Sessions of Sub-Committees	—	—	—
(ii) Printing and documentation of the Committee	16,000.—	18,500.—	17,681.92
(iii) Cables, telegrams and miscellaneous	300.—	500.—	243.80
(iv) Conference for the drawing-up of a Convention for International Co-operation in the Suppression of the Illicit Traffic	9,000.—	9,000.—	864.15
(v) Preparatory printing for a future Conference on the Limitation of Raw Materials	4,000.—	4,000.—	—
(vi) <i>Appropriation-in-aid</i> : Gift from the Egyptian Government	488.50	488.50	488.50
4. Supervisory Body set up under the Limitation Convention of 1931:			
(i) Travelling expenses and subsistence allowances of the four members	8,300.—	8,300.—	6,167.75
(ii) Printing	9,500.—	9,500.—	5,870.55
(iii) Travelling expenses of the Secretariat	2,000.—	2,200.—	2,077.40
(iv) Cables	1,000.—	1,000.—	991.20
(v) Miscellaneous and unforeseen	700.—	700.—	22.50
Gross expenditure	282,352.50	284,552.50	258,089.22
<i>Deduct</i> : Appropriation-in-aid:			
Gift from the Egyptian Government	488.50	488.50	488.50
Net expenditure	281,864.—	284,064.—	257,600.72

SUB-SCHEDULE H. — *Social Questions (including Suppression of Traffic in Women and Protection of Children).*

1. Salaries	91,806.—	91,806.—	64,703.10
2. Travelling and removal expenses	8,000.—	8,250.—	5,327.90
3. Protection and Welfare of Children and Young People:			
(i) Sessions of the Committees	6,260.—	6,260.—	—
(ii) Sessions of Sub-Committees and Experts	8,500.—	8,500.—	1,595.05
(iii) Suppression of Traffic in Women and Children:			
(a) Printing and documentation	3,500.—	3,500.—	2,565.70
(b) Cables, telegrams and miscellaneous	300.—	300.—	66.75
(iv) Protection of Children:			
(a) Printing and documentation	6,000.—	6,000.—	3,832.93
<i>Appropriation-in-aid</i>	286.83	286.83	286.83
(b) Cables, telegrams and miscellaneous	300.—	300.—	132.75
Carried forward	124,952.83	125,202.83	78,511.01

SUB-SCHEDULE H. — *Social Questions (including Suppression of Traffic in Women and Protection of Children)* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	124,952.83	125,202.83	78,511.01
3. Protection and Welfare of Children and Young People (<i>continued</i>):			
(v) Temporary engagement of expert on traffic in women and children in the East	—	—	—
4. Penal administration (printing)	350.—	350.—	12.45
5. Assistance to indigent foreigners and execution of maintenance obligations abroad (printing)	900.—	900.—	—
6. Other Social Questions entrusted to the Section, and unforeseen contingencies	500.—	500.—	251.30
<i>Gross expenditure</i>	126,702.83	126,952.83	78,774.76
<i>Deduct: Appropriation-in-aid:</i>			
Contribution to the Child Welfare Committee	286.83	286.83	286.83
<i>Net expenditure</i>	126,416.—	126,666.—	78,487.93

SUB-SCHEDULE I. — *Reduction of Armaments.*

<i>I. Secretariat:</i>			
1. Salaries	266,570.—	266,570.—	224,298.35
2. Travelling and removal expenses	11,900.—	10,400.—	3,215.65
<i>II. Permanent Advisory Commission:</i>			
1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	8.30
3. Cables, telegrams and unforeseen expenses	500.—	500.—	440.35
III. <i>Investigations</i>	180,000.—	180,000.—	—
<i>IV. Statistical Year-Books:</i>			
1. <i>Armaments Year-Book</i>	35,000.—	35,000.—	16,376.40
2. <i>Statistical Information on the Trade in Arms, Ammunition and Implements of War</i>	15,000.—	15,000.—	4,951.60
V. <i>International Conference for the Control of Manufacture of Arms, Munitions and Implements of War</i>	—	—	—
VI. <i>Conference for the Reduction and Limitation of Armaments and further expenses arising therefrom and of Organ to be set up by the Conference on the Reduction and Limitation of Armaments.</i>	500,000.—	500,000.—	37,715.76
	1,010,470.—	1,008,970.—	287,006.41

SUB-SCHEDULE J. — *Intellectual Co-operation, International Bureaux, etc.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>A. Intellectual Co-operation:</i>			
1. Salaries (including the officials who deal with questions relating to International Bureaux)	101,883.—	101,883.—	101,616.10
2. Plenary sessions (including travelling expenses and subsistence allowances), Executive Committee and Permanent Committee of Arts and Letters	66,700.—	61,700.—	44,526.30
<i>Appropriation-in-aid:</i>			
Municipality of the city of Nice	3,218.60	3,218.60	3,218.60
3. Preparation of the Conference of Experts on the Question of Scientific Property	1.—	1.—	—
4. Sub-Committee of Experts for the Instruction of Youth	7,000.—	7,000.—	2,987.65
5. Committees of Experts	—	—	—
6. Travelling expenses	15,500.—	15,500.—	4,752.95
7. Printing:			
(a) Ordinary	4,000.—	4,000.—	2,887.68
(b) New edition of the pamphlet <i>Aims and Organisation of the League of Nations</i>	4,000.—	3,650.—	1,848.15
8. League of Nations <i>Educational Survey</i>	4,000.—	4,350.—	3,881.40
9. Telegrams, telephones, miscellaneous, petty and unforeseen expenses	3,300.—	3,300.—	2,511.90
10. Preparatory work for the Conference of National Committees	—	—	—
<i>B. International Bureaux and Miscellaneous Questions:</i>			
1. General expenses, International Bureaux	6,500.—	6,500.—	1,589.30
2. New edition of the <i>Handbook of International Organisations</i>	7,000.—	7,000.—	—
Gross expenditure	223,102.60	218,102.60	169,820.03
<i>Deduct: Appropriation-in-aid:</i>			
Contribution from the municipality of the city of Nice	3,218.60	3,218.60	3,218.60
Net expenditure	219,884.—	214,884.—	166,601.43

SUB-SCHEDULE K. — *International Convention on Slavery.*

1. Session of the Committee	10,910.—	10,910.—	7,743.10
2. Travelling expenses of the Secretariat	1,628.—	1,628.—	460.65
3. Printing	3,900.—	5,900.—	4,383.85
4. Telegrams, telephones, miscellaneous and unforeseen	500.—	600.—	238.15
	16,938.—	19,038.—	12,825.75

SUB-SCHEDULE L. — *Commission of Enquiry for European Union.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Plenary meetings	10,000.—	10,000.—	—
2. Printing	22,125.—	22,125.—	—
3. Sub-Commissions	24,000.—	24,000.—	—
4. Printing	12,000.—	12,000.—	—
5. Telegrams and travelling expenses	9,000.—	9,000.—	—
6. Committees of experts	60,000.—	60,000.—	—
	137,125.—	137,125.—	—

SUB-SCHEDULE M. — *Liaison with Latin America.*

I. Secretariat	27,992.—	27,992.—	27,991.50
II. Other expenses:			
(a) Correspondents, cables, travelling and removal expenses, etc.	55,000.—	55,000.—	16,263.55
(b) Technical, health and other investiga- tions to be undertaken in Latin America	100,000.—	100,000.—	67,852.25
	182,992.—	182,992.—	112,107.30

SCHEDULE TO PART IV. — *Permanent Central Opium Board.*

1. Sessions of the Board	43,000.—	41,500.—	16,818.55
2. Secretariat of the Board	61,984.—	63,484.—	62,249.35
3. Printing and documentation	8,000.—	8,000.—	2,737.15
4. Travelling and removal expenses	1,500.—	1,500.—	265.55
5. Cables, telegrams and miscellaneous	500.—	500.—	337.95
	114,984.—	114,984.—	82,408.55

SCHEDULE TO PART VII. — *Pensions.*

I. Contribution to the Pension Fund	1,720,050.—	1,720,050.—	1,629,037.90
II. Administration of the Fund:			
(a) Salaries	39,050.—	39,050.—	39,049.20
(b) Administrative Board (travelling ex- penses, etc.)	8,000.—	7,555.—	6,154.15
(c) Valuation of the Fund by an Actuary	5,000.—	5,445.—	5,445.—
(d) Miscellaneous expenses and unforeseen .	500.—	500.—	425.35
	1,772,600.—	1,772,600.—	1,680,111.60

II. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.

(In gold francs as adopted by the League of Nations.)

Working Capital Fund		5,290,155.72	
Guarantee Fund		1,000,000.—	
Reserve Fund		905,009.21	
Depreciation Reserve :			
<i>Wireless Station</i>		941,524.20	
<i>Library (books) :</i>			
Balance as per last account	1,276,448.80		
Add Depreciation for year	71,036.64		
		<u>1,347,485.44</u>	
<i>Library (shelving) :</i>			
Balance as per last account	154,145.28		
Add Depreciation for year	4,988.10		
		<u>159,133.38</u>	
			<u>2,448,143.02</u>
Library Endowment Fund :			
Investments Reserve Fund			80,097.26
Extra-budgetary Accounts: ¹			
Contribution from the Rockefeller Founda- tion towards the expenses of the printing of <i>Banking and Monetary Laws</i>	5,825.—		
Contribution from the Rockefeller Founda- tion towards the expenses of the Fiscal Committee in its study of international taxation problems	53,839.70		
Contribution from the Rockefeller Founda- tion towards analytical research work	112,725.55		
Grants from the International Health Divi- sion of the Rockefeller Foundation	16,799.55		
Gift for Malaria research in Greece	7,330.05		
Gift from the Milbank Memorial Fund	334.25		
Gift from the Egyptian Government	877.—		
Gift to the Child Welfare Committee	4,165.85		
Contribution from private individuals in the U.S.A. for a publication on Legal Aid to the Poor	23,129.90		
Revolving fund for special publications	24,225.52		
Fund for maintenance and operating expenses of Wireless Station	745,642.42		
Carried forward	994,894.79		<u>9,723,405.21</u>

¹ See explanatory memorandum, page 44.

OF THE SECRETARIAT AS AT DECEMBER 31ST, 1935.

ASSETS.

Property at Geneva :	(In gold francs as adopted by the League of Nations.)	
Hotel National, Armleder Property and Capital Installation	4,000,000.—	
"La Pelouse" property	782,056.—	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date	22,810,804.22	
Library: Building Fund Account: amount expended to date	3,339,822.—	
	<hr/>	30,932,682.22
Wireless Station:		
Total cost of the station	2,327,559.40	
Additional installation	48,195.35	
	<hr/>	2,375,754.75
Library Endowment Fund:		
Balance as per last account	294,137.45	
Amount expended during year	10,984.05	
	<hr/>	305,121.50
Capital Account.		
<i>Furniture, fittings, typewriters, etc.:</i>		
Amount expended to date (1,691,758.88 francs)		1.—
<i>Library (books):</i>		
Balance as per last account	1,276,448.80	
Additions during year	71,036.64	
	<hr/>	1,347,485.44
<i>Library (shelving):</i>		
Balance as per last account	154,145.28	
Additions during year	4,988.10	
	<hr/>	159,133.38
		<hr/>
		1,506,619.82
Sundry Debtors — States Members :		
Secretariat allocation	2,718,010.65	
Payable to Reserve Fund.	7,393,750.94	
	<hr/>	10,111,761.59
Extra-budgetary and Suspense Accounts as per contra		3,224,308.26
Working Capital Fund:		
Recoverable advances		422,232.84
		<hr/>
<i>Carried forward . . .</i>		48,878,480.98

LIABILITIES (*continued*).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>	994,894.79		9,723,405.21
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauberg-Woellan Railway Company	4,254.—		
Saar Territory Plebiscite Account (French francs 1,444,902.86)	293,387.52		
Work of the Saar Governing Commission (French francs 210,000.—)	42,640.50		
Donation from the Administrative Board of the Carnegie Foundation (19,000.— florins)	39,548.50		
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier	65,005.60		
Settlement of the Assyrians of Iraq	156,791.—		
		<u>1,596,521.91</u>	
Suspense Accounts: ¹			
Building Annuity	1,456,010.—		
Gift by the Woodrow Wilson Foundation.	129,565.—		
Contributions from the Government of the United States of America	12,211.35		
Contribution from the Government of Ecuador	30,000.—		
		<u>1,627,786.35</u>	
Balance being excess of Assets over Liabilities as at December 31st, 1935			<u>3,224,308.26</u>
			<u>59,803,610.60</u>
			<u><u>72,751,324.07</u></u>

¹ See explanatory memorandum, page 46.

ASSETS (continued)

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>		48,878,480.98
Cash at Bank and in hand (including cash advances):		
Building Fund: Secretariat and Assembly Hall	3,936,146.84	
New Buildings: furnishing account	899,145.08	
Library: Building Fund	2,244,647.55	
Library Endowment Fund (including investments)	1,685,096.29	
Working Capital Fund	4,867,922.88	
Guarantee Fund	1,000,000.—	
Reserve Fund	905,009.21	
Balance Cash Surplus in respect of the Sixteenth Financial Period	1,488,442.77	
Secretariat Cash Surplus in respect of the Seventeenth Financial Period	6,846,432.47	
		<u>23,872,843.09</u>

72,751,324.07

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — CASH ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD ENDED
DECEMBER 31ST, 1935.

(In gold francs as adopted by the League of Nations.)

RECEIPTS.		PAYMENTS.	
To <i>Contributions from Nations</i> :		By Chapter I	880,826.54
Arrears	6,130,955.08	Chapter II	782,175.50
Seventeenth Financial Period	<u>17,141,651.75</u>	Chapter III	9,314,024.98
	23,272,606.83	Chapter IV	456,520.44
		Chapter V	32,049.34
		Chapter VI	27,135.10
		Chapter VII	<u>134,203.39</u>
			11,626,935.29
To <i>Appropriations in Aid</i> :		By <i>Permanent Central Opium Board</i>	82,408.55
Sundry receipts	195,744.60	By <i>Nansen International Office for Refugees</i>	280,000.—
Chapter IV	<u>456,520.44</u>	By <i>Buildings at Geneva</i>	2,203,974.75
	652,265.04	By <i>Pensions</i>	1,680,111.60
		By <i>Reserve Fund</i>	1,205,009.21
		By <i>Cash Surplus for Seven- teenth Financial Period</i>	<u>6,846,432.47</u>
			23,924,871.87
	<u>23,924,871.87</u>		<u>23,924,871.87</u>

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

IV. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.

(See Budget Account, page 20, and Section V, A, below.)

V. — UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY
AND SUSPENSE ACCOUNTS.

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the Council with reference to: (a) any recoverable advances made from the Working Capital Fund; and (b) any advances originally thought to be recoverable and ultimately considered by the Council to be irrecoverable; and of the competent authority with reference to: (c) any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and (d) any transfers made in the budget.”

The present memorandum also includes for the sake of completeness a list of internal transfers approved by the Secretary-General.

A. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY
BY SPECIAL RESOLUTION OF THE COUNCIL.

Extracts from Reports and Resolutions taken by the Council during the Years 1934 and 1935.

(a) Political Expenditure.

1. *Saar Territory: Preparatory Measures in view of the Plebiscite.*

“The Council decides to charge the expenditure entailed by the consultation of experts, up to an amount not exceeding 20,000 Swiss francs, to Item 3 (a) of the budget for 1934 — ‘Unforeseen Expenditure subject to Special Vote of Council: Political Expenditure’.”

(78th Session, Minute 3396.)

“The Council decides to charge the expenditure to be incurred by the Committee in 1934 for the consultation of experts, up to a sum of 50,000 Swiss francs, to Item 3 (a) of the budget for 1934 — ‘Unforeseen Expenditure subject to Special Vote of Council: Political Expenditure’.”

(82nd Session, Minute 3479.)

“The decisions taken by the Council on January 20th and September 28th, 1934, whereby credits up to an aggregate amount of 70,000 francs, chargeable to the item ‘Unforeseen Expenditure of the Council for 1934’, were opened for the work of the Committee of Three and the consultation of experts by the Committee, are hereby extended so as to apply to the 1935 financial period.”

(83rd Session, Minute 3502.)

2. *Dispute between Bolivia and Paraguay: Miscellaneous Expenses.*

“At its eighty-second session, the Council authorised the Secretary-General to charge to the ‘Unforeseen’ item of the budget for 1934 the miscellaneous expenses, including the cost of telegrams, incurred in 1934 in connection with the dispute between Bolivia and Paraguay, up to a maximum of 15,000 francs.

“At the end of 1934, the unspent balance under this vote was approximately 9,000 francs.

“Since it is necessary to make provision for further expenditure of this nature in the current year, I would ask the Council to vote a release of 10,000 francs for this purpose from the corresponding item of the 1935 budget.”

(84th Session, Minute 3539.)

3. *Free City of Danzig: Committee of Jurists appointed to examine the Petitions.*

“The Council decides to charge the expenses of the Committee of Jurists appointed to examine the petitions from various sections of the population of the Free City of Danzig up to the amount of 4,500 Swiss francs to Item 3 (a) of the budget for 1935 — ‘Unforeseen Expenditure subject to Special Vote of the Council: Political Expenditure’.”

(86th Session, Minute 3598.)

4. *Refugees from the Saar: Administrative Expenses of the Nansen International Office for Refugees.*

“The Council decides to ratify the decisions taken by its President on July 12th and August 2nd, 1935, whereby the following expenditure is charged to Item 2 (c) (i) of Chapter I of the budget for 1935 — ‘Unforeseen Expenditure: Political’:

“(1) Up to an amount of 10,000 Swiss francs for the Nansen International Office for Refugees for administrative expenses in 1935 in respect of the settlement of refugees from the Saar.”

(88th Session, Minute 3611.)

5. *Measures to render the Covenant more effective in the Organisation of Collective Security: Expenses of the Committee of Thirteen.*

“ The Council decides to ratify the decisions taken by its President on July 12th and August 2nd, 1935, whereby the following expenditure is charged to Item 2 (c) (i) of Chapter I of the budget for 1935 — ‘ Unforeseen Expenditure: Political ’:

“

“ (2) Up to an amount of 7,000 Swiss francs to enable the Committee of Thirteen, set up in virtue of the Council's resolution of April 17th, 1935, to consult experts on the question of the key-products required for the manufacture of arms.”

(88th Session, Minute 3611.)

6. *International Assistance to Refugees: Committee to study Certain Questions connected with International Assistance to Refugees.*

“ The Council decides that the sums necessary for the meeting of this Committee in 1935 shall be charged, up to an amount not exceeding 5,500 Swiss francs, to Chapter I, Item 2 (c) (i)—‘ Unforeseen Expenditure: Political ’—of the budget for the financial year 1935.”

(Documents C.437 and 438.1935.XII.)

7. *Decisions taken by the President of the Council under Article XII (Budgetary Questions) of the Rules of Procedure.*

The following draft Resolution was submitted to the Council but was not approved.

“ The Council,

“ Confirms the decisions of the President of the Council, as contained in his letters of October 17th and November 14th, 1935, to authorise the Secretary-General:

“

“ (b) To charge to Item 2 (c) (i) of the 1935 budget—‘ Unforeseen Expenditure: Political ’—up to an amount of 50,000 francs, the exceptional expenditure incurred for the purpose of telegraphic and radio-telegraphic communications;

“ Further decides that exceptional telegraphic and radio-telegraphic expenditure incurred in 1936 shall be charged to Item 2 (c) (i) of the 1936 budget—‘ Unforeseen Expenditure: Political ’—on the understanding that the total amount expended for this purpose in 1935 and 1936 does not exceed 50,000 francs.”

(90th Session, Minute 3677.)

B. TRANSFERS APPROVED BY THE COUNCIL.

Paragraph 1 of Article 29 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ Transfers from one item to another of the same chapter of the budget may be effected by special resolutions of the competent authority. Such resolutions shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session.”

1. *On May 20th, 1935.*

“ The Council decides to transfer, within Chapter III of the budget for 1935, the sum of 20,000 francs from Item I, ‘ Salaries ’, to Item 2, ‘ Staff Expenses ’.

(86th Session, Minute 3573.)

2. *On January 22nd, 1936.*

The following draft Resolution was submitted to the Council but was not approved.

“ The Council confirms the decisions of the President of the Council, as contained in his letters of October 17th and November 14th, 1935, to authorise the Secretary-General:

“ (a) To transfer, within Chapter I of the 1935 budget, the sum of 24,000 francs from Item 4, ‘ Committees ’, to Item 2 (b), ‘ Council printing and *Official Journal* ’.

(90th Session, Minute 3677.)

C. INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL.

The following internal transfers were approved by the Secretary-General:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 1. — SESSION OF THE ASSEMBLY:					
1.	Salaries of additional temporary clerical and house staff . . .	30,000.—	18,100.—	—	48,100.—
2.	Overtime payments of permanent staff	1,000.—	1,000.—	—	2,000.—
3.	Travelling expenses and subsistence allowances	6,000.—	2,500.—	—	8,500.—
4.	Assembly hall, rent, lighting, heating, etc.	37,000.—	—	21,100.—	15,900.—
5.	Special printing	125,000.—	8,000.—	—	133,000.—
7.	Supplies and stores	8,000.—	—	4,000.—	4,000.—
8.	Automobile and cyclist service	4,400.—	—	3,500.—	900.—
9.	Incidental expenses	6,000.—	—	1,000.—	5,000.—
		<u>217,400.—</u>	<u>29,600.—</u>	<u>29,600.—</u>	<u>217,400.—</u>
Item 4. — COMMITTEES:					
A. Sessions in respect of:					
(f) Opium:					
	(i) Advisory Committee	5,500.—	—	2,500.—	3,000.—
B. Printing for the sessions:					
	(c) Economic Relations	29,000.—	—	3,500.—	25,500.—
	(d) Mandates	28,000.—	—	2,000.—	26,000.—
	(e) Transit	8,000.—	3,500.—	—	11,500.—
(f) Opium:					
	(i) Advisory Committee	16,000.—	2,500.—	—	18,500.—
	(j) Slavery	3,900.—	2,000.—	—	5,900.—
		<u>90,400.—</u>	<u>8,000.—</u>	<u>8,000.—</u>	<u>90,400.—</u>
Chapter III.					
Item 1. — SALARIES, WAGES AND ALLOWANCES OF THE SECRETARIAT:					
I. General Organisation:					
	12. Central Section	69,707.—	1,000.—	—	70,707.—
	16. Legal Adviser's Branch	335,521.—	—	1,000.—	334,521.—
		<u>405,228.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>405,228.—</u>
Item 2. — STAFF EXPENSES:					
C. Special staff charges:					
	(a) Indemnities	45,000.—	3,000.—	1,900.—	46,100.—
	(g) Recruitment of staff	5,000.—	—	3,000.—	2,000.—
	(i) Expenses of the Administrative Tribunal	5,000.—	—	1,900.—	3,100.—
	(j) Indemnities granted by the Administrative Tribunal	1,000.—	3,800.—	—	4,800.—
		<u>56,000.—</u>	<u>6,800.—</u>	<u>6,800.—</u>	<u>56,000.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 3. — OFFICE EXPENSES:					
A. Maintenance at Geneva:					
1. Headquarters at Geneva:					
(b) Repairs and renewals:					
	(i) Building	39,000.—	—	34,000.—	5,000.—
	(ii) Furniture and equip- ment	14,000.—	9,300.—	—	23,300.—
	(d) Heating	30,000.—	—	5,600.—	24,400.—
	(i) Uniforms	5,500.—	5,600.—	—	11,100.—
	(m) Miscellaneous, sundry sup- plies, etc.	10,000.—	24,700.—	—	34,700.—
B. Maintenance of branch offices:					
2. Paris Office:					
	1. Rent and rates	16,800.—	—	300.—	16,500.—
	4. Cleaning	420.—	300.—	—	720.—
		<u>115,720.—</u>	<u>39,900.—</u>	<u>39,900.—</u>	<u>115,720.—</u>

Item 4. — PRINTING:

A. General:					
	(c) Information Section	15,000.—	9,350.—	—	24,350.—
B. Periodicals:					
	(a) Treaty Series	130,000.—	—	1,200.—	128,800.—
	(b) Monthly Summary	65,000.—	—	8,150.—	56,850.—
	(f) Aims and Organisation of the League	4,000.—	—	350.—	3,650.—
	(g) Educational Survey	4,000.—	350.—	—	4,350.—
		<u>218,000.—</u>	<u>9,700.—</u>	<u>9,700.—</u>	<u>218,000.—</u>

Chapter IV.

**ROCKEFELLER LIBRARY ENDOWMENT
FUND:**

	(a) Temporary staff	33,100.—	368.—	—	33,468.—
	(b) Books and maps	15,000.—	—	210.—	14,790.—
	(c) Periodicals	3,000.—	—	158.—	2,842.—
		<u>51,100.—</u>	<u>368.—</u>	<u>368.—</u>	<u>51,100.—</u>

Chapter VI.

Item 3. — ALLOCATION COMMITTEE	—	6,000.—	—	6,000.—
Item 5. — COMMITTEE FOR SETTLEMENT OF ARREARS OF CONTRIBUTIONS	15,000.—	—	6,000.—	9,000.—
	<u>15,000.—</u>	<u>6,000.—</u>	<u>6,000.—</u>	<u>15,000.—</u>

Chapter VII.

Item 2. — LIBRARY:

	(b) Binding	23,000.—	1,000.—	—	24,000.—
	(c) Periodicals	19,000.—	—	1,000.—	18,000.—
		<u>42,000.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>42,000.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part IV.					
PERMANENT CENTRAL OPIUM BOARD:					
1.	Sessions of the Board	43,000.—	—	1,500.—	41,500.—
2.	Secretariat of the Board	61,984.—	1,500.—	—	63,484.—
		<u>104,984.—</u>	<u>1,500.—</u>	<u>1,500.—</u>	<u>104,984.—</u>

Part VII.

PENSIONS:

II. Administration of the Fund:

(b)	Administrative Board (travelling expenses, etc.)	8,000.—	—	445.—	7,555.—
(c)	Valuation of the Fund by an actuary	5,000.—	445.—	—	5,445.—
		<u>13,000.—</u>	<u>445.—</u>	<u>445.—</u>	<u>13,000.—</u>

D. ADJUSTMENTS BETWEEN SECTIONS OF GENERAL ITEMS.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 4. — COMMITTEES:					
A. Sessions in respect of:					
(e) Health:					
(i)	Health Committee	25,000.—	6,000.—	6,000.—	25,000.—
(ii)	Technical Committees	75,750.—	6,000.—	6,000.—	75,750.—
		<u>100,750.—</u>	<u>12,000.—</u>	<u>12,000.—</u>	<u>100,750.—</u>

Chapter II.

Item 7. — TRAVELLING EXPENSES OF OFFICIALS:

(a)	General Service	110,000.—	—	5,500.—	104,500.—
(c)	Financial Section and Economic Intelligence Service	13,000.—	5,000.—	—	18,000.—
(h) Opium:					
(i)	Secretariat (General)	2,151.—	—	200.—	1,951.—
(ii)	Supervisory Body	2,000.—	200.—	—	2,200.—
(j)	Reduction of Armaments	2,000.—	500.—	—	2,500.—
		<u>129,151.—</u>	<u>5,700.—</u>	<u>5,700.—</u>	<u>129,151.—</u>

Chapter III.

Item 2. — STAFF EXPENSES:

D. Removal expenses:

(a)	General Services	70,000.—	—	3,950.—	66,050.—
(c)	Financial Section	5,000.—	1,500.—	—	6,500.—
(f)	Transit	3,800.—	3,500.—	—	7,300.—
(g)	Health	3,500.—	500.—	—	4,000.—
(h)	Opium	—	200.—	—	200.—
(i)	Social	—	250.—	—	250.—
(j)	Reduction of Armaments	8,000.—	—	2,000.—	6,000.—

E. Leave travelling:

(a)	General Services	85,000.—	—	1,800.—	83,200.—
(h)	Opium	4,349.—	1,800.—	—	6,149.—
		<u>179,649.—</u>	<u>7,750.—</u>	<u>7,750.—</u>	<u>179,649.—</u>

11. *Fund for Maintenance and Operating Expenses of Wireless Station (745,642.42 Swiss francs).*

The 1929 Assembly decided to accept the solution which provides for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency.

As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 4, Part VI, of the budget should be considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon.

Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 745,642.42 francs.

12. *Balance of the Contributions received for Arbitration Expenses in connection with the Zeltweg-Wolfsberg and Unterdrauberg-Woellan Railway Company.*

On December 31st, 1933, an amount of 30,000 Swiss francs was received by the League on account of arbitration expenses; one-third was paid respectively by the Austrian Government, by the Yugoslav Government and by the interested railway company. The expenditure to date amounts to 25,746 Swiss francs, leaving on hand a balance of 4,254 francs.

13. *Saar Territory Plebiscite.*

The sum of 1,444,902.86 French francs represents the balance in the possession of the League of Nations of the advances paid on account of the expenses of the Saar Territory Plebiscite by the German and French Governments and by the Governing Commission of the Saar Territory, in conformity with the Council's decision of June 4th, 1934.

14. *Work of the Saar Governing Commission: Sum paid to the Secretary-General to cover Cost of drawing up a Report, and Miscellaneous Expenses.*

On February 27th, 1935, the Secretary-General received from the Saar Governing Commission the sum of 210,000 francs for the above purpose.

15. *Donation from the Administrative Board of the Carnegie Foundation.*

On May 18th, 1935, the Council accepted the Wateler Peace Prize for 1935 (19,000 florins, equivalent to 39,548.50 Swiss francs) awarded to the League of Nations by the Administrative Board of the Carnegie Foundation at The Hague, for the development of the broadcasting service of the League.

16. *Balance of the Contributions received to meet the Expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan Burmese Frontier.*

During August and October 1935, an amount of 90,000 Swiss francs was received from the Governments of the United Kingdom and of the Chinese Republic to meet the expenses of the Neutral Commissioner. The amount of 65,005.60 Swiss francs represents the unexpended balance as at December 31st, 1935.

17. *Settlement of the Assyrians of Iraq.*

On June 19th, 1935, the Secretary-General received the amount of £60,000, representing the first instalment from the Government of Iraq for the settlement of the Assyrians of Iraq in the Levant States under French mandate.

The amount of 156,791 gold francs represents the unexpended balance on December 31st, 1935.

F. SUSPENSE ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31ST, 1935.

I. *Building Annuity.*

The sum of 1,456,010 francs represents the total amount entered in Part VI of the budget for 1935 under the heading of "Terminable Annuity payable on account of Building Operations of the League". It was pointed out in that budget that, "as this sum is, from year to year,

entered in the budget, reimbursements to the States which advanced the sums necessary for the formation of the Building Fund must be made”.

Adopting a recommendation of the Supervisory Commission, the Assembly decided, on October 17th, 1932, “to cease until further notice any repayments to the States to which such payments were due”, as it was necessary “to take immediate measures to cover the estimated deficit”.

2. *Gift by the Woodrow Wilson Foundation (129,565 Swiss francs).*

On January 13th, 1930, the Council accepted the award of the Woodrow Wilson Foundation of 25,000 dollars (129,565 Swiss francs) to the League of Nations. This sum will be utilised for the erection of a memorial.

3. *Contributions from the Government of the United States of America.*

The sum of 12,211.35 Swiss francs represents the contributions of the Government of the United States of America to the extraordinary expenses of various committees and to those of the Conference for the Reduction and Limitation of Armaments.

4. *Contribution from the Government of Ecuador.*

On November 19th, 1935, the Secretary-General received an amount of 30,000 Swiss francs from the Government of Ecuador as a contribution in respect of the seventeenth financial period.

Part III.

INTERNATIONAL LABOUR ORGANISATION

- I. BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1935.
 - III. CASH ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - IV. UNFORESEEN EXPENDITURE AND TRANSFERS.
-

I. BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.

(January 1st to December 31st, 1935.)

A. SUMMARY OF CHAPTERS.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
<i>Section I. — Ordinary Expenditure:</i>			
Chapter I. — Sessions of the Conference and of the Governing Body.	593,200	593,200	592,589.12
Chapter II. — General Services of the International Labour Office.	8,048,910	8,048,910	7,788,785.71
Chapter III. — Profit and loss on exchange	—	—	2,206.20
<i>Section II. — Capital Expenditure:</i>			
Chapter IV. — Buildings, permanent equipment, etc.	40,000	40,000	39,966.05
<i>Section III. — Unforeseen Expenditure:</i>			
Chapter V. — Unforeseen expenditure of Chapters I to IV	250,000	250,000	175,571.73
Total	8,932,110	8,932,110	8,599,118.81
<i>Deduct:</i>			
(a) Estimated Receipts from Sale of Publications	165,000	165,000	130,961.33
(b) Miscellaneous Receipts	4,000	4,000	6,040.05
(c) Bank Interest	2,100	2,100	5,822.73
(d) Brazilian Contribution	74,964	74,964	74,963.40
Total deductions	246,064	246,064	217,787.51
Net total	8,686,046	8,686,046	8,381,331.30

Geneva, February 19th, 1936.

(Signed) K. G. MCKINLAY,
Chief Accountant.

B. SUMMARY OF ITEMS.

SECTION I. — ORDINARY EXPENDITURE.

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
1. Sessions of the Conference (see Schedule A)	461,200	461,200	460,863.22
2. Sessions of the Governing Body (see Schedule B)	132,000	132,000	131,725.90
Total of Chapter I	593,200	593,200	592,589.12

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
3. Salaries, wages and allowances:			
(a) to (i) Salaries (see Schedule C)	6,090,790	6,090,790	6,090,619.80
(k) Contributions towards Provident Fund	6,100	6,100	5,649.60
4. Travelling expenses of officials:			
(a) Travelling expenses and subsistence allow- ances occasioned in connection with General Services	110,000	110,000	109,999.20
(b) Removal expenses	10,000	9,000	8,848.25
(c) Travelling expenses and allowances of offi- cials taking up or leaving posts in Geneva	4,000	5,000	4,917.60
(d) Holiday travelling expenses	88,000	88,000	87,889.23
5. Entertainment allowances (see Schedule D)	60,000	60,000	58,833.65
6. Maintenance of Geneva Office (see Schedule E)	145,000	145,000	142,070.85
7. Printing (see Schedule F)	425,000	425,000	392,422.33
8. General office expenses (see Schedule G)	192,000	192,000	182,531.78
9. Special staff charges (see Schedule H)	51,300	51,300	43,485.35
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure	18,330	18,330	12,674.55
12. Enquiries, Investigations and External Collabo- ration (see Schedule I)	215,000	215,000	206,686.07
13. Commissions (see Schedule J)	90,000	90,000	77,297.85
14. Branch Offices (see Schedule K)	543,390	543,390	364,859.60
Total of Chapter II	8,048,910	8,048,910	7,788,785.71

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE.

15. Profit on exchange	100	100	732.97
Deduct: Loss on exchange	100	100	2,939.17
Total of Chapter III	—	—	2,206.20

SECTION II. — CAPITAL EXPENDITURE.

CHAPTER IV. — ORDINARY EXPENDITURE (BUILDINGS, PERMANENT EQUIPMENT, ETC.).

16. Furniture, etc.	1,000	4,000	3,990.03
17. Typewriters, etc.	14,000	14,000	13,980.90
18. Library, etc.	25,000	22,000	21,995.12
Total of Chapter IV	40,000	40,000	39,966.05

C. SCHEDULES.

SCHEDULE A
to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Salaries of temporary staff.	115,000	88,690	88,670.45
(b) Travelling expenses of temporary staff	10,000	10,810	10,804.15
(c) Rent of hall, heat, light, etc.	55,000	23,730	23,728.75
(d) Hire of office equipment and furniture	6,000	3,220	3,213.—
(e) Automobiles and cyclists	9,200	7,430	7,427.—
(f) Cables, telegrams, telephonic communications	7,000	4,320	4,313.35
(g) Special printing	259,000	234,000	233,894.07
(h) Preparatory Maritime Meeting	—	30,000	29,812.45
(i) Labour Conference in Santiago, Chile, of American States which are Members of the I.L.O.	—	59,000	59,000.—
Total	461,200	461,200	460,863.22

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY.

	Original Appropriation	Appropriation as amended by Transfers	Actual Expenditure
	Swiss Francs	Swiss Francs	Swiss Francs
(a) Travelling expenses and allowances of members of the Governing Body	107,000	110,000	109,728.90
(b) Printing of documents for the Governing Body	25,000	22,000	21,997.—
Total	132,000	132,000	131,725.90

SCHEDULE C

to Chapter II, Item 3.

SALARIES AND ALLOWANCES.

Directorate	614,255	578,215	578,211.25
Official Relations Section	305,800	305,655	305,653.70
Conference Section	285,850	384,905	384,901.—
Administrative Section	1,091,905	1,081,595	1,081,586.20
Legal Service	85,095	85,095	85,087.70
Social Economics Service	159,805	149,195	149,189.15
Statistical Section	142,755	126,220	126,216.90
Unemployment and Migration Section	261,075	244,605	244,603.35
Editorial Section	863,645	1,070,273	1,070,271.05
Labour Conditions Section	392,560	531,833	531,832.—
Labour Legislation and its Administration	458,225	—	—
Social Insurance Section	253,190	262,798	262,797.30
Industrial Hygiene Service	119,465	119,070	119,066.—
Safety Service	56,430	52,360	52,355.60
General Information Section	377,265	375,511	375,509.65
Extra-European Section	227,970	226,555	226,551.30
Special Problems Section	268,645	302,885	302,884.85
Not on Establishment	36,655	—	—
Salaries	6,000,590	5,896,770	5,896,717.—
Indemnities	24,700	24,980	24,980.—
Total	6,025,290	5,921,750	5,921,697.—
(f) Statutory allowances:			
Family allowances for local staff.	5,500	5,410	5,381.85
Exceptional increments	8,000	20,940	20,937.30
Language allowances.	1,000	4,000	3,935.—
Special revisers' and interpreters' allowance	—	—	—
(g) Supernumerary staff	45,000	129,510	129,510.—
(h) Overtime	6,000	9,180	9,158.65
Total	6,090,790	6,090,790	6,090,619.80

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES.

(a) Director	25,000	25,000	25,000.—
(b) Deputy Director	—	—	—
(c) Chairman of the Governing Body	10,000	10,000	10,000.—
(d) General Entertainment Fund	25,000	25,000	23,833.65
Total	60,000	60,000	58,833.65

SCHEDULE E

to Chapter II, Item 6.

MAINTENANCE OF GENEVA OFFICE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Water rate	2,100	2,490	2,489.60
(b) Heating	15,000	14,610	12,900.75
(c) Electricity			
{ Lighting	10,000	10,000	9,717.35
{ Electric motors	3,200	3,200	2,815.05
(d) Repairs (main building, villa and grounds) . .	15,000	15,000	14,778.77
(e) Insurance	7,800	7,800	7,718.40
(f) Upkeep of office furniture and equipment . . .	8,700	8,700	8,660.55
(g) Domestic staff employed in cleaning and watch- men	78,000	78,000	77,967.55
(h) Messengers' uniforms	2,000	2,000	1,970.45
(i) Sundry supplies	2,700	2,700	2,602.38
(j) Additional accommodation	500	500	450.—
Total	145,000	145,000	142,070.85

SCHEDULE F

to Chapter II, Item 7.

PRINTING.

(a) <i>Industrial and Labour Information</i>	56,000	55,600	50,240.50
(b) <i>Official Bulletin</i>	7,000	7,400	7,389.90
(c) <i>International Labour Review</i> (English, French, German, Italian, Spanish and Japanese editions)	100,000	100,000	96,752.35
(d) <i>Industrial Safety Survey</i>	16,000	16,000	15,335.80
(e) <i>Bibliography of Industrial Hygiene</i>	4,000	4,000	3,785.60
(f) <i>Legislative Series</i>	85,000	99,500	98,041.35
(g) <i>Studies and Reports</i>	92,000	75,500	75,302.96
(h) <i>Monthly Summary</i>	5,000	5,000	3,882.73
(i) Special publications	—	—	—
(j) Pamphlets, leaflets and circulars for propaganda; and publications in languages other than English, French and German.	10,000	12,000	11,091.23
(k) Sales propaganda	31,000	31,000	27,519.56
(l) Binding for sales	4,000	4,000	3,080.35
(m) Reprinting for sales	15,000	15,000	—
Total	425,000	425,000	392,422.33

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES.

(a) Stationery, office supplies	44,000	44,000	41,496.98
(b) Postage and diplomatic bag, Geneva-Paris . .	92,000	92,000	87,689.75
(c) Cables and telegrams	9,000	9,000	7,147.10
(d) Telephones	28,000	28,000	27,753.05
(e) Papers and Press cuttings	11,400	11,500	11,471.60
(f) Additional miscellaneous expenses	7,600	7,500	6,973.30
Total	192,000	192,000	182,531.78

SCHEDULE H
to Chapter II, Item 9.

SPECIAL STAFF CHARGES.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Indemnities provided for under the Staff Regulations	1,000	250	73.50
(b) Reserve Fund for Death and Invalidity Fund	5,000	5,000	—
(c) Contribution to Sickness Insurance Fund	21,000	21,650	21,622.50
(d) Upkeep of sick-room	400	400	387.10
(e) Nurse:			
(i) Salary	8,750	8,750	8,750.—
(ii) Fares	1,200	1,200	1,200.—
(f) Medical Adviser:			
(i) Honorarium	6,000	6,000	6,000.—
(ii) Fees for second medical examination	200	300	280.55
(g) Staff Welfare	1,500	1,290	1,107.70
(h) Recruitment of staff	500	710	704.60
(i) Cantonal, communal and other subscriptions	2,550	2,550	2,534.40
(j) Pension for the child of the late Dr. Pardo	1,200	1,200	825.—
(k) Administrative Tribunal:			
(i) Expenses	1,000	1,000	—
(ii) Indemnities	1,000	1,000	—
Total	51,300	51,300	43,485.35

SCHEDULE I
to Chapter II, Item 12.

ENQUIRIES, INVESTIGATIONS AND EXTERNAL COLLABORATION.

1. Correspondents	125,200	122,200	118,181.57
Allowance for extension of relations with overseas countries	20,000	20,000	19,773.85
Total	145,200	142,200	137,955.42
2. Press Agencies	8,900	8,900	8,853.55
3. Collaborators for the Spanish and Italian Reviews	20,000	19,800	18,442.30
4. Collaborators for the Survey of Decisions on Labour Law	5,800	6,000	6,000.—
5. Translations and fees for articles	16,000	19,600	19,591.10
6. Consultation of experts: miscellaneous collaboration	19,100	18,500	15,843.70
Total	215,000	215,000	206,686.07

SCHEDULE J
to Chapter II, Item 13.

COMMISSIONS.

(a) Joint Maritime Commission	10,000	15,600	15,508.10
(b) Mixed Advisory Agricultural Committee	12,000	12,300	12,277.35
(c) Committee on Social Insurance:			
1. Joint Committee on Social Hygiene and Insurance	5,000	2,100	—
2. Committee of Experts on Social Insurance	11,000	2,000	—
(d) Correspondence Committees on:			
1. Industrial Hygiene	10,000	8,000	4,741.55
2. Accident Prevention	10,000	14,000	13,390.60
(e) Migration Committee	—	—	—
(f) Committee of Statistical Experts	10,000	8,000	3,645.80
(g) Committee on Native Labour	—	—	—
(h) Committee on Article 408	10,000	6,950	6,728.85
(i) Advisory Committee on Professional Workers	6,000	6,000	5,995.75
(j) Advisory Committee on Salaried Employees	6,000	9,050	9,014.15
(k) Committee on Automatic Coupling	—	—	—
(l) Other committees	—	6,000	5,995.70
Total	90,000	90,000	77,297.85

SCHEDULE K

to Chapter II, Item 14.

BRANCH OFFICES.

	Original Appropriation	Appropriation as amended by Transfers	Actual Expenditure
	Swiss Francs	Swiss Francs	Swiss Francs
(a) Paris Office	64,810	64,810	58,488.55
(b) London Office	101,723	101,723	61,789.85
(c) Rome Office	51,870	53,070	49,317.05
(d) Washington Office	72,065	72,065	63,476.20
(e) Tokio Office	110,139	110,139	39,575.40
(f) Delhi Office	85,744	86,590	50,157.—
(g) Chinese Office	57,039	54,993	42,055.55
Total	543,390	543,390	364,859.60

II. STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.

	Swiss Francs	Gold Francs
<i>Depreciation Reserves:</i>		
Buildings at Geneva	855,883.58	855,883.58
Library at Head Office and Branches	632,727.53	632,727.53
 <i>Cash Suspense Accounts as per contra:</i>		
	Swiss Francs	Swiss Francs
Contribution, Brazil 1934	129,419.—	
" " 1935	230,207.54	
" Japan 1935	345,631.03	
" United States of America 1935.	833,510.04	
	<u>1,538,767.61</u>	
Balance of grant from the Institute of Pacific Relations for memoranda on the standard of living in Far Eastern countries		1,380.45
Balance of grant from the Industrial Relations Counsellors for enquiry into industrial relations		<u>30,415.15</u>
	1,570,563.21	1,570,563.21
Balance being excess of assets over liabilities	<u>5,131,890.61</u>	<u>5,146,980.67</u>
	<u>8,191,064.93</u>	<u>8,206,154.99</u>

III. CASH ACCOUNT FOR THE

RECEIPTS.

	Swiss Francs	Gold Francs
<i>To Contributions from States Members of the League of Nations:</i>		
Arrears	2,027,672.50	2,027,672.50
Seventeenth Financial Period	7,667,802.65	7,667,802.65
 <i>Appropriations-in-Aid:</i>		
Sale of publications	130,961.33	130,961.33
Miscellaneous Receipts	6,040.05	6,040.05
Bank Interest	5,822.73	5,822.73
Brazilian Contribution	74,963.40	74,963.40
	<u>9,913,262.66</u>	<u>9,913,262.66</u>

AS AT DECEMBER 31ST, 1935.

ASSETS.

	Swiss Francs	Gold Francs
<i>Buildings:</i>		
Buildings at Geneva	3,475,805.32	3,490,895.38
<i>Furniture, Machines and Library:</i>		
Furniture and fittings at Head Office and Branches	I.—	I.—
Typewriters, duplicating and other machines at Head Office and Branches	I.—	I.—
Library at Head Office and Branches	632,727.53	632,727.53
<i>Contributions due from States Members of the League of Nations</i>	1,184,767.12	1,184,767.12
<i>Stocks:</i>		
Stationery	13,055.90	13,055.90
<i>Cash in hand, at banks and with Branch Offices:</i>		
Cash Suspense Accounts as per contra	1,570,563.21	1,570,563.21
Cash Surplus of the Seventeenth Financial Period	1,314,143.85	1,314,143.85
	<u>8,191,064.93</u>	<u>8,206,154.99</u>

Geneva, February 19th, 1936.

(Signed) K. G. MCKINLAY,
Chief Accountant.

SEVENTEENTH FINANCIAL PERIOD.

PAYMENTS.

	Swiss Francs	Gold Francs
<i>By Expenditure under:</i>		
Chapter I	592,589.12	592,589.12
Chapter II	7,788,785.71	7,788,785.71
Chapter III	2,206.20	2,206.20
Chapter IV	39,966.05	39,966.05
Chapter V	175,571.73	175,571.73
<i>Cash in hand, at Banks and with Branch Offices:</i>		
Cash surplus of the Seventeenth Financial Period	1,314,143.85	1,314,143.85
	<u>9,913,262.66</u>	<u>9,913,262.66</u>

(Signed) K. G. MCKINLAY,
Chief Accountant.

Geneva, February 19th, 1936.

IV. UNFORESEEN EXPENDITURE AND TRANSFERS.

(a) EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE GOVERNING BODY.

*Extracts from Minutes of the Governing Body.
Sixty-ninth Session, February 1st, 1935:*

The Governing Body authorised the Director to draw on Chapter V (Unforeseen Expenditure up to the amounts shown below:

	Credit granted	Actual expenditure
	Swiss Francs	
1. Prolongation of the temporary appointment of an official for one year to continue the study of social charges	15,000.—	15,000.—
2. Renting of new premises	28,000.—	24,228.53
3. Providing direct overhead lighting for the hall on the first floor	13,500.—	12,379.10
4. Exceptional expenditure not provided for in the 1935 budget, resulting from the entry of the United States of America into the Organisation	110,400.—	100,129.40
5. Participation of the Office at the World Exhibition at Brussels	1,500.—	1,488.45

Seventy-third Session, October 24th, 1935.

6. Holiday travelling expenses	16,500.—	4,628.85
7. Removal expenses:		
(a) Of an official transferred from Geneva to Tokio	6,562.—	6,561.75
8. Architect's honorarium (preparation of plans previous to the plan for the extension which was finally approved)	6,000.—	6,000.—
9. Travelling expenses and subsistence allowance in connection with general services	10,000.—	4,155.65
10. Budget of the Labour Conference at Santiago, Chile, of American States which are Members of the International Labour Organisation:		

The Governing Body approved the estimates for the Santiago Conference, and authorised the Director to draw the sum of 60,000 francs required for the Office contribution from the available sums in the 1935 budget and, if necessary, the 1936 budget by the following means: ¹

(a) General right of transfer from one item to another within each chapter;	
(b) Charging of the balance to the chapter for unforeseen expenditure.	1,000.—
	175,571.73

¹ Of this amount, 59,000 francs was found from the balances available in Item 1 and the balance of 1,000 francs from Chapter V.

(b) TRANSFERS FROM ITEM TO ITEM.

The Governing Body authorised the Director to make a transfer of 3,000 francs from Item 18 — Library, to Item 16 — Furniture, etc.

Sixty-ninth Session, February 1st, 1935.

(c) INTERNAL TRANSFERS APPROVED BY THE DIRECTOR.

The following internal transfers within the various items of the budget for the seventeenth financial period were approved by the Director:

Chapter I, Item 1. — Sessions of the Conference.

	Swiss Francs		Swiss Francs
From § (a) Salaries of temporary staff	26,310	To § (b) Travelling expenses of temporary staff	810
(c) Rent of hall, heat, light, etc.	31,270	(h) Preparatory Maritime Conference	30,000
(d) Hire of office equipment and furniture	2,780	(i) Labour Conference at Santiago, Chile, of American States which are Members of the International Labour Organisation	59,000
(e) Automobiles and cyclists	1,770		
(f) Cables, telegrams and telephone communications	2,680		
(g) Special printing	25,000		
	<hr/> 89,810		<hr/> 89,810

Chapter I, Item 2. — Sessions of the Governing Body.

From § (b) Printing of documents for the Governing Body	3,000	To § (a) Travelling expenses and allowances of members of the Governing Body	3,000
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Chapter II, Item 3. — Salaries.

From Directorate	36,040	To Conference Section	99,055
Official Relations Section	145	Editorial Section	206,628
Administrative Section	10,310	Labour Conditions Section	139,273
Social Economics Service	10,610	Social Insurance Section	9,608
Statistical Section	16,535	Special Problems Section	34,240
Unemployment and Migration Section	16,470	Indemnities	280
Section for Labour Legislation and its Administration	458,225	Exceptional Increments	12,940
Industrial Hygiene Service	395	Language Allowances	3,000
Safety Service	4,070	Supernumerary staff	84,510
General Information Section	1,754	Overtime	3,180
Extra European Section	1,415		
Not on Establishment	36,655		
Family allowances for local staff	90		
	<hr/> 592,714		<hr/> 592,714

Chapter II, Item 4. — Travelling Expenses of Officials.

From § (b) Removal Expenses	1,000	To § (c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	1,000
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Chapter II, Item 6. — Maintenance of Geneva Office.

From § (b) Heating	390	To § (a) Water Rate	390
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Chapter II, Item 7. — Printing.

Swiss Francs		Swiss Francs	
From § (a) <i>Industrial and Labour Information</i>	400	To § (b) <i>Official Bulletin</i>	400
(f) <i>Legislative Series</i>	2,500	(f) <i>Legislative Series</i>	17,000
(g) <i>Studies and reports</i>	16,500	(j) Pamphlets, leaflets and circulars for propaganda; editions in languages other than English, French and German	2,000
	<hr/>		<hr/>
	19,400		19,400

Chapter II, Item 8. — General Office Expenses.

From § (f) <i>Additional miscellaneous expenses</i>	100	To § (e) <i>Papers and press-cuttings</i>	100
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Chapter II, Item 9. — Special Staff Charges.

From § (a) <i>Indemnities provided for under the Staff Regulations</i>	750	To § (c) <i>Contribution to the Staff Sickness Insurance Fund</i>	650
(g) <i>Staff Welfare</i>	210	(f) <i>Medical Adviser:</i>	
		(ii) <i>Fees for second medical examination</i>	100
		(h) <i>Recruitment of staff</i>	210
	<hr/>		<hr/>
	960		960

Chapter II, Item 12. — Enquiries, Investigations and External Collaboration.

From § 1. <i>Correspondents</i>	3,000	To § 4. <i>Collaborators for the survey of decisions on labour law</i>	200
3. <i>Collaborators for Spanish and Italian Reviews</i>	200	5. <i>Translations and fees for articles</i>	3,600
6. <i>Consultation of Experts; miscellaneous collaboration</i>	600		
	<hr/>		<hr/>
	3,800		3,800

Chapter II, Item 13. — Committees.

From § (c) (i) <i>Joint Committee on Social Hygiene and Insurance</i>	2,900	To § (a) <i>Joint Maritime Commission</i>	5,600
(c) (ii) <i>Committee of Experts on Social Insurance</i>	9,000	(b) <i>Mixed Advisory Agricultural Committee</i>	300
(d) (i) <i>Correspondence Committee on Industrial Hygiene</i>	2,000	(d) (ii) <i>Correspondence Committee on Accident Prevention</i>	4,000
(f) <i>Committee of Statistical Experts</i>	2,000	(j) <i>Advisory Committee on Salaried Employees</i>	3,050
(h) <i>Committee on Article 408</i>	3,050	(l) <i>Other Committees</i>	6,000
	<hr/>		<hr/>
	18,950		18,950

Chapter II, Item 14. — Branch Offices.

From § (g) <i>Chinese Office</i>	2,046	To § (c) <i>Rome Office</i>	1,200
		(f) <i>Delhi Office</i>	846
	<hr/>		<hr/>
	2,046		2,046

Part IV.

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1935.
 - III. CASH ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS IN THE BUDGET.
-

I. BUDGET ACCOUNT FOR THE SEVENTEENTH FINANCIAL PERIOD (1935).

A. SUMMARY OF CHAPTERS.

	Original	Credits after	Expenditure	
	Credits	Transfers	Dutch florins	Gold francs
	Dutch florins			
SECTION I. — ORDINARY EXPENDITURE.				
<i>Chapter I.</i>				
Sessions of the Court.	267,450.—	267,450.—	87,660.62	182,424.30
<i>Chapter II.</i>				
General services of the Court.	914,593.75	914,593.75	832,944.18	1,733,381.07
<i>Chapter III.</i>				
Cost of administration of the Court's Funds.	100.—	100.—	2,107.68	4,386.14
<i>Chapter IV.</i>				
Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice".	30,160.83	30,160.83	30,160.83	62,765.56
SECTION 2. — CAPITAL ACCOUNT.				
<i>Chapter V.</i>				
Permanent installations, etc.	5,000.—	5,000.—	2,738.76	5,699.44
	<u>1,217,304.58</u>	<u>1,217,304.58</u>	<u>955,612.07</u>	<u>1,988,656.51</u>
<i>Receipts to be deducted:</i>				
Bank Interest.	500.—	500.—	978.34	2,037.88
	<u>1,216,804.58</u>	<u>1,216,804.58</u>	<u>954,633.73</u>	<u>1,986,618.63</u>

NOTE TO SUMMARY OF CHAPTERS.

The difference between the estimates and actual expenditure is explained, generally speaking, by the fact that, in 1935, the Court was only in session for 107 days, whereas, under the system of the 1920 Statute, it was necessary to make provision for a credit sufficient to enable the Court to sit throughout the year—*i.e.*, a credit corresponding to 200 days of session.

B. SUMMARY OF ARTICLES.

	Original	Credits after	Expenditure
	Credits	Transfers	
	Dutch florins		
SECTION I. — ORDINARY EXPENDITURE.			
<i>Chapter I.</i>			
1. Sessions of the Court (see Table A)	266,450.—	266,450.—	86,970.62
<i>ibis.</i> Extraordinary or unforeseen expenditure	1,000.—	1,000.—	690.—
	<u>267,450.—</u>	<u>267,450.—</u>	<u>87,660.62</u>
<i>Chapter II.</i>			
General Services of the Court.			
2. Annual salaries and special expenditure relating to staff:			
(a) Annual salaries (see Table B)	770,215.—	770,015.—	725,701.40
(b) Contribution to the Staff Provident Fund	443.75	443.75	443.75
<i>Carried forward</i>	<u>770,658.75</u>	<u>770,458.75</u>	<u>726,145.15</u>

	Original Credits	Credits after Transfers Dutch florins	Expenditure
<i>Brought forward</i>	770,658.75	770,458.75	726,145.15
(c) Indemnities provided for in the Staff Regulations (see note, page 67)	100.—	300.—	258.33
(d) Contribution towards sickness insurance.	100.—	100.—	86.21
(e) Compensation payable as a result of administrative proceedings	100.—	100.—	—
(f) Medical examinations	100.—	100.—	20.—
3. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	6,000.—	6,000.—	3,829.19
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	1,500.—	1,500.—	1,167.06
(b) <i>bis.</i> Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes", every three years	100.—	100.—	80.19
(c) Removal expenses (on taking up appointment and on departure)	1,000.—	1,000.—	—
3 <i>bis.</i> Travelling expenses of members of the Court:			
(a) Travelling expenses of members of the Court (on duty)	1,000.—	1,000.—	—
(b) Travelling expenses of members of the Court on leave to their native country (see note, page 67)	10,000.—	6,000.—	644.54
(c) Removal expenses on arrival and departure	5,000.—	9,000.—	8,652.49
4. Contribution to the Carnegie Foundation:			
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—
(c) Amortisation of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
5. Administrative expenses (see Table C)	24,435.—	24,435.—	10,437.80
6. Printing	30,000.—	30,000.—	20,747.57
6 a. <i>Idem</i> (special work)	—	—	—
6 b. Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted	500.—	500.—	495.55
7. Unpaid liabilities from preceding years	3,000.—	3,000.—	178.—
7 <i>bis.</i> Unforeseen expenditure	1,000.—	1,000.—	202.10
	<hr/> 914,593.75	<hr/> 914,593.75	<hr/> 832,944.18
<i>Chapter III.</i>			
Cost of administration of the Court's Funds.			
8. Loss on exchange	100.—	10.—	2,188.01
9. Bank charges	100.—	190.—	158.76
	<hr/> 200.—	<hr/> 200.—	<hr/> 2,346.77
<i>To be deducted:</i>			
Profits on exchange	100.—	100.—	239.09
	<hr/> 100.—	<hr/> 100.—	<hr/> 2,107.68

	Original Credits	Credits after Transfers Dutch florins	Expenditure
<i>Chapter IV.</i>			
10. Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice" (see note, p. 67).	30,160.83	30,160.83	30,160.83 ¹

SECTION 2. — CAPITAL ACCOUNT.

Chapter V.

Permanent installations, etc.

11. Furniture and installation of additional fittings.	3,000.—	3,000.—	916.60
11 bis. Permanent installation of telephone cabins.	—	—	—
11 ter. Installation of loud-speakers	—	—	—
12. Library	2,000.—	2,000.—	1,822.16
	5,000.—	5,000.—	2,738.76

The Hague, February 15th, 1936.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) A. HAMMARSKJÖLD,
Registrar of the Court.

C. SCHEDULES

TABLE A

(See Chapter I, Article 1.)

Sessions of the Court.

1. Duty and subsistence allowances of Judges	197,000.—	197,000.—	64,500.—
2. Salaries of temporary and auxiliary staff and overtime pay (permanent and auxiliary staff).	44,450.—	44,450.—	14,818.10
3. Travelling expenses of Judges and temporary and auxiliary staff	33,000.—	33,000.—	7,641.32
4. Taxis to convey female staff to their homes after nightwork	100.—	100.—	3.95
5. Welfare of staff	100.—	100.—	7.25
	274,650.—	274,650.—	86,970.62
Sums recoverable:			
Subscriptions of non-members	6,100.—	6,100.—	—
Assessors	2,100.—	2,100.—	—
	266,450.—	266,450.—	86,970.62

¹ Balance at the end of the financial year 1934 [see note, page 58 of the audited accounts for the sixteenth financial year (1934) (document A.3.1935.X)] Dutch florins 54,855.13

Receipts, financial year 1935:

Contribution provided for in the Court's budget for 1935	Dutch florins	30,160.13	
Bank interest:			
	Dutch florins		
Paid by Bank	992.43		
Refunded by the Court	832.50		
		159.93	
			30,320.76
			85,175.89

Expenditure, financial year 1935:

Total of pensions paid during financial year 1935	29,816.66		
Bank charges	9.75		
			29,826.41
<i>Balance, end of financial year 1935</i>			55,349.48

ANNEXED TABLE NO. 1 TO TABLE A.

Duty and Subsistence Allowances of Judges.

	Original Credits	Credits after Transfers Dutch florins	Expenditure
Duty allowance of Vice-President, Judges and Deputy-Judges	141,000.—	141,000.—	64,500.—
Subsistence allowance of Vice-President, Judges and Deputy-Judges	—	—	—
National Judges: duty allowance	50,000.—	50,000.—	—
National Judges: subsistence allowance	—	—	—
Assessors (subsistence allowance)	5,000.—	5,000.—	—
Witnesses and Experts (Article 52 of Rules of Court).	1,000.—	1,000.—	—
	197,000.—	197,000.—	64,500.—

ANNEXED TABLE NO. 2 TO TABLE A.

Salaries of Auxiliary and Temporary Staff and Overtime Pay (Permanent and Auxiliary Staff).

Salaries of auxiliary staff	30,000.—	30,000.—	8,989.10
Salaries of temporary staff (Registrar's office)	8,000.—	8,000.—	—
<i>Idem</i> (Establishment and accountancy service)	5,300.—	5,300.—	5,300.—
Overtime pay, permanent staff	1,000.—	1,000.—	509.—
Overtime pay, auxiliary staff	150.—	150.—	20.—
	44,450.—	44,450.—	14,818.10

ANNEXED TABLE NO. 3 TO TABLE A.

Travelling Expenses of Judges and Temporary and Auxiliary Staff.

Judges and Deputy-Judges	20,000.—	20,000.—	6,936.98
National Judges	5,000.—	5,000.—	—
Assessors	3,000.—	3,000.—	—
Temporary and auxiliary staff	4,000.—	4,000.—	704.34
Witnesses and Experts (Article 52 of Rules of Court)	1,000.—	1,000.—	—
	33,000.—	33,000.—	7,641.32

TABLE B.

Annual Salaries.

President of the Court	60,000.—	60,000.—	60,000.—
Vice-President	35,000.—	35,000.—	35,000.—
Judges	455,000.—	455,000.—	425,833.39
Registrar	32,000.—	32,000.—	32,000.—
<i>Idem</i> (retrospective)	—	—	—
Permanent Staff of the Registry	188,215.—	188,015.—	172,868.01
	770,215.—	770,015.—	725,701.40

TABLE C.

Administrative Expenses.

Cost of distribution of documents	2,000.—	2,000.—	993.78
Supplies	15,000.—	15,000.—	5,119.—
Post, telephone, telegraph	5,000.—	5,000.—	2,445.41
Insurances	135.—	135.—	124.30
Gratuities at the New Year	500.—	500.—	500.—
Financial control	1,800.—	1,800.—	1,255.31
	24,435.—	24,435.—	10,437.80

NOTES TO SUMMARY OF ARTICLES.

Article 2 c (see page 64).

This article has had to be slightly augmented by means of a transfer, in order to make possible the payment, to the widow of a member of the subordinate staff who died during 1935, of one month's salary by way of indemnity (cf. Article 27 of the Staff Regulations of the Secretariat of the League of Nations and Article 3, paragraph 3, of the Staff Regulations for the Registry).

Article 3 bis, b (see page 64).

In accordance with the Court's successive decisions in regard to the long leaves to be taken by judges in 1935, it was necessary to make provision for the exercise of the right to such leave of two married judges—the home of one being in Latin America and that of the other in the Far East; the credit asked for was therefore calculated on this basis. In point of fact, only the return travelling expenses of one judge, who proceeded alone to the Far East, became chargeable to the 1935 budget.

Chapter IV, Article 10 (see page 65).

In the 1935 budget, a credit of 30,160.83 florins was provided on account of the fund to defray the expenses resulting from the application of the "Regulations regarding the Granting of Retiring Pensions to Ordinary Judges and to the Registrar of the Permanent Court of International Justice". This sum precisely covered the amount due in respect of pensions for the financial year 1935.

The difference between the estimate and the sum actually expended is explained partly by the death, in November 1935, of a judge entitled to pension and partly to the resignation, in September 1935, of a judge, who thereupon became entitled to pension. The pension of the deceased judge was larger than that of the judge who resigned.

II. STATEMENT OF ASSETS AND

LIABILITIES.

	Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Depreciation account:</i>				
Library:				
To December 31st, 1934	18,237.06 ⁵		37,969.59	
Plus depreciation to December 31st, 1935	<u>1,830.16</u>		<u>3,808.62</u>	
		20,067.22 ⁵		41,778.21
 <i>Suspense account (per contra):</i>				
Fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Regis- trar of the Permanent Court of International Justice" (balance at Bank).		55,349.48		115,292.97
Surplus of assets over liabilities		<u>585,826.64</u>		<u>1,223,248.18</u>
		<u>661,243.34⁵</u>		<u>1,380,319.36</u>

III. CASH ACCOUNT FOR THE

1935		Dutch florins	Gold francs
Dec. 31st	To contributions from States Members:		
	Arrears	298,571.14	621,923.66
	Seventeenth financial period	1,074,603.31	2,238,398.72
	To extraordinary receipts:		
	Bank interest	978.34	2,037.88
		<u>1,374,152.79</u>	<u>2,862,360.26</u>

LIABILITIES AS AT DECEMBER 31ST, 1935.

		ASSETS.			
		Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Furniture, typewriters, etc.:</i>					
	Sum expended to date (116,085.88) .		1.—		2.—
<i>Library:</i>					
	Balance from the financial year 1934 .	18,237.06 ⁵		37,969.59	
	Purchases during financial year 1935 .	1,830.16		3,808.62	
		<u>20,067.22⁵</u>		<u>41,778.21</u>	
	<i>Contributions to be received.</i>		167,284.92		349,542.43
<i>Suspense account (per contra):</i>					
	Fund to defray the expenses resulting from the application of the Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice (balance at Bank)		55,349.48		115,292.97
<i>In hand and at Bank:</i>					
	(a) Balance in hand and at Bank. .	220,591.90		461,376.35	
	(b) Contributions retained at Geneva	197,948.82		412,327.40	
		<u>418,540.72</u>		<u>873,703.75</u>	
		<u>661,243.34⁵</u>		<u>1,380,319.36</u>	
The Hague, February 15th, 1936.					
(Signed) D. J. BRUINSMA, Accountant-Establishment Officer.		(Signed) A. HAMMARSKJÖLD, Registrar of the Court.			

SEVENTEENTH FINANCIAL PERIOD.

1935			Dutch florins	Gold francs
Dec. 31st	By Chapter	I	87,660.62	182,424.30
	" "	II	832,944.18	1,733,381.07
	" "	III	2,107.68	4,386.14
	" "	IV	30,160.83	62,765.56
	" "	V	2,738.76	5,699.44
	Balance, being cash surplus for seventeenth financial period		418,540.72	873,703.75
			<u>1,374,152.79</u>	<u>2,862,360.26</u>

Memorandum by the Registrar.

UNFORESEEN EXPENDITURE.

Articles 1 bis and 7 bis.

I. Death of a Member of the Court (Expenditure chargeable to Articles 1 bis and 7 bis):

On August 25th, 1935, M. Schücking, a member of the Court, died.

The Netherlands Government offered a public funeral, which was accepted by the deceased judge's family.

On this occasion a religious service was held, the expenses of which the Registrar undertook to pay out of the funds of the Court. The expenses of this service were for the most part charged to Article 1 bis, Chapter I ("Sessions of the Court: Extraordinary or Unforeseen Expenditure"); a sum covering certain supplementary expenses (printing) was charged to Article 7 bis, Chapter II ("General Services of the Court: Unforeseen Expenditure").

II. Other Expenditure charged to Article 7 bis:

In the course of the financial year 1935, a member of the Netherlands Government and the Apostolic Internuncio at The Hague died. In both cases, a wreath was sent on behalf of the Court; in the first case, a judge and the Registrar attended the funeral, which took place away from The Hague; as these steps were purely official, the expenses incurred were charged to the Court's budget.

IV. TRANSFERS IN THE BUDGET.

A. — Transfers in the Budget approved by the Court or, by Delegation of Powers, by the President.

1. Decision of the President of the Court dated July 25th, 1935, authorising the following transfer in Chapter III ("Cost of Administration of the Court's Funds") of the Court's budget for 1935.

90 florins from Article 8 ("Loss on Exchange") to Article 9 ("Bank Charges").

B. — Transfers within an Article of the Budget approved by the Registrar of the Court.

1. On March 20th, 1935:

4,000 florins from Item 3 bis (b) ("Travelling Expenses of Members of the Court on Leave to their Native Country") to Item 3 bis (c) ("Removal Expenses on Arrival and Departure of Members of the Court").

2. On December 30th, 1935:

200 florins from Item 2 a ("Annual Salaries—Permanent Staff of Registry") to Item 2 c ("Indemnities provided for in the Staff Regulations").

Part VI.

**SECRETARIAT AND ASSEMBLY HALL: BUILDING
FUND ACCOUNT**

- I. CASH ACCOUNT AS AT DECEMBER 31ST, 1935.
 - II. STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1935.
 - III. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1935.
-

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1935.

(In gold francs as adopted by the League of Nations.)

Year	RECEIPTS.						PAYMENTS.				
	Original fund	Argentine contributions	Allocation from cash surplus	Allocation from Building Annuity	Interest earned	Total	Expended on Construction Account	International Labour Organisation Building	Building Annuity refund	Total	Balance at end of year
1925	10,535,301.80	2,799,692.14	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	—	3,367,847.28	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,402.24
1927	—	—	—	—	508,674.24	508,674.24	1,192,117.40	—	25,000.—	1,217,117.40	10,912,959.08
1928	—	—	—	—	538,556.45	538,556.45	196,694.10	—	25,000.—	221,694.10	11,229,821.43
1929	—	—	1,479,161.12	675,000.—	672,657.42	2,826,818.54	209,973.45	—	—	209,973.45	13,846,666.52
1930	—	—	—	675,000.—	636,016.15	1,311,016.15	510,394.20	—	—	510,394.20	14,647,288.47
1931	—	—	—	675,000.—	460,514.15	1,135,514.15	1,974,339.25	—	—	1,974,339.25	13,808,463.37
1932	—	—	—	675,000.—	59,889.84	734,889.84	3,797,503.95	—	—	3,797,503.95	10,745,849.26
1933	—	—	—	1,375,000.—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58 ¹
1934	—	—	—	1,600,000.—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63 ²
1935	—	—	800,000.—	2,000,000.—	—	2,800,000.—	4,540,928.57	—	—	4,540,928.57	3,936,146.84
	10,535,301.80	2,799,692.14	5,647,008.40	7,675,000.—	3,449,948.72	30,106,951.06	22,810,804.22	3,310,000.—	50,000.—	26,170,804.22	

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

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¹ After deducting the sum of 1,132,732.48 francs, being loss on investment.

² After deducting the sum of 1,169,021.78 francs, being loss on investment.

II. — STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1935.

(In gold francs as adopted by the League of Nations.)

A. *Non-recurring Expenditure.*

1. International Labour Office		3,310,000.—
2. Assembly Hall and Secretariat:		
(a) Cost of land	2,678,500.—	
(b) Cost of annex.	270,000.—	
(c) Annex installations	122,401.60	
(d) Examination expenses	401,768.55	
(e) Cost of original plans on old site	126,777.25	
	<hr/>	3,599,447.40

B. *Construction Expenditure — Assembly Hall and Secretariat.*

I. (a) Construction of new buildings	16,330,296.05	
(b) Architects' fees	973,825.—	
(c) Office expenses	1,110,115.45	
	<hr/>	18,414,236.50
2. Advertising	25.—	
3. Prints of plans	40,091.50	
4. Transport charges	1,638.65	
5. Telegrams and telephones	1,324.90	
6. Experts' fees	30,746.65	
7. Printing	1,209.—	
8. Incidental expenses	63,294.45	
9. Allowances and travelling expenses of Building Committee and staff	243,454.30	
10. Legal expenses	41,958.75	
11. Administration of property.	2,569.85	
12. Salaries of staff	358,018.85	
13. Sundry and miscellaneous expenses	50,523.92	
	<hr/>	19,249,092.32
		<hr/>
		26,158,539.72
 <i>Less — In aid:</i>		
Sales of documents to contractors	17,814.20	
Sale of timber, etc.	6,752.—	
Miscellaneous	13,169.30	
	<hr/>	37,735.50
		<hr/>
		26,120,804.22

III. — CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1935.

SHOWING AMOUNT STILL DUE TO CONTRIBUTORY STATES.

(In gold francs as adopted by the League of Nations.)

<i>Income.</i>	<i>Expenditure.</i>
Amount contributed by States Members	Refunded to States Members:
. 16,702,841.22	Financial period ended
Amount receivable in respect of sale of Hotel National	December 31st, 1927
. 4,000,000.—	December 31st, 1928
<hr/>	December 31st, 1929
20,702,841.22	December 31st, 1930
	December 31st, 1931
	December 31st, 1932
	<hr/>
	5,600,000.—
	Balance still payable
<hr/>	<hr/>
20,702,841.22	15,102,841.22
	<hr/>
	20,702,841.22

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VII.

LIBRARY: BUILDING FUND ACCOUNT

CASH ACCOUNT AS AT DECEMBER 31ST, 1935.

	Swiss francs	Swiss francs
<i>Receipts:</i>		
Amount received from Mr. J. D. Rockefeller, Junr. (\$1,500,000.—)	5,678,148.28	
Interest	20,833.51	
	<hr/>	5,698,981.79
Less: Loss on investment		114,512.24
		<hr/>
		5,584,469.55
<i>Payments:</i>		
Construction of Library	3,133,042.—	
Architects' fees	206,660.—	
Office expenses	120.—	
	<hr/>	3,339,822.—
<i>Balance:</i>		
Cash in hand as at December 31st, 1935:		
Deposit account (French francs 9,690,845.14)	1,967,726.10	
Current account (£9,844 16s. 1d.)	179,667.60	
<i>Idem.</i>	97,253.85	
	<hr/>	2,244,647.55
		<hr/>
		5,584,469.55

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VIII.

LIBRARY ENDOWMENT FUND

I. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1935.

	Swiss francs		Swiss francs
<i>Capital Account:</i>		<i>Investments (at cost):</i> ¹	
Balance as at December 31st, 1935 (nominal, \$500,000.—) . . .	1,508,540.73	As per details annexed (page 54)	1,376,969.48
<i>Depreciation Reserve Fund</i>	80,097.26	<i>Cash at Bank:</i>	
	<u>1,588,637.99</u>	Deposit account (French francs 1,042,444.66)	211,668.51
			<u>1,588,637.99</u>

II. REVENUE ACCOUNT FOR THE YEAR ENDED DECEMBER 31ST, 1935.

	Swiss francs		Swiss francs
Balance as at January 1st, 1935	96,458.30	Library, in aid account	46,547.35
Income from investments	52,305.01	Miscellaneous expenses	3,290.75
		Depreciation Reserve Fund	2,466.91
	<u>148,763.31</u>		
		Balance as at December 31st, 1935:	
		Deposit account (French francs 447,331.11)	90,830.50
		Current account	5,627.80
			<u>96,458.30</u>
			<u>148,763.31</u>

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The market value of the investments held by the Fund as at December 31st, 1935, was, exclusive of interest, Swiss francs 1,226,066.55.

LIBRARY ENDOWMENT FUND.

STATEMENT OF INVESTMENTS.

Details	Nominal value	Cost price in original currency	Equivalent in Swiss francs	Estimate at December 31st, 1935	
				In original currency	In Swiss francs ¹
7% German External Loan 1924	\$ 47,000.—	\$ 51,106.50	156,426.65	\$ 18,565.—	57,110.58
5½% Kingdom of Denmark 1955	\$ 14,000.—	\$ 13,847.50	42,384.43	\$ 14,175.—	43,605.84
7% Greek Government Loan 1964	\$ 28,000.—	\$ 27,470.—	84,080.20	\$ 8,400.—	25,840.50
6% Government of Argentine 1927-60	\$ 28,000.—	\$ 27,382.50	83,812.34	\$ 27,475.—	84,519.96
4½% Commonwealth of Australia 1928-56	\$ 14,000.—	\$ 13,575.—	41,550.36	\$ 13,877.50	42,690.65
4½% Swedish Government Loan 1930	Kr. 370,000.—	Kr. 366,330.83	301,010.85	Kr. 397,750.—	311,040.50
4½% Swedish Cities Loan 1927	Kr. 110,000.—	Kr. 110,000.—	90,524.55	Kr. 114,125.—	89,245.75
4½% French Treasury Bonds 1934	Fr. frs. 618,000.—	Fr. frs. 607,803.—	123,687.90	Fr. frs. 588,336.—	119,549.87
4% French State Railways 1921	Fr. frs. 451,000.—	Fr. frs. 288,640.—	58,738.25	Fr. frs. 278,718.—	56,635.50
4% French Treasury Bonds 1934	Fr. frs. 500,000.—	Fr. frs. 410,650.—	83,053.95	Fr. frs. 407,000.—	82,702.40
3¾% Belgian Government and Belgian Congo Treasury Bills	Fls. 150,000.—	Fls. 150,000.—	311,700.—	Fls. 150,000.—	313,125.—
			1,376,969.48		1,226,066.55

¹ Rate of conversion as at December 31st, 1935:

	Swiss francs
New York	3.07½/8
Stockholm	78.20
Paris	20.32
Amsterdam	208.75

Part IX.

REVOLVING FUND FOR SPECIAL PUBLICATIONS

RECEIPTS AND PAYMENTS ACCOUNT AS AT DECEMBER 31ST, 1935.

	Swiss francs	Swiss francs	Swiss francs
<i>Receipts:</i>			
Original gift		25,000.—	
Sales of documents to December 31st, 1934 . . .	8,281.20		
Sales of documents during 1935	<u>7,907.45</u>		
Interest to date		16,188.65	
		709.95	
<i>Expenditure:</i>			
Printing to December 31st, 1934	17,361.55		
Printing during 1935	<u>—</u>		
Miscellaneous expenses			17,361.55
Balance as at December 31st, 1935:			311.53
Deposit account (73,278.17 French francs) . .	14,879.12		
Current account	<u>9,346.40</u>		
			24,225.52
		<u>41,898.60</u>	<u>41,898.60</u>

March 4th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part X.

**REPORT BY M. A. CERESA (Auditor) ON THE AUDIT OF THE
LEAGUE OF NATIONS ACCOUNTS FOR THE SEVENTEENTH
FINANCIAL PERIOD (1935)**

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**LETTER, DATED APRIL 15TH, 1936, FROM THE AUDITOR
TO THE SECRETARY-GENERAL.**

In conformity with Article 44 of the Regulations for the Financial Administration of the League of Nations, I have the honour to transmit to you herewith my report on the audit of the accounts of the League for the financial year 1935.

(Signed) A. CERESA.

REPORT.

I have the honour to present herewith the result of my audit of the accounts of the League of Nations for the financial year 1935, which were submitted to me for examination by the Secretariat, the International Labour Organisation and the Permanent Court of International Justice.

I. GENERAL BUDGET OF THE LEAGUE FOR THE FINANCIAL YEAR 1935.

The budget account for the financial year 1935 has been drawn up in the new form proposed by the Secretariat and approved by the Supervisory Commission. The object of the new form is to group the expenditure, not only according to its nature, but also according to the degree of responsibility assumed for its origin and operation.¹

The results may be summarised as follows:

Of the 30,639,664 gold francs due by States in respect of contributions, the sum of 27,047,853.12 gold francs was actually received—*i.e.*, 3,591,810.88 gold francs below the estimate.

Of the credits voted by the Assembly for expenditure for the said financial year, totalling 30,639,664 gold francs, the actual expenditure was 25,589,115.08 gold francs—*i.e.*, 5,050,548.92 gold francs below the estimate.

The *budgetary receipts* exceeded the *budgetary expenditure* by 1,458,738.04 gold francs. In 1934, the expenditure exceeded the receipts by 2,764,737.25 gold francs. There is therefore an improvement in the budgetary situation in 1935 to the extent of 4,223,475.29 gold francs. The following table shows how the excess of receipts over expenditure is made up:

	Receipts 1 Gold francs	Expenditure 2 Gold francs	Difference between cols. 1 and 2 Gold francs
Secretariat and Special Organisations. . .	13,278,123.75	10,974,670.25	+ 2,303,453.50
International Labour Organisation. . .	7,667,802.65	8,381,331.30	— 713,528.65
Permanent Court of International Justice	2,238,398.72	1,986,618.63	+ 251,780.09
Permanent Central Opium Board . . .	101,504.70	82,408.55	+ 19,096.15
Nansen International Office for Refugees Buildings at Geneva.	247,176.30	280,000.—	— 32,823.70
Pensions	1,950,044.45	2,203,974.75	— 253,930.30
	1,564,802.55	1,680,111.60	— 115,309.05
Total	27,047,853.12	25,589,115.08	+ 1,458,738.04

The budgetary receipts and expenditure for the financial period 1935 are shown in percentages of the credits voted in the following tables, the corresponding figures for the three preceding financial periods being attached for comparison:

	Financial period	Credits voted	Actual receipts	Difference (outstanding contributions)
Receipts	1932	100	79.17	20.83
	1933	100	72.60	27.40
	1934	100	71.97	28.03
	1935	100	88.27	11.73

It will be seen that the percentage of outstanding contributions at the end of the 1935 financial period shows a decrease of 16.30% as compared with the previous period—a very considerable improvement.

	Financial period	Credits voted	Expenditure incurred	Difference (saving)
Expenditure	1932	100	81.00	19.00
	1933	100	81.69	18.31
	1934	100	80.93	19.07
	1935	100	83.52	16.48

¹ Report, dated May 28th, 1934, of the Supervisory Commission to the 1934 Assembly (document A.5.1934, page 4, paragraph 21).

In regard to expenditure on each of the autonomous organisations of the League of Nations, the percentages are as follows:

	Financial period	Credits voted	Expenditure Percentages	Difference (saving)
Secretariat	1932	100	69.70	30.30
	1933	100	70.98	29.02
	1934	100	70.46	29.54
	1935	100	72.96	27.04
International Labour Organisation.	1932	100	94.80	5.20
	1933	100	92.08	7.92
	1934	100	93.11	6.89
	1935	100	96.49	3.51
Permanent Court of International Justice.	1932	100	95.00	5.00
	1933	100	87.68	12.32
	1934	100	81.75	18.25
	1935	100	78.35	21.65

The percentages of savings on credits in 1935 show, in comparison with the previous financial period, a decrease of 2.50% for the Secretariat and 3.38% for the International Labour Office, with an increase of 3.40% in the case of the Permanent Court of International Justice.

RECEIPTS.

1. Contributions of States in respect of 1935.

The amount of the contributions due from the different States under the budget for the financial period of 1935 was	Gold francs	30,639,664.—
Of this amount, there was recovered in the course of the financial period	Gold francs	27,047,853.12
Further, contributions were cancelled in connection with the general composition (for which, see below) to the amount of	525,137.04	
Other contributions were consolidated to the amount of	224,652.71	
		<u>27,797,642.87</u>
There remained due for recovery accordingly, as at December 31st, 1935, contributions to a total of		<u>2,842,021.13</u>

The contributions received represent, as has already been pointed out, 88.27% of the amount due, as compared with 71.97% in 1934.

Of 59 States:

- 35 States paid their contributions in full;
- 15 States only paid part;
- 9 States paid nothing; but the debt of two of these (Bolivia and Hungary) was cancelled or consolidated.¹

The cancellations and contributions due in respect of the financial period 1935 relate to the following States:

	Contributions cancelled	Contributions consolidated
	Gold francs	Gold francs
Bolivia	93,440.99	27,737.56
Bulgaria	75,736.60	75,736.60
China	121,178.55	—
Colombia	113,602.35	—
Hungary	121,178.55	121,178.55
	<u>525,137.04</u>	<u>224,652.71²</u>

¹ In 1934, out of 57 States, 26 paid their contribution in full, 17 paid only part and 14 paid nothing.

² 7,573.66 gold francs of this sum, representing one-tenth of the 1935 portion of the Bulgarian consolidated debt, was received in 1935.

These cancellations and consolidations were approved by the Assembly at its sixteenth session (September 1935) in accordance with the recommendations of the Special Committee for Settlement of Contributions in Arrear, with the exception of the cancellation in the case of Colombia, which was arranged later (in accordance with the views of the Special Committee), subject to confirmation by the 1936 Assembly. The terms of the agreement with Colombia were as follows:

1. Reduction of the amount of Colombia's contributions for the financial periods 1933, 1934 and 1935, totalling 431,970.94 gold francs, to 25% of the total—viz., 108,000 gold francs.
2. Undertaking by the Colombian Government to make the above payment of 108,000 gold francs to the League of Nations before December 31st, 1935. The undertaking was met.

2. Contributions in Arrears.

In previous reports, particularly my report for 1933, I drew attention to the steady and alarming increase of contributions in arrears, amounting to the high figure of some 30 million gold francs on December 31st, 1933.¹

During its fifteenth session, the Assembly, at its meeting on September 27th, 1934, appointed a Special Committee with full powers to negotiate and conclude agreements with the debtor States for the equitable settlement of the amount of their debt, subject to ratification by the Assembly.²

The task before the Committee was not an easy one. The situation that had developed was approached from a practical standpoint, the aim being to avoid any cancellation of claims not rendered necessary by the force of circumstances, while at the same time arriving at an estimate of the proportion of the arrears which must be regarded as irrecoverable and be accordingly written off.

It was also essential, in order to reach an equitable solution as recommended by the Assembly, to bring a sense of fairness and understanding to bear on the consideration of the financial difficulties—even where merely transitory—with which certain States, for one reason or another, were faced, and to consider the possibility of facilities to such States to enable them to settle the whole of their indebtedness.

The Committee submitted two reports, one dated July 19th, 1935, and the other dated September 26th, 1935,³ with regard to the settlement of the debts of certain States, with which negotiations of a definitive character had taken place.

The Assembly approved the reports in question by a resolution dated September 28th, 1935, in which it noted with satisfaction that arrangements had been made, through the intermediary of the Special Committee, with a certain number of States for the payment of their arrears. The Assembly, in the same resolution, invited the Committee, as then constituted, to continue its efforts and to report to the seventeenth session.

The effect of the Committee's labours has been to clear up the situation in regard to arrears and to bring it into closer harmony with realities.

	Gold francs
As at December 31st, 1934, contributions in arrear amounted to	28,473,930.75
For the purposes of the settlement of arrears which was arranged in 1935, this amount was increased by the contributions for the same year which were consolidated (as already stated on page 80 of the present report), representing an addition of	224,652.71
	28,698,583.46
	Gold francs
Received in 1935 for debts of States as at the end of 1934	8,780,551.24
Debts cancelled in the case of certain States	11,113,982.21
	19,894,533.45
Balance	8,804,050.01
To which must be added the amount of 1935 contributions still due at the end of that year (page 80 of the present report)	2,842,021.13
Making a total of	11,646,071.14

which will be found in the *General Statement* of assets and liabilities as at December 31st, 1935, under the heading in the assets "*States Members: Contributions in arrears*".

This sum shows a diminution of 16,827,859.61 gold francs as compared with the amount of contributions in arrear on December 31st of the preceding year.

¹ See document A.3(1).1934.X (Report on the Audited Accounts for the Financial Period 1933), page 99.

² The Committee was composed of the following: Count Carton de Wiart, Sir. F. Phillips, M. F. Castillo Nájera, M. C. J. Hambro, M. Stefan Osuský. M. F. Castillo Nájera was at first Chairman; later, after his resignation, M. Hambro took the chair. M. César Zumeta was appointed to take the place of M. F. Castillo Nájera.

³ Documents A.15.1935.X and A.73.1935.X.

The difference is made up as follows:

	Gold francs
Contributions in arrears for financial periods previous to 1935	737,923.54
Consolidated contributions (including 217,079.05 gold francs in respect of the financial period 1935)	8,066,126.47
	<hr/>
Contributions in respect of 1935 still due on December 31st, 1935.	8,804,050.01
	2,842,021.13
	<hr/>
Total	11,646,071.14

Attention should be drawn to the size of the figure for receipts in respect of contributions in arrears in 1935 (8,780,551.24 gold francs). It is 2,133,774.14 gold francs more than the corresponding figure for the previous financial period, which was itself exceptionally high.

On the other hand, it must not be forgotten that the receipts in 1935 include the following sums paid in settlement of their debts by two States which have left the League:

	Gold francs
Germany	3,403,412.32
Japan	1,825,931.20
	<hr/>
	5,229,343.52

They further include the following additional sums paid by the under-mentioned States under arrangements for the consolidation of their arrears:

	Gold francs
Chile	330,000.—
Hungary	80,000.—
Colombia	70,129.15
	<hr/>
	480,129.15

In this connection, it will be remembered that, in accordance with the recommendations of the Special Committee, as approved by the Assembly,¹

1. Chile was to pay immediately 330,000 gold francs in definitive liquidation of her debt for the financial periods 1930 to the end of 1933, amounting to 1,365,893.23 gold francs;
2. Hungary was to pay during 1935 the sum of 80,000 gold francs in respect of her arrears for the period 1932 to the end of 1935, amounting to 783,771.55 gold francs.

The 70,129.15 gold francs paid by Colombia represent a portion of the 108,000 gold francs still due by Colombia after the reduction of her debt in respect of the financial periods 1933, 1934, and 1935 (totalling 431,970.94 gold francs) to 25% of the total under the agreement referred to above. This sum (70,129.15 gold francs) was paid by Colombia for account of the financial periods 1933 and 1934. The balance of 37,870.85 gold francs due on the total of 108,000 francs was paid for account of 1935.

In the light of the above, the payments which may be regarded as normal are relatively small in amount.

It will be seen that the amount of cancelled contributions in 1935 totalled 11,113,982.21 gold francs, representing 39.03% of the contributions still payable on December 31st of the previous year.

The following table gives the figures for the contributions cancelled:

	Gold francs
Bolivia	1,131,108.32
Bulgaria	234,358.13
Chile	1,035,893.23
China	5,019,228.56
Colombia	323,970.94
Cuba	678,643.34
Honduras	271,016.84
	<hr/>
Carried forward	8,694,219.36

¹ See documents A.15.1935.X and A.73.1935.X.

	Gold francs
<i>Brought forward</i>	8,694,219.36
Hungary	351,885.78
Peru	1,964,149.90
Paraguay	627,806.30
	<hr/>
Nicaragua	11,638,061.34
	1,057.91 ¹
	<hr/>
Total	11,639,119.25
<i>Less:</i>	
Cancelled contributions in respect of the financial period 1935 as detailed above	525,137.04
	<hr/>
Cancelled contributions in respect of financial periods previous to 1935.	11,113,982.21
	<hr/>

It should be observed that the 11,113,982.21 francs include the contributions still payable on December 31st, 1934, to the Working Capital Fund, to the amount of 91,416.15 gold francs.² The following table gives the figures of the consolidated contributions:

	Amount of consolidated debt	Period for payment of debt	Annual payments
	Gold francs	Years	Gold francs
Bolivia	167,246.77	10	16,724.67 (payable as from 1940)
Bulgaria	234,358.15	10	23,435.80
China	5,825,350.44	45	129,452.23
Cuba	339,321.67	10	33,932.15
Honduras	90,338.95	20	4,516.95
Hungary	351,885.77	10	35,188.55
Liberia	32,068.85	—	—
Peru	1,004,757.52	40	25,118.95
Uruguay	209,268.76	20	10,463.45
	<hr/>		
	8,254,596.88		
<i>Less:</i>			
Sums paid in 1935	188,470.41		
	<hr/>		
Balance	8,066,126.47		
	<hr/>		

In the case of Liberia, it will be remembered that the Liberian Government proposed the liquidation of its arrears up to the end of 1932 by successive payments spread over five financial years, the amount of the contributions in respect of subsequent financial years being paid in monthly instalments.

The Special Committee recommended the acceptance of these proposals, but pointed out that the Liberian Government should have been asked to increase the amount of its monthly payments, which at the time represented an annual contribution of less than half a unit, so as to settle its arrears from 1933 onwards.³

The Committee's recommendation was approved by the Assembly at its sixteenth ordinary session, at the meeting on December 28th, 1935.

At the end of 1935, Liberia was still a debtor for the contributions in respect of the years 1933, 1934, and 1935, which under the agreement should have been paid in full, together with the contribution in respect of 1936. As it was evident that the Liberian Government would not be in a position to meet its obligations under the agreement, it was informed that the agreement must be regarded as cancelled and it was invited to submit a new proposal for the liquidation of the whole of its debt.

In this connection, it should be remembered that, under a recommendation of the first importance by the Special Committee approved by the Assembly, if a State does not make payment of its dues under an agreement concluded for the settlement of its debt, the agreement in question lapses *ipso facto*, and the debt thereupon becomes due in its entirety.

¹ Contributions due to the Working Capital Fund for the years 1920-1925, which were struck out of the accounts at the close of the 1935 accounts as not admitting of collection.

² See document A.3.1935.X, page 7 ("Audited Accounts for the Financial Period 1934").

³ See report of the Special Committee to the Assembly, dated July 19th, 1935 (document A.15.1935.X, page 6).

The amount paid in 1935 in respect of consolidated contributions is made up as follows:

	Gold francs
Bulgaria	23,435.80
China	129,452.23
Peru	25,118.94
Uruguay	10,463.44
	<hr/>
	188,470.41

It may be of interest to add that, in the first quarter of the current year, the following payments were received:

	Gold francs
Belgium (1935)	140,303.45
China (1935)	636,187.40
Ethiopia (1934 and 1935)	20,196.43
Greece (1935)	53,016.45
Guatemala (1931)	2,736.35
Honduras (1935)	12,209.90
Iraq (1935)	90,883.90
Liberia (1932)	3,775.45
Poland (1935)	227,705.05
Yugoslavia (1935)	136,325.81
	<hr/>
Total	1,323,340.19

By these payments, Belgium, China, Greece, Iraq, and Yugoslavia had, by March 31st, 1936, entirely paid off their debt in respect of contributions for the 1935 financial period.

3. Appropriations-in-Aid.

In the case of the Secretariat, these receipts may be divided into two categories.

In the first place, there are those derived from the sale of publications, from the interest accruing from funds deposited with the bank, and from other minor sources. In the budgets for previous years, these receipts were deducted from the expenditure on the "General Services of the Secretariat". As from 1935, they are shown under a new heading: "*Revenue*", in the budget in its new form. This is a very opportune innovation. It marks an improvement in the presentation of the annual budgets.

The figures for the receipts in question are shown in the following table:

	Gold francs
Sale of publications	159,997.49
Interest earned	1,666.—
Sale of cinematographic films	1,042.75
Miscellaneous cash receipts.	7,032.41
	<hr/>
	169,738.65
Contributions from States not members of the League of Nations (contributions from the Government of the United States of America, the amount of which was shown in the "Suspense Account" of the Secretariat Statement as at December 31st, 1934)	26,005.95
	<hr/>
Total	195,744.60

This sum of 195,744.60 francs is 12,431.04 francs less than in the previous year. The sale of publications brought in 39,852.50 francs less. The interest earned has increased slightly.

The said sum of 195,744.60 francs falls short by 67,761.40 francs of the estimated figure in the 1935 budget (263,506 francs).

The second category of appropriations-in-aid consists of special grants towards the expenses of the "Special Organisations" attached to the Secretariat (Chapter IV of the budget) and to meet expenditure on the Library. The figures for 1935 were as follows:

	Gold francs
Financial Section and Economic Intelligence Service	87,156.93
International Health Organisation	318,822.23
Supervision of Opium Traffic.	488.50
Social Questions	286.83
Intellectual Co-operation	3,218.60
Library	46,547.35
	<hr/>
Total	456,520.44

This total of 456,520.44 gold francs shows a decrease of 247,478.20 gold francs as compared with the corresponding figure for the previous year.

This difference is to be attributed, in the main, to the following factors: a reduction of 135,967.13 francs in the Rockefeller Foundation's contribution towards the expenses of the International Health Organisation; a reduction of 31,320.60 francs in the same Foundation's contribution to the cost of special enquiries into problems of international taxation; and a reduction of 24,302.05 francs in the grant from the Rockefeller Fund for the endowment of the Library.

Furthermore, certain contributions of a non-recurrent character which were received in 1934 were discontinued in 1935, and other contributions for enquiries into social questions were reduced.

On the other hand, there is an increase of 29,392.65 francs in the Rockefeller Foundation's contribution to the expenditure in respect of the analytical research work of the Financial Section and Economic Intelligence Service of the League.

The appropriations-in-aid of the International Labour Organisation and of the Permanent Court of International Justice will be mentioned when the expenditure of these two organisations is dealt with.¹

3 (a). Interest on Current and Deposit Accounts with Banks.

The interest earned during the past financial year was as follows, compared with 1934:

	1935 Gold francs	1934 Gold francs	Difference for 1935 Gold francs
Interest earned on Secretariat funds, included, as already stated, in the appropriations-in-aid	1,666.—	854.80	+ 811.20
Interest on the Library Building Fund, credited to that account.	701.75	1,791.49	— 1,089.74
Interest on the Library Endowment Fund	52,305.01	77,497.95	— 25,192.94
Total.	<u>54,672.76</u>	<u>80,144.24</u>	<u>— 25,471.48</u>

EXPENDITURE.

The credits voted by the Assembly, at its meeting on September 27th, 1934, for the expenditure of the 1935 financial year amounted to a total of 30,639,664 gold francs, thus showing a reduction of 188,141 francs in comparison with the credits voted for the previous year, as may be seen from the following table:

	1935 Gold francs	1934 Gold francs	Difference for 1935 Gold francs	Percentage increase or decrease
Secretariat and Special Organisations	15,041,388	15,892,161	— 850,773	— 5.35
International Labour Organisation	8,686,046	8,257,876	+ 428,170	+ 5.18
Permanent Court of International Justice	2,535,646	2,538,827	— 3,181	— 0.12
Central Opium Board	114,984	—	+ 114,984	+ 100.00
Nansen International Office for Refugees	280,000	300,000	— 20,000	— 6.66
Buildings at Geneva.	2,209,000	2,000,000	+ 209,000	+ 10.45
Pensions	1,772,600	1,838,941	— 66,341	— 3.60
Total	<u>30,639,664</u>	<u>30,827,805</u>	<u>— 188,141</u>	<u>— 0.61</u>

The decrease in 1935, as compared with 1934, was 0.61%, as shown above.

	Gold francs
The credits voted for the 1935 financial year amounted to	30,639,664.—
The expenditure incurred in the same period amounted to	<u>25,589,115.08</u>
thus showing a saving of	<u>5,050,548.92</u>

¹ See also No. 13 of this report.

made up as follows:

	Credits voted Gold francs	Expenditure Gold francs	Savings Gold francs	Percentage of saving
Secretariat and autonomous Organisations	15,041,388	10,974,670.25	4,066,717.75	27.04
International Labour Organisation	8,686,046	8,381,331.30	304,714.70	3.51
Permanent Court of International Justice	2,535,646	1,986,618.63	549,027.37	21.65
Central Opium Board	114,984	82,408.55	32,575.45	28.33
Nansen International Office for Refugees	280,000	280,000.—	—	—
Buildings at Geneva	2,209,000	2,203,974.75	5,025.25	0.23
Pensions	1,772,600	1,680,111.60	92,488.40	5.22
	<u>30,639,664</u>	<u>25,589,115.08</u>	<u>5,050,548.92</u>	<u>16.48</u>

* * *

The following pages deal with the expenditure of the Secretariat and autonomous Organisations (International Labour Organisation and Permanent Court of International Justice).

1. Secretariat.

The credits voted for the expenditure of the Secretariat and autonomous Organisations of the League in respect of the 1935 financial period amounted to 15,041,388 gold francs, this sum being 850,773 gold francs less than the credits voted for the previous year.

The expenditure incurred in 1935 amounted to 10,974,670.25 gold francs, so that a saving of 4,066,717.75 gold francs was made, as shown in the following table:

	Credits voted Gold francs	Sums expended Gold francs	Savings Gold francs	Percentage of credits saved
<i>Chapter I.</i>				
Assembly and Council	2,792,039.—	880,826.54	1,911,212.46	68.45
<i>Chapter II.</i>				
Investigations, enquiries, and liaison	1,351,482.—	782,175.50	569,306.50	42.13
<i>Chapter III.</i>				
Salaries and General Services.	10,981,973.—	9,314,024.98	1,667,948.02	15.19
<i>Chapter IV.</i>				
Work covered by special grants ¹ .	—	—	—	—
<i>Chapter V.</i>				
Loss on exchange	—	32,049.34	— 32,049.34	—
<i>Chapter VI.</i>				
Supervision of revenue and expen- diture	42,400.—	27,135.10	15,264.90	36.—
<i>Chapter VII.</i>				
Permanent equipment	137,000.—	134,203.39	2,796.61	2.04
	<u>15,304,894.—</u>	<u>11,170,414.85</u>	<u>4,134,479.15</u>	<u>27.01</u>
<i>Less:</i>				
Revenue	263,506.—	195,744.60	— 67,761.40	—
	<u>15,041,388.—</u>	<u>10,974,670.25</u>	<u>4,066,717.75</u>	<u>27.04</u>

¹ Total expenditure Gold francs 456,520.44
Total of special grants Gold francs 456,520.44

Cf. the part of the present report (page 84) which deals with " Appropriations-in-aid ".

The saving of 4,066,717.75 gold francs is analysed hereunder in order to show the chief sources from which it resulted.

<i>Chapter I. — Assembly, Council, Conferences, and Committees</i>	Gold francs
	1,911,212.46

Expenditure in respect of the Assembly (Item 1 of the chapter), for which a credit of 219,400 francs had been voted, amounted to 196,659.75 francs, the saving being 22,740.25 francs.

The expenditure in connection with sessions of the Council (Item 2 (a) of the chapter) shows a saving of 8,425.55 francs.

On the other hand, expenditure under the head of " Council Printing and *Official Journal*" (Item 2 (b)) amounted to 110,211.83 francs, as against a credit of 90,000 francs. The expenditure thus exceeds the credit by 20,211.83 francs. This excess of expenditure was covered by a transfer of 24,000 francs from Item 4 of the same chapter: " Committees ". This transfer was authorised by the President of the Council (letter dated October 17th, 1935), in accordance with Article XII of the Rules of Procedure of the Council and subject to confirmation by the Council.¹ As, however, a question of principle had been raised in regard to certain expenditure on printing, the Council, at its ninetieth session, at the meeting held on January 23rd, 1936, concluded that, in the circumstances, it should take no decision in the matter.

The same point of view was adopted regarding another measure taken by the President of the Council (letter dated November 14th, 1935), in connection with which the same question of principle arose.¹ The point at issue in this case was the authorisation given to the Secretary-General to charge to Item 2 (c) (i) of the 1935 budget (" Unforeseen Expenditure"), up to 50,000 francs, the exceptional expenditure incurred for the purpose of telegraphic and radiotelegraphic communications.

Item 2 (c) is that which covers unforeseen expenditure.

In the 1935 budget, as in those for the previous years, such expenditure is divided into two categories. The first (Item 2 (c) (i))—for which a credit of 500,000 francs was voted—comprises *political expenditure*, which cannot be incurred without a special resolution by the Council. The Secretary-General was authorised to incur such expenditure up to 157,000 francs; details are given on page 20 of this document, and the amount includes the above-mentioned sum of 50,000 francs. Of the sum of 157,000 francs, the amount expended was 79,273 francs, of which 42,442.35 francs came from the above-mentioned 50,000 francs.

The other category is made up of financial and economic expenditure of an exceptional character. Against a credit of 200,000 francs there was no expenditure under this heading.

The total savings effected on the credits voted for " Unforeseen Expenditure " amount to 620,727 francs (88.67% of the credits voted).

Under Item 3, " Conferences ", there is a total saving of 879,370.79 francs on the credits voted, which amounted in all to 931,000 francs. The saving is made up as follows:

	Gold francs
Sessions	783,584.74
Printing for sessions.	95,786.05
	<u>879,370.79</u>

As regards the saving on sessions (94.41% of the credits voted), the following should be noted:

A credit of 315,000 francs was voted for expenditure connected with the *Monetary and Economic Conference*. The amount expended was 8,699.50 francs, thus resulting in a saving of 306,300.50 francs.

A credit of 500,000 francs was voted for a possible meeting of the *Conference for the Reduction and Limitation of Armaments*. The amount expended was 37,715.76 francs, the saving thus being 462,284.24 francs.

There was no expenditure against the credits of 12,000 and 3,000 francs respectively voted for the *Conference on Economic Relations* and the *Conference for the Suppression of the Illicit Traffic in Opium*, since these Conferences also did not take place.

Consequently, almost the whole (94.84%) of the credits (101,000 francs) voted for printing remains unexpended.

Under Item 4 (" Committees "), credits totalling 815,639 francs were voted, viz.:

	Gold francs
Expenditure on sessions	652,214
Expenditure on printing for sessions	163,425
	<u>815,639</u>

This amount was reduced by 24,000 francs as a result of the transfer to Item 2 (b): " Council Printing and *Official Journal*", mentioned above.

Expenditure on sessions amounted to 331,251.45 francs, as against the 652,214 francs of the credits voted. There was thus a saving of 320,962.55 francs, or 49.21%.

Carried forward	<u>1,911,212.46</u>
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¹ Cf. Council Minutes, January 22nd and 23rd, 1936 (see *Official Journal*, February 1936, pages 75 (No. 3677) and 88 (No. 3685)).

Gold francs
1,911,212.46

Brought forward.

Expenditure on printing, amounting to 84,226.85 francs, shows a saving of 79,198.15 francs (48.46%) on the 163,425 francs of the credits voted.

Chapter II. — *Investigations, Enquiries and Liaison* 569,306.50

Nothing was spent out of the credit of 180,000 francs for *investigations* (reduction of armaments).

Expenditure on liaison with China amounted to 336,128.80 francs,¹ compared with a credit of 450,000 francs; saving: 113,871.20 francs (25.30%).

For liaison with Latin America, out of a credit of 150,000 francs, 83,282.95 francs were spent; saving: 66,717.05 francs (44.48%).

The International Health Organisation contributed to the saving a sum of 64,538.95 francs (19.36% of the credit voted).

Travelling expenses of officials on mission show a saving of 121,478.70 francs (56.74% of the credit voted).

Chapter III. — *Salaries and General Services* 1,667,948.02

Expenditure on salaries, wages, and allowances (Item 1 of the chapter) shows a saving of 1,042,056.40 francs, made up as follows:

	Credits voted	Expenditure incurred	Savings	Percentage of savings
Secretariat (General Organisation of the League)	2,568,398.—	2,176,441.80	391,956.20 ²	15.26
Internal Administrative Services	3,577,661.—	3,271,436.95	306,224.05	8.56
	6,146,059.—	5,447,878.75	698,180.25	11.36
Special Organisations of the Secretariat	2,612,420.—	2,318,615.70	293,804.30	11.25
Branch Offices	111,628.—	61,556.15	50,071.85	44.85
	8,870,107.—	7,828,050.60	1,042,056.40	11.75

A saving of 263,481.63 francs (26.30% of the credit) was effected on office expenses.

Among other considerable savings, mention may be made of the following:

- 48,091.22 francs (54.87% of the credit) on printing (general);
- 151,376.67 francs (33.16% of the credit) on printing (periodicals).

In addition, material savings were realised on removal expenses of staff (25.81%) and travelling expenses of officials returning home on leave (50.29%).

The entertainment allowances of the Principal Officers show a saving of 10,000 francs (7.48%), and the entertainment expenditure out of the general fund, one of 18,592.50 francs (70.43%).

Chapter VI. — *Supervision of Revenue and Expenditure* 15,264.90

The saving represents 36 % of the credit voted.

It should be noted that a transfer of 6,000 francs was made from Item 5: "Committee for Settlement of Arrears of Contributions", to Item 3: "Committee on Allocation of Expenses", for which no credit was provided in the budget.

Chapter VII. — *Permanent Equipment, etc.* 2,796.61

There is a saving of 1,821.35 francs (3.03 % of the credit) on the item "Furniture and Equipment", and of 975.26 francs on the item "Library".

Carried forward 4,166,528.49

¹ This amount is made up as follows:

	Gold francs
Salaries and allowances paid to experts	193,469.95
Insurance	53,811.20
Administrative charges	30,987.—
Travelling expenses	50,012.90
Telegrams	2,765.05
Printing	2,296.35
Bank charges	1,906.95
Miscellaneous	879.40
Total	336,128.80

² This figure includes the sum of 20,000 francs in respect of expenses of the Legal Adviser's Branch transferred to Item 2 (c): "Special Staff Charges", in the same chapter, in conformity with the decision adopted by the Council on May 20th, 1935. This sum has been used for the payment of compensation to the staff and of compensation granted by the Administrative Tribunal.

Gold francs
Brought forward 4,166,528.49

From the total savings mentioned above the following deductions should be made:

	Gold francs	
1. The difference between the sum of 263,506 francs estimated for appropriations-in-aid in respect of sale of publications, interest earned, etc., and the sum of 195,744.60 francs actually obtained	67,761.40	
2. Excess of losses on exchange over profits on exchange	32,049.34	
		99,810.74

The total of the economies realised, then, is 4,066,717.75
as indicated above.

2. International Labour Organisation.

	Credits voted Swiss francs	Sums expended Swiss francs	Difference Swiss francs
Gross expenditure	8,932,110	8,599,118.81	— 332,991.19
<i>Deduct:</i>			
Appropriations-in-aid	246,064	217,787.51	— 28,276.49
Net expenditure	8,686,046	8,381,331.30	— 304,714.70

A comparison of the sums expended with the corresponding credits of the several sections of the budget gives the following results:

	Credits voted Swiss francs	Expenditure Swiss francs	Difference Swiss francs	Percentage decrease or increase
Section I. Sessions of the Conference and of the Governing Body (Chapter I)	593,200	592,589.12	— 610.88	0.10
General Services (Chapter II)	8,048,910	7,788,785.71	— 260,124.29	3.23
Profits and losses on exchange (Chapter III)	—	2,206.20	+ 2,206.20	—
Section II. Capital expenditure (Chapter IV)	40,000	39,966.05	— 33.95	0.08
Section III. Unforeseen expenditure (Chapter V)	250,000	175,571.73	— 74,428.27	29.77
Total	8,932,110	8,599,118.81	— 332,991.19	3.73
<i>Deduct:</i>				
Appropriations-in-aid	246,064	217,787.51	— 28,276.49	11.49
Net total.	8,686,046	8,381,331.30	— 304,714.70	3.51

The saving of 304,714.70 francs was effected as follows:

Chapter I. — Sessions of the Conference and of the Governing Body	Swiss francs 610.88
---	------------------------

The expenditure specially connected with the Conference (Item 1 of the chapter) amounted to 372,050.77 francs, against a credit of 461,200 francs. The saving of 89,149.23 francs was utilised for two transfers: the first, of 30,000 francs, to expenses in connection with the preparatory meeting of the special maritime session of the Conference (Item 1 (h)); and the second, of 59,000 francs (Item 1 (i)), to expenses in connection with the Labour Conference held at Santiago de Chile by the American States Members of the International Labour Organisation.¹

Carried forward 610.88

¹ The Governing Body, at its meeting of October 24th, 1935, gave permission, as regards the International Labour Office's contribution of 60,000 francs, to make transfers from one item of the chapter to another up to a total of 59,000 francs, and to charge the balance to the chapter "Unforeseen Expenditure".

Swiss francs
610.88

Brought forward

Out of the sum of 30,000 francs indicated above, 29,812.45 francs have been spent.

The other sum of 59,000 francs was spent in full.

Expenditure in connection with the Governing Body (Item 2) amounted to 131,725.90 francs, as against a credit of 132,000 francs.

Among these expenses, those relating to the refund of travelling expenses and allowances to members of the Governing Body exceeded the credit voted by 2,728.90 francs.

This excess expenditure was covered by a transfer of 3,000 francs from the credit provided for the printing of documents for the Governing Body.

Chapter II. — *General Services of the International Labour Office* 260,124.29

The chief saving was effected on expenditure in connection with *Branch Offices* (Item 14 of the chapter).

The credit voted for this expenditure was 543,390 francs; of this sum, 364,859.60 francs was utilised, and there was therefore a saving of 178,530.40 francs.

This relates chiefly to the Tokio, London, and Delhi Offices.

Another saving of 32,577.67 francs was effected on printing (Item 7), by limiting that relating to "Studies and Reports" and avoiding the reprinting of publications for sale.

All the expenditure on other items left only relatively small margins over the corresponding votes.

Chapter IV. — *Buildings, Permanent Equipment* 33.95

Chapter V. — *Unforeseen Expenditures on Chapters I-IV* 74,428.27

Out of a credit of 250,000 francs, 175,571.73 francs were expended.

A list of the expenses incurred—which had been previously authorised by the Governing Body at the meetings of February 1st and October 24th, 1935—will be found on page 58 of the present document. Among these expenses, mention should be made of an item of an exceptional character connected with the entry of the United States of America into the International Labour Office. The Governing Body authorised this expenditure up to a maximum of 110,400 francs. The actual expenditure was 100,129.40 francs.

335,197.39

Less:

Chapter III. — *Profit and Loss on Exchange* 2,206.20

	Swiss francs
Profit	732.97
Loss	2,939.17
Net loss	2,206.20

Total savings effected on *gross expenditure* 332,991.19

If from this total the sum is deducted which represents the amount by which the appropriations-in-aid fall short of the estimated total 28,276.49

the result for savings on *net expenditure* is the above-mentioned total 304,714.70

The appropriations-in-aid amounted to the following figures, which are shown in comparison with those for the previous financial period:

	1935 Swiss francs	1934 Swiss francs
Sale of publications	130,961.33	135,556.84
Interest	5,822.73	4,310.32
Miscellaneous receipts	6,040.05	7,724.30
Contribution of Brazil ¹	142,824.11 74,963.40	147,591.46 307,928.63
Total	217,787.51	455,520.09

¹ In the statement as at December 31st, 1934, the "Cash Suspense Account" showed an amount of 204,382.40 francs paid by Brazil in respect of contributions relating as to 74,963.40 francs to the 1933 financial period, and as to 129,419 francs to the 1934 period. The sum of 74,963.40 francs has been charged against the appropriations-in-aid for the 1935 financial period, the sum of 129,419 francs being shown as an appropriation-in-aid in the budget for the 1936 period.

If the total budgetary expenditure for the 1935 financial year (net of appropriations-in-aid), viz. 8,381,331.30
 is compared with the total receipts in respect of contributions of States for the same period, viz. 7,667,802.65
 we find a *deficit* (surplus of expenditure over receipts) of 713,528.65

Swiss francs

for the 1935 *Budget Account*.

On the other hand, the *Cash Account* for the same period shows an excess of receipts over expenditure of 1,314,143.85 francs, for the reason that against the budget deficit mentioned above must be set the amount (2,027,672.50 francs) received in respect of contributions in arrears in 1935.

3. Permanent Court of International Justice.¹

	Dutch florins	Net expenditure Gold francs
Credits voted	1,216,804.58	2,535,646.—
Actual expenditure	<u>954,633.73</u>	<u>1,986,618.63</u>
Saving	<u>262,170.85</u>	<u>549,027.37</u>

The expenditure of the Court in 1935 is made up as follows:

	Credits voted	Expenditure Dutch florins	Differences	Percentage saved
Chapter I. Sessions of the Court	267,450.—	87,660.62	— 179,789.38	67.22
Chapter II. General services	914,593.75	832,944.18	— 81,649.57	8.92
Chapter III. Administration of funds	100.—	2,107.68	+ 2,007.68	—
Chapter IV. Contribution towards a fund to defray the expenses resulting from the application of the "Regulations regarding the Granting of Retiring Pensions to Members of the Court and to the Registrar" ²	30,160.83	30,160.83	—	
Chapter V. Capital expenditure	<u>5,000.—</u>	<u>2,738.76</u>	<u>— 2,261.24</u>	
Gross expenditure	1,217,304.58	955,612.07	— 261,692.51	21.49
<i>Deduct:</i> Appropriations-in-aid (bank interest)	<u>500.—</u>	<u>978.34</u>	<u>+ 478.34</u>	
Net expenditure	<u>1,216,804.58</u>	<u>954,633.73</u>	<u>— 262,170.85</u>	21.54

¹ The accounts of the Court are in Dutch florins.
 At the end of the year, the florins are converted into gold francs for the adjustment of the accounts between the Secretariat and the Court.

² At December 31st, 1934, this sum amounted to 54,855.13
 It consisted of the annual payment of 10,000 florins for the period from 1925 to 1930, 30,000 florins in 1931, 10,000 in 1932 and 24,852.50 in 1933, plus interest and less petty cash expenditure.

	Dutch florins
In 1935, the following sums were added and deducted:	
Contributions for 1935	30,160.83
Bank interest	<u>159.93</u>
	30,320.76
Pensions paid during 1935	29,816.66
Bank charges	<u>9.75</u>
	29,826.41
Total as at December 31st, 1935	<u>55,349.48</u>

Dutch florins

The saving of 262,170.85 florins consists of the following sums:

Chapter I. — Sessions of the Court 179,789.38

The credit of 267,450 Dutch florins voted under this chapter is made up of two sub-headings: 1. "Sessions of the Court" (266,450 florins); 1 bis, "Extraordinary and unforeseen expenditure" (1,000 florins).

Of the credit for the former heading, 86,970.62 florins were expended, leaving a saving of 179,479.38 florins. This saving was in connection with: (1) Duty and residence allowances of Judges; (2) salaries of temporary staff and overtime of permanent and additional staff; (3) travelling expenses of Judges and temporary and additional staff. It is due to the fact that, in 1935, the Court only sat for 107 days, whereas, in virtue of the Statute approved in 1920, a credit was provided permitting it to sit throughout the year—*i.e.*, a credit corresponding to 200 days of session.

Out of the credit under the second heading, 690 francs were spent (see in this connection the Registrar's memorandum, page 70 of the present document).

Chapter II. — General services of the Court 81,649.57

This saving concerns in particular: annual salaries of Judges (saving of 29,166.61 florins) and of the permanent staff of the Registry (saving of 15,346.99 florins); travelling expenses of members of the Court (saving of 25,358.68 florins); administrative expenses (saving of 13,997.20 florins); printing (saving of 9,252.43 florins). On the other hand, the item "Removal Expenses on Arrival and on Departure of Members of the Court" shows an excess of 3,652.49 florins as compared with the vote of 5,000 florins. This excess was covered by a transfer of 4,000 florins from one head to another of Item 3 bis—namely, the credit for "Travelling Expenses of Members of the Court on Leave to their Native Country".

Unforeseen expenditure amounted to 202.10 florins, as against a credit of 1,000 florins (see the Registrar's above-mentioned memorandum).

Chapter V. — Capital Account 2,261.24

263,700.19

Deduct:

Chapter III. — Cost of Administration of the Court's Funds 2,007.68

The budget contained the following estimates:

	Dutch florins
Loss on exchange	100.—
Bank charges	100.—
 Total	 200.—
Profit on exchange	100.—
 Credit voted	 100.—

The losses on exchange amounted to 2,118.01 florins, and the profits to 239.09 florins, giving a *net loss* of 1,948.92 florins. Bank charges were 158.76 florins. The total expenditure under this chapter amounted, therefore, to 2,107.68 florins, against the credit of 100 florins mentioned above, the result being, therefore, a deficit of 2,007.68 florins.

Total savings on *gross expenditure* 261,692.51

Adding to this total the sum representing the amount by which the appropriations-in-aid (bank interest) exceed estimates, *viz.* 478.34

the savings on the *net expenditure* amount to the above-mentioned total of 262,170.85

Comparing the total expenditure of the 1935 budgetary period (net of appropriations-in-aid), *viz.* 954,633.73
with the total contributions received in 1935 in respect of the same period (2,238,398.72 gold francs) 1,074,603.31
there is an excess of receipts over expenditure in the budget account for the above-mentioned period of 119,969.58

If we also take into account contributions in arrears received during the same period (621,923.66 gold francs) 298,571.14

we obtain a total of 418,540.72

equivalent to 873,703.75 gold francs, representing the balance of the Court's "Cash Account" as at December 31st, 1935.

II. GENERAL STATEMENT OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1935.

1. Buildings.

The above-mentioned general statement and the special statements of the Secretariat and the International Labour Office give the following figures for the immovable property of the League of Nations as at December 31st, 1935:

<i>Property at Geneva.</i>	Gold francs
1. "Palais des Nations" (formerly "Hôtel National"), with adjoining property (former Armleder property)	4,000,000.—
2. "La Pelouse" property	782,056.—
3. Building of the International Labour Office.	3,490,895.38
4. Price of land and amount of expenditure incurred as at the same date for constructing a Assembly Hall and a building for the Secretariat	22,810,804.22
5. Expenditure for the erection of the League Library building	3,339,822.—
	<u>34,423,577.60</u>

The total of 22,810,804.22 gold francs paid up to December 31st, 1935, under head No. 4, includes provisionally the following sums:

	Gold francs
Price of annex to the present League building	270,000.—
Fittings in that annex	122,401.60
	<u>392,401.60</u>

When the sum of 392,401.60 gold francs is deducted, the above total is reduced to 22,418,402.62 gold francs. This figure consists of the following:

	Gold francs
Price of ground	2,678,500.—
Competition expenses	401,768.55
Cost of plans for ground originally chosen	126,777.25
Building costs (including architects' fees, 973,825 francs, and office expenses, 1,110,115.45 francs)	18,414,236.50
Other subsidiary expenses in connection with building, details of which are given on page 73 of this document	834,855.82
	<u>22,456,138.12</u>
Deduct: <i>Appropriations-in-aid</i> (sale of documents to contractors, sale of wood, etc., and various receipts)	37,735.50
	<u>22,418,402.62</u>

2. Building Fund.

	Gold francs
The available balance of the Fund as at December 31st, 1934, was	4,508,053.63

In 1935 the following changes took place in the Fund:

Increases:

1935 Annuity to be added to the Fund	2,000,000.—
Grant from cash surplus for 1934 (see No. 16 of this report)	800,000.—
	<u>2,800,000.—</u>
<i>Carried forward</i>	7,308,053.63

	Gold francs
<i>Brought forward</i>	7,308,053.63
<i>Less:</i>	
Expenditure incurred in 1935	4,540,928.57 ¹
	<hr/>
Repayment into the Fund of the amount of the exchange losses sustained in 1933 and 1934 (see No. 10 of the present report)	2,767,125.06
	<hr/>
Available balance as at December 31st, 1935	1,169,021.78
	<hr/>
	3,936,146.84

The movements of the Building Fund from its inception until December 31st, 1935, may be summarised as follows:

	Gold francs
Sum constituted by cash surpluses of the financial periods from 1923 to 1926 and of the 1929 period	15,382,310.20
Special payment made in 1925 by the Argentine as contribution for 1922, 1923, and 1924	2,799,692.14
Bank interest earned (from 1925 to 1933)	3,449,948.72
Remainder of budgetary annuities for 1929 to 1935 available after the refunds made to the States which contributed to the creation of the Fund	7,675,000.—
Appropriation from the cash surplus of the 1934 financial year	800,000.—
	<hr/>
Total	30,106,951.06

From this total the following payments have been made:	Gold francs
For the building of the International Labour Office	3,310,000
To make up, in 1927 and 1928, the annuity of 1,400,000 gold francs to be repaid to the contributing States	50,000
	<hr/>
	3,360,000.—

Leaving a balance of 26,746,951.06
for the costs of constructing the Assembly Hall and the new Secretariat Building.

	Gold francs
Of this balance there had been expended up to December 31st, 1935, a sum of	22,810,804.22
In addition—in 1933 and 1934—there were losses on exchange amounting to	1,169,021.78
	<hr/>
	23,979,826.—

As already stated, the amount of these losses was paid back into the Fund in 1935 2,767,125.06

The fund available at December 31st, 1935, therefore amounted to 1,169,021.78

as shown above. 3,936,146.84

¹ The expenses incurred in 1935 were made up as follows:

	Swiss francs	Swiss francs
1. (a) Construction of the New Building	40,34,615.95	
(b) Architects' fees	187,825.—	
(c) Office expenses	194,957.05	
	<hr/>	
2. Plans		4,417,398.—
3. Cost of transport		6,427.15
4. Telegrams and telephones		979.70
5. Fees of experts		559.60
6. Petty expenditure		5,753.35
7. Allowances and travelling expenses of the Building Committee and staff		18,348.45
8. Expenses in connection with legal documents, etc.		26,832.30
9. Administrative expenses		10,736.20
10. Salaries of staff		—
11. Miscellaneous and unforeseen expenditure		52,038.20
		<hr/>
		2,398.57
		<hr/>
Less the <i>surplus</i> receipts in the account:		4,541,471.52
Administration of property		542.95
		<hr/>
		4,540,928.57

3. New Buildings: Furnishing Account.

In accordance with the resolution adopted by the Assembly at its eighth session (1926), an account was opened for furnishing and fitting the New Buildings at Geneva.

The amount of this Fund at December 31st, 1934, was 756,559.95 gold francs, made up as follows:

	Gold francs
First sum paid into the account	500,000.—
Allocation from the 1929 cash surplus	250,000.—
Proceeds of the sale of premises belonging to the International Labour Office in Rome ¹	20,705.70
Interest earned from 1927 to 1932 (in 1933 and 1934 the investments of the Fund did not yield any interest)	129,408.69
	<hr/>
	900,114.39
<i>Less:</i>	
Loss on exchange	143,554.44
	<hr/>
	756,559.95
Amount repaid in 1935 in respect of the above-mentioned loss (see No. 10 of the present report)	143,554.44
	<hr/>
	900,114.39
Bank charges during the same year	969.31
	<hr/>
Fund available at December 31st, 1935.	899,145.08

4. Library Building Fund.

Up to December 31st, 1935, the League of Nations received \$1,500,000 (5,678,149.28 Swiss francs) from the gift of \$2,000,000 made to it by Mr. John D. Rockefeller, Jr., for building the new library, and \$500,000 for the Endowment Fund (see No. 5 of the present report).

	Swiss francs
Out of the sum received, namely	5,678,148.28
the amount expended on building during the period 1931-1935 was	Swiss francs 3,339,822.—
Exchange losses were incurred as follows:	
	Swiss francs
Financial years 1933-34	113,197.39
Financial year 1935	1,314.85
	<hr/>
	114,512.24
	<hr/>
	3,454,334.24
	<hr/>
	2,223,814.04
To this sum must be added in respect of interest received from the bank	20,833.51
	<hr/>
making at December 31st, 1935, a balance of	2,244,647.55

The above-mentioned figures relate to the years 1931-1935. The figures for 1935 are as follows:

	Swiss francs
Balance of the Fund at December 31st, 1934	3,019,162.65
	<hr/>
	Swiss francs
Building expenses	773,902.—
Losses on exchange	1,314.85
	<hr/>
	775,216.85
	<hr/>
	2,243,945.80
Interest	701.75
	<hr/>
The result is the figure of	2,244,647.55
as given above.	<hr/>

¹ Cf. my report on the 1933 accounts (document A.3.1934.X, page 90).

5. Library Endowment Fund.

This Fund was constituted by the sum of \$500,000 received from Mr. John D. Rockefeller, Jr., as a first instalment of his gift of \$2,000,000 to the League of Nations for the endowment of the Library.

In the General Statement as at December 31st, 1935, the above-mentioned Fund is put at 1,685,096.29 Swiss francs, which figure represents an increase of 10,268.69 Swiss francs over that shown in the corresponding statement for the previous year, as appears from the following table:

	At December 31st, 1935	At December 31st, 1934	Difference at December 31st, 1935
Capital of the Fund (\$500,000)	1,508,540.73	1,500,738.95	+ 7,801.78
Reserve Fund created as provision against depreciation of security investments	80,097.26	77,630.35	+ 2,466.91
<i>Capital Account</i>	<u>1,588,637.99</u>	<u>1,578,369.30</u>	+ 10,268.69
Balance of the revenue and expenditure account.	96,458.30	96,458.30	—
Total	<u>1,685,096.29</u>	<u>1,674,827.60</u>	+ 10,268.69

At December 31st, 1935, the Fund was invested as follows:

	Swiss francs
In securities (various bonds, details of which are given on page 76 of the present document)	1,376,969.48
At the bank:	
	Swiss francs
Deposit account (1,489,775.77 French francs)	302,499.01
Current account	5,627.80
	<u>308,126.81</u>
Total	<u>1,685,096.29</u>

The position in regard to security investments at December 31st, 1935, as compared with the previous financial period at the same date, showed the following changes:

	Nominal value 1	Purchase price:		Amount realised:		Differences in Swiss francs Col. 3-5
		In dollars 2	In Swiss francs ¹ 3	In the original currency 4	In Swiss francs 5	
<i>Sales:</i>						
4½% Chesapeake and Ohio Railway Co. 1922	\$25,000	25,000.—	76,520.—	\$29,375.—	89,911.—	13,391.— profit
4½% New York Central Rly. Co., New York Central and H.R.R. Co., 2013	\$25,000	22,861.25	69,973.70	\$26,536.25	81,222.15	11,248.45 profit
<i>Repayment:</i>						
7% Austrian Loan, 1923-43	\$88,000	93,498.75	286,180.95	\$88,000.—	268,815.50	17,365.45 loss
	<u>\$138,000</u>	<u>141,360.—</u>	<u>432,674.65</u>	<u>\$143,911.25</u>	<u>439,948.65</u>	<u>7,274.—</u> net profit

	Nominal value	Purchase price	
		In original currency	In Swiss francs
<i>New Purchases:</i>			
5½% Danish Loan, 1955	\$14,000	\$13,847.50	42,384.43
6% Argentine Loan, 1927-60	\$28,000	\$27,382.50	83,812.34
4½% Australian Loan, 1928-56	\$14,000	\$13,575.—	41,550.36
4% French Treasury Bonds, 1932	Fr. fr. 500,000	Fr. fr. 410,650.—	83,053.95
3⅞% Belgian and Belgian Congo Treasury Bonds.	D. fl. 150,000	D. fl. 150,000.—	311,700.—
Total			<u>562,501.08</u>

¹ Revaluation in Swiss francs was effected on the basis of the new parity: 1 dollar = 3.0608 Swiss francs.

The transactions effected in 1935 and mentioned above may be summarised as follows:

Sales and repayment of securities:		
	Swiss francs	Swiss francs
Amount realised	439,948.65	
Less: Net profit	<u>7,274.—</u>	
New purchases		432,674.65 (purchase price)
		<u>562,501.08</u>
Excess of increases over decreases		129,826.43
		<u>Swiss francs</u>
As has been seen above, the total value at <i>cost price</i> invested in securities at December 31st, 1935, was		1,376,969.48
At the same date the market value of these securities was		<u>1,226,066.55</u>
representing a <i>depreciation</i> , at the above-mentioned date, of		<u>150,902.93</u>

as against a depreciation of 105,083.35 Swiss francs at the same date in the preceding year.

The General Statement at December 31st, 1935, like the statements for previous years, includes the item "**Library Endowment Fund: Amount expended**".

This amount (305,121.50 gold francs) was made up as follows:

	Gold francs
Total expenditure as at December 31st, 1934	294,137.45
Plus: Expenditure during the year 1935	<u>10,984.05¹</u>
	<u>305,121.50</u>

Revenue Account of the Endowment Fund for the 1935 Financial Period.

	Swiss francs
The revenue from investments amounted in 1935 to	52,305.01
As regards the income from investments, it should be noted that, in 1935, the amount received in respect of interest on the bonds of the Greek Loan was \$343 (1.225 % of the nominal capital), whereas the amount due was \$1,960 (at 7 %), and further that only 48 % of the interest on the German Loan was paid.	
	Swiss francs
Out of the sum of 52,305.01 Swiss francs mentioned above, a sum of	46,547.35
was transferred to Chapter V, Item 35: "Library", as an <i>appropriation-in-aid</i> .	
Payments in respect of miscellaneous expenses amounted to	<u>3,290.75</u>
	49,838.10
The balance of	<u>2,466.91</u>
was added to the Depreciation Reserve Fund	<u>52,305.01</u>

Reserve Fund. — On the liabilities side of the General Statement as at December 31st, 1935, an item "Depreciation Reserve Fund" has been included.

	Swiss francs
At December 31st, 1934, the amount of this Fund was	77,630.35
The Fund was increased by the addition of the available balance of the revenue account referred to above	<u>2,466.91</u>
At December 31st, 1934, it thus amounted to	<u>80,097.26</u>

6. Wireless Station.

On the assets side of the General Statement as at December 31st, 1934, appeared the sum of representing the cost of the Wireless Station.

	Gold francs
This sum was increased in 1935 by the cost of additional plant, viz.	14,451.75
making the total of	<u>2,375,754.75</u>
shown in the statement as at December 31st, 1935.	

¹ This amount is made up as follows:

	Gold francs
Printing	5,004.95
Books and maps	2,161.30
Binding	3,018.50
Fittings, shelves, etc.	<u>799.30</u>
	<u>10,984.05</u>

As against this total there was a special Depreciation Reserve Fund of 941,524.20 francs, shown on the liabilities side of the General Statement at December 31st, 1935, and made up as follows:

	Gold francs
Depreciation in 1932	232,755.94
Depreciation in 1933	232,755.94
Depreciation in 1934	236,973.89
Depreciation in 1935	239,038.43
	<u>941,524.20</u>

7. Furniture, Equipment, etc.

The sums expended on the purchase of furniture, fittings, typewriters, calculating-machines, etc., since the foundation of the League were shown up to December 31st, 1934, on the *assets* side of the annual General Statement of the assets and liabilities of the League of Nations and in the corresponding statement for each of the three Organisations (Secretariat, International Labour Organisation, and Permanent Court of International Justice). On the *liabilities* side of the statement appeared an item "Depreciation Account", which had been introduced to provide for the depreciation of the above-mentioned material. In accordance with the resolution adopted by the Supervisory Commission in 1929, the sums shown in this account corresponded to the extent of 100% to the total amount of the above-mentioned expenditure.

On the occasion of its examination of the 1934 accounts, the Supervisory Commission questioned whether this system was sound. At its meeting on January 31st, 1936, it decided that the amount shown on the assets side of the balance-sheet in respect of furniture, etc., should be 1 franc.

This decision was taken in order to avoid showing, in the items relating to the above-mentioned material, figures calculated on the basis of the initial cost and bearing no relation to the real value of the assets concerned; each year, indeed, the discrepancy was still further increased as the result of depreciation.¹

The value of these assets is now shown as 1 franc on account of the difficulty of making even an approximate estimate and the necessarily arbitrary character of any fixed depreciation percentages that might be applied.

The "Depreciation Account" has therefore been discontinued, and the liabilities side of the annual statements will no longer be swollen with figures which were purely fictitious, as they were merely included to offset identical figures on the assets side which, as has already been shown, themselves bear no relation to reality.

The new system, as described above, is in keeping with the practice generally followed by banks, commercial and industrial companies, and, in general, all private undertakings with a strict system of accountancy.

At December 31st, 1934, the value (purchase price) of the furniture, sundry equipment, typewriters, calculating-machines, etc., in the possession of the *Secretariat* was 1,633,580.23 francs.

New purchases were made in 1935 (Chapter VII of the budget) to the value of 58,178.65 francs.

The total amount, namely 1,691,758.88 francs, is now reduced to 1 franc.

For the <i>International Labour Office</i> , the figures are as follows:		Gold francs
December 31st, 1934		1,069,013.45
New purchases in 1935 (Chapter IV of the budget)		17,970.93
Total		<u>1,086,984.38</u>

This sum has been reduced to 2 francs—1 franc for furniture and sundry equipment, and 1 franc for typewriters, calculating-machines, etc.

The following are the figures for the *Permanent Court of International Justice*:

	Gold francs
December 31st, 1934	239,083.21
New purchases in 1935 (Chapter V of the budget)	916.60
Total	<u>239,999.81</u>

reduced to 2 gold francs (1 Dutch florin).

7 (a). Library.

The Supervisory Commission also found it necessary to consider, in regard to the Library, a question similar to that discussed in the foregoing section. It decided, however, that, pending the removal of the Library to the New Building, no change should be made in the presentation of its assets (books and shelving) in the statement.²

¹ At December 31st, 1935, the expenditure of the Secretariat and autonomous Organisations in respect of furniture, etc., had reached a total of 3,018,743.07 francs, as against 2,941,676.89 francs at the same date in the preceding financial year.

² Resolution adopted at the meeting of January 31st, 1936.

The position of the Library items at December 31st, 1935, as compared with the previous year at the same date, was as follows:

<i>Secretariat :</i>	December 31st, 1935 Gold francs	December 31st, 1934 Gold francs	Difference at December 31st, 1935 Gold francs
Library (books)	1,347,485.44	1,276,448.80	+ 71,036.64
Library (shelving)	159,133.38	154,145.28	+ 4,988.10
	<u>1,506,618.82</u>	<u>1,430,594.08</u>	<u>+ 76,024.74</u>

The sum of 76,024.74 francs represents expenditure out of the credits voted for the Library in the 1935 budget. To obtain the full amount of Library expenditure, however, it is necessary to add to the above-mentioned amount the sum of 46,547.35 francs taken from the Endowment Fund (gift of Mr. John D. Rockefeller, Jr.) as an appropriation-in-aid.¹ The total expenditure thus amounts to 122,572.09 francs.

	December 31st, 1935 Gold francs	December 31st, 1934 Gold francs	Difference at December 31st, 1935 Gold francs
<i>International Labour Organisation :</i>			
Library (books)	632,727.53	608,274.41	+ 24,453.12 ²
<i>Permanent Court of International Justice :</i>			
Library (books)	41,778.21	37,969.59	+ 3,808.62

8. Depreciation Reserve Fund.

This account showed the following figures as at December 31st, 1935, in comparison with those of the previous year:

	December 31st, 1935 Gold francs	December 31st, 1934 Gold francs	Difference on December 31st, 1935 Gold francs
<i>Secretariat :</i>			
Wireless Station	941,524.20	702,485.77	+ 239,038.43
Furniture, etc.	—	1,633,580.23	— 1,633,580.23
Library (books and shelving)	1,506,618.82	1,430,594.08	+ 76,024.74
Library Endowment Fund (reserve fund created as provision against deprecia- tion of securities)	80,097.26	77,630.35	+ 2,466.91
<i>International Labour Office :</i>			
Building at Geneva	855,883.58	768,988.45	+ 86,895.13
Furniture, etc.	—	1,069,013.45	— 1,069,013.45
Library	632,727.53	608,274.41	+ 24,453.12
<i>Permanent Court of International Justice :</i>			
Furniture	—	239,083.21	— 239,083.21
Library	41,778.21	37,969.59	+ 3,808.62
Total	<u>4,058,629.60</u>	<u>6,567,619.54</u>	<u>— 2,508,989.94</u>

¹ The expenditure effected—46,547.35 gold francs (out of a vote of 77,100 gold francs)—is shown below in comparison with the corresponding expenditures for the previous financial year:

	1935 Gold francs	1934 Gold francs	Difference for 1935 Gold francs
Salaries of temporary staff	33,466.05	32,642.—	+ 824.05
Printing	5,004.95	6,672.70	— 1,667.75
Books and maps	2,161.30	16,241.35	— 14,080.05
Binding	3,018.50	8,437.25	— 5,418.75
Periodicals	—	—	—
Fittings, shelves, etc.	799.30	4,584.70	— 3,785.40
Librarian's travelling expenses	1,876.10	1,536.75	+ 339.35
Library Advisory Committee	221.15	734.65	— 513.50
Total	<u>46,547.35</u>	<u>70,849.40</u>	<u>— 24,302.05</u>

The expenditure incurred in 1935 in respect of printing, books, maps, binding, fittings, shelves, etc., totalling 10,984.05 francs, was treated as capital account expenditure and, as such, included in the sum of 305,121.50 francs shown in the General Statement at December 31st of that year under the heading: " Library Endowment Fund: Amount expended " (see No. 5 of the present report).

² This amount is made up of:

	Swiss francs
Purchases made in 1935 out of the budget vote (Section II, Chapter IV)	21,995.12
Purchases made by Branch Offices out of their budget appropriations (Section I, Chapter II, Item 14)	2,358.—
	<u>24,353.12</u>

As stated in the foregoing chapter of the present report, the Depreciation Fund in respect of furniture, etc., of the Secretariat and autonomous Organisations was not continued after December 31st, 1935, the value of the material in question being reduced to 1 franc and 2 francs respectively.

The value of the Library (including new acquisitions during 1935) was covered at the end of this year, as at the end of last year, to the extent of 100%, by the sums shown in the special Depreciation Account of the Secretariat and above-mentioned Organisations.

Amortisation of the cost of the Wireless Station and of the International Labour Office building at Geneva proceeds at the rates of 10% and 2½% per annum respectively.

9. Contributions in Arrears.

The total amount of contributions in arrears is shown on the assets side of the General Statement at December 31st, 1935, as 11,646,071.14 gold francs.

On the liabilities side of the Statement this sum is shown to be made up as follows:

	Gold francs
Contributions in arrears due to the Secretariat and the two autonomous Organisations (International Labour Office and Permanent Court of International Justice)	4,252,320.20
Contributions in arrears due to be paid into the Reserve Fund	<u>7,393,750.94</u>
	<u>11,646,071.14</u>

The sum of 7,393,750.94 gold francs as given above is made up as follows:

	Gold francs
Contributions in arrears in respect of financial years up to 1933, computed on the basis of the settlement mentioned in the first part of the present report	8,598,760.15
Amount of the payments received in 1935 on account of the above-mentioned contributions, transferred to the Reserve Fund (see Section 12 of the present report)	<u>1,205,009.21</u>
	<u>7,393,750.94</u>

10. Exchange Losses Account.

At December 31st, 1934, this account showed a balance of 815,956.81 gold francs, made up as follows:

	Gold francs
Working Capital Fund	266,935.40
Building Fund (Assembly Hall and Secretariat)	1,169,021.78
New Buildings: Furnishing account	<u>143,554.44</u>
	<u>1,579,511.62</u>

In 1935, these losses were entirely covered by the Fund mentioned in the following section of this report.

10 (a). Reserve Fund to cover Losses on Exchange.

	Gold francs
At December 31st, 1934, the amount of this Fund was	763,554.81
In 1935, it was increased by	815,956.81
by means of a grant out of the cash surplus of the 1934 financial period (see under No. 16 of this report) to cover the full amount of the exchange losses previously sustained. ¹	
The Fund has thus been increased to.	<u>1,579,511.62</u>
Its purpose is to cover the losses set out in the foregoing section.	

11. Working Capital Fund.

Details regarding the Fund are given in Chapter III of the present report.

12. Reserve Fund.

At its session in September 1935, the Assembly adopted the following recommendation submitted by the Special Committee for the Settlement of Contributions in Arrears:

" . . . that in future all payments received in respect of financial periods preceding, by two years or more, the current financial period should be paid into the *Reserve Fund*. Where payments are made in respect of more than one period, as in the case of certain arrangements proposed, the appropriation would be made proportionately."

¹ Cf. Report on the Accounts of the 1934 Financial Period (document A.3.1935.X, pages 90 and 94).

When this Fund was constituted in 1935, it was assigned 8,598,760.15 gold francs, representing the sums due from States in respect of contributions in arrears for periods down to December 31st, 1933.

	Gold francs
Against this amount there was received in 1935 a total of	1,205,009.21
which was paid into the Reserve Fund.	
Part of the total thus received was transferred to the <i>Guarantee Fund</i> (see following Section of this report)	300,000.—
The balance in the Reserve Fund as at December 31st, 1935, therefore amounted to	<u>905,009.21</u>
which is shown on the liabilities side of the General Statement at that date.	

The sum of 905,009.21 gold francs represents cash at the bank (see Section 15 of this report).

13. Guarantee Fund.

At its session in September 1935, the Assembly, on the proposal of the Supervisory Commission, decided to constitute a Guarantee Fund from which it would be possible to make good any shortages in the credits voted in the budgets of the Secretariat and the Permanent Court of International Justice.

This Fund was made up as follows:

	Gold francs
Assignment of the 1934 cash surplus (see Section 16 of this report)	700,000.—
Sum transferred from the Reserve Fund (see Section 12 of this report)	300,000.—
	<u>1,000,000.—</u>

The sum of 1,000,000 gold francs also represents cash at the bank.

800,000 francs of this amount are at the disposal of the Secretary-General, and 200,000 francs at the disposal of the Permanent Court of International Justice.

14. Extra-budgetary and Suspense Accounts.

The total amount of these accounts is shown among both the assets and liabilities in the General Statement at December 31st, 1935, the figure being 3,224,308.26 gold francs, as against 5,291,998.06 gold francs at the same date in the previous year.

In the Secretariat Statement at December 31st, 1935, the extra-budgetary and suspense accounts are shown separately.

The former show a balance of 1,596,521.91 francs, as against 2,780,224.64 francs at the same date in the previous year, which means a decrease of 1,183,702.73 francs.

The balance of the other accounts is 1,627,786.35 francs, as against 2,155,697.80 francs at the same date in 1935, which means a decrease of 527,911.25 francs.

Details of these accounts are given in an explanatory note annexed to the audited accounts of the Secretariat and in the balance-sheet of the International Labour Office.

15. Cash in Hand and at Banks.

This item, which appears among the assets in the Secretariat Statement at December 31st, 1935, is made up as follows:

	Gold francs
1. Working Capital Fund cash balance	4,867,922.88
2. Building Fund (Assembly Hall and Secretariat)	3,936,146.84
3. Balance of the New Building Furnishing Account	899,145.08
4. Library Building Fund	2,244,647.55
5. Library Endowment Fund (investments in securities and cash balance with banks)	1,685,096.29
6. Guarantee Fund	1,000,000.—
7. Reserve Fund	905,009.21
8. Balance of the surplus available in respect of the 1934 financial year	1,488,442.77
9. Surplus available in respect of the 1935 financial year	9,034,280.07
Total	<u>26,060,690.69</u>

as against 19,536,713.97 francs at the same date in the previous financial year.

The International Labour Office Statement at December 31st, 1935, shows a cash balance of 1,314,143.85 francs in banks and at the Branch Offices. Furthermore, the Statement shows, on both the assets and liabilities sides, a sum of 1,570,563.21 francs under the heading "Cash Suspense Account". 1,538,767.61 francs of this total represent the amount of the contributions of States Members of the Labour Organisation but not of the League, paid in 1935 in respect of that financial year, viz.:

	Gold francs
Brazil	230,207.54
Japan	345,631.03
United States of America	833,510.04
	<u>1,409,348.61</u>
<i>Add:</i>	
Balance of Brazil's contribution in respect of 1934 financial year (see note 1 on page 90)	129,419.—
Total	<u>1,538,767.61</u>

These sums have been included in the "appropriations-in-aid" of the budget for the 1936 financial year.

The Permanent Court of International Justice's Statement as at December 31st, 1935, shows a balance of 873,703.75 gold francs in cash and at the bank.

16. Employment of 1934 Cash Surplus.

The excess of actual receipts over expenditure for the financial year 1934, established in accordance with Article 38 (a) of the Financial Regulations, was 3,878,641.73 gold francs.

In conformity with the Supervisory Commission's proposal, the Assembly, at its meeting in ordinary session on September 28th, 1935, decided that the above-mentioned surplus should be employed in the following manner:

	Gold francs
1. Payment into the Pensions Fund in accordance with the recommendation in my report on the 1934 accounts	74,242.15
2. Payment in respect of exchange losses to cover the balance of the losses sustained in 1933	815,956.81
3. Payment to the Building Fund	800,000.—
4. Payment to the special Guarantee Fund (see Section 13 of the present report)	700,000.—
	<u>2,390,198.96</u>
Surplus to be returned to States in application of Article 38 (a) of the Financial Regulations	1,488,442.77
	<u>3,878,641.73</u>

17. Summary.

The results of the League of Nations' General Statement as at December 31st, 1935, may be summarised as follows:¹

Surplus of assets over liabilities:	Gold francs
Secretariat	49,691,849.01
International Labour Office	3,962,213.55
Permanent Court of International Justice	873,705.75
Total	<u>54,527,768.31</u>

¹ It should be noted that the surplus of assets over liabilities in the Statements of the Secretariat and autonomous Organisations has been computed without regard to the amount of contributions in arrears payable to the Secretariat and to the said Organisations, which are shown on both sides of the Statement. As compared with the previous year, the figures in respect of such contributions are as follows:

	December 31st, 1935	December 31st, 1934	Difference at December 31st, 1935
Secretariat	2,718,010.65	18,075,945.32	— 15,357,934.67
International Labour Office	1,184,767.12	8,116,564.53	— 6,931,797.41
Permanent Court of International Justice	349,542.43	2,281,420.90	— 1,931,878.47
	<u>4,252,320.20</u>	<u>28,473,930.75</u>	<u>— 24,221,610.55</u>

The reductions shown above are due to the sums collected in 1935, to the cancellation of part of the indebtedness of certain States, and to the transfer to the recently created Reserve Fund of the sums due from these and other States in respect of contributions in arrears for financial years previous to 1934.

The sum of 54,527,768.31 gold francs represents, as compared with December 31st, 1934, an increase of 9,147,716.82 gold francs, made up as follows:

	Gold francs
Secretariat	7,368,360.—
International Labour Office	1,186,969.90
Permanent Court of International Justice	592,386.92
Total	<u>9,147,716.82</u>

The surplus of assets over liabilities in the League Statement at December 31st, 1935—namely, 54,527,768.31 gold francs—represents, as has been shown above, the value of the buildings (viz., the new Secretariat Building and Assembly Hall, the new Library now building, the Wireless Station, the former League building, the “La Pelouse” property, and the International Labour Office building) and the available balances in cash and at banks.

III. WORKING CAPITAL FUND.

This Fund, at December 31st, 1935, showed a balance of 5,290,155.72 gold francs, which appears under “Liabilities” in the General Statement at that date. The balance at the end of the previous financial year was 5,784,973.05 gold francs.

The following table shows the assets of which this sum is made up, and the differences as compared with the figures for the previous financial year:

	December 31st, 1935 Gold francs	December 31st, 1934 Gold francs	Differences at December 31st, 1935 Gold francs
Cash balance at banks	4,867,922.88	4,935,913.60	— 67,990.72
Recoverable advances made under Article 33 of the Financial Regulations	422,232.84	490,707.90	— 68,475.06
Arrears of contributions due in respect of the Working Capital Fund	—	91,416.15	— 91,416.15
Loss on exchange (depreciation of the dollar) .	—	266,935.40	— 266,935.40
Total	<u>5,290,155.72</u>	<u>5,784,973.05</u>	<u>— 494,817.33</u>

The decrease of 494,817.33 francs is to be attributed to the following factors:

	Gold francs
Repayment to Germany and Japan, which have withdrawn from the League of Nations, of the sums paid into the Working Capital Fund (Article 31 of the Financial Regulations)	397,627.75
Losses on exchange and bank charges (rent of safe)	5,773.43
Cancellation of contributions due to the Working Capital Fund (see page 83 of this report)	91,416.15
Total	<u>494,817.33</u>

The following table shows the changes that took place during the financial year 1935 in regard to advances made out of the Fund in question:

	ADVANCES.			Balance at December 31st, 1935 (col. 1 + 2 — 3) Gold francs
	Balance at December 31st, 1934 Gold francs	Further advances Gold francs	Repaid Gold francs	
<i>Recoverable Advances</i> (Article 33, paragraph 1, of the Financial Regulations):				
1. Expenses of the High Commissioner at Danzig (Credit of High Commissioner)	73,768.05	153,083.65	191,033.65	35,818.05
2. Sum to be repaid by Turkey in respect of the advance made by the Secretary-General to meet the expenses of the Commission appointed by the Council of the League of Nations in 1924 to collect information concerning the frontier between Turkey and Iraq	10,000.—	—	—	10,000.—
3. Expenses of experts appointed under the Rules of Procedure in connection with Article 39 of the Treaty of November 9th, 1920: Free City Danzig	37,023.26	—	37,023.26	—
<i>Carried forward</i>	<u>120,791.31</u>	<u>153,083.65</u>	<u>228,056.91</u>	<u>45,818.05</u>

	Balance as at December 31st, 1934 Gold francs	Further advances Gold francs	Repaid Gold francs	Balance as at December 31st, 1935 (cols. 1+2-3) Gold francs
<i>Brought forward.</i>	120,791.31	153,083.65	228,056.91	45,818.05
4. Liberian Government's request for assistance: Expenses of the mission sent to the Kru country	10,691.30	—	790.35	9,900.95
5. Dispute between Bolivia and Paraguay (Chaco Commission):				
Sum to be refunded by Bolivia	153,937.39	9.88	51,315.75	102,631.52
Sum to be refunded by Paraguay. . . .	153,937.40	9.87	—	153,947.27
7. Settlement of the Assyrians of Iraq:				
Enquiry in Brazil ¹	19,510.70	—	—	19,510.70
Enquiry in British Guiana ¹	31,839.80	10,794.30	—	42,634.10
Enquiry in Syria ¹	—	47,790.25	—	47,790.25
	<u>490,707.90</u>	<u>211,687.95</u>	<u>280,163.01</u>	<u>422,232.84</u>
<i>Advances to the Autonomous Organisations</i> (Article 33, paragraph 2, of the Financial Regulations):				
8. Advances to the International Labour Office	—	100,000.—	100,000.—	—
9. Advances to the Permanent Court of International Justice	—	281,318.83	281,318.83	—
Total	<u>490,707.90</u>	<u>593,006.78</u>	<u>661,481.84</u>	<u>422,232.84</u>

At December 31st, 1935, the amount of the recoverable advances showed a decrease of 68,275.06 gold francs.

In this connection, attention must be drawn to the repayment of the advance of 37,023.26 francs (see No. 3 of the foregoing table) and the repayment by Bolivia of 51,315.75 gold francs towards her share (one-half) of the expenses in connection with the Chaco Commission. At the same date Paraguay had as yet paid nothing (No. 5 of the foregoing table).

Turkey's debt of 10,000 gold francs (No. 2 of the same table) is still outstanding.

A new sub-head has been introduced under No. 7 of the above-mentioned table in respect of the advance for the expenses in connection with the enquiry in Syria with a view to the settlement in that country of the Assyrians of Iraq (see note ¹).

As shown in the foregoing table, the amount of the advances made to the autonomous Organisations in 1935 was:

International Labour Office	Gold francs 100,000.—
Permanent Court of International Justice	281,318.83
	<u>381,318.83</u>

These advances were repaid during the year.

IV. CASH SURPLUS FOR 1935.

(EXCESS OF ACTUAL RECEIPTS OVER EXPENDITURE.)

In accordance with Article 38 (a) of the Financial Regulations, the difference between the actual receipts and expenditure for the 1935 financial year has been established as follows:

¹ For the purpose of the enquiries regarding the settlement of the Assyrians of Iraq, the Council of the League of Nations authorised the Secretary-General to draw from the Working Capital Fund, in accordance with Article 33 (2) of the Financial Regulations, the following sums: 20,000 Swiss francs for the enquiry in Brazil (Council resolution of January 19th, 1934); 50,000 Swiss francs for the enquiry in French West Africa, in the bend of the Niger (Council resolution of September 28th, 1934).

On April 17th, 1935, the Council authorised the withdrawal of a further sum not exceeding 40,000 Swiss francs for the settlement of the Assyrians of Iraq in Syria.

The total amount of the advances authorised by the Council was thus increased to 110,000 Swiss francs.

The amount spent up to December 31st, 1935, was 106,335.05 Swiss francs.

The sums expended will be repaid to the League out of the funds available for financing (with the contribution of the Government of Iraq) any steps which may be taken for the settlement in other regions of Assyrians desirous of leaving Iraq.

1. Secretariat.

	Gold francs
Actual receipts	23,924,871.87 ¹
Expenditure	17,078,439.40 ²
Surplus of receipts over expenditure	<u>6,846,432.47</u>

2. International Labour Organisation.

	Gold francs
Actual receipts	9,913,262.66 ³
Expenditure	8,599,118.81 ⁴
Surplus of receipts over expenditure	<u>1,314,143.85</u>

3. Permanent Court of International Justice.

	Gold francs
Actual receipts	2,862,360.26 ⁵
Expenditure	1,988,656.51 ⁶
Surplus of receipts over expenditure	<u>873,703.75</u>

The following table shows the amount of the cash surplus at the end of each of the last five years:

	1931 Gold francs	1932 Gold francs	1933 Gold francs	1934 Gold francs	1935 Gold francs
Secretariat	82,033.89	2,375,675.76	1,197,908.79	3,559,132.98	6,846,432.47
International Labour Organisation	—	—	—	38,189.92	1,314,143.85
Permanent Court of International Justice	31,108.39	—	—	281,318.83	873,703.75
Total	<u>113,142.28</u>	<u>2,375,675.76</u>	<u>1,197,908.79</u>	<u>3,878,641.73</u>	<u>9,034,280.07</u>

The total surplus shown as at December 31st, 1935, exceeds that of the previous financial year on the same date by 5,155,638.34 francs. This is unquestionably the highest surplus so far obtained in any year, with the exception of 1924.

This result may partly be attributed to the following factors: a more regular payment of contributions for the 1935 financial year; the considerable payments received on account of contributions in arrears, and also, to some extent, the care bestowed upon balancing expenditure against the actual budgetary receipts of the year.

¹ This figure is made up as follows:

	Gold francs
Contributions of States in respect of the 1935 financial year	13,278,123.75
Permanent Central Opium Board	101,504.70
Nansen International Office for Refugees	247,176.30
Buildings in Geneva	1,950,044.45
Pensions	1,564,802.55
Total receipts in the budgetary account	<u>17,141,651.75</u>
Contributions in arrears	6,130,955.08
Appropriations-in-aid (see page 84 of the present report)	652,265.04
Total	<u>23,924,871.87</u>

² This figure is made up as follows:

	Gold francs
Budgetary expenditure:	
Secretariat and Special Organisations (this figure includes expenditure covered by the appropriations-in-aid referred to in the previous note)	11,626,935.29
Permanent Central Opium Board	82,408.55
Nansen International Office for Refugees	280,000.—
Buildings in Geneva	2,203,974.75
Pensions	1,680,111.60
Total	<u>15,873,430.19</u>
Sum paid into the Reserve Fund	1,205,009.21
Grand total	<u>17,078,439.40</u>

³ Including 2,027,672.50 gold francs in respect of contributions in arrears and 217,787.51 gold francs in respect of sundry receipts.

⁴ Gross expenditure (see page 89 of the present report).

⁵ Including 621,923.66 gold francs in respect of contributions in arrears and 2,037.88 gold francs in respect of sundry receipts.

⁶ Gross expenditure.

The above-mentioned article of the Financial Regulations lays down the manner in which the surplus left at the end of any financial year is to be employed.

In this connection, it must be recalled that an extraordinary factor which has contributed to increase the 1935 surplus by a considerable sum has been the receipt of the contributions due from two States which have left the League.

It might, however, be questioned whether it would be advisable to reduce contributions in 1937 by the total amount of the above-mentioned surplus (this would mean a considerable exceptional reduction in such contributions, which would thus be quite out of proportion with the contributions of previous and subsequent years), or whether it would not be wiser to increase, by an amount to be decided, the recently created Reserve Fund, with a view to further consolidating the League's financial position.

CONCLUSION.

The outstanding facts revealed by the examination of the 1935 Accounts are: the existence, at December 31st, of a surplus of almost 9 million francs of actual receipts over expenditure; the arrangements come to regarding the debts of certain States in respect of contributions in arrears, with a view to bringing the position nearer reality by writing off sums which will never be forthcoming, and to providing for the collection of the remainder; the constitution of a *Reserve Fund* and a *Guarantee Fund*, the first to provide against extraordinary and unforeseeable contingencies which the Working Capital Fund would not be able to meet, the second to ensure the application of the annual budgets in the event of the Assembly's making all-round cuts in the estimates. These two Funds are subject to strict supervision, and their purpose is to strengthen the League's financial position still further.

April 15th, 1936.

(Signed) A. CERESA,
Auditor.

Part XI.

**ACCOUNTS OF THE STAFF PENSIONS FUND FOR 1935
AND REPORT THEREON BY M. A. CERESA (Auditor)**

CAISSE DES PENSIONS DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1935 — BALANCE-SHEET AS AT DECEMBER 31ST, 1935.

Passif — Liabilities.

	Francs suisses Swiss francs
FONDS ACCUMULÉS — ACCUMULATED FUND	17,084,056.50
COMPTES CRÉDITEURS DIVERS — SUNDRY CREDITORS:	
Pensions — Annuities	4,162.55
COMPTE D'ATTENTE — SUSPENSE ACCOUNT	18,918.70
FONDS DE RÉSERVE SUR LES DETTES AU TITRE DES PRIMES D'ASSURANCE — INSURANCE PREMIUM DEBT RESERVE FUND	6,734.90

17,113,872.65

STAFF PENSIONS FUND.

BILAN AU 31 DÉCEMBRE 1935 — BALANCE-SHEET AS AT DECEMBER 31ST, 1935.

Actif — Assets.

	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS — CASH.		
Compte courant — Current Account:		
Francs suisses — Swiss francs	93,414.45	
Comptes de dépôt — Deposit Accounts:		
Francs français — French francs 25,060,380.47 . . .	5,088,510.31	
Florins 262,807.58	547,475.15	
Livres sterling — Sterling £240,841 11s. 5d.	3,707,792.65	
	<hr/>	9,437,192.56
PLACEMENTS (au prix d'achat) conformément aux indications détaillées figurant en annexe, pages 6-7 — INVESTMENTS (at cost) as per Details annexed (pages 6-7)		
et intérêts échus — and accrued interest	4,719,241.55 ¹	
	35,107.25	
	<hr/>	4,754,348.80
COMPTES DÉBITEURS DIVERS — SUNDRY DEBTORS.		
Contributions arriérées dues par les membres — Members' arrears of contributions		
	126,293.87	
Dettes au titre des primes d'assurance — Insurance premium debts		
	276,628.75	
	<hr/>	402,922.62
PERTES SUBIES SUR LA VENTE DE TITRES — LOSSES INCURRED ON SALE OF INVESTMENTS:		
Solde au 31 décembre 1934 — Balance as at December 31st, 1934		
	1,835,643.66	
Plus perte sur vente de titres au cours de l'année — Add loss on sale of investments during year		
	683,765.01	
	<hr/>	2,519,408.67
		<hr/> <hr/>
		17,113,872.65

Le 4 mars 1936.

(Signed) P. G. WATTERSON,
Chef Comptable. — Chief Accountant.

¹ La valeur en bourse des titres détenus par la Caisse au 31 décembre 1935 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1935, was, exclusive of interest Francs suisses — Swiss francs: 4,291,853.—.

COMPTE DES RECETTES ET DES DÉPENSES POUR L'EXERCICE SE TERMINANT
LE 31 DÉCEMBRE 1935 — INCOME AND EXPENDITURE ACCOUNT FOR
THE PERIOD ENDED DECEMBER 31ST, 1935.

Recettes — Income.		Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE DES MEMBRES — MEMBERS' ACCOUNT.			
Contributions courantes — Current contributions		803,820.11	
Contributions arriérées — Arrears of contributions		22,395.55	
		<hr/>	826,215.66
COMPTE DE LA SOCIÉTÉ DES NATIONS — LEAGUE ACCOUNT.			
Contributions courantes — Current contributions		1,221,501.43	
Compte des arriérés — Arrears account		37,287.40	
		<hr/>	1,258,788.83
CONTRIBUTION ANNUELLE pour l'amortissement du déficit de la réserve mathématique — ANNUAL CONTRIBUTION for the amortisation of the deficit on the actuarial reserve			
			474,242.15
INTÉRÊTS — INTEREST.			
Des placements — On investments			253,275.70
			<hr/> <hr/>
			2,812,522.34

Dépenses — Expenditure.		Francs suisses Swiss francs	Francs suisses Swiss francs
PRESTATIONS — BENEFITS.			
Remboursement de contributions — Contribution refunds		150,251.75	
Pensions — Annuities		45,323.20	
Sommes en capital — Capital value annuities		672,201.05	
Pensions d'invalidité — Invalidity annuities		34,011.55	
Pensions aux veuves et aux orphelins — Annuities to widows and orphans		37,005.05	
		<hr/>	938,792.60
DÉPENSES DIVERSES — MISCELLANEOUS EXPENSES.			
Y compris les frais d'achat des titres — Including cost of purchase of securities			34,993.12
SOLDE, SOIT EXCÉDENT DES RECETTES SUR LES DÉPENSES — BALANCE, BEING EXCESS INCOME OVER EXPENDITURE			
			1,838,736.62
			<hr/> <hr/>
			2,812,522.34

PLACEMENTS APPARTENANT A LA CAISSE DES PENSIONS.
INVESTMENTS HELD BY THE PENSIONS FUND.

Pour cent Per cent	Désignation Détails	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost price Swiss francs	Estimation au Estimate at 31.XII.1935 En fr. suisses ¹ In Swiss francs ¹
<i>Avoir en dollars E.U.A. — Holdings in U.S.A. dollars.</i>				
7	Consortium italien de crédit 1927-1947 — Italian Credit Consortium	15 000.—	76 750.67	23 675.—
6½	Emprunt brésilien 1957 — Brazil External Loan	62 500.—	132 228.75	42 350.—
6	Chemin de fer argentin 1960 — Argentine State Railway	34 000.—	123 129.25	102 754.—
6	Ville de Buenos-Ayres 1927-1960 — City of Buenos Aires	15 000.—	77 739.—	42 735.—
5	Emprunt consolidé brésilien 1931 — Brazil External Loan	3 200.—	12 876.10	5 864.—
	Total dollars E.U.A.	129 700.—	422 723.77	217 378.—
<i>Avoir en dollars-or — Holdings in gold dollars.</i>				
6½	Chemin de fer du Nord 1950 — Nord Railway (France)	123 000.—	590 641.50	606 144.—
5½	Chemin de fer Paris-Orléans 1968 — Paris-Orleans Railways	60 000.—	296 946.—	258.720.—
	Total dollars-or	183 000.—	887.587.50	864.864.—
<i>Avoir en francs français — Holdings in French francs.</i>				
6	Chemin de fer Etat français 1934-1949 — French State Railway	67 000.—	12 739.10	13 042.—
5	Chemin de fer Etat français 1932-1942 — French State Railway	619 000.—	111 359.25	112 322.—
4½	Bons du Trésor français 1932-1962 — French Treasury Bonds	534 000.—	87 140.95	86 047.—
4½	Rente française 1932 B — French Loan	792 500.—	131 509.55	130 117.—
4½	Rente française 1932 A — French Loan	295 000.—	50 522.55	49 303.—
	Total francs français.	2 307 500.—	393 271.40	390 831.—
<i>Avoir en francs suisses — Holdings in Swiss francs.</i>				
5	Chemin de fer Etat français 1927-1952 — French State Railway	50 000.—	50 000.—	50 000.—
4	Emprunt égyptien 1876-1880 — Egypt Unified.	50 000.—	37 280.—	31 200.—
4	Chemins de fer fédéraux 1931 — Swiss Federal Railways	100 000.—	99 250.—	85 750.—
3½	Chemins de fer fédéraux 1932 — Swiss Federal Railways	102 000.—	98 940.—	82 875.—
3½	Emprunt fédéral suisse 1932-1933 — Switzerland Loan	105 000.—	98 700.—	89 250.—
3½	Emprunt fédéral suisse 1932 — Switzerland Conversion Loan	196 000.—	191 350.—	166 600.—
	Total francs suisses.	603 000.—	575 520.—	505 675.—

¹ Taux de conversion du 31 décembre 1935 — Rate of conversion as at December 31st, 1935:

	Francs suisses Swiss francs
Paris	20.32
New-York	3.08
Amsterdam	208.75

Pour cent Per cent	Désignation Détails	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost price Swiss francs	Estimation au Estimate at 31.XII.1935 En fr. suisses In Swiss francs
	<i>Avoir en Canal de Suez — Holdings Suez Canal.</i>			
5	Obligations-or 1945	285 500.—	324 867.20	207 325.—
	68 Actions capital		260 999.60	248 785.—
	Total Canal de Suez		<u>585 866.80</u>	<u>456 110.—</u>
	<i>Avoir en dollars canadiens — Holdings in Canadian dollars.</i>			
6	C ¹ e des Messageries Maritimes 1952 — French National Mail S.S. Lines	<u>18 000.—</u>	<u>100 516.50</u>	<u>82 620.—</u>
	<i>Avoir en florins — Holdings in florins.</i>			
	Bons du Trésor belge — Belgian Treasury Bonds	<u>850 000.—</u>	<u>1 753 755.58</u>	<u>1 774 375.—</u>
	<i>Résumé — Summary.</i>			
	Dollars E.U.A. — U.S.A. dollars		422 723.77	217 378.—
	Dollars-or — Gold dollars		887 587.50	864 864.—
	Francs français — French francs		393 271.40	390 831.—
	Francs suisses — Swiss francs		575 520.—	505 675.—
	Canal de Suez — Suez Canal		585 866.80	456 110.—
	Dollars canadiens — Canadian dollars		100 516.50	82 620.—
	Florins		<u>1 753 755.58</u>	<u>1 774 375.—</u>
			<u>4 719 241.55</u>	<u>4 291 853.—</u>

ACCOUNTS OF THE STAFF PENSIONS FUND FOR THE
FINANCIAL YEAR 1935.

REPORT BY M. A. CERESA, *Auditor*.

I have the honour to set forth below the result of the audit of accounts for the Staff Pensions Fund of the League of Nations for the financial year 1935.

* * *

The "accumulated funds" of the Pensions Fund amounted at December 31st, 1935, according to the balance-sheet at that date, to 17,084,056.50 Swiss francs.

The above sum exceeds by 1,838,736.62 francs the sum shown in the balance-sheet as at December 31st of the previous year.

The increase represents the difference between income and expenditure for the financial year 1935, which were as follows:

	Swiss francs
Income	2,812,522.34
Expenditure	973,785.72
Surplus of income over expenditure	<u>1,838,736.62</u>

The surplus is 383,273.63 francs larger than that for the previous financial year, owing to the fact that a reduction of 72,404.15 francs in the income was accompanied by a reduction of 455,677.78 francs in the expenditure.

The *income* is as follows:

1. Contributions from officials members of the Pensions Fund and from the League of Nations.	Swiss francs 2,085,004.49
2. Annual contribution of the League for the amortisation of the deficit on the <i>actuarial reserve</i> :	Swiss francs
Annual payment for 1935	400,000.—
Payment in respect of the previous year	<u>74,242.15¹</u>
Interest on investments.	474,242.15 253,275.70
Total	<u>2,812,522.34</u>

as against 2,884,926.49 francs in 1934—*i.e.*, a reduction of 72,404.15 francs.

1. The contributions referred to in Item 1 of the above table may be analysed as follows:²

	Members' accounts	League of Nations account	Total
	Swiss francs		
Contributions in respect of the financial year 1935	803,820.11	1,221,501.43	2,025,321.54
Arrears of contributions	22,395.55	37,287.40	59,682.95
Total.	<u>826,215.66</u>	<u>1,258,788.83</u>	<u>2,085,004.49</u>

In the League budget for the financial year 1935, an appropriation of 1,720,050 francs was voted as contribution to the Pensions Fund.

¹ It should be noted that a sum of 74,242.15 Swiss francs remained to be paid under this head on December 31st, 1934, representing the balance of the annual payment due for the financial year 1932 in amortisation of the deficiency on the actuarial reserve.

In accordance with the resolution adopted by the Assembly at its sixteenth ordinary session (meeting of September 28th, 1935), this sum was paid over to the Pensions Fund out of the surplus of receipts over expenditure of the League for the financial year 1934.

² The ordinary contributions payable by the staff are fixed at 6½% of the pensionable emoluments in the case of principal officers and other officials classed as belonging to the First Division, and 5% in the case of other officials. The rate of the League contribution is fixed by the Assembly on the advice of the Administrative Board of the Fund. For 1935, as for the previous year, this rate was fixed at 9% of the pensionable emoluments of members of the Fund (Assembly resolution of September 28th, 1935).

The sum paid to the Fund under this head was 1,629,037.90 francs, this total being made up as follows:

	Swiss francs
Contribution due under Article 9 of the Pensions Fund Regulations (9 % of the salaries of officials members of the Fund)	1,229,037.90
Annual payment for the amortisation of the <i>deficit</i> on the <i>actuarial reserve</i>	400,000.—
	<hr/>
	1,629,037.90

To this sum should be added:

Contributions made—at the rate of 9 %—by officials whose salaries are paid from special funds (Building Fund, International Health Organisation, Rockefeller Grants, etc.)	23,935.93
Sum received in reduction of the balance of the "Suspense Account", to which reference will be made below	5,815.—
Balance paid by the League of the annual payment for 1934 in amortisation of the deficiency on the actuarial reserve	74,242.15
	<hr/>
Total	1,733,030.98

2. As regards the League's contribution for the amortisation of the *deficit* on the *actuarial reserve*, the present value of the liabilities of the new Pensions Fund as at January 1st, 1931, was, according to the actuarial estimates, only partially covered by the assets that were to be handed over to it. There was a *deficit* of 6,270,000 francs, which, according to the calculations, could have been made good in thirty years by annual payments that were put in the first instance at 411,000 francs, calculated at the rate of 4 %, the annual payments to be rounded off to 400,000 francs as from 1933.

The sums made available to date to cover the deficit are as follows:

	Swiss francs
1931	356,389.—
1932	336,757.85
1933	454,611.— (including 54,611 francs paid in respect of 1931)
1934	400,000.—
1935	400,000.—
To which should be added the sum paid in 1935 in respect of 1932	74,242.15
	<hr/>
Total	2,022,000.—

3. The *income* under No. 3 is composed, as already stated, of interest on investments, which shows a decline of 105,353.12 francs.

The *expenditure* is made up as follows:

	Swiss francs
Refund of contributions (Article 9, No. 5, of the Pensions Fund Regulations ¹).	150,251.75
Pensions paid	45,323.20
Capital sums paid in lieu of pensions	672,201.05
Invalidity pensions paid	34,011.55
Pensions to widows and orphans	37,005.05
	<hr/>
Miscellaneous expenditure (including cost of purchase of investment securities)	938,792.60
	<hr/>
Total	973,785.72

as against 1,429,463.50 francs in 1934, or a decrease of 455,677.78 francs, chiefly in connection with the first and third item in the above table.

The assets of the Pensions Fund are held as to the greater part (66.5 %) at banks, and as to the remainder (33.5 %) in securities.

¹ This article reads:

"Whatever be the age of the official, if he has completed more than three but less than ten years' service, he shall be awarded a capital sum equal to his own contributions to the Pensions Fund and the payments due in respect of him to that Fund from the League, plus simple interest at the rate fixed by Article 21, provided that such sum shall not exceed the value of the annuity which the official would receive after completing ten years' service."

	Swiss francs
The <i>investment securities</i> —valued at purchase price—amounted as at December 31st, 1934, to	8,161,714.09
To which should be added the securities purchased during the financial year 1935 to the amount of	1,261,696.63
Total	<u>9,423,410.72</u>

Against which must be set off the following decreases in respect of the same financial year:

	Swiss francs
(a) Sale of bonds	4,166,398.19
(b) Reimbursement of bonds drawn by lots	537,770.98
	<u>4,704,169.17</u>

The amount invested in securities at December 31st, 1935—valued at purchase price—was thus reduced to 4,719,241.55

as shown in the balance-sheet of the Pensions Fund at that date.

The following table shows the new investments made in 1935:

	Nominal value	Purchase price in foreign currency	Purchase price in Swiss francs
6% Argentine Railway, 1960.	\$ 24,000	\$ 23,220.—	71,459.50
6% French State Railway, 1934-1949	Fr. fr. 67,000	Fr. fr. 62,980.—	12,739.10
5% French State Railway, 1932-1942	Fr. fr. 619,000	Fr. fr. 550,411.—	111,359.25
4½% French Rentes, 1932 B	Fr. fr. 792,500	Fr. fr. 649,856.25	131,509.55
4½% French Rentes, 1932 A	Fr. fr. 295,000	Fr. fr. 249,525.—	50,522.55
4½% French Treasury Bonds, 1932-1962	Fr. fr. 534,000	Fr. fr. 430,911.—	87,140.95
6½% Nord Railway (France), 1950.	Gold \$ 123,000	\$ 188,805.—	590,641.50
Belgian Treasury Bonds	Flor. 100,000	Flor. 99,041.67	206,324.23
Total			<u>1,261,696.63</u>

The bonds sold were as follows:

	Purchase price in Swiss francs	Sale price in Swiss francs	Loss in Swiss francs
7½% French Government, 1941	658,567.20	585,086.60	73,480.60
7% Austrian Loan, 1923-1943	213,171.75	136,953.80	76,217.95
6½% City of Milan, 1952	37,009.55	15,826.65	21,182.90
6½% City of Rome, 1952	66,777.64	28,702.55	38,075.09
6½% Nord Railway (France), 1950	113,769.55	102,076.—	11,693.55
6% Argentine Loan, 1959	206,470.29	116,731.25	89,739.04
6% Uruguayan Loan, 1960	94,433.98	48,009.95	46,424.03
5½% Danish Municipal Loan, 1955	76,570.65	42,931.10	33,639.55
5½% Norwegian Loan, 1965	149,740.97	86,224.95	63,516.02
5% Brazilian Consolidated Loan	855.05	401.15	453.90
5% French State Railway, 1932	397,443.55	383,202.78	14,240.77
4½% French Loan, 1932 B	75,330.10	67,462.20	7,867.90
4½% Danish Loan, 1962	45,553.55	26,697.30	18,856.25
4½% New York Central & Hudson, R.R. 2013	148,744.91	42,912.75	105,832.16
4½% French Government, 1933	399,988.80	372,245.70	27,743.10
4½% French Rentes, 1932	205,151.70	167,425.63	37,726.07
4½% French Treasury Bonds, 1934	260,330.55	250,607.75	9,722.80
4% Swiss Federal Loan, 1931	600,000.—	575,827.50	24,172.50
4% Alsace-Lorraine Railway	48,732.50	40,390.85	8,341.65
	<u>3,798,642.29</u>	<u>3,089,716.46</u>	<u>708,925.83</u>
			Profit in Swiss francs
5% Swiss Federal Loan, 1925	147,000.—	151,512.50	4,512.50
4½% Swiss Federal Loan, 1927	48,500.—	50,477.50	1,977.50
4½% Federal Railways Stock, 1900	84,528.40	97,159.80	12,631.40
4% Federal Railways, 1923	87,727.50	100,545.—	12,817.50
	<u>367,755.90</u>	<u>399,694.80</u>	<u>31,938.90</u>
Total	4,166,398.19	3,489,411.26	676,986.93 (Net Loss)

With regard to the currencies in which the securities sold were issued, the net loss of 676,986.93 francs is made up as follows:

	Losses due to fall in market value of securities	Profit due to rise in market value of securities	Net loss or profit (Cols. 1-2)	Loss due to depreciation of currency	Total loss (net) (Cols. 3 + 4)
	1	2	3	4	5
United States dollars	177,074.14	181,151.35	4,077.21 profit	583,188.25	579,111.04
French francs	61,034.48	—	61,034.48 loss	44,607.81	105,642.29
Swiss francs	24,172.50	31,938.90	7,766.40 profit	—	7,766.40 profit
	<u>262,281.12</u>	<u>213,090.25</u>	<u>49,190.87</u>	<u>627,796.06</u>	<u>676,986.93</u>

The following were the bonds redeemed:

	Purchase price in Swiss francs	Amount paid in Swiss francs	Loss in Swiss francs
7% Italian Credit Consortium	5,116.73	3,030.70	2,086.03
5% 50 Suez Canal bonds	25,782.50	15,232.15	10,550.35
	<u>30,899.23</u>	<u>18,262.85</u>	<u>12,636.38</u>
			Profit in Swiss francs
5% Federal Railways, 1924-1935	98,222.50	100,000.—	1,777.50
5% Swiss Loan 1924-1935	98,913.—	100,000.—	1,087.—
Belgian Treasury Bonds	309,486.20	312,480.—	2,993.80
	<u>506,621.70</u>	<u>512,480.—</u>	<u>5,858.30</u>
Net loss			<u>6,778.08</u>

One ordinary Suez Canal share was exchanged for an *action de jouissance*. An expenditure of 250.05 francs was incurred in connection with this operation, the capital invested being diminished accordingly by that amount.

A summary of the profits and losses on the above investment securities shows a net loss of 683,765.01 francs, the details of which are as follows:

Net loss on sales	Swiss francs 676,986.93
Net loss on redemption of bonds drawn	6,778.08
Net loss	<u>683,765.01</u>

A statement of the Pensions Fund's investments as at December 31st, 1935, is appended to the balance-sheet of the Fund as at that date.

It shows the nominal value, the purchase price in foreign currency, and the purchase price in Swiss francs of the securities therein listed.

The *purchase price* in Swiss currency amounted, as already stated, to 4,719,241.55 francs, being the amount of the securities shown in the balance-sheet.

Their current market value, however, on the basis of the revaluation on December 31st, 1935, was 4,291,853 Swiss francs.

The *depreciation* is therefore 427,388.55 Swiss francs, or 9.056% of the total investments in securities.

The depreciation on the same date in the previous year was 750,487.79 Swiss francs (9.19½%).

In this connection, it may be useful to give figures showing, in the form of percentages, the distribution of the Pensions Fund investments according to the currencies in which the securities purchased are issued, and to compare these with the percentages for the previous year.

	1935 %	1934 %
United States dollars	27.75	30.21
Swiss francs	12.20	21.33
French francs	8.35	21.28
Canadian dollars	2.13	1.23
Netherlands florins	37.16	22.75
Gold francs (Suez Canal bonds)	12.41	3.20
	<u>100.—</u>	<u>100.—</u>

It should be added that, as regards some of the securities issued in dollars (18.80 % of the total investments), the capital and the interest thereon are payable in gold of the standard and weight of the former gold dollar, in accordance with the *gold clause* under which they were issued. The corresponding percentage on December 31st of the previous year was 13.10.

In addition to the investments in securities already mentioned, the Pensions Fund had the following sums at banks at December 31st, 1935:

	Swiss francs
Current account (Swiss francs)	93,414.45
On deposit (25,060,380.47 French francs)	5,088,510.31
On deposit (262,807.58 florins)	547,475.15
On deposit (£240,841 11s. 5d.)	3,707,792.65
	9,437,192.56

as against 4,789,734.72 Swiss francs on December 31st of the previous year, representing an increase as at December 31st, 1935, of 4,647,457.84 Swiss francs—a development connected with the reduction in the security investments of the Fund, and symptomatic of the anxieties arising out of the instability of the stock markets and international exchanges.

To complete the above survey of the assets items of the balance-sheet of the Fund as at December 31st, 1935—apart from the losses on investments already referred to—reference should also be made to two figures which appear under the head of *Sundry debtors*.

The first (126,293.87 Swiss francs) represents arrears of contributions due by members to the Fund. The details are as follows:

	Swiss francs
The corresponding figure at December 31st of the previous year was	142,220.61
This increased in 1935, through new arrears and interest, by	28,084.72
	170,305.33
On the other hand, it was reduced through sums recovered by	44,011.46
	126,293.87

The other figure under the head of *Sundry debtors* is 276,628.75 Swiss francs, representing the debt in respect of life-insurance premiums for officials who were formerly members of the Provident Fund and opted for this form of provision in the future.

This figure is made up as follows:

	Swiss francs
Amount owing to the Fund as at December 31st, 1934	284,776.75
Increases in 1935 through subsequent payments of premiums by the Fund, and through interest	31,232.10
	316,008.85
Decrease in the same financial period through sums recovered	39,380.10
	276,628.75

As regards the liabilities side of the above-mentioned balance-sheet, three items should be noted.

The *Sundry creditors* item shows a balance of 4,162.55 francs, representing the amount of pensions due in respect of the financial year 1935, but still unpaid at the end of that year.

The *Suspense account* shows a balance of 18,918.70 francs, which corresponds to the amount of contributions at the rate of 9%, repayable to the Rockefeller Grant Account if the members in respect of whom they have been paid leave the Fund before having paid their debt in respect of arrears. The balance on December 31st of the previous year was 24,733.70 francs; so that there is a reduction of 5,815 francs in the figure for December 31st, 1935. The reduction is due to the fact that a member of the Pensions Fund paid up arrears to the amount in question in the course of the year, thus relieving the Fund of the necessity for reimbursement of this amount in the event of the member leaving the Fund.

The *Reserve Fund*, formed to cover eventual losses on the amount owing to the Fund in respect of insurance premiums, amounted, on December 31st, 1934, to 5,794.35 francs, and, on December 31st, 1935, to 6,734.90 francs, or an increase of 940.55 francs.

It should be noted in this connection that, under the Administrative Rules of the Pensions Fund, officials members of the Provident Fund who opted for the new pensions system, but preferred to have the Fund continue to pay their premiums, were debited with the amount of the sums which had been withdrawn from their account with the Provident Fund up to December 31st, 1931, in respect of insurance premiums, plus 5 %, and that they were also debited with the amount of each premium paid by the Pensions Fund, plus 5%, as well as compound interest at 4% per annum on the total debt.

The amount of these increases is used to make up the above-mentioned Reserve Fund.

The results of the Staff Pensions Fund balance-sheet as at December 31st, 1935, may be summarised as follows:

	Swiss francs
Assets ¹	14,594,463.98
Liabilities ²	<u>29,816.15</u>
Surplus of assets over liabilities	<u>14,564,647.83</u>

Comparing this surplus with the amount (17,084,056.50 francs) of the *accumulated funds* which represent the capital of the Pensions Fund, we find a *deficit* of 2,519,408.67 francs. This is due to the losses incurred on investments in 1935 and previous financial years.

In accordance with Article 21 of the Regulations of the Pensions Fund, the fund was valued as at December 31st, 1934, by Professor Dr. W. Friedli, of Berne University, the Consulting Actuary of the Fund appointed by the Administrative Board. The result of this valuation will be seen in the report submitted by the Actuary in accordance with this article. A new valuation of the position as at December 31st, 1935, is proceeding.

	Swiss francs
If we now compare the surplus of assets over liabilities for the financial year 1935—viz.	14,564,647.83
with that of the previous year—viz.	<u>13,409,676.22</u>
we find for 1935 an increase of	1,154,971.61
which works out as follows:	

Surplus of receipts over expenditure for the financial year 1935 (see the accounts on page 110 of this document)	1,838,736.62
--	--------------

Less:

Losses on investments in 1935	683,765.01
Surplus net of the above losses	<u>1,154,971.61</u>

CONCLUSION.

During the financial year 1935, as in the preceding year, there was a considerable change in investments owing to sales, redemptions of securities drawn by lot and new purchases.

There was a net loss of 683,765.01 francs on sales and redemptions, to which must be added the similar losses on the previous year (1,835,643.66 francs). The total loss is thus increased to 2,519,408.67 francs which, not being covered by any reserve fund, involve an inroad on the capital of the Pensions Fund.

The return of investments as at December 31st, 1935, on the basis of current Stock Exchange quotations, shows a decline in value of 427,000 francs (or 9.05%) as compared with the purchase price of the investments. The reduction in the value of investments was, however, less than at the close of the previous financial year, when it amounted to 750,000 francs (or 9.19%). This may be regarded as indicating an improvement in the position in regard to investments, although the instability prevailing on the money market renders any judgment in the matter very difficult.

April 27th, 1936.

(Signed) A. CERESA,
Auditor.

¹ Assets:	Swiss francs
Cash	9,437,192.56
Investments	4,754,348.80
Sundry debtors	<u>402,922.62</u>
	14,594,463.98
² Liabilities:	
Sundry creditors	4,162.55
Suspense account	18,918.70
Reserve Fund	<u>6,734.90</u>
	29,816.15

Part XII.

**ACCOUNTS OF THE STAFF PROVIDENT FUND FOR 1935 AND
REPORT THEREON BY M. A. CERESA (Auditor).**

CAISSE DE PRÉVOYANCE DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1935.

Passif. — Liabilities.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE CAPITAL — CAPITAL ACCOUNT.			
<i>Secrétariat — Secretariat.</i>			
Contributions versées par les membres — Contributions by members	151,303.69		
Contributions versées par la Société — Contributions by League	141,645.01		
	<u> </u>	292,948.70	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions versées par les membres — Contributions by members	48,767.06		
Contributions versées par la Société — Contributions by League	47,186.64		
	<u> </u>	95,953.70	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions versées par les membres — Contributions by members	8,827.67		
Contributions versées par la Société — Contributions by League	7,944.89		
	<u> </u>	16,772.56	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund .</i>		<u>13,998.56</u>	419,673.52
COMPTE D'INTÉRÊTS — REVENUE ACCOUNT.			
Solde au 31 décembre 1934 — Balance as at December 31st, 1934		11,819.65	
Plus intérêts pour l'année se terminant le 31 décembre 1935 — Add revenue in respect of year ended December 31st, 1935		6,831.22	
		<u> </u>	18,650.87
			<u>438,324.39</u>

STAFF PROVIDENT FUND

BALANCE-SHEET AS AT DECEMBER 31ST, 1935.

Actif. — Assets.

	Valeur nominale Nominal value	Francs suisses Swiss francs
COMPTE PLACEMENTS — INVESTMENTS ACCOUNT.		
6½ % Chemin de fer du Nord 1924-1950 — External Gold Bonds, Nord Railway Co.	\$10,000.—	51,826.—
5½ % Chemin de fer Paris-Orléans 1928-1968 — Gold Bonds, Paris-Orleans Railway Co.	\$10,000.—	49,491.—
4 % Chemin de fer de l'Etat français 1921 — French State Railways	Fr. fr. 100,000.—	14,069.10
		<u>115,386.10*</u>
<i>Plus</i> intérêts échus au 31 décembre 1935 — <i>Plus</i> accrued interest to December 31st, 1935		1,978.—
		<u>117,364.10</u>
PERTES SUBIES SUR LA VENTE DE TITRES — LOSSES INCURRED ON SALE OF INVESTMENTS.		
		Francs suisses Swiss francs
Solde au 31 décembre 1934 — Balance as at December 31st, 1934		35,639.64
<i>Plus</i> pertes sur titres vendus — <i>Add</i> loss on sale of investments:		
4 % Chemin de fer de l'Etat français — French State Railway (Fr. fr. 75,000)	573.30	36,212.94
		<u>36,212.94</u>
EN BANQUE — CASH AT BANK.		
Compte de dépôt — Deposit account:		
Francs français 1,321,895.09	268,410.80	
Compte courant — Current account	16,336.55	
		<u>284,747.35</u>
		<u><u>438,324.39</u></u>

Le 4 mars 1936.

(Signed) P. G. WATTERSON,
Chef comptable — Chief Accountant.

NOTE.

* La valeur en bourse des titres détenus par la Caisse au 31 décembre 1935 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1935, was, exclusive of interest

Francs suisses
Swiss francs

107,067.—

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1935.
for the twelve months ended December 31st, 1935.

RECETTES. — RECEIPTS.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS EN BANQUE — TO CASH AT BANK. 1 ^{er} janvier 1935 — January 1st, 1935			276,163.21
 CONTRIBUTIONS.			
<i>Secrétariat — Secretariat.</i>			
Contributions des membres — Contributions by members	16,682.95		
Contributions de la Société — Contributions by League	15,014.77		
	<u> </u>	31,697.72	
 <i>Bureau international du Travail — International Labour Office.</i>			
Contributions des membres — Contributions by members	5,649.60		
Contributions de la Société — Contributions by League	5,084.80		
	<u> </u>	10,734.40	
 <i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions des membres — Contributions by members	925.35		
Contributions de la Société — Contributions by League	832.88		
	<u> </u>	1,758.23	
 <i>Caisse de décès et d'invalidité — Death and Invalidity Fund</i>			
		<u> </u>	46,753.85
 REVENU AFFÉRENT AUX PLACEMENTS, Y COMPRIS LES INTÉRÊTS EN BANQUE — INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			
			7,047.55
 VALEUR DES PLACEMENTS RÉALISÉS — VALUE OF INVESTMENTS REALISED.			
4 % Chemins de fer de l'Etat français 1921 — French State Railways (Fr. fr. 75,000)			9,978.50
			<hr/> <u> </u>
			<u>339,943.11</u>

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1935.
for the twelve months ended December 31st, 1935.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
MONTANTS VERSÉS A DES MEMBRES DÉMISSIONNAIRES, ETC. — BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secrétariat. — Secretariat.</i>			
Compte des membres — Members' account	15,257.16		
Compte de la Société — League account	13,731.87		
	<hr/>	28,989.03	
<i>Bureau international du Travail — International Labour Office.</i>			
Compte des membres — Members' account	—		
Compte de la Société — League account	—		
	<hr/>	<hr/>	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Compte des membres — Members' account	—		
Compte de la Société — League account	—		
	<hr/>	<hr/>	28,989.03
AVANCES AFFÉRENTES AUX PRIMES D'ASSURANCE — BY ADVANCES IN RESPECT OF INSURANCE.			
Secrétariat — Secretariat		781.70	
Bureau international du Travail — International Labour Office		407.80	
		<hr/>	1,189.50
ALLOCATIONS PRÉLEVÉES SUR LA CAISSE DE DÉCÈS ET D'INVALIDITÉ — BY GRANTS FROM DEATH AND INVALIDITY FUND			
			—
COMPTE PLACEMENTS — BY INVESTMENTS ACCOUNT			
			24,620.90
DÉPENSES DIVERSES AFFÉRENTES AUX ACHATS DE VALEURS, ETC. — SUNDRY EXPENSES RELATIVE TO PURCHASE OF SECURITIES, ETC.			
			396.33
DISPONIBILITÉS EN BANQUE — BY CASH AT BANK.			
Compte de dépôt — Deposit account		268,410.80	
Compte courant — Current account		16,336.55	
		<hr/>	284,747.35
			<hr/> <hr/>
			339,943.11

COMPTE D'INTÉRÊTS — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1935.
for the twelve months ended December 31st, 1935.

RECETTES — INCOME.

Francs suisses
Swiss francs

Revenu des placements: montant perçu et à percevoir, y compris les intérêts de banque — By Revenue received and receivable from investments, including bank interests	7,227.55
	<u>7,227.55</u>

DÉPENSES. — EXPENDITURE.

Dépenses diverses relatives à l'achat de valeurs, y compris leur garde, frais de banque, commissions et télégrammes — To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams	396.33
Solde, soit revenu net de l'année, porté au bilan — Balance, being net revenue for year, transferred to balance-sheet	6,831.22
	<u>7,227.55</u>

ACCOUNTS OF THE STAFF PROVIDENT FUND
FOR THE YEAR 1935

REPORT BY M. A. CERESA (*Auditor*).

The capital of the **Provident Fund** amounted, on December 31st, 1935, to 405,674.96 Swiss francs, according to the balance-sheet at that date, and leaving out of account losses on investments, which will be mentioned below.

In comparison with the same date of the previous year, there was an increase of 14,011.82 Swiss francs, as shown below:

	December 31st, 1935 Swiss francs	December 31st, 1934 Swiss francs	Difference on December 31st, 1935 Swiss francs
Secretariat	292,948.70	291,021.71	+ 1,926.99
International Labour Office.	95,953.70	85,627.10	+ 10,326.60
Permanent Court of International Justice.	16,772.56	15,014.33	+ 1,758.23
	<u>405,674.96</u>	<u>391,663.14</u>	<u>+ 14,011.82</u>

The increase of 14,011.82 francs shown in this table is due to the contributions of the members of the Fund and to contributions of the League of Nations Organisations to which these members respectively belong, as shown below:

	Contributions of members Swiss francs	Contributions of Organisations Swiss francs	Total Swiss francs
Secretariat	16,682.95	15,014.77	31,697.72
International Labour Office. .	5,649.60	5,084.80	10,734.40
Permanent Court of International Justice.	925.35	832.88	1,758.23
	<u>23,257.90</u>	<u>20,932.45</u>	<u>44,190.35</u>

From the above	Swiss francs 44,190.35
--------------------------	---------------------------

Deduct:

	Swiss francs
Sums paid to members leaving the service	28,989.03
Advances in respect of insurance premiums	1,189.50
	<u>30,178.53</u>

which gives the above-mentioned increase of	<u>14,011.82</u>
---	------------------

The capital of the <i>Death and Invalidity Fund</i> was reduced on December 31st, 1934, to	11,435.06
--	-----------

During the year 1935, it was increased as follows:	
By receipts (contributions)	2,563.50

Total amount as at December 31st, 1935	<u>13,998.56</u>
--	------------------

The account of *investments* in securities shows the following developments:

	Swiss francs
Amount on December 31st, 1934 (purchase price of the securities)	101,317.—
Purchases made in 1935 (purchase price)	24,620.90
	<hr/>
	125,937.90
Sales in 1935 (amount realised)	9,978.50
	<hr/>
	115,959.40
<i>Deduct:</i>	
Losses on sales	573.30
	<hr/>
Amount as at December 31st, 1935	115,386.10
	<hr/>

Purchases effected in 1935 are shown in the following table:

Securities purchased in 1935.

	Nominal value	Purchase price in foreign currency	Purchase price in Swiss francs
4% French State Railways 1921 "A"	Fr. fr. 175,000.—	Fr. fr. 120,750.—	24,620.90

Securities sold in 1935.

		Purchase price in Swiss francs	Sale price in Swiss francs	Loss in Swiss francs
4% French State Railways 1921 "A"	Fr. fr. 75,000.—	10,551.80	9,978.50	573.30

The total of *cash at banks* was 284,747.35 francs on December 31st, 1935, as against 276,163.21 francs at the same date in the previous year. There was therefore an increase of 8,584.14 francs as shown below:

	Swiss francs
Receipts for the year 1935	63,779.90
Expenditure for the year 1935	55,195.76
	<hr/>
Amount by which receipts exceeded expenditure.	8,584.14
	<hr/>

The total of receipts is made up as follows:

Contributions in respect of the financial year 1935:			
		Swiss francs	Swiss francs
Provident Fund.		44,190.35	
Death and Invalidity Fund		2,563.50	
		<hr/>	
			46,753.85
Income from investments			7,047.55
Value of investments realised			9,978.50
			<hr/>
			63,779.90
			<hr/>

The total of expenditure is made up as follows:

Investments	24,620.90
Sums paid to members leaving the service	28,989.03
Advances in respect of insurance premiums	1,189.50
Miscellaneous expenditure in connection with the purchase of securities, etc.	396.33
	<hr/>
	55,195.76
	<hr/>

The *Interest Account* had a balance on December 31st, 1934, of 11,819.65
It was increased in 1935 by 6,831.22

There was thus a balance on December 31st, 1935, of 18,650.87

The sum of 6,831.22 francs shown above was made up as follows:

	Swiss francs
Income from investments	7,227.55
<i>Less:</i>	
Expenditure in connection with investments	396.33
Balance	<u>6,831.22</u>

The assets of the balance-sheet of the Fund at December 31st, 1935, contain a heading "*Losses on the sale of securities*".

The amount of this item is 36,212.94 francs, made up as follows:

	Swiss francs
Amount at December 31st, 1934	35,639.64
<i>Plus:</i>	
Losses on sales of securities	573.30
	<u>36,212.94</u>

It should be noted that, under the final paragraph of Article 1 of the Statutes of the Provident Fund, the League of Nations guarantees all payments due under the Statutes of the Fund. It would appear therefore that the League is responsible for the losses above indicated.

April 27th, 1936.

(Signed) A. CERESA,
Auditor.

Part
**ACCOUNTS OF THE
 FOR THE FINAN-
 AND REPORT THEREON**

STATEMENT OF ASSETS AND

LIABILITIES.		Swiss francs	Swiss francs
Depreciation Account:			
Balance as per last account		702,485.77	
Add Depreciation for the year		<u>239,038.43</u>	
			941,524.20
SURPLUS OF ASSETS OVER LIABILITIES			<u>2,294,350.57</u>
			<u><u>3,235,874.77</u></u>

ACCOUNTS FOR THE

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Receipts.</i>			
Balances as at January 1st, 1935	628,108.05	10,413.55	638,521.60
Budgetary vote for 1935	200,000.—		200,000.—
Payment from the budgetary vote in respect of exploitation expenses		67,580.70	67,580.70
Radio-telegraphic charges	25.—	323,905.30	} 360,164.25
Broadcasting receipts		<u>36,233.95</u>	
	<u>828,133.05</u>	<u>438,133.50</u>	<u>1,266,266.55</u>

XIII.

WIRELESS STATION

FINANCIAL YEAR 1935

BY M. A. CERESA (Auditor)

LIABILITIES AS AT DECEMBER 31ST, 1935.

	ASSETS.	
	Swiss francs	Swiss francs
Installations:		
Prangins	1,650,259.40	
Colovrex	618,024.—	
Operating Office at Geneva	31,817.—	
Studio in League of Nations building	27,459.—	
	<hr/>	
Additional installation	2,327,559.40	
	48,195.35	
	<hr/>	2,375,754.75
Reserve Material		39,190.50
Société Radio-Suisse:		
Trading account	111,973.94	
Less Additional installation expenses	1,468.90	
Less Reserve material purchased	35,217.94	
	<hr/>	
	36,686.84	
	<hr/>	75,287.10
Cash at Bank		745,642.42
		<hr/>
		3,235,874.77
		<hr/> <hr/>

May 8th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

FINANCIAL YEAR 1935.

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Expenditure.</i>			
Fire insurance and sundry expenses	1,908.68		
Safe custody charges	18.40		
Payment to Radio-Suisse in respect of exploitation expenses	67,580.70		
Additional installation	12,982.85		82,490.63
Operation and administrative expenses		320,022.15	
Broadcasting charges		6,137.41	
Additional installation		1,468.90	
Purchase of reserve material		35,217.94	362,846.40
Balances at December 31st, 1935	745,642.42	75,287.10	820,929.52
	<hr/>	<hr/>	<hr/>
	828,133.05	438,133.50	1,266,266.55
	<hr/>	<hr/>	<hr/>

May 8th, 1936.

(Signed) P. G. WATTERSON,
Chief Accountant.

ACCOUNTS OF THE WIRELESS STATION FOR THE FINANCIAL
YEAR 1935

REPORT BY M. A. CERESA (*Auditor*).

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PREAMBLE.

Radio-Nations, the League Wireless Station just outside Geneva, consists of:

- (1) A transmitting station in the neighbourhood of Prangins (near Nyon);
- (2) A receiving station in the neighbourhood of Colovrex (near Geneva), equipped with two high-speed long-wave telegraphic receivers and two high-speed short-wave telegraphic receivers;
- (3) Offices at Geneva;
- (4) An auxiliary centre at the Secretariat of the League, for use in times of emergency, in direct communication by wire with the Geneva Central Telegraphic Office.

In ordinary times, the Station is managed by Radio-Suisse—a limited liability company with its head office at Berne—in accordance with the arrangement made by the Convention concluded on May 21st, 1930, between the Secretary-General of the League and the aforesaid company.

The results of the audit of the Wireless Station accounts for the financial year 1935 are given below.

RECEIPTS AND PAYMENTS ACCOUNT.

Radio-Nations Cash Account.

It should be observed that, in anticipation of special commercial and industrial requirements of the Wireless Station, a credit of 200,000 francs was voted in the League budget for each of the financial years 1931-1934, to constitute the nucleus of a fund for the maintenance and operation expenses of the Station, separate from the ordinary budget accounts, but supervised and audited in the same way.

In accordance with the rules laid down for the administration of this fund, the unexpended balance at the end of each year has been carried over to the following year, subject to a later decision as to the use to which it should be put.

	Swiss francs
At December 31st, 1934, this balance amounted to	628,108.05
A further credit of	200,000.00
was voted in the budget for the financial year 1935, making a total of	828,108.05
To this sum was added, during the same financial year, on account of sundry receipts	6.60
	828,114.65

The expenditure effected during the same financial year was as follows:

	Swiss francs
Advance to Radio-Suisse (see below)	67,580.70
Fire insurance, petty expenses and sundries	1,908.68
Additional installation	12,982.85
	82,472.23
Balance	745,642.42

Current Account between Radio-Suisse and Radio-Nations.

As a general rule, the receipts and expenses connected with the operation of the Station are respectively credited and debited to the Radio-Nations *current account* with Radio-Suisse, which operates the Station, and to which the Secretary-General is empowered to advance funds during the financial year when income is not sufficient to meet expenditure.

	Swiss francs
At December 31st, 1934, this account showed a balance to the credit of Radio-Nations of	10,413.55
In 1935, as already stated, Radio-Nations made an advance to Radio-Suisse of	+ 67,580.70
	<hr/>
	77,994.25

Otherwise payments into and out of the account during the year under consideration were as follows:

	Swiss francs
Receipts	360,139.25
Expenditure	362,846.40
	<hr/>
Surplus of expenditure over receipts	— 2,707.15

so that at December 31st, 1935, the balance to the credit of Radio-Nations was. 75,287.10

These figures are analysed in the next chapter, dealing with the " Trading Account ".

TRADING ACCOUNT.

I. *Receipts.*

The income accruing to Radio-Nations for 1935 totals 360,139.25 Swiss francs, distributed as follows, the differences as compared with the previous financial year being also shown:

	1935 Swiss francs	1934 Swiss francs	Difference for 1935 Swiss francs
Transit charges	310,149.29	283,701.19	+ 26,448.10
Terminal charges	9,521.75	7,912.05	+ 1,609.70
Broadcasting	36,233.95	26,025.75	+ 10,208.20
Delivery of <i>communiqués</i> : special service	1,219.00	1,200.00	+ 19.00
Sums received on account of rebates on official League telegrams	3,015.26	6,003.42	— 2,988.16
	<hr/>	<hr/>	<hr/>
	360,139.25	324,842.41	+ 35,296.84

It will be seen that there was a distinct increase in receipts. The decrease in the last item of the above table is explained by the fact that official *communiqués* to some extent took the place of official telegrams.

The totals in respect of transit charges and terminal charges are made up as follows:

	1935 Swiss francs	1934 Swiss francs	Difference for 1935 Swiss francs	Difference as percentage of 1934
Official wireless messages.	75,000.00	70,382.00	+ 4,618.00	+ 6.56
Private wireless messages:				
Press	39,600.00	9,976.00	+ 29,624.00	+ 296.95
Commercial.	226,700.00	211,255.00	+ 15,445.00	+ 7.30
	<hr/>	<hr/>	<hr/>	<hr/>
	341,300.00	291,613.00	+ 49,687.00	+ 17.04

The most marked increase is that in respect of wireless messages sent by the Press, but there is also an increase in the other items, particularly in respect of commercial messages.

A part of the sums due in respect of wireless messages was still outstanding at December 31st, 1935. It amounted to 177,117.30 francs (57% of the total) as against 189,920.61 francs

(65.13%) at the same date in the previous financial year. The sum of 177,117.30 francs was due from the telegraph departments and companies of the following countries:

	Swiss francs	Quarter 1935
Argentine (Buenos Aires)	100,574.16	II, III and IV
Bolivia (La Paz)	13,766.77	I and II
Brazil (Rio de Janeiro)	4,293.43	IV
China (Shanghai)	28,491.23	III and IV
Japan (Tokio)	29,991.71	IV
	<u>177,117.30</u>	

In the period January 1st-April 30th, 1936, a sum of 43,274 francs was received, so that the balance still outstanding was reduced to 133,843.30 francs. This sum was made up as follows:

	Swiss francs
Argentine	100,574.16
Bolivia	13,766.77
Brazil	4,293.43
China	15,208.94
	<u>133,843.30</u>

It will be seen that nothing was done to reduce the debts of the Argentine, Bolivia and Brazil respectively during the said period.

It should be noted that at the above date Bolivia still owed 8,533.51 francs on account of the 1934 financial year, her total debt being thus brought up to 22,300.28 francs. Action with a view to the settlement of this debt has been taken by the Radio-Suisse Company, to which sums are also owing from Bolivia, but hitherto without result.

The debts of Brazil and China relate to the last quarter of 1935.

At December 31st, 1935, the total amount outstanding in respect of charges for wireless messages was 6,436.90 francs. The only sum still owing at April 30th, 1936, was 330 francs due from the Argentine.

2. *Expenditure.*

It should be remembered that, for the Wireless Station's first year of actual operation, percentages for the allocation of the common expenses were agreed upon, provisionally and as an experiment, between the League of Nations and Radio-Suisse.¹

These percentages have not varied.

The share of the operating expenses charged by Radio-Suisse to Radio-Nations on current account amounts to 320,022.15 Swiss francs. It is made up as follows:

	Swiss francs
Operation expenses (excluding administrative expenses) . . .	254,610.70
Premium due to Radio-Suisse on the total receipts	36,596.75
Sum due to Radio-Suisse in repayment of administrative expenses	<u>28,814.70</u>
Total	<u>320,022.15</u>

As regards the above-mentioned premium, it should be remembered that, in virtue of Article 16, point 3, of the Convention signed on June 30th, 1930, by the Secretary-General of the League of Nations and Radio-Suisse, "on the revenue derived from the transit charges due to the Station in respect of communications, whether official or non-official, Radio-Suisse shall be allowed a premium by way of interest in the development of the traffic".

As regards the amount of this premium, the same clause of the Convention states that it shall be calculated on the gross revenue at the rate of 10% up to a sum equal to the expenses shown in the trading account. On the surplus, the rate may rise to 20, 30 or 50%, according to the cases provided for in the said clause.

The total receipts on which the premium was due amounted to 341,464.83 francs. This sum was made up as follows:

	Swiss francs
Transit charges	310,149.29
Delivery of <i>communiqués</i> : special service	1,219.—
	<u>311,368.29</u>
	Swiss francs
Wireless messages	36,233.95
Less: Cost of messages	<u>6,137.41</u>
	30,096.54
Total	<u>341,464.83</u>

¹ Cf. Report on the Wireless Station Accounts for the Financial Year 1932 (document A.32.1933.X, page 4).

The amount of the expenditure to be taken into account for the calculation of the premium rate has been determined as follows:

	Swiss francs
Operation expenses charged by Radio-Suisse to Radio-Nations (not including administrative expenses and premium)	254,610.70
Material taken from reserve ¹	33,536.64
	<hr/>
	288,147.34
Sum due to Radio-Suisse under Article 14 of the above- mentioned Convention for general administrative expenses (10% of the above sum of 288,147.34 francs)	28,814.70
	<hr/>
Total	316,962.04

This last sum marked the limit up to which the premium due to Radio-Suisse in respect of receipts was reckoned at the rate of 10%, subject to the application of higher rates on the surplus.

As we have already seen, the amount of the receipts to be taken as a basis in calculating the premium is 341,464.83 francs. This amount therefore exceeds the above-mentioned limit by 24,502.79 francs; the premium has accordingly been computed as follows:

	Swiss francs
at 10 % on 316,962.04 francs	31,696.20
at 20 % on the balance of 24,502.79	4,900.55
	<hr/>
Total	36,596.75

As stated above, the amount of the administrative expenses charged by Radio-Suisse to Radio-Nations has been found to amount to 320,022.15

including the administrative expenses and the premium mentioned above.

To this figure must, however, be added the following sums:

Material taken from reserve	33,536.64
Cost of wireless telephone messages	6,137.41
Sundry expenses (fire insurance, petty cash and sundry) charged against the Station Maintenance and Operation Fund	1,908.68
	<hr/>

We thus reach a total for operating expenses of 361,604.88

as against a total of 381,589.07 francs in 1934.

The following table shows the figures for the chief items in the operating expenses incurred in 1935, as compared with those of the previous financial year:

	1935 Swiss francs	1934 Swiss francs	Difference for 1935 Swiss francs	Percentage
Staff	170,495.80	160,626.65	+ 9,869.15	+ 6.1
Material used	41,208.59	63,884.80	— 22,676.21	— 35.5
Electric power	37,294.70	46,507.85	— 9,213.15	— 19.8
Administrative expenses	28,814.70	31,541.60	— 2,726.90	— 8.6
Premium to Radio-Suisse on operating receipts	36,596.75	30,696.90	+ 5,899.85	+ 19.3

Expenditure on staff, which shows a slight increase of 6%, represents 47.14% of the total operating expenses as against 42.09% in 1934, and 47.34% of the total receipts as against 49.44% in 1934.

The sums paid to Radio-Suisse in 1935 in respect of administrative expenses and premium on the receipts amounted together to 65,411.45 francs, or 18.16% of the total trading receipts as against 19.16% in 1934.

¹ In regard to this item, attention should be drawn to the following facts:

	Swiss francs
At the end of the financial year 1934, the "reserve material" account showed a balance of	37,318.10
During the financial year 1935, purchases of valves and other material amounted to a total of	35,217.94
	<hr/>
Total	72,536.04
Material was taken from this reserve, however, to the amount of	33,536.64
	<hr/>

To this sum should be added, on account of the adjustment of the value of the valves 38,999.40
191.10

The result is the total of 39,190.50
shown above as representing the value of the stock at December 31st, 1935.

3. *Excess of Expenses over Trading Receipts.*

	Swiss francs
The total receipts were	360,139.25 ¹
The total expenses were	<u>361,604.88 ²</u>
so that the expenses exceeded the receipts by	1,465.63
as against an excess of 56,746.66 francs in 1934.	

The figures for the years completed since the foundation of Radio-Nations may be summarised as follows:

	Swiss francs
1932	26,694.80 surplus of receipts over expenditure.
1933	— 11,944.09 deficit.
1934	— 56,746.66 deficit.
1935	<u>— 1,465.63 deficit.</u>
Total deficit after allowing for the 1932 surplus.	<u>43,461.58</u>

BALANCE-SHEET AT DECEMBER 31ST, 1934.

The first item on the assets side consists of the cost of the installations of the Wireless Station. The initial sum expended on this account was 2,327,559.40 Swiss francs.

Since then, certain improvements have had to be made and additional material purchased to complete or increase the station's efficiency. They represent a total amount of 48,195.35 Swiss francs, which has been added, as additional installations, to the above-mentioned sum of 2,327,559.40 francs, so that at December 31st, 1935, the total cost of the installations amounted to 2,375,754.75 Swiss francs.

Against that sum must be set the amount of 941,524.20 Swiss francs entered on the liabilities side under the heading "Depreciation Account". This account has been created in order to provide for the gradual depreciation of the installations.

The sum of 941,524.20 francs shown above is made up as follows:

Depreciation for the financial year:		Swiss francs
1932		232,755.94
1933		232,755.94
1934		236,973.89
1935		<u>239,038.43</u>
Total		<u>941,524.20</u>

The depreciation for 1935 has been calculated as follows:

At the rate of 10% of the original value of the installations as in previous years, making a sum of	Swiss francs 232,755.94
At the rate of one-eighth of the value of the additional installations effected in 1934, having regard to the period of eight years in which their amortisation must be completed, making a sum of	4,217.95
At the rate of one-seventh of the value (14,451.71 francs) of the additional installations effected in 1935.	<u>2,064.54</u>
	<u>239,038.43</u>

The position shown in the balance-sheet at December 31st, 1935, may be summarised as follows:

	Swiss francs
Assets	3,235,874.77
Liabilities	<u>941,524.20</u>
Surplus of assets over liabilities	<u>2,294,350.57</u>

This surplus is made up as follows:

Cost of the installations	2,375,754.75
Less:	
Depreciation account	<u>941,524.20</u>
	1,434,230.55
Reserve material (stock at December 31st, 1935)	39,190.50
Balance of the Radio-Suisse current account	75,287.10
Balance at the Bank	<u>745,642.42</u>
Total	<u>2,294,350.57</u>

¹ For details, see No. 1 of the present report.

² This figure is taken from No. 2 of the present report.

As compared with the figure of 2,334,656.93 Swiss francs shown by the balance-sheet at December 31st of the preceding year, the above figure represents a decrease of 40,306.36 francs, due more particularly to the allocation of the sum of 239,038.43 francs to the depreciation account, whereas assets have increased as follows:

By 14,451.75 francs, in respect of additional installations (the cost having been borne as to 12,982.85 francs by Radio-Nations and as to 1,468.90 francs by Radio-Suisse);

By 1,872.40 francs for reserve material;

By 64,873.55 francs in the credit balance of the current account between Radio-Suisse and Radio-Nations;

By 117,534.37 francs in the balance at the bank.

CONCLUSION.

In 1935, the receipts exceeded those of the previous financial year by 35,296.84 francs. The increase was therefore 10.86%.

The decrease in expenditure amounted to 19,984.19 francs, or 5.23%.

Through the increase in receipts and the decrease in expenditure, a virtual balance was reached in 1935, whereas in the previous year the operation account showed a distinct deficit.

* * *

The check kept upon the management of the station is of two kinds: a technical and administrative check by the Communications and Transit Section, a check upon finance and accounts by the Treasury.

The supervision by the Treasury is effected at Geneva on the basis of the returns and other documents relating to receipts and expenditure, periodically transmitted to the League of Nations by Radio-Suisse in accordance with the regulations applicable to the accountancy of Radio-Nations.

As in former years, these documents have been regularly supplied.

Two careful and thorough audits have been made at Berne at the Head Offices of Radio-Suisse.

The official appointed by the Treasury to carry out these audits found the books of Radio-Suisse in perfect order and kept in such a way that he had no difficulty in verifying the complete agreement of their results, in as far as Radio-Nations was concerned, with those of the original documents and vouchers periodically transmitted to Geneva.

At the same time, he made a careful check of the reserve material, of which he has supplied a detailed list.

This official's reports convey the impression that the management of the League of Nations broadcasting station is being conducted satisfactorily.

May 9th, 1936.

(Signed) A. CERESA,
Auditor.

[Communicated to the Assembly,
the Council and the Members of
the League.]

Official No. : **A. 3.** 1937. X.

Geneva, May 25th, 1937.

LEAGUE OF NATIONS

3

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

EIGHTEENTH FINANCIAL PERIOD

(1936)

AND REPORTS THEREON BY M. A. CERESA, AUDITOR

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION OF THE LEAGUE
1937. X. 1.

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Part I.

MAIN ACCOUNTS

- I. GENERAL STATEMENT BY THE SECRETARY-GENERAL OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1936.
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 - III. MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.
 - IV. GUARANTEE FUND.
 - V. RESERVE FUND.
 - VI. GENERAL BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - VII. GENERAL CASH ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
-

I. — GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND

LIABILITIES.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Working Capital Fund	—	—	5,287,140.86	5,287,140.86
Guarantee Fund	—	—	2,119,373.11	2,119,373.11
Reserve Fund	—	—	5,627,181.25	5,627,181.25
Depreciation Reserve:				
Property in Geneva	—	942,778.71	—	942,778.71
Wireless Station	—	—	1,185,655.01	1,185,655.01
Library (Books)	46,137.61	665,835.28	1,415,124.63	2,127,097.52
Library (Shelving)	—	—	167,306.92	167,306.92
Library Endowment Fund: Depreciation Reserve Fund	—	—	80,097.26	80,097.26
Extra-budgetary and Suspense Accounts (<i>per contra</i>)	102,120.76	624,656.65	4,111,871.89	4,838,649.30
States Members: Arrears of Contributions	230,614.21	692,975.08	1,881,961.16	2,805,550.45
States Members: Arrears of Contributions payable to Reserve Fund	—	—	7,785,476.94	7,785,476.94
States non-Members: Arrears of Contributions	—	160,886.14	—	160,886.14
Balance being Excess of Assets over Liabilities as at December 31st, 1936.	438,141.51	3,653,333.19	49,039,914.44	53,131,389.14
	817,014.09	6,740,465.05	78,701,103.47	86,258,582.61

LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31st, 1936.

ASSETS.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Property in Geneva	—	3,872,635.03	4,782,056.—	8,654,691.03
Secretariat and Assembly Hall : Building Fund Account : Amount expended to date	—	—	27,272,620.55	27,272,620.55
Library: Building Fund Account : Amount expended to date	—	—	4,267,434.80	4,267,434.80
Wireless Station: Total cost of the station	—	—	2,406,309.—	2,406,309.—
Library Endowment Fund: Amount expended to date	—	—	318,513.20	318,513.20
Furniture, Fittings, Typewriters, etc. Library (Books)	2.— 46,137.61	2.— 665,835.28	1.— 1,415,124.63	5.— 2,127,097.52
Library (Shelving)	—	—	167,306.92	167,306.92
States Members: Arrears of Contri- butions as per Details annexed (pages 12-14)	230,614.21	692,975.08	9,667,438.10	10,591,027.39
States non-Members: Arrears of Contributions	—	160,886.14	—	160,886.14
Extra-budgetary and Suspense Ac- counts	102,120.76	624,656.65	4,111,871.89	4,838,649.30
Working Capital Fund: Recoverable Advances	—	—	231,289.46	231,289.46
Stock of Stationery and Paper	—	11,123.78	—	11,123.78
Cash in Hand and at Banks, includ- ing cash advances:				
Secretariat and Assembly Hall : Building Fund Account	—	—	911,466.96	911,466.96
New Buildings: Furnishing Account	—	—	898,070.91	898,070.91
Library: Building Fund Account	—	—	1,305,950.59	1,305,950.59
Library Endowment Fund, including investments	—	—	1,431,809.98	1,431,809.98
Working Capital Fund	—	—	5,055,851.40	5,055,851.40
Guarantee Fund	—	—	2,119,373.11	2,119,373.11
Reserve Fund	—	—	5,627,181.25	5,627,181.25
Balance Cash Surplus in respect of the Seventeenth Financial Period	—	—	2,062,479.70	2,062,479.70
Special Contributions Account set up under the terms of the 1936 Assembly resolution	105,013.73	297,855.18	854,502.78	1,257,371.69
Cash Surplus in respect of the Eigh- teenth Financial Period :	333,125.78	414,495.91	3,794,451.24	4,542,072.93
	817,014.09	6,740,465.05	78,701,103.47	86,258,582.61

March 9th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

LEAGUE

II. — WORKING CAPITAL STATEMENT

Gold francs as adopted by the
League of Nations.

Working Capital authorised by Vote of Assembly:

In respect of Second Financial Period	1,725,000.—	
<i>Less</i> allocation in contributions written off	58,172.74	
	<hr/>	1,666,827.26
In respect of Third Financial Period	1,890,000.—	
<i>Less</i> allocation in contributions written off	101,652.30	
	<hr/>	1,788,347.70
In respect of Fifth Financial Period	500,000.—	
<i>Less</i> allocation in contributions written off	35,548.56	
	<hr/>	464,451.44
In respect of Sixth Financial Period	442,500.—	
<i>Less</i> allocation in contributions written off	32,047.82	
	<hr/>	410,452.18
In respect of Seventh Financial Period	50,000.—	
<i>Less</i> allocation in contributions written off	3,017.86	
	<hr/>	46,982.14
		<hr/>
		4,377,060.72

Working Capital received:

In respect of Second Financial Period	1,666,827.26	
In respect of Third Financial Period	1,788,347.70	
In respect of Fifth Financial Period	464,451.44	
In respect of Sixth Financial Period	410,452.18	
In respect of Seventh Financial Period	46,982.14	
	<hr/>	4,377,060.72
Voluntary contributions		306,224.67
Interest earned to date on unemployed Working Capital Fund		1,167,772.31
		<hr/>
		5,851,057.70
<i>Less</i> refund to Brazil, Costa Rica, Germany and Japan.		563,916.84
		<hr/>
		5,287,140.86

OF NATIONS

AS AT DECEMBER 31ST, 1936.

Gold francs as adopted by the
League of Nations.

Statement showing how Amount shown as Working Capital
is made up:

Cash at banks. 5,055,851.40

Advances:

1. High Commissioner at Danzig	51,932.66	
2. Problem raised by the Request submitted by the Liberian Government for Assistance: Expenses of the Mission sent to the Kroo Region	9,900.95	
3. Dispute between Bolivia and Paraguay: Total expen- diture of the Chaco Commission 307,894.54 Less: Amount refunded by Bolivia. 153,947.27	<u>153,947.27</u>	
4. Mission of observers sent to Sanjak of Alexandretta	15,508.58	
		<u>231,289.46</u>

5,287,140.86

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.

I. *High Commissioner at Danzig.*

On October 26th, 1933, the Council adopted the following resolution:

“

“ 2. Mr. Sean Lester is appointed High Commissioner of the League of Nations at Danzig for a period of three years, as from January 15th, 1934. The question whether his term of office should be renewed will be examined by the Council a year before the expiry of the period of three years.

“ The Council requests the Secretary-General to authorise M. Rosting to act as High Commissioner until the date on which the new High Commissioner enters upon his duties.

“

“ 4. The funds appropriated for the maintenance of this post shall, as in the past, be advanced to the High Commissioner by the Treasury of the League of Nations. The High Commissioner shall submit a monthly report to the Treasury on the use made of these funds, which shall, so far as possible, be employed in accordance with the general rules applied by the League in such matters. Advances thus made to the High Commissioner shall be repaid in equal parts by the Governments of Danzig and of Poland, in accordance with the Agreement concluded on that question. The accounts of the High Commissioner shall be audited every six months by the Treasury of the League of Nations.”

(77th Session, Minute 3361.)

2. *Problem raised by the Request submitted by the Liberian Government for Assistance: Mission sent to the Kroo Region.*

On May 21st, 1932, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to make advances from the Working Capital Fund, as required and up to a maximum of 25,000 francs, to cover the expenses of the mission to be sent to the Kroo region to pacify the Kroo tribes, provided that he is informed by the Liberian Government of its willingness to reimburse these expenses if and when the necessary funds are available and can be released for the purpose by the competent authorities.”

(67th Session, Minute 3097.)

3. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

“ It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

“ It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved.”

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council's decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council’s decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 342I.)

The share of the Bolivian Government in the cost of the Chaco Commission amounted to 153,947.27 gold francs. It was understood that this sum of 153,947.27 gold francs would be paid in three equal instalments; the first was paid in November 1935, the second was payable in January 1936 and the third in April 1936 (see document A.73.1935, page 2). The two instalments due in 1936 have been paid by the Government of Bolivia.

4. *Question of Alexandretta and Antioch.*

On December 16th, 1936, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, under Rule 33 of the Financial Regulations, to draw if necessary on the Working Capital Fund, up to a maximum of 75,000 Swiss francs, for the sums necessary to cover the expenditure involved by the execution of the present resolution, it being understood that France shall defray this expenditure.”

(95th Session, Minute 3837.)

IV. GUARANTEE FUND.

STATEMENT SET UP IN ACCORDANCE WITH THE TERMS OF ARTICLE 33a (PARAGRAPH 5) OF THE FINANCIAL REGULATIONS.

	Gold francs
Balance as at December 31st, 1935	1,000,000.—
Allocation from cash surplus for the seventeenth Financial Period (1935)	1,200,000.—
	<u>2,200,000.—</u>
<i>Less:</i>	
Advances to the Permanent Court of International Justice .	80,626.89
	<u>2,119,373.11</u>
March 9th, 1937.	

(Signed) P. G. WATTERSON,
Chief Accountant.

V. RESERVE FUND.

STATEMENT SET UP IN ACCORDANCE WITH THE TERMS OF ARTICLE 33b (PARAGRAPH 4) OF THE FINANCIAL REGULATIONS.

	Gold francs
Balance as at December 31st, 1935	905,009.21
Allocation from cash surplus for the seventeenth Financial Period (1935)	4,500,000.—
Allocation from arrears of contributions received during 1936	260,327.65
	<u>5,665,336.86</u>
<i>Carried forward</i>	

	Gold francs
<i>Brought forward</i>	5,665,336.86
<i>Less:</i>	
Exchange difference on arrears of contributions accepted in Swiss francs subsequent to date of devaluation of that currency	38,155.61
	5,627,181.25
March 9th, 1937.	
<i>(Signed)</i> P. G. WATTERSON,	
	<i>Chief Accountant.</i>

VI. — GENERAL BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD,
ENDING DECEMBER 31ST, 1936.

INCOME. — (In gold francs as adopted by the League of Nations.)

	Budgetary allotment	Received	Receivable
Secretariat	14,591,635.—	13,388,402.96	1,054,746.07
International Labour Organisation	6,699,450.—	6,147,010.54	484,265.22
Permanent Court of International Justice	2,321,200.—	2,129,793.06	167,786.20
Permanent Central Opium Board	119,463.—	109,612.05	8,635.30
Nansen International Office for Refugees	270,000.—	247,735.75	19,516.75
Buildings at Geneva	2,334,000.—	2,141,537.35	168,711.55
Pensions	1,544,153.—	1,416,821.55	111,618.—
Settlement of the Assyrians of Iraq	400,000.—	367,015.85	28,913.75
	28,279,901.—	25,947,929.11	2,044,192.84 ¹

EXPENDITURE. — (In Swiss francs.)

	Budgetary allotment	Expended	Difference between budgetary allotment and actual expenditure
Secretariat	14,591,635.—	11,137,047.96	3,454,587.04
International Labour Organisation	6,699,450.—	6,410,617.52	288,832.48
Permanent Court of International Justice	2,321,200.—	1,940,299.63	380,900.37
Permanent Central Opium Board	119,463.—	109,400.20	10,062.80
Nansen International Office for Refugees	270,000.—	270,000.—	—
Buildings at Geneva	2,334,000.—	2,328,983.05	5,016.95
Pensions	1,544,153.—	1,481,238.90	62,914.10
Settlement of the Assyrians of Iraq	400,000.—	260,930.55	139,069.45
	28,279,901.—	23,938,517.81	4,341,383.19

¹ After deducting the sums of 280,584.80 gold francs and 7,194.25 gold francs, being cancelled contributions and contributions consolidated.

VII. — GENERAL CASH ACCOUNT IN RESPECT OF THE EIGHTEENTH FINANCIAL PERIOD, ENDING DECEMBER 31ST, 1936.

RECEIPTS. — (In Swiss francs.)

	Secretariat	International Labour Organisation	Permanent Court of International Justice	Total
To <i>Contributions from Member States:</i>				
Arrears	1,690,641.72	733,278.16	214,182.47	2,638,102.35
Consolidated Contributions . . .	268,752.44	15,940.72	4,794.92	289,488.08
Eighteenth Financial Period . .	19,170,366.75	6,668,530.70	2,310,487.89	28,149,385.34
To <i>Contributions from States Non-Members</i>	—	3,061,150.17	—	3,061,150.17
To <i>Appropriations-in-aid:</i>				
Sundry Receipts	283,860.—	139,291.98	30,764.65	453,916.63
Special Grants	507,159.65	—	—	507,159.65
Buildings at Geneva	264,943.70	—	—	264,943.70
Settlement of the Assyrians of Iraq	744,847.50	—	—	744,847.50
Profit on Investments realised .	1,311,847.86	—	—	1,311,847.86
To <i>Guarantee Fund</i>	—	—	101,061.80	101,061.08
	<u>24,242,419.62</u>	<u>10,618,191.73</u>	<u>2,661,291.73</u>	<u>37,521,903.08</u>

PAYMENTS. — (In Swiss francs.)

	Secretariat	International Labour Organisation	Permanent Court of International Justice	Total
By <i>Budgetary Expenses: Chapters of the Budget</i>	11,928,067.61	9,611,059.67	2,041,843.88	23,580,971.16
By <i>Permanent Central Opium Board</i> .	109,400.20	—	—	109,400.20
By <i>Nansen International Office for Refugees</i>	270,000.—	—	—	270,000.—
By <i>Buildings at Geneva</i>	2,593,926.75	—	—	2,593,926.75
By <i>Pensions</i>	1,481,238.90	—	—	1,481,238.90
By <i>Settlement of the Assyrians of Iraq</i>	1,005,778.05	—	—	1,005,778.05
By <i>Reserve Fund</i>	281,251.01	—	—	281,251.01
By <i>Cash Balance:</i>				
Special Contributions account set up under the terms of the 1936 Assembly resolution	1,208,108.15	421,111.87	148,469.90	1,777,689.92
<i>Cash Surplus for the Eighteenth Financial Period.</i>	5,364,648.95	586,020.19	470,977.95	6,421,647.09
	<u>24,242,419.62</u>	<u>10,618,191.73</u>	<u>2,661,291.73</u>	<u>37,521,903.08</u>

March 9th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

Annex to the General Statement.

A. STATEMENT OF CONTRIBUTIONS DUE AND UNPAID AS AT DECEMBER 31ST, 1936.

<i>Compounded Arrears Account:</i>	Gold francs
Nicaragua (1920-1922)	48,061.45
Paraguay (1920-1922)	15,370.80
Salvador (1920-1922)	6,087.62
	69,519.87
<i>Fifth Financial Period (1923):</i>	
Nicaragua	26,666.85
<i>Sixth Financial Period (1924):</i>	
Nicaragua	22,699.45
<i>Seventh Financial Period (1925):</i>	
Nicaragua	24,179.83
<i>Eighth Financial Period (1926):</i>	
Nicaragua	24,472.39
<i>Ninth Financial Period (1927):</i>	
Nicaragua	24,150.09
Paraguay	17,593.24
	41,743.33
<i>Tenth Financial Period (1928):</i>	
Nicaragua	24,811.11
<i>Eleventh Financial Period (1929):</i>	
Nicaragua	26,303.94
Paraguay	21,203.37
	47,507.31
<i>Twelfth Financial Period (1930):</i>	
Nicaragua	9,553.32
Paraguay	27,553.28
Salvador	5,551.07
	42,657.67
<i>Thirteenth Financial Period (1931):</i>	
Guatemala	19,985.96
Nicaragua	12,886.51
Paraguay	30,641.60
	63,514.07
<i>Fourteenth Financial Period (1932):</i>	
Guatemala	32,994.97
Nicaragua	8,380.50
Paraguay	32,941.19
	74,316.66
<i>Fifteenth Financial Period (1933):</i>	
Guatemala	33,016.43
Paraguay	33,016.43
Salvador	10,209.58
	76,242.44
<i>Sixteenth Financial Period (1934):</i>	
Guatemala	30,432.20
Nicaragua	26,855.81
Paraguay	30,432.20
Salvador	3,062.40
	90,782.61
<i>Carried forward</i>	629,113.59

	Gold francs	
<i>Brought forward</i>		629,113.59
<i>Seventeenth Financial Period (1935):</i>		
Dominican Republic	13,717.28	
Ethiopia	14,041.97	
Guatemala	30,294.65	
Nicaragua	25,713.75	
Paraguay	30,294.65	
Salvador	256.10	
	<hr/>	114,318.40
<i>Eighteenth Financial Period (1936):</i>		
Afghanistan	2,105.74	
Albania	28,695.90	
Bolivia	57,554.15	
Cuba	78,151.55	
Dominican Republic	28,777.10	
Ecuador	28,777.10	
Ethiopia	57,554.15	
Greece	100,720.55	
Guatemala	28,777.10	
Haiti	8,422.87	
Mexico	109,497.21	
Nicaragua	28,777.10	
Panama	28,777.10	
Paraguay	28,777.10	
Poland	579,085.17	
Roumania	48,787.52	
Salvador	28,777.10	
Spain	575,829.33	
Uruguay	62,468.50	
Yugoslavia	133,880.50	
	<hr/>	2,044,192.84
TOTAL A		<hr/> <u>2,787,624.83</u>

B. STATEMENT OF CONTRIBUTIONS CONSOLIDATED AND PAYABLE OVER A PERIOD
OF FROM TEN TO FORTY-FIVE YEARS.

	Gold francs
<i>Consolidated Contributions:</i>	
Bolivia (1929-1933 and 1935)	167,246.77
Bulgaria (1933-1935)	187,486.55
China (1922-1930)	5,566,445.98
Cuba (1930-1934)	305,389.52
Honduras (1920-1934)	85,822.—
Hungary (1932-1935)	316,697.22
Liberia (1932-1936)	31,453.—
Peru (1929-1934)	954,519.64
Uruguay (1930-1934)	188,341.88
	<hr/>
TOTAL B	7,803,402.56

Summary.

Statement A	2,787,624.83
Statement B	7,803,402.56
	<hr/>
GENERAL TOTAL	10,591,027.39

STATEMENT OF CONTRIBUTIONS RECEIVED FROM JANUARY 1ST, 1937, TO
MARCH 31ST, 1937.

	Gold francs
Afghanistan (1936)	2,105.74
Bolivia (1936)	57,554.15
Cuba (1936)	17,682.66
Haiti (1936)	8,422.87
Hungary (1932-1935)	8,797.17
Poland (1936)	579,085.17
Roumania (1936)	48,787.52
Spain (1936)	407,287.85
Uruguay (1936)	33,691.45
Yougoslavia (1936)	53,888.21
Total	<u>1,217,302.79</u>

Part II.

SECRETARIAT

- I. BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31st, 1936.
 - III. CASH ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - IV. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.
 - V. UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY AND SUSPENSE ACCOUNTS: MEMORANDUM BY THE SECRETARY-GENERAL.
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I. — BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD
ENDED DECEMBER 31ST, 1936.

A. GENERAL SUMMARY. (In Swiss francs.)

Part I. — Secretariat.

	Allotted	Expended
Chapter I.		
<i>Assembly, Council, Conferences and Committees</i>	2,545,946.—	855,347.65
Chapter II.		
<i>Investigations, Enquiries and Liaison .</i>	1,173,300.—	862,971.15
Chapter III.		
<i>Salaries and General Services</i>	10,891,753.—	9,517,472.55
Chapter IV.		
<i>Work covered by Special Grants (see Schedule, page 20)</i>	—	—
Chapter V.		
<i>Loss on Exchange</i>	100,000.—	57,464.65
<i>Deduct: Profit on exchange</i>	100,000.—	39,836.94
	<u> </u>	<u> </u>
		17,627.71
Chapter VI.		
<i>Supervision of Revenue and Expenditure</i>	60,900.—	28,753.90
Chapter VII.		
<i>Permanent Equipment, etc.</i>	141,000.—	138,735.—
	<u> </u>	<u> </u>
	14,812,899.—	11,420,907.96
Less:		
Revenue (see Schedule, page 21)	221,264.—	283,860.—
TOTAL: Secretariat	<u>14,591,635.—</u>	<u>11,137,047.96</u>
Difference between budgetary allot- ment and actual expenditure in respect of Secretariat		<u>3,454,587.04</u>
	<u>14,591,635.—</u>	<u>14,591,635.—</u>
Part IV. — Permanent Central Opium Board (Schedule, page 34)	119,463.—	109,400.20
Difference between budgetary allot- ment and actual expenditure in respect of Permanent Central Opium Board		10,062.80
	<u>119,463.—</u>	<u>119,463.—</u>
Part V. — Nansen International Office for Refugees (lump sum)	<u>270,000.—</u>	<u>270,000.—</u>

	Allotted	Expended
Part VI. — Buildings at Geneva.		
<i>Terminable annuity</i>	1,375,000.—	1,375,000.—
<i>Occupation of new buildings</i> (Schedule, page 35)	750,000.—	750,000.—
<i>Wireless Station: Trading account and technical work</i>	209,000.—	203,983.05
	<u>2,334,000.—</u>	<u>2,328,983.05</u>
Difference between budgetary allotment and actual expenditure in respect of Buildings at Geneva . .		5,016.95
	<u>2,334,000.—</u>	<u>2,334,000.—</u>
Part VII. — Pensions (Schedule, page 35)		
	1,544,153.—	1,481,238.90
Difference between budgetary allotment and actual expenditure in respect of Pensions		62,914.10
	<u>1,544,153.—</u>	<u>1,544,153.—</u>
Part VIII. — Settlement of the Assyrians of Iraq (Schedule, page 35) .		
	400,000.—	260,930.55
Difference between budgetary allotment and actual expenditure in respect of the Settlement of the Assyrians of Iraq		139,069.45
	<u>400,000.—</u>	<u>400,000.—</u>

B. SUMMARY OF ITEMS.

Section I.

CHAPTER I. — ASSEMBLY, COUNCIL, CONFERENCES AND COMMITTEES.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Assembly:			
Session (Schedule A, page 21)	219,400.—	280,400.—	251,988.80
2. Council:			
(a) Sessions (Schedule B, page 21)	36,000.—	36,000.—	25,431.45
(b) Council printing and <i>Official Journal</i>	90,000.—	90,000.—	75,040.65
(c) Unforeseen expenditure:			
(i) Political (Schedule C, page 21).	500,000.—	439,000.—	59,754.30
(ii) (Exceptional) financial and economic	200,000.—	200,000.—	—
Total of Item 2	<u>826,000.—</u>	<u>765,000.—</u>	<u>160,226.40</u>
3. Conferences:			
A. Sessions:			
(a) Economic Relations	12,000.—	12,000.—	—
(b) Monetary and Economic Conference	315,000.—	315,000.—	—
(c) Reduction of Armaments	500,000.—	500,000.—	27,835.45
(d) Opium (suppression of illicit traffic)	3,000.—	5,400.—	3,887.85
(e) Transit	15,000.—	15,000.—	—
Total of A	<u>845,000.—</u>	<u>847,400.—</u>	<u>31,723.30</u>
B. Printing:			
(a) Economic Relations	6,000.—	4,000.—	—
(b) Monetary and Economic Conference	85,000.—	85,000.—	18.80
(c) Opium (suppression of illicit traffic and limitation of raw materials).	7,500.—	10,600.—	9,824.60
(d) Transit	8,000.—	4,500.—	—
Total of B	<u>106,500.—</u>	<u>104,100.—</u>	<u>9,843.40</u>
Total of Item 3	<u>951,500.—</u>	<u>951,500.—</u>	<u>41,566.70</u>

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
4. Committees :			
A. Sessions in respect of:			
(a) Financial Section and Economic Intelligence Service	88,000.—	88,000.—	48,084.60
(b) Economic Relations.	80,000.—	80,000.—	64,896.90
(c) Mandates	59,790.—	59,790.—	40,978.05
(d) Transit	70,000.—	70,000.—	22,002.90
(e) Health	85,200.—	85,200.—	71,252.30
(f) Opium	14,300.—	14,300.—	11,390.45
(g) Social Questions	12,500.—	12,500.—	11,549.30
(h) Reduction of Armaments	1,000.—	1,000.—	—
(i) Intellectual Co-operation	78,301.—	78,301.—	48,749.55
(j) Slavery	10,830.—	10,830.—	7,766.45
(k) European Union	94,000.—	94,000.—	—
Total of A	593,921.—	593,921.—	326,670.50
B. Printing for the sessions:			
(a) Amendments to Covenant	4,000.—	4,000.—	—
(b) Financial Section and Economic Intelligence Service	15,000.—	15,000.—	7,246.95
(c) Economic Relations	25,000.—	21,300.—	6,053.65
(d) Mandates	25,000.—	23,500.—	16,517.10
(e) Transit	8,000.—	8,000.—	4,679.80
(f) Opium	26,000.—	29,200.—	25,514.95
(g) Social Questions	10,000.—	10,000.—	6,551.15
(h) Reduction of Armaments	500.—	500.—	52.70
(i) Intellectual Co-operation	2,000.—	4,000.—	3,682.70
(j) Slavery	5,500.—	5,500.—	4,596.25
(k) European Union	34,125.—	34,125.—	—
Total of B	155,125.—	155,125.—	74,895.25
Total of Item 4	749,046.—	749,046.—	401,565.75
TOTAL OF CHAPTER I	2,745,946.—	2,745,946.—	855,347.65
Less: Lump-sum deduction.	200,000.—	200,000.—	—
NET TOTAL OF CHAPTER I	2,545,946.—	2,545,946.—	855,347.65

CHAPTER II: — INVESTIGATIONS, ENQUIRIES AND LIAISON.

5. Miscellaneous Enquiries and Liaison :

(a) Economic Relations (studies, investigations and temporary collaborators)	4,000.—	4,000.—	—
(b) Transit (settlement of disputes)	20,000.—	20,000.—	2,192.35
(c) Conference of Government Press Bureaux and of Press Representatives; Co-operation of the Secretariat	7,000.—	7,000.—	—

6. International Health Organisation :

(a) Contribution to Eastern Bureau	133,000.—	133,000.—	133,000.—
(b) Miscellaneous enquiries and liaison	79,000.—	79,000.—	56,354.75
(c) Mission and work of experts	142,300.—	142,300.—	96,240.30

7. Investigations (reduction of armaments)

180,000.— 180,000.— —

8. Liaison with Latin America :

(a) Correspondents	48,000.—	48,000.—	16,784.75
(b) Technical enquiries	100,000.—	100,000.—	64,400.10

9. Liaison with China

450,000.— 450,000.— 324,238.50

10. Travelling Expenses of Officials (Schedule D, page 22)

210,000.— 210,000.— 169,760.40

TOTAL OF CHAPTER II	1,373,300.—	1,373,300.—	862,971.15
Less: Lump-sum deduction.	200,000.—	200,000.—	—
NET TOTAL OF CHAPTER II	1,173,300.—	1,173,300.—	862,971.15

CHAPTER III. — SALARIES AND GENERAL SERVICES.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
11. Salaries :			
Salaries, wages and allowances (Schedule E, pages 22-24)	9,020,107.—	9,020,107.—	8,076,281.95
12. Staff Expenses :			
(a) Entertainment allowances: general fund	26,400.—	26,400.—	20,387.35
(b) Contribution to Staff Provident Fund .	18,000.—	18,000.—	15,783.80
(c) Special staff charges (Schedule F, page 24)	91,600.—	91,600.—	54,293.40
(d) Removal expenses (Schedule G, page 24)	96,800.—	96,800.—	63,813.75
(e) Travelling expenses of officials returning home on leave (Schedule H, page 24-25)	117,669.—	117,669.—	75,248.95
(f) Travelling expenses of families of officials proceeding home or leave	78,000.—	78,000.—	47,933.30
Total of Item 12	428,469.—	428,469.—	277,460.55
13. Office Expenses :			
(a) Maintenance at Geneva	352,750.—	352,750.—	352,750.—
(b) Maintenance of branch offices (Schedule I, page 25)	77,307.—	77,307.—	56,475.65
(c) General office expenses (Schedule J, page 25)	429,270.—	426,270.—	309,919.35
(d) Miscellaneous:			
(i) Publicity, etc., of the Sales De- partment	30,000.—	33,000.—	32,999.55
(ii) Unforeseen of the Secretariat . .	40,000.—	40,000.—	3,233.30
(iii) Miscellaneous expenses of the special organisations (Schedule K, page 25)	15,000.—	15,000.—	9,182.10
(iv) Unpaid Liabilities Fund	15,000.—	15,000.—	445.95
Total of Item 13	959,327.—	959,327.—	765,005.90
14. Printing :			
A. General:			
(a) Internal Administration	8,000.—	8,000.—	5,240.20
(b) Library	5,000.—	5,000.—	4,324.55
(c) Information Section	15,000.—	25,500.—	23,556.85
(d) Systematic survey of Arbitration Conventions	15,000.—	10,000.—	—
(e) Minorities	9,000.—	6,500.—	636.95
(f) Transit	6,000.—	5,500.—	3,210.50
(g) Health	3,500.—	4,500.—	3,892.30
(h) Penal Administration	350.—	350.—	59.10
(i) Purchase of films and photographs	6,000.—	10,000.—	9,682.60
(k) Purchase of reports of Mandatory Powers	4,500.—	4,500.—	3,632.90
Total of A	72,350.—	79,850.—	54,235.95
B. Periodicals:			
(a) <i>Treaty Series</i>	95,000.—	95,000.—	78,214.95
(b) <i>Monthly Summary</i>	60,000.—	70,000.—	66,081.65
(c) Financial and Trade Publications.	130,000.—	115,000.—	97,661.75
(d) Health publications	70,000.—	70,000.—	67,423.55
Carried forward	355,000.—	350,000.—	309,381.90

CHAPTER III. — SALARIES AND GENERAL SERVICES (*continued*).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	355,000.—	350,000.—	309,381.90
(e) Armaments statistical year-books.	38,000.—	35,500.—	22,118.80
(f) <i>Aims and Organisation of the League</i>	4,000.—	4,000.—	876.35
(g) <i>Bulletin of League of Nations Teaching</i>	2,500.—	2,500.—	2,500.—
(h) <i>Handbook of International Organisations</i>	6,500.—	6,300.—	3,924.70
(i) <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	5,700.—	5,686.45
Total of B	411,500.—	404,000.—	344,488.20
Total of Item 4	483,850.—	483,850.—	398,724.15
TOTAL OF CHAPTER III	10,891,753.—	10,891,753.—	9,517,472.55

CHAPTER IV. — WORK COVERED BY SPECIAL GRANTS.

	Appropriation	Expenditure
1. Financial Section and Economic Intelligence Service (Sub-schedule B, page 28):		
(a) Printing of "Banking and Monetary Laws"	855.75	855.75
(b) Expenses of the Fiscal Committee in its study of international taxation problems	25,943.05	25,943.05
(c) Analytical research work <i>Grants by the Rockefeller Foundation.</i>	93,764.80	93,764.80
2. Health Organisation (Sub-schedule F, page 30):		
<i>Grant by the Rockefeller Foundation</i>	280,085.30	280,085.30
<i>Gift for research work on malaria in Greece</i>	20,272.70	20,272.70
3. Supervision of opium traffic (Sub-schedule G, page 31):		
<i>Grant by the Egyptian Government</i>	158.75	158.75
4. Social Questions (Sub-schedule H, pages 31-32):		
<i>Gift to the Child Welfare Committee</i>	536.45	536.45
TOTAL OF CHAPTER IV	421,616.80	421,616.80

CHAPTER V. — PROFIT AND LOSS ON EXCHANGE.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
Loss on Exchange	100,000.—	100,000.—	57,464.65
<i>Deduct: Profit on Exchange.</i>	100,000.—	100,000.—	39,836.94
TOTAL OF CHAPTER V	—	—	17,627.71

CHAPTER VI. — SUPERVISION OF REVENUE AND EXPENDITURE.

19. Auditors' Travelling and Subsistence Allowances	14,400.—	14,400.—	10,946.30
20. Supervisory Commission.	13,000.—	13,000.—	7,838.25
21. Committee on Allocation of Expenses.	21,500.—	21,500.—	4,793.65
23. Committee for the Settlement of Arrears of Contributions	12,000.—	12,000.—	5,175.70
TOTAL OF CHAPTER VI	60,900.—	60,900.—	28,753.90

Section II. Capital Expenditure.

CHAPTER VII. — PERMANENT EQUIPMENT, ETC.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
24. Furniture and Equipment	60,000.—	60,000.—	57,829.60
25. Library (see Schedule L, page 26)	81,000.—	81,000.—	80,905.40
TOTAL OF CHAPTER VII	<u>141,000.—</u>	<u>141,000.—</u>	<u>138,735.—</u>

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REVENUE.

(a) Sale of publications	200,000.—	200,000.—	261,649.05
(b) Interest earned	1,000.—	1,000.—	549.25
(c) Miscellaneous cash receipts	6,500.—	6,500.—	8,048.10
(d) Sale of photographs and cinematograph films	2,000.—	2,000.—	1,850.05
	<u>209,500.—</u>	<u>209,500.—</u>	<u>272,096.45</u>
(e) Contributions from States not members of the League	11,764.—	11,764.—	11,763.55
TOTAL OF REVENUE	<u>221,264.—</u>	<u>221,264.—</u>	<u>283,860.—</u>

C. SCHEDULES.

SCHEDULE A TO CHAPTER I, ITEM I. — *Session of the Assembly.*

1. Salaries of additional temporary clerical and house staff	219,400.—	280,400.—	46,767.25
2. Overtime payments of permanent staff			781.50
3. Travelling expenses and subsistence allowances			7,065.85
4. Assembly Hall: rent, lighting, heating, etc.			13,515.15
5. Special printing			158,774.80
6. Cables, telegrams and telephones			19,262.05
7. Supplies and stores			910.70
8. Automobile and cyclist service			1,836.—
9. Incidental expenses			3,075.50
	<u>219,400.—</u>	<u>280,400.—</u>	<u>251,988.80</u>

SCHEDULE B TO CHAPTER I, ITEM 2 (a). — *Council Sessions.*

Sessions	36,000.—	36,000.—	25,431.45
<i>Appropriation-in-aid: Contribution from the Government of the United Kingdom</i>	33,350.—	33,350.—	33,350.—
	<u>69,350.—</u>	<u>69,350.—</u>	<u>58,781.45</u>
<i>Deduct: Appropriation-in-aid: Contribution from the Government of the United Kingdom</i>	33,350.—	33,350.—	33,350.—
	<u>36,000.—</u>	<u>36,000.—</u>	<u>25,431.45</u>

SCHEDULE C TO CHAPTER I, ITEM 2 (c). — *Unforeseen Expenditure.*

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure:		
1. Refugees coming from Germany	50,000.—	48,489.65
2. Saar Territory: Complaint of former German officials of the Saar Governing Commission	4,000.—	1,264.65
3. Complaint from certain former officials of the Saar Governing Commission (<i>continuation</i>)	25,000.—	10,000.—
	<u>79,000.—</u>	<u>59,754.30</u>

SCHEDULE D TO CHAPTER II, ITEM 10. — *Investigations, Enquiries and Liaison. — Travelling expenses of officials.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) General Services	101,995.—	112,195.—	110,862.15
(b) Minorities	12,650.—	2,650.—	—
(c) Financial Section	12,750.—	17,750.—	17,126.70
(d) Economic Relations	7,850.—	11,100.—	9,874.95
(e) Mandates	6,000.—	4,800.—	741.70
(f) Transit	12,750.—	10,000.—	5,877.75
(g) Health	15,650.—	14,650.—	9,780.90
(h) Opium	4,000.—	4,000.—	1,295.15
(i) Social Questions	13,600.—	11,100.—	7,971.70
(j) Reduction of Armaments	2,000.—	2,000.—	318.70
(k) Intellectual Co-operation	11,300.—	10,300.—	4,669.75
(l) Slavery	2,255.—	2,255.—	644.30
(m) European Union	4,500.—	4,500.—	—
(n) Liaison with Latin America	2,700.—	2,700.—	596.65
	<u>210,000.—</u>	<u>210,000.—</u>	<u>169,760.40</u>

SCHEDULE E TO CHAPTER III, ITEM 11. — *Salaries, Wages and Allowances.*

I. *General Organisation.*

Secretary-General	90,000.—	90,000.—	90,000.—
Secretary-General's Office	65,736.—	65,736.—	65,734.70
Deputy Secretary-General	60,000.—	60,000.—	60,000.—
Deputy Secretary-General's Office	30,468.—	30,468.—	30,467.60
Deputy Secretary-General	60,000.—	60,000.—	41,166.65
Deputy Secretary-General's Office	32,450.—	32,450.—	32,449.80
Under-Secretary-General	60,000.—	60,000.—	40,000.—
Under-Secretary-General's Office	25,650.—	25,650.—	8,457.30
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	29,946.—	29,946.—	29,945.45
Under-Secretary-General	60,000.—	60,000.—	—
Central Section	72,007.—	72,507.—	72,506.35
Attached to Principal Officers	89,690.—	89,690.—	89,689.20
Political Section	343,950.—	343,950.—	309,810.20
Information Section:			
Permanent Staff	625,954.—	625,954.—	546,904.15
Legal Adviser's Branch	319,199.—	318,699.—	232,554.15
Treasury:			
Treasurer's Office	112,992.—	112,992.—	112,990.55
Accounting Branch	91,996.—	91,996.—	87,786.10
Internal Control Office	94,390.—	94,390.—	94,128.70
Library	237,080.—	237,080.—	220,882.10
Replacements, temporary engagements, etc., for the General Organisation, allowance for Members of Section on night and Sunday duty	15,000.—	15,000.—	9,214.60
Miscellaneous allowances (special languages and family allowances)	3,000.—	3,000.—	2,220.—
TOTAL: GENERAL ORGANISATION	<u>2,579,508.—</u>	<u>2,579,508.—</u>	<u>2,236,907.60</u>

II. *Internal Administrative Services.*

Chief of Internal Services and Office	69,225.—	68,425.—	63,820.45
Contracts and Supplies Branch	27,209.—	28,009.—	27,922.10
Superintendence of Premises and House Staff	442,437.—	442,437.—	428,645.20
Telephone Operators	16,975.—	16,975.—	16,973.60
<i>Carried forward</i>	<u>555,846.—</u>	<u>555,846.—</u>	<u>537,361.35</u>

SCHEDULE E TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	555,846.—	555,846.—	537,361.35
II. Internal Administrative Services (continued).			
General Stenographic Service:			
Central Service	379,252.—	379,252.—	324,148.60
Staff at disposal of Sections	408,336.—	408,336.—	387,977.45
Distribution of Documents	193,139.—	193,139.—	192,714.10
Mailing Service.	34,025.—	34,025.—	34,024.—
Personnel Office	121,298.—	121,298.—	108,598.05
Document Service:			
Chief of Service and Office	74,250.—	74,250.—	74,250.—
French Translation and Precise-writing Department	384,373.—	384,373.—	377,133.95
English Translation and Precise-writing Department	456,699.—	456,699.—	451,830.35
Verbatim Reporters.	86,109.—	86,109.—	71,499.50
Printing and Reproduction of Documents Service:			
Publications and Printing Department. .	255,887.—	255,887.—	253,976.—
Duplicating and Multigraph Branch. . .	206,818.—	206,818.—	201,843.05
Draughtsmen	18,251.—	18,251.—	18,149.55
Registry and Indexing Service:			
Registry	193,238.—	193,238.—	166,753.85
Indexing	55,378.—	55,378.—	55,162.75
Replacements, temporary engagements, etc., for Internal Administrative Services; miscellaneous allowances	86,350.—	86,350.—	44,547.60
Overtime, temporary engagements and replacements for house staff; family allowances for house staff	17,500.—	17,500.—	14,453.60
TOTAL: INTERNAL ADMINISTRATIVE SERVICES	3,526,749.—	3,526,749.—	3,314,423.75
III. Special Organisations.			
Minorities Section	208,308.—	208,308.—	158,957.95
Financial Section and Economic Intelligence Service	685,010.—	685,010.—	624,633.70
Section of Economic Relations	281,957.—	281,957.—	258,636.—
Mandates Section	182,838.—	182,838.—	162,799.—
Transit Section	234,955.—	234,955.—	158,617.95
Health Section	330,183.—	330,183.—	298,109.20
Supervision of Opium Traffic Section . .	233,074.—	233,074.—	202,802.90
Social Questions Section	98,781.—	98,781.—	76,899.55
Reduction of Armaments Section	268,041.—	268,041.—	242,086.55
Intellectual Co-operation Section	144,320.—	144,320.—	138,626.80
Liaison with Latin America	28,000.—	28,000.—	27,999.60
TOTAL: SPECIAL ORGANISATIONS	2,695,467.—	2,695,467.—	2,350,169.20
IV. Branch Offices.			
(Sub-schedule A, page 27)	84,783.—	84,783.—	62,362.10

SCHEDULE E TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
V. <i>Frais de Representation.</i>			
(Sub-schedule B, page 27)	133,600.—	133,600.—	112,419.30
SUMMARY.			
I. General Organisation	2,579,508.—	2,579,508.—	2,236,907.60
II. Internal Administrative Services	3,526,749.—	3,526,749.—	3,314,423.75
III. Special Organisations	2,695,467.—	2,695,467.—	2,350,169.20
IV. Branch Offices	84,783.—	84,783.—	62,362.10
V. <i>Frais de représentation</i>	133,600.—	133,600.—	112,419.30
TOTAL	9,020,107.—	9,020,107.—	8,076,281.95

SCHEDULE F TO CHAPTER III, ITEM 12 (c). — *Special Staff Charges.*

(a) Indemnities	40,000.—	40,000.—	25,543.—
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Association	21,600.—	21,600.—	21,600.—
(d) Fidelity guarantees	3,500.—	3,500.—	2,699.60
(e) Welfare	2,000.—	2,000.—	698.—
(f) Recruitment of staff: advertising, expenses of examinations, special travelling	8,000.—	8,000.—	3,382.80
(g) Medical examinations	500.—	500.—	370.—
(h) Expenses of the Administrative Tribunal	5,000.—	5,000.—	—
(i) Indemnities granted by the Administrative Tribunal	1,000.—	1,000.—	—
	91,600.—	91,600.—	54,293.40

SCHEDULE G TO CHAPTER III, ITEM 12 (d). — *Removal Expenses.*

(a) General Services	65,700.—	53,400.—	40,161.—
(b) Minorities	2,500.—	5,000.—	4,801.25
(c) Financial Section	5,000.—	6,200.—	5,735.55
(d) Economic Relations	2,000.—	2,000.—	—
(e) Mandates	6,300.—	6,300.—	—
(f) Transit	3,800.—	7,600.—	4,059.70
(g) Health	3,500.—	3,500.—	—
(h) Opium	—	—	—
(i) Social Questions	—	1,600.—	1,475.—
(j) Reduction of Armaments	8,000.—	8,000.—	4,410.20
(k) Intellectual Co-operation	—	3,200.—	3,171.05
(l) Slavery	—	—	—
(m) Liaison with Latin America	—	—	—
	96,800.—	96,800.—	63,813.75

SCHEDULE H TO CHAPTER III, ITEM 12 (e). — *Travelling Expenses of Officials returning Home on Leave.*

(a) General Services	79,524.—	75,524.—	50,251.05
(b) Minorities	4,500.—	4,500.—	3,359.65
(c) Financial Section	8,000.—	12,000.—	10,279.85
(d) Economic Relations	2,000.—	2,000.—	951.55
(e) Mandates	2,150.—	2,150.—	1,630.60
(f) Transit	3,200.—	3,200.—	2,198.90
(g) Health	5,500.—	5,500.—	2,113.10
(h) Opium	4,200.—	4,200.—	1,626.55
<i>Carried forward</i>	109,074.—	109,074.—	72,411.25

SCHEDULE H TO CHAPTER III, ITEM 12 (e). — *Travelling Expenses of Officials returning Home on Leave* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	109,074.—	109,074.—	72,411.25
(i) Social Questions	1,150.—	1,150.—	850.85
(j) Reduction of Armaments	1,900.—	1,900.—	968.50
(k) Intellectual Co-operation	2,800.—	2,800.—	348.75
(l) Slavery	245.—	245.—	—
(m) Liaison with Latin America	2,500.—	2,500.—	669.68
	<u>117,669.—</u>	<u>117,669.—</u>	<u>75,248.95</u>

SCHEDULE I TO CHAPTER III, ITEM 13 (b). — *Maintenance of Branch Offices.*

(1) London Office	26,733.—	26,733.—	17,580.35
(2) Paris Office	25,239.—	25,239.—	18,488.25
(3) Rome Office	11,880.—	11,880.—	9,187.45
(5) Bombay Office	13,135.—	13,135.—	7,486.70
(6) Tokio Correspondent	10,320.—	10,320.—	3,732.90
	<u>87,307.—</u>	<u>87,307.—</u>	<u>56,475.65</u>
TOTAL	87,307.—	87,307.—	56,475.65
Less: Lump-sum reduction	10,000.—	10,000.—	—
	<u>77,307.—</u>	<u>77,307.—</u>	<u>56,475.65</u>
NET TOTAL	77,307.—	77,307.—	56,475.65

SCHEDULE J TO CHAPTER III, ITEM 13 (c) — *General Office Expenses.*

(a) Stationery and stationery stores:			
(i) Ordinary	55,000.—	55,000.—	41,201.55
(ii) Supplies for Duplicating Department	90,000.—	71,800.—	13,588.75
(b) Cables, telegrams, long-distance telephone calls (Sub-schedule C, page 27)	70,000.—	82,000.—	57,904.—
(c) Postage	150,000.—	150,000.—	137,154.15
(d) Freight and carriage	5,000.—	5,000.—	2,647.25
(e) Newspapers	12,500.—	12,500.—	12,217.50
(f) Subscriptions	17,000.—	17,000.—	16,560.—
(g) Press cuttings	10,800.—	10,800.—	10,800.—
(h) Courier service between Geneva and Paris	8,000.—	8,000.—	4,366.55
(i) Advertising, etc., for tenders	500.—	1,000.—	666.20
(j) Miscellaneous petty cash disbursements, including purchase of miscellaneous publications of non-capital value	1,500.—	2,400.—	2,319.55
(k) Weekly broadcasting of League news	8,970.—	10,770.—	10,493.85
	<u>429,270.—</u>	<u>426,270.—</u>	<u>309,919.35</u>

SCHEDULE K TO CHAPTER III, ITEM 13 (d) (iii). — *Miscellaneous, Special Organisations.*

(a) Minorities Section	1,250.—	1,250.—	964.85
(b) Financial Section	4,200.—	4,200.—	3,871.05
(c) Section of Economic Relations	3,400.—	3,300.—	739.60
(d) Mandates Section	1,000.—	1,000.—	512.70
(e) Transit Section	800.—	800.—	455.65
(f) Health Section	1,700.—	1,700.—	1,635.05
(g) Supervision of Opium Traffic Section	450.—	450.—	111.40
(h) Social Questions Section	600.—	600.—	130.65
(i) Reduction of Armaments Section	250.—	350.—	295.35
(j) Intellectual Co-operation Section	700.—	700.—	348.45
(k) Slavery	650.—	650.—	117.35
	<u>15,000.—</u>	<u>15,000.—</u>	<u>9,182.10</u>

SCHEDULE L TO CHAPTER VII, ITEM 25. — *Library.*

	Original Appropriation			Appropriation as modified by transfers			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total	League vote	Grant	Total
1. Temporary staff	—	34,200.—	34,200.—	—	34,200.—	34,200.—	—	32,481.35	32,481.35
2. Printing	—	8,000.—	8,000.—	—	8,000.—	8,000.—	—	6,814.10	6,814.10
3. Books and maps	30,000.—	3,500.—	33,500.—	30,000.—	3,500.—	33,500.—	29,998.35	3,496.55	33,494.90
4. Binding	23,000.—	4,000.—	27,000.—	23,988.—	5,500.—	29,488.—	23,988.—	5,496.50	29,484.50
5. Periodicals	19,000.—	2,000.—	21,000.—	18,012.—	500.—	18,512.—	17,927.70	307.60	18,235.30
6. Equipment, shelving, etc.	9,000.—	2,000.—	11,000.—	9,000.—	2,000.—	11,000.—	8,991.35	865.40	9,856.75
7. Travelling expenses of staff	—	2,000.—	2,000.—	—	2,000.—	2,000.—	—	1,318.05	1,318.05
8. Contribution to the Pensions Fund	—	1,500.—	1,500.—	—	1,500.—	1,500.—	—	1,413.30	1,413.30
	81,000.—	57,200.—	138,200.—	81,000.—	57,200.—	138,200.—	80,905.40	52,192.85	133,098.25

D. SUB-SCHEDULES.

SUB-SCHEDULE A TO CHAPTER III, ITEM II (IV). — *Salaries, Wages and Allowances—Branch Offices.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. London Office	29,860.—	29,860.—	19,739.80
2. Paris Office	16,142.—	16,142.—	15,127.85
3. Rome Office	5,564.—	5,564.—	4,899.25
5. Bombay Office	31,865.—	31,865.—	17,485.—
6. Tokio Correspondent	11,352.—	11,352.—	5,010.20
TOTAL	94,783.—	94,783.—	62,362.10
Less: Lump-sum reduction	10,000.—	10,000.—	—
NET TOTAL	84,783.—	84,783.—	62,362.10

SUB-SCHEDULE B TO CHAPTER III, ITEM II (V). — *Frais de Représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Deputy Secretary-General	25,000.—	25,000.—	17,152.90
Three Under-Secretaries-General	30,000.—	30,000.—	16,666.40
Director of the Information Section	3,600.—	3,600.—	3,600.—
	133,600.—	133,600.—	112,419.30

SUB-SCHEDULE C TO CHAPTER III, ITEM 13 (c) (b). — *General Office Expenses, Cables, Telegrams, etc.*

(a) General Services	31,700.—	43,700.—	36,448.70
(b) Minorities	900.—	900.—	19.10
(c) Financial Section	7,600.—	6,950.—	4,373.—
(d) Economic Relations	2,700.—	2,700.—	941.75
(e) Mandates	800.—	800.—	728.70
(f) Transit	2,800.—	2,700.—	863.35
(g) Health.	11,000.—	11,000.—	9,156.35
(h) Opium	2,600.—	2,600.—	1,431.55
(i) Social	400.—	1,050.—	969.05
(j) Reduction of Armaments	250.—	350.—	340.—
(k) Intellectual Co-operation	2,750.—	2,750.—	2,142.80
(l) Slavery	350.—	350.—	218.10
(m) European Union	4,500.—	4,500.—	—
(n) Liaison with Latin America	1,650.—	1,650.—	271.55
	70,000.—	82,000.—	57,904.—

Sub-Schedules (Special Organisations).

SUB-SCHEDULE A. — *Minorities Questions.*

1. Salaries	208,308.—	208,308.—	158,957.95
2. Travelling (including removal) expenses.	19,650.—	12,150.—	8,160.90
3. Printing.	9,000.—	6,500.—	636.95
4. Cables, telegrams and long-distance telephones	900.—	900.—	19.10
5. Miscellaneous expenses	1,250.—	1,250.—	964.85
	239,108.—	229,108.—	168,739.75

SUB-SCHEDULE B. — *Financial Section and Economic Intelligence Service.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Conferences (and preparatory work)	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc..	88,000.—	88,000.—	48,084.60
(b) Printing for Committees	15,000.—	15,000.—	7,246.95
3. Administrative expenses:			
(a) Salaries	685,010.—	685,010.—	624,633.70
(b) Travelling and removal expenses . . .	25,750.—	35,950.—	33,142.10
(c) Printing and publishing	130,000.—	115,000.—	97,661.75
(d) Cables, telegrams, etc.	7,600.—	6,950.—	4,373.—
4. Miscellaneous and unforeseen expenses . . .	4,200.—	4,200.—	3,871.05
5. Printing of "Banking and Monetary Laws":			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	855.75	855.75	855.75
6. Expenses of the Fiscal Committee in its study of international taxation problems:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	25,943.05	25,943.85	25,943.05
7. Promotion of analytical research work:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	93,764.80	93,764.80	93,764.80
Gross expenditure . . .	1,076,123.60	1,070,673.60	939,576.75
<i>Deduct: Appropriations-in-aid:</i>			
Contribution towards the cost of printing of "Banking and Monetary Laws"	855.75	855.75	855.75
Contribution towards the expenses of the Fiscal Committee in its study of international taxation problems	25,943.05	25,943.05	25,943.05
Contribution towards the cost of promotion of analytical research work	93,764.80	93,764.80	93,764.80
Net expenditure . . .	955,560.—	950,110.—	819,013.15

SUB-SCHEDULE C. — *Section of Economic Relations.*

1. Conferences (and preparatory work)	18,000.—	16,000.—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	80,000.—	80,000.—	64,896.90
(b) Printing for Committees	25,000.—	21,300.—	6,053.65
Carried forward	123,000.—	117,300.—	70,950.55

SUB-SCHEDULE C. — *Section of Economic Relations* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	123,000.—	117,300.—	70,950.55
3. Administrative Expenditure:			
(a) Salaries	281,957.—	281,957.—	258,636.—
(b) Travelling and removal expenses . .	11,850.—	15,100.—	10,826.50
(c) Cables, telegrams, etc.	2,700.—	2,700.—	941.75
(d) Studies, investigations and temporary collaborators	4,000.—	4,000.—	—
4. Miscellaneous and unforeseen expenses . .	3,400.—	3,300.—	739.60
	<u>426,907.—</u>	<u>424,357.—</u>	<u>342,094.40</u>

SUB-SCHEDULE D. — *Mandates.*

1. Sessions of Permanent Mandates Commission	59,790.—	59,790.—	40,978.05
2. Salaries	172,138.—	172,138.—	152,350.85
3. Travelling and removal expenses	14,450.—	13,250.—	2,372.30
4. Printing	25,000.—	23,500.—	16,517.10
5. Cables, telegrams and telephones	800.—	800.—	728.70
6. Documentation, unforeseen contingencies and miscellaneous	1,000.—	1,000.—	512.70
	<u>273,178.—</u>	<u>270,478.—</u>	<u>213,459.70</u>

SUB-SCHEDULE E. — *Communications and Transit Organisation.*

1. General Conference	23,000.—	19,500.—	—
2. Meetings of the Organisation for Communica- tions and Transit (Sessions of the Advisory and Technical Committee, other commit- tees, sub-committees and special Confe- rences) and technical work of experts .	70,000.—	70,000.—	22,002.90
3. Printing of documents:			
(a) For the meetings and other work under sub-head 2, except Conferences . .	8,000.—	8,000.—	4,679.80
(b) Collection and exchange of information regarding communications and trans- it (including miscellaneous ex- penses).	6,000.—	5,500.—	3,210.50
4. Settlement of disputes referred to the Com- mittee and examination of similar questions submitted to the Committee by the Council	20,000.—	20,000.—	2,192.35
5. Salaries	234,955.—	234,955.—	158,617.95
6. Travelling and removal expenses	19,750.—	20,800.—	12,136.35
7. Cablegrams, telegrams and long-distance tele- phone communications and miscellaneous.	3,600.—	3,500.—	1,319.—
	<u>385,305.—</u>	<u>382,255.—</u>	<u>204,158.85</u>

SUB-SCHEDULE F. — *International Health Organisation.*

	Original Appropriation			Appropriation as modified by transfer			Actual Expenditure		
	League vote	Grants	Total	League vote	Grants	Total	League vote	Grants	Total
I. Health Committee, Secretariat and General Work of the Organisation :									
1. Sessions of the Health Committee	27,500.—	—	27,500.—	35,000.—	—	35,000.—	32,345.15	—	32,345.15
2. Salaries of the Health Section	330,183.—	—	330,183.—	330,183.—	—	330,183.—	298,109.20	—	298,109.20
3. Travelling and removal expenses	24,650.—	—	24,650.—	23,650.—	—	23,650.—	11,894.—	—	11,894.—
4. General printing and documentation	3,500.—	—	3,500.—	4,500.—	—	4,500.—	3,892.30	—	3,892.30
5. Cables, telegrams and telephones	11,000.—	—	11,000.—	11,000.—	—	11,000.—	9,156.35	—	9,156.35
6. Miscellaneous petty expenses and unforeseen contingencies	1,700.—	—	1,700.—	1,700.—	—	1,700.—	1,635.05	—	1,635.05
	398,533.—	—	398,533.—	406,033.—	—	406,033.—	357,032.05	—	357,032.05
II. Intelligence, Technical and Research Work of the Organisation :									
1. Technical Committees and Sub-Committees, conferences, missions, work of experts, and collective and individual studies	200,000.—	—	200,000.—	192,500.—	—	192,500.—	135,147.45	—	135,147.45
Rockefeller Grant	—	31,942.—	32,640.25	—	43,942.—	44,640.25	—	25,515.65	25,515.65
Additional Grant — unexpended balance in 1935	—	698.25		—	698.25		—	—	—
2. Salaries of the special technical staff:									
Rockefeller Grant	—	228,058.—	228,058.—	—	203,058.—	203,058.—	—	198,544.65	198,544.65
3. Publications, printing and documentation	70,000.—	—	70,000.—	70,000.—	—	70,000.—	67,423.55	—	67,423.55
Rockefeller Grant	—	—	4,314.90	—	—	4,314.90	—	4,314.90	4,314.90
Additional Grant — unexpended balance in 1935	—	4,314.90		—	4,314.90		—	—	—
4. Cables and telegrams: Rockefeller Grant	—	8,000.—	8,000.—	—	8,000.—	8,000.—	—	6,828.05	6,828.05
5. Contribution to Singapore Bureau	133,000.—	—	133,000.—	133,000.—	—	133,000.—	133,000.—	—	133,000.—
Rockefeller Grant	—	20,000.—	20,000.—	—	45,000.—	45,000.—	—	44,882.05	44,882.05
6. Miscellaneous enquiries, printing, publications and documentation, cables and telegrams for the enquiries	—	—	—	—	—	—	—	—	—
7. Appropriation-in-aid: Gift for research work on malaria in Greece	20,272.70	—	20,272.70	20,272.70	—	20,272.70	20,272.70	—	20,272.70
	423,272.70	293,013.15	716,285.85	415,772.70	305,013.15	720,785.85	355,843.70	280,085.30	635,929.—
Deduct: Appropriation-in-aid: Gift for research work on malaria in Greece	20,272.70	—	20,272.70	20,272.70	—	20,272.70	20,272.70	—	20,272.70
	403,000.—	293,013.15	696,013.15	395,500.—	305,013.15	700,513.15	335,571.—	280,085.30	615,656.30
III. Expenses in connection with a system of liaison between the various national health services									
Rockefeller grant	79,000.—	—	79,000.—	79,000.—	—	79,000.—	56,354.75	—	56,354.75
	—	12,000.—	12,000.—	—	—	—	—	—	—
	79,000.—	12,000.—	91,000.—	79,000.—	—	79,000.—	56,354.75	—	56,354.75
Summary :									
I. Health Committee, Secretariat and General Work of the Organisation	398,533.—	—	398,533.—	406,033.—	—	406,033.—	357,032.05	—	357,032.05
II. Intelligence, Technical and Research Work of the Organisation	403,000.—	293,013.15	696,013.15	395,500.—	305,013.15	700,513.15	335,571.—	280,085.30	615,656.30
III. Creation of a system of liaison between the various national health services	79,000.—	12,000.—	91,000.—	79,000.—	—	79,000.—	56,354.75	—	56,354.75
	880,533.—	305,013.15	1,185,546.15	880,533.—	305,013.15	1,185,546.15	748,957.80	280,085.30	1,029,043.10
	—	38,218.75	38,218.75	—	38,218.75	38,218.75	—	—	—
<i>Add: Appreciation on dollar income expressed in Swiss francs.</i>	880,533.—	343,231.90	1,223,764.90	880,533.—	343,231.90	1,223,764.90	748,957.80	280,085.30	1,029,043.10

SUB-SCHEDULE G. — *Supervision of Opium Traffic.*

	Original Appropriation	Appropriation as modified by transfers	Actual expenditure
1. Salaries	233,074.—	233,074.—	202,802.90
2. Travelling and removal expenses	6,200.—	6,200.—	1,862.60
3. Control of Traffic in Opium and Other Dangerous Drugs:			
(i) (a) Sessions of the Advisory Committee	5,500.—	5,000.—	3,101.15
(b) Sessions of Sub-Committees	1,500.—	1,500.—	1,173.50
(ii) Printing and documentation of the Committee	19,500.—	19,500.—	18,529.10
(iii) Cables, telegrams and miscellaneous	750.—	750.—	444.95
(iv) Conference for the drawing-up of a Convention for International Co-operation in the Suppression of the Illicit Traffic	8,000.—	15,900.—	13,712.45
(v) Preparatory printing for a future Conference on the Limitation of Raw Materials	2,500.—	100.—	—
(vi) <i>Appropriation-in-aid</i> : Gift from the Egyptian Government	158.75	158.75	158.75
4. Supervisory Body set up under the Limitation Convention of 1931:			
(i) Travelling expenses and subsistence allowances of the four members	7,300.—	7,800.—	7,115.80
(ii) Printing	6,500.—	9,700.—	6,985.85
(iii) Travelling expenses of the Secretariat	2,000.—	2,000.—	1,059.10
(iv) Cables	2,000.—	2,000.—	1,098.—
(v) Miscellaneous and unforeseen	300.—	300.—	—
Gross expenditure	295,282.75	303,982.75	258,044.15

Deduct: Appropriation-in-aid:

Gift from the Egyptian Government	158.75	158.75	158.75
<i>Net expenditure</i>	295,124.—	303,824.—	257,885.40

SUB-SCHEDULE H. — *Social Questions (Suppression of Traffic in Women and Protection of Children, etc.).*

1. Salaries	98,781.—	98,781.—	76,899.55
2. Travelling and removal expenses	14,750.—	13,850.—	10,297.55
<i>Carried forward</i>	113,531.—	112,631.—	87,197.10

SUB-SCHEDULE H. — *Social Questions (Suppression of Traffic in Women and Protection of Children)* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	113,531.—	112,631.—	87,197.10
3. Protection and Welfare of Children and Young People:			
(i) Sessions of the Committees	5,500.—	4,250.—	3,360.95
(ii) Sessions of Sub-Committees and Experts	7,000.—	8,250.—	8,188.35
(iii) Suppression of Traffic in Women and Children:			
(a) Printing and documentation	6,500.—	3,500.—	2,340.25
(b) Cables, telegrams and miscellaneous	300.—	950.—	850.—
(iv) Protection of Children:			
(a) Printing and documentation	2,500.—	5,500.—	3,954.50
<i>Appropriation-in-aid</i>	536.45	536.45	536.45
(b) Cables, telegrams and miscellaneous	300.—	300.—	148.70
(v) Temporary engagement of expert on traffic in women and children in the East	—	—	—
4. Penal administration (printing)	350.—	350.—	59.10
5. Assistance to indigent foreigners and execution of maintenance obligations abroad (printing)	1,000.—	1,000.—	256.40
6. Other Social Questions entrusted to the Section, and unforeseen contingencies	400.—	400.—	101.—
<i>Gross expenditure</i>	137,917.45	137,667.45	106,992.80
<i>Deduct: Appropriation-in-aid:</i>			
Contribution to the Child Welfare Committee	536.45	536.45	536.45
<i>Net expenditure</i>	137,381.—	137,131.—	106,456.35

SUB-SCHEDULE I. — *Reduction of Armaments.*

I. *Secretariat:*

1. Salaries	268,041.—	268,041.—	242,086.55
2. Travelling and removal expenses	11,900.—	11,900.—	5,697.40

II. *Permanent Advisory Commission:*

1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	52.70
3. Cables, telegrams and unforeseen expenses	500.—	700.—	635.35

Carried forward 281,941.— 282,141.— 248,472.—

SUB-SCHEDULE I. — *Reduction of Armaments* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward.</i>	281,941.—	282,141.—	248,472.—
III. <i>Investigations</i>	180,000.—	180,000.—	—
IV. <i>Statistical Year-Books:</i>			
1. <i>Armaments Year-Book.</i>	28,000.—	25,500.—	16,450.40
2. <i>Statistical Information on the Trade in Arms and Ammunition</i>	10,000.—	10,000.—	5,668.40
V. <i>International Conference for the Control of Manufacture of Arms, Munitions and Implements of War</i>	—	—	—
VI. <i>Conference for the Reduction and Limitation of Armaments and further expenses arising therefrom and/or Organ to be set up by the Conference on the Reduction and Limita- tion of Armaments.</i>	500,000.—	500,000.—	27,835.45
	<u>999,941.—</u>	<u>997,641.—</u>	<u>298,426.25</u>

SUB-SCHEDULE J. — *Intellectual Co-operation, International Bureaux, etc.*

A. *Intellectual Co-operation:*

1. Salaries (including the officials who deal with questions relating to Interna- tional Bureaux)	144,320.—	144,320.—	138,626.80
2. Sessions and expenses connected there- with	78,301.—	78,301.—	48,749.55
3. Travelling expenses	14,100.—	16,300.—	8,189.55
4. Printing:			
(a) Ordinary	2,000.—	4,000.—	3,682.70
(b) New edition of the pamphlet <i>Aims and Organisation of the League of Nations</i>	4,000.—	4,000.—	876.35
5. <i>Bulletin of League of Nations Teaching</i>	2,500.—	2,500.—	2,500.—
6. Telegrams, telephones, miscellaneous, petty and unforeseen expenses . . .	2,950.—	3,100.—	2,491.25

B. *International Bureaux and Miscellaneous
 Questions:*

1. New Edition of the <i>Handbook of Inter- national Organisations</i>	6,500.—	6,300.—	3,924.70
2. <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	5,700.—	5,686.45
3. Miscellaneous.	500.—	350.—	—
	<u>260,671.—</u>	<u>264,871.—</u>	<u>214,727.35</u>

SUB-SCHEDULE K. — *International Convention on Slavery.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Session of the Committee	10,830.—	10,830.—	7,766.45
2. Salaries.	10,700.—	10,700.—	10,448.15
3. Travelling expenses of the Secretariat . . .	2,500.—	2,500.—	644.30
4. Printing	5,500.—	5,500.—	4,596.25
5. Telegrams and telephones	350.—	350.—	218.10
6. Documentation, miscellaneous and unforeseen	650.—	650.—	117.35
	<u>30,530.—</u>	<u>30,530.—</u>	<u>23,790.60</u>

SUB-SCHEDULE L. — *Commission of Enquiry for European Union.*

1. Plenary meetings	10,000.—	10,000.—	—
2. Printing	22,125.—	22,125.—	—
3. Sub-Commissions	24,000.—	24,000.—	—
4. Printing	12,000.—	12,000.—	—
5. Telegrams and travelling expenses . . .	9,000.—	9,000.—	—
6. Committees of experts	60,000.—	60,000.—	—
	<u>137,125.—</u>	<u>137,125.—</u>	<u>—</u>

SUB-SCHEDULE M. — *Liaison with Latin America.*

I. Secretariat	28,000.—	28,000.—	27,999.60
II. Other expenses:			
(a) Correspondents, cables, travelling and removal expenses, etc.	54,850.—	54,850.—	18,322.55
(b) Technical, health and other investiga- tions to be undertaken in Latin America	100,000.—	100,000.—	64,400.10
	<u>182,850.—</u>	<u>182,850.—</u>	<u>110,722.25</u>

SCHEDULE TO PART IV. — *Permanent Central Opium Board.*

1. Sessions of the Board	40,000.—	28,700.—	24,471.85
2. Secretariat of the Board	68,013.—	68,013.—	67,062.20
3. Printing and documentation:			
Documents prescribed by:			
(a) The Geneva 1925 Convention . .	6,750.—	15,075.—	12,070.80
(b) The 1931 Limitation Convention .	2,250.—	5,225.—	4,205.90
4. Travelling and removal expenses	1,500.—	1,500.—	1,096.15
5. Telegrams, telephones and miscellaneous .	950.—	950.—	493.30
	<u>119,463.—</u>	<u>119,463.—</u>	<u>109,400.20</u>

SCHEDULE TO PART VI. — *Buildings at Geneva.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
Occupation of New Buildings	750,000.—	750,000.—	358,394.70
<i>Unexpended balance carried forward to 1937 . .</i>	—	—	391,605.30
<i>Appropriation-in-aid:</i>			
<i>Occupation of New Buildings: Unexpended balance of 1935</i>	264,943.70	264,943.70	264,943.70
	<u>1,014,943.70</u>	<u>1,014,943.70</u>	<u>1,014,943.70</u>
<i>Deduct: Appropriation-in-aid:</i>			
Unexpended balance of 1935	264,943.70	264,943.70	264,943.70
	<u>750,000.—</u>	<u>750,000.—</u>	<u>750,000.—</u>

SCHEDULE TO PART VII. — *Pensions.*

I. Contribution to the Pension Fund	1,743,250.—	1,743,250.—	1,682,329.—
II. Administration of the Fund:			
(a) Salaries	40,300.—	40,300.—	40,299.60
(b) Administrative Board (travelling ex- penses, etc.)	8,000.—	8,000.—	7,881.85
(c) Valuation of the Fund by an Actuary	5,000.—	5,000.—	4,973.—
(d) Medical expenses	2,000.—	2,000.—	231.30
(e) Miscellaneous expenses and unforeseen	500.—	500.—	421.15
	<u>1,799,050.—</u>	<u>1,799,050.—</u>	<u>1,736,135.90</u>
Less: Proportionate share from States non-Members of the League in contri- bution to the Pensions Fund in respect of officials of the International Labour Office	254,897.—	254,897.—	254,897.—
	<u>1,544,153.—</u>	<u>1,544,153.—</u>	<u>1,481,238.90</u>

SCHEDULE TO PART VIII. — *Settlement of the Assyrians of Iraq.*

Budgetary vote	400,000.—	400,000.—	260,930.55
<i>Appropriation-in-aid:</i>			
<i>Contributions from the Governments of Iraq and the United Kingdom</i>	744,847.50	744,847.50	744,847.50
	<u>1,144,847.50</u>	<u>1,144,847.50</u>	<u>1,005,778.05</u>
<i>Deduct: Appropriation-in-aid:</i>			
Contribution from the Governments of Iraq and the United Kingdom	744,847.50	744,847.50	744,847.50
	<u>400,000.—</u>	<u>400,000.—</u>	<u>260,930.55</u>

II. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.

(In gold francs as adopted by the League of Nations.)

Working Capital Fund		5,287,140.86
Guarantee Fund	2,200,000.—	
<i>Less</i> Advances to the Permanent Court of International Justice	80,626.89	2,119,373.11
Reserve Fund		5,627,181.25
Depreciation Reserve :		
<i>Wireless Station</i>	1,185,655.01	
<i>Library (books)</i>	1,415,124.63	
<i>Library (shelving)</i>	167,306.92	2,768,086.56
Library Endowment Fund :		
Investments Reserve Fund		80,097.26
Extra-budgetary Accounts: ¹		
Contribution from the Rockefeller Founda- tion towards the expenses of the print- ing of <i>Banking and Monetary Laws</i> (4,969.25 Swiss francs)	3,514.78	
Contribution from the Rockefeller Founda- tion towards the expenses of the Fiscal Committee in its study of international taxation problems (27,896.65 Swiss francs)	19,731.48	
Contribution from the Rockefeller Founda- tion towards analytical research work (85,448.25 Swiss francs)	60,438.10	
Grants from the International Health Divi- sion of the Rockefeller Foundation (63,146.60 Swiss francs)	44,664.—	
Gift for Malaria research in Greece (3,941.35 Swiss francs)	2,787.74	
Gift from the Milbank Memorial Fund (334.25 Swiss francs)	236.42	
Gift from the Egyptian Government (718.25 Swiss francs)	508.02	
Gift to the Child Welfare Committee (3,629.40 Swiss francs)	2,567.10	
Contribution from private individuals in the U.S.A. for a publication on Legal Aid to the Poor	23,104.33	
Revolving fund for special publications . .	22,843.66	
Fund for maintenance and operating expenses of Wireless Station (908,206.90 Swiss francs)	860,625.34	
<i>Carried forward</i>	1,041,020.97	15,881,879.04

¹ See explanatory memorandum, page 46.

OF THE SECRETARIAT AS AT DECEMBER 31ST, 1936.

ASSETS.

Property at Geneva :	(In gold francs as adopted by the League of Nations.)	
Hotel National, Armleder Property and Capital Installation	4,000,000.—	
" La Pelouse " property	782,056.—	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date (27,983,613.86 Swiss francs)	27,272,620.55	
Library: Building Fund Account: amount expended to date (4,317,545.95 Swiss francs)	4,267,434.80	
	<hr/>	36,322,111.35
Wireless Station:		
Total cost of the station	2,327,559.40	
Additional installation	78,749.60	
	<hr/>	2,406,309.—
Library Endowment Fund:		
Amount expended to date (322,101.65 Swiss francs)		318,513.20
Capital Account.		
<i>Furniture, fittings, typewriters, etc.:</i>		
Amount expended to date (1,749,588.48 Swiss francs)		1.—
<i>Library (books):</i>		
Amount expended to date (1,419,399.49 Swiss francs)	1,415,124.63	
<i>Library (shelving):</i>		
Amount expended to date (168,124.73 Swiss francs)	167,306.92	
	<hr/>	1,582,432.55
Sundry Debtors — States Members :		
Secretariat allocation	1,881,961.16	
Payable to Reserve Fund.	7,785,476.94	
	<hr/>	9,667,438.10
Extra-budgetary and Suspense Accounts as <i>per contra</i>		4,111,871.89
Working Capital Fund:		
Recoverable advances		231,289.46
<i>Carried forward</i> . . .		<hr/> 54,639,965.55

LIABILITIES (*continued*).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>	1,041,020.97	15,881,879.04
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company (4,254 Swiss francs)	3,008.88	
Saar Territory Plebiscite Account (293,108.33 Swiss francs)	293,022.91	
Work of the Saar Governing Commission (210,000 French francs)	42,214.10	
Donation from the Administrative Board of the Carnegie Foundation	38,768.15	
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier	32,707.05	
Settlement of the Assyrians of Iraq	280,790.21	
	<hr/>	1,731,532.27
Suspense Accounts: ¹		
Building Annuity (1,375,000 Swiss francs)	972,546.48	
Gift by the Woodrow Wilson Foundation	97,175.—	
Contributions from non-member States	30,401.85	
Contribution from the Government of Ecuador	30,000.—	
Occupation of New Buildings: Unexpended balance of 1935 and 1936 (569,345.05 Swiss francs)	454,724.74	
Pensions Fund of the Members of the Permanent Court of International Justice	571,800.37	
Extension of the Building of the International Labour Office	203,520.25	
Gift from Miss Harriet Dowle (2,137 Swiss francs)	1,511.51	
Government of Turkey: Balance of contributions received in connection with the Montreux Conference (544.20 Swiss francs)	384.92	
Paris Exhibition of 1937	18,274.50	
	<hr/>	2,380,339.62
Balance being excess of Assets over Liabilities as at December 31st, 1936		<hr/> <hr/> 4,111,871.89
		58,707,352.54
		<hr/> <hr/> 78,701,103.47

¹ See explanatory memorandum, page 48.

ASSETS (continued).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>		54,639,965.55
Cash at Bank and in hand (including cash advances):		
Building Fund: Secretariat and Assembly Hall (915,246.96 Swiss francs)	911,466.96	
New Buildings: furnishing account	898,070.91	
Library: Building Fund (1,309,723.25 Swiss francs)	1,305,950.59	
Library Endowment Fund (including investments) (1,790,607.41 Swiss francs)	1,431,809.98	
Working Capital Fund	5,055,851.40	
Guarantee Fund.	2,119,373.11	
Reserve Fund	5,627,181.25	
Balance Cash Surplus in respect of the Seventeenth Financial Period	2,062,479.70	
Special Contributions account set up under the terms of the 1936 Assembly resolution (1,208,108.15 Swiss francs)	854,502.78	
Secretariat Cash Surplus in respect of the Eighteenth Financial Period (5,364,648.95 Swiss francs)	3,794,451.24	
		<u>24,061,137.92</u>
		<u>78,701,103.47</u>

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — CASH ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD ENDED
DECEMBER 31ST, 1936.

RECEIPTS.	Swiss francs	PAYMENTS.	Swiss francs
To <i>Contributions from Nations</i> :		By Chapter I	888,697.65
Gold francs		Chapter II	862,971.15
Arrears	1,678,690.87	Chapter III	9,517,472.55
Consolidated		Chapter IV	421,616.80
contributions	245,069.51	Chapter V	17,627.71
Eighteenth		Chapter VI	28,753.90
Financial		Chapter VII	190,927.85
Period	17,671,125.51		
	<u>19,594,885.89</u>		<u>11,928,067.61</u>
	21,129,760.91		
To <i>Appropriations-in-Aid</i> :		By <i>Permanent Central Opium</i>	
Swiss francs		Board	109,400.20
Sundry receipts	283,860.—	By <i>Nansen International Office</i>	
Chapter I	33,350.—	for <i>Refugees</i>	270,000.—
Chapter IV	421,616.80	By <i>Buildings at Geneva</i>	2,593,926.75
Chapter VII	52,192.85	By <i>Pensions</i>	1,481,238.90
	<u>791,019.65</u>	By <i>Settlement of the Assyrians</i>	
Buildings at Geneva	264,943.70	of <i>Iraq</i>	1,005,778.05
Settlement of the Assyrians of		By <i>Reserve Fund</i>	281,251.01
Iraq	744,847.50		<u>17,669,662.52</u>
To <i>Profit on investments realised</i>	1,311,847.86	By <i>Special Contributions</i> ac-	
		count set up under the terms	
		of the 1936 Assembly resolu-	
		tion	1,208,108.15
		By <i>Cash Surplus for Eighteenth</i>	
		<i>Financial Period</i>	5,364,648.95
			<u>24,242,419.62</u>
	<u>24,242,419.62</u>		
March 4th, 1937.			

(Signed) P. G. WATTERSON,
Chief Accountant.

IV. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.

(See Budget Account, page 21, and Section V, A, below.)

V. — UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY
AND SUSPENSE ACCOUNTS.

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the Council with reference to: (a) any recoverable advances made from the Working Capital Fund; and (b) any advances originally thought to be recoverable and ultimately considered by the Council to be irrecoverable; and of the competent authority with reference to: (c) any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and (d) any transfers made in the budget.”

The present memorandum also includes for the sake of completeness a list of internal transfers approved by the Secretary-General.

A. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY
BY SPECIAL RESOLUTION OF THE COUNCIL.

Extracts from Reports and Resolutions taken by the Council during the Year 1936.

(a) Political Expenditure.

1. *Refugees coming from Germany.*

“ The Council authorises the Secretary-General to draw on the credits provided in Item 2 (c) (i) of the 1936 budget (‘ Unforeseen Expenditure subject to a Special Vote of the Council: Political ’) for the sums necessary for the execution of the Council’s present decision, up to a maximum of 50,000 francs.”

(90th Session, Minute 3705.)

2. *Saar Territory: Complaint of Former German Officials of the Saar Governing Commission.*

“ The Council decides to include the expenditure in connection with the Committee of Jurists to be appointed to consider the case of five former officials of the Saar Government under Item 2 (c) (i) of the 1936 Budget (‘ Unforeseen Expenditure subject to Special Vote of the Council: Political Expenditure ’); such expenditure not to exceed 4,000 francs.”

(92nd Session, Minute 3766.)

3. *Complaint from Certain Former Officials of the Saar Governing Commission (continuation).*

“ The representative of France proposed yesterday that, on grounds of equity, a lump sum should be paid to the five ex-officials of the Saar Governing Commission. He added that, in his view, 5,000 Swiss francs each would be a suitable compensation.

“ To put this proposal into effect, I venture to suggest to the Council that the sum in question—the payment of which is to be regarded as one of the last consequences of the political liquidation of the Saar question—be paid to the officials and charged to Item 2 (c), Chapter I, of the budget, under which the Council is to have sufficient funds at its disposal to enable it to meet any political contingencies that may arise during the year.

“ If the Council accepts this suggestion, therefore, I propose that it authorises the Secretary-General to pay the five persons concerned indemnities totalling 25,000 Swiss francs chargeable to Item 2 (c), Chapter I (‘ Unforeseen Expenditure ’), of the budget.”

(93rd Session, Minute 3798.)

B. TRANSFER APPROVED BY THE COUNCIL.

Paragraph I of Article 29 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ Transfers from one item to another of the same chapter of the budget may be effected by special resolutions of the competent authority. Such resolutions shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session.”

On September 19th, 1936.

“ The Council,

“ Decides to make the following transfer in Chapter I of the budget for 1936:

“ 61,000 francs from Item 2 (c) (i) (‘ Council: Unforeseen Expenditure, Political ’) to Item I (‘ Assembly ’).”

(93rd Session, Minute 3777.)

C. INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL.

The following internal transfers were approved by the Secretary-General:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 3. — CONFERENCES:					
A. Sessions:					
	(d) Opium (Suppression of illicit Traffic)	3,000.—	2,400.—	—	5,400.—
B. Printing for the sessions:					
	(a) Economic Relations . . .	6,000.—	—	2,000.—	4,000.—
	(c) Opium:				
	(1) Suppression of Traffic	5,000.—	5,500.—	—	10,500.—
	(2) Limitation of raw materials	2,500.—	—	2,400.—	100.—
	(d) Transit	8,000.—	—	3,500.—	4,500.—
		<u>24,500.—</u>	<u>7,900.—</u>	<u>7,900.—</u>	<u>24,500.—</u>
Item 4. — COMMITTEES:					
B. Printing for the sessions:					
	(c) Economic Relations . . .	25,000.—	—	3,700.—	21,300.—
	(d) Mandates	25,000.—	—	1,500.—	23,500.—
	(f) Opium:				
	(2) Supervisory Body .	6,500.—	3,200.—	—	9,700.—
	(g) Social questions:				
	(1) Suppression of traffic	6,500.—	—	3,000.—	3,500.—
	(2) Protection of children	2,500.—	3,000.—	—	5,500.—
	(i) Intellectual Co-operation .	2,000.—	2,000.—	—	4,000.—
		<u>67,500.—</u>	<u>8,200.—</u>	<u>8,200.—</u>	<u>67,500.—</u>
Chapter III.					
Item II. — SALARIES, WAGES AND ALLOWANCES:					
I. General Organisation:					
	(12) Central Section	72,007.—	500.—	—	72,507.—
	(16) Legal Adviser's Branch. .	319,199.—	—	500.—	318,699.—
II. Internal Administrative Services:					
	I. I. Chief of Internal Services and office	69,225.—	—	800.—	68,425.—
	I. II. Contracts and supplies Branch	27,209.—	800.—	—	28,009.—
		<u>487,640.—</u>	<u>1,300.—</u>	<u>1,300.—</u>	<u>487,640.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 13. — OFFICE EXPENSES:					
B. Maintenance of Branch Office:					
3. Rome Office:					
	(3) Heating	810.—	120.—	—	930.—
	(6) Miscellaneous	3,375.—	—	120.—	3,255.—
C. General Office Expenses:					
	(a) Stationery and Stationery stores:				
	(2) Supplies for the Duplicating Department .	90,000.—	—	18,200.—	71,800.—
	(b) Cables, telegrams, long-distance telephone calls:				
	(1) General	31,700.—	12,000.—	—	43,700.—
	(i) Advertising, etc., for tenders	500.—	500.—	—	1,000.—
	(j) Miscellaneous, petty cash disbursements including purchase of miscellaneous publications of non-capital value	1,500.—	900.—	—	2,400.—
	(k) Weekly broadcasting of League news	8,970.—	1,800.—	—	10,770.—
D. Miscellaneous:					
	(i) Publicity, etc., of the Sales Department	30,000.—	3,000.—	—	33,000.—
		<u>166,855.—</u>	<u>18,320.—</u>	<u>18,320.—</u>	<u>166,855.—</u>

Item 14. — PRINTING:

A. General:

(c) Information Section	15,000.—	10,500.—	—	25,500.—
(d) Systematic Survey of Arbitration Conventions	15,000.—	—	5,000.—	10,000.—
(e) Minorities	9,000.—	—	2,500.—	6,500.—
(f) Transit	6,000.—	—	500.—	5,500.—
(g) Health	3,500.—	1,000.—	—	4,500.—
(i) Purchase of films and photographs	6,000.—	4,000.—	—	10,000.—

B. Periodicals:

(b) <i>Monthly Summary</i>	60,000.—	10,000.—	—	70,000.—
(c) Financial and trade publications	130,000.—	—	15,000.—	115,000.—
(e) Armaments statistical year-books:				
(1) <i>Armaments Year-book</i>	28,000.—	—	2,500.—	25,500.—
(h) <i>Handbook of International Organisations</i>	6,500.—	—	200.—	6,300.—
(i) <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	200.—	—	5,700.—
	<u>284,500.—</u>	<u>25,700.—</u>	<u>25,700.—</u>	<u>284,500.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Chapter IV.					
Item 18. — INTERNATIONAL HEALTH ORGANISATION (Rockefeller Foundation):					
(a)	Technical committees, sub-committees, conferences, missions, works of experts and collective and individual studies	31,942.—	12,000.—	—	43,942.—
(b)	Salaries of the special technical staff (and assistants)	228,058.—	—	25,000.—	203,058.—
(d)	Contribution to Eastern Bureau	20,000.—	25,000.—	—	45,000.—
(e)	System of liaison	12,000.—	—	12,000.—	—
		<u>292,000.—</u>	<u>37,000.—</u>	<u>37,000.—</u>	<u>292,000.—</u>
ROCKEFELLER LIBRARY ENDOWMENT FUND:					
(c)	Periodicals	2,000.—	—	1,500.—	500.—
(d)	Binding	4,000.—	1,500.—	—	5,500.—
		<u>6,000.—</u>	<u>1,500.—</u>	<u>1,500.—</u>	<u>6,000.—</u>
Chapter VII.					
Item 25. — LIBRARY:					
(b)	Binding	23,000.—	988.—	—	23,988.—
(c)	Periodicals	19,000.—	—	988.—	18,012.—
		<u>42,000.—</u>	<u>988.—</u>	<u>988.—</u>	<u>42,000.—</u>
Part IV.					
PERMANENT CENTRAL OPIUM BOARD:					
(1)	Sessions of the Board	40,000.—	—	11,300.—	28,700.—
(3)	Printing and documentation:				
(a)	The 1925 Geneva Convention	6,750.—	8,325.—	—	15,075.—
(b)	The 1931 Limitation Convention	2,250.—	2,975.—	—	5,225.—
		<u>49,000.—</u>	<u>11,300.—</u>	<u>11,300.—</u>	<u>49,000.—</u>

D. ADJUSTMENTS BETWEEN SECTIONS OF GENERAL ITEMS.

Part I. — Chapter I.

Item 4. — COMMITTEE:

A. Sessions in respect of:

(e)	Health:				
(1)	Health Committee	27,500.—	7,500.—	—	35,000.—
(2)	Technical Committee	57,700.—	—	7,500.—	50,200.—
(f)	Opium:				
(1)	Advisory Committee	5,500.—	—	500.—	5,000.—
(3)	Supervisory Body	7,300.—	500.—	—	7,800.—
(g)	Social questions:				
(1)	Committees	5,500.—	—	1,250.—	4,250.—
(2)	Sub-committees	7,000.—	1,250.—	—	8,250.—
		<u>110,500.—</u>	<u>9,250.—</u>	<u>9,250.—</u>	<u>110,500.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Chapter II.					
Item 10. — TRAVELLING EXPENSES OF OFFICIALS:					
(a)	General Service	101,995.—	12,200.—	2,000.—	112,195.—
(b)	Minorities	12,650.—	—	10,000.—	2,650.—
(c)	Financial Section and Economic Intelligence Service	12,750.—	5,000.—	—	17,750.—
(d)	Economic Relations	7,850.—	3,250.—	—	11,100.—
(e)	Mandates	6,000.—	—	1,200.—	4,800.—
(f)	Transit	12,750.—	—	2,750.—	10,000.—
(g)	Health	15,650.—	—	1,000.—	14,650.—
(i)	Social questions	13,600.—	—	2,500.—	11,100.—
(h)	Intellectual Co-operation	11,300.—	—	1,000.—	10,300.—
		<u>194,545.—</u>	<u>20,450.—</u>	<u>20,450.—</u>	<u>194,545.—</u>
Chapter III.					
Item 12. — STAFF EXPENSES:					
(d)	Removal expenses:				
(1)	General Services	65,700.—	—	12,300.—	53,400.—
(2)	Minorities	2,500.—	2,500.—	—	5,000.—
(3)	Financial Section and Economic Intelligence Service	5,000.—	1,200.—	—	6,200.—
(6)	Transit	3,800.—	3,800.—	—	7,600.—
(9)	Social questions	—	1,600.—	—	1,600.—
(11)	Intellectual Co-operation	—	3,200.—	—	3,200.—
(e)	Travelling expenses of officials returning home on leave:				
(1)	General Services	79,524.—	—	4,000.—	75,524.—
(3)	Financial Section and Economic Intelligence Service	8,000.—	4,000.—	—	12,000.—
		<u>164,524.—</u>	<u>16,300.—</u>	<u>16,300.—</u>	<u>164,524.—</u>
Item 13. — OFFICE EXPENSES:					
C. General Office Expenses:					
(b)	Cables, telegrams, long-distance telephone calls:				
(3)	Financial Section and Economic Intelligence Service	7,600.—	—	650.—	6,950.—
(6)	Transit	2,800.—	—	100.—	2,700.—
(9)	Social questions:				
	1. Suppression of Traffic	200.—	650.—	—	850.—
(10)	Reduction of armaments	250.—	100.—	—	350.—
D. Miscellaneous:					
(iii)	Miscellaneous expenses of the Special Organisations:				
(3)	Financial Section and Economic Intelligence Service	3,400.—	—	100.—	3,300.—
(9)	Reduction of Armaments	250.—	100.—	—	350.—
(10)	Intellectual Co-operation:				
	(1) General	200.—	150.—	—	350.—
	(2) International Bureaux	500.—	—	150.—	350.—
		<u>15,200.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>15,200.—</u>

E. EXTRA-BUDGETARY ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31ST, 1936.

1. *Contribution from the Rockefeller Foundation towards the Expenses of the Printing of " Banking and Monetary Laws "*.

At a session held in September 1929, the Council accepted a gift of 200,000 Swiss francs from the Rockefeller Foundation for the printing and publication of " Monetary and Banking Laws "

As at December 31st, 1936, an amount of 36,180 Swiss francs had been received, against which expenditure has been incurred to an extent of 31,210.75 Swiss francs. The amount of 4,969.25 Swiss francs represents the unexpended balance.

2. *Contribution from the Rockefeller Foundation towards the Expenses of the Fiscal Committee in its Study of International Taxation Problems.*

On May 22nd, 1933, the Council accepted the Rockefeller Foundation's offer to pay 50,000 dollars for the period ending July 1st, 1936, as a contribution to the expenses of the Fiscal Committee's enquiry into problems of international taxation. The period was later extended by the Foundation for a further three years to June 30th, 1939.

On December 31st, 1936, an amount of 32,200 dollars (equivalent to 112,799.53 Swiss francs) had been received, against which expenditure has been incurred to an extent of 84,902.88 Swiss francs.

The sum of 27,896.65 Swiss francs represents the unexpended balance of the payments already made by the Rockefeller Foundation.

3. *Contribution from the Rockefeller Foundation towards Analytical Research Work.*

At a session held in May 1933, the Council accepted a gift of 125,000 dollars from the Rockefeller Foundation to be used for the analytical research work of the Financial Section and Economic Intelligence Service, under the conditions proposed in the resolution of the Trustees of the Foundation taken on April 12th, 1933. As at December 31st, 1936, an amount of 276,774.70 Swiss francs has been received under this head, against which expenditure has been incurred to an extent of 191,326.45 Swiss francs. The amount of 85,448.25 Swiss francs represents the unexpended balance.

4. *Grants from the International Health Division of the Rockefeller Foundation.*

The sum of 63,146.60 Swiss francs represents the unspent balance of the grants of the Rockefeller Foundation towards the 1936 budget of the Health Organisation of the League, which, in accordance with the agreement, will be returned to the Foundation.

5. *Gift for Malaria Research in Greece (3,941.35 Swiss francs).*

The Council, at its sixty-fifth session, accepted a gift of \$51,500 offered by Mrs. David Simmons for financing malaria research in Greece on defined conditions.

On December 31st, 1936, an amount of 35,250 dollars, equivalent to 144,717.94 Swiss francs, had been received. The expenditure to date amounts to 140,776.59 Swiss francs, leaving on hand a balance of 3,941.35 Swiss francs.

6. *Gift from the Milbank Memorial Fund (334.25 Swiss francs).*

The Council, at its seventy-ninth session, held in May 1934, accepted a gift of \$5,000 (15,312.50 Swiss francs) offered by the " Milbank Memorial Fund " to facilitate the attendance of experts from the United States of America at meetings convened by the Health Organisation, and to make it possible for experts from the Organisation to visit the United States of America, when necessary, in connection with its work. As at December 31st, 1936, the total expenditure amounted to 14,978.25 Swiss francs.

7. *Gift from the Egyptian Government (718.25 Swiss francs).*

At a session held in September 1931, the Council accepted a gift of 500 Egyptian pounds (9,816.60 Swiss francs, including interest) offered by the Egyptian Government as a contribution towards the expenses of the League in connection with the work of the Advisory Committee on Traffic in Opium and Other Dangerous Drugs.

Expenditure has been incurred, to December 31st, 1936, of 9,098.35 Swiss francs.

8. *Gift to the Child Welfare Committee (3,629.40 Swiss francs).*

At the session held in March 1925, the Council accepted a gift of \$1,500 presented to the League by the friends of the League in the United States, on the understanding that this sum, together with a further gift of \$161.80 and interest, would be available for the Child Welfare Committee of the League. The total receipts amounted to 9,147.35 Swiss francs. In accordance with a decision of the Child Welfare Committee, expenditure to the extent of 5,517.95 francs has been incurred to date in the purchase of books dealing with child welfare.

9. *Contribution from Private Individuals ("anonymous") in the United States of America for a Publication on Legal Aid to the Poor.*

The Assembly, at its fifth ordinary session, invited the Secretariat to prepare and to keep up to date a list of the measures taken or institutions created in each country for the purpose of giving to poor persons legal assistance in connection with litigation in the courts or free legal advice and consultation. The Assembly also requested the Secretariat to collect and to publish the various laws and provisions regulating the legal assistance to poor persons in different countries.

As the Assembly had understood that, in undertaking this new work, the League would not incur new expenditure, private individuals in the United States of America contributed for the purpose in 1924 and 1925 the total sum of 50,909.35 Swiss francs, the unspent balance of which amounts to 23,104.33 Swiss francs.

10. *Revolving Fund for Special Publications (22,843.66 Swiss francs).*

On September 19th, 1929, the Council accepted a gift of 25,000 Swiss francs for the creation of a revolving fund to facilitate the printing and publication of pamphlets, books and descriptive material on the League. In accordance with the recommendation of the Supervisory Commission, a statement of the receipts to, and payments from, the fund is annexed to the present accounts.

11. *Fund for Maintenance and Operating Expenses of Wireless Station (908,206.90 Swiss francs).*

The 1929 Assembly decided to accept the solution which provides for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency.

As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 4, Part VI, of the budget should be considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon.

Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 908,206.90 Swiss francs.

12. *Balance of the Contributions received for Arbitration Expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company.*

On December 31st, 1933, an amount of 30,000 Swiss francs was received by the League on account of arbitration expenses; one-third was paid respectively by the Austrian Government, by the Yugoslav Government and by the interested railway company. The expenditure to date amounts to 25,746 Swiss francs, leaving on hand a balance of 4,254 Swiss francs.

13. *Saar Territory Plebiscite.*

The sum of 293,108.33 Swiss francs represents the balance in the possession of the League of Nations of the advances paid on account of the expenses of the Saar Territory Plebiscite by the German and French Governments and by the Governing Commission of the Saar Territory, in conformity with the Council's decision of June 4th, 1934.

14. *Work of the Saar Governing Commission: Sum paid to the Secretary-General to cover Cost of drawing up a Report, and Miscellaneous Expenses.*

On February 27th, 1935, the Secretary-General received from the Saar Governing Commission the sum of 210,000 French francs for the above purpose.

15. *Donation from the Administrative Board of the Carnegie Foundation.*

On May 18th, 1935, the Council accepted the Wateler Peace Prize for 1935 (19,000 florins, equivalent to 39,548.50 Swiss francs) awarded to the League of Nations by the Administrative Board of the Carnegie Foundation at The Hague, for the development of the broadcasting service of the League. The expenditure to December 31st, 1936, amounts to 780.35 Swiss francs, leaving a balance on hand of 38,768.15 Swiss francs.

16. *Balance of the Contributions received to meet the Expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier.*

During 1935 and 1936, an amount of 151,049.02 Swiss francs was received from the Governments of the United Kingdom and of the Chinese Republic to meet the expenses of the Neutral

Commissioner. As at December 31st, 1936, the total expenditure amounted to 118,341.97 Swiss francs, leaving a balance in hand of 32,707.05 Swiss francs.

17. *Settlement of the Assyrians of Iraq.*

As at December 31st, 1936, the Secretary-General had received contributions amounting to the equivalent of 1,939,879.24 Swiss francs from the Governments of Iraq (£60,000) and the United Kingdom (4,496,250 French francs). The total expenditure as at that date amounted to 1,659,089.03 Swiss francs, leaving an unexpended balance of 280,790.21 Swiss francs.

F. SUSPENSE ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31ST, 1936.

1. *Building Annuity.*

The sum of 1,375,000 Swiss francs represents the total amount entered in Part VI of the budget for 1936 under the heading of "Terminable Annuity payable on account of Building Operations of the League". This amount was paid to the Building Fund on January 1st, 1937. It was pointed out in that budget that, "as this sum is, from year to year, entered in the budget, reimbursements to the States which advanced the sums necessary for the formation of the Building Fund must be made".

Adopting a recommendation of the Supervisory Commission, the Assembly decided, on October 17th, 1932, "to cease until further notice any repayments to the States to which such payments were due", as it was necessary "to take immediate measures to cover the estimated deficit".

2. *Gift by the Woodrow Wilson Foundation (97,175 Swiss francs).*

On January 13th, 1930, the Council accepted the award of the Woodrow Wilson Foundation of 25,000 dollars (129,565 Swiss francs) to the League of Nations. This sum will be utilised for the erection of a memorial. Expenditure has been incurred to December 31st, 1936, of 32,390 Swiss francs.

3. *Contributions from States non-Members of the League of Nations.*

The sum of 30,401.85 Swiss francs represents the contributions of the Governments of Japan and of the United States of America to the extraordinary expenses of various committees and to those of the Conference for the Reduction and Limitation of Armaments. This amount is shown in the budget for 1937 as an appropriation-in-aid.

4. *Contribution from the Government of Ecuador.*

On November 19th, 1935, the Secretary-General received an amount of 30,000 Swiss francs from the Government of Ecuador as a contribution in respect of the seventeenth financial period. This amount appears as an appropriation-in-aid in the budget for 1937.

5. *Occupation of New Buildings.*

As the removal of the Secretariat to the new buildings could not take place until 1936, the Supervisory Commission, on November 30th, 1935, decided as an exceptional measure to carry forward to the budget of 1936, the unexpended credit of 405,334.65 gold francs, Part VI of the budget of 1935. Of this sum, there has been expended, in 1936, an amount of 227,594.90 gold francs (264,943.70 Swiss francs), leaving an unexpended balance of 177,739.75 gold francs.

On September 24th, 1936, the Supervisory Commission decided that the unexpended balance of the vote of 750,000 francs in Part VI of the budget for 1937 and amounting to 391,605.30 Swiss francs, together with the unexpended balance of the amount brought forward from 1935, should be carried forward and made available for expenditure to be incurred in 1937. The total unexpended balance amounts therefore to 569,345.05 Swiss francs.

6. *Pensions Fund of the Members of the Permanent Court of International Justice.*

On October 10th, 1936, the Assembly accepted the proposal of the Fourth Committee to create a fund for the payment of pensions to the Members of the Permanent Court of International Justice. An allocation to this fund of 571,800.37 gold francs was made from the cash surplus of 1935.

7. *Extension of the Building of the International Labour Office.*

On October 10th, 1936, the Assembly decided that the sum of 700,000 gold francs, to be taken from the cash surplus of 1935, should be paid in Swiss francs and that the difference be retained in a special account. This difference amounts to 203,520.25 gold francs.

8. *Gift from Miss Harriet Dowle.*

On September 5th, 1936, the Council accepted a donation of £100 (2,137 Swiss francs) to be utilised for the welfare of the female personnel of the Secretariat (installation of a rest-room).

9. *Government of Turkey: Balance of Contributions received in connection with the Montreux Conference.*

On September 7th, 1936, the Government of Turkey remitted to the Secretary-General an amount of 40,000 Swiss francs against expenditure to be incurred by the Secretariat in connection with the Montreux Conference. On December 31st, 1936, the unexpended balance amounted to 544.20 Swiss francs.

10. *Paris Exhibition of 1937.*

On July 9th, 1936, the General Commissariat of the Paris International Exhibition of 1937, attached to the Ministry for Commerce and Industry, accorded a subvention of 90,000 French francs (18,274.50 Swiss francs) in part payment of the expenditure which will be incurred by the "Month of Intellectual Co-operation", to be held during the coming Exhibition under the auspices of the International Institute of Intellectual Co-operation, Paris, and the Intellectual Co-operation Section of the League of Nations.

Part III.

INTERNATIONAL LABOUR ORGANISATION

- I. BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1936.
 - III. CASH ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - IV. UNFORESEEN EXPENDITURE AND TRANSFERS.
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I. BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.

(January 1st to December 31st, 1936.)

A. SUMMARY OF CHAPTERS.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
<i>Section I. — Ordinary Expenditure:</i>			
Chapter I. — Sessions of the Conference and of the Governing Body.	615,600	615,600	550,719.43
Chapter II. — General Services of the International Labour Office.	8,485,493	8,485,493	8,302,309.65
Chapter III. — Profit and loss on exchange . .	—	—	Profit 4,343.01
<i>Section II. — Capital Expenditure:</i>			
Chapter IV (a). — Ordinary Expenditure: Permanent equipment, etc.	68,000	68,000	67,956.94
Chapter IV (b). — Extraordinary Expenditure:			
1. Extension of accommodation for Governing Body (Governing Body room, hall, committee rooms)	600,000	600,000	600,000.—
<i>Section III. — Unforeseen Expenditure:</i>			
Chapter V. — Unforeseen expenditure of Chapters I to IV	150,000	150,000	90,073.65
Total	9,919,093	9,919,093	9,606,716.66
<i>Deduct:</i>			
(a) Estimated Receipts from Sale of Publications	150,000	150,000	124,828.79
(b) Miscellaneous Receipts	5,000	5,000	7,062.75
(c) Bank Interest	3,493	3,493	3,057.43
Total deductions	158,493	158,493	134,948.97
Net total	9,760,600	9,760,600	9,471,767.69
Contributions from States not members of the League of Nations:			
1. Brazil:			
Contributions, 1934, 1935, 1936		Swiss Francs	
			625,304
2. Japan:			
Contributions, 1935 (balance), 1936			895,304
3. United States of America:			
Contributions, 1935, 1936.			1,795,439
			3,316,047
<i>Less:</i> Amount to be paid to Pensions Fund in respect of officials of the International Labour Office			254,897
Net total	3,061,150	3,061,150	3,061,150.17
	6,699,450	6,699,450	6,410,617.52

Geneva, February 19th, 1937.

(Signed) K. G. MCKINLAY,
Chief Accountant.

B. SUMMARY OF ITEMS.

SECTION I. — ORDINARY EXPENDITURE.

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
1. Sessions of the Conference (see Schedule A) . . .	485,600	485,600	432,617.55
2. Sessions of the Governing Body (see Schedule B)	130,000	130,000	118,101.88
Total of Chapter I . . .	615,600	615,600	550,719.43

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE.

3. Salaries, wages and allowances:			
(a) to (v) Salaries (see Schedule C)	6,452,245	6,442,761	6,434,828.25
(w) Contributions towards Provident Fund . . .	5,700	5,700	5,488.55
4. Travelling expenses of officials:			
(a) Travelling expenses and subsistence allow- ances occasioned in connection with General Services	120,000	120,000	119,993.70
(b) Removal expenses	10,000	6,500	5,204.80
(c) Travelling expenses and allowances of offi- cials taking up or leaving posts in Geneva	13,000	25,550	25,517.90
(d) Holiday travelling expenses	95,000	94,500	94,443.45
5. Entertainment allowances (see Schedule D) . . .	60,000	60,000	59,999.04
6. Maintenance of Geneva Office (see Schedule E) .	175,000	175,000	173,685.60
7. Printing (see Schedule F)	450,000	450,000	433,885.66
8. General office expenses (see Schedule G)	195,000	195,000	188,714.60
9. Special staff charges (see Schedule H)	53,400	65,968	58,230.75
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure	18,330	18,330	11,882.40
12. Enquiries, Investigations and External Collabo- ration (see Schedule I)	219,700	208,066	201,697.74
13. Commissions (see Schedule J)	115,000	115,000	81,218.30
14. Branch Offices (see Schedule K)	503,118	503,118	407,518.91
Total of Chapter II	8,485,493	8,485,493	8,302,309.65

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE.

15. Profit on exchange	100	100	8,561.81
Deduct: Loss on exchange	100	100	4,218.80
Total of Chapter III	—	—	4,343.01

SECTION II. — CAPITAL EXPENDITURE.

CHAPTER IV. — ORDINARY EXPENDITURE (BUILDINGS, PERMANENT EQUIPMENT, ETC.).

16. Furniture, etc.	8,000	13,866	13,850.04
17. Typewriters, etc.	25,000	21,894	21,884.35
18. Library, etc.	35,000	32,240	32,222.55
Total of Chapter IV	68,000	68,000	67,956.94

C. SCHEDULES.

SCHEDULE A

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Salaries of temporary staff	152,000	146,000	135,851.40
(b) Travelling expenses of temporary staff	20,000	19,000	16,516.15
(c) Rent of hall, heat, light, etc.	61,000	53,000	37,338.75
(d) Hire of office equipment and furniture	6,000	8,500	7,977.75
(e) Automobiles and cyclists	10,600	14,100	13,134.70
(f) Cables, telegrams, telephonic communications	8,000	8,000	5,468.35
(g) Special printing	228,000	228,000	208,264.40
(h) Preparatory technical meetings on reduction of hours of work in the printing trades and chemical industries	—	9,000	8,066.05
Total	485,600	485,600	432,617.55

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY.

(a) Travelling expenses and allowances of members of the Governing Body	110,000	108,000	96,180.40
(b) Printing of documents for the Governing Body	20,000	22,000	21,921.48
Total	130,000	130,000	118,101.88

SCHEDULE C

to Chapter II, Item 3.

SALARIES AND ALLOWANCES.

(a) Directorate	613,035	574,205	574,188.65
(b) Official Relations Section	315,435	310,101	310,077.35
(c) Conference Section	432,380	407,275	407,251.90
(d) Administrative Section	1,105,330	1,115,330	1,115,292.65
(e) Legal Service	86,695	86,695	86,694.60
(f) Social Economics Service	157,245	127,830	127,778.60
(g) Statistical Section	146,600	132,515	132,449.90
(h) Unemployment and Migration Section	248,050	252,350	252,324.—
(i) Editorial Section	1,101,585	1,119,735	1,119,710.65
(j) Labour Conditions Section	566,490	513,340	513,295.45
(k) Labour Legislation and its Administration	—	—	—
(l) Social Insurance Section	253,955	245,205	245,180.55
(m) Industrial Hygiene Service	122,265	121,515	121,457.85
(n) Safety Service	53,890	55,340	55,329.80
(o) General Information Section	395,585	400,535	400,461.75
(p) Extra-European Section	234,235	241,735	241,702.55
(q) Special Problems Section	294,370	328,540	328,524.55
(r) Not on Establishment	—	—	—
Salaries	6,127,145	6,032,246	6,031,720.80
(s) Interpreters', revisers' and language allowances	27,900	27,900	27,821.50
Total	6,155,045	6,060,146	6,059,542.30
New posts	207,900	176,760	175,239.95
Total	6,362,945	6,236,906	6,234,782.25
(t) Statutory allowances:			
Family allowances for local staff	5,500	6,300	6,275.—
Exceptional increments	25,000	5,850	2,679.05
Language allowances	4,000	4,000	2,580.—
Special revisers' and interpreters' allow- ance	800	800	—
(u) Supernumerary staff	50,000	181,705	181,510.90
(v) Overtime	4,000	7,200	7,001.05
Total	6,452,245	6,442,761	6,434,828.25

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Director	25,000	25,000	25,000.—
(b) Deputy Director	—	—	—
(c) Chairman of the Governing Body	10,000	10,000	10,000.—
(d) General Entertainment Fund	25,000	25,000	24,999.04
Total	60,000	60,000	59,999.04

SCHEDULE E

to Chapter II, Item 6.

MAINTENANCE OF GENEVA OFFICE.

(a) Water rate	2,100	2,450	2,446.70
(b) Heating	16,000	16,120	16,117.—
(c) Electricity			
{ Lighting	10,000	11,050	11,028.70
{ Electric motors	3,000	3,600	3,596.40
(d) Repairs (main building, villa and grounds) . .	15,000	13,690	13,524.35
(e) Insurance	7,700	7,850	7,803.80
(f) Upkeep of office furniture and equipment . . .	10,500	8,500	7,855.40
(g) Domestic staff employed in cleaning and watch- men	78,000	79,640	79,635.75
(h) Messengers' uniforms	2,000	2,000	1,882.45
(i) Sundry supplies	2,700	2,100	1,811.15
(j) Additional accommodation	28,000	28,000	27,983.90
Total	175,000	175,000	173,685.60

SCHEDULE F

to Chapter II, Item 7.

PRINTING.

(a) <i>Industrial and Labour Information</i>	52,000	50,480	50,476.55
(b) <i>Official Bulletin</i>	6,000	4,650	4,644.05
(c) <i>International Labour Review</i> (English, French, German, Italian, Spanish and Japanese editions)	94,000	91,360	91,352.75
(d) <i>Industrial Safety Survey</i> (English, French and German)	16,000	14,575	14,573.65
(e) <i>Bibliography of Industrial Hygiene</i> (English, French, and German)	4,000	3,165	3,159.55
(f) <i>I.L.O. Year-Book</i> (English, French, German and Spanish editions)	32,000	39,010	39,007.65
(g) <i>Legislative Series</i> (English, French and German)	90,000	90,040	90,034.65
(h) <i>Studies and Reports</i> (English, French and in part German)	84,000	76,370	76,277.19
(i) <i>Monthly Summary</i> (English and French) . . .	4,000	5,350	5,340.92
(j) Special publications	—	—	—
(k) Pamphlets, leaflets and circulars for propaganda; and publications in languages other than English, French and German	15,000	22,000	21,954.90
(l) Sales Service	35,000	35,000	34,212.85
(m) Binding for sales	3,000	3,000	2,827.95
(n) Reprinting for sales	15,000	15,000	23.—
Total	450,000	450,000	433,885.66

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Stationery, office supplies	44,000	42,000	40,930.94
(b) Postage and diplomatic bag, Geneva-Paris . .	90,000	95,000	94,992.30
(c) Cables and telegrams	9,000	7,600	6,564.73
(d) Telephones	28,000	29,400	29,250.—
(e) Papers and Press cuttings	11,000	11,000	10,864.04
(f) Additional miscellaneous expenses	13,000	10,000	6,112.59
Total	195,000	195,000	188,714.60

SCHEDULE H

to Chapter II, Item 9.

SPECIAL STAFF CHARGES.

(a) Indemnities provided for under the Staff Regulations	1,000	13,868	13,829.65
(b) Reserve Fund for Death and Invalidity Fund .	5,000	5,000	—
(c) Contribution to Sickness Insurance Fund . . .	22,800	22,500	22,302.—
(d) Upkeep of sick-room	400	400	382.35
(e) Nurse:			
(i) Salary	8,750	8,750	8,750.—
(ii) Fares	1,200	1,200	1,200.—
(f) Medical Adviser:			
(i) Honorarium	6,000	7,400	7,500.—
(ii) Fees for second medical examination . . .	200	200	
(g) Staff Welfare	1,500	1,700	1,605.75
(h) Recruitment of staff	2,000	400	116.80
(i) Cantonal, communal and other subscriptions .	2,550	2,550	2,544.20
(j) Pension for the child of the late Dr. Pardo . .	—	—	—
(k) Administrative Tribunal:			
(i) Expenses	1,000	1,000	—
(ii) Indemnities	1,000	1,000	—
Total	53,400	65,968	58,230.75

SCHEDULE I

to Chapter II, Item 12.

ENQUIRIES, INVESTIGATIONS AND EXTERNAL COLLABORATION.

1. Correspondents	145,000	135,866	135,754.95
2. Press Agencies	8,900	8,900	8,849.60
3. Collaborators for the Spanish and Italian Reviews	20,000	17,300	16,583.—
4. Collaborators for the Survey of Decisions on Labour Law	5,800	6,000	6,000.—
5. Translations and fees for articles	16,000	20,000	19,996.—
6. Consultation of experts: miscellaneous collabora- tion	24,000	20,000	14,514.19
Total	219,700	208,066	201,697.74

SCHEDULE J

to Chapter II, Item 13.

COMMISSIONS.

	Original Appropriation	Appropriation as amended by Transfers	Actual Expenditure
	Swiss Francs	Swiss Francs	Swiss Francs
(a) Joint Maritime Commission	—	—	—
(b) Mixed Advisory Agricultural Committee	—	—	—
(c) Committee on Social Insurance:			
1. Joint Committee on Social Hygiene and Insurance	—	—	—
2. Committee of Experts on Social Insurance	33,000	33,000	32,583.75
(d) Correspondence Committees on:			
1. Industrial Hygiene	18,000	17,000	12,802.—
2. Accident Prevention	18,000	16,000	—
(e) Migration Committee	2,000	3,000	2,637.10
(f) Committee of Statistical Experts	10,000	5,000	—
(g) Committee on Native Labour	14,000	6,800	—
(h) Committee on Article 408	10,000	10,000	9,441.75
(i) Advisory Committee on Professional Workers	—	—	—
(j) Advisory Committee on Salaried Employees	10,000	12,000	11,669.15
(k) Committee on Automatic Coupling	—	—	—
(l) Other committees	—	12,200	12,084.55
Total	115,000	115,000	81,218.30

SCHEDULE K

to Chapter II, Item 14.

BRANCH OFFICES.

(a) Paris Office	60,990	60,990	58,093.40
(b) London Office	99,453	99,453	64,131.60
(c) Rome Office	63,063	63,063	53,779.75
(d) Washington Office	110,565	110,565	103,752.91
(e) Tokio Office	110,139	110,139	38,357.—
(f) Delhi Office	91,668	91,668	54,331.85
(g) Chinese Office	42,240	42,240	35,072.40
Total	578,118	578,118	407,518.91

II. STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.		Swiss Francs	Gold Francs
<i>Depreciation Reserves:</i>			
Buildings at Geneva		942,778.71	942,778.71
Library at Head Office and Branches		667,960.88	665,835.28
 <i>Cash Suspense Accounts as per contra:</i>			
	Swiss Francs		
Balance of grant from the Institute of Pacific Relations for memoranda on the standard of living in Far Eastern countries	1,380.45		
Balance of grant from the Industrial Relations Counsellors for enquiry into industrial relations	28,640.08		
Building Extension Fund	853,127.90		
		883,148.43	624,656.65
Balance, being excess of assets over liabilities		5,209,959.45	4,507,194.41
		<hr/> 7,703,847.47	<hr/> 6,740,465.05

III. CASH ACCOUNT FOR THE

	RECEIPTS.	Swiss francs	Swiss Francs	Gold Francs
<i>To Contributions from States Members of the League of Nations:</i>				
Consolidated Contributions		15,940.72		
Arrears		733,278.16		
			749,218.88	742,805.21
Eighteenth Financial Period			6,668,530.70	6,147,010.54
 <i>To Contributions from States Members of the International Labour Office but not Members of the League of Nations:</i>				
Brazil: Contributions, 1934, 1935, 1936		625,302.54		625,302.54
Japan: Contributions, 1935, 1936.		895,305.48		734,419.34
United States of America: Contributions, 1935, 1936		1,795,440.34		1,795,440.34
		3,316,048.36		3,155,162.22
Less amount paid to the Pensions Fund in respect of officials of the International Labour Office		254,898.19		243,248.27
		3,061,150.17	3,061,150.17	2,911,913.95
 <i>Appropriations-in-Aid:</i>				
Sale of publications			124,828.79	
Miscellaneous Receipts			7,062.75	
Bank Interest			3,057.43	
 <i>Extraordinary Receipts:</i>				
Profit on Exchange			4,343.01	
			<hr/> 10,618,191.73	

AS AT DECEMBER 31ST, 1936.

ASSETS.		Swiss Francs	Gold Francs
<i>Buildings:</i>			
Buildings at Geneva		3,475,805.32	3,490,895.38
Buildings at Geneva: Extensions		446,872.10	381,739.65
<i>Furniture, Machines and Library:</i>			
Furniture and fittings at Head Office and Branches		1.—	1.—
Typewriters, duplicating and other machines at Head Office and Branches		1.—	1.—
Library at Head Office and Branches		667,960.88	665,835.28
<i>Contributions due from States Members of the League of Nations</i>		979,737.95	692,975.08
<i>Contributions due from States Members of the International Labour Office but not Members of the League of Nations</i>		227,463.08	160,886.14
<i>Stocks:</i>			
Stationery		15,725.65	11,123.78
<i>Cash in hand, at banks and with Branch Offices:</i>			
Cash Suspense Accounts as per contra		883,148.43	624,656.65
Special Contributions Account set up under the terms of the 1936 Assembly resolution		421,111.87	297,855.18
Cash Surplus in respect of the Eighteenth Financial Period		586,020.19	414,495.91
		7,703,847.47	6,740,465.05

Geneva, February 19th 1937.

(Signed) K. G. MCKINLAY,
Chief Accountant.

EIGHTEENTH FINANCIAL PERIOD.

PAYMENTS.		Swiss Francs
<i>By Expenditure under:</i>		
Chapter I		550,719.43
Chapter II		8,302,309.65
Chapter III		—
Chapter IVa		67,956.94
Chapter IVb		600,000 —
Chapter V		90,073.65
<i>Cash in hand, at Banks and with Branch Offices:</i>		
Special Contributions Account set up under the terms of the 1936 Assembly resolution		421,111.87
Cash surplus in respect of the Eighteenth Financial Period		586,020.19
		10,618,191.73

Geneva, February 19th, 1937.

(Signed) K. G. MCKINLAY,
Chief Accountant.

IV. UNFORESEEN EXPENDITURE AND TRANSFERS.

(a) EXPENSES BORNE ON VOTE FOR UNFORESEEN EXPENDITURE INCURRED BY SPECIAL RESOLUTION OF THE GOVERNING BODY.

Extracts from the Minutes of the Governing Body.

The Governing Body authorised the Director to draw on Chapter V (Unforeseen Expenditure) up to the amounts shown below:

	Credit granted Swiss Francs	Amount expended Swiss Francs
<i>Seventy-third Session, October 24th, 1935:</i>		
Payment of an indemnity on discharge to a cleaner who reached the age-limit in January 1936	1,780	1,780.—
Non-pensionable allowance for the calendar year 1936 to the Assistant Director, who replaces the Director during his absences	4,000	4,000.—
Consultation of experts on the textile industry	15,000	6,716.95
<i>Seventy-fourth Session, February 22nd, 1936:</i>		
Meeting of Advisory Committee on Scientific Management	6,000	2,689.30
Meeting of the Sub-Committee on Automatic Coupling	2,300	793.10
Renting additional offices needed for rooms vacated during the building of the north wing	2,500	2,500.—
<i>Seventy-fifth Session, April 24th, 1936:</i>		
Enquiries into the relation between foreign trade and the volume of employment and workers' income and into the conditions of women's work	21,000	20,979.—
<i>Seventy-seventh Session, November 12th, 1936:</i>		
Indemnity to be paid to the correspondent in Brazil on the termination of his contract	25,000	25,000.—
Increase in the budget of the Tokio Office resulting from changes in the staff following the death of the former Director	11,500 (yen)	12,150.30
Increased subscription for the new telephone exchange of the Office	950	515.—
Increased expenditure necessitated by the devaluation of the Swiss franc	43,390	<u>12,950.—</u>
		90,073.65

(b) TRANSFERS FROM ITEM TO ITEM.

The Governing Body approved the following transfers from item to item (seventy-seventh session, November 14th, 1936):

Chapter II. — General Services of the International Labour Office.

	Swiss Francs		Swiss Francs
From Item 3, Salaries:		To Item 4, Travelling expenses of officials:	
§ (b) Official Relations Section	934	§ (c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	5,550
(s) New Posts	2,000	(d) Holiday travelling expenses	3,000
(t) Exceptional Increments	6,550	Item 9, Special staff charges:	
	<u>9,484</u>	§ (a) Indemnities provided for under the Staff Regulations	6,478
Item 12, Enquiries, Investigations and External Collaboration:			<u>15,028</u>
§ I. Correspondents	5,544		
	<u>15,028</u>		

Chapter IVa. — Permanent Equipment, etc.

	Swiss Francs		Swiss Francs
From Item 17, Typewriters and other machines	3,106	To Item 16, Furniture and office equipment	5,866
Item 18, Library	2,760		
	<u>5,866</u>		<u>5,866</u>

The following transfer was authorised by the Chairman of the Governing Body in December 1936 and confirmed by the seventy-eighth session, February 5th, 1937:

Chapter II. — General Services of the International Labour Office.

	Swiss Francs		Swiss Francs
From Item 12, Enquiries, investigations and external collaboration:		To Item 9, Special staff charges:	
§ 1. Correspondents	6,090	§ Indemnities provided for under the Staff Regulations	6,090

(c) INTERNAL TRANSFERS APPROVED BY THE DIRECTOR.

The following internal transfers within the various items of the budget for the eighteenth financial period were approved by the Director:

Chapter I, Item 1. — Sessions of the Conference.

From § (a) Salaries of temporary staff	6,000	To § (d) Hire of office equipment and furniture	2,500
(b) Travelling expenses of temporary staff	1,000	(e) Automobiles and cyclists	3,500
(c) Rent of hall, heat, light, etc.	8,000	(h) Preparatory technical meetings on reduction of hours of work in the printing trades and chemical industries	9,000
	15,000		15,000

Chapter I, Item 2. — Sessions of the Governing Body.

From § (a) Travelling expenses and allowances of members of the Governing Body	2,000	To § (b) Printing of documents for the Governing Body	2,000
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Chapter II, Item 3. — Salaries.

From § (a) Directorate	38,830	To § (d) Administrative Section	10,000
(b) Official Relations Section	4,400	(h) Unemployment and Migration Section	4,300
(c) Conference Section	25,105	(i) Editorial Section	18,150
(f) Social Economics Service	29,415	(n) Safety Service	1,450
(g) Statistical Section	14,085	(o) General Information Section	4,950
(j) Labour Conditions Section	53,150	(p) Extra-European Section	7,500
(l) Social Insurance Section	8,750	(q) Special Problems Section	34,170
(m) Industrial Hygiene Service	750	(t, 1) Family allowances for local staff	800
(s, 2) New posts	29,140	(u) Supernumerary Staff	131,705
(t, 2) Exceptional increments	12,600	(v) Overtime	3,200
	216,225		216,225

Chapter II, Item 4. — Travelling Expenses of Officials.

From § (b) Removal expenses	3,500	To § (c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	7,000
(d) Holiday travelling expenses	3,500		
	7,000		7,000

Chapter II, Item 6. — Maintenance of Geneva Office.

	Swiss Francs		Swiss Francs
From § (d) Repairs	1,310	To § (a) Water rate	350
(f) Upkeep of office furni- ture and equipment	2,000	(b) Heating	120
(i) Sundry supplies	600	(c) Electricity: Lighting	1,050
		Electric motors	600
		(e) Insurance	150
		(g) Domestic staff employed in cleaning and watch- men	1,640
	<hr/> 3,910		<hr/> 3,910

Chapter II, Item 7. — Printing.

From § (a) <i>Industrial and Labour Information</i>	1,520	To § (f) <i>I.L.O. Year-Book</i>	7,010
(b) <i>Official Bulletin</i>	1,350	(g) <i>Legislative Series</i>	40
(c) <i>International Labour Review</i>	2,640	(i) <i>Monthly Summary</i>	1,350
(d) <i>Industrial Safety Sur- vey</i>	1,425	(r) Printing or share in the publication of pam- phlets, leaflets and pos- ters for propaganda; editions in languages other than English, French and German	7,000
(e) Bibliography of Indus- trial Hygiene	835		
(h) Studies and Reports	7,630		
	<hr/> 15,400		<hr/> 15,400

Chapter II, Item 8. — General Office Expenses.

From § (a) Stationery and office supplies	2,000	To § (b) Postage and diplomatic bag, Geneva-Paris	5,000
(c) Cables and telegrams	1,400	(d) Telephones	1,400
(f) Additional miscella- neous expenses	3,000		
	<hr/> 6,400		<hr/> 6,400

Chapter II, Item 9. — Special Staff Charges.

From § (c) Contribution to the Staff Sickness In- surance Fund	300	To § (a) Indemnities provided for under the Staff Regu- lations	300
(h) Recruitment of Staff	1,600	(g) Staff welfare	200
		(f) Medical Adviser I. Honorarium	1,400
	<hr/> 1,900		<hr/> 1,900

Chapter II, Item 12. — Enquiries, Investigations and External Collaboration.

From § 3. Collaborators for Span- ish and Italian Re- views	2,700	To § 1. Correspondents	2,500
6. Consultation of Experts: Miscellaneous Col- laboration	4,000	4. Collaborators for the Sur- vey of Decisions on Labour Law	200
	<hr/> 6,700	5. Translations and fees for articles	4,000
			<hr/> 6,700

Chapter II, Item 13. — Commissions.

From § (d) Correspondence Com- mittees on: 1. Industrial Hy- giene	1,000	To § (e) Migration Committee	1,000
2. Accident Pre- vention	2,000	(j) Advisory Committee on Salaried Employees	2,000
(f) Committee of Statist- ical Experts	5,000	(l) Other Committees	12,200
(g) Committee on Native Labour	7,200		
	<hr/> 15,200		<hr/> 15,200

Geneva, February 19th, 1937.

(Signed) K. G. MCKINLAY.
Chief Accountant.

Part IV.

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1936.
 - III. CASH ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS IN THE BUDGET.
-

I. BUDGET ACCOUNT FOR THE EIGHTEENTH FINANCIAL PERIOD (1936).

A. SUMMARY OF CHAPTERS.

	Original Credits	Credits after Transfers	Expenditure	
	Dutch florins		Dutch florins	Swiss francs
SECTION I. — ORDINARY EXPENDITURE.				
<i>Chapter I.</i>				
Sessions of the Court.	267,600.—	117,600.—	69,035.60	144,251.15
<i>Chapter II.</i>				
General services of the Court. . .	908,508.75	1,058,508.75	872,062.89	1,822,191.35
<i>Chapter III.</i>				
Cost of administration of the Court's Funds.	100.—	100.—	1,465.24	3,061.65
<i>Chapter IV.</i>				
Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice"	30,160.83	30,160.83	30,160.83	63,021.61
SECTION 2. — CAPITAL ACCOUNT.				
<i>Chapter V.</i>				
Permanent installations, etc.	4,500.—	4,500.—	4,459.46	9,318.12
	<u>1,210,869.58</u>	<u>1,210,869.58</u>	<u>977,184.02</u>	<u>2,041,843.88</u>
<i>Receipts to be deducted:</i>				
Bank Interest	500.—	500.—	230.89	482.45
	<u>1,210,369.58</u>	<u>1,210,369.58</u>	<u>976,953.13</u>	<u>2,041,361.43</u>
Deduction to be made in Chapter I in view of the creation of a special guarantee fund (200,000 gold francs, calculated at the rate of 1 florin = 2.083 gold francs)	96,015.36	96,015.36	48,000.—	101,061.80
	<u>1,114,354.22</u>	<u>1,114,354.22</u>	<u>928,953.13</u>	<u>1,940,299.63</u>

NOTES TO SUMMARY OF CHAPTERS.

(a) For the difference between the original credits and the credits after transfers, see: "IV. Transfers in the budget: A. Transfers from one chapter to another under a decision of the Assembly".

(b) The credit provided for in Chapter I was	Dutch florins
This amount was reduced in view of the creation of a special guarantee fund of.	117,600.—
The total of Chapter I to be covered by the contributions of Member States is therefore reduced to	<u>96,015.36</u>
	<u>21,584.64</u>

	Dutch florins
On the other hand, the expenses charged to Chapter I were	69,035.60
This amount was met by payments from the guarantee fund totalling	48,000.—
	21,035.60
Accordingly, of the amount covered by the contributions of Members—	
namely	21,584.64
the total expended is	21,035.60
	549.04
Balance	

B. SUMMARY OF ARTICLES.

	Original Credits	Credits after Transfers Dutch florins	Expenditure
SECTION I. — ORDINARY EXPENDITURE.			
<i>Chapter I.</i>			
1. Sessions of the Court (see Table A; see note, page 68)	266,600.—	116,600.—	69,035.60
<i>1 bis.</i> Extraordinary or unforeseen expenditure	1,000.—	1,000.—	—
	267,600.—	117,600.—	69,035.60
<i>Chapter II.</i>			
General Services of the Court.			
2. Annual salaries and special expenditure relating to staff:			
(a) Annual salaries (see Table B; see note, page 68)	771,810.—	911,810.—	758,123.18
(b) Contribution to the Staff Provident Fund	463.75	463.75	463.75
(c) Indemnities provided for in the Staff Regulations	100.—	100.—	—
(d) Contribution towards sickness insurance	100.—	100.—	73.09
(e) Compensation payable as a result of administrative proceedings	100.—	100.—	—
(f) Medical examinations	100.—	100.—	80.—
3. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	5,000.—	5,000.—	4,206.23
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	1,500.—	1,450.—	1,313.64
(b) bis. Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes", every three years	400.—	450.—	443.76
(c) Removal expenses (on taking up appointment and on departure) (see note, page 69)	1,000.—	1,000.—	937.14
3 <i>bis.</i> Travelling expenses of members of the Court:			
(a) Travelling expenses of members of the Court (on duty)	1,000.—	4,000.—	—
(b) Travelling expenses of members of the Court on leave to their native country	4,000.—	9,700.—	7,282.09
(c) Removal expenses on arrival and departure	5,000.—	6,300.—	6,064.15
<i>Carried forward</i>	790,573.75	940,573.75	778,987.03

	Original Credits	Credits after Transfers Dutch florins	Expenditure
<i>Brought forward</i>	790,573.75	940,573.75	778,987.03
4. Contribution to the Carnegie Foundation:			
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—
(c) Amortisation of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
5. Administrative expenses (see Table C; see note, page 69).	21,435.—	21,435.—	16,971.21
6. Printing (see note, page 69).	30,500.—	30,300.—	13,645.44
6 a. <i>Idem</i> (special work)	1,500.—	1,700.—	1,687.66
6 b. Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted	500.—	500.—	492.85
7. Unpaid liabilities from preceding years	3,000.—	3,000.—	278.70
7bis. Unforeseen expenditure	1,000.—	1,000.—	—
	<hr/> 908,508.75	<hr/> 1,058,508.75	<hr/> 872,062.89

Chapter III.

Cost of administration of the Court's Funds.

8. Loss on exchange (see note, page 69)	100.—	10.—	1,333.64
9. Bank charges	100.—	190.—	131.60
	<hr/> 200.—	<hr/> 200.—	<hr/> 1,465.24
<i>To be deducted:</i>			
Profits on exchange	100.—	100.—	—
	<hr/> 100.—	<hr/> 100.—	<hr/> 1,465.24

Chapter IV.

10. Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice"	30,160.83	30,160.83	30,160.83 ¹
--	-----------	-----------	------------------------

¹ Balance at the end of the financial year 1935 [see note, page 65 of the audited accounts for the seventeenth financial year (1935) (document A.3.1936.X)] Dutch florins 55,349.48

Receipts, financial year 1936:

Contribution provided for in the Court's budget for 1936	Dutch florins 30,160.83	
Bank interest	14.84	
	<hr/>	30,175.67.

Expenditure, financial year 1936:

Total of pensions paid during financial year 1936	24,904.16	
Bank charges	8.15	
	<hr/>	24,912.31

Balance, end of financial year 1936 60,612.84

On January 22nd, 1937, the balance at the end of the financial year 1936 (or 60,612.84 florins), including the value of the gold bullion, computed at the purchase price in florins, was remitted to the Secretary-General.

When this remittance was made, the above-mentioned balance had been increased by 0.41 florin, representing Bank interest for the month of December 1936, after deduction of Bank charges for that month.

SECTION 2. — CAPITAL ACCOUNT.

Chapter V.

Permanent installations, etc.

	Original Credits	Credits after Transfers Dutch florins	Expenditure
II. Furniture and installation of additional fittings	2,500.—	2,500.—	2,496.—
II bis. Permanent installation of telephone cabins	—	—	—
II ter. Installation of loud-speakers	—	—	—
12. Library	2,000.—	2,000.—	1,963.46
	<hr/> 4,500.—	<hr/> 4,500.—	<hr/> 4,459.46

The Hague, February 15th, 1937.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

C. SCHEDULES

TABLE A.

(See Chapter I, Article 1; see note, page 68.)

Sessions of the Court.

1. Duty and subsistence allowances of judges	197,000.—	67,000.—	40,500.—
2. Salaries of temporary and auxiliary staff and overtime pay (permanent and auxiliary staff)	44,600.—	44,600.—	25,319.75
3. Travelling expenses of judges and temporary and auxiliary staff	33,000.—	13,000.—	3,195.40
4. Taxis to convey female staff to their homes after nightwork	100.—	100.—	0.80
5. Welfare of staff	100.—	100.—	19.65
	<hr/> 274,800.—	<hr/> 124,800.—	<hr/> 69,035.60
Sums recoverable:			
Subscriptions of non-members	6,100.—	6,100.—	—
Assessors	2,100.—	2,100.—	—
	<hr/> 266,600.—	<hr/> 116,600.—	<hr/> 69,035.60

ANNEXED TABLE NO. I TO TABLE A.

Duty and Subsistence Allowances of Judges.

Duty allowance of Vice-President, judges and deputy judges.	141,000.—	13,000.—	8,250.—
Subsistence allowance of Vice-President, judges and deputy judges.	—	—	—
National judges: duty allowance	50,000.—	32,000.—	22,200.—
National judges: subsistence allowance	—	16,000.—	10,050.—
Assessors (subsistence allowance)	5,000.—	5,000.—	—
Witnesses and experts (Article 52 of Rules of Court).	1,000.—	1,000.—	—
	<hr/> 197,000.—	<hr/> 67,000.—	<hr/> 40,500.—

The sum of 8,250 florins, expended in 1936 in respect of duty allowance of the Vice-President, judges and deputy judges, includes:

1. Duty allowance paid to judges before February 1st, 1936 (date of the coming into force of the new Statute);
2. Duty allowance of the Vice-President for each day on which he acted as President.

ANNEXED TABLE NO. 2 TO TABLE A.

*Salaries of Auxiliary
and Temporary Staff and Overtime Pay (Permanent and Auxiliary Staff).*

	Original Credits	Credits after Transfers Dutch florins	Expenditure
Salaries of auxiliary staff	30,000.—	30,000.—	19,762.75
Salaries of temporary staff (Registrar's office)	8,000.—	8,000.—	—
<i>Idem</i> (Establishment and accountancy service)	5,450.—	5,450.—	5,450.—
Overtime pay, permanent staff	1,000.—	1,000.—	39.—
Overtime pay, auxiliary staff	150.—	150.—	68.—
	44,600.—	44,600.—	25,319.75

ANNEXED TABLE NO. 3 TO TABLE A.

Travelling Expenses of Judges and Temporary and Auxiliary Staff.

Judges and deputy judges	20,000.—	—	—
National judges	5,000.—	5,000.—	1,508.03
Assessors	3,000.—	3,000.—	—
Temporary and auxiliary staff	4,000.—	4,000.—	1,687.37
Witnesses and experts (Article 52 of Rules of Court)	1,000.—	1,000.—	—
	33,000.—	13,000.—	3,195.40

TABLE B.

Annual Salaries (see note, below).

President of the Court	60,000.—	60,000.—	60,000.—
Vice-President	35,000.—	630,000.—	499,106.20
Judges	455,000.—		
Registrar	32,000.—	32,000.—	26,219.47
Permanent staff of the Registry	189,810.—	189,810.—	172,797.51
	771,810.—	911,810.—	758,123.18

TABLE C.

Administrative Expenses.

Cost of distribution of documents	1,000.—	1,000.—	565.57
Supplies	13,000.—	13,000.—	12,147.13
Post, telephone, telegraph	5,000.—	5,000.—	2,751.76
Insurances	135.—	135.—	124.30
Gratuities at the New Year	500.—	500.—	500.—
Financial control	1,800.—	1,800.—	882.45
	21,435.—	21,435.—	16,971.21

NOTES TO THE SUMMARY OF ARTICLES.

Article 1: Sessions of the Court (see page 65).

The expenditure was below the estimates by reason of the length of time for which the Court was actually sitting and the nature of the cases with which the Court had to deal.

Article 2 (a): Annual Salaries (see page 65).

Three judgeships remained vacant until October and one from July to December. The Registrarship also fell vacant in October. The new Registrar was elected in the course of December.

The credit for permanent staff shows a reduction, owing to the fact that an editing-secretaryship, which fell vacant in 1933, has not been filled.

Article 3 (c): Removal Expenses of the Registrar and Officials of the Registry on taking up Appointment and on Departure (see page 65).

Against this credit have been charged the removal expenses of the new Registrar and of an official of the Registry.

Article 5: Administrative Expenses (see page 66).

The expenditure on postal, telephone and telegraph services shows a reduction due to the nature of the cases with which the Court has had to deal.

Article 6: Printing (see page 66).

Certain printing was commenced in 1936 and was to have been paid for out of the credits for that year (except that for which a special credit was provided in the budget for 1937); but at the end of the financial year, this work had not yet been completed and it was impossible to calculate the cost. Accordingly, this printing could not be charged to the financial year 1936; this explains the fact that expenditure was appreciably below the estimate.

Article 8: Loss on Exchange (see page 66).

The sum of 1,333.64 florins constitutes the loss on exchange suffered upon remittances in florins received on account of contributions kept in gold at Geneva (January 1st-September 27th, 1936), under an arrangement made between the Registrar of the Court and the Secretary-General.

II. STATEMENT OF ASSETS AND

LIABILITIES.

	Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Depreciation account:</i>				
Library:				
To December 31st, 1935	20,067.22½		41,778.21	
Plus depreciation to December 31st, 1936	2,086.32		4,359.40	
	<u>22,153.54½</u>		<u>46,137.61</u>	
<i>Suspense account (per contra):</i>				
Fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice" (balance at Bank).		60,612.84		102,120.76
(In January 1937, this balance was remitted to the Secretary-General of the League of Nations.)				
Special account for profit on exchange resulting (<i>i.a.</i>) from the depreciation of the florin (this sum was remitted to the Secretary-General on January 26th, 1937) (<i>per contra</i>)		61,998.08		105,013.73
Surplus of assets over liabilities		<u>307,937.—</u>		<u>563,741.99</u>
		<u>452,701.46½</u>		<u>817,014.09</u>

LIABILITIES AS AT DECEMBER 31ST, 1936.

ASSETS.

	Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Furniture, typewriters, etc.:</i>				
Sum expended to date (fl. 118,581.88)		I.—		2.—
 <i>Library:</i>				
Balance from the financial year 1935	20,067.22 ½		41,778.21	
Purchases during financial year 1936	2,086.32		4,359.40	
	<u>22,153.54 ½</u>		<u>46,137.61</u>	
 <i>Contributions to be received.</i>		110,212.26		230,614.21
 <i>Suspense account (per contra):</i>				
Fund to defray the expenses resulting from the application of the " Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice " (balance at Bank)		60,612.84		102,120.76
(In January 1937, this balance was remitted to the Secretary-General of the League of Nations.)				
 <i>In hand and at Bank:</i>				
(470,977.95 Swiss francs)		197,723.74 ¹		333,125.78
Special account for profit on exchange resulting (<i>i.a.</i>) from the depreciation of the florin (this sum being in the hands of the Secretary-General) (<i>per contra</i>) (148,469.90 Swiss francs)		61,998.08 ²		105,013.73
		<u>452,701.46 ½</u>		<u>817,014.09</u>
 The Hague, February 15th, 1937.				

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

¹ The balance in hand includes gold bullion computed at the purchase price in florins. This gold, bought in 1935, was one of the constituents of the balance in hand at the end of the financial year 1935 and was to be refunded in 1936 to the Secretary-General.

The equivalent value in gold francs has been deducted from the amount of the contributions retained in gold at Geneva in 1936, under the arrangement made between the Registrar of the Court and the Secretary-General.

² The seventeenth Assembly decided that " the amounts received by the Secretary-General in respect of contributions should be so distributed as to place at the disposal of the various organisations, within the limits of the remittances received, the amounts required to defray their expenditure in Swiss francs and in florins in accordance with the budget".

The method adopted by the Court is as follows:

Taking the usual coefficient (2.083), the number of gold florins corresponding to the amount in gold francs of the contributions falling to the Court's share has been calculated; then an equal number of depreciated florins has been paid into the budget account.

Into the special account has been paid the difference between the sum in depreciated florins actually received and the sum in depreciated florins resulting from the above calculation.

The total in the special account was paid to the Secretary-General on January 26th, 1937.

III. CASH ACCOUNT FOR THE

1936	Dutch florins	Swiss francs
Dec. 31st	To contributions from States Members:	
	103,212.54	
	2,070.13	
	1,068,899.85	
	<u>1,174,182.52</u>	2,529,465.28
	14,492.43	30,282.20
	48,000.—	101,061.80
	To extraordinary receipts:	
	230.89	482.45
	<u>1,236,905.84</u>	<u>2,661,291.73</u>

EIGHTEENTH FINANCIAL PERIOD.

1936		Dutch florins	Swiss francs
Dec. 31st	By Chapter I	69,035.60	144,251.15
	" " II	872,062.89	1,822,191.35
	" " III	1,465.24	3,061.65
	" " IV	30,160.83	63,021.61
	" " V	4,459.46	9,318.12
	Special account for profit on exchange resulting (<i>i.a.</i>) from the depreciation of the florin (this sum was re- mitted to the Secretary- General on January 26th, 1937)	61,998.08	148,469.90
	Balance, being cash surplus for eighteenth financial period .	197,723.74	470,977.95
		<u>1,236,905.84</u>	<u>2,661,291.73</u>

IV. TRANSFERS IN THE BUDGET.

A. — Transfers from One Chapter to Another effected under a Decision of the Assembly.

In 1935, the Assembly approved the Court's budget for 1936, which had been prepared on the assumption that in 1936 the Statute would continue in force in its original form. At the same time, however, it authorised the Registrar to make transfers from one chapter to another of the budget thus approved within the limits of another budget which had been prepared on the assumption that the Statute as revised in 1929 would come into force in 1936. It was understood that these transfers were only to be made if this contingency actually occurred.

The revised Statute came into force on February 1st, 1936. The Registrar accordingly authorised the following transfers:

- (a) The *reduction* by 150,000 florins of the total for Chapter I (Sessions of the Court);
The *increase* by 150,000 florins of Chapter II (General Services of the Court).
- (b) The distribution of the amount transferred to Chapter II between the various articles of that chapter in the following manner:

Dutch florins

- 140,000 to Article 2 (a) (annual salaries).
- 3,000 to Article 3bis (a) (travelling expenses of members of the Court—on duty).
- 7,000 to Article 3bis (c) (travelling expenses of members of the Court—removal expenses on arrival and departure).

150,000

The details of the amount of 150,000 florins by which the total of Chapter I has been reduced, as stated under (a) above, are as follows:

CHAPTER I.

Reduced by 150,000 florins.

Heading	Original figure		Deducted		Added		Amount after transfer	
	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B
<i>Table A.</i>								
Sessions of the Court:								
1. Allowances, etc.	197,000	67,000	130,000 ¹	—	—	—	67,000	67,000
2. Salaries of temporary staff, etc.	44,600	44,600	—	—	—	—	44,600	44,600
3. Travelling expenses of judges, etc.	33,000	13,000	20,000 ²	—	—	—	13,000	13,000
4. Taxis, etc.	100	100	—	—	—	—	100	100
5. Welfare of staff	100	100	—	—	—	—	100	100
Sums recoverable	274,800	124,800	150,000	—	—	—	124,800	124,800
Subscript. from non-members	6,100	6,100	—	—	—	—	6,100	6,100
Assessors	2,100	2,100	—	—	—	—	2,100	2,100
	266,600	116,600	150,000	—	—	—	116,600	116,600

¹ This sum of 130,000 florins is made up as follows:

Heading	Original figure		Deducted		Added		Amount after transfer	
	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B
<i>Annexed Table No. 1 to Table A.</i>								
Allowances, etc.								
Duty allowance of Vice-President, etc.	141,000	10,000	131,000	—	—	—	10,000	10,000
Subsistence allowance of Vice-President, etc.	—	—	—	—	—	—	—	—
National judges: duty allowance	50,000	35,000	15,000	—	—	—	35,000	35,000
<i>Id.</i> subs. allowance	—	16,000	—	—	16,000	—	16,000	16,000
Assessors, etc.	5,000	5,000	—	—	—	—	5,000	5,000
Witnesses, etc.	1,000	1,000	—	—	—	—	1,000	1,000
	197,000	67,000	146,000	—	16,000	—	67,000	67,000
Deducted		146,000						
Added		16,000						
Net amount deducted		130,000						

² For footnote 2, see the following page.

The sum of 140,000 florins by which Article 2 (a) (annual salaries) has been increased (see under (b) above) has been added to the credit for annual salaries of judges as indicated in the following table:

Heading	Original figure		Deducted		Added		Amount after transfer	
	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B
<i>Table B.</i>								
Annual salaries:								
President of the Court	60,000	60,000	—	—	—	—	60,000	60,000
Vice-President	35,000	630,000	—	—	140,000	—	630,000	630,000
Judges	455,000		—	—	—	—	32,000	32,000
Registrar	32,000	32,000	—	—	—	—	189,810	189,810
Permanent staff of the Registry	189,810	189,810	—	—	—	—	189,810	189,810
	771,810	911,810	—	—	140,000	—	911,810	911,810

B. — Transfers in the Budget approved by the Court, or by Delegation from the Court by the President.

Decision taken by the President of the Court on August 9th, 1936, authorising the undermentioned transfer in Chapter III (cost of administration of the Court's funds) of the Court's budget for 1936.

90 florins from Article 8 (loss on exchange) to Article 9 (Bank charges).

C. — Transfers within an Article of the Budget approved by the Registrar of the Court.

(1) *On February 2nd, 1936:*

3,000 florins from the item for duty allowance of national judges to the item for duty allowances of the Vice-President, judges and deputy judges.

(2) *On October 12th, 1936:*

(a) 50 florins from item 3 (b) (travelling expenses of the Registrar and of officials of the Registry on leave to native country) to item 3 (b) bis (travelling expenses of wives and children of the Registrar and of officials of the Registry "to their recognised homes" every three years):

(b) 200 florins from item 6 (Printing) to item 6(a) (Printing—special work).

(3) *On November 12th, 1936:*

2,200 florins from item 3 bis (c) (travelling expenses of members of the Court: removal expenses on arrival and departure) to item 3 bis (b) (travelling expenses of members of the Court on leave to their native country).

(4) *On December 28th, 1936:*

3,500 florins from item 3 bis (c) (travelling expenses of members of the Court: removal expenses on arrival and departure) to item 3 bis (b) (travelling expenses of members of the Court on leave to their native country).

^a This sum of 20,000 florins is made up as follows:

Heading	Original figure		Deducted		Added		Amount after transfer	
	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B	Budget A	Budget B
<i>Annexed Table No. 3 to Table A.</i>								
Travelling expenses, etc.								
Judges, etc.	20,000	—	20,000	—	—	—	—	—
National judges	5,000	5,000	—	—	—	—	5,000	5,000
Assessors	3,000	3,000	—	—	—	—	3,000	3,000
Temporary staff, etc.	4,000	4,000	—	—	—	—	4,000	4,000
Witnesses, etc.	1,000	1,000	—	—	—	—	1,000	1,000
	33,000	13,000	20,000	—	—	—	13,000	13,000

Part VI.

**SECRETARIAT AND ASSEMBLY HALL: BUILDING
FUND ACCOUNT**

- I. CASH ACCOUNT AS AT DECEMBER 31ST, 1936.
 - II. STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1936.
 - III. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1936.
-

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1936.

(In Swiss francs.)

Year	RECEIPTS.						PAYMENTS.				
	Original fund	Argentine contributions	Allocation from cash surplus	Allocation from Building Annuity	Interest earned and profit on investments realised	Total	Expended on Construction Account	International Labour Organisation Building	Building Annuity refund	Total	Balance at end of year
1925	10,535,301.80	2,799,692.14	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	—	3,367,847.28	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,402.24
1927	—	—	—	—	508,674.24	508,674.24	1,192,117.40	—	25,000.—	1,217,117.40	10,912,959.08
1928	—	—	—	—	538,556.45	538,556.45	196,694.10	—	25,000.—	221,694.10	11,229,821.43
1929	—	—	1,479,161.12	675,000.—	672,657.42	2,826,818.54	209,973.45	—	—	209,973.45	13,846,666.52
1930	—	—	—	675,000.—	636,016.15	1,311,016.15	510,394.20	—	—	510,394.20	14,647,288.47
1931	—	—	—	675,000.—	460,514.15	1,135,514.15	1,974,339.25	—	—	1,974,339.25	13,808,463.37
1932	—	—	—	675,000.—	59,889.84	734,889.84	3,797,503.95	—	—	3,797,503.95	10,745,849.26
1933	—	—	—	1,375,000.—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58 ¹
1934	—	—	—	1,600,000.—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63 ²
1935	—	—	800,000.—	2,000,000.—	—	2,800,000.—	4,540,928.57	—	—	4,540,928.57	3,936,146.84
1936	—	—	—	1,456,010.—	695,899.76	2,151,909.76	5,172,809.64	—	—	5,172,809.64	915,246.96
	10,535,301.80	2,799,692.14	5,647,008.40	9,131,010.—	4,145,848.48	32,258,860.82	27,983,613.86	3,310,000.—	50,000.—	31,343,613.86	

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ After deducting the sum of 1,132,732.48 francs, being loss on investment.

² After deducting the sum of 1,169,021.78 francs, being loss on investment.

II. — STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1936.

<i>A. Non-recurring Expenditure.</i>		Swiss francs	Swiss francs
1. International Labour Office			3,310,000.—
2. Assembly Hall and Secretariat:			
(a) Cost of land		2,678,500.—	
(b) Cost of annex.		270,000.—	
(c) Annex installations		122,401.60	
(d) Examination expenses		401,768.55	
(e) Cost of original plans on old site		126,777.25	
		<hr/>	3,599,447.40
<i>B. Construction Expenditure — Assembly Hall and Secretariat.</i>			
1. (a) Construction of new buildings	21,190,830.60		
(b) Architects' fees	1,111,709.—		
(c) Office expenses	1,139,202.95		
	<hr/>	23,441,742.55	
2. Advertising		25.—	
3. Prints of plans		42,878.80	
4. Transport charges		2,116.95	
5. Telegrams and telephones		2,250.55	
6. Experts' fees		51,507.10	
7. Printing		1,209.—	
8. Incidental expenses		65,161.80	
9. Allowances and travelling expenses of Building Committee and staff		260,273.10	
10. Legal expenses		81,833.15	
11. Administration of property		1,563.70	
12. Salaries of staff		404,488.25	
13. Sundry and miscellaneous expenses		66,852.01	
		<hr/>	24,421,901.96
			<hr/>
			31,331,349.36
<i>Less — In aid:</i>			
Sales of documents to contractors		17,814.20	
Sale of timber, etc.		6,752.—	
Miscellaneous		13,169.30	
		<hr/>	37,735.50
			<hr/>
			31,293,613.86
			<hr/>

III. — CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1936.

SHOWING AMOUNT STILL DUE TO CONTRIBUTORY STATES.

(In gold francs as adopted by the League of Nations.)

<i>Income.</i>		<i>Expenditure.</i>	
Amount contributed by States Members	16,702,841.22	Refunded to States Members:	
Amount receivable in respect of sale of Hotel National	4,000,000.—	Financial period ended December 31st, 1927	1,400,000.—
	<hr/>	Financial period ended December 31st, 1928	1,400,000.—
	20,702,841.22	Financial period ended December 31st, 1929	700,000.—
		Financial period ended December 31st, 1930	700,000.—
		Financial period ended December 31st, 1931	700,000.—
		Financial period ended December 31st, 1932	700,000.—
			<hr/>
		Balance still payable	5,600,000.—
			<hr/>
	<hr/>		15,102,841.22
	20,702,841.22		<hr/>
			20,702,841.22

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VII.

LIBRARY: BUILDING FUND ACCOUNT

CASH ACCOUNT AS AT DECEMBER 31ST, 1936.

	Swiss francs	Swiss francs
<i>Receipts:</i>		
Amount received from Mr. J. D. Rockefeller, Junr. (\$1,500,000.—)	5,678,148.28	
Interest	21,149.31	
	<hr/>	5,699,297.59
Less: Loss on investment		72,028.39
		<hr/>
		5,627,269.20
<i>Payments:</i>		
Construction of Library	3,911,845.95	
Architects' fees	230,580.—	
Office expenses	175,120.—	
	<hr/>	4,317,545.95
<i>Balance:</i>		
Cash in hand as at December 31st, 1936:		
Deposit account	1,296,833.80 ¹	
Current account (£440 14s. 0d.)	8,042.75	
Idem.	4,846.70	
	<hr/>	1,309,723.25
		<hr/>
		5,627,269.20

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The estimated realisable value of this deposit was, on December 31st, 1936, equivalent to 1,833,482 Swiss francs.

Part VIII.

LIBRARY ENDOWMENT FUND

I. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1936.

	Swiss francs		Swiss francs	Swiss francs
<i>Capital Account:</i>		<i>Investments (at cost):</i> ¹		
Balance as at December 31st, 1936 (\$500,000.—)	1,511,940.88	As per details annexed (page 82)		1,053,423.07
		<i>Cash at Bank:</i>		
<i>Depreciation Reserve Fund</i>	80,097.26	Deposit account	477,502.67 ²	
		Current account	61,112.40	
			<u>538,615.07</u>	
	<u>1,592,038.14</u>			<u>1,592,038.14</u>

II. REVENUE ACCOUNT FOR THE YEAR ENDED DECEMBER 31ST, 1936.

	Swiss francs		Swiss francs	Swiss francs
Balance as at January 1st, 1936	96,458.30	Library, in aid account		52,192.85
Income from investments	54,616.67	Miscellaneous expenses		2,431.23
		Pensions Fund, arrears contributions		5,073.30
		Balance as at December 31st, 1936:		
		Deposit account	87,257.69 ³	
		Current account	4,119.90	
			<u>91,377.59</u>	
	<u>151,074.97</u>			<u>151,074.97</u>

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The market value of the investments held by the Fund as at December 31st, 1936, was, exclusive of interest, 1,160,614.75 Swiss francs.
² The estimated realisable value of this deposit was, as at December 31st, 1936, equivalent to 675,679 Swiss francs.
³ The estimated realisable value of this deposit was, as at December 31st, 1936, equivalent to 123,488 Swiss francs.

LIBRARY ENDOWMENT FUND.

STATEMENT OF INVESTMENTS.

Details	Nominal value	Cost price in original currency	Equivalent in Swiss francs	Estimate at December 31st, 1936	
				In original currency	In Swiss francs ¹
7% German External Loan 1924/49.	\$47,000.—	\$51,106.50	156,426.65	\$13,571.25	59,051.90
5½% Kingdom of Denmark 1955.	\$13,000.—	\$12,858.40	39,356.98	\$13,065.—	56,849.10
7% Greek Government Loan 1964	\$28,000.—	\$27,470.—	84,080.20	\$ 8,400.—	36,550.50
6% Government of Argentine 1927-60	\$28,000.—	\$27,382.50	83,812.34	\$28,525.—	124,119.40
4½% Commonwealth of Australia 1928-56	\$14,000.—	\$13,575.—	41,550.36	\$14,210.—	61,831.25
4½% Swedish Government Loan 1930	Kr. 370,000.—	Kr. 366,330.83	301,010.85	Kr. 402,375.—	443,216.05
3¼% Town Mortgage Bank, Kingdom of Sweden 1937	Kr. 110,000.—	Kr. 110,000.—	90,524.55	Kr. 112,200.—	123,588.30
4½% French <i>Rentes</i> (1932 B)	Fr. frs. 792,500.—	Fr. frs. 565,717.50	114,868.94	Fr. frs. 614,187.50	124,756.85
4% French State Railways 1921	Fr. frs. 451,000.—	Fr. frs. 288,640.—	58,738.25	Fr. frs. 251,207.—	51,026.40
4% French Treasury Bonds 1934	Fr. frs. 500,000.—	Fr. frs. 410,650.—	83,053.95	Fr. frs. 392,000.—	79,625.—
			1,053,423.07		1,160,614.75

Rate of conversion as at December 31st, 1936:

	Swiss francs
New York	4.35 ¹ / ₈
Stockholm	110.15
Paris	20.31 ¹ / ₄

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Part IX.

REVOLVING FUND FOR SPECIAL PUBLICATIONS

RECEIPTS AND PAYMENTS ACCOUNT AS AT DECEMBER 31ST, 1936.

	Swiss francs	Swiss francs	Swiss francs
<i>Receipts:</i>			
Original gift		25,000.—	
Sales of documents to December 31st, 1935 . . .	16,188.65		
Sales of documents during 1936	<u>413.77</u>		
Interest, etc.		16,602.42	
		<u>712.25</u>	
<i>Expenditure:</i>			
Printing to December 31st, 1935	17,361.55		
Printing during 1936	<u>1,774.63</u>		
Miscellaneous expenses.			19,136.18
Balance as at December 31st, 1936:			334.83
Deposit account			22,843.66 ¹
		<u>42,314.67</u>	<u>42,314.67</u>

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The estimated realisable value of this deposit was, on December 31st, 1936, equivalent to 32,296.70 Swiss francs.

Part X.

REPORT BY M. A. CERESA (Auditor) ON THE AUDIT OF THE
LEAGUE OF NATIONS ACCOUNTS FOR THE EIGHTEENTH
FINANCIAL PERIOD (1936)

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LETTER, DATED APRIL 15TH, 1937, FROM THE AUDITOR
TO THE SECRETARY-GENERAL.

In conformity with Article 44 of the Regulations for the Financial Administration of the League of Nations, I have the honour to transmit to you herewith my report on the audit of the accounts of the League for the financial year 1936.

(Signed) A. CERESA.

PRELIMINARY NOTE.

The Swiss Federal Council issued a decree on September 27th, 1936, devaluing the Swiss franc—the decision to devalue was taken in principle on the preceding day—and making the notes of the Swiss National Bank legal currency.

The same decree instructed the Swiss National Bank to maintain the gold parity of the Swiss franc at a point between 190 and 215 milligrammes of fine gold, as against 290.32 milligrammes under the Currency Law of June 3rd, 1931, representing an *average* devaluation of 30%.

The devaluation was therefore free to move between a *maximum* of 34.556%, corresponding to a gold weight of 190 milligrammes, and a *minimum* of 25.944%, corresponding to a gold weight of 215 milligrammes.

The Federal Council instructed the Swiss National Bank to maintain the gold value of the franc at a level corresponding to a devaluation of 30% of the legal parity.

The action taken did not, however, involve the fixing of a new parity, since the parities calculated on the basis of the 30% devaluation were not legal or therefore final.¹

The adoption of the 30% average rate of devaluation meant an increase in the value of fine gold of 42.857%.

The devaluation had appreciable effects on the finances of the League of Nations, as will be seen from the following pages.

Since 1920, the League has adopted as the monetary unit of its accounts a gold franc equivalent to 322.5806 milligrammes of gold of 900/1000 fineness, making a parity of 100 gold francs = 141.381418 Swiss francs, calculated on the basis of a price of 4,869.80 francs per kilogramme (or 42% more than previously), at which rate the Swiss National Bank is purchasing fine gold until further notice, and a corresponding parity of 100 Swiss francs = 70.730653 gold francs, or a devaluation of 29.269347%.

I. GENERAL BUDGET OF THE LEAGUE FOR THE FINANCIAL YEAR 1936.²

The results of the budget account for the financial year 1936 may be summarised as follows:

Of the 28,279,901 gold francs due by States in respect of contributions, the sum of 25,947,929.11 gold francs was actually received—*i.e.*, 2,331,971.89 gold francs below the estimate.

Of the credits voted by the Assembly for expenditure for the said financial year, totalling 28,279,901 gold francs, the actual expenditure was 23,938,517.81 Swiss francs—*i.e.*, 4,341,383.19 francs below the estimate.

The *budgetary receipts* exceeded the *budgetary expenditure* by 2,009,411.30 francs, as against 1,458,738.04 francs in 1935.

The following table shows how the excess of receipts over expenditure is made up:

	Receipts 1 Gold francs	Expenditure 2 Swiss francs	Difference between cols. 1 and 2 Francs
Secretariat and Special Organisations . .	13,388,402.96	11,137,047.96	2,251,355.—
International Labour Organisation . . .	6,147,010.54	6,410,617.52	— 263,606.98
Permanent Court of International Justice	2,129,793.06	1,940,299.63	189,493.43
Permanent Central Opium Board	109,612.05	109,400.20	211.85
Nansen International Office for Refugees	247,735.75	270,000.—	— 22,264.25
Buildings at Geneva	2,141,537.35	2,328,983.05	— 187,445.70
Pensions	1,416,821.55	1,481,238.90	— 64,417.35
Settlement of the Assyrians of Iraq . .	367,015.85	260,930.55	106,085.30
Total	25,947,929.11	23,938,517.81	2,009,411.30

The budgetary receipts and expenditure for the financial period 1936 are shown in percentages of the credits voted in the following tables, the corresponding figures for the three preceding financial periods being attached for comparison:

	Financial period	Credits voted	Actual receipts	Difference (outstanding contributions)
Receipts	1933	100	72.60	27.40
	1934	100	71.97	28.03
	1935	100	88.27	11.73
	1936	100	91.75	8.25

¹ See Swiss National Bank's report on the year 1936.

² Contributions are due, and are paid, in *gold francs*. Expenditure is estimated in the budget in *Swiss francs*. Down to September 26th, 1936, the Swiss franc was approximately equivalent to the gold franc (see "Preliminary Note" and the section "Special Contributions Account" on page 91 of the present report).

It will be seen that the percentage of contributions collected shows a further considerable increase in 1936 (viz., 3.48% as compared with the previous financial period), while the amount of outstanding contributions at the end of the same period shows a corresponding decrease.

	Financial period	Credits voted	Expenditure incurred	Difference (saving)
Expenditure	1933	100	81.69	18.31
	1934	100	80.93	19.07
	1935	100	83.52	16.48
	1936	100	84.65	15.35

In regard to expenditure on each of the autonomous organisations of the League of Nations, the percentages are as follows:

	Financial period	Credits voted	Expenditure	Difference (saving)
Secretariat	1933	100	70.98	29.02
	1934	100	70.46	29.54
	1935	100	72.96	27.04
	1936	100	76.32	23.68
International Labour Organisation.	1933	100	92.08	7.92
	1934	100	93.11	6.89
	1935	100	96.49	3.51
	1936	100	95.69	4.31
Permanent Court of International Justice.	1933	100	87.68	12.32
	1934	100	81.75	18.25
	1935	100	78.35	21.65
	1936	100	83.59	16.41

The percentages of savings on credits in 1936 show, in comparison with the previous financial period, a decrease of 3.36% for the Secretariat and 5.24% for the Permanent Court of International Justice, with an increase of 0.80% in the case of the International Labour Organisation.

RECEIPTS.

1. Contributions of States in respect of 1936.

The amount of the contributions due from the different States under the budget for the financial period of 1936 was	Gold francs	28,279,901.—
Of this amount, there was recovered in the course of the financial period	Gold francs	25,947,929.11 ¹
Further, contributions were cancelled in connection with the settlement (for which, see below) to the amount of		280,584.80
The balance of the contribution due from one State (Liberia) was consolidated to the amount of		7,194.25
		<u>26,235,708.16</u>
There remained due for recovery accordingly, on December 31st, 1936, contributions to a total of		<u>2,044,192.84</u>

The contributions received represent, as has already been pointed out, 91.75% of the amount due, as compared with 88.27% in 1935.

Of 58 States:

- 38 States paid their contributions in full;
- 11 States only paid part;
- 9 States (Bolivia, Dominican Republic, Ecuador, Ethiopia, Guatemala, Nicaragua, Panama, Paraguay and Salvador) paid nothing.²

¹ This figure includes the sum of 1,488,442.77 gold francs taken from the cash surplus for the financial period 1934 for account of the 1936 contributions under Article 38 (a) of the Financial Regulations of the League of Nations.

² In 1935, out of 59 States, 35 paid their contributions in full, 15 only paid part, and 9 paid nothing. The Committee for Settlement of Contributions in Arrear, in its report of September 11th, 1936 (document A.29.1936.X), made recommendations for the rapid payment of current contributions.

The cancellations and consolidation of contributions due in respect of the financial period 1936 relate to the following States:

	Contributions cancelled Gold francs	Contributions consolidated Gold francs
Bolivia	57,554.15	—
Bulgaria	57,554.15	—
Liberia	21,582.85	7,194.25
Peru	143,893.70	—
	<hr/>	<hr/>
	280,584.80	7,194.25
	<hr/>	<hr/>

These cancellations and consolidation were approved by the Assembly at its seventeenth session (meeting of October 10th, 1936) in accordance with the recommendations of the Committee for Settlement of Contributions in Arrear.¹

It should be noted in this connection that the debt of Liberia and that of Peru, in respect of the contributions for the financial period 1936, were included in the arrangements made with these States, as will be seen in the next section of the present report.

Reference need only be made therefore at this point to the arrangements with Bolivia and Bulgaria.

Bolivia had a debt of 115,108.30 gold francs in respect of her contribution for 1936.

The Committee recommended exceptionally, and the Assembly approved the recommendation, that Bolivia should pay one-half of her contribution—viz., 57,554.15 gold francs—and that such payment should be treated as a full payment for the financial period in question. The payment was made, and the remainder of the Bolivian debt for the period was cancelled.

Bulgaria had a debt of 143,885.35 gold francs in respect of her contribution (5 units) for 1936. The Committee recommended, and the Assembly approved the recommendation, that Bulgaria should pay a sum of 86,331.25 gold francs, representing a payment equivalent to 3 units, and that the balance of 57,554.10 gold francs should be cancelled. The payment was made, and the balance duly cancelled.

2. Contributions in Arrears.

In my report of last year,² I gave an account of the work done by the Special Committee appointed by the Assembly at its 1934 session, with full powers to negotiate and conclude agreements with the States in arrear with their contributions, for the equitable settlement of the amount of their debt, subject to ratification by the Assembly. The effect of the Committee's labours was to clear up the situation in regard to arrears and to adjust it more closely to realities.

The Assembly, by a resolution dated September 28th, 1935, noted that arrangements had been made, through the intermediary of the Special Committee, with a certain number of States for the payment of their arrears, and invited the Committee, as then constituted,³ to continue its efforts and to report to the seventeenth session.

The Committee, in pursuance of these instructions, continued its labours, and submitted a report to the Assembly dated September 11th, 1936,¹ to which I shall have occasion to refer again.

On December 31st, 1935, contributions in arrear still amounted to the considerable sum of 11,646,071.14 gold francs, in spite of the large reductions made in the form of cancellations and consolidation in the course of the financial period in question.

This sum was made up as follows:

1. <i>Ordinary</i> contributions in arrear	Gold francs 3,579,944.67
2. <i>Consolidated</i> contributions in arrear— <i>i.e.</i> , contributions in respect of which arrangements have been made to spread their payment over more than one financial period	8,066,126.47
	<hr/>
	11,646,071.14

The ordinary contributions in arrear (No. 1 above) show the following changes in 1936:

	Gold francs
Amount as at December 31st, 1935	3,579,944.67
Add Liberia's debt for the financial period 1932, which it was decided on December 31st, 1935, to treat as consolidated, bringing it under the category of <i>ordinary</i> contributions in arrear, the original composition arrangement being abandoned	32,068.85
	<hr/>
<i>Carried forward</i>	3,612,013.52

¹ See document A.29.1936.X.

² See document A.3.1936.X (Report on the Audited Accounts for the Financial Period 1935), page Sr.

³ The Committee was composed of the following: Count Carton de Wiart, Sir F. Phillips, M. F. Castillo Nájera, M. C. J. Hambro, M. Stefan Osuský. M. F. Castillo Nájera was at first Chairman; later, after his resignation, M. Hambro took the chair. M. César Zumeta was appointed to take the place of M. F. Castillo Nájera.

		Gold francs
	<i>Brought forward</i>	3,612,013.52
		Gold francs
In 1936 there was collected		2,621,532.25
The debt of two States, viz.:		
	Gold francs	
Liberia	72,776.28	
Peru	150,014.25	
	<hr/>	222,790.53

was cancelled.

Liberia's debt in respect of contributions in arrear for the financial periods 1932 to 1935 was transferred to the category of <i>consolidated</i> contributions	24,258.75	<hr/>	2,868,581.53
			<hr/>
			743,431.99

On the other hand, arrears increased by 2,044,192.84
 owing to the fact that contributions for 1936 were still unpaid at the end of the year, making on December 31st, 1936, a total of 2,787,624.83
 which is 792,319.84 gold francs less than the corresponding figure for the previous financial period.

The amount of *consolidated* contributions in arrear (No. 2 above), viz. 8,066,126.47
 shows the following changes in 1936:

Decrease:

Amount of Liberia's debt, shown on December 31st, 1935, under <i>consolidated</i> contributions in arrear and thereafter (as stated) transferred to <i>ordinary</i> contributions in arrear	<hr/>	32,068.85
		<hr/>
		8,034,057.62

Increase:

Amount of Liberia's debt consolidated under the new arrangement made in 1936.	<hr/>	31,453.—
		<hr/>
From the total of		8,065,510.62
deduct payments made in 1936 in respect of <i>consolidated</i> contributions in arrear		<hr/>
		262,108.06
bringing the total down to		<hr/>
		7,803,402.56

which represents the balance of *consolidated* contributions remaining to be collected on December 31st, 1936, and is 262,723.91 gold francs less than the corresponding figure for 1935. This decrease is also shown in the following table, in which it is analysed into its component elements:

	Debt as at December 31st, 1935	Debt as at December 31st, 1936	Difference as between December 31st, 1935 and 1936	Period within which the debt (as shown in Col. 2) is payable	Annual amount payable
	1	2	3	4	5
	Gold francs	Gold francs	Gold francs	Years	Gold francs
Bolivia	167,246.77	167,246.77	—	10	(as from 1940)
Bulgaria	210,922.35	187,486.55	— 23,435.80	9	23,435.80
China	5,695,898.21	5,566,445.98	— 129,452.23	44	129,452.23
Cuba	339,321.67	305,389.52	— 33,932.15	9	33,932.15
Honduras	90,338.95	85,822.—	— 4,516.95	19	4,516.95
Hungary	351,885.77	316,697.22	— 35,188.55	9	33,188.55
Liberia	32,068.85	31,453.—	— 615.85	20	1,572.65
Peru	979,638.58	954,519.64	— 25,118.94	39	25,118.94
Uruguay	198,805.32	188,341.88	— 10,463.44	19	10,463.44
	<hr/>	<hr/>	<hr/>		
	8,066,126.47	7,803,402.56	— 262,723.91		

As stated, liabilities in respect of contributions in arrear (*ordinary*) were cancelled in 1936 as follows:

	Gold francs
Liberia	72,776.28
Peru	150,014.25
Total	222,790.53

In the case of Liberia, it will be remembered that the Liberian Government proposed the liquidation of its arrears up to the end of 1932 by successive payments spread over five financial years, the amount of the contributions in respect of subsequent financial years being paid in monthly instalments.

The Special Committee recommended the acceptance of these proposals, but pointed out that the Liberian Government should have been asked to increase the amount of its monthly payments, which at the time represented an annual contribution of less than half a unit, so as to settle its arrears from 1933 onwards.

The Committee's recommendation was approved by the Assembly at its sixteenth ordinary session, at the meeting on September 28th, 1935.

At the end of 1935, Liberia was still a debtor for the contributions in respect of the years 1933, 1934 and 1935, which under the agreement should have been paid in full, together with the contribution in respect of 1936. As it was evident that the Liberian Government would not be in a position to meet its obligations under the agreement, it was informed that the agreement must be regarded as cancelled, and it was invited to submit a new proposal for the liquidation of the whole of its debt.

The Special Committee, in its report of September 11th, 1936, to which reference has already been made, recommended that the settlement approved by the Assembly on September 28th, 1935, should be replaced by the following arrangement, the terms of which had been agreed to by the Liberian Government:

(a) The Liberian Government undertakes to pay (including sums already remitted) to the League, during the year 1936 and before December 31st, 1936, the total sum of 28,777.10 gold francs, in respect of arrears due;

(b) As soon as this amount, which is equivalent to one unit in the present scale of allocation, has been paid, the balance due for the years 1932-1936, which will then amount to 125,812.13 gold francs, will be reduced by 75%—*i.e.*, the sum of 94,359.13 gold francs will be declared cancelled;

(c) The sum of 31,453 gold francs, remaining due for the years 1932-1936, will be paid by the Liberian Government in twenty equal annual instalments, as from the year 1937.

The Committee's recommendation was approved by the Assembly when the latter adopted the Committee's report at its meeting of October 10th, 1936.

The following is an account of the arrangement proposed by the Committee.

Liberia's debt as at the date of the arrangement in question was made up as follows:

	Gold francs
Contribution for the financial period 1932	32,068.85
Contributions for the financial periods:	
1933	33,016.43
1934	30,432.20
1935	30,294.65
	93,743.28
Contribution for the <i>current</i> financial period (1936) unpaid	125,812.13 28,777.10
Total	154,589.23
Sum paid in 1936 by Liberia, in accordance with the above arrangement, in respect of <i>contributions in arrear</i> for the <i>financial period 1932</i>	— 28,777.10
Balance	125,812.13
Deduct 75% of above balance	— 94,359.13
Reduced balance	31,453.—

payable in twenty equal annual payments of 1,572.65 gold francs, beginning in 1937.

It will be seen that 94,359.13 gold francs of the Liberian debt have been cancelled as follows:

	Gold francs
75% of contributions in arrear <i>unpaid</i> (125,812.13 — 28,777.10 gold francs)	72,776.28
75% of the 1936 contribution (28,777.10 gold francs)	21,582.85
	94,359.13

The reduced balance of 31,453 gold francs has been consolidated in accordance with the terms above indicated.

In the case of Peru, it will be remembered that the Peruvian Government had already made an arrangement in regard to the contributions due for the financial periods 1930 to 1934 inclusive.¹

The Special Committee supplemented this arrangement by a recommendation in its report of September 11th, 1936, which the Assembly approved, for the adoption of the arrangements indicated in the following figures.

Peru's debt at that date was as follows:

	Gold francs
For the financial period 1935	150,014.25
For the financial period 1936	258,993.70
	<hr/>
Total	409,007.95
In accordance with the Committee's recommendation, as approved by the Assembly, the sum of 115,100 gold francs paid by Peru in respect of the financial period 1936 was accepted as a <i>definitive settlement</i> of the above debt	
	<hr/>
	—115,100.—
The balance of the debt, viz.	293,907.95
was cancelled.	
This sum is made up as follows:	
Debt for the financial period 1935	150,014.25
Debt for the financial period 1936 (see previous section of this report)	143,893.70
	<hr/>
	293,907.95

The following is a summary of the aggregate figures of which the above particulars form part:

	December 31st, 1936	December 31st, 1935	Difference as between December 31st, 1935 and 1936 Gold francs
	Gold francs	Gold francs	
<i>Ordinary</i> contributions in arrear	2,787,624.83	3,579,944.67	—792,319.84
<i>Consolidated</i> contributions in arrear.	7,803,402.56	8,066,126.47	—262,723.91
	<hr/>	<hr/>	
	10,591,027.39	11,646,071.14	—1,055,043.75

The sum of 10,591,027.39 gold francs will be found in the *General Statement* of the League of Nations as at December 31st, 1936, under the heading in the assets "States Members: *Contributions in Arrears*." As will be seen from the above table, it shows a diminution of 1,055,043.75 gold francs as compared with the amount of contributions in arrear on the same date in the preceding year.

The 10,591,027.34 gold francs are made up as follows:

Amount due in the case of the three Organisations:	Gold francs	Gold francs
Secretariat	1,881,961.16	
International Labour Organisation	692,975.08	
Permanent Court of International Justice	230,614.21	
	<hr/>	2,805,550.45
Amount payable to the <i>Reserve Fund</i> (see Part II, No. 12, of the present report)		<hr/>
		7,785,476.94
		<hr/>
		10,591,027.39

If these figures are compared with those of December 31st of the preceding year, it will be seen that the amount of contributions in arrear in respect of the three Organisations was reduced in 1936 from 4,252,320.20 to 2,805,550.45 gold francs—a decrease of 1,446,769.75 gold francs. As will be seen, this cash asset—which was drawn on to a greater or lesser extent in previous financial periods—is in process of exhaustion. On the other hand, the amount passed to the Reserve Fund has risen from 7,393,750.94 to 7,785,476.94 gold francs—an increase of 391,726 gold francs.

* * *

In my report of last year, I drew attention to the fact that, under a recommendation of the Special Committee, which was approved by the Assembly at its meeting of September 28th, 1935, if a State does not make payment of its dues under an agreement concluded for the settlement of its debt, the agreement in question lapses *ipso facto*, and the debt thereupon becomes due in its entirety.

The Assembly, at its meeting of October 10th, 1936, when it approved the Committee's further report of September 11th, 1936, amended the Committee's recommendation in the sense

¹ See document A.15.1935.X.

of postponing the enforcement of the period for the lapse of such agreements from October 1st, 1936, to January 1st, 1937.

The Assembly further expressed the view that, while the situation in respect of contributions in arrear was considerably improved, the need for continued vigilance in regard not only to the recovery of arrears, but also to the collection of current contributions, was none the less imperative.

The Assembly accordingly decided to appoint a Special Committee on Contributions to deal with all questions arising in connection with the collection of contributions, to report to the eighteenth ordinary session of the Assembly.¹

3. Special Contributions Account.

In presence of the devaluation of the Swiss franc, the Assembly decided, on the proposal of the Supervisory Commission, that there could be no question for the moment of any modification of the rule in regard to the League's receipts being payable in gold francs.

A special problem arose, however, in the case of contributions still unpaid at the date of devaluation. Was it possible, in the case of such contributions, to make an exception to the general rule for the transition period from September 27th to December 31st, 1936? It was decided not to make any such exception.

It was thought fair, however, to accept at their gold value contributions which were in transit at the moment of the unexpected devaluation of the Swiss franc—*i.e.*, contributions in the case of which the States concerned had actually purchased the foreign exchange required before midday September 26th, 1936.²

In the general case of contributions still due on the date in question, it was decided that the profits resulting from the difference between the amount of the contributions in gold francs on the basis of the new parity (1 gold franc = 1.41381418 Swiss franc) and the amount on the basis of the old parity (1 gold franc = 1 Swiss franc) should be paid into a special account under the direct control of the Supervisory Commission.

According to a calculation made on September 26th, 1936, there had still to be collected at that date:

	Gold francs
For current contributions, contributions in arrear and consolidated contributions	16,161,034.95 ³
Between September 27th and December 31st, 1936, there were collected	<u>5,570,007.56</u>

These 5,570,007.56 gold francs were converted into 7,815,413.91 Swiss francs.

	Swiss francs
Under the rules laid down by the Assembly, out of this sum of	7,815,413.91
there was due to the Secretariat and the two autonomous Organisations	<u>5,570,007.56</u>

The profit of 2,245,406.35 should have been paid into the Special Account.

In fact, 1,774,912.36 Swiss francs, or 464,938.87 Swiss francs less than that amount, were paid into the Special Account.

The difference of 464,938.87 Swiss francs is accounted for by the fact that it was held that no payments should be made into the Special Account except in cases where the amount of the

¹ The Committee consists of Count Carton de Wiart, Sir F. Phillips, M. C. J. Hambro, M. Stefan Osuský and M. A. Guani, with M. Hambro as Chairman.

² See document A.80.1936.X.

The amount of contributions in Swiss francs accepted as equivalent to gold francs after the devaluation of the Swiss franc was 998,423.15 Swiss francs, made up as follows:

	Swiss francs	
<i>China</i> :	Consolidated contributions	129,452.23
	1936 contribution	474,866.37
		<u>604,318.60</u>
<i>Hungary</i> :	Consolidated contributions	2,932.38
	1936 contribution	19,184.72
		<u>22,117.10</u>
<i>Iran</i> :	1936 contribution	143,885.35
<i>Poland</i> :	1936 contribution	198,268.10
<i>Roumania</i> :	1936 contribution	29,834.—
	Total	<u>998,423.15</u>

The equivalent amount in gold francs, at the rate of 100 Swiss francs = 70.730653 gold francs, would have been 706,191.21 gold francs: the loss therefore amounted to 292,231.94 gold francs.

³ This sum was made up as follows:

	Gold francs
Contribution for the current financial period (1936)	7,597,993.02
Contributions in arrear	783,474.29
Consolidated contributions	<u>7,869,567.64</u>
	16,161,034.95

payments by a State in Swiss francs were equivalent to the total amount of the contribution due in gold francs.¹

It was further decided that the Secretariat and the two autonomous Organisations should receive and retain until December 31st, 1936, their share in the amount payable into the Special Account. The allocation of the latter amount (1,774,912.36 Swiss francs) was accordingly as follows:

	Swiss francs
Secretariat	1,208,108.15
International Labour Organisation	421,111.87
Permanent Court of International Justice	145,692.34
	1,774,912.36

It should be noted that the above 145,692.34 Swiss francs were transmitted to the Permanent Court of International Justice, which was entitled under the rules to show them in its accounts as at December 31st, 1936. In January 1937, however, the Court returned this amount to the Secretariat, converted into 61,988.08 Netherlands guilders. The guilders, on reconversion by the Treasury into Swiss francs, yielded a sum of 148,469.90 Swiss francs—or 2,777.56 Swiss francs more than the 145,692.34 Swiss francs originally remitted.

The profit on this transaction was credited to the Special Account, bringing the latter up from the figure of 1,774,912.36 Swiss francs already cited to 1,777,689.92 Swiss francs, which is equivalent to 1,257,371.69 gold francs.

This sum, representing the initial nucleus of the Special Account, is shown in the General Statement of the League of Nations as at December 31st, 1936, where it is made up as follows:

	Gold francs
Secretariat	854,502.78
International Labour Organisation	297,855.18
Permanent Court of International Justice	105,013.73 ²
	1,257,371.69

4. Appropriations-in-Aid.

In the case of the Secretariat, these receipts may be divided into two categories.

In the first place, there are those derived from the sale of publications, from the interest accruing from funds deposited with the bank, and from other minor sources.

The figures for the receipts in question are shown in the following table:

	Gold francs
Sale of publications	261,649.05
Interest earned	549.25
Sale of photographs and cinematograph films	1,850.05
Miscellaneous cash receipts	8,048.10
	272,096.45
Contributions from States not members of the League of Nations (contributions from the Government of the United States of America towards extraordinary expenditure in connection with various Commissions and in connection with the Conference for the Reduction and Limitation of Armaments, the amount of which was shown in the "Suspense Account" of the Secretariat statement as at December 31st, 1935)	11,763.55
Total	283,860.—

¹ The total amount of these sums—467,716.43 Swiss francs—was allocated as follows:

	Swiss francs
Secretariat	305,843.51
International Labour Organisation	106,821.96
Permanent Court of International Justice	31,350.04
	444,015.51
Reserve Fund	20,923.36
	464,938.87

The 20,923.36 Swiss francs shown above are included in the estimate of 260,327.65 gold francs allocated to the Reserve Fund (see below, Part II, No. 12, of the present report).

² This sum includes the gold-franc equivalent of the profit of 2,777.56 Swiss francs referred to in the text.

This sum of 283,860 francs is 88,115.40 francs more than in the previous year. The sale of publications alone brought in 101,651.56 francs more.

The said sum of 283,860 francs is 62,596 francs more than the estimated figure in the 1936 budget (221,264 francs).

The second category of appropriations-in-aid consists of special grants towards the expenses of the "Special Organisations" attached to the Secretariat (Chapter IV of the budget). The figures for 1936 were as follows:

	Swiss francs
Financial Section and Economic Intelligence Service	120,563.60
International Health Organisation	300,358.—
Supervision of Opium Traffic	158.75
Social Questions	536.45
Total	<u>421,616.80</u>

This total of 421,616.80 Swiss francs shows a decrease of 34,903.64 Swiss francs as compared with the corresponding figure for the previous year.

This difference is to be attributed partly to a reduction of 18,464.23 francs in the Rockefeller Foundation's contribution towards the expenses of the International Health Organisation.

On the other hand, there is an increase of 31,608.90 francs in the Rockefeller Foundation's contribution to the expenditure in respect of the analytical research work of the Financial Section and Economic Intelligence Service of the League.

The appropriations-in-aid of the International Labour Organisation and of the Permanent Court of International Justice will be mentioned when the expenditure of these two organisations is dealt with.

4(a). Interest on Current and Deposit Accounts with Banks.

The interest earned during the past financial year was as follows, compared with 1935:

	1936 Swiss francs	1935 Swiss francs	Difference for 1936 Swiss francs
Interest earned on Secretariat funds, included, as already stated, in the appropriations-in-aid	549.25	1,666.—	— 1,116.75
Interest on the Library Building Fund, credited to that account.	315.80	701.75	— 385.95
Interest on the Library Endowment Fund . .	54,616.67	52,305.01	+ 2,311.66
Total	<u>55,481.72</u>	<u>54,672.76</u>	<u>+ 808.96</u>

EXPENDITURE.

The credits voted by the Assembly, at its meeting on September 28th, 1935, for the expenditure of the 1936 financial year amounted to a total of 28,279,901 gold francs, thus showing a reduction of 2,359,763 francs in comparison with the credits voted for the previous year, as may be seen from the following table:

	1936 Gold francs	1935 Gold francs	Difference for 1936 Gold francs	Percentage increase or decrease
Secretariat and Special Organisations . .	14,591,635	15,041,388	— 449,753	— 2.99
International Labour Organisation . . .	6,699,450	8,686,046	— 1,986,596	— 22.87
Permanent Court of International Justice	2,321,200	2,535,646	— 214,446	— 8.45
Central Opium Board	119,463	114,984	+ 4,479	+ 3.89
Nansen International Office for Refugees .	270,000	280,000	— 10,000	— 3.57
Buildings at Geneva.	2,334,000	2,209,000	+ 125,000	+ 5.65
Pensions	1,544,153	1,772,600	— 228,447	— 12.88
Settlement of Assyrians of Iraq	400,000	—	+ 400,000	+ 100.00
Total	<u>28,279,901</u>	<u>30,639,664</u>	<u>— 2,359,763</u>	<u>— 7.70</u>

The decrease in 1936, as compared with 1935, was 7.70%, as shown above.

	Gold francs
The credits voted for the 1936 financial year amounted to	28,279,901.—
The expenditure incurred in the same period amounted to	23,938,517.81
thus showing a saving of	<u>4,341,383.19</u>

made up as follows:

	Credits voted Gold francs	Expenditure Swiss francs	Savings Swiss francs	Percentage of saving
Secretariat and special organisations	14,591,635	11,137,047.96	3,454,587.04	23.68
International Labour Organisation	6,699,450	6,410,617.52	288,832.48	4.31
Permanent Court of International Justice	2,321,200	1,940,299.63	380,900.37	16.40
Central Opium Board	119,463	109,400.20	10,062.80	8.43
Nansen International Office for Refugees	270,000	270,000.—	—	—
Buildings at Geneva	2,334,000	2,328,983.05	5,016.95	0.21
Pensions	1,544,153	1,481,238.90	62,914.10	4.08
Settlement of Assyrians of Iraq	400,000	260,930.55	139,069.45	34.77
	<u>28,279,901</u>	<u>23,938,517.81</u>	<u>4,341,383.19</u>	<u>15.35</u>

* * *

The following pages deal with the expenditure of the Secretariat and autonomous organisations (International Labour Organisation and Permanent Court of International Justice).

1. Secretariat.

As already stated, the credits voted for the expenditure of the Secretariat and special organisations of the League in respect of the 1936 financial period amounted to 14,591,635 gold francs, this sum being 449,753 gold francs (2.99%) less than the credits voted for the previous year.

The expenditure incurred in 1936 amounted to 11,137,047.96 francs, so that a saving of 3,454,587.04 francs was made, as shown in the following table:

	Credits voted Gold francs	Sums expended Swiss francs	Savings Swiss francs	Percentage of credits saved
<i>Chapter I.</i>				
Assembly, Council, Conferences and Committees	2,545,946.—	855,347.65	1,690,598.35	66.41
<i>Chapter II.</i>				
Investigations, enquiries, and liaison	1,173,300.—	862,971.15	310,328.85	26.45
<i>Chapter III.</i>				
Salaries and General Services	10,891,753.—	9,517,472.55	1,374,280.45	12.62
<i>Chapter IV.</i>				
Work covered by special grants ¹ .	—	—	—	—
<i>Chapter V.</i>				
Loss on exchange	—	17,627.71	— 17,627.71	—
<i>Chapter VI.</i>				
Supervision of revenue and expen- diture	60,900.—	28,753.90	32,146.10	52.79
<i>Chapter VII.</i>				
Permanent equipment	141,000.—	138,735.—	2,265.—	1.61
	<u>14,812,899.—</u>	<u>11,420,907.96</u>	<u>3,391,991.04</u>	<u>22.90</u>
Less:				
Revenue	221,264.—	283,860.—	— 62,596.—	—
	<u>14,591,635.—</u>	<u>11,137,047.96</u>	<u>3,454,587.04</u>	<u>23.68</u>

¹ Special grants	Swiss francs
Expenditure	421,616.80
	<u>421,616.80</u>

Cf. the part of the present report (page 92) which deals with "Appropriations-in-aid".

The saving of 3,454,587.04 Swiss francs is analysed hereunder:

<i>Chapter I. — Assembly, Council, Conferences and Committees</i>	Swiss francs 1,690,598.35
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The appropriation proposed for the above expenditure was 2,745,946 francs. On the proposal of the Supervisory Commission, a reduction by a lump sum of 200,000 francs was made in this figure, in view of the special nature of certain of the objects of expenditure proposed. The net amount as voted was accordingly 2,545,946 francs.

The expenditure actually effected was 855,347.65 francs, so that there was a saving of 1,690,598.55 francs (66.41%) on the credit voted.

Analysis of the above expenditure shows that the cost of the Assembly (item 1 of the chapter) was 251,988.80 francs, as compared with a credit of 219,400 francs voted. There was thus an *excess* of 32,588.80 francs, which is fully covered by a transfer of 61,000 francs, authorised by decision of the Council dated September 19th, 1936, the amount of which was taken from *Unforeseen Expenditure: Political* (item 2 of the chapter).

On the other hand, the expenditure on the Council, the original estimate for which (826,000 francs) was reduced to 765,000 francs in virtue of the above transfer, was only 160,226.40 francs, representing a saving of 665,773.60 francs (80.61%) on the original estimate and 604,773.60 on the reduced estimate. The saving (665,773.60 francs) was due mainly to the following circumstances:

	Savings Swiss francs
Out of 500,000 francs voted for <i>Unforeseen Expenditure: Political</i> , 59,754.30 francs ¹ were expended, making a saving of	440,245.70

There was no expenditure under the heading <i>Unforeseen Expenditure (Exceptional): Financial and Economic</i> , for which a credit of 200,000 francs was voted: hence a saving of	200,000.—
	640,245.70

There was a further saving on the expenditure in connection with sessions of the Council (for which a credit of 36,000 francs was voted) of	10,568.55
and a further saving on Council printing and <i>Official Journal</i> (for which a credit of 90,000 francs was voted) of	14,959.35
	665,773.60

Under Item 3, *Conferences*, there is a total saving of 909,933.30 francs (95.64%) on the credits voted, which amounted to 951,500 francs. The saving is made up as follows:

	Savings Swiss francs
• Sessions	813,276.70
• Printing for sessions	96,656.60
	909,933.30

As regards the savings on sessions, the following points should be noted:

	Savings Swiss francs
A credit of 500,000 francs was voted for a possible meeting of the <i>Conference for the Reduction and Limitation of Armaments</i> . The amount expended was 27,835.45 francs, making a saving of	472,164.55
The <i>Monetary and Economic Conference</i> , for which a credit of 315,000 francs was voted, did not meet. Hence a saving of	315,000.—
Similarly, the Conferences on economic relations and transit did not meet, so that there was a further saving of	27,000.—
	814,164.55

On the other hand, the expenditure on the <i>Conference for the Suppression of the Illicit Traffic in Opium</i> (for which a credit of 3,000 francs was voted) amounted to 3,887.85 francs, making an excess of	887.85
which was covered by a transfer of 2,400 francs taken from the credit for Printing for sessions of the Conference.	813,276.70

<i>Carried forward</i>	1,690,598.35
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¹ The detail of this expenditure, as authorised by special resolutions of the Council taken in the course of the year 1936, will be found on page 21 of this document.

Brought forward.

1,690,598.35

The cost of printing for conferences, amounting to 9,843.40 francs, as against a credit voted of 106,500 francs, accordingly shows the saving already indicated of 96,656.60 francs.

Under Item 4, *Committees*, the expenditure was 401,565.75 francs, as against a credit voted of 749,046 francs, so that there was a saving of 347,480.25 francs made up as follows:

	Swiss francs
Sessions	267,250.50
Printing	80,229.75
	347,480.25

The expenditure on sessions shows more or less considerable savings on the credits voted for the different committees. The fact, moreover, that the Committee of Enquiry for European Union did not meet meant that the credit of 94,000 francs under this heading was not touched. Similarly with the credit of 1,000 francs voted for the Permanent Advisory Commission on the Reduction of Armaments.

The saving on printing of the sessions of Committees is due to the fact that there was no expenditure either on the credit of 4,000 francs voted for *Amendments to the Covenant* or on the credit of 34,125 francs voted for *European Union*, while the other headings show generally totals of expenditure lower than those of the credits voted.

Chapter II. — *Investigations, Enquiries and Liaison*

310,328.85

The estimate of expenditure amounted to 1,373,300 francs. On the proposal of the Supervisory Commission, it was reduced by the Assembly by 200,000 francs, bringing it down to 1,173,300 francs. Of this sum, 862,971.15 francs were expended, making a saving of 310,328.85 francs (26.45%). The saving is made up as follows:

None of the credit of 180,000 francs for *investigations* (reduction of armaments) was spent;

Expenditure on liaison with China amounted to 324,238.50 francs,¹ compared with a credit of 450,000 francs, making a saving of 125,761.50 francs (27.95%);

For liaison with Latin America, out of a credit of 148,000 francs, 81,184.85 francs were expended, making a saving of 66,815.15 francs (45.15%);

The International Health Organisation contributed to the saving a sum of 68,704.95 francs (19.40% of the credit voted);

Travelling expenses of officials on mission show a saving of 40,239.60 francs (19.17% of the credit voted);

Expenditure on enquiries and various liaison activities shows a saving of 28,807.65 francs (92.93% of the credit voted).

Chapter III. — *Salaries and General Services*

1,374,280.45

8,076,281.95 francs were expended out of a credit of 9,020,107 francs voted for salaries, wages and allowances, making a saving of 943,825.05 francs (10.47%).

A saving of 151,008.45 francs (35.25% of the credit voted) was effected on Staff expenses.

Another saving of 194,321.10 francs (20.26% of the credit voted) was effected on office expenses.

Finally, a saving of 85,125.85 francs (17.60% of the credit voted) was effected on printing.

Chapter VI. — *Supervision of Revenue and Expenditure*

32,146.10

The saving represents 52.79% of the credit voted.

Carried forward

3,407,353.75

¹ This amount is made up as follows:

	Swiss francs
Salaries and allowances paid to experts	198,361.55
Insurance	27,495.70
Administrative charges	34,482.90
Travelling expenses	49,571.70
Telegrams	4,823.80
Printing	7,306.—
Bank charges	1,816.35
Miscellaneous	380.50
Total	324,238.50

	Swiss francs
<i>Brought forward.</i>	3,407,353.75
<i>Chapter VII. — Permanent Equipment, etc.</i>	2,265.—
The saving relates as to 2,170.40 francs (3.62 % of the credit) to the heading " Furniture and Equipment ", and as to 94.60 francs to the heading " Library ".	3,409,618.75
From the total of the above savings, there should be deducted:	
Excess of losses on exchange over profits on exchange (Chapter V)	17,627.71
	3,391,991.04
There should further be added the difference between the 221,264 francs provided under Appropriations-in-aid for sale of publications, interest, etc., and the 223,860 francs actually obtained—viz.	62,596.—
The savings accordingly amount to the sum above indicated of	3,454,587.04

2. International Labour Organisation.

	Credits voted Gold francs	Sums expended Swiss francs	Difference Swiss francs
Gross expenditure	9,919,093	9,606,716.66	—312,376.34
<i>Deduct:</i>			
Appropriations-in-aid	158,493	134,948.97	— 23,544.03
	9,760,600	9,471,767.69	—288,832.31
	Gold francs		
Contributions of States Members of the International Labour Organisation, but not members of the League	3,316,047		
<i>Less</i> amount payable to Staff Pensions Fund (proportion due from the said States in respect of contributions by the Staff of the International Labour Organisation	254,897		
	3,061,150	3,061,150.17	+ 0.17
Net total	6,699,450	6,410,617.52	— 288,832.48

The totals of the credits voted and sums expended are made up as follows:

	Credits voted Gold francs	Expenditure Swiss francs	Difference Swiss francs	Percentage decrease or increase
Section I. Sessions of the Conference and of the Governing Body (Chapter I)	615,600	550,719.43	— 64,880.57	10.54
General Services (Chapter II)	8,485,493	8,302,309.65	—183,183.35	2.16
Profits and losses on exchange (Chapter III)	—	4,343.01 (net profit)	— 4,343.01	—
Section II. Capital expenditure:				
Chapter IV <i>a</i> . Ordinary expenditure:				
Buildings and Equipment	68,000	67,956.94	— 43.06	0.06
Chapter IV <i>b</i> . Extraordinary expenditure: Extension of premises of the Governing Body	600,000	600,000.—	—	—
Section III. Unforeseen expenditure	150,000	90,073.65	— 59,926.35	39.95
	9,919,093	9,606,716.66	—312,376.34	3.15
<i>Deduct:</i>				
Appropriations-in-aid	158,493	134,948.97	— 23,544.03	14.85
Contributions of States non-members of the League (amounts paid)	3,061,150	3,061,150.17	+ 0.17	—
	6,699,450	6,410,617.52	288,832.48	4.31

The saving of 288,832.48 francs was effected as follows:

	Swiss francs
<i>Chapter I. — Sessions of the Conference and of the Governing Body</i>	64,880.57

The saving was made up as follows:

	Swiss francs
1. Sessions of the Conference	52,982.45
2. Sessions of the Governing Body	11,898.12
	<u>64,880.57</u>

<i>Chapter II. — General Services of the International Labour Organisation</i>	183,183.35
--	------------

The credits voted for salaries, wages and allowances (Item 3) amounted to 6,452,245 francs. The Governing Body, at its meeting of November 14th, 1936, authorised the transfer of 9,484 francs to the item " Travelling expenses and allowances of officials taking up or leaving posts in Geneva " and " Holiday travelling expenses ". Of the reduced total of 6,442,761 francs, there were expended 6,434,828.25 francs, making a saving of 17,416.75 francs on the original estimate and 7,932.75 francs on the reduced estimate.

Transfers were made to a total of 216,225 francs from one heading to another in this item. Such transfers include one of 131,705 francs to the heading " Supernumerary staff ", the appropriation for which was accordingly raised from 50,000 to 181,705 francs. On the other hand, the vote of 207,900 francs for new appointments was reduced, by a cut of 31,140 francs, to 176,760 francs —almost the whole of which sum was expended.

The chief saving is in connection with the expenditure on *Branch Offices* (Item 14). The credit voted was for 503,118 francs. Of this amount, 407,518.91 francs were expended, so that there was a saving of 95,599.09 francs —mainly on the Tokio, London and Delhi offices.

<i>Chapter III. — Profit and Loss on Exchange</i>	4,343.01
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	Swiss francs
Profit	8,561.81
Loss	<u>4,218.80</u>
Net profit	4,343.01

<i>Chapter IV. — Buildings, Permanent Equipment</i>	43.06
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<i>Chapter V. — Unforeseen Expenditures on Chapters I to IV</i>	59,926.35
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Out of a credit of 150,000 francs, 90,073.65 francs were expended.

On page 10 of document A.3.1937.X (Extract V) will be found details of the expenditure incurred under this chapter in accordance with previous authorisations by the Governing Body at its meetings of October 24th, 1935, and February 22nd, April 24th and November 12th, 1936.

Total	<u>312,376.34</u>
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If from this total the sum is deducted which represents the amount by which the appropriations-in-aid fall short of the estimated total, viz.	23,544.03
we arrive at the figure	<u>288,832.31</u>
to which must be added the difference between the estimate and the amount received in respect of contributions due by States non-members of the League	0.17
making the total above indicated of	<u>288,832.48</u>

Appropriations-in-aid amounted to the following figures, which are shown in comparison with those for the previous financial period:

	1936	1935	Difference for 1936
	Swiss francs	Swiss francs	Swiss francs
Sale of publications	124,828.79	130,961.33	— 6,132.54
Interest	7,062.75	5,822.73	+ 1,240.02
Miscellaneous receipts	<u>3,057.43</u>	<u>6,040.05</u>	— 2,982.62
	134,948.97	142,824.11	<u>— 7,875.14</u>

Contributions of States Non-members of the League.

The figure 3,061,150.17 Swiss francs shown above is made up as follows:

Contributions of Brazil for the financial periods:	Swiss francs	Swiss francs
1934	129,419.—	
1935	230,207.54	
1936	<u>265,676.—</u>	
		625,302.54
Carried forward		<u>625,302.54</u>

		Swiss francs
	<i>Brought forward</i>	625,302.54
Contributions of Japan for the financial periods:		
		Swiss francs
1935	. . . . .	345,631.03
1936	. . . . .	549,674.45
		895,305.48
Contributions of the United States of America for the financial periods:		
1935	. . . . .	833,510.04
1936	. . . . .	961,930.30
		1,795,440.34
	<i>Deduct</i> sum paid to Staff Pensions Fund (see above)	3,316,048.36
		254,898.19
	Balance	3,061,150.17

The *General Statement* of the League as at December 31st, 1936, and the *Statement* of the International Labour Organisation show a sum of 227,463.08 Swiss francs (160,886.14 gold francs) under the assets. This sum was due from Japan owing to the fact that the latter's 1936 contribution was paid after the devaluation of the Swiss franc (see above in the section *Special Contributions Account*).

3. Permanent Court of International Justice.¹

	Dutch florins	Swiss francs
Credits voted	1,114,354.22	2,321,200.—
Actual expenditure	928,953.13	1,940,299.63
	Saving	380,900.37

The expenditure of the Court in 1936 is made up as follows:

	Credits voted Dutch florins	Expenditure Dutch florins	Differences Dutch florins	Percentage saved
Chapter I. Sessions of the Court	267,600.—	69,035.60	— 198,564.40	74.23
Chapter II. General services	908,508.75	872,062.89	— 36,445.86	4.01
Chapter III. Administration of funds	100.—	1,465.24	+ 1,365.24	—
Chapter IV. Contribution towards a fund to defray the expenses resulting from the application of the "Regulations regarding the Granting of Retiring Pensions to Members of the Court and to the Registrar" ²	30,160.83	30,160.83	—	—
Chapter V. Capital expenditure	4,500.—	4,459.46	— 40.54	0.90
Gross expenditure	1,210,869.58	977,184.02	— 233,685.56	19.30
<i>Deduct</i> : Appropriations-in-aid (bank interest)	500.—	230.89	— 269.11	
Net expenditure	1,210,369.58	976,953.13	— 233,416.45	19.28
Total reduction effected by the Assembly (200,000 gold francs).	96,015.36	48,000.—	— 48,015.36	50.—
	1,114,354.22	928,953.13	— 185,401.09	16.64

¹ The accounts of the Court are in Dutch florins. At the end of the year, the florins are converted into gold francs for the adjustment of the accounts between the Secretariat and the Court.

² At December 31st, 1935, this sum amounted to	Dutch florins	55,349.48
In 1936, the following sums were added and deducted:		
Contributions for 1936	Dutch florins	30,160.83
Bank interest	14.84	
		30,175.67
Pensions paid during 1936	24,904.16	85,325.15
Bank charges	8.15	
		24,912.31
Total as at December 31st, 1936		60,612.84

The budget of the Court for 1936, approved by the Assembly at its meeting of September 28th, 1935, was drawn up (it will be remembered) on the assumption that the Statute of the Court would remain in force in its *original form* in 1936. The Assembly, however, authorised the Registrar to make transfers from one chapter to another in the budget as approved, within the limits of another budget drawn up on the assumption that the *Revised Statute of 1929* would come into force in 1936. The totals of those budgets were equal.

The Revised Statute came into force on February 1st, 1936.

The transfers referred to were effected accordingly.

The saving of 185,401.09 florins shown in the above table is made up as follows:

	Dutch florins
<i>Chapter I. — Sessions of the Court</i>	198,564.40

A credit of 267,600 florins was voted. It was reduced by 150,000 florins, in order to bring it down to the amount of the grant (117,600 florins) provided in the second of the two budgets.

The credit of 117,600 florins was divided into two sub-headings:

	Dutch florins
i. Sessions of the Court	116,600
<i>ibis.</i> Extraordinary and unforeseen expenditure	1,000
	117,600

Under the first head, 69,035.60 florins were expended, making a saving of 47,564.40 florins on the reduced credit, or 197,564.40 florins on the original credit.

There was no expenditure under the second head.

Total saving, 198,564.40 florins.

<i>Chapter II. — General Services of the Court</i>	36,445.86
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The original credit was 908,508.75 florins. To this amount were added the 150,000 florins cut on Chapter I, as above stated, bringing the total up to 1,058,508.75 florins.

The expenditure totalled 872,062.89 florins, making a saving of 186,445.86 florins on the increased credit or 36,445.86 florins on the original credit.

<i>Chapter V. — Capital Account.</i>	40.54
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Deduct:

235,050.80

<i>Chapter III. — Cost of administration of the Court's funds</i>	— 1,365.24
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The budget contained the following estimates:

	Dutch florins
Loss on exchange	100
Bank charges	100
	200
Deduct:	
Profit on exchange	100
Credit voted	100

By decision dated August 9th, 1936, the President of the Court authorised a transfer of 90 florins from the item "Loss on Exchange" (which was thus reduced to 10 florins) to the item "Bank charges", which latter was accordingly increased to 190 florins.

	Dutch florins
Losses on exchange were	1,333.64
Bank charges were	131.60
	1,465.24

as against a credit voted of 100 florins, making an excess of 1,365.24 florins.

Deduct further the amount by which the appropriations-in-aid (bank interest) fell short of the budget estimate, viz.	233,685.56
	269.11

Net total of savings	233,416.45
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	Dutch florins
<i>Brought forward</i>	233,416.45
Reduction made by the Assembly in the original budget, as already stated	48,015.36
Total savings as shown in the previous table	<u>185,401.09</u>

II. GENERAL STATEMENT OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1936.

1. Buildings.

The above-mentioned general statement and the special statements of the Secretariat and the International Labour Organisation give the following figures for the immovable property of the League of Nations as at December 31st, 1936:

<i>Property at Geneva.</i>	Gold francs
1. Former premises of the League (formerly "Hôtel National"), with adjoining property (former Armleder property)	4,000,000.—
2. "La Pelouse" property	782,056.—
3. Price of land and amount of expenditure incurred as at the same date for constructing an Assembly Hall and a building for the Secretariat (27,983,613.86 Swiss francs ¹)	27,272,620.55
4. Expenditure for the erection of the League Library building. . .	4,267,434.80
5. Building of the International Labour Office:	
Gold francs	
Cost of main building	3,490,895.38 ²
Cost of extensions	<u>381,739.65</u>
	3,872,635.03
	<u>40,194,746.38</u>

The total of 27,983,613.86 Swiss francs paid up to December 31st, 1936, under head No. 3, includes provisionally the following sums:

	Gold francs
Price of annex to the former League building	270,000.—
Fittings in that annex	122,401.60
	<u>392,401.60</u>

When the sum of 392,401.60 gold francs is deducted, the above total is reduced to 27,591,212.26 Swiss francs. This figure consists of the following:

	Swiss francs
Price of ground	2,678,500.—
Competition expenses	401,768.55
Cost of plans for ground originally chosen	126,777.25
Building costs (including architects' fees, 1,111,709 francs, and office expenses, 1,139,202.95 francs)	23,441,742.55
Other subsidiary expenses in connection with building, details of which are given on page 79 of this document	980,159.41
	<u>27,628,947.76</u>
Deduct: <i>Appropriations-in-aid</i> (sale of documents to contractors, sale of wood, etc., and various receipts)	37,735.50
	<u>27,591,212.26</u>

¹ Made up as follows:

	Gold francs
Amount of payments made down to September 26th, 1936 (until which date the Swiss franc was approximately equivalent to the gold franc), 25,554,474.26 Swiss francs	25,554,474.26
Amount of payments made after the devaluation of the Swiss franc — <i>i.e.</i> , in the period September 27th to December 31st, 1936—2,429,139.60 Swiss francs, equivalent to	1,718,146.29
	<u>27,272,620.55</u>

² Details of this amount are given in my report on the 1930 audited accounts (document A.3.1931.X, page 89).

2. Building Fund.

The available balance of the Fund as at December 31st, 1935, was Gold francs
3,936,146.84

In 1936, the following changes took place in the Fund:

Increases:

1935 Annuity to be added to the Fund	1,456,010.—
Interest and profits on investments	695,899.76
	<hr/>
	6,088,056.60

Less:

Expenditure incurred in 1936	5,172,809.64 ¹
	<hr/>
Available balance as at December 31st, 1936	915,246.96

The movements of the Building Fund from its inception until December 31st, 1935, may be summarised as follows:

	Gold francs
Sum constituted by cash surpluses of previous financial periods	16,182,310.20
Special payment made in 1925 by the Argentine as contribution for 1922, 1923, and 1924.	2,799,692.14
Interest and profits on investments	4,145,848.48
Remainder of budgetary annuities for 1929 to 1935 available after the refunds made to the States which contributed to the creation of the Fund	9,131,010.—
	<hr/>
Total	32,258,860.82

Swiss francs

The following payments have been made:

For the building of the International Labour Office	3,310,000	
To make up, in 1927 and 1928, the annuity of 1,400,000 gold francs to be repaid to the contributing States	50,000	
	<hr/>	3,360,000.—
For costs of constructing the Assembly Hall and the new Secretariat Building		27,983,613.86
		<hr/>
		31,343,613.86

The balance available as at December 31st, 1936, was thus reduced to the figure shown above of which is equivalent to the sum of 911,466.96 gold francs shown in the General Statement on the same date under the heading "*Cash in hand: Secretariat and Assembly Hall, Building Fund Account*".

902,332.41 francs of this amount have been placed on deposit in gold francs: the balance is on current account.

¹ The expenses incurred in 1936 were made up as follows:

	Swiss francs	Swiss francs
1. (a) Construction of the new building	4,860,534.55	
(b) Architects' fees	137,884.—	
(c) Office expenses	29,087.50	
	<hr/>	5,027,506.05
2. Plans		2,787.30
3. Cost of transport		478.30
4. Telegrams and telephones		925.65
5. Fees of experts		20,760.45
6. Petty expenditure		1,867.35
7. Allowances and travelling expenses of the Building Committee and staff		16,818.80
8. Expenses in connection with legal documents, etc.		39,874.40
9. Administrative expenses		—
10. Salaries of staff		46,469.40
11. Miscellaneous and unforeseen expenditure		16,328.09
		<hr/>
		5,173,815.79
Less the <i>surplus</i> receipts in the account: Administration of property		1,006.15
		<hr/>
		5,172,809.64

3. New Buildings: Furnishing Account.

In accordance with the resolution adopted by the Assembly at its eighth session (1926), an account was opened for furnishing and fitting the new buildings at Geneva.

The amount of the account on December 31st, 1935, was 899,145.08 gold francs. In 1936, there were bank charges of 1,074.17 gold francs, leaving a balance on December 31st, 1936, of 898,070.91 gold francs.

4. Library Building Fund.

Up to December 31st, 1936, the League of Nations has received \$1,500,000 (5,678,149.28 Swiss francs) out of the gift of \$2,000,000 made to it by Mr. John D. Rockefeller, Jr., for building the new library.¹

Out of the sum received, namely 5,678,148.28
the following amounts were expended during the period 1931-1936:

	Swiss francs	Swiss francs	
Building expenses	3,911,845.95		
Architects' fees	230,580.—		
Office expenses	175,120.—		
	<hr/>	4,317,545.95	
Exchange losses were incurred as follows:			
Financial years, 1933-1934	113,197.39		
Financial year, 1935	1,314.85		
	<hr/>		
	114,512.24		
On the other hand, there was a profit in 1936 on the conversion of the gold franc deposit account of the Fund into Swiss francs, of . . .	<hr/>	42,483.85	
		<hr/>	72,028.39
			<hr/>
			4,389,574.34
			<hr/>
To this sum must be added in respect of interest received from the bank .			1,288,573.94
			<hr/>
			21,149.31
making at December 31st, 1936, a balance of			<hr/>
			1,309,723.25

The above figures relate to the years 1931-1936. The figures for 1936 are as follows:

	Swiss francs
Balance of the Fund at December 31st, 1935	2,244,647.55
	Swiss francs
Building expenses	778,803.95
Architects' fees	23,920.—
Office expenses	175,000.—
	<hr/>
	977,723.95
	<hr/>
	1,266,923.60
<i>Add:</i>	
Profit above mentioned	42,483.85
Interest	315.80
	<hr/>
	42,799.65
	<hr/>
Which gives the figure shown above, viz.	1,309,723.25

the gold franc equivalent of which is 1,305,950.59.

The balance as at December 31st, 1936, is analysed below and compared with the same figure a year before:

	Deposit account Gold francs	Current accounts	Swiss francs
December 31st, 1936	1,296,833.80	£440 14s. 0d. = 8,042.75 Swiss francs	4,846.70
December 31st, 1935	1,967,726.10	£9,844 16s. 1d. = 179,667.60 Swiss francs	97,253.85
	<hr/>		<hr/>
Difference as at December 31st, 1936	— 670,892.30	— £9,404 2s. 1d. = 171,624.85 Swiss francs	— 92,407.15

¹ The balance—viz., \$500,000—has been allocated to the Library Endowment Fund (see No. 5 hereafter).

5. Library Endowment Fund.

This Fund was constituted by the sum of \$500,000 received from Mr. John D. Rockefeller, Jr. The General Statement of December 31st, 1936, shows the amount of this Fund as 1,431,809.98 gold francs, made up as follows:

	Gold francs
<i>Capital Account:</i>	
Various bond investments, details of which will be found on page 82 of this document, having a <i>market value</i> of 1,160,614.75 Swiss francs, the gold franc equivalent of which is	820,910.39
Deposit account	477,502.67
Current account—61,112.40 Swiss francs, the gold franc equivalent of which is	43,225.20
Total	<u>1,341,638.26</u>

	Gold francs
<i>Revenue and Expenditure Account:</i>	
Deposit account	87,257.69
Current account—4,119.90 Swiss francs, the gold franc equivalent of which is	2,914.03
Total	<u>90,171.72</u> <u>1,431,809.98¹</u>

The amount of investments at the *purchase price* on December 31st, 1935, was 1,376,969.48

In 1936, the following changes had occurred in the position in regard to these investments:

New purchases	<u>114,868.94</u>
	1,491,838.42

	Swiss francs
Sales	123,687.90
Repayments	<u>314,727.45</u>
	438,415.35

Amount of investments as at December 31st, 1936, at their *purchase price* 1,053,423.07

The *market value* of these investments, as calculated on the same date, was 1,160,614.75

representing an *appreciation* of 107,191.68

as compared with a *depreciation* of 150,902.93 Swiss francs on December 31st, 1935.

The following table gives details of these changes:

	Nominal value French francs	Purchase price		Value as at December 31st, 1936		
		In the original currency French francs	In Swiss francs	In the original currency French francs	In Swiss francs	
<i>New purchases:</i>						
4½% French Rentes 1923 "B"	792,500.—	565,717.50	114,868.94	614,187.50	124,756.85	
<i>Sales:</i>						
4½% French Treasury Bonds, 1934	618,000.—	607,803.—	123,687.90	565,416.—	114,807.72	— 8,880.18
<i>Repayments:</i>						
5½% Danish Loan, 1955	1,000.—	989.10	3,027.45	1,000.—	3,053.45	+ 26.—
3⅞% Belgian and Bel- gian Congo Treasury Bonds	150,000.—	150,000.—	311,700.—	150,000.—	312,187.83	+ 487.83
			<u>314,727.45</u>		<u>315,241.28</u>	<u>+ 513.83</u>

¹ This figure would appear to indicate a decrease of 253,286.31 gold francs from the corresponding amount on the same date in the preceding financial period: but it has to be remembered in this connection that on December 31st, 1935, the investments were brought into account at their purchase price, whereas on December 31st, 1936, they are shown at their market quotation. The two figures are not, therefore, comparable.

It should be added that in 1936 the Swedish Municipalities 4½% Loan 1927 Bonds were converted to a 3¼% basis as from 1937. The nominal value of the bonds converted is 110,000 Swedish crowns, equivalent to 90,524.55 Swiss francs. The conversion was at par.

The bank accounts of the fund show the following changes:

	December 31st, 1936	December 31st, 1935	Difference as at December 31st, 1936
Deposit account (gold francs)	477,502.67	211,668.51	+ 265,834.16
Current account (Swiss francs)	61,112.40	—	+ 61,112.40

The gold francs of the Deposit Account are brought into account at parity with the Swiss franc.

The General Statement as at December 31st, 1936, like the statements for previous years, includes the item "Library Endowment Fund: Amount expended".

This amount (318,513.20 gold francs) was made up as follows:

	Gold francs
Total expenditure as at December 31st, 1935	305,121.50
Plus expenditure during the year 1936—viz., 16,980.15 Swiss francs, ¹ the gold franc equivalent of which is	13,391.70
	<hr/> 318,513.20

Revenue and Expenditure Account of the Endowment Fund for the 1936 Financial Period.

	Swiss francs
Balance of account as at December 31st, 1935	96,458.30
Revenue from investments in 1936	54,616.67
as against 52,305.01 in 1935.	<hr/> 151,074.97

Nothing was received in respect of interest on the bonds of the Greek Loan in 1936: the amount due was \$1,960 (at 7%). The interest on the German Loan was paid at the rate of 5¼% of the amount due, as against 48% of the amount due in 1935.

	Swiss francs
Of the above	151,074.97
a sum of	52,192.85
was transferred to Chapter V, Item 35, "Library", as an <i>appropriation-in-aid</i> .	<hr/> 98,882.12

Payments out were also made:

	Swiss francs
to Pensions Fund for contributions in arrear	5,073.30
to miscellaneous expenses	2,431.23
	<hr/> 7,504.53
Balance	<hr/> 91,377.59

The above balance was made up as follows:

	Swiss francs
Deposit Account (87,259.63 gold francs)	87,257.69
Current Account	4,119.90
	<hr/> 91,377.59

The gold francs of the Deposit Account have been brought into account at parity with the Swiss franc.

Reserve Fund.— The liabilities of the General Statement as at December 31st, 1936, include an item "Library Endowment Fund: Depreciation Reserve Fund".

The amount of this fund on December 31st, 1935, was 80,097.26 Swiss francs. The amount remained unchanged on December 31st, 1936.

¹ This amount is made up as follows:

	Swiss francs
Printing	6,814.10
Books and maps	3,496.55
Binding	5,496.50
Periodicals	307.60
Fittings, shelves, etc.	865.40
Total	<hr/> 16,980.15

as compared with 10,984.05 Swiss francs in 1935.

6. Wireless Station.

	Gold francs
The assets of the General Statement as at December 31st, 1935, showed a sum of	2,375,754.75
representing the cost of the Wireless Station.	
This sum was increased in 1936 by the cost of additional plant to a total of	30,554.25 ¹
making the total of	<u>2,406,309.—</u>

shown in the statement for December 31st, 1936.

As against this total there was the Special Depreciation Reserve Fund of 1,185,655.01 gold francs, shown in the liabilities of the General Statement for December 31st, 1936, which is made up as follows:

	Gold francs
Depreciation in 1932	232,755.94
Depreciation in 1933	232,755.94
Depreciation in 1934	236,973.89
Depreciation in 1935	239,038.43
Depreciation in 1936	244,130.81
	<u>1,185,655.01</u>

7. Furniture, Equipment, etc.

It should be remembered that the Supervisory Commission decided, at its meeting of January 31st, 1936, that the value of furniture, fittings, typewriters, etc., should be shown on the assets side at 1 franc.²

This resolution was adopted in order to avoid showing, in the items relating to the above-mentioned material, figures calculated on the basis of the initial cost and bearing no relation to the real value of the assets concerned, the discrepancy being still further increased each year as the result of depreciation, and also in view of the difficulty of making even an approximate estimate.

Fresh purchases of equipment were made in 1936 as follows:

	Swiss francs
<i>Secretariat</i> (Chapter VII, Item 24 of the budget)	57,829.60
<i>International Labour Organisation</i> (Chapter IV of the budget)	35,734.39
<i>Permanent Court of International Justice</i> (Chapter V of the budget)	5,215.44
	<u>98,779.43</u>

The values entered in the balance-sheet are still, however, shown as: for the Secretariat, 1 franc; for the Labour Office, 2 francs (1 franc for furniture and 1 franc for machines); for the Court, 2 francs (1 Netherlands florin).

7(a). Library.

The Supervisory Commission also found it necessary to consider, in regard to the Library, a question similar to that discussed in the foregoing section. It decided, however, that, pending the removal of the Library to the new building, no change should be made in the presentation of its assets (books and shelving) in the balance-sheet.³

The position of the Library items at December 31st, 1936, as compared with the previous year at the same date, was as follows:

	December 31st, 1936	December 31st, 1935	Difference at December 31st, 1936
	Gold francs	Gold francs	Gold francs
<i>Secretariat</i> :			
Library (books)	1,415,124.63	1,347,485.44	+ 67,639.19
Library (shelving)	167,306.92	159,133.38	+ 8,173.54
	<u>1,582,431.55</u>	<u>1,506,618.82</u>	<u>+ 75,812.73</u>

The sum of 75,812.73 francs represents expenditure out of the credits voted for the Library in the 1936 budget.

¹ Sum paid before the devaluation of the Swiss franc—*i.e.*, at a time when the latter was taken as equivalent to the gold franc.

² Cf. my report on the Audited Accounts for the 1935 Financial Period (document A.3.1936.X).

³ Resolution adopted at the meeting of January 31st, 1936.

This expenditure was distributed as follows:

	Swiss francs	Equivalent in gold francs
Expenditure in 1936 up to September 26th	63,506.05	63,506.05
Expenditure between September 27th and December 31st, 1936— <i>i.e.</i> , after the devaluation of the Swiss franc	17,399.35	12,306.68
	80,905.40	75,812.73

To obtain the full amount of Library expenditure, however, it is necessary to add to the amount of 80,905.40 Swiss francs the sum of 52,192.85 Swiss francs taken from the Endowment Fund (gift of Mr. John D. Rockefeller, Jr.) as an appropriation-in-aid.¹ The total expenditure thus amounts to 133,098.25 francs.

	December 31st, 1936 Gold francs	December 31st, 1935 Gold francs	Difference at December 31st, 1936 Gold francs
<i>International Labour Organisation:</i>			
Library (books)	665,835.28	632,727.53	+33,107.75 ²
<i>Permanent Court of International Justice:</i>			
Library (books)	46,137.61	41,778.21	+ 4,359.40

8. Depreciation Reserve Fund.

This account showed the following figures as at December 31st, 1936, in comparison with those of the previous year:

	December 31st, 1936 Gold francs	December 31st, 1935 Gold francs	Difference at December 31st, 1936 Gold francs
<i>Secretariat:</i>			
Wireless station	1,185,655.01	941,524.20	+244,130.81
Library (books and shelving)	1,582,431.55	1,506,618.82	+ 75,812.73
Library Endowment Fund (reserve fund created as provision against depreciation of securities)	80,097.26	80,097.26	—
<i>International Labour Organisation:</i>			
Building at Geneva	942,778.71	855,883.58	+ 86,895.13
Library	665,835.28	632,727.53	+ 33,107.75
<i>Permanent Court of International Justice:</i>			
Library	46,137.61	41,778.21	+ 4,359.40
	4,502,935.42	4,058,629.60	+444,305.82

¹ The expenditure effected—52,192.85 francs (out of a sum of 57,200 francs voted as an appropriation-in-aid)—is shown below in comparison with the corresponding expenditures for the previous financial year:

	1936 Swiss francs	1935 Swiss francs	Difference for 1936 Swiss francs
Salaries of temporary staff	32,481.35	33,466.05	— 984.70
Printing	6,814.10	5,004.95	+ 1,809.15
Books and maps	3,496.55	2,161.30	+ 1,335.25
Binding	5,496.50	3,018.50	+ 2,478.—
Periodicals	307.60	—	+ 307.60
Fittings, shelves, etc.	865.40	799.30	+ 66.10
Travelling expenses of staff	1,318.05	1,876.10	— 558.05
Library Advisory Committee	—	221.15	— 221.15
Contribution to Pensions Fund	1,413.30	—	+ 1,413.30
Total	52,192.85	46,547.35	+ 5,645.50

The expenditure incurred in 1936 in respect of printing, books, maps, binding, fittings, shelves, etc., totalling 16,672.55 Swiss francs (13,391.70 gold francs) was treated as capital account expenditure and as such included in the sum of 318,513.20 gold francs shown in the General Statement at December 31st of that year under the heading: "Library Endowment Fund: Amount expended" (see No. 5 of the present report).

	Swiss francs	Gold francs equivalent
² This amount is made up of:		
Purchases made in 1936 out of the budget vote (Section II, Chapter IV)	32,222.55	30,278.60
Purchases made by Branch Offices out of their budget appropriations (Section I, Chapter II, Item 14)	3,010.80	2,820.15
	35,233.35	33,107.75

9. Contributions in Arrears.¹

The total amount of contributions in arrears is shown on the assets side of the General Statement at December 31st, 1936, as 10,591,027.39 gold francs.
On the liabilities side of the statement, this sum is shown to be made up as follows:

	Gold francs
Contributions in arrears due to the Secretariat and the two autonomous organisations (International Labour Organisation and Permanent Court of International Justice)	2,805,550.45
Contributions in arrears due to be paid into the Reserve Fund	<u>7,785,476.94</u>
	<u>10,591,027.39</u>

The sum of 7,785,476.94 gold francs due to the Reserve Fund is made up as follows:

	Gold francs
Contributions in arrears in respect of financial years up to 1935, computed on the basis of the settlement mentioned in the first part of the present report	8,045,804.59
Amount of payments received in 1936 on account of the above-mentioned contributions, transferred to the Reserve Fund (see Section 12 of the present report)	<u>260,327.65</u>
	<u>7,785,476.94</u>

10. Working Capital Fund.

Details regarding the Fund are given in Chapter III of the present report.

11. Guarantee Fund.

At its session in September 1935, the Assembly decided to constitute a special fund under the name of "Guarantee Fund".

Article 33(a) of the Financial Regulations of the League of Nations stipulates in regard to this Fund that where the Assembly, on a report from the Supervisory Commission, considers it to be probable that the actual expenditure under a chapter of a part of the Budget concerning the Secretariat or an autonomous organisation may be less than the total amount which it is desirable to vote in order to provide for all contingencies, it may vote the credits without reduction, and direct that part only of the total amount of the chapter shall be collected in contributions from the Members of the League and that the balance, if it should become necessary to spend it, shall be provided from the Guarantee Fund.

The same article of the Financial Regulations contains provisions governing the administration and utilisation of this special Fund.

	Gold francs
At December 31st, 1935, this Fund amounted to	1,000,000.—
In 1936, it was increased by	1,200,000.—
taken from the 1935 cash surplus (resolution adopted by the Assembly at its meeting of October 10th, 1936).	
Total	<u>2,200,000.—</u>
In response to the request made to the Secretariat by the Permanent Court of International Justice, a sum of	80,626.89
was placed at that organisation's disposal.	
The balance of the Fund therefore amounted on December 31st, 1936, to	<u>2,119,373.11</u>

This balance stood in a deposit account.

12. Reserve Fund.

In virtue of Article 33(b) of the Financial Regulations, a Reserve Fund was formed to ensure that the expenses of the League of Nations are duly met within the limits of the budget voted by the Assembly.

The Fund is constituted by (a) the sums which are received from Members of the League in respect of financial periods anterior by two or more years to the current financial period; (b) any other sums which the Assembly may cause to be paid into it; and (c) any interest earned on the investments of the Fund.

¹ Cf. the remarks on contributions in arrears on pages 87 and following of the present report.

On December 31st, 1935, this Fund amounted to		Gold francs
In 1936, the following changes occurred:		905,009.21
	Gold francs	
<i>Plus:</i>		
Assignment from the 1935 cash surplus.	4,500,000.—	
Assignment in respect of contributions due to the Reserve		
Fund paid in 1936	260,327.65	
		<u>4,760,327.65</u>
		5,665,336.86
<i>Less:</i>		
Exchange loss in gold francs on contributions accepted in Swiss francs at par		
after the depreciation of the Swiss franc		— 38,155.61 ¹
		<u>5,627,181.25</u>
Balance at December 31st, 1936		5,627,181.25

This balance stood in a deposit account.

13. Extra-budgetary and Suspense Accounts.

The total amount of these accounts is shown among both the assets and liabilities in the General Statement at December 31st, 1936, the figure being 4,838,649.30 gold francs as against 3,224,308.26 gold francs at the same date in the previous year.

In the Secretariat statement at December 31st, 1936, the extra-budgetary and suspense accounts are shown separately.

The former show a balance of 1,731,532.27 francs as against 1,596,521.91 francs at the same date in the previous year, which means an increase of 135,010.36 francs.

The balance of the other accounts is 2,380,339.62 francs, as against 1,627,786.35 francs at the same date in 1935, which means an increase of 752,553.27 francs.

Details of these accounts are given in an explanatory note annexed to the audited accounts of the Secretariat and in the balance-sheet of the International Labour Organisation.

14. Cash in Hand and at Banks.

This item, which appears among the assets in the Secretariat statement at December 31st, 1936, is made up as follows:

	Gold francs
1. Building Fund (Assembly Hall and Secretariat)	911,466.96
2. Balance of the New Building Furnishing Account	898,070.91
3. Library Building Fund	1,305,950.59
4. Library Endowment Fund (investments in securities	
and cash balance with banks)	1,431,809.98
5. Working Capital Fund cash balance	5,055,851.40
6. Reserve Fund	5,627,181.25
7. Guarantee Fund	2,119,373.11
8. Balance of the Special Contributions Account constituted	
in virtue of the resolution of the 1936 Assembly.	1,257,371.69
9. Balance of the surplus available in respect of the 1935	
financial year	2,062,479.70
10. Cash surplus available in respect of the 1936 financial year	4,542,072.93
	<u>25,211,628.52</u>

as against 26,060,690.69 gold francs at the same date in the previous financial year.

The International Labour Organisation statement at December 31st, 1936, shows a cash balance of 1,890,280.49 Swiss francs, equivalent to 1,337,007.74 gold francs, in banks and at the Branch Offices. These figures are made up as follows:

	Swiss francs	Gold francs
Suspense accounts (the details are given in the above-		
mentioned statement)	883,148.43	624,656.65
Special Contributions Account constituted in virtue of the		
Assembly resolution already mentioned	421,111.87	297,855.18
Cash surplus	586,020.19	414,495.91
	<u>1,890,280.49</u>	<u>1,337,007.74</u>

¹ This amount is included in the loss of 292,231.94 gold francs shown on page 91 of this report.

The Permanent Court of International Justice's statement as at December 31st, 1936, shows a balance of 259,721.82 florins, equivalent to 438,139.51 gold francs, in cash and at the bank. These figures are made up as follows:

	Netherlands florins	Gold francs
Special Contributions Account	197,723.74	333,125.78
Cash surplus	61,998.08	105,013.73
	<u>259,721.82</u>	<u>438,139.51</u>

15. Employment of 1935 Cash Surplus.

The excess of actual receipts over expenditure for the financial year 1935, established in accordance with Article 38(a) of the Financial Regulations, was 9,034,280.07 gold francs.

In conformity with the Supervisory Commission's proposal, the Assembly, at its meeting of October 10th, 1936, during its seventeenth ordinary session, decided that the above-mentioned surplus should be employed in the following manner:

	Gold francs
1. Pensions Fund of the members of the Court (Fl. 343,135) ¹	571,800.37
2. Extension of the International Labour Office building (second instalment)	700,000.—
3. Reserve Fund	4,500,000.—
4. Guarantee Fund	1,200,000.—
	<u>6,971,800.37</u>
5. Surplus to be returned to States Members of the League of Nations, in application of Article 38(a) of the Financial Regulations	2,062,479.70
	<u>9,034,280.07</u>

16. Summary.

The results of the League of Nations' General Statement as at December 31st, 1936, may be summarised as follows:²

Surplus of assets over liabilities:

	Gold francs
Secretariat	49,039,914.44
International Labour Organisation	3,653,333.19
Permanent Court of International Justice	438,141.51
Total	<u>53,131,389.14</u>

The surplus of assets over liabilities of the League of Nations at December 31st, 1936—namely, 53,131,389.14 gold francs—represents, as has been shown above, the value of the buildings (viz., the new Secretariat building and Assembly Hall, the new Library now building, the Wireless Station, the former League building, the "La Pelouse" property and the International Labour Office building) and the available balances in cash and at banks.

The following figures should, however, be added to this amount:

	Gold francs
Working Capital Fund	5,287,140.86
Guarantee Fund	2,119,373.11
Reserve Fund	5,627,181.25
Total	<u>13,033,695.22</u>

which appear under "Liabilities" in the General Statement at the same date.

¹ Cf. document A.5.1936.X, page 11, and document A.80.1936.X, page 5.

² The surplus of assets over liabilities of the Secretariat and autonomous organisations has been computed without regard to the amount of contributions in arrears, which are shown on both sides of the statement. As compared with the previous year, the figures in respect of such contributions are as follows:

	December 31st, 1936 Gold francs	December 31st, 1935 Gold francs	Difference at December 31st, 1936 Gold francs
Secretariat	1,881,961.16	2,718,010.65	— 836,049.49
International Labour Organisation	692,975.08	1,184,767.12	— 491,792.04
Permanent Court of International Justice	230,614.21	349,542.43	— 118,928.22
	<u>2,805,550.45</u>	<u>4,252,320.20</u>	<u>— 1,446,769.75</u>

III. WORKING CAPITAL FUND.

This Fund, at December 31st, 1936, showed a balance of 5,287,140.86 gold francs, which appears under "Liabilities" in the General Statement at that date.

The following table shows the assets of which this sum is made up, and the differences as compared with the figures for the previous financial year:

	December 31st, 1936 Gold francs	December 31st, 1935 Gold francs	Differences at December 31st, 1936 Gold francs
Cash balance at banks	5,055,851.40	4,867,922.88	187,928.52
Recoverable advances made under Article 33 of the Financial Regulations	231,289.46	422,232.84	— 190,943.38
Total	<u>5,287,140.86</u>	<u>5,290,155.72</u>	<u>— 3,014.86</u>

The following table shows the changes that took place during the financial year 1936 in regard to advances made out of the Fund in question:

ADVANCES.

	Balance at December 31st, 1935 1 Gold francs	Further advances 2 Gold francs	Repaid 3 Gold francs	Balance at December 31st, 1936 (Col. 1 + 2 — 3) Gold francs
<i>Recoverable Advances</i>				
(Article 33, paragraph 1, of the Financial Regulations):				
1. Expenses of the High Commissioner at Danzig	35,818.05	149,004.75	132,890.14	51,932.66
2. Sum to be repaid by Turkey in respect of the advance made by the Secretary-General to meet the expenses of the Commission appointed by the Council of the League of Nations in 1924 to collect information concerning the frontier between Turkey and Iraq	10,000.—	—	10,000.—	—
3. Liberian Government's request for assistance: Expenses of the mission sent to the Kru country	9,900.95	—	—	9,900.95
4. Dispute between Bolivia and Paraguay (Chaco Commission):				
Sum to be refunded by Bolivia	102,631.52	—	102,631.52	—
Sum to be refunded by Paraguay	153,947.27	—	—	153,947.27
5. Settlement of the Assyrians of Iraq:				
Enquiry in Brazil ¹	19,510.70	—	19,510.70	—
Enquiry in British Guiana ¹	42,634.10	—	42,634.10	—
Enquiry in Syria ¹	47,790.25	—	47,790.25	—
6. Mission of "Observers" in the Sanjak of Alexandretta	—	15,508.58	—	15,508.58
	<u>422,232.84</u>	<u>164,513.33</u>	<u>355,456.71</u>	<u>231,289.46</u>
<i>Advances to the Autonomous Organisations</i>				
(Article 33, paragraph 2, of the Financial Regulations):				
7. Advances to the Permanent Court of International Justice	—	36,161.04	36,161.04	—
Total	<u>422,232.84</u>	<u>200,674.37</u>	<u>391,617.75</u>	<u>231,289.46</u>

¹ For the purpose of the enquiries regarding the settlement of the Assyrians of Iraq, the Council of the League of Nations authorised the Secretary-General to draw from the Working Capital Fund, in accordance with Article 33 (2) of the Financial Regulations, the following sums: 20,000 Swiss francs for the enquiry in Brazil (Council resolution of January 19th, 1934); 50,000 Swiss francs for the enquiry in French West Africa, in the bend of the Niger (Council resolution of September 28th, 1934).

On April 17th, 1935, the Council authorised the withdrawal of a further sum not exceeding 40,000 Swiss francs for the settlement of the Assyrians of Iraq in Syria.

The total amount of the advances authorised by the Council was thus increased to 110,000 Swiss francs.

The amount spent up to December 31st, 1935, was 109,935.05 Swiss francs.

This sum has been repaid to the League out of the funds available for financing (with the contribution of the Government of Iraq) any steps which may be taken for the settlement in other regions of Assyrians desirous of leaving Iraq.

At December 31st, 1936, the amount of the recoverable advances showed a decrease of 190,943.38 gold francs.

In this connection, attention must be drawn to the repayment in 1936 of the sum of 10,000 francs due by Turkey (No. 2 of the foregoing table), and the repayment by Bolivia of the balance (102,631.52 gold francs) of her share of the expenses in connection with the Chaco Commission. At the same date, Paraguay had as yet paid nothing (No. 4 of the above-mentioned table). The advances for the settlement of the Assyrians of Iraq have been refunded (No. 5 of the same table).

A new sub-head has been introduced under No. 6 of the table in respect of the advance for the expenses of the mission of observers sent to the Sanjak of Alexandretta.¹

An advance of 36,161.04 gold francs was made in 1936 to the Permanent Court of International Justice. It was refunded during the same financial year.

IV. SURPLUS OF RECEIPTS OVER EXPENDITURE FOR THE 1936 FINANCIAL YEAR.

Under Article 38(a) of the Financial Regulations, the difference between the actual receipts and the expenditure for each completed financial year has to be entered in the budget of the second year following. If the difference constitutes a credit balance, it is used to effect a corresponding reduction of the sum to be collected from the Members of the League by way of contribution for the year in the budget of which it is entered; if the difference represents a deficit, the sum to be contributed by Members of the League for such year is increased by the amount of the deficit.

The balance for the 1936 financial year works out as follows:

1. Secretariat.²

	Swiss francs
Actual receipts	24,242,419.62
Expenditure	<u>17,669,662.52</u>
	6,572,757.10
<i>Less:</i>	
Sum in respect of the "Special Contributions Account" set up in virtue of the resolution adopted by the Assembly on October 10th, 1936, as already stated	<u>1,208,108.15</u>
Surplus of receipts over expenditure	<u>5,364,648.95</u>

2. International Labour Organisation.³

	Swiss francs
Actual receipts	10,618,191.73
Expenditure	<u>9,611,059.67</u>
	1,007,132.06
<i>Less:</i>	
Sum in respect of the "Special Contributions Account" mentioned above	<u>421,111.87</u>
Surplus of receipts over expenditure	<u>586,020.19</u>

3. Permanent Court of International Justice.⁴

	Swiss francs
Actual receipts	2,661,291.73
Expenditure	<u>2,041,843.88</u>
	619,447.85
<i>Less:</i>	
Sum in respect of the "Special Contributions Account" mentioned above	<u>148,469.90</u>
Surplus of receipts over expenditure	<u>470,977.95</u>
General total	<u>6,421,647.09</u>

¹ By a resolution dated December 16th, 1936, the Council, at the French Government's request, decided to send to the Sanjak of Alexandretta three observers whose task it defined, assisted by the necessary staff. The Council at the same time authorised the Secretary-General to draw on the Working Capital Fund up to a maximum of 75,000 francs for the expenditure involved, which was to be refunded by the French Government.

The observers' mission was to close at the end of January 1937.

² Cf. the "Cash Account" of this organisation on page 40 of the present document.

³ Cf. the "Cash Account" of this organisation on page 58 of the present document.

⁴ Cf. the "Cash Account" of this organisation on page 72 of the present document.

This total may also be reached as follows:

	Gold francs	Swiss francs
Actual receipts:		
Contributions for the 1936 financial year	25,947,929.11	
Contributions in arrears	2,623,312.66	
	<u>28,571,241.77</u>	
Expenditure		30,795,724.76
		<u>23,938,517.81</u>
		6,857,206.95
Less:		
Sum transferred to the Special Contributions Account . .		1,777,689.92
		<u>5,079,517.03</u>
Plus:		
Profits on the realisation of deposits in gold francs:		
	Gold francs	Swiss francs
Secretariat	1,311,847.86	
Permanent Court of International Justice	30,282.20	
	<u>1,342,130.06</u>	
Total		<u>6,421,647.09</u>

The surpluses of receipts over expenditure of the Secretariat and the two autonomous organisations have been converted into gold francs as shown below:

	Gold francs
Secretariat	3,794,451.24
International Labour Organisation	414,495.91
Permanent Court of International Justice	333,125.78
	<u>4,542,072.93</u>

These figures appear in the General Statement of the League of Nations as at December 31st, 1936.

The amount of the surplus for the last five years is shown below:

	1932 Gold francs	1933 Gold francs	1934 Gold francs	1935 Gold francs	1936 Gold francs
Secretariat	2,375,675.76	1,197,908.79	3,559,132.98	6,846,432.47	3,794,451.24
International Labour Organisation	—	—	38,189.92	1,314,143.85	414,495.91
Permanent Court of International Justice	—	—	281,318.83	873,703.75	333,125.78
Total	<u>2,375,675.76</u>	<u>1,197,908.79</u>	<u>3,878,641.73</u>	<u>9,034,280.07</u>	<u>4,542,072.93</u>

The financial year 1936 could not be expected to show a surplus as large as that of the previous year, which was due (in the main) to exceptional circumstances—namely, the considerable payments made in respect of contributions in arrears by two States which had left the League of Nations.

The figure shown by the surplus in 1936 is nevertheless remarkable, particularly if compared with that of the earlier years.

Among the causes of this surplus may be mentioned the more regular payment of contributions during the financial year; payments in respect of contributions in arrears, the profits made on certain investments, and (on the expenditure side) the savings made as compared with the credits voted, as already explained in the first part of the present report.

As stated above, Article 38(a) of the Financial Regulations determines the use to be made of the surplus of receipts over expenditure.

The Supervisory Commission, being fully acquainted with the finances of the League of Nations, is, however, competent to make recommendations to the Assembly on this subject.

V. CONCLUSION.

The contributions for the 1936 financial period were paid up in the proportion of 91.75%. This is the highest percentage ever reached in the last eighteen years; but this result, however satisfactory, is clearly not sufficient. The *full* payment of annual contributions is required; for it is not fair that any States Members of the League of Nations should fail to pay regularly their share of the expenditure necessary for the working of the institution.

During the same year, about 2½ million gold francs were recovered in respect of contributions in arrears.

The considerable progress made in the payment of contributions is due to the firm attitude and perseverance of the Secretariat and to the very effective assistance of the Committee for the Settlement of Arrears, which has pursued, and is pursuing, its task with very satisfactory results.

As compared with the credits entered in the budget, the savings realised amount to 4,341,000 francs, or over 15%.

The concurrence of all these favourable factors has made it possible for the 1936 financial year to be closed with a *surplus* of actual receipts over expenditure of approximately 4½ millions—a large figure, as already pointed out (Chapter IV of the present report).

A glance at the General Statement as at December 31st, 1936, shows the notable improvement in the financial position of the League of Nations, which is further strengthened by the existence of large reserves such as the former Working Capital Fund, the Guarantee Fund and the Reserve Fund, both of recent creation, which have already been mentioned in this report.

It should be added that, during this period of general monetary instability, the wisdom of the measure adopted by the League of Nations from the outset, and constantly applied subsequently, of settling its accounts on the basis of gold francs cannot be too highly commended. To the adoption of this practice is due the existence of the potential reserve represented by the difference between the amount in gold francs of the bank balances at December 31st, 1936, and their equivalent in Swiss francs at the present rate.

(Signed) A. CERESA,
Auditor.

April 15th, 1937.

Part XI.

**ACCOUNTS OF THE STAFF PENSIONS FUND FOR 1936
AND REPORT THEREON BY M. A. CERESA (Auditor)**

CAISSE DES PENSIONS DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1936 — BALANCE-SHEET AS AT DECEMBER 31ST, 1936.

Passif — Liabilities.

	Francs suisses Swiss francs
FONDS ACCUMULÉS — ACCUMULATED FUND	19 038 762.24
COMPTES CRÉDITEURS DIVERS — SUNDRY CREDITORS:	
Pensions — Annuities	4 708.15
FONDS DE RÉSERVE SUR LES DETTES AU TITRE DES PRIMES D'ASSURANCE — INSURANCE PREMIUM DEBT RESERVE FUND	7 664.90

19 051 135.29

STAFF PENSIONS FUND.

BILAN AU 31 DÉCEMBRE 1936 — BALANCE-SHEET AS AT DECEMBER 31ST, 1936.

Actif — Assets.

	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS — CASH.		
Compte courant — Current Account:		
Francs suisses — Swiss francs	268 195.80	
Compte de dépôt — Deposit Account:		
Livres sterling — Sterling £619,065 18s. 8d.	9 451 006.70 ¹	
	<hr/>	9 719 202.50
PLACEMENTS (au prix d'achat) conformément aux indications détaillées figurant en annexe, pages 119 et 120 — INVESTMENTS (at cost) as per Details annexed (pages 119 and 120)		
	7 887 129.85 ²	
et intérêts échus — and accrued interest	48 482.90	
	<hr/>	7 935 612.75
COMPTES DÉBITEURS DIVERS — SUNDRY DEBTORS.		
Contributions arriérées dues par les membres — Members' arrears of contributions	113 387.15	
Dettes au titre des primes d'assurance — Insurance premium debts	280 718.80	
	<hr/>	394 105.95
PERTES SUBIES SUR LA VENTE DE PLACEMENTS — LOSSES INCURRED ON SALE OF INVESTMENTS:		
Solde au 31 décembre 1935 — Balance as at December 31st, 1935	2 519 408.67	
Moins profits sur vente de placements, etc., au cours de l'année — Less profit on sale of investments, etc., during year	1 517 194.58	
	<hr/>	1 002 214.09
		<hr/>
		19 051 135.29
		<hr/> <hr/>

March 4th, 1937.

(Signed) P. G. WATTERSON,

Chef Comptable. — Chief Accountant.

¹ La valeur réalisable de ce dépôt au 31 décembre 1936 était évaluée à l'équivalent de — The estimated realisable value of this deposit was, on December 31st, 1936, equivalent to . . . Francs suisses — Swiss francs: 13 353 135.45.

² La valeur en bourse des titres détenus par la Caisse au 31 décembre 1936 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1936, was, exclusive of interest . . . Francs suisses — Swiss francs: 7 894 318.45.

COMPTE DES RECETTES ET DES DÉPENSES POUR L'EXERCICE SE TERMINANT
LE 31 DÉCEMBRE 1936 — INCOME AND EXPENDITURE ACCOUNT FOR
THE PERIOD ENDED DECEMBER 31ST, 1936.

Recettes — Income.

	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTÉ DES MEMBRES — MEMBERS' ACCOUNT.		
Contributions courantes — Current contributions	816 677.75	
Contributions arriérées — Arrears of contributions	42 494.50	
	<u> </u>	859 172.25
COMPTÉ DE LA SOCIÉTÉ DES NATIONS — LEAGUE ACCOUNT.		
Contributions courantes — Current contributions	1 243 428.23	
Compte des arriérés — Arrears account	83 765.35	
	<u> </u>	1 327 193.58
CONTRIBUTION ANNUELLE pour l'amortissement du déficit de la réserve mathématique — ANNUAL CONTRIBUTION for the amortisation of the deficit on the actuarial reserve		400 000.—
INTÉRÊTS — INTEREST.		
Des placements, etc. — On investments, etc.		179 879.70
		<u> </u>
		<u>2 766 245.53</u>

Dépenses — Expenditure.

	Francs suisses Swiss francs	Francs suisses Swiss francs
PRESTATIONS — BENEFITS.		
Remboursement de contributions — Contribution refunds .	65 470.15	
Pensions — Annuities	48 318.20	
Sommes en capital — Capital value annuities	535 587.85	
Pensions d'invalidité — Invalidity annuities	43 942.05	
Pensions aux veuves et aux orphelins — Annuities to widows and orphans	59 781.95	
	<u> </u>	753 100.20
DÉPENSES DIVERSES — MISCELLANEOUS EXPENSES.		
Y compris les frais d'achat des titres — Including cost of purchase of securities		58 439.59
SOLDE, SOIT EXCÉDENT DES RECETTES SUR LES DÉPENSES — BALANCE, BEING EXCESS INCOME OVER EXPENDITURE		
		1 954 705.74
		<u> </u>
		<u>2 766 245.53</u>

PLACEMENTS APPARTENANT A LA CAISSE DES PENSIONS.
INVESTMENTS HELD BY THE PENSIONS FUND.

Pour cent Per cent	Désignation Details	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost price Swiss francs	Estimation au Estimate at 31.XII.1936 En fr. suisses ¹ In Swiss francs ¹
<i>Avoir en dollars E.U.A. — Holdings in U.S.A. dollars.</i>				
7	Consortium italien de crédit 1927-1947 — Italian Credit Consortium	15 000.—	76 750.67	49 590.—
6½	Emprunt brésilien 1957 — Brazil External Loan	62 500.—	132 228.75	110 108.—
6	Ville de Buenos-Ayres 1927-1960 — City of Buenos Aires	20 000.—	99 944.60	87 000.—
5	Emprunt Consolidé brésilien 1931 — Brazil External Loan	3 200.—	12 876.10	10 440.—
4½	Emprunt argentin 1971 — Argentine Loan	210 000.—	864 997.50	911 215.—
4½	Emprunt danois 1962 — Danish Government Loan	50 000.—	216 694.65	218 587.—
4¼	Emprunt norvégien 1965 — Norwegian Government Loan	50 000.—	214 360.60	220 218.—
27/8	Bons du Trésor E.U.A. 1960 — U.S.A. Treasury bonds	250 000.—	1 127 971.20	1 137 796.—
	Total dollars E.U.A.	660 700.—	2 745 824.07	2 744 954.—
<i>Avoir en dollars-or — Holdings in gold dollars.</i>				
6½	Chemin de fer du Nord 1950 — Nord Railway (France)	98 000.—	470 592.10	449 746.—
5½	Chemin de fer Paris-Orléans 1968 — Paris-Orleans Railway	60 000.—	296 946.—	262 305.—
	Total dollars-or	158 000.—	767 538.10	712 051.—
<i>Avoir en francs suisses — Holdings in Swiss francs.</i>				
4	Emprunt égyptien 1876-1880 — Egypt Unified Loan	50 000.—	37 280.—	44 900.—
3½	Chemin de fer Jura-Simplon 1894 — Jura-Simplon Railways	190 000.—	189 045.—	192 375.—
4	Chemin de fer fédéraux 1931 — Swiss Federal Railways	100 000.—	99 250.—	103 900.—
3½	Chemin de fer fédéraux 1932-1933 — Swiss Federal Railways	912 000.—	905 615.—	914 280.—
3½	Emprunt fédéral suisse 1932 — Switzerland Conversion Loan	190 000.—	185 492.35	190 475.—
3½	Emprunt fédéral suisse 1932 — Switzerland Loan	100 000.—	94 000.—	101 500.—
	Total francs suisses	1 542 000.—	1 510 682.35	1 547 430.—
<i>Avoir en sterling — Holding in sterling.</i>				
3½	Emprunt de guerre anglais — British War Loan	100 000.—	2 255 150.—	2 247 087.—

¹ Taux de conversion du 31 décembre 1936 — Rate of conversion as at December 31st, 1936:

	Francs suisses Swiss francs
Paris	20.30
New-York	4.35
London	21.35

Pour cent Per cent	Désignation Details	Prix d'achat en francs suisses Cost price Swiss francs	Estimation au Estimate at 31.XII.1936 En fr. suisses In Swiss francs
<i>Avoir en Canal de Suez — Holdings Suez Canal.</i>			
5	552 Obligations or	314 077.25	256 047.95
	2 Actions jouissance.	7 671.88	10 231.20
	297/5 Société civile	286 186.20	376 517.30
	Total Canal de Suez	607 935.33	642 796.45
 <i>Résumé — Summary.</i>			
	Dollars E.U.A. — U.S.A. dollars	2 745 824.07	2 744 954.—
	Dollars-or — Gold dollars	767 538.10	712 051.—
	Francs suisses — Swiss francs	1 510 682.35	1 547 430.—
	Sterling	2 255 150.—	2 247 087.—
	Canal de Suez — Suez Canal	607 935.33	642 796.45
		7 887 129.85	7 894 318.45

ACCOUNTS OF THE STAFF PENSIONS FUND FOR THE
FINANCIAL YEAR 1936.¹

REPORT BY M. A. CERESA, *Auditor*.

I have the honour to set forth below the result of the audit of accounts for the Staff Pensions Fund of the League of Nations for the financial year 1936.

* * *

The "accumulated funds" of the Pensions Fund amounted at December 31st, 1936, according to the balance-sheet at that date, to 19,038,762.24 Swiss francs.

The above sum exceeded by 1,954,705.74 francs the sum of 17,084,056.50 francs shown in the balance-sheet as at December 31st of the previous year.

The increase represents the difference between income and expenditure for the financial year 1936, which were as follows:

	Swiss francs
Income	2,766,245.53
Expenditure	811,539.79
	<hr/>
Surplus of income over expenditure	1,954,705.74

The surplus is 115,969.12 francs larger than that for the previous financial year, owing to the fact that a reduction of 46,276.81 francs in the income was accompanied by a reduction of 162,245.93 francs in the expenditure.

I. The *income* is as follows:

1. Contributions:

	Swiss francs
(a) from the members of the Pensions Fund	859,172.25
(b) from the League of Nations	1,327,193.58
	<hr/>
	2,186,365.83
2. Annual contribution of the League for the amortisation of the deficit on the <i>actuarial reserve</i> calculated with reference to the position as at January 1st, 1931:	
Annual payment for 1936	400,000.—
3. Interest on investments.	179,879.70
	<hr/>
Total	2,766,245.53

as against 2,812,522.34 francs in 1935—*i.e.*, a reduction of 46,276.81 francs.

I. The contributions referred to in item 1 of the above table may be analysed as follows:²

	Members' accounts	League of Nations account	Total
	Swiss francs	Swiss francs	Swiss francs
Contributions in respect of the financial year 1936	816,677.75	1,243,428.23	2,060,105.98
Arrears of contributions	42,494.50	83,765.35	126,259.85
	<hr/>	<hr/>	<hr/>
Total	859,172.25	1,327,193.58	2,186,365.83

In the League budget for the financial year 1936, an appropriation of 1,488,353.— francs was voted as contribution to the Pensions Fund.

¹ The accounts of the Pensions Fund are made out in Swiss francs.

² The ordinary contributions payable by the staff are fixed at 6½% of the pensionable emoluments in the case of principal officers and other officials classed as belonging to the *First Division*, and 5% in the case of other officials. The rate of the League contribution is fixed by the Assembly on the advice of the Administrative Board of the Fund. For 1936, as for the previous year, this rate was fixed at 9% of the pensionable emoluments of members of the Fund (Assembly resolution of September 28th, 1935).

The sum paid to the Fund under this head was 1,427,432.— francs, this total being made up as follows:

	Swiss francs
Contribution due under Article 9 of the Pensions Fund Regulations (9% of the salaries of officials members of the Fund)	1,027,432.—
Annual payment for the amortisation of the <i>deficit</i> on the <i>actuarial reserve</i>	400,000.—
	1,427,432.—

To this sum should be added:

Contributions made—at the rate of 9%—by officials whose salaries are paid from special funds (Building Fund, International Health Organisation, Rockefeller grants, etc.)	280,842.88
Sum received in reduction of the balance of the "Suspense Account", to which reference will be made below	18,918.70
Total	1,727,193.58

2. As regards the League's contribution for the amortisation of the *deficit* on the *actuarial reserve*, the present value of the liabilities of the new Pensions Fund as at January 1st, 1931, was, according to the actuarial estimates, only partially covered by the assets that were to be handed over to it. There was a *deficit* of 6,270,000 francs, which, according to the calculations, could have been made good in thirty years by annual payments that were put in the first instance at 411,000 francs, calculated at the rate of 4%, the annual payments to be rounded off to 400,000 francs as from 1933.

The sums made available to date to cover the deficit are as follows:

	Swiss francs
1931	356,389.—
1932	336,757.85
1933	454,611.— (including 54,611 francs paid in respect of 1931)
1934	400,000.—
1935	474,242.15 (including 74,242.15 francs paid in respect of 1932)
1936	400,000.—
Total	2,422,000.—

The *deficit* of the *actuarial reserve* as at December 31st, 1936, will not be known until the results of the actuarial valuation now in process of being made are available.

3. The *income* from item 3, consisting of interest on investments (179,879.70 francs), shows a falling off of 73,396.— francs on the previous year.

On December 31st, 1936, the greater part (55.2%) of the Pensions Fund was held at banks, and no interest was earned on these sums throughout the year: the balance (44.8%) was invested in securities (see Section III of this Report).

The 179,879.70 francs shown above as the income under this head was therefore derived exclusively from the amounts invested: the sum named represents 2.85% of the invested principal.¹

It represents only 0.996% of the total amount of the Fund²—which is considerably less than the 4.25% taken as the basis for the actuarial calculation of the Pensions Fund.

	Swiss francs
At the actuarial rate, the <i>theoretical income</i> of the Fund for 1936 works out at	767,609.88
The <i>actual income</i> on the other hand was	179,879.70
making a deficiency of	587,730.18

It is a question, in view of the present uncertainty of the securities and foreign exchange markets, whether it would be wise to increase the investments in securities in order to swell the

¹ This amount is arrived at by the following approximation:

	Swiss francs
Amount of investments December 31st, 1935	4,719,241.55
Amount of same December 31st, 1936	7,887,129.85
Average amount for 1936	6,303,185.70

² This amount is arrived at by the following approximation:

	Swiss francs
Amount of investments December 31st, 1935	19,038,762.24
Amount of same December 31st, 1936	17,084,056.50
Average amount for 1936	18,061,409.37

income of the Fund. It would seem clear, at any rate, that the necessity of keeping the greater part of the Fund's assets protected from the risks to which all investments are exposed, however carefully and prudently selected, takes precedence of all other considerations of an actuarial or administrative character.

II. The *expenditure* is made up as follows:

	Swiss francs
Refund of contributions (Article 9, No. 5, of the Pensions Fund Regulations ¹).	65,470.15
Pensions paid	48,318.20
Capital sums paid in lieu of pensions	535,587.85
Invalidity pensions paid	43,942.05
Pensions to widows and orphans	59,781.95
	<hr/>
	753,100.20
Miscellaneous expenditure (including cost of purchase of investment securities)	58,439.59
	<hr/>
Total	811,539.79

as against 973,785.72 francs in 1935, or a decrease of 162,245.93 francs, chiefly in connection with the first and third items in the above table.

III. *Investments*. — As already stated, the assets of the Pensions Fund are invested in securities or held at banks.

	Swiss francs
The <i>investment securities</i> —valued at purchase price—amounted as at December 31st, 1935 to	4,719,241.55
New purchases were made during the financial year 1936 to the amount of	6,050,621.—
	<hr/>
Total	10,769,862.55

Against which must be set off the following decreases in respect of the same financial year:

	Swiss francs
(a) Sale of bonds	1,097,876.67
(b) Reimbursement of bonds drawn by lot.	1,784,856.03
	<hr/>
	2,882,732.70

As a result, the amount invested in securities at December 31st, 1936—*valued at purchase price*—was reduced to.

as shown in the balance-sheet of the Pensions Fund at that date.

The following table shows the new investments made in 1936:

	Nominal value	Purchase price in foreign currency	Purchase price in Swiss francs
6% City of Buenos Ayres 1927-60	\$5,000.—	\$4,987.50	22,205.60
4½% Argentine Loan 1971.	\$210,000.—	\$198,850.—	864,997.50
4½% Danish Loan 1962	\$50,000.—	\$49,786.25	216,694.65
4¼% Norwegian Loan 1965	\$50,000.—	\$49,250.—	214,360.60
2⅞% U.S.A. Treasury Bonds 1955-60	\$250,000.—	\$259,140.63	1,127,971.20
3½% Federal Railways 1932 Sw. fr. 810,000.—			806,675.—
3½% Jura-Simplon Railway 1894 Sw. fr. 190,000.—			189,045.—
3½% British War Loan £100,000.—		£106,000.—	2,255,150.—
3% French Railways (new combine) Fr. fr. 449,500.—		Fr. fr. 332,043.—	67,335.25
297/5 Parts Suez Canal Company		Fr. fr. 1,414,429.—	286,186.20
			<hr/>
Total			6,050,621.—

¹ This article reads:

“ Whatever be the age of the official, if he has completed more than three but less than ten years' service, he shall be awarded a capital sum equal to his own contributions to the Pensions Fund and the payments due in respect of him to that Fund from the League, plus simple interest at the rate fixed by Article 21, provided that such sum shall not exceed the value of the annuity which the official would receive after completing ten years' service.”

The bonds sold were as follows:

	Purchase price in Swiss francs	Sale price in Swiss francs	Profit in Swiss francs
6% Argentine Railway 1927-60	123,129.25	150,732.95	27,603.70
6% Cie. des Messageries Maritimes 1952	100,516.50	111,036.10	10,519.60
66 Suez Canal Capital shares	253,178.77	323,309.55	70,130.78
Total	<u>476,824.52</u>	<u>585,078.60</u>	<u>108,254.08</u>
			Loss in Swiss francs
6½% Nord Railway 1950	110,445.50	104,706.80	5,738.70
6% French Railways 1934-49	12,739.10	12,660.40	78.70
5% French Railways 1932-42	111,359.25	103,441.80	7,917.45
5% French Railways 1932	50,000.—	49,923.—	77.—
4½% French Treasury Bonds 1932-62	87,140.95	77,830.60	9,310.35
4½% French Rentes 1932 (A)	50,522.55	42,549.05	7,973.50
4½% French Rentes 1932 (B)	131,509.55	115,360.15	16,149.40
3% French Railways (new combine)	67,335.25	61,337.15	5,998.10
Total	<u>621,052.15</u>	<u>567,808.95</u>	<u>53,243.20</u>
Grand total	<u>1,097,876.67</u>	<u>1,152,887.55</u>	<u>55,010.88</u>
			net profit

With regard to the currencies in which the securities sold were issued, the net profit of 55,010.88 francs is composed as follows:

	Losses due to fall in market value of securities	Profit due to rise in market prices of securities	Net loss or profit (Cols. 1—2)	Loss due to depreciation of currency	Total (Col. 3 + 4)
	1	2	3	4	5
United States dollars	3,313.90	24,350.60	21,036.70 (profit)	828.30 (profit)	21,865.— (profit)
French francs	47,437.10	67,556.35	20,119.25 (profit)	2,584.03 (profit)	22,703.28 (profit)
Canadian dollars	—	33,566.40	33,566.40 (profit)	23,046.80 (loss)	10,519.60 (profit)
Swiss francs	77.—	—	77.— (loss)	—	77.— (loss)
	<u>50,828.—</u>	<u>125,473.35</u>	<u>74,645.35</u> (profit)	<u>19,634.47</u> (loss)	<u>55,010.88</u> (profit)

The following were the bonds redeemed:

	Purchase price in Swiss francs	Amount paid in Swiss francs	Differences (Cols. 1—2) in Swiss francs
	1	2	3
6½% Nord Railway 1950	9,603.90	10,254.50	650.60 profit
3¾% Belgian Treasury Bonds	1,753,755.58	1,770,376.25	16,620.67 profit
3½% Swiss Federal Loan 1933	5,857.65	6,000.—	142.35 profit
3½% Swiss Federal Loan 1932	4,700.—	5,000.—	300.— profit
19 Suez Canal Bonds	<u>1,773,917.13</u>	<u>1,791,630.75</u>	<u>17,713.62</u> total profit
	<u>10,789.95</u>	<u>5,700.—</u>	<u>5,089.95</u> loss
Total	<u>1,784,707.08</u>	<u>1,797,330.75</u>	<u>12,623.67</u> net profit

One ordinary Suez Canal share was exchanged for a redeemed share still entitled to dividend (*action de jouissance*). An expenditure of 148.95 francs was incurred in connection with this operation, the capital invested being reduced accordingly by that amount.

The various profits and losses on the above security investments result in a net profit of 67,634.55 francs, the details of which are as follows:

	Swiss francs
Net profit on sales	55,010.88
Net profit on redemption of bonds drawn	12,623.67
Total net profit	<u>67,634.55</u>

A statement of the Pensions Fund's investments as at December 31st, 1936, is appended to the balance-sheet of the Fund as at that date.

It shows the nominal value, the purchase price in foreign currency, and the purchase price in Swiss francs of the securities therein listed.

The *purchase price* in Swiss currency amounted, as already stated, to 7,887,129.85 francs, being the amount of the securities shown in the balance-sheet.

Their current market value, however, on the basis of the revaluation on December 31st, 1936, was 7,894,318.45 Swiss francs.

The appreciation is therefore 7,188.60 Swiss francs, or 0.09% of the total investments in securities.

On the same date in the previous year there was a depreciation of 427,388.55 francs (9.056% of the total investments in securities).

In this connection, it may be useful to give figures showing, in the form of percentages, the distribution of the Pensions Fund investments according to the currencies in which the securities purchased are issued, and to compare these with the percentages for the previous year.

	1936 %	1935 %
United States dollars	44.55	27.75
Swiss francs	19.15	12.20
French francs	—	8.35
Canadian dollars	—	2.13
Netherlands florins	—	37.16
Gold francs (Suez Canal bonds)	7.71	12.41
Sterling	28.59	—
	<hr/> 100.—	<hr/> 100.—

It should be added that, as regards some of the securities issued in dollars (9.73% of the total investments), the capital and the interest thereon are payable in gold of the standard and weight of the former gold dollar, in accordance with the *gold clause* under which they were issued. The corresponding percentage on December 31st of the previous year was 18.80.

In addition, the Pensions Fund had the following sums at banks at December 31st, 1936:

	Swiss francs
Current account (Swiss francs)	268,195.80
On deposit (£619,065 18s. 8d. = 9,451,006.70 gold francs)	9,451,006.70 ¹
	<hr/> 9,719,202.50

as against 9,437,192.56 Swiss francs on December 31st of the previous year, representing an increase as at December 31st, 1936, of 282,009.94 francs, as is shown by the following figures:

<i>Increase:</i>		Swiss francs
Current accounts		174,781.35
Sterling deposits (gold)		5,743,214.05
		<hr/> 5,917,995.40
<i>Decrease:</i>		
French franc deposits (gold)	5,088,510.31	
Netherlands florin deposits (gold)	547,475.15	
	<hr/> 5,635,985.46	
		<hr/> 282,009.94

To complete the above survey of the assets items of the balance-sheet of the Fund as at December 31st, 1936—apart from the losses on investments already referred to—reference should also be made to two figures which appear under the head of *Sundry debtors*.

The first (113,387.15 Swiss francs) represents arrears of contributions due by members to the Fund. The details are as follows:

	Swiss francs
The corresponding figure at December 31st of the previous year was	126,293.87
This increased in 1936, through new arrears and interest, by	47,044.90
	<hr/> 173,338.77
On the other hand, it was reduced through sums recovered by	59,951.62
	<hr/> 113,387.15

¹ This amount was in gold francs; but it is shown in the Fund's accounts at the same figure in Swiss francs, in accordance with the established practice of not calculating the additional value of the gold francs at their current parity until the additional value is actually realised.

The other figure under the head of *Sundry debtors* is 280,718.80 Swiss francs, representing the debt in respect of life-insurance premiums for officials who were formerly members of the Provident Fund and opted for this form of provision in the future.

This figure is made up as follows:

	Swiss francs
Amount owing to the Fund as at December 31st, 1935	276,628.75
Increases in 1936 through subsequent payments of premiums by the Fund, and through interest	31,027.05
	<u>307,655.80</u>
Decrease in the same financial period through sums recovered	26,937.—
	<u>280,718.80</u>

As regards the liabilities side of the above-mentioned balance-sheet, two items should be noted.

The *Sundry creditors* item shows a balance of 4,708.15 francs, representing the amount of pensions due in respect of the financial year 1936, but still unpaid at the end of that year.

The *Reserve Fund*, formed to cover any losses on the amount owing to the Fund in respect of insurance premiums, amounted, on December 31st, 1935, to 6,734.90 francs, and, on December 31st, 1936, to 7,664.90 francs, or an increase of 930 francs.

It should be noted in this connection that, under the Administrative Rules of the Pensions Fund, officials members of the Provident Fund who opted for the new pensions system, but preferred to have the Fund continue to pay their premiums, were debited with the amount of the sums which had been withdrawn from their account with the Provident Fund up to December 31st, 1931, in respect of insurance premiums, plus 5%, and that they were also debited with the amount of each premium paid by the Pensions Fund, plus 5%, as well as compound interest at 4% per annum on the total debt.

The amount of these increases is used to make up the above-mentioned Reserve Fund.

The results of the Staff Pensions Fund balance-sheet as at December 31st, 1936, may be summarised as follows:

	Swiss francs
Assets	18,048,921.20
Liabilities	12,373.05
	<u>18,036,548.15</u>

Comparing this surplus with the amount (19,038,762.24 francs) of the *accumulated funds* which represent the capital of the Pensions Fund, we find a *deficit* of 1,002,214.09 francs. This is due to the losses incurred on investments in previous financial years.

The total amount of these losses as at December 31st, 1935, was 2,519,408.67 Swiss francs, composed as follows:

	Swiss francs
Losses on investments earmarked for the <i>actuarial reserve</i> of the former Provident Fund, and subsequently transferred to the new Pensions Fund as from January 1st, 1931	1,792,316.90
Losses on new investments effected by the Pensions Fund during the period 1931-1935	727,091.77
	<u>2,519,408.67</u>

In 1936, a great part of the above total loss was covered by the following operations effected for the purpose:

	Swiss francs
Profits realised on sales of securities and redemption of bonds drawn	67,634.55
Profits on the realisation of gold franc deposits	1,449,560.03
	<u>1,517,194.58</u>
Balance as at December 31st, 1936	<u>1,002,214.09</u>

If we now compare the surplus of assets over liabilities for the financial year 1936—viz. 18,036,548.15 with that of the previous year—viz. 14,564,647.83

we find for 1936 an increase of 3,471,900.32 which works out as follows:

Surplus of receipts over expenditure for the financial year 1936 (see the accounts on page 118 of this document)	1,954,705.74
<i>Plus:</i>	
Profits on investments in 1936	1,517,194.58
	<u>3,471,900.32</u>
Increase of surplus, as above stated	<u>3,471,900.32</u>

CONCLUSION.

During the financial year 1936, as in the preceding year, there was a considerable change in investments due to new purchases, sales and redemptions of bonds drawn by lot.

As a result, investments showed an increase at the end of the year amounting to 3,167,888 francs. Particulars of these investments are given in the observations in previous pages of this Report.

It was found possible in 1936 to wipe out uncovered losses to a total of over 1½ million Swiss francs, leaving a balance uncovered at the end of the year of (in round figures) one million.

Further, on December 31st, 1936, the Fund held 9,719,202.50 francs at banks, and 9,451,006.70 of this amount were gold francs. The balance-sheet at that date gives the same figure for these holdings in Swiss francs. Reckoned at the current parity of the Swiss franc in gold francs, they would show an *increase in value* of 3,902,000 Swiss francs. This increase may be regarded as a *potential reserve*, sufficient to cover the outstanding loss of a million referred to above and to leave a margin of nearly 3 millions in addition.

The actuarial valuation of the Pensions Fund is proceeding. It is being carried out by Dr. Hans Wyss, who was appointed Consulting Actuary to the Fund by the Pensions Board at a meeting on January 7th, 1937.¹

April 30th, 1937.

(Signed) A. CERESA,

Auditor.

¹ On October 10th, 1936, the Assembly of the League of Nations, in taking note of the Report of the Administrative Board of the Fund for 1936 and of the Report of the late Professor W. Friedli, former Consulting Actuary to the Fund, decided that for the present the Fund should continue to be valued annually by the Consulting Actuary.

Part XII.

**ACCOUNTS OF THE STAFF PROVIDENT FUND FOR 1936 AND
REPORT THEREON BY M. A. CERESA (Auditor).**

CAISSE DE PRÉVOYANCE DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1936.

Passif. — Liabilities.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE CAPITAL — CAPITAL ACCOUNT.			
<i>Secrétariat — Secretariat.</i>			
Contributions versées par les membres — Contributions by members	158 843.90		
Contributions versées par la Société — Contributions by League	149 121.46		
		307 965.36	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions versées par les membres — Contributions by members	40 293.66		
Contributions versées par la Société — Contributions by League	39 927.19		
		80 220.85	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions versées par les membres — Contributions by members	9 837.18		
Contributions versées par la Société — Contributions by League	8 853.43		
		18 690.61	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund .</i>		16 225.93	
			423 102.75
COMPTE D'INTÉRÊTS — REVENUE ACCOUNT.			
Solde au 31 décembre 1935 — Balance as at December 31st, 1935		18 650.87	
Plus intérêts pour l'année se terminant le 31 décembre 1936 — Add revenue in respect of year ended December 31st, 1936		5 723.11	
			24 373.98
			447 476.73

STAFF PROVIDENT FUND

BALANCE-SHEET AS AT DECEMBER 31ST, 1936.

Actif. — Assets.

	Valeur nominale Nominal value	Francs suisses Swiss francs
COMPTE PLACEMENTS — INVESTMENTS ACCOUNT.		
6½ % Chemin de fer du Nord 1924-1950 — External Gold Bonds, Nord Railway Co.	\$10 000.—	51 826.—
5½ % Chemin de fer Paris-Orléans 1928-1968 — Gold Bonds, Paris-Orleans Railway Co.	\$10 000.—	49 491.—
		<u>101 317.—¹</u>
Plus intérêts échus au 31 décembre 1936 — Plus accrued interest to December 31st, 1936		1 773.—
		<u>103 090.—</u>
PERTES SUBIES SUR LA VENTE DE TITRES — LOSSES INCURRED ON SALE OF INVESTMENTS.		
		Francs suisses Swiss francs
Solde au 31 décembre 1935 — Balance as at December 31st, 1935		36 212.94
Plus pertes sur titres vendus — Add loss on sale of investments:		
4 % Chemin de fer de l'Etat français 1921 — French State Railway (Fr. fr. 97 000)	<u>2 947.85</u>	39 160.79
EN BANQUE — CASH AT BANK.		
Compte de dépôt — Deposit account	280 318.59 ²	
Compte courant — Current account	<u>24 907.35</u>	305 225.94
		<u><u>447 476.73</u></u>

March 4th, 1937.

(Signed) P. G. WATTERSON,
Chef comptable — Chief Accountant.

NOTE.

¹ La valeur en bourse des titres détenus par la Caisse au 31 décembre 1936 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1936, was, exclusive of interest

² La valeur réalisable de ce dépôt, au 31 décembre 1936, était évaluée à l'équivalent de — The estimated realisable value of this deposit was, on December 31st, 1936, equivalent to

Francs suisses
Swiss francs

90 480.—

396 318.40

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1936.
for the twelve months ended December 31st, 1936.

RECETTES. — RECEIPTS.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS EN BANQUE — TO CASH AT BANK. 1 ^{er} janvier 1936 — January 1st, 1936 . . .			284 747.35
CONTRIBUTIONS.			
<i>Secrétariat — Secretariat.</i>			
Contributions des membres — Contributions by members	15 783.80		
Contributions de la Société — Contributions by League	14 205.48		
	<hr/>	29 989.28	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions des membres — Contributions by members	5 482.25		
Contributions de la Société — Contributions by League	4 934.15		
	<hr/>	10 416.40	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions des membres — Contributions by members	1 009.51		
Contributions de la Société — Contributions by League	908.54		
	<hr/>	1 918.05	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund</i>		<hr/>	44 551.10
REVENU AFFÉRENT AUX PLACEMENTS, Y COMPRIS LES INTÉRÊTS EN BANQUE — INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			6 404.75
VALEUR DES PLACEMENTS RÉALISÉS — VALUE OF INVESTMENTS REALISED.			
4 % Chemins de fer de l'Etat français 1921 — French State Railways (Fr. fr. 97 000)			10 544.05
VALEUR DES PLACEMENTS REMBOURSÉS — VALUE OF INVEST- MENTS REDEEMED.			
4% Chemins de fer de l'Etat français 1921 — French State Railways (Fr. fr. 3 000)			577.20
		<hr/>	<hr/> <hr/> 346 824.45

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1936.
for the twelve months ended December 31st, 1936.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
MONTANTS VERSÉS A DES MEMBRES DÉMISSIONNAIRES, ETC. — BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secrétariat. — Secretariat.</i>			
Compte des membres — Members' account	7 476.69		
Compte de la Société — League account	6 729.03		
	<hr/>	14 205.72	
<i>Bureau international du Travail — International Labour Office.</i>			
Compte des membres — Members' account	13 549.35		
Compte de la Société — League account	12 193.60		
	<hr/>	25 742.95	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Compte des membres — Members' account	—		
Compte de la Société — League account	—		
	<hr/>	<hr/>	39 948.67
AVANCES AFFÉRENTES AUX PRIMES D'ASSURANCE — BY ADVANCES IN RESPECT OF INSURANCE.			
Secrétariat — Secretariat		766.90	
Bureau international du Travail — International Labour Office		406.30	
		<hr/>	1 173.20
ALLOCATIONS PRÉLEVÉES SUR LA CAISSE DE DÉCÈS ET D'INVALIDITÉ — BY GRANTS FROM DEATH AND INVALIDITY FUND			
			—
COMPTE PLACEMENTS — BY INVESTMENTS ACCOUNT			
			—
DÉPENSES DIVERSES AFFÉRENTES AUX PLACEMENTS RÉALISÉS, ETC. — SUNDRY EXPENSES RELATIVE TO SALE OF SECURITIES, ETC.			
			476.64
DISPONIBILITÉS EN BANQUE — BY CASH AT BANK.			
Compte de dépôt — Deposit account		280 318.59 ¹	
Compte courant — Current account		24 907.35	
		<hr/>	305 225.94
			<hr/> <hr/>
			346 824.45

Francs suisses
Swiss francs

¹ La valeur réalisable de ce dépôt, au 31 décembre 1936, était évaluée à l'équivalent de — The estimated realisable value of this deposit was, on December 31st, 1936, equivalent to 396 318.40

COMPTE D'INTÉRÊTS — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1936.
for the twelve months ended December 31st, 1936.

RECETTES — INCOME.

Revenu des placements: montant perçu et à percevoir, y compris les intérêts de banque — By Revenue received and receivable from investments, including bank interests

Francs suisses
Swiss francs

6 199.75

6 199.75

DÉPENSES. — EXPENDITURE.

Dépenses diverses relatives à l'achat de valeurs, y compris leur garde, frais de banque, commissions et télégrammes — To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams

476.64

Solde, soit revenu net de l'année, porté au bilan — Balance, being net revenue for year, transferred to balance-sheet

5 723.11

6 199.75

ACCOUNTS OF THE STAFF PROVIDENT FUND
FOR THE YEAR 1936

REPORT BY M. A. CERESA (*Auditor*).

The capital of the **Provident Fund** amounted, on December 31st, 1936, to 406,876.82 Swiss francs, according to the balance-sheet at that date, and leaving out of account losses on investments, which will be mentioned below.

In comparison with the same date of the previous year, there was an increase of 1,201.86 Swiss francs, as shown below:

	December 31st, 1936 Swiss francs	December 31st, 1935 Swiss francs	Difference on December 31st, 1936 Swiss francs
Secretariat	307,965.36	292,948.70	+ 15,016.66
International Labour Office .	80,220.85	95,953.70	— 15,732.85
Permanent Court of Interna- tional Justice	18,690.61	16,772.56	+ 1,918.05
	<u>406,876.82</u>	<u>405,674.96</u>	<u>+ 1,201.86</u>

The increase of 1,201.86 francs shown in this table is due to the contributions of the members of the Fund and to contributions of the League of Nations Organisations to which these members respectively belong, as shown below:

	Contributions of members Swiss francs	Contributions of Organisations Swiss francs	Total Swiss francs
Secretariat	15,783.80	14,205.48	29,989.28
International Labour Office .	5,482.25	4,934.15	10,416.40
Permanent Court of Interna- tional Justice	1,009.51	908.54	1,918.05
	<u>22,275.56</u>	<u>20,048.17</u>	<u>42,323.73</u>

	Swiss francs
From the above	42,323.73

Deduct:

	Swiss francs
Sums paid to members leaving the service	39,948.67
Advances in respect of insurance premiums	1,173.20
	<u>41,121.87</u>

which gives the above-mentioned increase of	<u>1,201.86</u>
---	-----------------

The capital of the *Death and Invalidity Fund* (which is attached to the Provident Fund) was on December 31st, 1935 13,998.56

During the year 1936, it was increased as follows:	
By receipts (contributions)	2,227.37
Total amount as at December 31st, 1936	<u>16,225.93</u>

The capital of the Provident Fund accordingly *totalled* 423,102.75 Swiss francs. The account of *investments* in securities shows the following developments: Swiss francs

Amount as at December 31st, 1935 (purchase price of securities) . .	115,386.10
---	------------

Deduct:

	Swiss francs
Sales in 1936 (amount realised)	10,544.05
Redemption of bonds drawn in 1936	577.20
	<u>11,121.25</u>
Losses on sales of securities	2,947.85
	<u>14,069.10</u>

Amount as at December 31st, 1936	<u>101,317.—</u>
--	------------------

Details of the above sales and redemptions will be found in the following table:

Securities redeemed in 1936:

	Nominal Value	Amount redeemed	Equivalent in Swiss francs
4% French State Railways 1921 (A) . . .	Fr. fr. 3,000.—	Fr. fr. 2,862.51	<u>577.20</u>
		(free of tax)	

Securities sold in 1936:

	Purchase price in Swiss francs	Sale price in Swiss francs	Difference in Swiss francs
4% French State Railways 1921 (A) Fr. fr. 97,000	<u>13,491.90</u>	<u>10,544.05</u>	<u>2,947.85</u>
			(loss)

The amount of investments on December 31st, 1936, as shown above, was made up as follows:

	Purchase price in Swiss francs
6½% Nord Railway 1924-50 (nominal value \$10,000)	51,826.—
5½% Paris-Orleans Railway 1928-68 (nominal value \$10,000)	49,491.—
	<u>101,317.—</u>

The market value of the above securities was calculated to be 90,480 Swiss francs, representing a *decrease in value* of 10,837 Swiss francs.

The total of *cash at bank* as at December 31st, 1936 was 305,225.94 francs, as against 284,747.35 francs at the same date in the previous year. There was therefore an increase of 20,478.59 francs, as shown below:

	Swiss francs
Receipts for the year 1936	62,077.10
Expenditure for the year 1936	41,598.51
Amount by which receipts exceeded expenditure	<u>20,478.59</u>
The total of cash at bank was made up as follows:	
Deposit account	280,318.59
Current account	24,907.35
	<u>305,225.94</u>

The 280,318.59 francs shown above were *gold francs*: but they are shown in the Fund's accounts at the same figure in Swiss francs, in accordance with the established practice of not calculating the *additional value* of the gold francs at their current parity until the additional value is actually realised. The additional value in this particular case was 116,000 Swiss francs.

The total of the *receipts* shown above is made up as follows:

Contributions in respect of the financial year 1936:

	Swiss francs	Swiss francs
Provident Fund	42,323.73	
Death and Invalidity Fund	2,227.37	
	<u>44,551.10</u>	
Income from investments		6,404.75

Value of investments realised:

Sales	10,544.05
Redemptions	577.20
	<u>62,077.10</u>

The total of *expenditure* is made up as follows:

Sums paid to members leaving the service	39,948.67
Advances in respect of insurance premiums	1,173.20
Miscellaneous expenditure	476.64
	<u>41,598.51</u>

The *interest account*, which is shown on the liabilities side of the balance-sheet of December 31st, 1936, had a balance of 24,373.98 Swiss francs, composed as follows:

	Swiss francs
Amount as at December 31st, 1935	18,650.87
Increase in 1936	5,723.11
	<hr/>
Balance as at December 31st, 1936	24,373.98
	<hr/>

The sum of 5,723.11 francs shown above is composed as follows:

Income from investments.	6,199.75
<i>Less:</i>	
Bank charges in connection with investments	476.64
	<hr/>
Balance	5,723.11
	<hr/>

The assets of the balance-sheet of the Fund as at December 31st, 1936, contain a heading "*Losses on the sale of securities*".

The amount of this item is 39,160.79 francs, composed as follows:

	Swiss francs
Amount as at December 31st, 1935	36,212.94
<i>Plus:</i>	
Losses on sales of securities in 1936	2,947.85
	<hr/>
Total	39,160.79
	<hr/>

In any calculation of the financial position of the Provident Fund as at December 31st, 1936, it should be noted that, while there were losses uncovered at that date, there was at the same time a *potential* reserve in the shape of the *increase in the value* of the balance of the deposit account, to which reference is made above.

May 11th, 1937.

(Signed) A. CERESA,
Auditor.

Part XIII.

**ACCOUNTS OF THE WIRELESS STATION
FOR THE FINANCIAL YEAR 1936
AND REPORT THEREON BY M. A. CERESA (Auditor)**

STATEMENT OF ASSETS AND

LIABILITIES.		Swiss francs	Swiss francs
Depreciation Account:			
Balance as per last account		941,524.20	
Add Depreciation for the year		244,130.81	
		<hr/>	1,185,655.01
SURPLUS OF ASSETS OVER LIABILITIES			2,256,865.04
<hr/>			
			<hr/> <hr/>
			3,442,520.05

ACCOUNTS FOR THE

<i>Receipts.</i>	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
Balances as at January 1st, 1936	745,642.42	75,287.10	820,929.52
Budgetary vote for 1936	200,000.—		200,000.—
Radio-telegraphic charges		346,173.05	346,173.05
Broadcasting receipts		63,834.27	63,834.27
	<hr/>	<hr/>	<hr/>
	945,642.42	485,294.42	1,430,936.84

LIABILITIES AS AT DECEMBER 31ST, 1936.

ASSETS.		Swiss francs	Swiss francs
Installations:			
Prangins		1,650,259.40	
Colovrex		618,024.—	
Operating Office at Geneva		31,817.—	
Studio in League of Nations building		27,459.—	
		<u>2,327,559.40</u>	
Additional installation		78,749.60	
			2,406,309.—
Reserve Material			22,040.45
Société Radio-Suisse:			
Trading account		144,257.55	
Less Reserve material purchased		38,293.85	
			105,963.70
Cash at Bank			908,206.90
			<u>3,442,520.05</u>

May 15th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

FINANCIAL YEAR 1936.

<i>Expenditure.</i>	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
Fire insurance, safe custody charges and sundry expenses	6,881.27		
Additional installation	30,554.25		37,435.52
Operation and administrative expenses		327,294.22	
Broadcasting charges		13,742.65	
Purchase of reserve material		38,293.85	379,330.72
Balances at December 31st, 1936	908,206.90	105,963.70	1,014,170.60
	<u>945,642.42</u>	<u>485,294.42</u>	<u>1,430,936.84</u>

May 15th, 1937.

(Signed) P. G. WATTERSON,
Chief Accountant.

ACCOUNTS OF THE WIRELESS STATION FOR THE FINANCIAL YEAR 1936

REPORT BY M. A. CERESA (*Auditor*).

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Trading Account:	
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Balance-sheet at December 31st, 1936.	146
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PREAMBLE.

Radio-Nations, the League Wireless Station just outside Geneva, consists of:

- (1) A transmitting station in the neighbourhood of Prangins (near Nyon);
- (2) A receiving station in the neighbourhood of Colovrex (near Geneva), equipped with two high-speed long-wave telegraphic receivers and two high-speed short-wave telegraphic receivers;
- (3) Offices at Geneva;
- (4) An auxiliary centre at the Secretariat of the League, for use in times of emergency, in direct communication by wire with the Geneva Central Telegraphic Office.

In ordinary times, the Station is managed by Radio-Suisse—a limited liability company with its head office at Berne—in accordance with the arrangement made by the Convention concluded on May 21st, 1930, between the Secretary-General of the League and the aforesaid company.

The results of the audit of the Wireless Station accounts for the financial year 1936 are given below.

RECEIPTS AND PAYMENTS ACCOUNT.

Radio-Nations Cash Account.

It should be observed that, in anticipation of special commercial and industrial requirements of the Wireless Station, a credit of 200,000 francs was voted in the League budget for each of the financial years 1931-1936, to constitute the nucleus of a fund for the maintenance and operation expenses of the Station, separate from the ordinary budget accounts, but supervised and audited in the same way.

In accordance with the rules laid down for the administration of this fund, the unexpended balance at the end of each year has been carried over to the following year, subject to a later decision as to the use to which it should be put.

	Swiss francs
At December 31st, 1935, this balance amounted to	745,642.42
A further credit of	200,000.00
was voted in the budget for the financial year 1936, making a total of	945,642.42

The expenditure effected during the same financial year was as follows:

	Swiss francs
Fire insurance, petty expenses and sundries	6,881.27
Additional installation	30,554.25
	37,435.52
Balance	908,206.90

Current Account between Radio-Suisse and Radio-Nations.

As a general rule, the receipts and expenses connected with the operation of the Station are respectively credited and debited to the Radio-Nations *current account* with Radio-Suisse, which operates the Station, and to which the Secretary-General is empowered to advance funds during the financial year when income is not sufficient to meet expenditure.

Swiss francs

At December 31st, 1935, this account showed a balance to the credit of Radio-Nations of 75,287.10

Payments into and out of the account in 1936 were as follows:

	Swiss francs
Receipts	410,007.32
Expenditure	379,330.72
	30,676.60

Surplus of receipts over expenditure 30,676.60

so that at December 31st, 1936, the balance to the credit of Radio-Nations was . . . 105,963.70

These figures are analysed in the next chapter, dealing with the " Trading Account ".

TRADING ACCOUNT.

I. Receipts.

The income accruing to Radio-Nations for 1936 totals 410,007.32 Swiss francs, distributed as follows, the differences as compared with the previous financial year being also shown:

	1936 Swiss francs	1935 Swiss francs	Difference for 1936 Swiss francs
Transit charges	331,570.10	310,149.29	+ 21,420.81
Terminal charges	11,420.24	9,521.75	+ 1,898.49
Broadcasting	63,834.27	36,233.95	+ 27,600.32
Delivery of <i>communiqués</i> : special service	890.—	1,219.00	— 329.—
Sums received on account of rebates on official League telegrams . . .	2,292.71	3,015.26	— 722.55
	410,007.32	360,139.25	+ 49,868.07

It will be seen that there was a distinct increase in receipts, particularly those derived from broadcasting.

As regards radiotelegraphic messages, the greatest increase took place in commercial messages, while Press messages, which in 1935 had shown a considerable increase as compared with the previous financial year, fell off appreciably in 1936.

A part of the sums due in respect of wireless messages was still outstanding at December 31st, 1936. It amounted to 232,459.82 francs (69.02% of the total), as against 177,117.30 francs (57%) at the same date in the previous financial year. The sum of 232,459.82 francs was due from the telegraph departments and companies of the following countries:

	Swiss francs	Quarter 1936
Argentina (Buenos Aires)	123,285.36	II, III and IV
Brazil (Rio de Janeiro)	8,638.62	III and IV
China (Shanghai)	35,361.57	III and IV
Japan (Tokio)	65,174.27	III and IV
	232,459.82	

In the period January 1st-April 30th, 1937, a sum of 119,148.88 francs was received, so that the balance still outstanding was reduced to 113,310.94 francs. This sum was made up as follows:

	Swiss francs
Argentina	87,588.66
Brazil	4,751.15
China	20,971.13
	113,310.94

The debts of Brazil and China relate to the last quarter of 1936.

At December 31st, 1936, Bolivia owed a sum of 22,300.28 francs, made up as follows:

	Swiss francs
Sum due on account of the 1934 financial year	8,533.51
Sum due on account of the 1935 financial year	13,766.77
	22,300.28

This sum of 22,300.28 francs was still unpaid on December 31st, 1936.

At December 31st, 1936, the total amount outstanding in respect of charges for wireless messages was 18,815.79 francs. The only sum still owing at April 30th, 1936, was 1,677.25 francs due from the Argentine.

2. *Expenditure.*

It should be remembered that, for the Wireless Station's first year of actual operation, percentages for the allocation of the common expenses were agreed upon, provisionally and as an experiment, between the League of Nations and Radio-Suisse.¹

These percentages have not varied.

The share of the operating expenses charged by Radio-Suisse to Radio-Nations on current account amounts to 327,294.22 Swiss francs. It is made up as follows:

	Swiss francs
Operation expenses (excluding administrative expenses) . . .	253,877.12
Premium due to Radio-Suisse on the total receipts	42,485.—
Sum due to Radio-Suisse in repayment of administrative expenses	30,932.10
Total	<u>327,294.22</u>

As regards the above-mentioned premium, it should be remembered that, in virtue of Article 16, point 3, of the Convention signed on June 30th, 1930, by the Secretary-General of the League of Nations and Radio-Suisse, "on the revenue derived from the *transit charges* due to the Station in respect of communications, whether official or non-official, Radio-Suisse shall be allowed a premium by way of interest in the development of the traffic".

As regards the amount of this premium, the same clause of the Convention states that it shall be calculated on the gross revenue at the rate of 10% up to a sum equal to the expenses shown in the trading account. On the surplus, the rate may rise to 20, 30 or 50%, according to the cases provided for in the said clause.

The total receipts on which the premium was due amounted to 382,551.72 francs. This sum was made up as follows:

	Swiss francs
Transit charges	331,570.10
Delivery of <i>communiqués</i> : special service	890.—
	Swiss francs
Wireless messages	63,834.27
Less: Cost of messages	<u>13,742.65</u>
	50,091.62
Total	<u>382,551.72</u>

The amount of the expenditure to be taken into account for the calculation of the premium rate has been determined as follows:

	Swiss francs
Operation expenses charged by Radio-Suisse to Radio-Nations (not including administrative expenses and premium) . . .	253,877.12
Material taken from reserve ²	<u>55,443.90</u>
	309,321.02
Sum due to Radio-Suisse under Article 14 of the above-mentioned Convention for general administrative expenses (10% of the above sum of 309,321.02 francs)	<u>30,932.10</u>
Total	<u>340,253.12</u>

This last sum marked the limit up to which the premium due to Radio-Suisse in respect of receipts was reckoned at the rate of 10%, subject to the application of higher rates on the surplus.

¹ Cf. Report on the Wireless Station Accounts for the Financial Year 1932 (document A.32.1933.X, page 4).

² In regard to this item, attention should be drawn to the following facts:

	Swiss francs
At the end of the financial year 1935, the "reserve material" account showed a balance of	39,190.50
During the financial year 1936, purchases of valves and other material amounted to a total of	<u>38,293.85</u>
Total	<u>77,484.35</u>
Material was taken from this reserve, however, to the amount of	<u>55,443.90</u>
Balance	<u>22,040.45</u>

representing the value of the stock at December 31st, 1936, in accordance with the inventory on the same date.

As we have already seen, the amount of the receipts to be taken as a basis in calculating the premium is 382,551.72 francs. This amount therefore exceeds the above-mentioned limit by 42,298.60 francs; the premium has accordingly been computed as follows:

	Swiss francs
at 10 % on 340,253.12 francs	34,025.30
at 20 % on the balance of 42,298.60	8,459.70
	<hr/>
Total	42,485.—

As stated above, the total of the administrative expenses charged by Radio-Suisse to Radio-Nations has been found to amount to 327,294.22 including the administrative expenses and the premium mentioned above.

To this figure must, however, be added the following sums:

Material taken from reserve	55,443.90
Cost of wireless telephone messages	13,742.65
Sundry expenses (fire insurance, petty cash and sundry) charged against the Station Maintenance and Operation Fund	6,881.27
	<hr/>

We thus reach a total for operating expenses of 403,362.04

as against a total of 361,604.88 francs in 1935.

The following table shows the figures for the chief items in the operating expenses incurred in 1936, as compared with those of the previous financial year:

	1936 Swiss francs	1935 Swiss francs	Difference for 1936 Swiss francs	Percentage
Staff	169,117.05	170,495.80	— 1,378.75	— 0.8
Material used	63,922.72	41,208.59	+ 22,714.13	+ 55.—
Electric power	36,355.60	37,294.70	— 939.10	— 2.5
Administrative expenses	30,932.10	28,814.70	+ 2,117.40	+ 7.5
Premium to Radio-Suisse on operating receipts	42,485.—	36,596.75	+ 5,888.25	+ 16.—

Expenditure on staff, which shows a slight decrease, represents 41.93% of the total operating expenses, as against 47.14% in 1935, and 41.25% of the total receipts, as against 47.34% in 1935.

The sums paid to Radio-Suisse in 1936 in respect of administrative expenses and premium on the receipts amounted together to 73,417.10 francs, or 17.90% of the total trading receipts, as against 18.16% in 1935.

3. Excess of Receipts over Trading Expenses.

	Swiss francs
The total receipts were	410,007.32 ¹
The total expenses were	403,362.04 ²
	<hr/>
so that the receipts exceeded the expenses by	6,645.28
as against a deficit of 1,485.63 francs in 1935.	

The figures for the years completed since the foundation of Radio-Nations may be summarised as follows:

	Swiss francs
1932	26,694.80 surplus of receipts over expenditure.
1933	— 11,944.09 deficit.
1934	— 56,746.66 deficit.
1935	— 1,465.63 deficit.
1936	6,645.28 surplus of receipts over expenditure.
	<hr/>
Total deficit after allowing for the 1932 and 1936 surpluses	36,816.30

¹ For details, see No. 1 of the present report.

² This figure is taken from No. 2 of the present report.

BALANCE-SHEET AT DECEMBER 31ST, 1936.

The first item on the assets side consists of the cost of the installations of the Wireless Station. The initial sum expended on this account was 2,327,559.40 Swiss francs.

Since then, certain improvements have had to be made and additional material purchased to complete or increase the station's efficiency. They represent a total amount of 78,749.60 Swiss francs, which has been added, as *additional installations*, to the above-mentioned sum of 2,327,559.40 francs, so that at December 31st, 1936, the total cost of the installations amounted to 2,406,309 Swiss francs.

Against that sum must be set the amount of 1,185,655.01 Swiss francs entered on the liabilities side under the heading "*Depreciation Account*". This account has been created in order to provide for the gradual depreciation of the installations.

The sum of 1,185,655.01 francs shown above is made up as follows:

Depreciation for the financial year:	Swiss francs
1932	232,755.94
1933	232,755.94
1934	236,973.89
1935	239,038.43
1936	244,130.81
Total	<u>1,185,655.01</u>

The depreciation for 1936 has been calculated as follows:

At the rate of 10% of the original value of the installations, as in previous years, making a sum of	Swiss francs 232,755.94
At the rate of one-eighth of the value of the additional installations effected in 1934, having regard to the period of eight years in which their amortisation must be completed, making a sum of	4,217.95
At the rate of one-seventh of the value of the additional installations effected in 1935	2,064.54
At the rate of one-sixth of the value of the additional installations effected in 1936	5,092.38
Total	<u>244,130.81</u>

The position shown in the balance-sheet at December 31st, 1936, may be summarised as follows:

	Swiss francs
Assets	3,442,520.05
Liabilities	1,185,655.01
Surplus of assets over liabilities	<u>2,256,865.04</u>

This surplus is made up as follows:

Cost of the installations	2,406,309.—
Less:	
Depreciation account	1,185,655.01
	<u>1,220,653.99</u>
Reserve material (stock at December 31st, 1936)	22,040.45
Balance of the Radio-Suisse current account	105,963.70
Balance at the Bank:	
<i>Deposit account</i> (860,625.34 gold francs)	908,206.90
Total	<u>2,256,865.04</u>

As compared with the figure of 2,294,350.57 Swiss francs shown by the balance-sheet at December 31st of the preceding year, the above figure represents a decrease of 37,485.53 francs, due more particularly to the allocation of the sum of 244,130.81 francs to the depreciation account, and also to a decrease of 17,150.05 francs in the value of reserve material, whereas assets have increased as follows:

- By 30,554.25 francs, in respect of additional installations;
- By 30,676.60 francs in the credit balance of the current account between Radio-Suisse and Radio-Nations;
- By 162,564.48 francs in the balance at the bank.

As stated above, the balance at the bank at December 31st, 1936, was 908,206.90 Swiss francs, equivalent to 860,625.34 gold francs. The latter figure is made up as follows:

	Swiss francs	Gold francs
Balance at December 31st, 1935 (Swiss franc taken at par with the gold franc)	745,642.42	745,642.42 ¹
Increase in 1936 (Swiss francs converted into gold francs at the present rate after the devaluation of the Swiss franc)	162,564.48	114,982.92
Balance at December 31st, 1936	908,206.90	860,625.34 ¹

The sum of 745,642.42 gold francs indicated above, if calculated in Swiss francs at the present rate, would give a figure of 1,054,199.80 Swiss francs, or an appreciation of 308,557.38 Swiss francs; no account has been taken of this appreciation, as it has not been realised.

CONCLUSION.

In 1936, the receipts exceeded those of the previous financial year by 49,868.07 francs. The increase was therefore 13.85%.

Expenditure also increased, but to a lesser extent (41,757.16 francs, or 11.5%).

As a result, the operation account shows a surplus of receipts over expenditure of 6,645.28 francs, as against a *deficit* of 1,465.63 francs in 1935 and a much greater deficit in 1934.

We should also note the existence of a *potential reserve* of 308,000 Swiss francs constituted by the appreciation in the value of the balance of the deposit account in gold francs referred to above.

* * *

As I have observed in my previous reports, the check kept upon the management of the station is of two kinds: a technical and administrative check by the Communications and Transit Section, a check upon finance and accounts by the Treasury.

The supervision by the Treasury is effected at Geneva on the basis of the returns and other documents relating to receipts and expenditure periodically transmitted to the League of Nations by Radio-Suisse in accordance with the regulations applicable to the accountancy of Radio-Nations.

As in former years, these documents have been regularly supplied.

Two careful and thorough audits have been made at Berne at the Head Offices of Radio-Suisse.

The official appointed by the Treasury to carry out these audits found the books of Radio-Suisse in perfect order and kept in such a way that he had no difficulty in verifying the complete agreement of their results, in as far as Radio-Nations was concerned, with those of the original documents and vouchers periodically transmitted to Geneva.

This official's reports confirm the impression that the management of the League of Nations broadcasting station is being conducted satisfactorily.

May 18th, 1937.

(Signed) A. CERESA,
Auditor.

¹ This sum appears under the heading *Extra-budgetary accounts* in the Secretariat's statement of assets and liabilities at the same date.

[Communicated to the Assembly,
the Council and the Members of
the League.]

Official No.: **A. 3.** 1938. X.

Geneva, May 16th, 1938.

LEAGUE OF NATIONS

4

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

NINETEENTH FINANCIAL PERIOD

(1937)

**AND REPORT THEREON BY M. U. A. J. BRUNSKOG,
AUDITOR**

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION OF THE LEAGUE
1938. X. 1.

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Part I.

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 - II. WORKING CAPITAL STATEMENT AS AT DECEMBER 31ST, 1937.
 - III. MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.
 - IV. GUARANTEE FUND.
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 - IX. INVESTMENTS STATEMENT.
-

**I. — GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND
LIABILITIES.**

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Working Capital Fund	—	—	5,287,140.86	5,287,140.86
Guarantee Fund	—	—	2,277,252.44	2,277,252.44
Reserve Fund	—	—	6,472,766.23	6,472,766.23
Reserve Fund: Contributions from States Members of the International Labour Organisation, but who are not members of the League	—	43,854.10	—	43,854.10
Special Fund to meet the effect of the devaluation of certain currencies: Contributions from States Members of the International Labour Organi- sation but who are not members of the League	—	146,562.99	—	146,562.99
Renovation Fund	—	—	707,306.53	707,306.53
Depreciation Reserve:				
Property in Geneva	—	1,029,673.84	—	1,029,673.84
Wireless Station	—	—	1,441,379.24	1,441,379.24
Library (books)	49,522.76	688,214.96	1,481,199.97	2,218,937.69
Library (shelving)	—	—	173,599.68	173,599.68
Library Endowment Fund : Depreciation Reserve Fund	—	—	148,529.62	148,529.62
Extra-budgetary and Suspense Accounts (<i>per contra</i>)	—	396,174.76	4,011,632.27	4,407,807.03
States Members: Arrears of Contributions . .	133,956.41	406,461.54	1,155,990.93	1,696,408.88
States Members: Arrears of Contributions payable to Reserve Fund	—	—	7,809,008.45	7,809,008.45
States Non-Members: Arrears of Contributions	—	16,328.81	—	16,328.81
Balance being excess of assets over liabilities as at December 31st, 1937	359,856.33	3,597,788.51	50,118,129.82	54,075,774.66
	543,335.50	6,325,059.51	81,083,936.04	87,952,331.05

LIABILITIES OF THE LEAGUE OF NATIONS AS AT DECEMBER 31st, 1937.

ASSETS.

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Gold francs as adopted by the League of Nations				
Property in Geneva	—	4,261,077.22	1,903,136.85	6,164,214.07
Secretariat and Assembly Hall: Building Fund Account: Amount expended to date	—	—	31,289,496.32	31,289,496.32
Library: Building Fund Account: Amount expended to date	—	—	4,600,500.99	4,600,500.99
Wireless Station: Total cost of the station . . .	—	—	2,464,276.09	2,464,276.09
Library Endowment Fund: Amount expended to date	—	—	328,933.56	328,933.56
Furniture, Fittings, Typewriters, etc.	2.—	2.—	1.—	5.—
Library (books)	49,522.76	688,214.96	1,481,199.97	2,218,937.69
Library (shelving)	—	—	173,599.68	173,599.68
States Members: Arrears of Contributions as per details annexed (pages 17-18)	133,956.41	406,461.54	8,964,999.38	9,505,417.33
States Non-Members: Arrears of Contributions Extra-budgetary and Suspense Accounts . . .	—	16,328.81	—	16,328.81
Working Capital Fund: Recoverable advances . .	—	396,174.76	4,011,632.27	4,407,807.03
Stock of stationery and paper	—	—	298,215.38	298,215.38
Cash in hand and U.S.A. Treasury bills, in- cluding cash advances:				
Contributions from non-member States. . . .	160,597.52	—	—	160,597.52
Reserve Fund: Contributions from States Members of the International Labour Or- ganisation but who are not members of the League	—	43,854.10	—	43,854.10
Special Fund to meet the effects of the de- valuation of certain currencies: Contributions from States Members of the International Labour Organisation but who are not members of the League	—	146,562.99	—	146,562.99
Building Fund: Secretariat and Assembly Hall	—	—	1,600,975.95	1,600,975.95
Library Building Fund	—	—	974,140.25	974,140.25
Library Endowment Fund, including invest- ments.	—	—	1,572,032.91	1,572,032.91
Working Capital Fund	—	—	4,988,925.48	4,988,925.48
Guarantee Fund	—	—	2,277,252.44	2,277,252.44
Reserve Fund	—	—	6,472,766.23	6,472,766.23
Renovation Fund	—	—	707,306.53	707,306.53
Estate Account	—	—	1,033,703.55	1,033,703.55
Balance Cash Surplus in respect of the Eigh- teenth Financial Period	—	—	1,875,394.37	1,875,394.37
Special Contributions Account set up under the terms of the 1936 Assembly resolution . .	27,664.49	356,373.51	559,275.40	943,313.40
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	—	—	2,110,209.78	2,110,209.78
Cash Surplus in respect of the Nineteenth Financial Period	171,592.32	—	1,395,961.66	1,567,553.98
	543,335.50	6,325,059.51	81,083,936.04	87,952,331.05

March 15th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

II. — WORKING CAPITAL STATEMENT

Gold francs as adopted by the
League of Nations.

Working Capital authorised by vote of Assembly:

In respect of Second Financial Period	1,725,000.—	
<i>Less</i> allocation in contributions written off	58,172.74	
	<hr/>	1,666,827.26
In respect of Third Financial Period	1,890,000.—	
<i>Less</i> allocation in contributions written off	101,652.30	
	<hr/>	1,788,347.70
In respect of Fifth Financial Period	500,000.—	
<i>Less</i> allocation in contributions written off	35,548.56	
	<hr/>	464,451.44
In respect of Sixth Financial Period	442,500.—	
<i>Less</i> allocation in contributions written off	32,047.82	
	<hr/>	410,452.18
In respect of Seventh Financial Period	50,000.—	
<i>Less</i> allocation in contributions written off	3,017.86	
	<hr/>	46,982.14
		<hr/>
		4,377,060.72

Working Capital received:

In respect of Second Financial Period	1,666,827.26	
In respect of Third Financial Period	1,788,347.70	
In respect of Fifth Financial Period	464,451.44	
In respect of Sixth Financial Period	410,452.18	
In respect of Seventh Financial Period	46,982.14	
	<hr/>	4,377,060.72
Voluntary contributions		306,224.67
Interest earned to date on unemployed Working Capital Fund		1,167,772.31
		<hr/>
		5,851,057.70
<i>Less</i> refund to Brazil, Costa Rica, Germany and Japan.		563,916.84
		<hr/>
		5,287,140.86

AS AT DECEMBER 31st, 1937.

Gold francs as adopted by the
League of Nations.

Statement showing how amount shown as Working Capital
is made up:

Cash at banks.		4,988,925.48
<i>Advances:</i>		
1. High Commissioner at Danzig	16,601.16	
2. Problem raised by the request submitted by the Liberian Government for assistance: Expenses of the Mission sent to the Kroo Region	9,900.95	
3. Dispute between Bolivia and Paraguay: Total expen- diture of the Chaco Commission	307,894.54	
<i>Less: Amount refunded by Bolivia.</i>	<u>153,947.27</u>	
	153,947.27	
4. First mission of observers sent to Sanjak of Alexan- dretta	29,769.82	
5. Second mission of observers sent to Sanjak of Alexan- dretta	26,488.77	
6. Expenses of the Commission for the Organisation and Supervision of the First Elections in the Sanjak . .	61,507.41	
		<u>298,215.38</u>
		<u>5,287,140.86</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

III. — MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING CAPITAL FUND.

1. *High Commissioner at Danzig.*

On February 17th, 1937, the President of the Council appointed as High Commissioner of the League of Nations at Danzig M. Carl J. Burckhardt, Professor at the University of Zurich and at the Graduate Institute of International Studies at Geneva, Member of the International Red Cross Committee.

The conditions of the appointment are as follows:

1. M. Burckhardt is appointed High Commissioner of the League of Nations at Danzig for three years, as from February 18th, 1937. The appointment may be renewed for a further period.

2. The annual salary of the High Commissioner will be 72,000 Swiss francs. Arrangements concerning other expenditure relating to the post of High Commissioner, including the salaries of his office staff, travelling expenses, etc., will be made by the High Commissioner after consultation and in agreement with the Secretary-General.

3. The funds appropriated for the maintenance of this post shall, as in the past, be advanced to the High Commissioner by the Treasury of the League of Nations. The High Commissioner shall submit a monthly report to the Treasury on the use made of these funds, which shall, so far as possible, be employed in accordance with the general rules applied by the League in such matters. Advances thus made to the High Commissioner shall be repaid in equal parts by the Governments of Danzig and of Poland, in accordance with the Agreement concluded on that question. The accounts of the High Commissioner shall be audited every six months by the Treasury of the League of Nations.

(96th Session, Minute 3871, Annex 1647.)

Free City of Danzig: Salary of the High Commissioner.

"The Council decides, as from July 1st and until the end of the current financial year, to charge to item 2 (c) (i): "Unforeseen expenditure: Political expenditure", the salary of the High Commissioner of the League of Nations in Danzig, amounting to 72,000 Swiss francs per annum."

(97th Session, Minute 3914.)

2. *Problem raised by the Request submitted by the Liberian Government for Assistance: Mission sent to the Kroo Region.*

On May 21st, 1932, the Council adopted the following resolution:

"The Council authorises the Secretary-General to make advances from the Working Capital Fund, as required and up to a maximum of 25,000 francs, to cover the expenses of the mission to be sent to the Kroo region to pacify the Kroo tribes, provided that he is informed by the Liberian Government of its willingness to reimburse these expenses if and when the necessary funds are available and can be released for the purpose by the competent authorities."

(67th Session, Minute 3097.)

3. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

"The Council:

"Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

"It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

"It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved."

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council's decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council's decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 3421.)

The share of the Bolivian Government in the cost of the Chaco Commission amounted to 153,947.27 gold francs. It was understood that this sum of 153,947.27 gold francs would be paid in three equal instalments; the first instalment of 51,315.75 gold francs was paid in November 1935, the second was payable in January 1936 and the third in April 1936 (see document A.73.1935, page 2). The two instalments due in 1936 have been paid by the Government of Bolivia.

4. *Question of Alexandretta and Antioch.*

On December 16th, 1936, the Council adopted the following resolution:

“ The Council authorises the Secretary-General, under Article 33 of the Financial Regulations, to draw if necessary on the Working Capital Fund, up to a maximum of 75,000 Swiss francs, for the sums necessary to cover the expenditure involved by the execution of the present resolution, it being understood that France shall defray this expenditure.”

(95th Session, Minute 3837.)

5. *Question of Alexandretta and Antioch.*

On January 27th, 1937, the Council adopted the following resolution:

“ The Council authorises the Secretary-General, under Article 33 of the Financial Regulations, to draw, if necessary, upon the Working Capital Fund, up to a maximum of 48,000 Swiss francs, for the sums necessary to cover the expenditure involved by the new mission of the three observers from February 1st to March 15th, 1937, it being understood that any sums thus advanced for expenditure incurred as from February 1st shall be refunded to the League by the French and Turkish Governments in equal proportions.

(96th Session, Minute 3875.)

6. *Question of Alexandretta: Expenses of the Commission appointed to organise and supervise the First Elections in the Sanjak.*

On September 29th, 1937, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, in accordance with the terms of Article 33 of the Financial Regulations, to draw upon the Working Capital Fund to an amount not exceeding 700,000 Swiss francs to meet the expenses of the work of the Commission provided for in the aforesaid resolution, on the understanding that all sums so advanced shall be repaid by the French Government and the Turkish Government in equal proportions.

“ And recommends that the repayment of the sums advanced be made from time to time during the continuance of the work of the Commission.”

(99th Session, Minute 3950.)

IV. — GUARANTEE FUND.

STATEMENT SET UP IN ACCORDANCE WITH THE TERMS OF ARTICLE 33a (PARAGRAPH 5) OF THE FINANCIAL REGULATIONS.

	Gold francs
Balance as at December 31st, 1936	2,119,373.11
Allocation from cash surplus for the Eighteenth Financial Period (1936) (250,000 Swiss francs)	176,826.63
	<hr/>
	2,296,199.74
<i>Less:</i>	
Advances to the Permanent Court of International Justice (26,788 Swiss francs).	18,947.30
	<hr/>
	2,277,252.44

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

V. — RESERVE FUND.

STATEMENT SET UP IN ACCORDANCE WITH THE TERMS OF ARTICLE 33b (PARAGRAPH 4) OF THE FINANCIAL REGULATIONS.

	Gold francs
Balance as at December 31st, 1936.	5,627,181.25
Allocation from cash surplus for the Eighteenth Financial Period (1936) (977,241.29 Swiss francs)	691,209.15
Allocation from arrears of contributions received during 1937 (218,258.75 Swiss francs)	154,375.83
	<hr/>
	6,472,766.23

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

VI. — ESTATE ACCOUNT.

CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs	Swiss francs
Allocation from Cash Surplus for the Eighteenth Financial Period (1936)	3,000,000.—	<i>Properties acquired:</i>		
La Pelouse property	782,056.—	La Pelouse	782,056.—	
		Le Chêne	725,000.—	
		La Fenêtre	660,000.—	
		Morsier property	200,000.—	
				2,367,056.—
		Cash at bank		1,415,000.—
				<u>3,782,056.—</u>
	<u>3,782,056.—</u>			<u>3,782,056.—</u>

REVENUE ACCOUNT FOR THE TWELVE MONTHS ENDED DECEMBER 31ST, 1937.

<i>Receipts:</i>	Swiss francs	<i>Payments:</i>	Swiss francs
Entrance fees from visitors for period March 21st to Decem- ber 31st, 1937	49,996.35	Installation expenditure, repairs, etc.:	
		La Fenêtre	3,125.30
		Le Chêne	510.—
<i>Rentals.</i>		Salaries:	
La Fenêtre	1,990.—	La Fenêtre (gardener)	660.—
Morsier property	1,205.55	Miscellaneous:	
		La Fenêtre	2,288.50
		Le Chêne	91.—
		Morsier property	52.35
			6,727.15
		Cash at bank	46,464.75
	<u>53,191.90</u>		<u>53,191.90</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

VII. — GENERAL BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD,
ENDING DECEMBER 31st, 1937.

INCOME.

	Budgetary allotment		Received	Cancelled and consolidated	Receivable
	Swiss francs	Gold francs	Gold francs	Gold francs	Gold francs
Secretariat	14,842,103.—	11,873,682.—	11,234,486.39	33,416.19	605,779.42
International Labour Organisation	7,608,662.—	6,086,929.60	5,759,252.08	17,130.49	310,547.03
Permanent Court of International Justice	2,561,333.—	2,049,066.40	1,938,759.06	5,766.70	104,540.64
Permanent Central Opium Board	124,508.—	99,606.40	94,244.29	280.32	5,081.79
Nansen International Office for Refugees	394,197.—	315,357.60	298,380.96	887.51	16,089.13
Buildings at Geneva	1,584,000.—	1,267,200.—	1,198,982.86	3,566.29	64,650.85
Pensions	1,686,825.—	1,349,460.—	1,276,814.55	3,797.80	68,847.65
Settlement of the Assyrians of Iraq	300,000.—	240,000.—	227,080.09	675.44	12,244.47
High Commission for Refugees coming from Germany	82,500.—	66,000.—	62,447.02	185.75	3,367.23
	<u>29,184,128.—</u>	<u>23,347,302.—</u>	<u>22,090,447.30</u>	<u>65,706.49¹</u>	<u>1,191,148.21</u>

EXPENDITURE. — (In Swiss francs)

	Budgetary allotment	Expended	Difference between budgetary allotment and actual expenditure
Secretariat	14,842,103.—	12,280,736.70 ²	2,561,366.30
International Labour Organisation	7,608,662.—	7,550,868.29 ³	57,793.71
Permanent Court of International Justice	2,561,333.—	2,439,373.55 ⁴	121,959.45
Permanent Central Opium Board.	124,508.—	97,864.95	26,643.05
Nansen International Office for Refugees.	394,197.—	394,197.—	—
Buildings at Geneva	1,584,000.—	1,582,284.25	1,715.75
Pensions	1,686,825.—	1,627,749.90	59,075.10
Settlement of the Assyrians of Iraq.	300,000.—	140,160.75	159,839.25
High Commission for Refugees coming from Germany	82,500.—	54,936.95	27,563.05
	<u>29,184,128.—</u>	<u>26,168,172.34</u>	<u>3,015,955.66</u>

¹ This amount includes 36,880.92 gold francs cancelled contributions and 28,825.57 gold francs contributions consolidated.

² Excluding a sum of 14,452.10 Swiss francs withdrawn from the Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies.

³ Excluding a sum of 94,131.10 Swiss francs withdrawn from the Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies.

⁴ Excluding a sum of 368,275.95 Swiss francs withdrawn from the Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies.

VIII. — GENERAL CASH ACCOUNT IN RESPECT OF THE NINETEENTH FINANCIAL PERIOD, ENDING DECEMBER 31st, 1937.

RECEIPTS. — (In Swiss francs.)

	Secretariat	International Labour Organisation	Permanent Court of International Justice	Total
<i>To Contributions from Member States:</i>				
Arrears	1,776,450.71	599,404.05	207,373.60	2,583,228.36
Consolidated contributions. . .	182,317.75	9,167.35	2,725.80	194,210.90
Nineteenth Financial Period . .	17,990,545.47	7,199,064.90	2,423,449.10	27,613,059.47
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies	3,618,964.25	—	—	3,618,964.25
<i>To Contributions from States non-members</i>	—	2,051,721.62	227,055.05	2,278,776.67
<i>To Appropriations-in-aid:</i>				
Miscellaneous receipts	340,410.70	155,182.42	644.45	496,237.57
Special grants	485,897.65	—	—	485,897.85
Buildings at Geneva	241,894.85	—	—	241,894.65
Pensions	133,399.60	—	—	133,399.60
Settlement of the Assyrians of Iraq	564,888.62	—	—	564,888.62
Profit on investments realised . .	—	—	60,749.15	60,749.15
<i>To Guarantee Fund</i>	—	—	26,788.—	26,788.—
<i>To Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies</i>	—	94,131.10	368,275.95	462,407.05
	<u>25,334,769.60</u>	<u>10,108,671.44</u>	<u>3,317,061.10</u>	<u>38,760,502.14</u>

PAYMENTS. — (In Swiss francs.)

<i>By Budgetary Expenses: Chapters of the Budget</i>	13,107,045.25	9,397,612.66	2,808,293.95	25,312,951.86
<i>By Permanent Central Opium Board . .</i>	97,864.95	—	—	97,864.95
<i>By Nansen International Office for Refugees</i>	394,197.—	—	—	394,197.—
<i>By Buildings at Geneva</i>	1,824,178.90	—	—	1,824,178.90
<i>By Pensions</i>	1,761,149.50	—	—	1,761,149.50
<i>By Settlement of the Assyrians of Iraq.</i>	705,049.37	—	—	705,049.37
<i>By High Commission for Refugees coming from Germany</i>	54,936.95	—	—	54,936.95
<i>By Reserve Fund</i>	218,258.75	—	—	218,258.75
<i>By Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies:</i>				
Secretariat	14,452.10	—	—	14,452.10
International Labour Organisation	94,131.10	—	—	94,131.10
Permanent Court of International Justice	368,275.95	—	—	368,275.95
China Anti-epidemic Fund.	158,660.60	—	—	158,660.60
<i>By China Anti-epidemic Fund</i>	788,782.80	—	—	788,782.80
<i>By Cash in hand and in U.S.A. Treasury bills:</i>				
Non-member States	—	—	227,055.05	227,055.05
States Members of the International Labour Organisation but who are not members of the League: Special Fund created to meet the effect of the devaluation of certain currencies	—	207,212.84	—	207,212.84
Special contributions account set up under the terms of the 1936 Assembly resolution	790,711.49	503,845.94	39,112.45	1,333,669.88
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	2,983,444.50	—	—	2,983,444.50
Cash surplus in respect of the Nineteenth Financial Period . .	1,973,630.39	—	242,599.65	2,216,230.04
	<u>25,334,769.60</u>	<u>10,108,671.44</u>	<u>3,317,061.10</u>	<u>38,760,502.14</u>

March 15th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

IX. — INVESTMENTS STATEMENT AS AT DECEMBER 31st, 1937.

Following a decision of the Supervisory Commission, the funds set out in the following schedule were invested in short term U.S.A. Treasury bills.

The market value of this investment as at December 31st, 1937, including a sum of 393,419.36 gold francs (556,221.87 Swiss francs) profit on investments realised, was 23,066,347.64 gold francs (32,611,529.32 Swiss francs).

Fund	Gold francs	Swiss francs
Working Capital Fund	4,988,925.48	7,053,413.55
Guarantee Fund	2,277,252.44	3,219,611.75
Reserve Fund	6,472,766.23	9,151,288.65
Renovation Fund	707,306.53	1,000,000.—
Balance Cash Surplus in respect of the Eighteenth Financial Period (1936)	1,875,394.37	2,651,459.15
Special contributions account set up under the terms of the 1936 Assembly resolution	559,275.40	790,711.49
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	2,110,209.78	2,983,444.50
(Part) Secretariat Cash Surplus in respect of the Nineteenth Financial Period (1937)	966,364.10	1,366,260.35
(Part) Pension Fund of the Members of the Permanent Court of International Justice	782,930.40	1,106,918.11
<i>Extra Budgetary and Suspense Accounts:</i>		
Fund for maintenance and operating expenses of the Wireless Station	964,974.37	1,364,294.43
Building annuity	972,546.48	1,375,000.—
Extension of the building of the International Labour Office	203,520.25	287,739.80
	22,881,465.83	32,350,141.78

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Annex to the General Statement.

A. STATEMENT OF CONTRIBUTIONS DUE AND UNPAID AS AT DECEMBER 31ST, 1937.

	Gold francs	Gold francs
<i>Compounded Arrears Account:</i>		
Paraguay (1920-1922)		15,370.80
<i>Ninth Financial Period (1927):</i>		
Paraguay		17,593.24
<i>Eleventh Financial Period (1929):</i>		
Paraguay		21,203.37
<i>Twelfth Financial Period (1930):</i>		
Paraguay		27,553.28
<i>Thirteenth Financial Period (1931):</i>		
Guatemala	19,985.96	
Paraguay	30,641.60	
	<hr/>	50,627.56
<i>Fourteenth Financial Period (1932):</i>		
Guatemala	32,994.97	
Paraguay	32,941.19	
	<hr/>	65,936.16
<i>Fifteenth Financial Period (1933):</i>		
Guatemala	33,016.43	
Paraguay	33,016.43	
	<hr/>	66,032.86
<i>Sixteenth Financial Period (1934):</i>		
Guatemala	30,432.20	
Paraguay	30,432.20	
	<hr/>	60,864.40
<i>Seventeenth Financial Period (1935):</i>		
Ethiopia	14,041.97	
Guatemala	30,294.65	
Paraguay	30,294.65	
	<hr/>	74,631.27
<i>Eighteenth Financial Period (1936):</i>		
Ecuador	28,777.10	
Ethiopia	57,554.15	
Guatemala	28,777.10	
Panama	18,599.97	
Paraguay	28,777.10	
	<hr/>	162,485.42
<i>Nineteenth Financial Period (1937):</i>		
Afghanistan	7,880.48	
Albania	23,060.45	
Cuba	27,821.03	
Ecuador	23,060.45	
Ethiopia	46,120.95	
Greece	121,067.32	
Guatemala	23,060.45	
Haiti	23,060.45	
Iraq	34,590.73	
Lithuania	23,060.52	
Panama	23,060.45	
Paraguay	3,474.86	
Poland	121,149.06	
Roumania	71,926.39	
Salvador	16,492.69	
Spain	461,308.34	
Yugoslavia	140,953.59	
	<hr/>	1,191,148.21
Total A		<hr/> 1,753,446.57

B. STATEMENT OF CONTRIBUTIONS CONSOLIDATED AND PAYABLE OVER A PERIOD
OF FROM TEN TO FORTY-FIVE YEARS.

	Gold francs
<i>Consolidated Contributions:</i>	
Albania (1936)	20,000.—
Bolivia (1929-1933 and 1935)	167,246.77
Bulgaria (1933-1935)	164,050.75
China (1922-1930)	5,566,445.98
Cuba (1930-1934)	271,457.37
Dominican Republic (1936-1937)	38,000.—
Honduras (1920-1934)	81,305.05
Hungary (1933-1935)	281,508.67
Liberia (1932-1936)	29,880.35
Nicaragua (1934-1937)	24,796.70
Peru (1929-1934)	929,400.69
Uruguay (1930-1934)	177,878.43
Total B	<u>7,751,970.76</u>
<i>Summary.</i>	
Statement A	1,753,446.57
Statement B	<u>7,751,970.76</u>
GENERAL TOTAL	<u>9,505,417.33</u>

STATEMENT OF CONTRIBUTIONS RECEIVED FROM JANUARY 1ST, 1938, TO
MAY 15TH, 1938.

	Gold francs
Afghanistan (1937)	7,880.48
Haiti (1937)	23,060.45
Hungary (1933-1935)	35,188.55
Iraq (1937)	34,590.73
Lithuania (1937)	23,060.52
Nicaragua (1934-1937)	1,305.10
Peru (1929-1934)	25,118.95
Poland (1937)	121,149.06
Roumania (1937)	71,926.39
Yugoslavia (1937)	74,833.64
Total	<u>418,113.87</u>

Part II.

SECRETARIAT

- I. BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1937.
 - III. CASH ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - IV. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.
 - V. UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY AND SUSPENSE ACCOUNTS: MEMORANDUM BY THE SECRETARY-GENERAL.
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I. — BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD
ENDED DECEMBER 31st, 1937.

A. GENERAL SUMMARY. (In Swiss francs.)

Part I. — Secretariat.

	Allotted	Expended
Chapter I.		
<i>Assembly, Council, Conferences and Committees</i>	2,314,345.—	1,062,640.50
Chapter II.		
<i>Investigations, Enquiries and Liaison</i>	1,214,717.—	1,002,621.25
Chapter III.		
<i>Salaries and General Services</i>	11,359,542.—	10,357,803.05
Chapter IV.		
<i>Work covered by Special Grants (see Schedule, page 24)</i>	—	—
Chapter V.		
<i>Loss on Exchange</i>	100,000.—	16,406.61
<i>Deduct: Profit on exchange</i>	100,000.—	2,007.51
	<hr/>	<hr/>
Chapter VI.		
<i>Supervision of Revenue and Expenditure</i>	49,400.—	35,886.25
Chapter VII.		
<i>Permanent Equipment, etc.</i>	148,000.—	147,797.25 ¹
	<hr/>	<hr/>
Less:	15,086,004.—	12,621,147.40
Revenue (see Schedule, page 25)	243,901.—	340,410.70
	<hr/>	<hr/>
TOTAL: Secretariat	14,842,103.—	12,280,736.70
Difference between budgetary allotment and actual expenditure in respect of Secretariat		2,561,366.30
	<hr/>	<hr/>
	14,842,103.—	14,842,103.—
	<hr/>	<hr/>
Part IV. — Permanent Central Opium Board (Schedule, page 37)	124,508.—	97,864.95
Difference between budgetary allotment and actual expenditure in respect of Permanent Central Opium Board		26,643.05
	<hr/>	<hr/>
	124,508.—	124,508.—
	<hr/>	<hr/>
Part V. — Nansen International Office for Refugees (lump sum)	394,197.—	394,197.—
	<hr/>	<hr/>
Part VI. — Buildings at Geneva.		
<i>Terminable annuity</i>	1,375,000.—	1,375,000.—
<i>Occupation of new buildings (Schedule, page 37)</i>	—	—
<i>Wireless Station: Trading account and technical work</i>	209,000.—	207,284.25
	<hr/>	<hr/>
	1,584,000.—	1,582,284.25
Difference between budgetary allotment and actual expenditure in respect of Buildings at Geneva		1,715.75
	<hr/>	<hr/>
	1,584,000.—	1,584,000.—
	<hr/>	<hr/>

¹ See note, page 25.

	Allotted	Expended
Part VII. — Pensions (Schedule, page 37)	1,686,825.—	1,627,749.90
Difference between budgetary allotment and actual expenditure in respect of Pensions		59,075.10
	<u>1,686,825.—</u>	<u>1,686,825.—</u>
Part VIII. — Settlement of the Assyrians of Iraq (Schedule, page 37) .	300,000.—	140,160.75
Difference between budgetary allotment and actual expenditure in respect of the Settlement of the Assyrians of Iraq		159,839.25
	<u>300,000.—</u>	<u>300,000.—</u>
Part IX. — High Commission for Refugees coming from Germany	82,500.—	54,936.95
Difference between budgetary allotment and actual expenditure in respect of the High Commission for Refugees coming from Germany		27,563.05
	<u>82,500.—</u>	<u>82,500.—</u>

B. SUMMARY OF ITEMS.

Section I.

CHAPTER I. — ASSEMBLY, COUNCIL, CONFERENCES AND COMMITTEES.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Assembly:			
Session (Schedule A, page 25)	241,000.—	261,000.—	253,338.50
2. Council:			
(a) Sessions	36,000.—	36,000.—	19,673.20
(b) Council printing and <i>Official Journal</i> . .	100,000.—	100,000.—	68,453.10
(c) Unforeseen expenditure:			
(i) Political (Schedule B, page 25) . .	500,000.—	500,000.—	61,197.95
(ii) (Exceptional) financial and economic	100,000.—	100,000.—	—
Total of Item 2	<u>736,000.—</u>	<u>736,000.—</u>	<u>149,324.25</u>
3. Conferences:			
A. Sessions:			
(a) Economic Relations	12,000.—	3,000.—	—
(b) Monetary and Economic Conference	315,000.—	315,000.—	14,616.60
(c) Reduction of Armaments	500,000.—	500,000.—	5,127.15
(d) Opium (Limitation of raw materials)	11,000.—	11,000.—	3,781.40
(e) Transit	15,000.—	4,000.—	—
(f) Suppression of Traffic in Women .	65,000.—	59,000.—	57,180.80
(g) International Repression of Terrorism	14,800.—	14,800.—	5,950.55
Total of A	<u>932,800.—</u>	<u>906,800.—</u>	<u>86,656.50</u>
B. Printing for the Sessions:			
(a) Economic Relations	6,000.—	6,000.—	—
(b) Monetary and Economic Conference	85,000.—	85,000.—	2,506.35
(c) Opium (suppression of illicit traffic and limitation of raw materials) .	2,500.—	2,500.—	—
(d) Transit	8,000.—	8,000.—	—
(e) Suppression of Traffic in Women .	2,000.—	8,000.—	6,054.90
(f) International Repression of Terrorism	15,200.—	15,200.—	1,675.45
Total of B	<u>118,700.—</u>	<u>124,700.—</u>	<u>10,236.70</u>
Total of Item 3	<u>1,051,500.—</u>	<u>1,031,500.—</u>	<u>96,893.20</u>

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
4. Committees :			
A. Sessions in respect of:			
(a) Financial Section and Economic Intelligence Service:			
(i) General Services	90,000.—	90,000.—	67,128.75
(ii) Nutrition	55,900.—	36,200.—	29,599.50
(b) Economic Relations	87,000.—	106,000.—	95,804.55
(c) Mandates	60,990.—	60,990.—	49,530.90
(d) Transit	70,000.—	70,000.—	30,369.45
(e) Health	110,700.—	110,700.—	96,768.65
(f) Opium	18,300.—	9,100.—	8,992.15
(g) Social Questions	18,300.—	17,300.—	7,065.15
(h) Reduction of Armaments	1,000.—	1,000.—	—
(i) Intellectual Co-operation	89,050.—	87,250.—	62,832.70
(j) Slavery	10,580.—	10,580.—	4,738.55
(k) European Union	94,000.—	94,000.—	—
Total of A	<u>705,820.—</u>	<u>693,120.—</u>	<u>452,830.35</u>
B. Printing for the sessions:			
(a) Amendments to Covenant	4,000.—	4,000.—	816.95
(b) Financial Section and Economic Intelligence Service:			
(i) General Services	15,000.—	15,000.—	7,954.20
(ii) Nutrition	10,000.—	6,700.—	647.65
(c) Economic Relations	22,000.—	22,000.—	12,736.75
(d) Mandates	34,500.—	34,500.—	25,823.50
(e) Transit	8,000.—	8,000.—	7,207.75
(f) Opium	28,500.—	41,700.—	36,800.60
(g) Social Questions	13,900.—	13,900.—	8,221.15
(h) Reduction of Armaments	500.—	500.—	—
(i) Intellectual Co-operation	4,000.—	6,800.—	6,043.40
(j) Slavery	5,500.—	5,500.—	4,002.25
(k) European Union	34,125.—	34,125.—	—
Total of B	<u>180,025.—</u>	<u>192,725.—</u>	<u>110,254.20</u>
Total of Item 4	<u>885,845.—</u>	<u>885,845.—</u>	<u>563,084.55</u>
TOTAL OF CHAPTER I	<u>2,914,345.—</u>	<u>2,914,345.—</u>	<u>1,062,640.50</u>
Less: Lump-sum deduction	600,000.—	600,000.—	—
NET TOTAL OF CHAPTER I	<u>2,314,345.—</u>	<u>2,314,345.—</u>	<u>1,062,640.50</u>

CHAPTER II. — INVESTIGATIONS, ENQUIRIES AND LIAISON.

A. INVESTIGATIONS AND ENQUIRIES :

5. Miscellaneous Enquiries and Liaison :

(a) Economic Relations (studies, investigations and temporary collaborators)	3,000.—	3,000.—	—
(b) Transit (settlement of disputes)	20,000.—	20,000.—	—
(c) Conference of Government Press Bureaux and of Press Representatives; Co-operation of the Secretariat	—	—	—

6. International Health Organisation :

(a) Contribution to Eastern Bureau	133,000.—	133,000.—	133,000.—
(b) Liaison between the various national health services	71,000.—	63,000.—	55,189.40
(c) Investigations, technical enquiries and special studies	140,467.—	148,467.—	147,364.85

7. Investigations (reduction of armaments)

B. LIAISON :

8. Correspondents and temporary collaboration:

(a) Correspondents	70,000.—	56,000.—	23,252.15
(b) Technical enquiries	40,000.—	54,000.—	46,558.05

9. Technical collaboration:

(a) China	450,000.—	450,000.—	430,069.—
(b) Latin America	100,000.—	100,000.—	49,956.55

Carried forward 1,207,467.— 1,207,467.— 885,390.—

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	1,207,467.—	1,207,467.—	885,390.—
10. Travelling Expenses of Officials (Schedule C, page 26)	207,250.—	207,250.—	117,231.25
TOTAL OF CHAPTER II	1,414,717.—	1,414,717.—	1,002,621.25
Less: Lump-sum deduction	200,000.—	200,000.—	—
NET TOTAL OF CHAPTER II	1,214,717.—	1,214,717.—	1,002,621.25

CHAPTER III. — SALARIES AND GENERAL SERVICES.

11. Salaries :

Salaries, wages and allowances (Schedule D, pages 26-27)	9,451,335.—	9,426,335.—	8,604,597.90
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12. Staff Expenses :

(a) Entertainment allowances: general fund	26,400.—	26,400.—	7,440.55
(b) Contribution to Staff Provident Fund	17,500.—	17,500.—	14,821.60
(c) Special staff charges (Schedule E, page 28)	91,600.—	113,100.—	90,967.35
(d) Removal expenses (Schedule F, page 28)	96,800.—	111,800.—	90,380.50
(e) Travelling expenses of officials returning home on leave (Schedule G, page 28)	110,995.—	95,995.—	65,999.35
(f) Travelling expenses of families of officials proceeding home or leave	60,000.—	38,500.—	27,717.20
Total of Item 12	403,295.—	403,295.—	297,326.55

13. Office Expenses :

(a) Maintenance at Geneva (Schedule H, pages 28-29)	603,700.—	586,650.—	470,656.—
(b) Maintenance of branch offices (Schedule I, page 29)	95,692.—	95,692.—	65,013.—
(c) General office expenses (Schedule J, page 29)	425,720.—	444,270.—	416,293.50
(d) Miscellaneous:			
(i) Publicity, etc., of the Sales De- partment	30,000.—	30,000.—	25,454.05
(ii) Unforeseen of the Secretariat	40,000.—	40,000.—	21,651.40
(iii) Miscellaneous expenses of the special organisations (Schedule K, page 29)	16,000.—	14,500.—	9,407.35
(iv) Unpaid Liabilities Fund	15,000.—	15,000.—	5,696.05
Total of Item 13	1,226,112.—	1,226,112.—	1,014,171.35

14. Printing :

A. General:

(a) Internal Administration	8,000.—	8,000.—	7,868.20
(b) Library	5,000.—	5,000.—	4,514.20
(c) Information Section	20,000.—	38,600.—	36,330.50
(d) Systematic survey of Arbitration Conventions	—	—	—
(e) Minorities	5,000.—	5,000.—	346.15
(f) Transit	6,000.—	6,000.—	5,586.90
(g) Health	3,500.—	3,500.—	2,323.55
(h) Penal Administration	350.—	350.—	—
(i) Purchase of films and photographs	6,000.—	12,400.—	11,644.25
(k) Purchase of reports of Mandatory Powers	4,500.—	4,500.—	4,489.05
Total of A	58,350.—	83,350.—	73,102.80

CHAPTER III. — SALARIES AND GENERAL SERVICE (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
B. Periodicals:			
(a) <i>Treaty Series</i>	108,000.—	98,000.—	83,702.70
(b) <i>Monthly Summary</i>	65,000.—	73,000.—	62,500.75
(c) Financial and Trade Publications.	120,000.—	120,000.—	116,778.35
(d) Health publications	76,450.—	76,450.—	65,492.50
(e) <i>Armaments Statistical Year-books.</i>	33,000.—	33,000.—	21,713.65
(f) <i>Aims, Methods and Activity of the League</i>	2,000.—	2,000.—	1,455.20
(g) <i>Bulletin of League of Nations Teaching</i>	4,000.—	4,000.—	3,875.60
(h) <i>Handbook of International Organi- sations.</i>	6,500.—	7,500.—	6,826.65
(i) <i>Bulletin of Information on the Work of International Organisations</i> .	5,500.—	6,500.—	6,259.05
Total of B	420,450.—	420,450.—	368,604.45
Total of Item 14	478,800.—	503,800.—	441,707.25
TOTAL OF CHAPTER III	11,559,542.—	11,559,542.—	10,357,803.05
Less: Lump sum deduction	200,000.—	200,000.—	—
	11,359,542.—	11,359,542.—	10,357,803.05

CHAPTER IV. — WORK COVERED BY SPECIAL GRANTS.

	Appropriation	Expenditure
1. Financial Section and Economic Intelligence Service (Sub-schedule B, page 32):		
(a) Printing of "Banking and Monetary Laws"	1,428.20	1,428.20
(b) Expenses of the Fiscal Committee in its study of inter- national taxation problems	10,241.55	10,241.55
(c) Analytical research work <i>Grants by the Rockefeller Foundation.</i>	102,677.75	102,677.75
2. Health Organisation (Sub-schedule F, page 34):		
<i>Grant by the Rockefeller Foundation</i>	319,765.90	319,765.90
TOTAL OF CHAPTER IV	434,113.40	434,113.40

CHAPTER V. — PROFIT AND LOSS ON EXCHANGE.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
Loss on Exchange	100,000.—	100,000.—	16,406.61
<i>Deduct:</i> Profit on Exchange.	100,000.—	100,000.—	2,007.51
TOTAL OF CHAPTER V	—	—	14,399.10

CHAPTER VI. — SUPERVISION OF REVENUE AND EXPENDITURE.

19. Auditors' Travelling and Subsistence Allow- ances	14,400.—	14,400.—	13,901.75
20. Supervisory Commission.	28,000.—	28,000.—	17,867.20
21. Committee on Allocation of Expenses.	—	—	—
22. Contributions Committee	7,000.—	7,000.—	4,117.30
TOTAL OF CHAPTER VI	49,400.—	49,400.—	35,886.25

Section II. Capital Expenditure.

CHAPTER VII. — PERMANENT EQUIPMENT, ETC.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
23. Furniture and Equipment	60,000.—	60,000.—	59,934.30
24. Library (see Schedule L, page 30)	88,000.—	88,000.—	87,862.95 ¹
TOTAL OF CHAPTER VII	148,000.—	148,000.—	147,797.25

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REVENUE.

(a) Sale of publications	175,000.—	175,000.—	259,881.10
(b) Interest earned	1,000.—	1,000.—	1,554.70
(c) Miscellaneous cash receipts	6,500.—	6,500.—	15,510.90
(d) Sale of photographs and cinematograph films	1,000.—	1,000.—	3,062.15
	183,500.—	183,500.—	280,008.85
(e) Contributions from States not members of the League	60,401.—	60,401.—	60,401.85
TOTAL OF REVENUE	243,901.—	243,901.—	340,410.70

C. SCHEDULES.

SCHEDULE A TO CHAPTER I, ITEM 1. — *Session of the Assembly.*

1. Salaries of additional temporary clerical and house staff	57,000.—	55,250.—	54,978.60
2. Overtime payments of permanent staff	4,500.—	2,500.—	2,109.40
3. Travelling expenses and subsistence allowances	8,500.—	7,000.—	6,947.10
4. Assembly Hall: rent, lighting, heating, etc.	—	14,600.—	13,774.70
5. Special printing	128,000.—	137,500.—	132,179.70
6. Cables, telegrams and telephones	2,000.—	900.—	896.05
7. Supplies and stores	12,000.—	10,000.—	9,942.85
8. Automobile and cyclist service	5,000.—	3,000.—	2,965.60
9. Incidental expenses	24,000.—	30,250.—	29,544.50
	241,000.—	261,000.—	253,338.50

SCHEDULE B TO CHAPTER I, ITEM 2 (c). — *Unforeseen Expenditure.*

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure:		
1. Complaint from certain former officials of the Saar Governing Commission	25,000.—	5,000.—
2. Question of Alexandretta and Antioch	25,000.—	20,197.95
3. Free City of Danzig: Salary of the High Commissioner.	36,000.—	36,000.—
	86,000.—	61,197.95

¹ The figure of 87,862.95 Swiss francs represents the *net* expenditure of the Library chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 14,452.10 Swiss francs, being the amount withdrawn from the special fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies, amounts to 102,315.05 Swiss francs.

SCHEDULE C TO CHAPTER II, ITEM IO. — *Investigations, Enquiries and Liaison. — Travelling expenses of officials.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) General Organisation and Internal Administration Services	103,945.—	103,945.—	72,477.65
(b) Minorities	13,000.—	13,000.—	710.95
(c) Financial Section and Economic Intelligence Service	16,000.—	160,00.—	15,276.55
(d) Economic Relations	7,250.—	7,250.—	3,609.70
(e) Mandates	7,300.—	7,300.—	546.70
(f) Transit	12,750.—	12,750.—	6,068.85
(g) Health	16,000.—	16,000.—	7,300.80
(h) Opium	4,000.—	4,000.—	1,087.50
(i) Social Questions	6,750.—	6,750.—	4,481.60
(j) Reduction of Armaments	2,000.—	2,000.—	526.10
(k) Intellectual Co-operation	11,500.—	11,500.—	4,925.05
(l) Slavery	2,255.—	2,255.—	219.80
(m) European Union	4,500.—	4,500.—	—
	<u>207,250.—</u>	<u>207,250.—</u>	<u>117,231.25</u>

SCHEDULE D TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances.*

I. *General Organisation.*

Secretary-General	90,000.—	90,000.—	90,000.—
Secretary-General's Office	66,486.—	66,486.—	65,984.90
Deputy Secretary-General	60,000.—	60,000.—	57,096.75
Deputy Secretary-General's Office	31,863.—	31,863.—	30,753.65
Deputy Secretary-General	60,000.—	60,000.—	51,964.25
Deputy Secretary-General's Office	33,250.—	33,250.—	33,249.60
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	31,546.—	31,546.—	31,545.65
Under-Secretary-General	60,000.—	60,000.—	50,892.85
Under-Secretary-General's Office	26,679.—	26,679.—	7,513.50
Under-Secretary-General	60,000.—	60,000.—	—
Central Section	73,766.—	74,916.—	74,766.—
Attached to Principal Officers	117,690.—	122,690.—	121,094.65
Political Section	348,261.—	338,261.—	286,303.70
Information Section:	572,268.—	557,268.—	522,396.20
Legal Adviser's Branch	313,299.—	304,049.—	258,062.55
Treasury:			
Treasurer's Office	114,042.—	114,042.—	114,015.40
Accounting Branch	89,199.—	89,199.—	86,692.10
Internal Control Office	82,060.—	82,560.—	82,557.75
Library	241,744.—	245,744.—	245,519.05
TOTAL: GENERAL ORGANISATION	<u>2,532,153.—</u>	<u>2,508,553.—</u>	<u>2,270,408.55</u>

II. *Internal Administrative Services.*

Office of Director of Personnel and Internal Administration	72,550.—	72,550.—	71,839.40
Personnel Office	103,976.—	103,976.—	79,865.75
Nurse and Consulting Medical Officer	19,500.—	19,500.—	19,499.80
Internal Service:			
Chief of Service and Office	35,550.—	35,550.—	33,815.55
Technical Services	50,319.—	50,319.—	43,197.25
Superintendence of Premises and House Staff	515,930.—	515,930.—	481,806.20
Telephonists	17,350.—	17,350.—	16,635.25
Temporary staff	304,997.—	287,497.—	211,934.40
Supplies Service	23,083.—	23,883.—	23,800.60
<i>Carried forward</i>	<u>1,143,255.—</u>	<u>1,126,555.—</u>	<u>982,394.20</u>

SCHEDULE D TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	1,143,255.—	1,126,555.—	982,394.20
II. Internal Administrative Services (continued).			
General Stenographic Service:			
Central Service	362,444.—	362,444.—	323,936.95
Staff at disposal of Sections	409,913.—	409,913.—	398,988.45
Distribution of Documents	199,208.—	199,208.—	198,337.75
Mailing Service.	34,700.—	34,900.—	34,873.60
Document Service:			
Chief of Service and Office	74,250.—	74,250.—	70,885.—
French Translation and Precis-writing Department	393,698.—	393,698.—	377,642.40
English Translation and Precis-writing Department	467,540.—	467,540.—	434,331.15
Verbatim Reporters.	85,819.—	85,819.—	75,527.10
Printing and Reproduction of Documents Service:			
Publications and Printing Department.	260,504.—	260,504.—	256,117.55
Duplicating and Multigraph Branch.	208,332.—	208,332.—	202,004.25
Draughtsmen	18,551.—	18,551.—	18,549.75
Registry and Indexing Service:			
Registry	192,956.—	192,956.—	168,405.10
Indexing	55,721.—	55,721.—	49,867.—
TOTAL: INTERNAL ADMINISTRATIVE SERVICES	<u>3,906,891.—</u>	<u>3,890,391.—</u>	<u>3,591,860.25</u>
III. Special Organisations.			
Minorities Section	207,465.—	206,365.—	169,912.10
Financial Section and Economic Intelligence Service	692,284.—	692,284.—	652,264.65
Section of Economic Relations	264,482.—	264,482.—	234,731.75
Mandates Section	167,648.—	168,448.—	158,698.15
Transit Section	224,585.—	224,585.—	184,133.65
Health Section	306,253.—	306,253.—	300,569.25
Supervision of Opium Traffic Section	226,012.—	226,012.—	209,725.60
Social Questions Section	107,674.—	107,674.—	84,223.70
Reduction of Armaments Section	257,916.—	258,316.—	249,444.45
Intellectual Co-operation Section	147,970.—	147,970.—	139,890.25
TOTAL: SPECIAL ORGANISATIONS	<u>2,602,289.—</u>	<u>2,602,389.—</u>	<u>2,383,593.55</u>
IV. Temporary Engagements (Sub-schedule A, page 31)	153,450.—	168,450.—	158,598.20
V. Branch Offices. (Sub-schedule B, page 31)	122,952.—	122,952.—	82,613.05
VI. Frais de Représentation. (Sub-schedule C, page 31)	133,600.—	133,600.—	117,524.30
SUMMARY.			
I. General Organisation	2,532,153.—	2,508,553.—	2,270,408.55
II. Internal Administrative Services	3,906,891.—	3,890,391.—	3,591,860.25
III. Special Organisations	2,602,289.—	2,602,389.—	2,383,593.55
IV. Temporary engagements.	153,450.—	168,450.—	158,598.20
V. Branch Offices	122,952.—	122,952.—	82,613.05
VI. Frais de représentation	133,600.—	133,600.—	117,524.30
TOTAL	<u>9,451,335.—</u>	<u>9,426,335.—</u>	<u>8,604,597.90</u>

SCHEDULE E TO CHAPTER III, ITEM 12 (c). — *Special Staff Charges.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) Indemnities	40,000.—	52,700.—	44,852.70
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Association	21,600.—	27,500.—	27,283.50
(d) Fidelity guarantees	3,500.—	3,900.—	3,804.15
(e) Welfare	2,000.—	2,000.—	743.75
(f) Recruitment of staff: advertising, expenses of examinations, special travelling	8,000.—	7,200.—	4,830.10
(g) Medical examinations	500.—	500.—	170.—
(h) Expenses of the Administrative Tribunal	5,000.—	9,300.—	9,283.15
(i) Indemnities granted by the Administrative Tribunal	1,000.—	—	—
	<u>91,600.—</u>	<u>113,100.—</u>	<u>90,967.35</u>

SCHEDULE F TO CHAPTER III, ITEM 12 (d). — *Removal Expenses.*

(a) General Organisation and Internal Administrative Services	60,500.—	60,000.—	56,795.65
(b) Minorities	4,400.—	2,400.—	843.20
(c) Financial Section	7,500.—	17,500.—	17,200.20
(d) Economic Relations	1,800.—	1,800.—	266.95
(e) Mandates	3,500.—	3,500.—	328.30
(f) Transit	3,500.—	3,500.—	27.85
(g) Health	3,600.—	11,100.—	8,674.—
(h) Opium	1,800.—	1,800.—	1,022.15
(i) Social Questions	1,800.—	1,800.—	—
(j) Reduction of Armaments	7,000.—	7,000.—	5,222.20
(k) Intellectual Co-operation	1,400.—	1,400.—	—
(l) Slavery	—	—	—
	<u>96,800.—</u>	<u>111,800.—</u>	<u>90,380.50</u>

SCHEDULE G TO CHAPTER III, ITEM 12 (e). — *Travelling Expenses of Officials returning Home on Leave.*

(a) General Organisation and Internal Administrative Services	79,500.—	63,000.—	47,530.65
(b) Minorities	1,650.—	1,650.—	599.65
(c) Financial Section and Economic Intelligence Service	8,000.—	8,000.—	7,236.50
(d) Economic Relations	1,750.—	1,750.—	951.90
(e) Mandates	2,250.—	2,250.—	853.65
(f) Transit	3,200.—	3,200.—	1,171.65
(g) Health	5,000.—	5,000.—	1,958.80
(h) Opium	3,500.—	3,500.—	1,646.05
(i) Social Questions	1,500.—	1,500.—	1,043.55
(j) Reduction of Armaments	1,900.—	3,400.—	2,388.55
(k) Intellectual Co-operation	2,500.—	2,500.—	618.40
(l) Slavery	245.—	245.—	—
	<u>110,995.—</u>	<u>95,995.—</u>	<u>65,999.35</u>

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva.*

I. Maintenance, including repairs and renewals:

(a) Building	56,000.—	32,000.—	20,784.65
(b) Technical installations	63,000.—	63,000.—	41,373.15
(c) Furniture and equipment	30,000.—	30,000.—	13,359.80
(d) Grounds	44,000.—	48,300.—	45,450.95
<i>Carried forward</i>	<u>193,000.—</u>	<u>173,300.—</u>	<u>120,968.55</u>

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	193,000.—	173,300.—	120,968.55
2. Water rates	7,600.—	8,600.—	8,341.15
3. Light and power	100,000.—	66,950.—	53,833.—
4. Heating	70,000.—	107,000.—	102,366.85
5. Insurance on the building	13,500.—	62,500.—	60,528.70
6. Telephone	80,000.—	80,000.—	60,925.30
7. Automobiles, etc.	17,600.—	17,600.—	16,824.15
8. Uniforms	10,500.—	10,500.—	10,197.95
9. Laundry: upkeep and renewal of linen	14,500.—	14,500.—	11,103.05
10. Miscellaneous supplies; cleaning of large windows, etc.	35,000.—	35,000.—	25,326.85
11. Maintenance of Secretary-General's official residence and grounds	12,000.—	9,700.—	240.45
12. Unforeseen	50,000.—	1,000.—	—
	603,700.—	586,650.—	470,656.—

SCHEDULE I TO CHAPTER III, ITEM 13 (b). — *Maintenance of Branch Offices.*

(1) London Office	29,507.—	29,507.—	20,847.05
(2) Paris Office	27,675.—	27,675.—	17,471.80
(3) Rome Office	11,880.—	11,880.—	8,252.85
(4) Bombay Office	26,310.—	26,310.—	13,942.80
(5) Tokio Correspondent	10,320.—	10,320.—	4,498.50
TOTAL	105,692.—	105,692.—	65,013.—
Less: Lump-sum reduction	10,000.—	10,000.—	—
NET TOTAL	95,692.—	95,692.—	65,013.—

SCHEDULE J TO CHAPTER III, ITEM 13 (c). — *General Office Expenses.*

(a) Stationery and stationery stores:			
(i) Ordinary	55,000.—	65,000.—	61,691.05
(ii) Supplies for Duplicating Department	90,000.—	64,500.—	62,834.85
(b) Cables, telegrams, long-distance telephone calls (Sub-schedule D, page 31)	65,350.—	97,900.—	85,218.55
(c) Postage	150,000.—	150,000.—	144,861.45
(d) Freight and carriage	5,000.—	2,355.—	2,221.90
(e) Newspapers	12,500.—	14,100.—	14,083.35
(f) Subscriptions	17,000.—	18,045.—	18,045.—
(g) Press cuttings	10,800.—	10,800.—	10,800.—
(h) Courier service between Geneva and Paris	7,500.—	7,500.—	4,093.—
(i) Advertising, etc., for tenders	500.—	1,000.—	721.20
(j) Miscellaneous petty cash disbursements, including purchase of miscellaneous publications of non-capital value	1,500.—	2,500.—	2,300.55
(k) Weekly broadcasting of League news	10,570.—	10,570.—	9,422.60
	425,720.—	444,270.—	416,293.50

SCHEDULE K TO CHAPTER III, ITEM 13 (d) (iii). — *Miscellaneous, Special Organisations.*

(a) Minorities Section	1,250.—	1,250.—	1,176.25
(b) Financial Section	4,100.—	4,100.—	3,286.—
(c) Section of Economic Relations	2,950.—	2,630.—	1,597.35
(d) Mandates Section	1,150.—	600.—	469.10
(e) Transit Section	800.—	1,120.—	1,100.90
(f) Health Section	1,700.—	1,100.—	764.90
(g) Supervision of Opium Traffic Section	500.—	500.—	217.80
(h) Social Questions Section	700.—	500.—	116.15
(i) Reduction of Armaments Section	250.—	250.—	166.—
(j) Intellectual Co-operation Section	1,950.—	1,950.—	453.60
(k) Slavery	650.—	500.—	59.30
	16,000.—	14,500.—	9,407.35

SCHEDULE L TO CHAPTER VII, ITEM 24. — *Library.*

	Original Appropriation			Appropriation as modified by transfers			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total	League vote	Grant	Total
1. Books and maps	35,000.—	2,400.—	37,400.—	35,000.—	2,400.—	37,400.—	35,000.—	2,379.05	37,379.05
do. — <i>Withdrawal from the Special Fund created by the 1936 Assembly</i>	9,998.80	—	9,998.80	9,998.80	—	9,998.80	9,998.80	—	9,998.80
2. Binding	25,000.—	3,000.—	28,000.—	25,500.—	3,000.—	28,500.—	25,466.15	3,000.—	28,466.15
3. Periodicals	19,000.—	1,000.—	20,000.—	18,500.—	500.—	19,000.—	18,500.—	475.95	18,975.95
do. — <i>Withdrawal from the Special Fund created by the 1936 Assembly</i>	4,453.30	—	4,453.30	4,453.30	—	4,453.30	4,453.30	—	4,453.30
4. Equipment, shelving, etc.	9,000.—	1,000.—	10,000.—	9,000.—	500.—	9,500.—	8,896.80	425.65	9,322.45
5. Temporary staff	—	36,000.—	36,000.—	—	36,000.—	36,000.—	—	34,686.85	34,686.85
6. Printing	—	8,000.—	8,000.—	—	9,000.—	9,000.—	—	8,451.80	8,451.80
7. Travelling expenses of staff	—	2,000.—	2,000.—	—	2,000.—	2,000.—	—	916.15	916.15
8. Contributions to the Pensions Fund	—	1,500.—	1,500.—	—	1,500.—	1,500.—	—	1,449.—	1,449.—
<i>Gross expenditure</i>	102,452.10	54,900.—	157,352.10	102,452.10	54,900.—	157,352.10	102,315.05	51,784.45	154,099.50
<i>Deduct: Withdrawals from the Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies</i>	14,452.10	—	14,452.10	14,452.10	—	14,452.10	14,452.10	—	14,452.10
<i>Net expenditure</i>	88,000.—	54,900.—	142,900.—	88,000.—	54,900.—	142,900.—	87,862.95	51,784.45	139,647.40

D. SUB-SCHEDULES.

SUB-SCHEDULE A TO CHAPTER III, ITEM II (IV). — *Temporary Engagements.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Temporary engagements, replacements, miscellaneous allowances	133,450.—	138,450.—	134,096.30
2. Overtime, temporary engagements, family allowances for House Staff	20,000.—	30,000.—	24,501.90
	<u>153,450.—</u>	<u>168,450.—</u>	<u>158,598.20</u>

SUB-SCHEDULE B TO CHAPTER III, ITEM II (V). — *Salaries, Wages and Allowances—Branch Offices.*

1. London Office	29,860.—	29,860.—	25,019.85
2. Paris Office	16,142.—	16,142.—	13,533.75
3. Rome Office	5,564.—	5,564.—	4,805.65
4. Bombay Office	65,470.—	65,470.—	31,952.85
5. Tokio Correspondent	15,916.—	15,916.—	7,300.95
	<u>132,952.—</u>	<u>132,952.—</u>	<u>82,613.05</u>
Less: Lump-sum reduction	10,000.—	10,000.—	—
NET TOTAL	<u>122,952.—</u>	<u>122,952.—</u>	<u>82,613.05</u>

SUB-SCHEDULE C TO CHAPTER III, ITEM II (VI). — *Frais de Représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	23,790.40
Deputy Secretary-General	25,000.—	25,000.—	21,651.75
Three Under-Secretaries-General	30,000.—	30,000.—	18,482.15
Director of the Information Section	3,600.—	3,600.—	3,600.—
	<u>133,600.—</u>	<u>133,600.—</u>	<u>117,524.30</u>

SUB-SCHEDULE D TO CHAPTER III, ITEM 13 (c) (b). — *General Office Expenses, Cables, Telegrams, etc.*

(a) General Services and Internal Administrative Services	29,600.—	55,600.—	53,772.75
(b) Minorities	800.—	800.—	61.25
(c) Financial Section	7,400.—	5,025.—	4,080.75
(d) Economic Relations	2,400.—	2,400.—	1,669.90
(e) Mandates	750.—	4,675.—	2,845.30
(f) Transit	2,700.—	1,700.—	1,029.45
(g) Health	11,500.—	17,150.—	16,618.45
(h) Opium	1,800.—	1,800.—	1,603.40
(i) Social	400.—	600.—	513.65
(j) Reduction of Armaments	250.—	250.—	243.65
(k) Intellectual Co-operation	2,900.—	2,900.—	2,338.55
(l) Slavery	350.—	500.—	441.45
(m) European Union	4,500.—	4,500.—	—
	<u>65,350.—</u>	<u>97,900.—</u>	<u>85,218.55</u>

Sub-Schedules (Special Organisations).

SUB-SCHEDULE A. — *Minorities Questions.*

1. Salaries	207,465.—	206,365.—	169,912.10
2. Travelling expenses	19,050.—	17,050.—	2,153.80
3. Printing	5,000.—	5,000.—	346.15
4. Cables, telegrams and long-distance telephones	800.—	800.—	61.25
5. Miscellaneous expenses	1,250.—	1,250.—	1,176.25
	<u>233,565.—</u>	<u>230,465.—</u>	<u>173,649.55</u>

SUB-SCHEDULE B. — *Financial Section and Economic Intelligence Service.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
A. GENERAL SERVICES :			
1. Conferences (and preparatory work)	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc..	90,000.—	90,000.—	67,128.75
(b) Printing for Committees	15,000.—	15,000.—	7,954.20
3. Administrative expenses:			
(a) Salaries	692,284.—	692,284.—	652,264.65
(b) Travelling expenses	31,500.—	41,500.—	39,713.25
(c) Printing and publishing	120,000.—	120,000.—	116,778.35
(d) Cables, telegrams, etc.	7,400.—	5,025.—	4,080.75
4. Miscellaneous and unforeseen expenses . . .	4,100.—	4,100.—	3,286.—
5. Printing of " Banking and Monetary Laws ":			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	1,428.20	1,428.20	1,428.20
6. Expenses of the Fiscal Committee in its study of international taxation problems:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	10,241.55	10,241.55	10,241.55
7. Promotion of analytical research work:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	102,677.75	102,677.75	102,677.75
Gross expenditure	1,074,631.50	1,082,256.50	1,005,553.45
B. NUTRITION :			
1. Sessions of Committees and Sub-Committees	55,900.—	36,200.—	29,599.50
2. Printing for Committees	10,000.—	6,700.—	647.65
3. Temporary staff	14,100.—	14,100.—	7,184.40
Gross expenditure	1,154,631.50	1,139,256.50	1,042,985.—
<i>Deduct: Appropriations-in-aid:</i>			
Contribution towards the cost of printing of " Banking and Monetary Laws "	1,428.20	1,428.20	1,428.20
Contribution towards the expenses of the Fiscal Committee in its study of international taxation problems	10,241.55	10,241.55	10,241.55
Contribution towards the cost of promotion of analytical research work	102,677.75	102,677.75	102,677.75
Net expenditure	1,040,284.—	1,024,909.—	928,637.50

SUB-SCHEDULE C. — *Section of Economic Relations.*

1. Conferences (and preparatory work)	18,000.—	9,000.—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	87,000.—	106,000.—	95,804.55
(b) Printing for Committees	22,000.—	22,000.—	12,736.75
Carried forward	127,000.—	137,000.—	108,541.30

SUB-SCHEDULE C. — *Section of Economic Relations* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	127,000.—	137,000.—	108,541.30
3. Administrative expenses:			
(a) Salaries	264,482.—	264,482.—	234,731.75
(b) Travelling expenses	10,800.—	10,800.—	4,828.55
(c) Cables, telegrams, etc.	2,400.—	2,400.—	1,669.90
(d) Studies, investigations and temporary collaborators	3,000.—	3,000.—	—
4. Miscellaneous and unforeseen expenses . .	2,950.—	2,630.—	1,597.35
	<hr/> 410,632.—	<hr/> 420,312.—	<hr/> 351,368.85

SUB-SCHEDULE D. — *Mandates.*

1. Sessions of Permanent Mandates Commission	60,990.—	60,990.—	49,530.90
2. Salaries and allowances:			
(a) Salaries of Secretariat	126,698.—	127,498.—	120,345.70
(b) Experts' honorarium	30,000.—	30,000.—	27,500.—
3. Travelling expenses	13,050.—	13,050.—	1,728.65
4. Printing	34,500.—	34,500.—	25,823.50
5. Cables, telegrams and telephones	750.—	4,675.—	2,845.30
6. Documentation, unforeseen contingencies and miscellaneous	1,150.—	600.—	469.10
	<hr/> 267,138.—	<hr/> 271,313.—	<hr/> 228,243.15

SUB-SCHEDULE E. — *Communications and Transit Organisation.*

1. Conferences	23,000.—	12,000.—	—
2. Meetings of the Organisation for Communica- tions and Transit (Sessions of the Advisory and Technical Committee, other commit- tees, sub-committees and special Confe- rences) and technical work of experts .	70,000.—	70,000.—	30,369.45
3. Printing of documents:			
(a) For the meetings and other work under sub-head 2	8,000.—	8,000.—	7,207.75
(b) Collection and exchange of information regarding communications and tran- sit (including miscellaneous ex- penses).	6,000.—	6,000.—	5,586.90
4. Settlement of disputes referred to the Com- mittee and examination of similar questions submitted to the Committee by the Council	20,000.—	20,000.—	—
5. Salaries	224,585.—	224,585.—	184,133.65
6. Travelling expenses	19,450.—	19,450.—	7,268.35
7. Cablegrams, telegrams and long-distance tele- phone communications and miscellaneous.	3,500.—	2,820.—	2,130.35
	<hr/> 374,535.—	<hr/> 362,855.—	<hr/> 236,696.45

SUB-SCHEDULE F. — *International Health Organisation.*

	Original Appropriation			Appropriation as modified by transfer			Actual Expenditure		
	League vote	Grants	Total	League vote	Grants	Total	League vote	Grants	Total
I. Health Committee, Secretariat and General Work of the Organisation :									
1. Sessions of the Health Committee	27,500.—	—	27,500.—	43,500.—	—	43,500.—	32,365.25	—	32,365.25
2. Salaries of the Health Section	306,253.—	—	306,253.—	306,253.—	—	306,253.—	300,569.25	—	300,569.25
3. Travelling expenses	24,600.—	—	24,600.—	32,100.—	—	32,100.—	17,933.60	—	17,933.60
4. General printing and documentation	3,500.—	—	3,500.—	3,500.—	—	3,500.—	2,323.55	—	2,323.55
5. Cables, telegrams and telephones	11,500.—	—	11,500.—	17,150.—	—	17,150.—	16,618.45	—	16,618.45
6. Miscellaneous petty expenses and unforeseen contingencies	1,700.—	—	1,700.—	1,100.—	—	1,100.—	764.90	—	764.90
	375,053.—	—	375,053.—	403,603.—	—	403,603.—	370,575.—	—	370,575.—
II. Intelligence, Technical and Research Work of the Organisation :									
1. Technical Committees and Sub-Committees, conferences, missions, work of experts, and collective and individual studies	223,667.—	—	223,667.—	215,667.—	—	215,667.—	211,768.25	—	211,768.25
Rockefeller Grant	—	30,128.—	38,109.55	—	63,119.60	71,101.15	—	59,843.90	67,825.45
Additional Grant—unexpended balance in 1936 . .	—	7,981.55							
2. Salaries of the special technical staff:									
Rockefeller Grant	—	229,872.—	229,872.—	—	184,602.—	184,602.—	—	184,600.50	184,600.50
3. Publications, printing and documentation	76,450.—	—	76,450.—	76,450.—	—	76,450.—	65,492.50	—	65,492.50
Rockefeller Grant	—	—	—	—	—	—	—	—	—
4. Cables and telegrams: Rockefeller Grant	—	8,000.—	8,000.—	—	11,500.—	11,500.—	—	9,931.65	9,931.65
5. Contribution to Eastern Bureau	133,000.—	—	133,000.—	133,000.—	—	133,000.—	133,000.—	—	133,000.—
Rockefeller Grant	—	20,000.—	36,634.45	—	40,778.40	57,412.85	—	40,773.85	57,408.30
Additional Grant—unexpended balance in 1936 . .	—	16,634.45							
	433,117.—	312,616.—	745,733.—	425,117.—	324,616.—	749,733.—	410,260.75	319,765.90	730,026.65
III. Expenses in connection with a system of liaison between the various national health services									
Rockefeller grant	71,000.—	—	71,000.—	63,000.—	—	63,000.—	55,189.40	—	55,189.40
	—	12,000.—	12,000.—	—	—	—	—	—	—
	71,000.—	12,000.—	83,000.—	63,000.—	—	63,000.—	55,189.40	—	55,189.40
Summary :									
I. Health Committee, Secretariat and General Work of the Organisation	375,053.—	—	375,053.—	403,603.—	—	403,603.—	370,575.—	—	370,575.—
II. Intelligence, Technical and Research Work of the Organisation	433,117.—	312,616.—	745,733.—	425,117.—	324,616.—	749,733.—	410,260.75	319,765.90	730,026.65
III. Creation of a system of liaison between the various national health services	71,000.—	12,000.—	83,000.—	63,000.—	—	63,000.—	55,189.40	—	55,189.40
Add: Appreciation on dollar income expressed in Swiss francs. .	879,170.—	324,616.—	1,203,786.—	891,720.—	324,616.—	1,216,336.—	836,025.15	319,765.90	1,155,791.05
	—	136,343.75	136,343.75	—	136,343.75	136,343.75	—	—	—
	879,170.—	460,959.75	1,340,129.75	891,720.—	460,959.75	1,352,679.75	836,025.15	319,765.90	1,155,791.05

SUB-SCHEDULE G. — *Supervision of Opium Traffic.*

	Original Appropriation	Appropriation as modified by transfers	Actual expenditure
1. Salaries	226,012.—	226,012.—	209,725.60
2. Travelling expenses	7,300.—	7,300.—	2,906.70
3. Control of Traffic in Opium and Other Dangerous Drugs:			
(i) (a) Sessions of the Advisory Committee	5,500.—	1,700.—	1,688.20
(b) Sessions of Sub-Committees	1,500.—	—	—
(c) Experts	2,000.—	500.—	420.65
(ii) Printing and documentation of the Committee	22,000.—	32,800.—	28,869.50
(iii) Cables, telegrams and miscellaneous	500.—	750.—	570.30
(iv) Conference for the drawing-up of a Convention for international co-operation in the suppression of the illicit traffic	—	—	—
(v) Preparatory work and printing for a future Conference on the limitation of raw materials.	13,500.—	13,500.—	3,781.40
4. Supervisory Body set up under the Limitation Convention of 1931:			
(i) Travelling expenses and subsistence allowances of the four members	9,300.—	6,900.—	6,883.30
(ii) Printing	6,500.—	8,900.—	7,931.10
(iii) Travelling expenses of the Secretariat	2,000.—	2,000.—	849.—
(iv) Cables	1,500.—	1,250.—	1,167.60
(v) Miscellaneous and unforeseen	300.—	300.—	83.30
	<u>297,912.—</u>	<u>301,912.—</u>	<u>264,876.65</u>

SUB-SCHEDULE H. — *Social Questions (Suppression of Traffic in Women and Protection of Children, etc.).*

1. Salaries	107,674.—	107,674.—	84,223.70
2. Travelling expenses.	10,050.—	10,050.—	5,525.15
3. Advisory Committee on Social Questions.			
(a) Sessions of the Committee and Sub-Committees	18,300.—	17,300.—	7,065.15
(b) Printing, documentation and Information Centre	13,000.—	12,600.—	6,942.80
4. Cables, telegrams and miscellaneous	600.—	800.—	514.60
5. Penal administration (printing)	350.—	350.—	—
6. Assistance to indigent foreigners and execution of maintenance obligations abroad (printing)	900.—	1,300.—	1,278.35
7. Other Social Questions entrusted to the Section, and unforeseen contingencies	500.—	300.—	115.20
8. Conference of authorities in Eastern countries entrusted with the suppression of traffic in women	67,000.—	67,000.—	63,235.70
	<u>218,374.—</u>	<u>217,374.—</u>	<u>168,900.65</u>

SUB-SCHEDULE I. — *Reduction of Armaments.*

I Secretariat:

1. Salaries	257,916.—	258,316.—	249,444.45
2. Travelling expenses	10,900.—	12,400.—	8,136.85
<i>Carried forward</i>	<u>268,816.—</u>	<u>270,716.—</u>	<u>257,581.30</u>

SUB-SCHEDULE I. — *Reduction of Armaments* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	268,816.—	270,716.—	257,581.30
II. <i>Permanent Advisory Commission:</i>			
1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	—
3. Cables, telegrams and unforeseen expenses	500.—	500.—	409.65
III. <i>Investigations</i>	180,000.—	180,000.—	—
IV. <i>Armaments statistical year-books.</i>	33,000.—	33,000.—	21,713.65
V. <i>Conference on the Reduction and Limitation of Armaments and further expenses arising therefrom and/or Organ to be set up by the Conference on the Reduction and Limita- tion of Armaments.</i>	500,000.—	500,000.—	5,127.15
	<u>983,816.—</u>	<u>985,716.—</u>	<u>284,831.75</u>

SUB-SCHEDULE J. — *Intellectual Co-operation, International Bureaux, etc.*

A. *Intellectual Co-operation:*

1. Salaries (including the officials who deal with questions relating to Interna- tional Bureaux)	147,970.—	147,970.—	139,890.25
2. Sessions and expenses connected there- with	81,050.—	79,250.—	58,256.45
3. Travelling expenses	15,400.—	15,400.—	5,543.45
4. Printing:			
(a) Ordinary	4,000.—	6,800.—	6,043.40
(b) Reprint of the pamphlet <i>Aims, Methods and Activity of the League of Nations</i>	2,000.—	2,000.—	1,455.20
5. <i>Bulletin of League of Nations Teaching</i>	4,000.—	4,000.—	3,875.60
6. Telegrams, telephones, miscellaneous, petty and unforeseen expenses	3,350.—	3,350.—	2,734.10
7. Conference of National Committees on Intellectual Co-operation	8,000.—	8,000.—	4,576.25

B. *International Bureaux and Miscellaneous Questions:*

1. English edition of the <i>Handbook of International Organisations</i>	6,500.—	7,500.—	6,826.65
2. <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	6,500.—	6,259.05
3. Miscellaneous	1,500.—	1,500.—	58.05
	<u>279,270.—</u>	<u>282,270.—</u>	<u>235,518.45</u>

SUB-SCHEDULE K. — *Slavery.*

1. Session of the Committee	10,580.—	10,580.—	4,738.55
2. Salaries	10,950.—	10,950.—	10,852.45
3. Travelling expenses of the Secretariat	2,500.—	2,500.—	219.80
4. Printing	5,500.—	5,500.—	4,002.25
5. Telegrams and telephones	350.—	500.—	441.45
6. Documentation, miscellaneous and unforeseen	650.—	500.—	59.30
	<u>30,530.—</u>	<u>30,530.—</u>	<u>20,313.80</u>

SUB-SCHEDULE L. — *Commission of Enquiry for European Union.*

1. Plenary meetings	10,000.—	10,000.—	—
2. Printing	22,125.—	22,125.—	—
3. Sub-Commissions	24,000.—	24,000.—	—
4. Printing	12,000.—	12,000.—	—
5. Telegrams and travelling expenses	9,000.—	9,000.—	—
6. Committees of experts	60,000.—	60,000.—	—
	<u>137,125.—</u>	<u>137,125.—</u>	<u>—</u>

SCHEDULE TO PART IV. — *Permanent Central Opium Board.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of the Board	39,720.—	34,020.—	18,216.35
2. Secretariat of the Board	69,338.—	74,438.—	69,153.—
3. Printing and documentation.	13,000.—	13,000.—	8,645.40
4. Travelling and removal expenses	1,500.—	1,500.—	527.35
5. Telegrams, telephones and miscellaneous	950.—	1,550.—	1,322.85
	<u>124,508.—</u>	<u>124,508.—</u>	<u>97,864.95</u>

SCHEDULE TO PART VI. — *Buildings at Geneva.*

Occupation of New Buildings	—	—	—
<i>Appropriation-in-aid:</i>			
<i>Occupation of New Buildings: Unexpended balances of 1935 and 1936.</i>	241,894.65	241,894.65	241,894.65
	<u>241,894.65</u>	<u>241,894.65</u>	<u>241,894.65</u>
<i>Deduct: Appropriation-in-aid:</i>			
Unexpended balances of 1935 and 1936.	241,894.65	241,894.65	241,894.65
	<u>—</u>	<u>—</u>	<u>—</u>

SCHEDULE TO PART VII. — *Pensions.*

I. Contribution to the Pension Fund	1,751,677.—	1,751,677.—	1,697,168.55
II. Administration of the Fund:			
(a) Salaries	51,050.—	51,050.—	51,042.25
(b) Administrative Board (travelling ex- penses, etc.)	9,000.—	9,000.—	8,495.45
(c) Valuation of the Fund by an Actuary	5,000.—	5,000.—	3,970.—
(d) Medical expenses	2,000.—	2,000.—	151.75
(e) Miscellaneous expenses and unforeseen	500.—	500.—	321.50
	<u>1,819,227.—</u>	<u>1,819,227.—</u>	<u>1,761,149.50</u>
<i>Less: Proportionate share from States non-members of the League in contri- bution to the Pensions Fund in respect of officials of the International Labour Office</i>	132,402.—	132,402.—	133,399.60
	<u>1,686,825.—</u>	<u>1,686,825.—</u>	<u>1,627,749.90</u>

SCHEDULE TO PART VIII. — *Settlement of the Assyrians of Iraq.*

Budgetary vote	300,000.—	300,000.—	140,160.75
<i>Appropriation-in-aid:</i>			
<i>Contributions from the Governments of Iraq and the United Kingdom.</i>	564,888.62	564,888.62	564,888.62
	<u>864,888.62</u>	<u>864,888.62</u>	<u>705,049.37</u>
<i>Deduct: Appropriation-in-aid:</i>			
Contribution from the Governments of Iraq and the United Kingdom	564,888.62	564,888.62	564,888.62
	<u>300,000.—</u>	<u>300,000.—</u>	<u>140,160.75</u>

II. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.

(In gold francs as adopted by the League of Nations.)

Working Capital Fund		5,287,140.86
Guarantee Fund	2,296,199.74	
<i>Less</i> Advances to the Permanent Court of International Justice	18,947.30	2,277,252.44
Reserve Fund		6,472,766.23
Renovation Fund		707,306.53
Depreciation Reserve :		
<i>Wireless Station</i>	1,441,379.24	
<i>Library (books)</i>	1,481,199.97	
<i>Library (shelving)</i>	173,599.68	3,096,178.89
Library Endowment Fund:		
Investments Reserve Fund.		148,529.62
Extra-budgetary Accounts: ¹		
Contribution from the Rockefeller Founda- tion towards the expenses of the print- ing of <i>Banking and Monetary Laws</i> (3,541.05 Swiss francs)	2,504.59	
Contribution from the Rockefeller Founda- tion towards the expenses of the Fiscal Committee in its study of international taxation problems (30,772.60 Swiss francs)	21,765.65	
Contribution from the Rockefeller Founda- tion towards analytical research work (58,984.25 Swiss francs)	41,719.93	
Grants from the International Health Divi- sion of the Rockefeller Foundation (141,193.85 Swiss francs)	99,867.32	
Gift for Malaria research in Greece (3,001.75 Swiss francs)	2,123.14	
Gift from the Egyptian Government (348.55 Swiss francs)	246.52	
Gift to the Child Welfare Committee (3,190.— Swiss francs)	2,256.29	
Contribution from private individuals in the U.S.A. for a publication on Legal Aid to the Poor (32,636.65 Swiss francs). . .	23,084.10	
Revolving fund for special publications (8,721.80 Swiss francs)	6,168.97	
Fund for maintenance and operating expenses of Wireless Station (1,364,294.43 Swiss francs)	964,974.37	
<i>Carried forward</i>	1,164,710.88	17,989,174.57

¹ See explanatory memorandum, page 50.

OF THE SECRETARIAT AS AT DECEMBER 31st, 1937.

ASSETS.

Property at Geneva :	(In gold francs as adopted by the League of Nations.)	
Estate Account (2,367,056.— Swiss francs)	1,903,136.85	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date (33,662,729.78 Swiss francs)	31,289,496.32	
Library: Building Fund Account: amount expended to date (4,788,439.65 Swiss francs)	4,600,500.99	
	<hr/>	37,793,134.16
 Wireless Station:		
Total cost of the station (2,327,559.40 Swiss francs)	2,327,559.40	
Additional installation (160,704.30 Swiss francs)	136,716.69	
	<hr/>	2,464,276.09
 Library Endowment Fund:		
Amount expended to date (336,834.10 Swiss francs)		328,933.56
 Capital Account.		
<i>Furniture, fittings, typewriters, etc.:</i>		
Amount expended to date (1,809,522.78 Swiss francs)	1.-	
 <i>Library (books):</i>		
Amount expended to date (1,512,817.74 Swiss francs)	1,481,199.97	
 <i>Library (shelving):</i>		
Amount expended to date (177,021.53 Swiss francs)	173,599.68	
	<hr/>	1,654,800.65
 Sundry Debtors — States Members :		
Secretariat allocation	1,014,803.63	
Payable to Reserve Fund.	7,809,008.45	
Payable to special fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	141,187.30	
	<hr/>	8,964,999.38
 Extra-budgetary and Suspense Accounts as per contra		
		4,011,632.27
 Working Capital Fund:		
Recoverable advances		298,215.38
		<hr/>
<i>Carried forward</i>		55,515,991.49

LIABILITIES (*continued*).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>	1,164,710.88	17,989,174.57
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company (3,182.15 Swiss francs)	2,250.75	
Saar Territory Plebiscite Account (414,063.85 Swiss francs)	292,870.05	
Work of the Saar Governing Commission (59,682.90 Swiss francs)	42,214.10	
Donation from the Administrative Board of the Carnegie Foundation (52,490.35 Swiss francs)	37,126.76	
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier (20,294.20 Swiss francs)	14,354.21	
Settlement of the Assyrians of Iraq (181,941.10 Swiss francs)	128,688.11	
Léon Bernard Fund (14,101.25 Swiss francs).	9,993.90	
	<hr/>	1,692,208.76
Suspense Accounts: ¹		
Building Annuity (1,375,000.—Swiss francs).	972,546.48	
Gift by the Woodrow Wilson Foundation (91,741.— Swiss francs)	64,889.01	
Contributions from non-member States (100,380.50 Swiss francs)	71,000.—	
Contributions from States Members (226,472.70 Swiss francs)	160,185.64	
Occupation of New Buildings: Unexpended balance of 1935 and 1936 (402,399.55 Swiss francs)	284,577.39	
Extension of the Building of the International Labour Office (287,739.80 Swiss francs)	203,520.25	
Paris Exhibition of 1937 (8,773.65 Swiss francs)	6,205.65	
High Commissioner at Danzig (46,883.15 Swiss francs)	33,160.76	
Technical collaboration with China: Scheme of anti-epidemic action (739,903.15 Swiss francs)	523,338.33	
	<hr/>	2,319,423.51
BALANCE being excess of Assets over Liabilities as at December 31st, 1937		4,011,632.27
		59,083,129.20
		<hr/> <hr/>
		81,083,936.04

¹ See explanatory memorandum, page 52.

ASSETS (continued).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>		55,515,991.49
Cash at Bank and U.S.A. Treasury bills (including cash advances):		
Building Fund: Secretariat and Assembly Hall (2,263,482.50 Swiss francs)	1,600,975.95	
Library: Building Fund (1,377,253.30 Swiss francs)	974,140.25	
Library Endowment Fund (including investments) (1,928,797.34 Swiss francs)	1,572,032.91	
Working Capital Fund (7,053,413.55 Swiss francs)	4,988,925.48	
Guarantee Fund (3,219,611.75 Swiss francs)	2,277,252.44	
Reserve Fund (9,151,288.65 Swiss francs)	6,472,766.23	
Renovation Fund (1,000,000.— Swiss francs)	707,306.53	
Estate Account:		
Balance Capital Account (1,415,000.— Swiss francs)	1,000,838.74	
Revenue Account (46,464.75 Swiss francs)	32,864.81	
Balance Cash Surplus in respect of the Eighteenth Financial Period (2,651,459.15 Swiss francs)	1,875,394.37	
Special Contributions account set up under the terms of the 1936 Assembly resolution (790,711.49 Swiss francs)	559,275.40	
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies (2,983,444.50 Swiss francs)	2,110,209.78	
Secretariat Cash Surplus in respect of the Nineteenth Financial Period (1,973,630.39 Swiss francs)	1,395,961.66	
	<hr/>	25,567,944.55

81,083,936.04

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

LIABILITIES (*continued*).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>	1,164,710.88	17,989,174.57
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company (3,182.15 Swiss francs)	2,250.75	
Saar Territory Plebiscite Account (414,063.85 Swiss francs)	292,870.05	
Work of the Saar Governing Commission (59,682.90 Swiss francs)	42,214.10	
Donation from the Administrative Board of the Carnegie Foundation (52,490.35 Swiss francs)	37,126.76	
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier (20,294.20 Swiss francs)	14,354.21	
Settlement of the Assyrians of Iraq (181,941.10 Swiss francs)	128,688.11	
Léon Bernard Fund (14,101.25 Swiss francs).	9,993.90	
	<hr/>	1,692,208.76
Suspense Accounts:¹		
Building Annuity (1,375,000.—Swiss francs).	972,546.48	
Gift by the Woodrow Wilson Foundation (91,741.— Swiss francs)	64,889.01	
Contributions from non-member States (100,380.50 Swiss francs)	71,000.—	
Contributions from States Members (226,472.70 Swiss francs)	160,185.64	
Occupation of New Buildings: Unexpended balance of 1935 and 1936 (402,399.55 Swiss francs)	284,577.39	
Extension of the Building of the International Labour Office (287,739.80 Swiss francs)	203,520.25	
Paris Exhibition of 1937 (8,773.65 Swiss francs)	6,205.65	
High Commissioner at Danzig (46,883.15 Swiss francs)	33,160.76	
Technical collaboration with China: Scheme of anti-epidemic action (739,903.15 Swiss francs)	523,338.33	
	<hr/>	2,319,423.51
BALANCE being excess of Assets over Liabilities as at December 31st, 1937		4,011,632.27
		<hr/>
		59,083,129.20
		<hr/>
		81,083,936.04
		<hr/> <hr/>

¹ See explanatory memorandum, page 52.

ASSETS (continued).

(In gold francs as adopted by the League of Nations.)

<i>Brought forward</i>		55,515,991.49
Cash at Bank and U.S.A. Treasury bills (including cash advances):		
Building Fund: Secretariat and Assembly Hall (2,263,482.50 Swiss francs)	1,600,975.95	
Library: Building Fund (1,377,253.30 Swiss francs)	974,140.25	
Library Endowment Fund (including investments) (1,928,797.34 Swiss francs)	1,572,032.91	
Working Capital Fund (7,053,413.55 Swiss francs)	4,988,925.48	
Guarantee Fund (3,219,611.75 Swiss francs)	2,277,252.44	
Reserve Fund (9,151,288.65 Swiss francs)	6,472,766.23	
Renovation Fund (1,000,000.— Swiss francs)	707,306.53	
Estate Account:		
Balance Capital Account (1,415,000.— Swiss francs)	1,000,838.74	
Revenue Account (46,464.75 Swiss francs)	32,864.81	
Balance Cash Surplus in respect of the Eighteenth Financial Period (2,651,459.15 Swiss francs)	1,875,394.37	
Special Contributions account set up under the terms of the 1936 Assembly resolution (790,711.49 Swiss francs)	559,275.40	
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies (2,983,444.50 Swiss francs)	2,110,209.78	
Secretariat Cash Surplus in respect of the Nineteenth Financial Period (1,973,630.39 Swiss francs)	1,395,961.66	
	<hr/>	25,567,944.55

81,083,936.04

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

**III. — CASH ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD
ENDED DECEMBER 31st, 1937.**

RECEIPTS.		PAYMENTS.	
	Gold francs	Swiss francs	Swiss francs
<i>To Contributions from Nations:</i>			
Arrears	1,256,495.26		
Consolidated contributions Nineteenth Financial Period: Budget account . .	128,954.53		
	12,724,830.26		
	<u>14,110,280.05</u>	19,949,313.93	
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies .	2,559,717.03	3,618,964.25	
	<u>16,669,997.08</u>	<u>23,568,278.18</u>	
<i>To Appropriations-in-Aid:</i>			
Miscellaneous receipts . .	340,410.70		
Chapter IV . .	434,113.40		
Chapter VII . .	51,784.45		
	<u>826,308.55</u>		
Buildings at Geneva	241,894.65		
Pensions	133,399.60		
Settlement of the Assyrians of Iraq	564,888.62		
	<u>25,334,769.60</u>		
			13,107,045.25
			97,864.95
			394,197.—
			1,824,178.90
			1,761,149.50
			705,049.37
			54,936.95
			218,258.75
			14,452.10
			94,131.10
			368,275.95
			158,660.60
			788,782.80
			<u>19,586,983.22</u>
			790,711.49
			2,983,444.50
			<u>1,973,630.39</u>
			<u>25,334,769.60</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

**IV. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL.**

(See Budget Account, page 25, and Section V, A, below.)

**V. — UNFORESEEN EXPENDITURE, TRANSFERS, EXTRA-BUDGETARY
AND SUSPENSE ACCOUNTS.**

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the Council with reference to: (a) any recoverable advances made from the Working Capital Fund; and (b) any advances originally thought to be recoverable and ultimately considered by the Council to be irrecoverable; and of the competent authority with reference to: (c) any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and (d) any transfers made in the budget.”

The present memorandum also includes for the sake of completeness a list of internal transfers approved by the Secretary-General, and of adjustments between sections of general items.

**A. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY
BY SPECIAL RESOLUTION OF THE COUNCIL.**

Extracts from Reports and Resolutions taken by the Council during the Years 1936 and 1937.

(a) Political Expenditure.

1. *Complaint from Certain Former Officials of the Saar Governing Commission.*

“ The representative of France proposed yesterday that, on grounds of equity, a lump sum should be paid to the five ex-officials of the Saar Governing Commission. He added that, in his view, 5,000 Swiss francs each would be a suitable compensation.

“ To put this proposal into effect, I venture to suggest to the Council that the sum in question—the payment of which is to be regarded as one of the last consequences of the political liquidation of the Saar question—be paid to the officials and charged to Item 2 (c), Chapter I, of the budget, under which the Council is to have sufficient funds at its disposal to enable it to meet any political contingencies that may arise during the year.

“ If the Council accepts this suggestion, therefore, I propose that it authorises the Secretary-General to pay the five persons concerned indemnities totalling 25,000 Swiss francs chargeable to Item 2 (c), Chapter I (‘ Unforeseen expenditure ’), of the budget.”

(93rd Session, Minute 3798.)

2. *Question of Alexandretta and Antioch.*

“ The Council:

“ Authorises the Secretary-General, under Article 33 of the Financial Regulations, to draw, if necessary, upon the Working Capital Fund, up to a maximum of 48,000 Swiss francs, for the sums necessary to cover the expenditure involved by the new mission of the three observers from February 1st to March 15th, 1937, it being understood that any sums thus advanced for expenditure incurred as from February 1st shall be refunded to the League by the French and Turkish Governments, in equal proportions;

“ Requests the Secretary-General to provide the observers with the necessary secretarial staff;

" Authorises the Secretary-General to charge the expenses of the Committee of Experts, provided for in the above report, including those of any consultations which may prove to be necessary, to Item 2 (c) (i), of the budget for 1937 (' Unforeseen expenditure, Political '), up to a maximum of 25,000 Swiss francs."

(96th Session, Minute 3875.)

3. *Free City of Danzig: Salary of the High Commissioner.*

" The Council decides, as from July 1st and until the end of the current financial year, to charge to item 2 (c) (i): ' Unforeseen expenditure: Political expenditure ', the salary of the High Commissioner of the League of Nations in Danzig, amounting to 72,000 Swiss francs per annum."

(97th Session, Minute 3914.)

B. TRANSFERS APPROVED BY THE COUNCIL.

Paragraph I of Article 29 of the Regulations for the Financial Administration of the League of Nations reads as follows:

" Transfers from one item to another of the same chapter of the budget may be effected by special resolutions of the competent authority. Such resolutions shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session."

1. *May 25th, 1937.*

" The Council decides to make the following transfer within Chapter III of the budget for 1937: 25,000 Swiss francs from Item 11: ' Salaries, Wages and Allowances ' to Item 14: ' Printing '."

(97th Session, Minute 3886.)

Items of the budget modified by this transfer:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 11. — SALARIES, WAGES AND ALLOWANCES.					
I. General Organisation:					
14.	Political Section	348,261.—	—	10,000.—	338,261.—
15.	Information Section	572,268.—	—	15,000.—	557,268.—
Item 14. — PRINTING.					
A. General:					
(c)	Information Section	20,000.—	18,600.—	—	38,600.—
(i)	Purchase of films and photographs	6,000.—	6,400.—	—	12,400.—
		<u>946,529.—</u>	<u>25,000.—</u>	<u>25,000.—</u>	<u>946,529.—</u>

2. *September 29th, 1937.*

" The Council authorises the following transfer within Chapter I of the budget for 1937: 20,000 Swiss francs from Item 3: ' Conferences ' to Item 1: ' Assembly '."

(99th Session, Minute 3951.)

Items of the budget modified by this transfer:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 1. — ASSEMBLY.					
5.	Special printing	128,000.—	13,000.—	—	141,000.— ¹
9.	Incidental expenses	24,000.—	7,000.—	—	31,000.— ¹
	<i>Carried forward</i>	<u>152,000.—</u>	<u>20,000.—</u>	<u>—</u>	<u>172,000.—</u>

¹ See page 45: C. Internal Transfers approved by the Secretary-General.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward</i>	152,000.—	20,000.—	—	172,000.—
Item 3. — CONFERENCES.					
A. Sessions:					
(a)	Economic Relations	12,000.—	—	9,000.—	3,000.—
(e)	Transit	15,000.—	—	11,000.—	4,000.—
		<u>179,000.—</u>	<u>20,000.—</u>	<u>20,000.—</u>	<u>179,000.—</u>

C. INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL.

The following internal transfers were approved by the Secretary-General:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 1. — SESSION OF THE ASSEMBLY:					
1.	Salaries of additional temporary clerical and house staff	57,000.—	8,500.—	10,250.—	55,250.—
2.	Overtime payments of permanent staff	4,500.—	—	2,000.—	2,500.—
3.	Travelling expenses and subsistence allowances	8,500.—	500.—	2,000.—	7,000.—
4.	Assembly hall, rent, lighting, heating, etc	—	14,600.—	—	14,600.—
5.	Special printing	141,000.— ¹	—	3,500.—	137,500.—
6.	Cables, telegrams and telephones	2,000.—	800.—	1,900.—	900.—
7.	Supplies and stores	12,000.—	—	2,000.—	10,000.—
8.	Automobile and cyclist service	5,000.—	—	2,000.—	3,000.—
9.	Incidental expenses	31,000.— ¹	750.—	1,500.—	30,250.—
		<u>261,000.—</u>	<u>25,150.—</u>	<u>25,150.—</u>	<u>261,000.—</u>
Item 3. — CONFERENCES:					
A. Sessions:					
(f)	Suppression of Traffic in Women	65,000.—	—	6,000.—	59,000.—
B. Printing for the sessions:					
(e)	Suppression of Traffic in Women	2,000.—	6,000.—	—	8,000.—
		<u>67,000.—</u>	<u>6,000.—</u>	<u>6,000.—</u>	<u>67,000.—</u>
Item 4. — COMMITTEES:					
A. Sessions in respect of:					
(a)	Financial Section and Economic Intelligence Service:				
(ii)	Nutrition	55,900.—	—	19,700.—	36,200.—
(b)	Economic Relations	87,000.—	19,000.—	—	106,000.—
(f)	Opium:				
1.	Advisory Committee	5,500.—	—	3,800.—	1,700.—
2.	Sub-Committees	1,500.—	—	1,500.—	—
3.	Experts	2,000.—	—	1,500.—	500.—
4.	Supervisory Body	9,300.—	—	2,400.—	6,900.—
(g)	Social Questions	18,300.—	—	1,000.—	17,300.—
(i)	Intellectual Co-operation:				
1.	Committees	81,050.—	—	1,800.—	79,250.—
	<i>Carried forward</i>	<u>260,550.—</u>	<u>19,000.—</u>	<u>31,700.—</u>	<u>247,850.—</u>

¹ See page 44: B. Transfers approved by the Council.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward.</i>	260,550.—	19,000.—	31,700.—	247,850.—
B. Printing for the sessions:					
	(b) Financial Section and Economic Intelligence Service:				
	2. Nutrition	10,000.—	700.—	4,000.—	6,700.—
	(f) Opium:				
	1. Advisory Committee	22,000.—	10,800.—	—	32,800.—
	2. Supervisory Body . .	6,500.—	2,400.—	—	8,900.—
	(i) Intellectual Co-operation . .	4,000.—	2,800.—	—	6,800.—
		<u>303,050.—</u>	<u>35,700.—</u>	<u>35,700.—</u>	<u>303,050.—</u>

Chapter II.

Item 6. — INTERNATIONAL HEALTH ORGANISATION:

(b) Liaisons between the various National Health Services	71,000.—	—	8,000.—	63,000.—
(c) Investigations, technical enquiries and special studies	140,467.—	8,000.—	—	148,467.—

Item 8. — CORRESPONDENTS AND TEMPORARY COLLABORATORS:

(a) Correspondents	70,000.—	—	14,000.—	56,000.—
(b) Temporary collaborators	40,000.—	14,000.—	—	54,000.—
	<u>321,467.—</u>	<u>22,000.—</u>	<u>22,000.—</u>	<u>321,467.—</u>

Chapter III.

Item 11. — SALARIES, WAGES AND ALLOWANCES OF THE SECRETARIAT:

I. General Organisation:

12. Central Section	73,766.—	1,150.—	—	74,916.—
13. Attached to Principal Officers	117,690.—	5,000.—	—	122,690.—
16. Legal Adviser's Branch	313,299.—	—	9,250.—	304,049.—
17. Treasury:				
Internal Control Office	82,060.—	500.—	—	82,560.—
18. Library	241,744.—	4,000.—	—	245,744.—

II. Internal Administrative Services:

3. Internal Service:				
v. Temporary staff	304,997.—	—	17,500.—	287,497.—
4. Supplies Service	23,083.—	800.—	—	23,883.—
6. Distribution:				
(ii) Mailing Service	34,700.—	200.—	—	34,900.—

III. Special Organisations:

1. Minorities Section	207,465.—	—	1,100.—	206,365.—
4. Mandates Section:				
(a) Mandates	156,698.—	800.—	—	157,498.—
9. Reduction of Armaments Section	57,916.—	400.—	—	258,316.—

<i>Carried forward</i>	1,813,418.—	12,850.—	27,850.—	1,798,418.—
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Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward</i>	1,813,418.—	12,850.—	27,850.—	1,798,418.—
IV. Temporary engagements, etc.:					
	1. Temporary engagements, replacements, miscellaneous allowances (special languages, night and Sunday duty, family allowances, etc.)	133,450.—	5,000.—	—	138,450.—
	2. Overtime, temporary engagements, family allowances for House Staff with the exception of the temporary staff provided for under II, 3, V above)	20,000.—	10,000.—	—	30,000.—
		<u>1,966,868.—</u>	<u>27,850.—</u>	<u>27,850.—</u>	<u>1,966,868.—</u>
Item 12. — STAFF EXPENSES:					
	(c) Special staff charges:				
	(a) Indemnities	40,000.—	31,500.—	18,800.—	52,700.—
	(c) Contribution to Sickness Insurance Association	21,600.—	5,900.—	—	27,500.—
	(d) Fidelity Guarantee	3,500.—	400.—	—	3,900.—
	(f) Recruitment of staff	8,000.—	2,500.—	3,300.—	7,200.—
	(h) Expenses of the Administrative Tribunal	5,000.—	4,300.—	—	9,300.—
	(i) Indemnities granted by the Administrative Tribunal	1,000.—	—	1,000.—	—
	(d) Removal expenses:				
	1. General organisation	60,500.—	5,000.—	—	65,500.— ¹
	3. Financial Section and Economic Intelligence Service	7,500.—	10,000.—	—	17,500.—
	(e) Travelling expenses of officials returning home on leave:				
	1. General organisation	79,500.—	—	15,000.—	64,500.— ¹
	(f) Travelling expenses of families of officials proceeding home on leave	60,000.—	—	21,500.—	38,500.—
		<u>286,600.—</u>	<u>59,600.—</u>	<u>59,600.—</u>	<u>286,600.—</u>
Item 13. — OFFICE EXPENSES.					
	A. Maintenance at Geneva:				
	1. Maintenance				
	(a) Building	56,000.—	—	24,000.—	32,000.—
	(d) Grounds	44,000.—	4,300.—	—	48,300.—
	2. Water rates	7,600.—	1,000.—	—	8,600.—
	3. Light and power	100,000.—	—	33,050.—	66,950.—
	4. Heating	70,000.—	37,000.—	—	107,000.—
	5. Insurance on the building	13,500.—	49,000.—	—	62,500.—
	11. Maintenance of Secretary-General's official residence and grounds	12,000.—	—	2,300.—	9,700.—
	12. Unforeseen	50,000.—	—	49,000.—	1,000.—
	B. Maintenance of branch offices:				
	2. Paris Office:				
	1. Rent and rates	14,924.—	—	5,909.—	9,015.—
	2. Lighting	406.—	203.—	—	609.—
	5. Repairs, etc.	1,827.—	1,549.—	1,507.—	1,869.—
	6. Telephone	2,030.—	812.—	—	2,842.—
	10. Newspapers	30.—	20.—	—	50.—
	12. Removal	3,046.—	5,162.—	330.—	7,878.—
	<i>Carried forward</i>	<u>375,363.—</u>	<u>99,046.—</u>	<u>116,096.—</u>	<u>358,313.—</u>

¹ See page 49: D. Adjustments between Sections of General Items.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward</i>				
3.	Rome Office:	375,363.—	99,046.—	116,096.—	358,313.—
5.	Press Service	1,296.—	1.60	—	1,297.60
6.	Miscellaneous and unforeseen	3,375.—	—	1.60	3,373.40
C. General office expenses:					
(a) Stationery and stationery stores:					
1.	Ordinary	55,000.—	10,000.—	—	65,000.—
2.	Supplies for the Du- plicating Depart- ment	90,000.—	—	25,500.—	64,500.—
(b) Cables, telegrams, long-dist- ance telephone calls:					
1.	General organisation.	29,600.—	26,000.—	—	55,600.—
5.	Mandates	750.—	550.—	—	1,300.— ¹
7.	Health	11,500.—	5,650.—	—	17,150.—
9.	Social	400.—	200.—	—	600.—
12.	Slavery	350.—	150.—	—	500.—
(d)	Freight and carriage.	5,000.—	—	2,645.—	2,355.—
(e)	Newspapers	12,500.—	1,600.—	—	14,100.—
(f)	Subscriptions	17,000.—	1,045.—	—	18,045.—
(i)	Advertising, etc., for tenders	500.—	500.—	—	1,000.—
(j)	Miscellaneous petty cash dis- bursements	1,500.—	1,000.—	—	2,500.—
D. Miscellaneous:					
(iii) Special Organisations:					
4.	Mandates	1,150.—	—	550.—	600.—
6.	Health	1,700.—	—	600.—	1,100.—
8.	Social:				
2.	Other questions	500.—	—	200.—	300.—
11.	Slavery	650.—	—	150.—	500.—
		608,134.—	145,742.60	145,742.60	608,134.—
Item 14. — PRINTING.					
B. Periodicals:					
(a)	<i>Treaty Series</i>	108,000.—	—	10,000.—	98,000.—
(b)	<i>Monthly Summary</i>	65,000.—	8,000.—	—	73,000.—
(h)	<i>Handbook of International Organisations</i>	6,500.—	1,000.—	—	7,500.—
(i)	<i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	1,000.—	—	6,500.—
		185,000.—	10,000.—	10,000.—	185,000.—
Chapter IV.					
THE ROCKEFELLER LIBRARY ENDOWMENT FUND:					
(c)	Periodicals	1,000.—	—	500.—	500.—
(e)	Printing	8,000.—	1,000.—	—	9,000.—
(f)	Equipment	1,000.—	—	500.—	500.—
		10,000.—	1,000.—	1,000.—	10,000.—

¹ See page 50: D. Adjustments between Sections of General Items.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Chapter VII.					
Item 25. — LIBRARY:					
(b)	Binding	25,000.—	500.—	—	25,500.—
(c)	Periodicals.	19,000.—	—	500.—	18,500.—
		<u>44,000.—</u>	<u>500.—</u>	<u>500.—</u>	<u>44,000.—</u>

Part IV.

PERMANENT CENTRAL OPIUM BOARD:

1.	Sessions of the Board	39,720.—	—	5,700.—	34,020.—
2.	Secretariat of the Board	69,338.—	5,100.—	—	74,438.—
5.	Cables, telegrams and miscellaneous	950.—	600.—	—	1,550.—
		<u>110,008.—</u>	<u>5,700.—</u>	<u>5,700.—</u>	<u>110,008.—</u>

D. ADJUSTMENTS BETWEEN SECTIONS OF GENERAL ITEMS.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 4. — COMMITTEES.					
A. Sessions in respect of:					
(e) Health:					
1.	Sessions of the Health Committee	27,500.—	16,000.—	—	43,500.—
2.	Technical Committees	83,200.—	—	16,000.—	67,200.—
B. Printing for the sessions:					
(g) Social Questions:					
1.	Suppression of Traffic in Women	13,000.—	—	400.—	12,600.—
2.	Assistance to Indigent Foreigners	900.—	400.—	—	1,300.—
		<u>124,600.—</u>	<u>16,400.—</u>	<u>16,400.—</u>	<u>124,600.—</u>

Chapter III.

Item 12. — STAFF EXPENSES.

(d) Removal expenses:					
1.	General Organisation	65,500.— ¹	2,000.—	7,500.—	60,000.—
2.	Minorities	4,400.—	—	2,000.—	2,400.—
7.	Health	3,600.—	7,500.—	—	11,100.—
(e) Travelling expenses of officials returning home on leave:					
1.	General Organisation.	64,500.— ¹	—	1,500.—	63,000.—
10.	Reduction of Armaments.	1,900.—	1,500.—	—	3,400.—
		<u>139,900.—</u>	<u>11,000.—</u>	<u>11,000.—</u>	<u>139,900.—</u>

¹ See page 47: C. Transfers between Sections of General Items.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 13. — OFFICE EXPENSES.					
C. General office expenses:					
(b) Cables, telegrams, long-distance telephone calls:					
3.	Financial Section and Economic Intelligence Service	7,400.—	—	2,375.—	5,025.—
5.	Mandates	1,300.— ¹	3,375.—	—	4,675.—
6.	Transit	2,700.—	—	1,000.—	1,700.—
8.	Opium:				
1.	General	300.—	250.—	—	550.—
2.	Supervisory Body	1,500.—	—	250.—	1,250.—
D. Miscellaneous:					
(iii) Miscellaneous expenses of the special organisations:					
3.	Economic Relations	2,950.—	—	320.—	2,630.—
5.	Transit	800.—	320.—	—	1,120.—
		<u>16,950.—</u>	<u>3,945.—</u>	<u>3,945.—</u>	<u>16,950.—</u>

Chapter IV.

Item 18. — INTERNATIONAL HEALTH ORGANISATION (*Rockefeller Foundation*):

(a)	Technical Committees and Sub-Committees, conferences, missions, work of experts and collective and individual studies	30,128.—	38,000.—	5,008.40	63,119.60
(b)	Salaries of the special technical staff (and assistants)	229,872.—	—	45,270.—	184,602.—
(c)	Cables and telegrams	8,000.—	3,500.—	—	11,500.—
(d)	Contribution to Eastern Bureau	20,000.—	20,778.40	—	40,778.40
(e)	Expenses in connection with a system of liaison between the various National Health Services	12,000.—	—	12,000.—	—
		<u>300,000.—</u>	<u>62,278.40</u>	<u>62,278.40</u>	<u>300,000.—</u>

E. EXTRA-BUDGETARY ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1937.

1. *Contribution from the Rockefeller Foundation towards the Expenses of the Printing of "Banking and Monetary Laws".*

At a session held in September 1929, the Council accepted a gift of 200,000 Swiss francs from the Rockefeller Foundation for the printing and publication of "Banking and Monetary Laws". As at December 31st, 1937, an amount of 36,180 Swiss francs had been received, against which expenditure has been incurred to an extent of 32,638.95 Swiss francs. The amount of 3,541.05 Swiss francs represents the unexpended balance.

2. *Contribution from the Rockefeller Foundation towards the Expenses of the Fiscal Committee in its Study of International Taxation Problems.*

On May 22nd, 1933, the Council accepted the Rockefeller Foundation's offer to pay 50,000 dollars for the period ending July 1st, 1936, as a contribution to the expenses of the Fiscal Committee's enquiry into problems of international taxation. The period was later extended by the Foundation for a further three years to June 30th, 1939.

On December 31st, 1937, an amount of 35,200 dollars (equivalent to 125,917.03 Swiss francs) had been received, against which expenditure has been incurred to an extent of 95,144.43 Swiss francs.

¹ See page 48: C. Transfers between Sections of General Items.

The sum of 30,772.60 Swiss francs represents the unexpended balance of the payments already made by the Rockefeller Foundation.

3. *Contribution from the Rockefeller Foundation towards Analytical Research Work.*

At a session held in May 1933, the Council accepted a gift of 125,000 dollars from the Rockefeller Foundation to be used for the analytical research work of the Financial Section and Economic Intelligence Service, under the conditions proposed in the resolution of the Trustees of the Foundation taken on April 12th, 1933. As at December 31st, 1937, an amount of 352,988.45 Swiss francs has been received under this head, against which expenditure has been incurred to an extent of 294,004.20 Swiss francs. The amount of 58,984.25 Swiss francs represents the unexpended balance.

4. *Grants from the International Health Division of the Rockefeller Foundation.*

The sum of 141,193.85 Swiss francs represents the unspent balance of the grants of the Rockefeller Foundation towards the 1937 budget of the Health Organisation of the League, which, in accordance with the agreement, will be returned to the Foundation.

5. *Gift for Malaria Research in Greece (3,001.75 Swiss francs).*

The Council, at its sixty-fifth session, accepted a gift of 51,500 dollars offered by Mrs. David Simmons for financing malaria research in Greece on defined conditions.

On December 31st, 1937, an amount of 41,750 dollars, equivalent to 173,051.04 Swiss francs, had been received. The expenditure to date amounts to 170,049.29 Swiss francs, leaving on hand a balance of 3,001.75 Swiss francs.

6. *Gift from the Egyptian Government (348.55 Swiss francs).*

At a session held in September 1931, the Council accepted a gift of 500 Egyptian pounds (9,816.60 Swiss francs, including interest) offered by the Egyptian Government as a contribution towards the expenses of the League in connection with the work of the Advisory Committee on Traffic in Opium and Other Dangerous Drugs.

Expenditure has been incurred, to December 31st, 1937, of 9,468.05 Swiss francs.

7. *Gift to the Child Welfare Committee (3,190.— Swiss francs).*

At the session held in March 1925, the Council accepted a gift of 1,500 dollars presented to the League by the friends of the League in the United States, on the understanding that this sum, together with a further gift of 161.80 dollars and interest, would be available for the Child Welfare Committee of the League. The total receipts amounted to 9,147.35 Swiss francs. In accordance with a decision of the Child Welfare Committee, expenditure to the extent of 5,957.35 francs has been incurred to date in the purchase of books dealing with child welfare.

8. *Contribution from Private Individuals ("anonymous") in the United States of America for a Publication on Legal Aid to the Poor.*

The Assembly, at its fifth ordinary session, invited the Secretariat to prepare and to keep up to date a list of the measures taken or institutions created in each country for the purpose of giving to poor persons legal assistance in connection with litigation in the courts or free legal advice and consultation. The Assembly also requested the Secretariat to collect and to publish the various laws and provisions regulating the legal assistance to poor persons in different countries.

As the Assembly had understood that, in undertaking this new work, the League would not incur new expenditure, private individuals in the United States of America contributed for the purpose in 1924 and 1925 the total sum of 50,909.35 Swiss francs, the unspent balance of which, including 9,532.32 Swiss francs profit on realisation of investments, amounts to 32,636.65 Swiss francs.

9. *Revolving Fund for Special Publications (8,721.80 Swiss francs).*

On September 19th, 1929, the Council accepted a gift of 25,000 Swiss francs for the creation of a revolving fund to facilitate the printing and publication of pamphlets, books and descriptive material on the League. In accordance with the recommendation of the Supervisory Commission, a statement of the receipts to, and payments from, the fund is annexed to the present accounts.

10. *Fund for Maintenance and Operating Expenses of Wireless Station (1,364,294.43 Swiss francs).*

The 1929 Assembly decided to accept the solution which provides for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency.

As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 4, Part VI, of the budget should be

considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon.

Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 1,364,294.43 Swiss francs.

11. *Balance of the Contributions received for Arbitration Expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company.*

On December 31st, 1933, an amount of 30,000 Swiss francs was received by the League on account of arbitration expenses; one-third was paid respectively by the Austrian Government, by the Yugoslav Government and by the interested railway company. The expenditure to date amounts to 26,817.85 Swiss francs, leaving on hand a balance of 3,182.15 Swiss francs.

12. *Saar Territory Plebiscite.*

The sum of 414,063.85 Swiss francs represents the balance in the possession of the League of Nations of the advances paid on account of the expenses of the Saar Territory Plebiscite by the German and French Governments and by the Governing Commission of the Saar Territory, in conformity with the Council's decision of June 4th, 1934.

13. *Work of the Saar Governing Commission: Sum paid to the Secretary-General to cover Cost of drawing up a Report, and Miscellaneous Expenses.*

On February 27th, 1935, the Secretary-General received from the Saar Governing Commission the sum of 210,000 French francs for the above purpose. The balance of this account, including a sum of 17,468.80 Swiss francs profit on realisation of investments, amounts to 59,682.90 Swiss francs.

14. *Donation from the Administrative Board of the Carnegie Foundation.*

On May 18th, 1935, the Council accepted the Wateler Peace Prize for 1935 (19,000 florins, equivalent to 39,548.50 Swiss francs) awarded to the League of Nations by the Administrative Board of the Carnegie Foundation at The Hague, for the development of the broadcasting service of the League. The expenditure to December 31st, 1937, amounts to 3,081.60 Swiss francs, leaving a balance on hand, including 16,023.45 Swiss francs profit on realisation of investments, of 52,490.35 Swiss francs.

15. *Balance of the Contributions received to meet the Expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier.*

During 1935, 1936 and 1937, an amount of 172,844.17 Swiss francs was received from the Governments of the United Kingdom and of the Chinese Republic to meet the expenses of the Neutral Commissioner. As at December 31st, 1937, the total expenditure amounted to 166,075.42 Swiss francs, leaving a balance in hand, including 13,525.45 Swiss francs profit on realisation of investments, of 20,294.20 Swiss francs.

16. *Settlement of the Assyrians of Iraq.*

As at December 31st, 1937, the Secretary-General had received contributions amounting to the equivalent of 2,289,457.54 Swiss francs from the Governments of Iraq and the United Kingdom. The total expenditure as at that date amounted to 2,223,526.13 Swiss francs, leaving an unexpended balance, including 116,009.69 Swiss francs profit on realisation of investments, of 181,941.10 Swiss francs.

17. *Léon Bernard Fund.*

On January 25th, 1937, the Council authorised the Secretary-General to take steps to create an international Foundation for the purpose of granting at regular intervals a prize, to be known as the " Léon Bernard Prize ", as a reward for some piece of practical work in the field of social medicine. (96th Session, Minute 3856.)

A statement setting out the position of the Fund as at December 31st, 1937, is annexed to the present accounts.

F. SUSPENSE ACCOUNTS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES
AS AT DECEMBER 31ST, 1937.

1. *Building Annuity.*

The sum of 1,375,000 Swiss francs represents the total amount entered in Part VI of the budget for 1937 under the heading of " Terminable Annuity payable on account of Building Operations of the League ". This amount was paid to the Building Fund on January 1st, 1938. It was pointed out in that budget that, " as this sum is, from year to year, entered in the budget,

reimbursements to the States which advanced the sums necessary for the formation of the Building Fund must be made”.

Adopting a recommendation of the Supervisory Commission, the Assembly decided, on October 17th, 1932, “to cease until further notice any repayments to the States to which such payments were due”, as it was necessary “to take immediate measures to cover the estimated deficit”.

2. *Gift by the Woodrow Wilson Foundation* (91,741.— Swiss francs).

On January 13th, 1930, the Council accepted the award of the Woodrow Wilson Foundation of 25,000 dollars (129,565.— Swiss francs) to the League of Nations. This sum will be utilised for the erection of a memorial. Expenditure has been incurred to December 31st, 1937, of 78,260.50 Swiss francs, leaving a balance, including 40,436.50 Swiss francs profit on investments realised, of 91,741.— Swiss francs.

3. *Contributions from States non-Members of the League of Nations* (100,380.50 Swiss francs).

The sum of 100,380.50 Swiss francs represents the contribution of the Government of Japan to the extraordinary expenses of various committees. This amount is shown in the budget for 1938 as an appropriation-in-aid.

4. *Contributions from States Members* (226,472.70 Swiss francs).

(a) *Nicaragua.*

In 1937, the Secretary-General received from the Nicaraguan Government the sum of 8,166.37 dollars (equivalent to 35,417.— Swiss francs). A sum of 23,520.15 Swiss francs was taken in payment of the contributions due in 1937, and the balance of 11,896.85 Swiss francs will be used towards paying contributions due in 1938.

(b) *Dominican Republic.*

In 1937, the Secretary-General received from the Government of the Dominican Republic the sum of \$651 (equivalent to 2,828.80 Swiss francs). A sum of 2,827.65 Swiss francs was taken in payment of the contributions due in 1937, and the balance of 1.15 Swiss francs will be used towards paying contributions due in 1938.

(c) *Egypt.*

On September 7th, 1937, the Secretary-General received from the Egyptian Government the sum of 214,574.10 Swiss francs, representing a contribution by Egypt for 1937. In accordance with the Supervisory Commission's proposal, that sum (after deduction of 9,666.60 Swiss francs to be refunded to States Members of the International Labour Organisation, but non-members of the League of Nations) will be deducted from the total budget of the League of Nations for 1938. (See document A.5(b).1937.X, page 2.)

5. *Occupation of New Buildings* (402,339.55 Swiss francs).

On October 9th, 1936, the Assembly decided, on the recommendation of the Supervisory Commission, that the unexpended balance of the vote of 750,000.— Swiss francs in Part VI of the budget for 1936 and amounting to 391,605.30 Swiss francs, together with the unexpended balance of the amount brought forward from 1935, should be carried forward and made available for expenditure to be incurred in 1937.

In virtue of the above-mentioned decision, the Assembly, on October 2nd, 1937, approved the recommendation of the Supervisory Commission that the system in force for the use of these credits should remain in operation in 1938.

As against the balance of 569,345.05 Swiss francs brought forward on January 1st, 1937, expenditure has been incurred to an extent of 241,894.65 Swiss francs, leaving a balance, including 74,889.15 Swiss francs profit on realisation of investments, of 402,339.15 Swiss francs.

6. *Extension of the Building of the International Labour Office* (287,739.80 Swiss francs).

On October 10th, 1936, the Assembly decided that the sum of 700,000 gold francs, to be taken from the cash surplus of 1935, should be paid in Swiss francs and that the difference be retained in a special account. This difference amounts to 287,739.80 Swiss francs. In conformity with a proposal of the Supervisory Commission, approved by the Assembly on October 5th, 1937, this amount was remitted to the International Labour Office in February 1938.

7. *Paris Exhibition of 1937.*

On July 9th, 1936, the General Commissariat of the Paris International Exhibition of 1937, attached to the Ministry for Commerce and Industry, accorded a subvention of 90,000 French francs (18,274.50 Swiss francs) in part payment of the expenditure to be incurred by the “Month of Intellectual Co-operation”, to be held during the Exhibition under the auspices of the International Institute of Intellectual Co-operation, Paris, and the Intellectual Co-operation Section of the League of Nations.

During 1937, a further subvention of 33,105 French francs (6,462.10 Swiss francs) was received from the International Institute of Intellectual Co-operation, Paris.

As at December 31st, 1937, the total expenditure amounted to 23,525.20 Swiss francs, leaving a balance on hand, including 7,562.25 Swiss francs profit on investments realised, of 8,773.65 Swiss francs.

8. *High Commissioner at Danzig* (46,883.15 Swiss francs).

On December 31st, 1937, the Secretary-General held, on behalf of the High Commissioner at Danzig, an amount of 46,883.15 Swiss francs to meet administrative expenses of the High Commissariat.

9. *Technical Collaboration with China: Scheme of Anti-epidemic Action.*

On October 5th, 1937, the Assembly fixed, at a sum of 2,000,000 Swiss francs, the amount of financial assistance to be granted by the League. As at December 31st, 1937, the amount paid into the fund was 997,443.40 Swiss francs. The total expenditure amounted to 285,382.95 Swiss francs, leaving an unexpended balance of 712,060.45 Swiss francs. To complete the credit of 2,000,000 Swiss francs, a sum of 1,002,556.60 Swiss francs was entered in the budget of the Secretariat for 1938 (Item 9(a), Chapter II).

To meet administrative expenses at Geneva, a sum of 30,000 Swiss francs was allocated from the credit available under Item 9(a), Chapter II, of the budget for 1937. Expenditure has been incurred to an extent of 2,157.30 Swiss francs, leaving an unexpended balance of 27,842.70 Swiss francs on December 31st, 1937.

Part III.

INTERNATIONAL LABOUR ORGANISATION

- I. BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1937.
 - III. CASH ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS OF CREDITS WITHIN THE 1937 BUDGET.
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I. BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.

(January 1st to December 31st, 1937.)

A. SUMMARY OF CHAPTERS (in Swiss Francs).

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
<i>Section I. — Ordinary Expenditure:</i>							
Chapter I. — Sessions of the Conference and of the Governing Body	459,000	459,000	39,500	498,500	443,663.79	35,321.60	478,985.39
Chapter II. — General Services of the International Labour Office	8,688,140	8,784,440	305,694	9,090,134	8,550,726.62	304,748.26	8,855,474.88
Chapter III. — Profit and loss on exchange	—	—	—	—	Profit 2,183.80	—	Profit 2,183.80
<i>Section II. — Capital Expenditure:</i>							
Chapter IVa. — Ordinary Expenditure: Permanent equipment, etc.	53,000	53,000	12,675	65,675	51,078.03	12,074.36	63,152.39
<i>Section III. — Unforeseen Expenditure:</i>							
Chapter V. — Unforeseen Expenditure of Chapters I to IV	150,000	53,700	—	53,700	—	—	—
Total	9,350,140	9,350,140	357,869	9,708,009	9,043,284.64	352,144.22	9,395,428.86
<i>Deduct: Supplementary receipts:</i>							
(a) Estimated receipts from sales of publications	150,000	150,000	—	150,000	142,291.34	—	142,291.34
(b) Miscellaneous receipts	5,000	5,000	—	5,000	7,353.35	—	7,353.35
(c) Bank interest	1,000	1,000	—	1,000	3,353.93	—	3,353.93
Total deductions	156,000	156,000	—	156,000	152,998.62	—	152,998.62
Net total	9,194,140	9,194,140	357,869	9,552,009	8,890,286.02	352,144.22	9,242,430.24

Contributions from States not members of the League of Nations:

	Swiss francs							
1. Brazil	256,796							
2. Japan	531,303							
3. United States of America	929,781							
Total	1,717,880							
Less amount to be paid to Pensions Fund in respect of officials of the International Labour Office	132,402	1,585,478	1,585,478	—	1,585,478	1,597,430.85	—	1,597,430.85
Net total		7,608,662	7,608,662	357,869	7,966,531	7,292,855.17	352,144.22	7,644,999.39

Owing to the devaluation of the Swiss franc, a special system was instituted by the Assembly as an exceptional measure for 1937 whereby expenditure resulting from the devaluation could be met by withdrawals from a Devaluation Fund constituted by a proportion of the gold payments in respect of contributions made to the Treasurer. A similar fund was set up by the International Labour Office out of the contributions of States not members of the League. Additional credits for devaluation expenses required the approval of the Governing Body and of the Supervisory Commission. Credits amounting to 357,869 Swiss francs were approved, of which 296,157 francs fell to be provided from the Devaluation Fund of the States Members of the League and 61,712 francs from the Devaluation Fund of the States non-members of the League. The total additional expenditure consequent on the devaluation was 352,144.22 francs. By economies in the budget it was found possible to meet 238,398.27 francs of this expenditure within the limits of the original budget, and in consequence only 113,745.95 francs had to be withdrawn from the Devaluation Funds as follows:

League Members Fund	94,131.10 francs
Non-members Fund	19,614.85 francs

Geneva, March 12th, 1938.

(Signed) K. G. MCKINLAY,
Chief Accountant.

¹ 96,300 francs were transferred from Chapter V to other items of the budget. (See page 72).

B. SUMMARY OF ITEMS.

SECTION I. — ORDINARY EXPENDITURE.

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY.

1. Sessions of the Conference (see Schedule A)	329,000	317,692	4,500	322,192	308,427.01	9,262.20	317,689.21
2. Sessions of the Governing Body (see Schedule B)	130,000	141,308	35,000	176,308	135,236.78	26,059.40	161,296.18
Total of Chapter I	459,000	459,000	39,500	498,500	443,663.79	35,321.60	478,985.39

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE.

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
3. Salaries:							
(a)-(v) Salaries (see Schedule C)	6,718,260	6,652,024	—	6,652,024	6,651,582.65	427.—	6,652,009.65
(w) Contributions towards Provident Fund.	5,700	4,867	—	4,867	4,866.95	—	4,866.95
4. Travelling expenses of officials:							
(a) Travelling expenses and subsistence allowances in connection with General Services	120,000	216,157	18,000	234,157	175,484.38	40,672.40	216,156.78
(b) Removal expenses	10,000	21,003	3,000	24,003	20,245.35	757.55	21,002.90
(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	3,000	45,031	900	45,931	33,587.40	11,442.85	45,030.25
(d) Holiday travelling expenses	75,000	93,290	22,500	115,790	78,385.20	14,904.75	93,289.95
5. Entertainment expenses (see Schedule D)	60,000	58,399	—	58,399	56,176.61	2,222.15	58,398.76
6. Maintenance of Geneva Office (see Schedule E)	175,000	233,388	5,430	238,818	226,537.89	6,844.30	233,382.19
7. Printing (see Schedule F)	450,000	415,770	52,444	468,214	392,249.44	23,515.55	415,764.99
8. General office expenses (see Schedule G)	195,000	214,849	20,060	234,909	199,840.20	15,006.56	214,846.76
9. Special staff charges (see Schedule H)	53,400	45,325	—	45,325	45,136.80	178.10	45,314.90
10. Unpaid Liabilities Fund	—	—	—	—	—	—	—
11. Supervision of revenue and expenditure	18,330	14,508	—	14,508	14,457.20	50.75	14,507.95
12. Enquiries, investigations and external collaboration (see Schedule I)	238,900	253,234	26,300	279,534	199,209.45	54,022.50	253,231.95
13. Committees (see Schedule J)	151,000	61,092	40,000	101,092	53,535.40	7,552.20	61,087.60
14. Branch Offices (see Schedule K)	414,550	455,503	117,060	572,563	399,431.70	127,151.60	526,583.30
Total of Chapter II	8,688,140	8,784,440	305,694	9,090,134	8,550,726.62	304,748.26	8,855,474.88

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE.

15. Profit on exchange	100	—	—	—	—	—	3,455.83
Deduct: Loss on exchange	100	—	—	—	—	—	1,272.03
Total of Chapter III	—	—	—	—	—	—	2,183.80

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SECTION II. — CAPITAL EXPENDITURE.

CHAPTER IV (a). — ORDINARY EXPENDITURE (PERMANENT EQUIPMENT, ETC.).

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
16. Furniture and office equipment	8,000	9,550	1,600	11,150	8,975.13	2,171.—	11,146.13
17. Typewriters and other machines	20,000	19,000	6,000	25,000	18,991.70	5,212.90	24,204.60
18. Library	25,000	24,450	5,075	29,525	23,111.20	4,690.46	27,801.66
Total of Chapter IV	53,000	53,000	12,675	65,675	51,078.03	12,074.36	63,152.39

C. SCHEDULES.

SCHEDULE A.

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE.

(a) Salaries of temporary staff	86,000	93,681	—	93,681	92,024.57	1,655.65	93,680.22
(b) Travelling expenses of temporary staff	10,000	7,727	2,400	10,127	6,455.50	1,270.75	7,726.25
(c) Rent of hall, heat, light, etc.	55,000	32,342	—	32,342	32,052.77	289.10	32,341.87
(d) Hire of office equipment and furniture	3,500	3,678	—	3,678	3,678.—	—	3,678.—
(e) Automobiles and cyclists	7,500	7,197	1,500	8,697	7,196.60	—	7,196.60
(f) Cables, telegrams, telephone communications	4,000	4,437	600	5,037	4,018.84	417.50	4,436.34
(g) Special printing	163,000	168,630	—	168,630	163,000.73	5,629.20	168,629.93
Total	329,000	317,692	4,500	322,192	308,427.01	9,262.20	317,689.21

SCHEDULE B

to Chapter II, Item 2.

SESSIONS OF THE GOVERNING BODY.

(a) Travelling expenses and allowances of members of the Governing Body	110,000	113,107	21,000	134,107	115,195.60	17,899.60	133,095.20
(b) Printing of documents for the Governing Body	20,000	28,201	14,000	42,201	20,041.18	8,159.80	28,200.98
Total	130,000	141,308	35,000	176,308	135,236.78	26,059.40	161,296.18

SCHEDULE C
to Chapter II, Item 3.
SALARIES AND ALLOWANCES.

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
(a) Directorate	645,860	623,480	—	623,480	623,479.50	—	623,479.50
(b) Official Relations Section	343,940	336,186	—	336,186	336,185.10	—	336,185.10
(c) Conference Section	471,625	420,493	—	420,493	420,492.55	—	420,492.55
(d) Administrative Section	1,137,395	1,118,278	—	1,118,278	1,118,277.10	—	1,118,277.10
(e) Legal Service	88,295	88,295	—	88,295	88,294.55	—	88,294.55
(f) Social Economic Service	285,745	320,555	—	320,555	320,554.15	—	320,554.15
(g) Statistical Section	168,480	164,741	—	164,741	164,740.90	—	164,740.90
(h) Unemployment and Migration Section	259,890	257,401	—	257,401	257,400.30	—	257,400.30
(i) Editorial Section	1,144,755	1,107,672	—	1,107,672	1,107,672.—	—	1,107,672.—
(j) Labour Conditions Section	575,180	519,936	—	519,936	519,935.15	—	519,935.15
(k) Special Insurance Section	264,155	257,988	—	257,988	257,987.30	—	257,987.30
(l) Industrial Hygiene Service	125,090	125,529	—	125,529	125,527.95	—	125,527.95
(m) Safety Service	62,340	52,860	—	52,860	52,859.65	—	52,859.65
(n) General Information Section	413,465	429,580	—	429,580	429,579.70	—	429,579.70
(o) Extra-European Section	256,450	256,390	—	256,390	256,389.35	—	256,389.35
(p) Special Problems Section	255,645	253,321	—	253,321	253,320.55	—	253,320.55
Salaries	6,498,310	6,332,705	—	6,332,705	6,332,695.80	—	6,332,695.80
(q) Interpreters', revisers' and language allowances	29,300	31,542	—	31,542	31,541.50	—	31,541.50
Total	6,527,610	6,364,247	—	6,364,247	6,364,237.30	—	6,364,237.30
(r) New posts (1937)	40,350	8,400	—	8,400	8,400.—	—	8,400.—
Total	6,567,960	6,372,647	—	6,372,647	6,372,637.30	—	6,372,637.30
(s) Statutory allowances:							
Family allowances for local staff	6,500	6,740	—	6,740	6,737.50	—	6,737.50
Exceptional increments	10,000	1,800	—	1,800	1,800.—	—	1,800.—
Language allowances	4,000	2,713	—	2,713	2,712.50	—	2,712.50
Revisers' and interpreters' allowances	800	—	—	—	—	—	—

(t) Supernumerary staff	75,000	231,051	—	231,051	230,623.30	427	231,050.30
(u) Temporary staff for carrying out the resolutions of the Santiago Conference'	50,000	30,764	—	30,764	30,763.25	—	30,763.25
(v) Overtime	4,000	6,309	—	6,309	6,308.80	—	6,308.80
Total	6,718,260	6,652,024	—	6,652,024	6,651,582.65	427	6,652,009.65

SCHEDULE D
to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES.

(a) Director	25,000	25,000	—	25,000	25,000.—	—	25,000.—
(b) Deputy-Director	—	—	—	—	—	—	—
(c) Chairman of the Governing Body	10,000	10,000	—	10,000	10,000.—	—	10,000.—
(d) Entertainment Fund	25,000	23,399	—	23,399	21,176.61	2,222.15	23,398.76
Total	60,000	58,399	—	58,399	56,176.61	2,222.15	58,398.76

SCHEDULE E
to Chapter II, Item 6.

PROPERTY ACCOUNT: MAINTENANCE OF GENEVA OFFICE.

(a) Water rate	2,700	3,093	—	3,093	3,092.65	—	3,092.65
(b) Heating	20,000	23,159	2,000	25,159	17,781.90	5,377.10	23,159.—
(c) Electricity { Lighting	11,500	10,622	—	10,622	10,621.35	—	10,621.35
{ Electric motors	3,500	3,686	—	3,686	3,685.50	—	3,685.50
(d) Repairs (main building, villa and grounds)	15,000	15,087	1,500	16,587	15,085.30	1.55	15,086.85
(e) Insurance	9,000	8,727	—	8,727	8,726.15	—	8,726.15
(f) Upkeep of office furniture and equipment	11,000	9,856	1,100	10,956	9,847.35	7.70	9,855.05
(g) Domestic staff employed in cleaning and watchmen	85,000	81,890	—	81,890	81,889.35	—	81,889.35
(h) Messengers' uniforms	2,300	2,493	230	2,723	2,282.54	210.—	2,492.54
(i) Sundry supplies	3,000	3,365	—	3,365	3,150.35	213.70	3,364.05
(j) Additional accommodation	12,000	71,410	600	72,010	70,375.45	1,034.25	71,409.70
Total	175,000	233,388	5,430	238,818	226,537.89	6,844.30	233,382.19

SCHEDULE F

to Chapter II, Item 7.

PRINTING.

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
(a) <i>Industrial and Labour Information</i>	50,000	57,613			50,691.30	6,921.40	57,612.70
(b) <i>Official Bulletin</i>	5,000	5,107			3,607.88	1,499.05	5,106.93
(c) <i>International Labour Review</i> (English, French, German, Italian, Spanish and Japanese editions)	94,000	86,099			83,322.95	2,775.30	86,098.25
(d) <i>Industrial Safety Survey</i> (English, French and German)	15,000	14,224			14,134.55	89.20	14,223.75
(e) <i>Bibliography of Industrial Hygiene</i> (English, French and German)	4,000	3,828			2,699.50	1,128.05	3,827.55
(f) <i>I.L.O. Year-Book</i> (English, French, German and Spanish editions)	40,000	42,142			41,110.25	1,031.30	42,141.55
(g) <i>Legislative Series</i> (English, French and German)	90,000	104,528	52,444	468,214	104,527.70	—	104,527.70
(h) <i>Studies and Reports</i> (English, French and in part German)	80,000	39,504			36,060.64	3,443.05	39,503.69
(i) <i>Monthly Summary</i> (English and French)	4,000	5,457			4,205.55	1,251.25	5,456.80
(j) Special publications	—	—			—	—	—
(k) Printing, or share in the publication of pamphlets, leaflets and posters for propaganda; editions in languages other than English, French and German	15,000	15,852			14,078.36	1,773.40	15,851.76
(l) Sales Service (catalogues, circulars, etc.)	35,000	38,524			35,513.41	3,009.70	38,523.11
(m) Binding for sales	3,000	2,892			2,297.35	593.85	2,891.20
(n) Reprinting for sales	15,000	—			—	—	—
Total	450,000	415,770	52,444	468,214	392,249.44	23,515.55	415,764.99

SCHEDULE G
to Chapter II, Item 8.

GENERAL OFFICE EXPENSES.

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
(a) Stationery and offices supplies	44,000	52,747	14,800	67,547	43,880.95	8,865.90	52,746.85
(b) Postage and diplomatic bag, Geneva-Paris.	90,000	93,123	—	93,123	91,941.88	1,180.37	93,122.25
(c) Cables and telegrams	9,000	10,420	1,800	12,220	8,888.50	1,531.25	10,419.75
(d) Telephones	28,000	30,848	800	31,648	30,847.70	—	30,847.70
(e) Papers and press cuttings	11,000	15,500	1,360	16,860	12,450.87	3,048.49	15,499.36
(f) Additional miscellaneous expenses.	13,000	12,211	1,300	13,511	11,830.30	380.55	12,210.85
Total	195,000	214,849	20,060	234,909	199,840.20	15,006.56	214,846.76

SCHEDULE H.
to Chapter II, Item 9.

SPECIAL STAFF CHARGES.

(a) Indemnities provided for under the Staff Regulations	1,000	2,571	—	2,571	2,466.80	103.80	2,570.60				
(b) Reserve for Death and Invalidity Fund	5,000	—	—	—	—	—	—				
(c) Contribution to Staff Sickness Insurance Fund	22,800	23,230	—	23,230	23,229.—	—	23,229.—				
(d) Upkeep of sickroom	400	400	—	400	399.55	—	399.55				
(e) Nurse: (i) Salary	6,000	6,999	{ —	6,999	6,633.70	—	6,633.70				
(ii) Fares	1,200							—	364.40	—	364.40
(f) Medical Adviser: (i) Honorarium	6,750	7,535	—	{ —	7,500.—	—	7,500.—				
(a) Retiring allowance	3,750							—	7,535	—	—
(ii) Fees for second medical examination	200							—	—	35.—	—	35.—
(g) Staff welfare	1,500	1,500	—	1,500	1,499.75	—	1,499.75				
(h) Recruitment of staff.	250	540	—	540	464.60	74.30	538.90				
(i) Cantonal, communal and other subscriptions.	2,550	2,550	—	2,550	2,544.—	—	2,544.—				
(j) Pension for the son of the late Dr. Pardo	—	—	—	—	—	—	—				
(k) Administrative Tribunal: (i) Expenses	1,000	—	—	—	—	—	—				
(ii) Indemnities	1,000	—	—	—	—	—	—				
Total	53,400	45,325	—	45,325	45,136.80	178.10	45,314.90				

SCHEDULE I
to Chapter II, Item 12.

ENQUIRIES, INVESTIGATIONS AND EXTERNAL COLLABORATION.

	Original appropriation	Original appropriation as amended by transfers	Supplementary appropriations to meet increased expenditure resulting from the devaluation of the Swiss franc	Total appropriations	Expenditure (excluding additional expenditure resulting from the devaluation of the Swiss franc)	Additional expenditure resulting from the devaluation of the Swiss franc	Total expenditure
1. Correspondents	160,000	175,561	26,300	279,534	126,225.55	49,334.55	175,560.10
2. Press Agencies	8,900	9,014			8,463.95	550.—	9,013.95
3. Collaborators for the Spanish and Italian Reviews	20,000	19,314			19,313.35	—	19,313.35
4. Collaborators for the Survey of Decisions on Labour Law	6,000	6,000			6,000.—	—	6,000.—
5. Translations and fees for articles	20,000	25,264			24,944.25	319.50	25,263.75
6. Consultation of experts: miscellaneous collaboration	24,000	18,081			14,262.35	3,818.45	18,080.80
Total	238,900	253,234	26,300	279,534	199,209.45	54,022.50	253,231.95

SCHEDULE J
to Chapter II, Item 13.

COMMISSIONS.

(a) Joint Maritime Commission	—	—	40,000	101,092	—	—	—
(b) Mixed Advisory Agricultural Committee	—	—			—	—	—
(c) Committee on Social Insurance:							
1. Joint Committee on Social Hygiene and Insurance	—	—			—	—	—
2. Committee of Experts on Social Insurance	41,000	11,539			10,642.20	896.35	11,538.55
(d) Correspondents Committees on:							
1. Industrial Hygiene	18,000	—	—	—	—		
2. Accident Prevention	18,000	16,241	13,831.50	2,409.—	16,240.50		
(e) Migration Committee	2,000	—	—	—	—		
(f) Committee of Statistical Experts	5,000	5,075	4,427.80	646.40	5,074.20		

(g) Committee on Native Labour	14,000	—	—	—	—	—	—
(h) Committee on Article 22	18,000	13,944	—	—	11,893.30	2,050.05	13,943.35
(i) Advisory Committee on Professional Workers . .	10,000	3,630	—	—	3,534.90	95.—	3,629.90
(j) Advisory Committee on Salaried Employees . . .	10,000	—	—	—	—	—	—
(k) Committee on Automatic Coupling	2,500	—	—	—	—	—	—
(l) Committee of Experts on Nutrition	6,000	7,868	—	—	6,691.65	1,175.40	7,867.05
(m) Advisory Committee on Management	6,500	2,795	—	—	2,514.05	280.—	2,794.05
(n) Committee on Workers' Spare Time	—	—	—	—	—	—	—
(o) New Agricultural Committee	—	—	—	—	—	—	—
Total	151,000	61,092	40,000	101,092	53,535.40	7,552.20	61,087.60

SCHEDULE K

to Chapter II, Item 14.

BRANCH OFFICES.

(a) Paris Office	57,095	57,095	—	—	49,351.80	—	49,351.80
(b) London Office	100,121	100,121	—	—	61,062.80	24,529.—	85,591.80
(c) Rome Office	66,967	66,967	—	—	51,892.90	—	51,892.90
(d) Washington Office	97,929	113,329	117,060	572,563	107,668.55	45,526.40	153,194.95
(e) Tokyo Office	130,018	130,018	—	—	44,238.45	18,311.45	62,549.90
(f) Delhi Office	95,180	95,180	—	—	54,429.60	23,382.50	77,812.10
(g) Chinese Office	42,240	67,793	—	—	30,787.60	15,402.25	46,189.85
	589,550	630,503	—	—	399,431.70	127,151.60	526,583.30
Less reduction for depreciation of certain currencies	175,000	175,000	—	—	—	—	—
Total	414,550	455,503	117,060	572,563	399,431.70	127,151.60	526,583.30

II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1937.

	LIABILITIES.			ASSETS.			
	Swiss francs	Swiss francs	Gold francs		Swiss francs	Swiss francs	Gold francs
<i>Reserve Fund:</i>				<i>Buildings:</i>			
International Labour Office		62,001.55	43,854.10	Buildings at Geneva	3,475,805.32		3,490,895.38
<i>Devaluation Compensation Fund:</i>				Building extensions at Geneva			
States not members of the League of Nations		207,212.84	146,562.99	<i>Furniture, Machines and Library:</i>			
<i>Depreciation Reserves:</i>				Furniture and fittings at head office and branches			
Buildings at Geneva		1,029,673.84	1,029,673.84	Typewriters, duplicating and other machines at head office and branches		1.—	1.—
Library at head office and branches		699,601.59	688,214.96	Library at head office and branches			
<i>Extra Budgetary and Suspense Accounts as per contra:</i>				<i>Contributions due from States Members:</i>			
Balance of grant from the Institute of Pacific Relations for memoranda on the standard of living in Far Eastern countries	1,380.45			Contributions due from States Members of the League of Nations		574,661.05	406,461.54
Balance of grant from the Industrial Relations Counsellors for enquiry into industrial relations	26,489.88			Contributions due from States not members of the League of Nations	24,774.—		
Special account for sale of publications of the International Management Institute	1,892.30			Less amount due to Staff Pensions Fund	1,688.10		
Share of 1936 cash surplus allocated to States not members of the League of Nations in reduction of 1938 contributions	219,374.83			<i>Stocks:</i>			
Egyptian contribution to the International Labour Organisation for the first half of 1937 carried forward to the 1939 budget	60,613.90			Stationery		14,151.75	10,009.62
Building Extensions Fund	250,366.15			<i>Cash in hand, at Banks, and with Correspondents:</i>			
		560,117.51	396,174.76	Reserve Fund: International Labour Office		62,001.55	43,854.10
Balance being excess of assets over liabilities		4,650,772.17	4,020,578.86	Balance of Devaluation Compensation Fund: States not members of the League of Nations		207,212.84	146,562.99
				Extra Budgetary and Suspense Accounts as <i>per contra</i>		560,117.51	396,174.76
				Cash surplus at close of nineteenth financial period:			
				Special contributions account set up under the terms of the 1936 Assembly resolution		503,845.94	356,373.51
						7,209,379.50	6,325,059.51
		7,209,379.50	6,325,059.51				

March 12th, 1938.

(Signed) K. G. MCKINLAY,
Chief Accountant.

STATEMENT OF CONTRIBUTIONS DUE ON DECEMBER 31ST, 1937, FROM STATES MEMBERS OF THE LEAGUE OF NATIONS.

Consolidated Contributions:

	Gold francs	Swiss francs
Albania	4,737.96	6,698.60
Bolivia	7,863.33	11,117.30
Bulgaria	15,029.42	21,248.80
Dominican Republic, 1936	3,812.28	5,389.80
Dominican Republic, 1937	5,049.77	7,139.45
Hungary	27,482.37	38,855.—
Liberia	3,658.80	5,172.90
Nicaragua, 1935/36	3,350.39	4,736.80
Nicaragua, 1937	1,262.44	1,784.85
	<hr/>	<hr/>
	72,246.76	102,143.50

Seventeenth Financial Period, 1935:

Ethiopia	3,980.73	5,628.—
Guatemala	8,588.25	12,142.20
Paraguay	8,588.25	12,142.20
	<hr/>	<hr/>
	21,157.23	29,912.40

Eighteenth Financial Period, 1936:

Ecuador	6,817.25	9,638.30
Ethiopia	13,634.45	19,276.60
Guatemala	6,817.25	9,638.30
Panama	4,406.32	6,229.70
Paraguay	6,817.25	9,638.30
	<hr/>	<hr/>
	38,492.52	54,421.20

Nineteenth Financial Period, 1937:

	Gold francs	Swiss francs
Afghanistan	1,816.47	2,568.15
Albania	5,315.55	7,515.20
Cuba	6,412.87	9,066.60
Ecuador	5,315.55	7,515.20
Ethiopia	10,631.07	15,030.35
Greece	27,906.56	39,454.70
Guatemala	5,315.55	7,515.20
Haiti	5,315.55	7,515.20
Iraq	7,973.30	11,272.75
Lithuania	5,315.59	7,515.25
Panama	5,315.55	7,515.20
Paraguay	800.99	1,132.45
Poland	27,925.38	39,481.30
Roumania	16,579.31	23,440.10
Salvador	3,801.63	5,374.80
Spain	106,333.63	150,336.—
Yugoslavia	32,490.48	45,935.50
	<hr/>	<hr/>
	274,565.03	388,183.95
Total Contributions due from States Members of the League of Nations	406,461.54	574,661.05

CONTRIBUTIONS DUE ON DECEMBER 31ST, 1937, FROM STATES NOT MEMBERS OF THE LEAGUE OF NATIONS.

Nineteenth Financial Period, 1937:

	Swiss francs	Gold francs
Brazil	24,774.00	
Less amount due to Staff Pensions Fund	1,688.10	
	<hr/>	
	23,085.90	16,328.81

III. CASH ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.

RECEIPTS.	Gold francs	Swiss francs	Swiss francs	PAYMENTS.	Swiss francs
To Contributions from States Members of the League of Nations:				By expenditure under:	
Consolidated arrears	6,484.12	9,167.35		Chapter I	478,985.39
Arrears	423,962.40	599,404.05		Chapter II	8,855,474.88
Nineteenth financial period	5,091,945.66	7,199,064.90		Chapter III	—
	<u>5,522,392.18</u>	<u>7,807,636.30</u>	7,807,636.30	Chapter IVa	63,152.39
				Chapter V	—
To Contributions from States not members of the League of Nations:				Cash in hand, at Banks and with Correspondents:	
Nineteenth financial period	1,384,664.38	1,957,658.15		Balance of Devaluation Compensation Fund:	
Less amount paid to Staff Pensions Fund on behalf of officials of the International Labour Office		133,399.61		States not members of the League of Nations	207,212.84
		<u>1,824,258.54</u>		Cash surplus at close of the nineteenth financial period:	
Less amount transferred to Devaluation Compensation Fund: States not members of the League (see below)		226,827.69	1,597,430.85	Special contributions account set up under the terms of the 1936 Assembly resolution	503,845.94
Arrears	160,886.14		227,463.08		
Devaluation Compensation Fund: States not Members of the League: ¹			226,827.69		
To Appropriations in aid:					
Sale of publications			142,291.34		
Miscellaneous receipts			7,353.35		
Bank interest			3,353.93		
To Gain on exchange			2,183.80		
To Withdrawal from Devaluation Compensation Fund: States Members of the League			94,131.10		
			<u>10,108,671.44</u>		<u>10,108,671.44</u>
March 12th, 1938.					

¹ Of this amount, 19,614.85 Swiss francs was expended.

(Signed) K. G. MCKINLAY,
Chief Accountant.

STATEMENT OF CONTRIBUTIONS FROM STATES MEMBERS OF THE LEAGUE OF NATIONS.
Year 1937.

State	Amount payable to the International Labour Organisation for 1937	Paid during 1937 (including share of 1935 Surplus) Gold francs	Balance due December 31st, 1937	Remarks
Afghanistan	5,830.61	4,014.14	1,816.47	
Union of South Africa	93,289.84	93,289.84	—	
Albania	5,830.61	515.06	5,315.55	
Argentine Republic	134,104.11	134,104.11	—	
Australia	134,104.11	134,104.11	—	
Austria	58,306.14	58,306.14	—	
Belgium	110,781.67	110,781.67	—	
Bolivia	11,661.22	11,661.22	—	
United Kingdom	629,706.24	629,706.24	—	
Bulgaria	23,322.48	23,322.48	—	
Canada	204,071.44	204,071.44	—	
Chile	46,644.89	46,644.89	—	
China	244,885.76	244,885.76	—	
Colombia	29,153.09	29,153.09	—	
Cuba	29,153.09	22,740.22	6,412.87	
Czechoslovakia	145,765.30	145,765.30	—	
Denmark	69,967.32	69,967.32	—	
Dominican Republic	5,830.61	515.06	—	Consolidated: 5,315.55 francs
Ecuador	5,830.61	515.06	5,315.55	
Estonia	17,491.83	17,491.83	—	
Ethiopia	11,661.22	1,030.15	10,631.07	
Finland	58,306.14	58,306.14	—	
France	466,449.11	466,449.11	—	
Greece	40,814.31	12,907.75	27,906.56	
Guatemala	5,830.61	515.06	5,315.55	
Haiti	5,830.61	515.06	5,315.55	
Honduras	5,830.61	5,830.61	—	
Hungary	46,644.89	46,644.89	—	
India	285,700.07	285,700.07	—	
Ireland	58,306.14	58,306.14	—	
Iraq	17,491.83	9,518.53	7,973.30	
Iran	29,153.09	29,153.09	—	
Italy	349,836.82	349,836.82	—	
Latvia	17,491.83	17,491.83	—	
Liberia	5,830.61	5,830.61	—	
Lithuania	23,322.48	18,006.89	5,315.59	
Luxemburg	5,830.61	5,830.61	—	
Mexico	75,797.98	75,797.98	—	
Netherlands	139,934.73	139,934.73	—	
New Zealand	46,644.89	46,644.89	—	
Nicaragua	5,830.61	515.06	—	Written off by the eighteenth Assembly: 3,986.66 francs Consolidated: 1,328.89 francs
Norway	52,475.53	52,475.53	—	
Panama	5,830.61	515.06	5,315.55	
Paraguay	5,830.61	515.06	800.99	Written off by the seventeenth Assembly: 4,514.56 francs
Peru	29,153.09	29,153.09	—	
Poland	186,579.61	158,654.23	27,925.38	
Portugal	46,644.89	46,644.89	—	
Roumania	110,781.67	94,202.36	16,579.31	
Salvador	5,830.61	2,028.98	3,801.63	
Siam	34,983.66	34,983.66	—	
Spain	233,224.61	126,890.98	106,333.63	
Sweden	110,781.67	110,781.67	—	
Switzerland	99,120.42	99,120.42	—	
<i>Carried forward</i>	4,629,507.14	4,372,286.93	242,074.55	15,145.66

STATEMENT OF CONTRIBUTIONS FROM STATES MEMBERS OF THE LEAGUE OF NATIONS
(continued).
Year 1937.

State	Amount payable to the International Labour Organisation for 1937	Paid during 1937 (including share of 1935 Surplus) Gold francs	Balance due December 31st, 1937	Remarks
<i>Brought forward</i>	4,629,507.14	4,372,286.93	242,074.55	15,145.66
Turkey.	58,306.14	58,306.14	—	
U.S.S.R.	548,077.69	548,077.69	—	
Uruguay	23,322.48	23,322.48	—	
Venezuela	23,322.48	23,322.48	—	
Yugoslavia	99,120.42	66,629.94	32,490.48	
	<u>5,381,656.35</u>	<u>5,091,945.66</u>	<u>274,565.03</u>	Consolidated: 6,644.44 Written off: 8,501.22 <u>15,145.66</u>
Placed to credit of Devaluation Compensation Fund	705,273.65	667,306.66	35,982.13	Devaluation Fund: 1,984.86
	<u>6,086,930.—</u>	<u>5,759,252.32</u>	<u>310,547.16</u>	<u>17,130.52</u>

CONTRIBUTIONS FROM STATES NOT MEMBERS OF THE LEAGUE OF NATIONS.
Year 1937.

	Contribution due	Sum paid	Balance due December 31st, 1937
			Gold francs
Brazil	205,437.20	187,914.37	17,522.83
Japan	425,042.48	425,042.48	—
United States of America	771,707.53	771,707.53	—

Year 1936.

	Balance due December 31st, 1936	Sum paid
Japan	160,886.14	160,886.14

Allocation of 1937 Contributions.

	Budget of the International Labour Organisation	Pensions Fund	International Labour Organisation Devaluation Fund	Total
				Swiss francs
Brazil	216,789.15	18,103.81	30,783.04	265,676.—
Japan	490,354.10	40,949.—	69,628.—	600,931.10
United States of America	890,287.60	74,346.80	126,416.65	1,091,051.05
	<u>1,597,430.85</u>	<u>133,399.61</u>	<u>226,827.69</u>	<u>1,957,658.15</u>

STATEMENT OF ARREARS OF CONTRIBUTIONS DUE FROM STATES MEMBERS
OF THE LEAGUE ON DECEMBER 31ST, 1937.

Consolidated Contributions.

	Amount due to the International Labour Organisation at end of 1936	Paid during 1937	Transferred to Reserve Fund	Written off by decision of 1937 Assembly	Amount due to the International Labour Organisation at end of 1937	Remarks
	Gold francs					
Albania	—	—	—	—	4,737.96	Transf. from 1936 arrears: 4,737.96
Bolivia	7,863.33	—	—	—	7,863.33	
Bulgaria	33,480.29	2,147.06	16,303.81	—	15,029.42	
Cuba	9,088.80	—	9,088.80	—	—	
Dominican Republic, 1936	—	200.64	—	—	3,812.28	Transf. from 1936: 4,012.92
Dominican Republic, 1937	—	265.78	—	—	5,049.77	Transf. from 1937: 5,315.55
Honduras	1,936.08	—	1,936.08	—	—	
Hungary	60,264.53	3,435.29	29,346.87	—	27,482.37	
Liberia	5,889.35	192.57	2,037.98	—	3,658.80	
Nicaragua, 1934-1936.	—	176.33	—	—	3,350.39	Transf. from 1935/36: 3,526.72
Nicaragua, 1937.	—	66.45	—	—	1,262.44	Transf. from 1937: 1,328.89
Peru	25,772.59	—	25,772.59	—	—	
Uruguay	7,688.73	—	7,688.73	—	—	
	151,983.70	6,484.12	92,174.86	—	72,246.76	18,922.04
<i>Sixteenth Financial Period, 1934.</i>						
Guatemala	8,151.90	—	8,151.90	—	—	
Nicaragua	7,193.84	—	7,193.84	—	—	
Paraguay	8,151.90	—	8,151.90	—	—	
Salvador	820.30	—	820.30	—	—	
	24,317.94	—	24,317.94	—	—	
<i>Seventeenth Financial Period, 1935.</i>						
Dominican Republic	3,888.74	3,888.74	—	—	—	
Ethiopia	3,980.73	—	—	—	3,980.73	
Guatemala	8,588.25	—	—	—	8,588.25	
Nicaragua	7,289.65	—	—	5,467.24	—	Consolidated: 1,822.41
Paraguay	8,588.25	—	—	—	8,588.25	
Salvador	72.60	72.60	—	—	—	
	32,408.22	3,961.34	—	5,467.24	21,157.23	1,822.41
<i>Eighteenth Financial Period, 1936.</i>						
Afghanistan	498.85	498.85	—	—	—	
Albania	6,798.—	—	—	2,060.04	—	Consolidated: 4,737.96
Bolivia	13,634.45	13,634.45	—	—	—	
Cuba	18,513.96	18,513.96	—	—	—	
Dominican Republic	6,817.25	1,478.06	—	1,326.27	—	Consolidated: 4,012.92
<i>Carried forward</i>	46,262.51	34,125.32	—	3,386.31	—	8,750.88

STATEMENT OF ARREARS OF CONTRIBUTIONS DUE FROM STATES MEMBERS
OF THE LEAGUE ON DECEMBER 31ST, 1937 (continued).

Eighteenth Financial Period, 1936 (continued).

	Amount due to the International Labour Organisation at end of 1936	Paid during 1937	Transferred to Reserve Fund	Written off by decision of 1937 Assembly	Amount due to the International Labour Organisation at end of 1937	Remarks
<i>Brought forward</i>	46,262.51	34,125.32	—	3,386.31	—	8,750.88
Ecuador	6,817.25	—	—	—	6,817.25	
Ethiopia	13,634.45	—	—	—	13,634.45	
Greece	23,860.50	23,860.50	—	—	—	
Guatemala	6,817.25	—	—	—	6,817.25	
Haiti	1,995.36	1,995.36	—	—	—	
Mexico	25,939.67	25,939.67	—	—	—	
Nicaragua	6,817.25	—	—	5,112.94	—	Consolidated: 1,704.31
Panama	6,817.25	2,410.93	—	—	4,406.32	
Paraguay	6,817.25	—	—	—	6,817.25	
Poland	137,184.10	137,184.10	—	—	—	
Roumania	11,557.70	11,557.70	—	—	—	
Salvador	6,817.25	6,817.25	—	—	—	
Spain	136,412.80	136,412.80	—	—	—	
Uruguay	14,798.63	7,981.43	—	6,817.20	—	
Yugoslavia	31,716.—	31,716.—	—	—	—	
	<u>484,265.22</u>	<u>420,001.06</u>	<u>—</u>	<u>15,316.45</u>	<u>38,492.52</u>	<u>10,455.19</u>

IV. TRANSFERS OF CREDITS WITHIN THE 1937 BUDGET.

(a) TRANSFERS FROM CHAPTER V: UNFORESEEN EXPENDITURE.

The Governing Body approved the following transfers from Chapter V: Unforeseen Expenditure.

	Swiss francs		Swiss francs
<i>Seventy-seventh Session, November 1936:</i>			
From Chapter V: Unforeseen Expenditure	15,000	To Chapter II, Item 6 (j): Additional accommodation	15,000
Renting of additional offices in the former Hôtel National.			

<i>Seventy-eighth Session, February 1937:</i>			
From Chapter V: Unforeseen Expenditure	60,000	To Chapter II, Item 4 (a): Travelling expenses and subsistence allowances in connection with General Services	60,000
Balance of travelling expenses of staff for the Technical Textile Conference at Washington.			

<i>Seventy-ninth Session, May 1937:</i>			
From Chapter V: Unforeseen Expenditure	1,300	To Chapter II, Item 8 (f): Additional miscellaneous expenses	1,300
Measures for extinction of lights in case of air raids.			

Eighty-first Session, October 1937:

	Swiss francs		Swiss francs
From Chapter V: Unforeseen Expenditure	20,000	To Chapter II, Item 4 (a): Travelling expenses in connection with General Services	20,000
Director's mission to the East.			

(b) TRANSFERS FROM ITEM TO ITEM.

The Governing Body approved the following transfers from item to item.

Eightieth Session, May 1937:

From Chapter II:		To Chapter II, Item 6 (j): Additional accommodation	23,000
Item 3 (t): Salaries — Supernumerary Staff	7,500		
Item 11: Supervision of Revenue and Expenditure	3,500		
Item 13 (h): Committee on Article 22	5,400		
Item 13 (i): Advisory Committee on Professional Workers	5,000		
Item 13 (m): Advisory Committee on Management	1,600		
	23,000		

Supplementary accommodation owing to work of enlarging the office.

Eighty-first Session, October 1937:

From Chapter II, Item 3 (b): Salaries: Official Relations Section	15,400	To Chapter II, Item 14 (d): Washington Office	15,400
Second half-year's salary of an official transferred to the Washington Office.			
From Chapter II, Item 17: Typewriters and Other Machines	1,000	To Chapter II, Item 16: Furniture and Office Equipment	1,000
Purchase of furniture for the Correspondent in Rio de Janeiro.			

Transfers from Item to Item to meet Additional Expenditure resulting from the Devaluation of the Swiss franc, as far as possible within the Limits of the Original Budget.

From Chapter I, Item 1: Conference:		To Chapter I, Item 2: Sessions of the Governing Body:	
(a) Salaries of temporary staff	9	(a) Travelling expenses and allowances of members of the Governing Body.	11,308
(b) Travelling expenses of temporary staff.	23		
(c) Rent of hall, heat, light, etc.	11,208		
(d) Hire of office equipment and furniture	22		
(e) Automobiles and cyclists	33		
(f) Cables, telegrams and telephone communications	13		
	11,308		11,308
From Chapter II:		To Chapter II:	
Item 3: Salaries:		Item 4:	
(c) Conference Section	230	(a) Travelling expenses and subsistence allowances in connection with general services.	36,560
(d) Administrative Section.	2,563	(b) Removal expenses.	7,600
(h) Unemployment and Migration Section	2,489	(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	20,031
(i) Editorial Section	4,083	(d) Holiday travelling expenses.	23,290
(j) Labour Conditions Section	2,201		
(m) Safety Service	3,540		
(p) Special Problems Section.	2,324		
(r) New posts	14,210		
	31,640		87,481
<i>Carried forward</i>	<i>31,640</i>	<i>Carried forward</i>	<i>87,481</i>

	Swiss francs		Swiss francs
<i>Brought forward</i> . . .	31,640	<i>Brought forward</i> . . .	87,481
(s,2) Exceptional increments . . .	7,900	Item 6: Maintenance of Geneva Office:	
(s,3) Language allowances	87	(j) Additional accommodation . . .	23,810
(s,4) Revisers' and Interpreters' allowances	58	Item 8: General Office Expenses:	
(t) Supernumerary staff	324	(a) Stationery and office supplies . . .	6,549
(u) Temporary staff for carrying out the resolutions of the Santiago Conference	3,236	(b) Postage	9,000
(v) Overtime	91	(i) Papers and press cuttings . . .	3,000
(w) Provident Fund	833	Item 12: Enquiries, Investigations and External Collaboration:	
Item 5 (d): Entertainment Fund. . .	1,601	(I) Correspondents	14,334
Item 6: Maintenance of Geneva Office:		Item 14: Branch Offices:	
(a) Water rate	7	(g) Chinese Office.	25,553
(b) Heating	41		
(c) Electricity:			
Lighting	78		
Electric motors	14		
(d) Repairs (main building, villa and grounds)	13		
(e) Insurance	273		
(f) Upkeep of office furniture and equipment	1,144		
(g) Domestic staff employed in cleaning and watchmen	1,810		
(h) Messengers' uniforms.	7		
(i) Sundry supplies.	35		
Item 7: Printing:			
(h) Studies and reports	23,000		
(u) Reprinting for sales	11,230		
Item 9: Special Staff Charges:			
(a) Indemnities provided for un- der the Staff Regulations	199		
(b) Reserve for Death and Inva- lidity Fund.	5,000		
(e) Nurse	201		
(f) Medical adviser	675		
(k) Administrative tribunal:			
(1) Expenses	1,000		
(2) Indemnities	1,000		
Item 11: Supervision of Revenue and Expenditure	322		
Item 13: Commissions:			
(c, 2) Committee of Experts on Social Insurance	26,174		
(d, 1) Correspondence Commit- tee on Industrial Hy- giene	18,000		
<i>Carried forward</i> . . .	135,993	<i>Carried forward</i> . . .	169,727

	Swiss francs		Swiss ^s franc
<i>Brought forward</i> . . .	135,993	<i>Brought forward</i> . . .	169,727
(d, 2) Correspondence Committee on Accident Prevention	1,759		
(e) Migration Committee	2,000		
(g) Committee on Native Labour	14,000		
(i) Advisory Committee on Professional Workers	1,370		
(j) Advisory Committee on Salaried Employees	10,000		
(k) Committee on Automatic Coupling	2,500		
(m) Advisory Committee on Management	2,105		
	<u>169,727</u>		<u>169,727</u>
From Chapter IV, Item 18: Library	550	To Chapter IV, Item 16: Furniture and Office Equipment	550

(c) INTERNAL TRANSFERS APPROVED BY THE DIRECTOR.

Chapter I, Item 1: Sessions of the Conference.

From § (b) Travelling expenses of temporary staff	2,250	To § (a) Salaries of temporary staff	7,690
(c) Rent of hall, heat, light, etc.	11,450	(d) Hire of office equipment and furniture	200
(e) Automobiles and cyclists	270	(f) Cables, telegrams and telephone communications	450
	<u>13,970</u>	(g) Special printing	5,630
			<u>13,970</u>

Chapter I, Item 2: Sessions of the Governing Body.

From § (a) Travelling expenses and allowances of members of the Governing Body	8,201	To § (b) Printing of documents for the Governing Body	8,201
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Chapter II, Item 3: Salaries.

From § (a) Directorate	22,380	To § (b) Official Relations Sections	7,646
(c) Conference Section	50,902	(f) Social Economics Service	34,810
(d) Administrative Section	16,554	(l) Industrial Hygiene Service	439
(g) Statistical Section	3,739	(n) General Information Section	16,115
(i) Editorial Section	33,000	(q) Interpreters', revisers' and language allowances	2,242
(j) Labour Conditions Section	53,043	(s, 1) Family allowances for local staff	240
(k) Social Insurance Section	6,167	(t) Supernumerary staff	163,875
(m) Safety Service	5,940	(v) Overtime	2,400
(o) Extra European Section	60		
(r) New posts	17,740		
(s, 2) Exceptional increments	300		
(s, 3) Language allowances	1,200		
(s, 4) Revisers' and interpreters' allowances	742		
(u) Temporary staff for carrying out the resolutions of the Santiago Conference	16,000		
	<u>227,767</u>		<u>227,767</u>

Chapter II, Item 4: Travelling Expenses of Officials.

	Swiss francs		Swiss francs
From § (a) Travelling expenses and subsistence allowances in connection with General Services	20,403	To § (b) Removal expenses	3,403
(d) Holiday travelling expenses	5,000	(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	22,000
	<hr/> 25,403		<hr/> 25,403

Chapter II, Item 6: Maintenance of Geneva Office.

From § (c) Electricity: Lighting	800	To § (a) Water rate	400
(g) Domestic staff employed in cleaning and watchmen	1,300	(b) Heating	3,200
(j) Additional accommodation	2,400	(c) Electricity: Motors	200
	<hr/> 4,500	(d) Repairs (main building, villa and grounds)	100
		(h) Messengers' uniforms	200
		(i) Sundry supplies	400
			<hr/> 4,500

Chapter II, Item 7: Printing.

From § (c) <i>International Labour Review</i>	7,901	To § (a) <i>Industrial and Labour Information</i>	7,613
(d) <i>Industrial Safety Survey</i>	776	(b) <i>Official Bulletin</i>	107
(e) Bibliography of Industrial Hygiene	172	(f) <i>I.L.O. Year-Book</i>	2,142
(h) Studies and reports	17,496	(g) <i>Legislative Series</i>	14,528
(m) Binding for sales	108	(i) <i>Monthly Summary</i>	1,457
(n) Reprinting for sales	3,770	(k) Printing or share in the publication of pamphlets, leaflets and posters for propaganda; editions in languages other than English, French and German	852
	<hr/> 30,223	(l) Sales Service	3,524
			<hr/> 30,223

Chapter II, Item 8: General Office Expenses.

From § (b) Postage	5,877	To (a) Stationery and office supplies	2,198
(f) Additional miscellaneous expenses	2,089	(c) Cables and telegrams	1,420
	<hr/> 7,966	(d) Telephones	2,848
		(e) Papers and press cuttings	1,500
			<hr/> 7,966

Chapter II, Item 9: Special Staff Charges.

From § (f) Medical adviser	2,490	To § (a) Indemnities provided for under the Staff Regulations	1,770
		(c) Contributions to Staff Sickness Insurance Fund	430
		(h) Recruitment of staff	290
	<hr/> 2,490		<hr/> 2,490

Chapter II, Item 12: Enquiries, Investigations and External Collaboration.

	Swiss francs		Swiss francs
From § 3. Collaborators for the Spanish and Italian Reviews	686	To (1) Correspondents	1,227
6. Consultation of experts; miscellaneous collaboration	5,919	(2) Press agencies	114
	<u>6,605</u>	(5) Translations and fees for articles	5,264
			<u>6,605</u>

Chapter II, Item 13: Committees.

From § (c,2) Committee of Experts on Social Insurance.	3,287	To § (f) Committee of Statistical Experts	75
		(h) Committee on Article 22	1,344
		(l) Committee of Experts on Nutrition	1,868
	<u>3,287</u>		<u>3,287</u>

March 12th, 1938.

(Signed) K. G. MCKINLAY,
Chief Accountant.

Part IV.

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31st, 1937.
 - III. CASH ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD.
 - IV. TRANSFERS IN THE BUDGET.
-

I. BUDGET ACCOUNT FOR THE NINETEENTH FINANCIAL PERIOD (1937).

A. SUMMARY OF CHAPTERS.

	Credits for 1937			Expenditure	
	Original credits	Original credits, including withdrawals from the Special Fund Dutch florins	Credits after transfers	Dutch florins	Swiss francs
SECTION I. — ORDINARY EXPENDITURE:					
<i>Chapter I</i> : Members of the Court	727,000.—	732,460.—	732,460.—	678,577.84	1,627,858.75
<i>Chapter II</i> : Registrar and officials of the Registry	281,938.75	283,833.75	283,833.75	235,937.20	565,989.20
<i>Chapter III</i> : Judges <i>ad hoc</i> , assessors, etc.	57,800.—	59,960.—	59,960.—	11,327.96	27,174.60
<i>Chapter IV</i> : Premises	60,000.—	60,000.—	60,000.—	60,000.—	143,933.85
<i>Chapter V</i> : Administrative expenses	55,135.—	61,015.—	61,015.—	41,847.04	100,386.75
<i>Chapter VI</i> : Cost of administration of the Court's funds	200.—	200.—	200.—	—1,050.30 ¹	2,519.55 ¹
<i>Chapter VII</i> : Contribution towards the fund to defray the expenses resulting from the application of the " Regulations regarding the granting of retiring pensions to members and to the Registrar of the Permanent Court of International Justice "	140,078.—	140,078.—	140,078.—	140,078.—	336,032.80
SECTION 2. — CAPITAL ACCOUNT:					
<i>Chapter VIII</i> : Permanent installations, etc.	4,000.—	4,880.—	4,880.—	3,934.12	9,437.55
	<u>1,326,151.75</u>	<u>1,342,426.75</u>	<u>1,342,426.75</u>	<u>1,170,651.86</u>	<u>2,808,293.95</u>
Receipts to be deducted: Bank interest	500.—	500.—	500.—	267.77	644.45
	<u>1,325,651.75</u>	<u>1,341,926.75</u>	<u>1,341,926.75</u>	<u>1,170,384.09</u>	<u>2,807,649.50</u>
Deductions to be made in Chapters I, II, III and V, in view of the creation of a special Guarantee Fund:					
	Dutch florins				
Chapter I	12,001.92				
Chapter II	20,163.23				
Chapter III	57,609.21				
Chapter V	6,241.—				
	<u>96,015.36</u>	<u>96,015.36</u>	<u>96,015.36</u>	<u>11,137.17</u>	<u>26,788.—</u>
	<u>1,229,636.39</u>	<u>1,245,911.39</u>	<u>1,245,911.39</u>	<u>1,159,246.92</u>	<u>2,780,861.50</u>

¹ Net profit on exchange.

NOTE TO SUMMARY OF CHAPTERS.

The budget for the financial year 1937 provides for the following reductions to be made in respect of Chapters I, II, III and V in view of the creation of a Guarantee Fund:

	Dutch florins
Chapter I	12,001.92
„ II	20,163.23
„ III	57,609.21
„ V	6,241.—
	96,015.36

Recourse to the Guarantee Fund has been necessary only in respect of the expenditure chargeable to Chapter III; under this head, the sum of 11,137.17 florins has been received from the Guarantee Fund.

B. SUMMARY OF ARTICLES.

	Credits for 1937			Expenditure
	Original credits	Original credits, including withdrawals from the Special Fund	Credits after transfers	
	Dutch florins			
SECTION I. — ORDINARY EXPENDITURE.				
<i>Chapter I: Members of the Court:</i>				
1. Annual salaries of the members of the Court and special allowance of the Vice-President:				
(a) President	60,000.—	60,000.—	60,000.—	60,000.—
(b) Vice-President and judges (see note, p. 84)	630,000.—	630,000.—	630,000.—	601,500.—
(c) Duty allowance of the Vice-President for each day on which he acts as President.	10,000.—	10,000.—	10,000.—	2,000.—
2. Travelling expenses of members of the Court:				
(a) Journeys on duty (see note, p. 84)	4,000.—	4,960.—	4,960.—	754.20
(b) Annual journeys.	9,000.—	10,260.—	10,260.—	3,845.35
(c) Journeys on long leave	7,000.—	8,680.—	8,680.—	4,244.03
(d) Removal expenses on taking up appointment and on departure (see note, p. 85)	6,000.—	7,560.—	7,560.—	5,234.26
3. Extraordinary or unforeseen expenditure				
	1,000.—	1,000.—	1,000.—	1,000.—
	727,000.—	732,460.—	732,460.—	678,577.84
 <i>Chapter II: The Registrar and officials of the Registry:</i>				
4. Annual salaries and special expenditure relating to staff:				
(a) Salaries, wages and indemnities (see Table A)	267,555.—	267,555.—	267,555.—	224,237.61
(b) Contribution to the Staff Provident Fund	483.75	483.75	483.75	483.75
(c) Indemnities provided for in the Staff Regulations.	100.—	100.—	100.—	—
(d) Contribution towards sickness insurance	100.—	100.—	100.—	80.32
(e) Compensation payable as a result of administrative proceedings	100.—	100.—	100.—	—
(f) Medical examinations	100.—	100.—	100.—	—
<i>Carried forward</i>	268,438.75	268,438.75	268,438.75	224,801.68

	Credits for 1937			
	Original credits	Original credits, including withdrawals from the Special Fund	Credits after transfers	Expenditure
		Dutch florins		
<i>Brought forward</i>	268,438.75	268,438.75	268,438.75	224,801.68
5. Travelling expenses of the Registrar and officials of the Registry:				
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	5,000.—	5,700.—	6,700.—	5,953.10
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	1,500.—	1,695.—	1,695.—	1,391.81
(c) Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes", every three years	1,000.—	1,180.—	1,180.—	262.93
(d) Removal expenses (on taking up appointment and on departure)	1,000.—	1,260.—	2,360.—	1,964.41
(e) Travelling expenses of temporary and auxiliary staff	4,000.—	4,560.—	2,460.—	1,159.17
6. Unforeseen expenditure	1,000.—	1,000.—	1,000.—	404.10
	<hr/>	<hr/>	<hr/>	<hr/>
	281,938.75	283,833.75	283,833.75	235,937.20
<i>Chapter III: Judges ad hoc, assessors, etc.:</i>				
7. Allowances of judges <i>ad hoc</i> and assessors, witnesses and experts:				
(a) Judges <i>ad hoc</i> : duty allowance	35,000.—	35,000.—	35,000.—	7,300.—
(b) Judges <i>ad hoc</i> : subsistence allowance	16,000.—	16,000.—	16,000.—	2,950.—
(c) Assessors: subsistence allowance	5,000.—	5,000.—	5,000.—	—
(d) Witnesses and experts (Art. 55 of the Rules of Court)	1,000.—	1,000.—	1,000.—	—
8. Travelling expenses of judges <i>ad hoc</i> , assessors, witnesses and experts:				
(a) Judges <i>ad hoc</i>	5,000.—	6,200.—	6,200.—	1,077.96
(b) Assessors	3,000.—	3,720.—	3,720.—	—
(c) Witnesses and experts (Art. 55 of the Rules of Court)	1,000.—	1,240.—	1,240.—	—
	<hr/>	<hr/>	<hr/>	<hr/>
	66,000.—	68,160.—	68,160.—	11,327.96
Sums recoverable:				
Subscriptions from non-Members	6,100.—	6,100.—	6,100.—	—
Assessors	2,100.—	2,100.—	2,100.—	—
	<hr/>	<hr/>	<hr/>	<hr/>
	57,800.—	59,960.—	59,960.—	11,327.96
<i>Chapter IV: Premises:</i>				
9. Contribution to the Carnegie Foundation:				
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—	19,000.—
	<hr/>	<hr/>	<hr/>	<hr/>
<i>Carried forward</i>	40,000.—	40,000.—	40,000.—	40,000.—

Credits for 1937				
	Original credits	Original credits, including withdrawals from the Special Fund	Credits after transfers	Expenditure
	Dutch florins			
<i>Brought forward</i>	40,000.—	40,000.—	40,000.—	40,000.—
(c) Amortisation of cost of installation of new premises for the Court . .	10,000.—	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of cost of installation of new premises for the Court.	10,000.—	10,000.—	10,000.—	10,000.—
	<u>60,000.—</u>	<u>60,000.—</u>	<u>60,000.—</u>	<u>60,000.—</u>
<i>Chapter V: Administrative expenses:</i>				
10. General expenses:				
(a) Cost of distribution of documents	2,000.—	2,280.—	2,280.—	788.39
(b) Supplies	10,000.—	12,600.—	12,600.—	7,657.10
(c) Post, telegraph, telephone.	4,000.—	4,000.—	4,000.—	2,185.98
(d) Insurances	135.—	135.—	135.—	124.30
(e) Gratuities at the New Year	500.—	500.—	500.—	500.—
(f) Taxis to convey female staff to their homes after night-work	100.—	100.—	100.—	—
(g) Welfare of staff	100.—	100.—	100.—	8.25
(h) Financial control	1,800.—	1,800.—	1,800.—	1,014.17
11. Printing expenses:				
(a) Ordinary work	30,000.—	33,000.—	33,000.—	24,452.20
(b) Special work	5,000.—	5,000.—	5,000.—	4,958.98
(c) Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted	500.—	500.—	500.—	157.67
12. Unpaid liabilities from preceding years				
	1,000.—	1,000.—	1,000.—	—
	<u>55,135.—</u>	<u>61,015.—</u>	<u>61,015.—</u>	<u>41,847.04</u>
<i>Chapter VI: Cost of administration of the Court's funds:</i>				
13. Loss on exchange				
	100.—	100.—	100.—	—
14. Bank charges				
	200.—	200.—	200.—	57.62
	300.—	300.—	300.—	57.62
To be deducted:				
Profits on exchange				
	100.—	100.—	100.—	1,107.92
	<u>200.—</u>	<u>200.—</u>	<u>200.—</u>	<u>— 1,050.30</u>
<i>Chapter VII:</i>				
15. (a) Contribution towards the fund to defray the expenses resulting from the application of the "Regulations regarding the granting of retiring pensions to ordinary judges and to the Registrar of the Permanent Court of International Justice"				
	104,072.—	104,072.—	104,072.—	104,072.—
(b) Lump sum to be paid to the family of a deceased member of the Court				
	36,006.—	36,006.—	36,006.—	36,006.—
	<u>140,078.—</u>	<u>140,078.—</u>	<u>140,078.—</u>	<u>140,078.—</u>

Credits for 1937

	Original credits	Original credits, including withdrawals from the Special Fund	Credits after transfers	Expenditure
Dutch florins				
SECTION 2. — CAPITAL ACCOUNT.				
<i>Chapter VIII: Permanent installations, etc.</i>				
16. Furniture and installation of additional fittings	2,000.—	2,520.—	2,520.—	1,939.05
17. Library	2,000.—	2,360.—	2,360.—	1,995.07
	<u>4,000.—</u>	<u>4,880.—</u>	<u>4,880.—</u>	<u>3,934.12</u>

The Hague, February 15th, 1938.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

TABLE A. — SALARIES, WAGES AND INDEMNITIES.

(See Chapter II: Article 4 (a).)

	Credits for 1937			
	Original credits	Original credits, including withdrawals from the Special Fund	Credits after transfers	Expenditure
Dutch florins				
Annual salary of the Registrar	32,000.—	32,000.—	32,000.—	25,000.—
Annual salaries of permanent staff of Registry	186,955.—	186,955.—	186,955.—	181,524.56
Salaries of temporary staff (two editing secretaries)	18,000.—	18,000.—	18,000.—	—
<i>Idem</i> (establishment and accountancy service).	—	—	—	—
<i>Idem</i> (two messengers).	3,000.—	3,000.—	3,000.—	2,964.31
Salaries of auxiliary staff	27,000.—	27,000.—	27,000.—	14,645.74
Overtime pay, permanent staff	500.—	500.—	500.—	33.—
Overtime pay, auxiliary staff	100.—	100.—	100.—	70.—
	<u>267,555.—</u>	<u>267,555.—</u>	<u>267,555.—</u>	<u>224,237.61</u>

NOTES TO THE SUMMARY OF ARTICLES.

Article I (b): Annual Salaries of Vice-President and Judges (see page 81).

The expenditure chargeable to this Article was 28,500 florins below the budget estimate owing to the fact that a vacant judgeship was only filled on May 27th, 1937, and that another judgeship fell vacant on July 7th.

Article 2 (a): Travelling Expenses of Members of the Court: Journeys on Duty (see page 81).

In the course of the financial year 1937, the Court carried out an inspection of the locality in connection with the case concerning the diversion of water from the Meuse; the expenses of this journey were charged to Article 2 (a) of the budget under Article 2, sub 1, of the Regulations for the repayment of travelling expenses of judges (*Publications of the Court*, Series D, No. 1, third edition, March 1936, page 65).

Article 2 (d): Removal Expenses of Members of the Court (see page 81).

The expenditure charged to this Article consists for the most part of the repatriation expenses of the family of a deceased judge and the cost of transporting his furniture.

II. STATEMENT OF ASSETS AND

LIABILITIES.				
	Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Depreciation Account:</i>				
Library:				
To December 31st, 1936	22,153.54½		46,137.61	
Plus depreciation to December 31st, 1937	<u>1,995.07</u>		<u>3,385.15</u>	
		24,148.61½		49,522.76
 <i>Surplus of assets over liabilities</i>		 293,985.71		 493,812.74
		 <u>318,134.32½</u>		 <u>543,335.50</u>

III. CASH ACCOUNT FOR THE

1937 December 31st		Dutch florins	Swiss francs
	To contributions from States Members:		
	Consolidated contributions, 1933-1936	871.87	2,567.65
	<i>Idem</i> 1937	75.92	158.15
	Arrears	70,416.10	207,373.60
	Nineteenth financial period		2,423,449.10
	Withdrawn from the 1937 Devaluation Fund	1,163,441.56	368,275.95
	(1,862,725.99 gold francs)	1,234,805.45	
	Special contributions account set up under the terms of the 1936 Assembly Resolution	16,251.15	3,001,824.45
	Suspense account: Contributions of non-Member States	94,340.94	227,055.05
	Profit on investments realised ¹	25,241.16	60,749.15
	Guarantee Fund	11,137.17	26,788.—
	To extraordinary receipts:		
	Bank interest	267.77	644.45
		<u>1,382,043.64</u>	<u>3,317,061.10</u>

¹ Profit on exchange resulting from depreciation of the florin; sale of gold bullion.

LIABILITIES AS AT DECEMBER 31ST, 1937.

		ASSETS.			
		Dutch florins	Dutch florins	Gold francs	Gold francs
<i>Furniture, typewriters, etc.:</i>					
(Sum expended to date: fl. 120,540.93) .			I.—		2.—
<i>Library:</i>					
	Balance from the financial year 1936. .	22,153.54½		46,137.61	
	Purchases during financial year 1937. .	1,995.07		3,385.15	
			24,148.61½		49,522.76
	<i>Contributions to be received</i>		82,592.93		133,956.41
<i>In hand and at Bank:</i>					
(a)	Contributions from non-Member States received in 1937 ¹		94,340.94		160,597.52
(b)	Special contributions account set up under the terms of the 1936 Assembly Resolution.		16,251.15		27,664.49
(c)	Cash surplus at the end of the nineteenth financial period . .		100,799.69		171,592.32
			<u>318,134.32½</u>		<u>543,335.50</u>

The Hague, February 15th, 1938.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

NINETEENTH FINANCIAL PERIOD.

1937
December
31st

		Dutch florins	Swiss francs
By Chapter	I	678,577.84	1,627,858.75
"	II	235,937.20	565,989.20
"	III	11,327.96	27,174.60
"	IV	60,000.—	143,933.85
"	V	41,847.04	100,386.75
"	VI	— 1,050.30	— 2,519.55
"	VII	140,078.—	336,032.80
"	VIII	3,934.12	9,437.55
		<u>1,170,651.86</u>	<u>2,808,293.95</u>
<i>In suspense:</i>			
	Contributions from non-Member States	94,340.94	227,055.05
<i>In hand and at Bank:</i>			
(a)	Special contributions account set up under the terms of the 1936 Assembly Resolution	16,251.15	39,112.45
(b)	Cash surplus at end of nineteenth financial period	100,799.69	242,599.65
		<u>1,382,043.64</u>	<u>3,317,061.10</u>

¹ In 1937, the following contributions were received from non-Member States:

	Dutch florins.
Brazil, 1936	34,303.42
Japan, 1937	60,037.52
	<u>94,340.94</u>

MEMORANDUM BY THE REGISTRAR.

UNFORESEEN EXPENDITURE.

Articles 3 and 6.

On July 7th, 1937, M. Hammarskjöld, judge and former Registrar of the Court, died. The Netherlands Government offered an official funeral, which was accepted by the deceased judge's family and by the Court. On the same occasion, a funeral ceremony organised by the Court was held in the Peace Palace.

For the most part, the expenses of this ceremony have been charged to Article 3, Chapter I (members of the Court: extraordinary or unforeseen expenditure); certain additional expenses have been charged to Article 6, Chapter II (the Registrar and officials of the Registry: unforeseen expenditure).

IV. TRANSFERS IN THE BUDGET.

A. — Transfers in the budget approved by the Court or, by delegation from the Court, by the President.

None.

B. — Transfers within an article of the budget approved by the Registrar of the Court.

1. *On October 25th, 1937:*

1,000 florins from Item 5 (e) (travelling expenses of temporary and auxiliary staff) to Item 5 (d) (removal expenses on taking up appointment and on departure).

2. *On December 2nd, 1937:*

1,000 florins from Item 5 (e) (travelling expenses of temporary and auxiliary staff) to Item 5 (d) (removal expenses on taking up appointment and on departure).

3. *On December 20th, 1937:*

100 florins from Item 5 (e) (travelling expenses of temporary and auxiliary staff) to Item 5 (d) (removal expenses on arrival and on departure).

Part VI.

**SECRETARIAT AND ASSEMBLY HALL: BUILDING
FUND ACCOUNT**

- I. CASH ACCOUNT AS AT DECEMBER 31ST, 1937.
 - II. STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1937.
 - III. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.
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SECRETARIAT AND ASSEMBLY HALL: BUILDING FUND ACCOUNT.

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1937.

(In Swiss francs.)

Year	RECEIPTS.						PAYMENTS.				
	Original fund, including Argentine contributions	Allocations from cash surplus and from building annuity	Sale of Hôtel National	New Buildings Furnishing Account	Interest earned and profit on investments realised	Total	Expended on Construction Account	International Labour Organisation Building	Building Annuity refund	Total	Balance at end of year
1925	13,334,993.94	—	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	3,367,847.28	—	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,402.24
1927	—	—	—	—	508,674.24	508,674.24	1,192,117.40	—	25,000.—	1,217,117.40	10,912,959.08
1928	—	—	—	—	538,556.45	538,556.45	196,694.10	—	25,000.—	221,694.10	11,229,821.43
1929	—	2,154,161.12	—	—	672,657.42	2,826,818.54	209,973.45	—	—	209,973.45	13,846,666.52
1930	—	675,000.—	—	—	636,016.15	1,311,016.15	510,394.20	—	—	510,394.20	14,647,288.47
1931	—	675,000.—	—	—	460,514.15	1,135,514.15	1,974,339.25	—	—	1,974,339.25	13,808,463.37
1932	—	675,000.—	—	—	59,889.84	734,889.84	3,797,503.95	—	—	3,797,503.95	10,745,849.26
1933	—	1,375,000.—	—	—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58
1934	—	1,600,000.—	—	—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63
1935	—	2,800,000.—	—	—	—	2,800,000.—	4,540,928.57	—	—	4,540,928.57	3,936,146.84
1936	—	1,456,010.—	—	—	695,899.76	2,151,909.76	5,172,809.64	—	—	5,172,809.64	915,246.96
1937	—	1,375,000.—	4,000,000.—	1,271,752.—	380,599.46	7,027,351.46	5,679,115.92	—	—	5,679,115.92	2,263,482.50
	13,334,993.94	16,153,018.40	4,000,000.—	1,271,752.—	4,526,447.94	39,286,212.28	33,662,729.78	3,310,000.—	50,000.—	37,022,729.78	

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

BUILDING FUND ACCOUNT.

II. — STATEMENT OF EXPENDITURE TO DECEMBER 31ST, 1937.

A. <i>Non-recurring Expenditure.</i>	Swiss francs	Swiss francs
1. International Labour Office		3,310,000.—
2. Assembly Hall and Secretariat:		
(a) Cost of land	2,678,500.—	
(b) Cost of annex	270,000.—	
(c) Annex installations	122,401.60	
(d) Examination expenses	401,768.55	
(e) Cost of original plans on old site	126,777.25	
	<hr/>	3,599,447.40
 B. <i>Construction Expenditure — Assembly Hall and Secretariat.</i>		
1. (a) Construction of new buildings	26,394,871.10	
(b) Architects' fees	1,229,732.—	
(c) Office expenses	1,350,452.50	
	<hr/>	28,975,055.60
2. Advertising	25.—	
3. Prints of plans	48,757.30	
4. Transport charges	3,069.15	
5. Telegrams and telephones	2,290.65	
6. Experts' fees	62,484.10	
7. Printing	1,303.10	
8. Incidental expenses	66,960.80	
9. Allowances and travelling expenses of Building Committee and staff	270,380.95	
10. Legal expenses	145,212.30	
11. Administration of property	1,501.20	
12. Salaries of staff	451,157.45	
13. Sundry and miscellaneous expenses	72,820.28	
	<hr/>	30,101,017.88
 <i>Less — In aid:</i>		<hr/>
Sales of documents to contractors	17,814.20	
Sale of timber, etc.	6,752.—	
Miscellaneous	13,169.30	
	<hr/>	37,735.50
		<hr/> <hr/>
		36,972,729.78

III. — CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.

SHOWING AMOUNT STILL DUE TO CONTRIBUTORY STATES.

(In gold francs as adopted by the League of Nations.)

<i>Income.</i>		<i>Expenditure.</i>	
Amount contributed by States Members	16,702,841.22	Refunded to States Members:	
Amount received in respect of sale of Hotel National (4,000,000.— Swiss francs)	2,829,226.12	Financial period ended December 31st, 1927	1,400,000.—
	<hr/>	Financial period ended December 31st, 1928	1,400,000.—
	19,532,067.34	Financial period ended December 31st, 1929	700,000.—
		Financial period ended December 31st, 1930	700,000.—
		Financial period ended December 31st, 1931	700,000.—
		Financial period ended December 31st, 1932	700,000.—
			<hr/>
		Balance still payable	5,600,000.—
			<hr/>
	<hr/> <hr/>		13,932,067.34
	19,532,067.34		<hr/> <hr/>
			19,532,067.34

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VII.

LIBRARY: BUILDING FUND ACCOUNT

CASH ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs	Swiss francs
<i>Receipts:</i>		
Amount received from Mr. J. D. Rockefeller, Junr. (\$1,500,000.—)		5,678,148.28
Interest	21,178.51	
Profit on investments realised	466,366.16	
	<hr/>	487,544.67
		<hr/>
		6,165,692.95
<i>Payments:</i>		
Construction of Library	4,366,751.65	
Architects' fees	246,568.—	
Office expenses	175,120.—	
	<hr/>	4,788,439.65
<i>Balance:</i>		
Cash in hand as at December 31st, 1937:		
Current account		1,377,253.30
		<hr/>
		6,165,692.95
		<hr/>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part VIII.

LIBRARY ENDOWMENT FUND

I. CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
<i>Capital Account:</i>		<i>Investments (at cost):¹</i>	
Balance as at December 31st, 1937	1,751,949.44	As per details annexed (page 94)	1,915,348.79
<i>Reserve Fund</i>	176,847.90	<i>Cash at Bank:</i>	
		Current account	13,448.55
	<u>1,928,797.34</u>		<u>1,928,797.34</u>

II. REVENUE ACCOUNT FOR THE TWELVE MONTHS ENDED DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
Balance as at January 1st, 1937	91,377.59	Library, in aid account	51,784.45
Income from investments	69,897.65	Miscellaneous expenses	6,647.65
		Pensions Fund, arrears contributions	6,092.50
		Reserve Fund	96,750.64
	<u>161,275.24</u>		<u>161,275.24</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

¹ The market value of the investments held by the Fund as at December 31st, 1937, was, exclusive of interest, 1,977,534.55 Swiss francs.

LIBRARY ENDOWMENT FUND.

STATEMENT OF INVESTMENTS.

Details	Nominal value	Cost price		Estimate at December 31st, 1937	
		In original currency	In Swiss francs	In original currency	In Swiss francs ¹
7% German External Loan, 1924-1949	\$47,000.—	\$51,106.50	156,426.65	\$14,452.50	62,489.—
7% Greek Government Loan, 1964	\$28,000.—	\$27,470.—	84,080.20	\$ 9,240.—	39,951.45
5½% Government of Denmark, 1955	\$12,000.—	\$11,869.30	36,303.53	\$12,165.—	52,598.40
4½% Government of Australia, 1956	\$14,000.—	\$13,575.—	41,550.36	\$14,017.50	60,608.15
3¾% U.S. Treasury Bonds, 1943-1947	\$41,400.—	\$45,501.19	198,364.50	\$44,492.06	192,372.55
3¼% U.S. Treasury Notes, 1943-1945	\$56,000.—	\$59,395.—	258,790.30	\$59,972.50	259,306.10
3⅛% U.S. Treasury Bonds, 1949	\$41,950.—	\$45,502.64	198,370.80	\$44,362.12	191,810.70
2½% Dominion of Canada, 1945	\$44,000.—	\$44,330.—	193,258.65	\$43,890.—	189,769.40
1½% U.S. Treasury Notes (March 15th, 1939)	\$17,000.—	\$17,132.81	74,864.40	\$17,228.43	74,491.40
1½% U.S. Treasury Notes (December 15th, 1940)	\$17,000.—	\$17,026.56	74,399.—	\$17,249.68	74,583.30
4½% Government of Sweden, 1930	Kr. 370,000.—	Kr. 336,330.83	301,010.85	Kr. 397,750.—	443,292.35
3¼% Town Mortgage Bank—Kingdom of Sweden, 1937	Kr. 110,000.—	Kr. 110,000.—	90,524.55	Kr. 114,950.—	128,111.75
4½% Swiss Federal Railways, 1927	Sw. fr. 20,000.—	Sw. fr. 21,550.—	21,550.—	Sw. fr. 21,950.—	21,950.—
4½% Swiss Federal Railways, 1928	Sw. fr. 20,000.—	Sw. fr. 21,480.—	21,480.—	Sw. fr. 21,900.—	21,900.—
4½% Swiss Federal Loan, 1926	Sw. fr. 20,000.—	Sw. fr. 21,550.—	21,550.—	Sw. fr. 21,500.—	21,500.—
4½% Swiss Federal Loan, 1927	Sw. fr. 20,000.—	Sw. fr. 21,500.—	21,500.—	Sw. fr. 21,550.—	21,550.—
4% Swiss Federal Railways, 1933	Sw. fr. 20,000.—	Sw. fr. 20,950.—	20,950.—	Sw. fr. 21,250.—	21,250.—
3¼% State Banks of the Cantons of Thurgovia, St. Gall, Zurich and Fribourg	Sw. fr. 100,000.—	Sw. fr. 100,375.—	100,375.—	Sw. fr. 100,000.—	100,000.—
			1,915,348.79		1,977,534.55

¹ Rate of conversion as at December 31st, 1937:

	Swiss francs
New York	4.32¾
Stockholm	111.45

Part IX.

REVOLVING FUND FOR SPECIAL PUBLICATIONS

CASH ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs	Swiss francs	Swiss francs
<i>Receipts:</i>			
Original gift		25,000.—	
Sales of documents to December 31st, 1936	16,602.42		
Sales of documents during 1937	<u>2,855.75</u>		
Interest and profit on investments realised		19,458.17	
		10,165.29	
<i>Expenditure:</i>			
Printing to December 31st, 1937.			19,136.18
Cost and installation expenses for projection of films			25,389.75
Travelling expenses			540.95
Miscellaneous expenses			834.78
Cash in hand as at December 31st, 1937			<u>8,721.80</u>
		<u>54,623.46</u>	<u>54,623.46</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part X.

LÉON BERNARD FUND

CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
Accumulated Fund	13,373.—	<i>Investments (at cost):</i> ¹	
		5,000 francs 3% National Defence Loan, 1936	5,112.50
		4,000 francs 3½% Federal Railways, 1899-1902	4,140.—
		4,000 francs 3½% Federal Railways, Jura-Simplon, 1894	4,120.50
	<u>13,373.—</u>		<u>13,373.—</u>

REVENUE ACCOUNT FOR THE TWELVE MONTHS ENDING DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
Cash at bank, September 28th, 1937	2,316.40	Purchases of securities	13,373.—
Donations	12,032.80	Accrued interest at date of purchase	165.40
		Safe custody charges	35.—
		Legal charges	10.—
		Bank charges relative to purchase of securities	37.55
		Cash at bank, December 31st, 1937	728.25
	<u>14,349.20</u>		<u>14,349.20</u>

¹ The market value of the investments held by the Fund as at December 31st, 1937, was, exclusive of interest, 13,462 Swiss francs.

January 28th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part XI.

ACCOUNTS OF THE STAFF PENSIONS FUND FOR 1937.

CAISSE DES PENSIONS DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1937 — BALANCE-SHEET AS AT DECEMBER 31ST, 1937.

Passif — Liabilities.

	Francs suisses Swiss francs	Francs suisses Swiss francs
FONDS ACCUMULÉS — ACCUMULATED FUND	20.924.526,09	
<i>Ajouter — Add:</i>		
Profit sur placements réalisés — Profit on investments realised	3.900.223,70	
	<u>24.824.749,79</u>	
<i>A déduire — Less:</i>		
Pertes subies sur la vente de placements — Losses incurred on sale of investments	1.060.489,91	
		<u>23.764.259,88</u>
COMPTES CRÉDITEURS DIVERS — SUNDRY CREDITORS:		
Pensions — Annuities		28.088,35
FONDS DE RÉSERVE SUR LES DETTES AU TITRE DES PRIMES D'ASSURANCE — INSURANCE PREMIUM DEBT RESERVE FUND.		8.609,70
		<u><u>23.800.957,93</u></u>

STAFF PENSIONS FUND.

BILAN AU 31 DÉCEMBRE 1937 — BALANCE-SHEET AS AT DECEMBER 31ST, 1937.

Actif — Assets.

	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS — CASH.		
Compte courant — Current Account:		
Francs suisses — Swiss francs	254.431,75	
Dollars E.U.A. — Dollars (U.S.A.) \$21.585,66	94.221,05	
Livres sterling — Sterling £14,251 2s. 10d.	298.281,—	
	<hr/>	646.933,80
PLACEMENTS (au prix d'achat) conformément aux indications détaillées figurant en annexe, pages 101 et 102 — INVEST- MENTS (at cost) as per Details annexed (pages 101 and 102) .	22.703.733,43¹	
et intérêts échus — and accrued interest	89.137,25	
	<hr/>	22.792.870,68
COMPTES DÉBITEURS DIVERS — SUNDRY DEBTORS.		
Contributions arriérées dues par les membres — Members' arrears of contributions	85.716,35	
Dettes au titre des primes d'assurance — Insurance premium debts	275.437,10	
	<hr/>	361.153,45
		<hr/> <hr/>
		23.800.957,93

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chef Comptable. — Chief Accountant.

¹ La valeur en bourse des titres détenus par la Caisse au 31 décembre 1937 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1937, was, exclusive of interest Francs suisses — Swiss francs: 22.400.497,—

CAISSE DES PENSIONS DU PERSONNEL — STAFF PENSIONS FUND

COMPTE DES RECETTES ET DES DÉPENSES POUR L'EXERCICE SE TERMINANT
LE 31 DÉCEMBRE 1937 — INCOME AND EXPENDITURE ACCOUNT FOR
THE PERIOD ENDED DECEMBER 31ST, 1937.

Recettes — Income.

	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE DES MEMBRES — MEMBERS' ACCOUNT.		
Contributions courantes — Current contributions	844.625,54	
Contributions arriérées — Arrears of contributions	47.738,40	
	<u> </u>	892.363,94
COMPTE DE LA SOCIÉTÉ DES NATIONS — LEAGUE ACCOUNT.		
Contributions courantes — Current contributions	1.289.386,20	
Compte des arriérés — Arrears account	45.121,75	
	<u> </u>	1.334.507,95
CONTRIBUTION ANNUELLE pour l'amortissement du déficit de la réserve mathématique — ANNUAL CONTRIBUTION for the amortisation of the deficit on the actuarial reserve		400.000,—
INTÉRÊTS — INTEREST.		
Des placements, etc. — On investments, etc.		415.290,29
		<u> </u>
		<u>3.042.162,18</u>

Dépenses — Expenditure.

	Francs suisses Swiss francs	Francs suisses Swiss francs
PRESTATIONS — BENEFITS.		
Remboursement de contributions — Contribution refunds	40.408,55	
Pensions — Annuities	70.160,—	
Sommes en capital — Capital value annuities	891.493,—	
Pensions d'invalidité — Invalidity annuities	43.293,—	
Pensions aux veuves et aux orphelins — Annuities to widows and orphans	68.030,55	
	<u> </u>	1.113.385,10
DÉPENSES DIVERSES — MISCELLANEOUS EXPENSES.		
Y compris les frais d'achat des titres — Including cost of purchase of securities		43.013,23
SOLDE, SOIT EXCÉDENT DES RECETTES SUR LES DÉPENSES — BALANCE, BEING EXCESS INCOME OVER EXPENDITURE		
		1.885.763,85
		<u> </u>
		<u>3.042.162,18</u>

PLACEMENTS APPARTENANT A LA CAISSE DES PENSIONS
INVESTMENTS HELD BY THE PENSIONS FUND.

Pour cent Per cent	Désignation Details	Valeur nominale Nominal value	Prix d'achat en francs suisses Cost price Swiss francs	Estimation au 31.XII.1937 Estimate at En francs suisses ¹ In Swiss francs ¹
<i>Avoir en dollars E.U.A. — Holdings in U.S.A. dollars.</i>				
4½%	Emprunt argentin 1971 — Argentine Govt. 1971	210 000.—	864 997.50	871 668.—
4%	Emprunt argentin 1937/72 — Argentine Govt. 1937/1972	124 000.—	491 861.15	466 446.—
5%	Emprunt consolidé brésilien 1931 — Brazil External Loan 1931	3 200.—	12 876.10	5 188.—
6½%	Emprunt brésilien 1957 — Brazil External Loan 1957	62 500.—	132 228.75	52 693.—
4½%	Emprunt danois 1928/62 — Danish Govt. Loan 1928/1962	50 000.—	216 694.65	214 834.—
7%	Consort. italien de Crédit 1927/47 — Italian Credit Consortium 1927/1947	14 000.—	71 633.95	49 105.—
4½%	Emprunt norvégien 1965 — Norwegian Govt. Loan 1965	50 000.—	214 360.60	222 401.—
27/8%	Obl. du Trésor U.S.A. 1955/60 — U.S.A. Treasury Bonds 1955/1960	250 000.—	1 127 971.20	1 101 203.—
	Bons du Trésor U.S.A. (9-II-1938) — U.S.A. Treasury Bills (9-II-1938)	58 000.—	251 833.60	250 726.—
	Bons du Trésor U.S.A. (23-III-1938) — U.S.A. Treasury Bills (23-III-1938)	1 837 000.—	7 975 349.30	7 933 143.—
	Bons du Trésor U.S.A. (25-V-1938) — U.S.A. Treasury Bills (25-V-1938)	16 000.—	68 846.80	69 102.—
	Bons du Trésor U.S.A. (22-VI-1938) — U.S.A. Treasury Bills (22-VI-1938)	227 000.—	979 021.80	979 939.—
	<i>Total dollars E.U.A. — Total U.S.A. dollars</i>	<u>2 901 700.—</u>	<u>12 407 675.40</u>	<u>12 216 448.—</u>
<i>Avoir en dollars-or — Holding in gold dollars.</i>				
5½%	Chemin de fer Paris-Orléans 1968 — Paris-Orleans Railway 1968	223 000.—	995 613.80	862 956.—
<i>Avoir en francs suisses — Holdings in Swiss francs.</i>				
4%	Emprunt égyptien 1876/80 — Egypt Unified Loan 1876-1880	50 000.—	37 280.—	44 400.—
5%	Chemin de fer Paris-Orléans 1930 — Paris-Orleans Railway 1930	526 000.—	498 155.—	504 960.—
3½%	Emprunt fédéral suisse 1932/33 — Swiss Federal Loan 1932-1933	294 000.—	283 508.35	307 230.—
3%	Emprunt fédéral suisse 1903 — Swiss Federal Loan 1903	6 000.—	5 985.—	6 165.—
3%	Emprunt fédéral suisse Défense nationale 1936 — Swiss Federal Loan, Défense nationale, 1936	226 500.—	225 616.50	233 295.—
3½%	Emprunt fédéral suisse 1937 — Swiss Federal Loan 1937	31 000.—	31 000.—	32 860.—
4%	Chemins de fer fédéraux 1931 — Swiss Federal Railways 1931	100 000.—	99 250.—	107 000.—
3½%	Chemins de fer fédéraux 1932 — Swiss Federal Railways 1932	912 000.—	905 615.—	950 304.—
3½%	Chemin de fer Jura-Simplon 1894 — Jura-Simplon Railway 1894	300 000.—	298 942.50	312 000.—
	<i>Total francs suisses — Total Swiss francs</i>	<u>2 445 500.—</u>	<u>2 385 352.35</u>	<u>2 498 214.—</u>

¹ Taux de conversion du 31 décembre 1937 — Rate of conversion as at December 31st, 1937:

	Francs suisses Swiss francs
Paris	14.68½
New-York	4.32¾
London	21.62
Amsterdam	240.67½
Stockholm	111.45

Pour cent	Désignation	Valeur nominale	Prix d'achat en francs suisses	Estimation au 31.XII.1937
Per cent	Details	Nominal value	Cost price Swiss francs	En francs suisses ¹ In Swiss francs ¹
<i>Avoir en sterling — Holdings in sterling.</i>				
3½%	Emprunt de guerre anglais 1952 — British War Loan 1952	100 000	2 255 150.—	2 194 430.—
	Bons du Trésor anglais (9-III-1938) — British Treasury Bills (9-III-1938) . . .	45 000	970 951.35	971 754.—
	<i>Total sterling</i>	145 000	3 226 101.35	3 166 184.—
<i>Avoir en francs français — Holdings in French francs.</i>				
4½%	Rente française 1937 — French Rentes 1937.	6 486 000.—	993 321.70	990 568.—
<i>Avoir en florins — Holdings in florins.</i>				
3%	Indes néerlandaises 1937 — Dutch East Indies 1937	92 000.—	214 261.10	213 948.—
5%	Ville de Paris 1932 — City of Paris 1932 . .	234 000.—	506 886.10	512 493.—
4½%	Paris-Lyon-Méditerranée 1932 — Paris-Lyons-Mediterranean 1932	252 000.—	493 939.60	479 136.—
	Promissory Notes Gds. Réseaux Chemins de fer français (1-III-1938)	200 000.—	477 172.55	478 787.—
	<i>Total florins.</i>	778 000.—	1 692 259.35	1 684 364.—
<i>Avoir en couronnes suédoises — Holdings in Swedish Crowns.</i>				
3%	Royaume de Suède 1937 — Kingdom of Sweden 1937	386 000.—	418 397.50	437 725.—
<i>Avoir en Canal de Suez — Holdings Suez Canal.</i>				
5%	498 Obligations-or — 498 gold bills		291 153.90	240 602.—
	2 Actions de jouissance — 2 Actions jouissance		7 671.88	6 858.—
	297/5 Société civile — 297/5 Civil Society		286 186.20	296 578.—
	<i>Total Canal de Suez — Total Suez Canal</i>		585 011.98	544 038.—
<i>Résumé — Summary.</i>				
	Dollars E.U.A. — U.S.A. dollars		12 407 675.40	12 216 448.—
	Dollars-or — Gold dollars		995 613.80	862 956.—
	Francs suisses — Swiss francs		2 385 352.35	2 498 214.—
	Sterling		3 226 101.35	3 166 184.—
	Francs français — French francs		993 321.70	990 568.—
	Florins		1 692 259.35	1 684 364.—
	Couronnes suédoises — Swedish crowns		418 397.50	437 725.—
	Canal de Suez — Suez Canal		585 011.98	544 038.—
	<i>Total</i>		22 703 733.43	22 400 497.—

¹ Voir la note de la page précédente. — See note on preceding page.

Part XII.

ACCOUNTS OF THE STAFF PROVIDENT FUND FOR 1937.

CAISSE DE PRÉVOYANCE DU PERSONNEL

BILAN AU 31 DÉCEMBRE 1937.

Passif. — Liabilities.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
COMPTE CAPITAL — CAPITAL ACCOUNT.			
<i>Secrétariat — Secretariat.</i>			
Contributions versées par les membres — Contributions by members	168 244.76		
Contributions versées par la Société — Contributions by League	159 111.63		
		327 356.39	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions versées par les membres — Contributions by members	50 077.06		
Contributions versées par la Société — Contributions by League	49 477.39		
		99 554.45	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions versées par les membres — Contributions by members	12 356.32		
Contributions versées par la Société — Contributions by League	11 120.65		
		23 476.97	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund .</i>		9 797.29	460 185.10
COMPTE D'INTÉRÊTS — REVENUE ACCOUNT.			
Solde au 31 décembre 1936 — Balance as at December 31st, 1936		24 373.98	
Plus revenu pour l'année se terminant le 31 décembre 1937 — Add revenue in respect of year ended December 31st, 1937		126 442.53	
		150 816.51	
Moins montant transféré au compte capital au titre des intérêts alloués pour les années 1933-1936 au taux de 4 % p.a. — Less amount transferred to Capital Account, being distribution of interest for 1933-1936 at 4 % <i>per annum</i>		65 459.07	
Moins pertes subies sur la vente ou remboursement de titres — Less losses incurred on the sale or redemption of investments		40 025.89	
		45 331.55	
			505 516.65

STAFF PROVIDENT FUND.

BALANCE-SHEET AS AT DECEMBER 31ST, 1937

. Actif. — Assets.

	Francs suisses Swiss francs	Francs suisses Swiss francs
PLACEMENTS (au prix d'achat) conformément aux indications détaillées figurant en annexe, page 108 — INVESTMENTS (at cost) as per details annexed (page 108)	479 056.25 ¹	
Plus intérêts échus au 31 décembre 1937 — Plus accrued interest to December 31st, 1937	5 688.—	
	<hr/>	484 744.25
EN BANQUE — CASH AT BANK.		
Compte courant — Current account		20 772.40
		<hr/>
		<u>505 516.65</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chef comptable — Chief Accountant.

NOTE.

¹ La valeur en bourse des titres détenus par la Caisse au 31 décembre 1937 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1937, was, exclusive of interest

Francs suisses
Swiss francs

452 645.—

CAISSE DE PRÉVOYANCE DU PERSONNEL

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1937.
for the twelve months ended December 31st, 1937.

RECETTES. — RECEIPTS.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
DISPONIBILITÉS EN BANQUE — TO CASH AT BANK. 1 ^{er} janvier 1937 — January 1st, 1937			305 225.94
CONTRIBUTIONS.			
<i>Secrétariat — Secretariat.</i>			
Contributions des membres — Contributions by members	14 821.60		
Contributions de la Société — Contributions by League	13 339.50		
	<u>28 161.10</u>	28 161.10	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions des membres — Contributions by members	4 873.25		
Contributions de la Société — Contributions by League	4 386.15		
	<u>9 259.40</u>	9 259.40	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions des membres — Contributions by members	1 161.14		
Contributions de la Société — Contributions by League	1 045.03		
	<u>2 206.17</u>	2 206.17	
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund</i>		<u>2 186.68</u>	41 813.35
REVENU AFFÉRENT AUX PLACEMENTS, Y COMPRIS LES INTÉRÊTS EN BANQUE — INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			125 216.21
VALEUR DES PLACEMENTS REMBOURSÉS — VALUE OF INVEST- MENTS REDEEMED.			
6½% Ch. de fer du Nord 1924/50 — External gold bonds Nord Railway Co. — \$1.000.—			4 317.50
			<u>476 573.—</u>

STAFF PROVIDENT FUND.

COMPTE DE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1937.
for the twelve months ended December 31st, 1937.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss francs	Francs suisses Swiss francs	Francs suisses Swiss francs
MONTANTS VERSÉS A DES MEMBRES DÉMISSION- NAIRES, ETC. — BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secrétariat. — Secretariat.</i>			
Compte des membres — Members' account .	27 663.36		
Compte de la Société — League account . .	24 896.91		
	<hr/>	52 560.27	
<i>Bureau international du Travail — International Labour Office.</i>			
Compte des membres — Members' account .	1 981.10		
Compte de la Société — League account . .	1 840.05		
	<hr/>	3 821.15	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Compte des membres — Members' account .	—		
Compte de la Société — League account . .	—		
	<hr/>	<hr/>	56 381.42
AVANCES AFFÉRENTES AUX PRIMES D'ASSURANCE — BY ADVANCES IN RESPECT OF INSURANCE.			
Secrétariat — Secretariat		758.70	
Bureau international du Travail — International Labour Office		393.70	
		<hr/>	1 152.40
ALLOCATIONS PRÉLEVÉES SUR LA CAISSE DE DÉCÈS ET D'INVALIDITÉ — BY GRANTS FROM DEATH AND INVALIDITY FUND			
			12 656.25
COMPTE PLACEMENTS — BY INVESTMENTS ACCOUNT			
			382 921.85
DÉPENSES DIVERSES AFFÉRENTES AUX PLACEMENTS RÉALISÉS, ETC. — SUNDRY EXPENSES RELATIVE TO SALE OF SECURITIES, ETC.			
			2 688.68
DISPONIBILITÉS EN BANQUE — BY CASH AT BANK.			
Compte courant — Current account			20 772.40
			<hr/>
			<u>476 573.—</u>

CAISSE DE PRÉVOYANCE DU PERSONNEL — STAFF PROVIDENT FUND

COMPTE DE REVENU — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1937.
for the twelve months ended December 31st, 1937.

RECETTES — INCOME.		Francs suisses Swiss francs
Revenu des placements: montant perçu et à percevoir, y compris les intérêts de banque — By Revenue received and receivable from investments, including bank interests		129 131.21
		129 131.21
DÉPENSES. — EXPENDITURE.		
Dépenses diverses relatives à l'achat de valeurs, y compris leur garde, frais de banque, commissions et télégrammes — To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams		2 688.68
Solde, soit revenu net de l'année, porté au bilan — Balance, being net revenue for year, transferred to balance-sheet		126 442.53
		129 131.21

PLACEMENTS APPARTENANT A LA CAISSE DE PRÉVOYANCE DU PERSONNEL
— INVESTMENTS HELD BY THE STAFF PROVIDENT FUND

Pour cent Per cent	Désignation Details	Valeur nominale Nominal Value	Prix d'achat en francs suisses Cost price in Swiss francs	Estimation au Estimate at 31-XII-1937 En francs suisses ¹ In Swiss francs ¹
6½	Ch. de fer du Nord 1924/50 — External Gold Bonds, Nord Railway Co.	\$9 000.—	46 643.40	38 005.—
5½	Ch. de fer Paris-Orléans 1928/68 — Gold Bonds, Paris-Orleans Railway	\$10 000.—	49 491.—	39 744.—
4	République Argentine 1937/72 — Argentine Republic	\$35 000.—	140 397.35	131 544.—
4	Emprunt norvégien 1937/63 — Norwegian Government Loan	\$11 000.—	47 389.60	48 470.—
3½	Emprunt de guerre anglais 1932/52 — British War Loan	£4 600.—	99 705.—	101 192.—
3	Emprunt canadien 1936/66 — Canadian Government Loan	C. \$25 000.—	95 429.90	93 690.—
			479 056.25	452 645.—

¹ Taux de conversion du 31 décembre 1937 — Rate of conversion as at December 31st, 1937:

	Francs suisses Swiss francs
New York	4.32
London	21.62

Part XIII.

**ACCOUNTS OF THE PENSIONS FUND OF THE MEMBERS
OF THE PERMANENT COURT OF INTERNATIONAL JUSTICE
FOR THE FINANCIAL YEAR 1937.**

PENSIONS FUND OF THE MEMBERS OF THE PERMANENT COURT OF
INTERNATIONAL JUSTICE.

CAPITAL ACCOUNT AS AT DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
Accumulated Fund	1,172,030.86	Investments and cash at bank:	
		U.S.A. Treasury bills	1,106,918.11
		27,054.23 florins	65,112.75
	<u>1,172,030.86</u>		<u>1,172,030.86</u>

CASH ACCOUNT FOR THE TWELVE MONTHS ENDING DECEMBER 31ST, 1937.

	Swiss francs		Swiss francs
Balance of Fund as at December 31st, 1936 (60,612.84 florins)	172,231.11	Pensions paid by the Permanent Court of International Justice (24,372.17 florins)	58,626.74
Allocation from the cash surplus for the Seventeenth Financial Period (1935) (343,135 florins)	807,915.75	Balance:	
Allocation in the budget of the Permanent Court of Interna- tional Justice for the Nine- teenth Financial Period (1937) (104,072 florins)	250,343.—	U.S.A. Treasury bills	1,106,918.11
Bank interest (69.70 florins)	167.74	27,054.23 florins	65,112.75
	<u>1,230,657.60</u>		<u>1,230,657.60</u>

March 8th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part XIV.

**ACCOUNTS OF THE WIRELESS STATION
FOR THE FINANCIAL YEAR 1937**

STATEMENT OF ASSETS AND

LIABILITIES.		Swiss francs	Swiss francs
Depreciation Account:			
Balance as per last account		1,185,655.01	
Add Depreciation for the year		260,521.75	
		<u>1,446,176.76</u>	
SURPLUS OF ASSETS OVER LIABILITIES			2,525,524.84
			3,971,701.60

ACCOUNTS FOR THE

<i>Receipts.</i>	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
Balances as at January 1st, 1937	908,206.90	105,963.70	1,014,170.60
Budgetary vote for 1937	200,000.—	—	200,000.—
Radio-telegraphic charges	—	384,649.04	384,649.04
Broadcasting receipts	—	80,244.03	80,244.03
Profit on investments realised	307,799.18	—	307,799.18
	1,416,006.08	570,856.77	1,986,862.85

LIABILITIES AS AT DECEMBER 31ST, 1937.

ASSETS.		Swiss francs	Swiss francs
Installations:			
Prangins		1,650,259.40	
Colovrex		618,024.—	
Operating Office at Geneva		31,817.—	
Studio in League of Nations building		27,459.—	
		<hr/>	
		2,327,559.40	
Additional installation		160,704.30	
		<hr/>	
			2,488,263.70
Reserve Material			17,960.40
 Société Radio-Suisse:			
	Swiss francs		
Trading account		186,955.86	
Less: Reserve material purchased	53,021.29		
Installations	32,751.50		
		<hr/>	
		85,772.79	
		<hr/>	
			101,183.07
Cash at Bank			1,364,294.43
			<hr/>
			3,971,701.60
			<hr/> <hr/>

May 6th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

FINANCIAL YEAR 1937.

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Expenditure.</i>			
Fire insurance, safe custody charges and sundry expenses	2,508.45	—	2,508.45
Additional installation	49,203.20	32,751.50	81,954.70
Operation and administrative expenses	—	365,379.08	365,379.08
Broadcasting charges	—	18,521.83	18,521.83
Purchase of reserve material	—	53,021.29	53,021.29
Balances at December 31st, 1937	1,364,294.43	101,183.07	1,465,477.50
	<hr/>	<hr/>	<hr/>
	1,416,006.08	570,856.77	1,986,862.85
	<hr/>	<hr/>	<hr/>

May 6th, 1938.

(Signed) P. G. WATTERSON,
Chief Accountant.

Part XV.

**REPORT BY M. U. A. J. BRUNSKOG (AUDITOR) ON THE AUDIT
OF THE ACCOUNTS OF THE LEAGUE OF NATIONS FOR THE
NINETEENTH FINANCIAL PERIOD (1937)**

In accordance with Article 44 of the Regulations for the Financial Administration of the League of Nations, I have examined the accounts of the organisations and have the honour to transmit the following report.

I. EXECUTION OF THE BUDGET FOR THE FINANCIAL YEAR 1937.

As regards income and expenditure entered in the budget account for the year 1937, I would refer to pages 20-37 and 42 (Secretariat), pages 56-65 and 68-69 (International Labour Office), pages 80-87 (Permanent Court of International Justice), and to the following tables A-C.

A. INCOME.

Organisations:	Income Budget	
	Swiss francs	Gold francs
Secretariat and special organisations	19,014,133.—	13,448,820.46
International Labour Office	7,608,662.—	5,381,656.35
Permanent Court of International Justice	2,561,333.—	1,811,647.58
Devaluation Fund	29,184,128.— 3,824,618.65	20,642,124.39 2,705,177.61
Total	33,008,746.65	23,347,302.—

B. EXPENDITURE.

Organisations:	Expenditure Budget	
	Swiss francs	Swiss francs
Secretariat and special organisations	19,014,133.—	16,192,382.60
International Labour Office	7,608,662.—	7,644,999.39
Permanent Court of International Justice	2,561,333.—	2,807,649.50
Total	29,184,128.— 3,824,618.65	26,645,031.49
Devaluation Fund		158,660.60 ³
Remittance to the China Anti-Epidemic Fund		
	33,008,746.65	26,803,692.09

C. RESULT OF FINANCIAL YEAR.

Organisations:	Income		Expenditure	
	(see Table A)		(see Table B)	
	Gold francs		Gold francs	
Secretariat and special organisations	13,955,904.22		11,442,755.94	
International Labour Office	5,522,392.18		5,326,904.78	
Permanent Court of International Justice	1,862,725.99		1,663,469.18	
	21,341,022.39		18,433,129.90	

¹ Amount actually drawn from the Fund of States Members of the League.

² Amount actually drawn from the Fund of States not members of the League but Members of the International Labour Office.

A. INCOME.

Contributions received for the years mentioned:			Total Gold francs
1937 Gold francs	Arrears 1935-1936 Gold francs	Consolidated 1935-1936 Gold francs	
12,724,830.26	1,216,253.72	14,820.24	13,955,904.22
5,091,945.66	423,962.40	6,484.12	5,522,392.18
1,714,121.35	146,676.69	1,927.95	1,862,725.99
19,530,897.27	1,786,892.81	23,232.31	21,341,022.39
2,559,717.03	—	—	2,559,717.03
22,090,614.30	1,786,892.81	23,232.31	23,900,739.42

B. EXPENDITURE.

To deduct:			Budget expenditure	
withdrawn from:		Profit realised on gold Swiss francs	Swiss francs	Gold francs
Devaluation Fund Swiss francs	Guarantee Fund Swiss francs			
14,452.10 ¹	—	—	16,177,930.50	11,442,755.94
{ 94,131.10 ¹	—	—	7,531,253.44	5,326,904.78
{ 19,614.85 ²	26,788.—	60,749.15	2,351,836.40	1,663,469.18
368,275.95 ¹				
476,859.15 ¹	26,788.—	60,749.15	26,061,020.34	18,433,129.90
19,614.85 ²				
158,660.60 ¹				
635,519.75 ¹	26,788.—	60,749.15	26,061,020.34	18,433,129.90
19,614.85 ²				

C. RESULT OF FINANCIAL YEAR.

Surplus Gold francs	The surplus is made up as follows:		
	Remittance to the China Anti-Epidemic Fund Gold francs	Special Contribution Account Gold francs	Surplus for the financial year Gold francs
2,513,148.28	557,911.22	559,275.40	1,395,961.66
195,487.40	—	195,487.40	—
199,256.81	—	27,664.49	171,592.32
2,907,892.49	557,911.22	782,427.29	1,567,553.98

³ Following the decision adopted by the Assembly on October 10th, 1937, whereby the total contribution payable by China for the year 1937 was allocated to the Special Fund set up to combat epidemics in China, this amount represents the part of such contribution belonging to the Devaluation Fund.

The above tables illustrate the difficulty in arriving at the surplus for the year. It is therefore not surprising that the profit obtained on the sale of gold has crept into the budgetary surplus for the Permanent Court of International Justice. This is, however, not income for the 1937 budget.

First, as regards *income*, which, in accordance with the provisions issued by the Assembly, includes contributions for 1937 and arrears of contributions for 1935 and 1936, the following table may be referred to in respect of contributions for 1937:

	Gold francs	Gold francs	Gold francs
Total contributions due in 1937			23,347,302.—
Contributions paid in 1937		22,090,447.30	
Amounts transferred to the consolidated contributions account in accordance with the arrangement approved by the Assembly on October 5th, 1937:			
Dominican Republic	23,060.45		
Nicaragua	5,765.12		
	<hr/>	28,825.57	
Amounts cancelled under the arrangement approved by the Assembly of October 5th, 1937:			
Nicaragua	17,295.33		
Paraguay	19,585.59		
	<hr/>	36,880.92	
			<hr/>
			22,156,153.79
			<hr/>
Balance unpaid as at December 31st, 1937			1,191,148.21

The distribution of the last-mentioned amount, among the various States Members of the League, is shown on page 17 of this document.

The percentage of contributions paid continues to show an increase. To illustrate this, the following table shows the percentage of contributions received in relation to contributions due for the past five years:

Year	1937	1936	1935	1934	1933
Percentage	94.61	91.75	88.27	71.97	72.60

As regards the contributions received in respect of the years 1935 and 1936, reference may be made to the observations on this subject below in Chapter II (see page 122 of the present report).

In examining the *expenditure*, I have found that considerable amounts are paid out annually for insurance premiums. According to the particulars obtained, the total cost of premiums paid out in 1937 of appropriations by the League of Nations is distributed among the following classes of insurance:

	Secretariat	I.L.O.	Permanent Court	Total
	Swiss francs			
Insurances for officials and experts on mission	91,570.59	6,875.10	—	98,445.69
Fidelity guarantee insurance	4,189.75	—	91.10	4,280.85
Accident insurance	2,075.55	2,131.30	—	4,206.85
Sickness insurance	—	3,059.30	—	3,059.30
Fire insurance	59,839.80	1,861.10	208.05	61,908.95
Insurance against damage by water	146.85	872.50	—	1,019.35
Insurance against theft of bicycles	18.90	12.—	30.40	61.30
Third-party risk	2,000.—	1,251.35	—	3,251.35
Total	<hr/>	<hr/>	<hr/>	<hr/>
	159,841.44	16,062.65	329.55	176,233.64

The above table, which relates to payments made to insurance associations without deduction of repayments, shows that the three organisations apply widely differing principles in taking out insurances. I have not been able to determine the amounts paid out by the insurance associations for damage or compensation in respect of the policies taken out. The amounts would, however, appear to be extremely small, a fact which is, moreover, borne out by the insurance statistics available. In such circumstances, the question may arise whether it would not be advisable for the League of Nations to take the risk itself. In this way the budget could be considerably eased. The condition for this is, however, that a reserve (fund) should be available to meet any claims for compensation; this fund should, at the outset, amount to not less than half-a-million gold francs; but, as in some cases insurance policies have been taken out for several years to come, this amount could probably be somewhat reduced. It might also be considered whether for the next few years a special grant to such a fund should not be made in the budget—having regard

to the international rate of interest—at an amount which would be considerably less than the premiums at present paid.

If it is considered desirable, I shall examine the question more closely and prepare a special report to the Supervisory Commission proposing a solution of this problem from the financial point of view.

II. POSITION OF THE FUNDS ON DECEMBER 31ST, 1937.

As stated above, the budget account for 1937 closes with a total surplus of 1,567,553.98 gold francs. This amount is also included as a cash asset in the general statement by the Secretary-General of the assets and liabilities of the League of Nations. As, however, this amount represents a relatively small sum in comparison with the total amount of the balance-sheet, I have collated in the following table the funds which:

- (1) are included in the balance-sheet submitted, and
 (2) are administered by the organs of the League. Funds are regarded for this purpose as including the accounts which are entered separately on the liabilities side of the balance-sheet, and also the capital balance represented by the surplus of assets over liabilities.

	Balances :		Difference : + Increase — Decrease
	January 1st, 1937	December 31st, 1937	
	Gold francs		
I. General Funds belonging to the League of Nations :			
Guarantee Fund	2,119,373.11	2,277,252.44	+ 157,879.33
Reserve Fund	5,627,181.25	6,472,766.23	+ 845,584.98
Reserve Fund: Contributions from States Members of the International Labour Organisation which are not members of the League of Nations	—	43,854.10	+ 43,854.10
Special Fund to meet the effect of the devaluation of certain currencies: Contributions from States Members of the International Labour Organisation which are not members of the League of Nations	—	146,562.99	+ 146,562.99
Renovation Fund	—	707,306.53	+ 707,306.53
Depreciation Reserve:			
Property in Geneva	942,778.71	1,029,673.84	+ 86,895.13
Wireless Station	1,185,655.01	1,441,379.24	+ 255,724.23
Library (books)	2,127,097.52	2,218,937.69	+ 91,840.17
Library (shelving)	167,306.92	173,599.68	+ 6,292.76
Library Endowment Fund: Depreciation Reserve Fund	80,097.26	148,529.62	+ 68,432.36
Extra-budgetary and Suspense Accounts ¹	4,838,649.30	4,407,807.03	— 430,842.27
States non-members: Arrears of Contributions	2,805,550.45	1,696,408.88	— 1,109,141.57
States Members: Arrears of Contributions payable to Reserve Fund	7,785,476.94	7,809,008.45	+ 23,531.51
States non-members: Arrears of Contributions	160,886.14	16,328.81	— 144,557.33
Excess of assets over liabilities	53,131,389.14	54,075,774.66	+ 944,385.52
Total	80,971,441.75	82,665,190.19	+ 1,693,748.44
II. Special Funds, not belonging to the League of Nations :			
Working Capital Fund	5,287,140.86	5,287,140.86	—
Account of the Staff Pensions Fund	12,762,789.72	16,814,705.89	+ 4,051,916.17
Swiss francs	(18,044,213.05) ²	(23,772,869.58) ³	(+ 5,728,656.53) ⁴
Account of the Staff Provident Fund	288,804.53	357,555.23	+ 68,750.70
Swiss francs	(408,315.94)	(505,516.65)	(+ 97,200.71)
Account of the Pensions Fund of members of the Permanent Court of International Justice	121,820.19	828,985.08	+ 707,164.89
Swiss francs	(172,231.11)	(1,172,030.86)	(+ 999,799.75)
Total	18,460,555.30	23,288,387.06	+ 4,827,831.76
Grand total	99,431,997.05	105,953,577.25	+ 6,521,580.20

¹ Certain of these funds do not belong to the League and should appear in Part II, but this year, in order to facilitate comparison, no division has been made.

² Includes the sum of 7,664.90 Swiss francs, Insurance Premium Debt Reserve Fund.

³ Includes the sum of 8,609.70 Swiss francs, Insurance Premium Debt Reserve Fund.

⁴ Includes the sum of 944.80 Swiss francs, Insurance Premium Debt Reserve Fund.

With regard to the increases and decreases in the funds during the financial year 1937 and the assets in which they are invested at the end of that year, I should like to make certain observations, following concurrently the various items set out in the statement on preceding page.

With regard to the increases in the *Guarantee Fund* and *Reserve Fund*, I would refer to the special statements prepared in respect of these Funds (see page 12 of this document). The assets of these Funds are invested in Treasury bills.

In view of the fact that the Assembly decided to distribute the ordinary budgetary surplus for 1936 between a Renovation Reserve Fund, an Estate Account and the Reserve Fund, the International Labour Office decided to create an identical fund, to which the three States not members of the League of Nations would contribute from their share of the surplus for 1936.

In this connection, the Governing Body has issued the following regulations for this Fund:

" 1. There shall be a Special Reserve Fund under the direct control of the Governing Body. This Fund shall be constituted by such sums as the Governing Body may decide, in agreement with States Members of the International Labour Organisation but not members of the League, to allocate thereto from their contributions or from their share in any surplus of the International Labour Organisation. Any interest earned on the investments of the Fund shall be credited to the Fund.

" 2. The Reserve Fund shall be used only for International Labour Organisation purposes and shall be under the exclusive control of the Governing Body. The Director of the International Labour Office will be responsible for the investment of this Fund and shall make periodical reports thereon to the Governing Body. He will pay due attention to any principles adopted by the Supervisory Commission as to the investment of the Funds of the League. The Reserve Fund shall be administered as a separate account and a statement showing the position of the Fund, audited by the Auditor, shall be submitted each year to the Governing Body.

" 3. This Fund shall only be drawn upon when drafts are made for the benefit of the International Labour Office on the corresponding funds constituted by the States Members of the League."

The Fund called *Reserve Fund: Contributions from States Members of the International Labour Organisation but which are not members of the League*, amounted at the end of 1937 to 43,854.10 gold francs. The amount was deposited in the bank.

In view of the measures taken by the Assembly as a result of the devaluation of the Swiss franc, in particular the creation of a special fund alimented by the difference between the value in Swiss francs at the current rate of contributions paid by the States in gold francs, and the amount of Swiss francs in the expenditure budget, the Governing Body of the International Labour Office created a Fund for contributions of non-member States which would be treated in the same manner. The Fund, entitled *Special Fund to meet the effect of the devaluation of certain currencies: Contributions from States which are Members of the International Labour Organisation but are not members of the League*, was to be placed under the control of the Governing Body, and this would make it possible to maintain an exact equivalence between the contributions of the non-member and Member States, the equality of which might otherwise have been disturbed.

The balance of this Fund, which amounted on December 31st, 1937, to 146,562.99 gold francs, was deposited in the bank.

The *Renovation Fund*, amounting to 707,306.53 gold francs, has been created in accordance with the Assembly's decision of October 5th, 1937, by drawing on the budget surplus of the League for the year 1936. The amount of the Fund is invested in Treasury bills.

With regard to the depreciation reserves, it should be pointed out that the increase of 86,895.13 gold francs (and also Swiss francs) shown by the *Depreciation Reserve for buildings at Geneva* is based on a calculation of 2½% on 3,475,805.32 Swiss francs, or on the value at which the International Labour Office building in Geneva is entered in the accounts. In the balance-sheet, the value of this building is entered at 3,490,895.38 gold francs. It should be noted that nothing has been written off for the new buildings of the Secretariat, the Assembly Hall and the Library.

The amount written off and placed to the *Depreciation Reserve for the Wireless Station*, which exactly corresponds to the increase in this reserve during the year, has been calculated in the following manner:

	Book value of objects subject to depreciation	Written off	
		Swiss francs	Gold francs
	Gold francs		
10% of the original value of the installations	2,327,559.40	232,755.94	232,755.94
One-eighth of the value of additional installations effected in 1934, having regard to the period of eight years in which their amortisation must be completed	33,743.60	4,217.95	4,217.95
One-seventh of the value of the additional installations effected in 1935	14,451.75	2,064.54	2,064.54
One-sixth of the value of the additional installations effected in 1936	30,554.25	5,092.38	5,092.38
One-fifth of the value of the additional installations effected in 1937	57,967.09	16,390.94	11,593.42
Total	2,464,276.09	260,521.75	255,724.23

The two above-mentioned depreciation reserves for property in Geneva and for the Wireless Station are reserves destined to meet the depreciating value of the corresponding assets.

The increase in the *library depreciation reserves for books and shelving* is divided as follows:

	Depreciation Gold francs	Corresponding amount Swiss francs	Amount entered in the budget:	
			Item	See page
<i>Books:</i>				
Secretariat	66,075.34	93,418.25	24	28 (Secr.)
International Labour Office	22,379.68	31,640.71	12 18	4 5 (I.L.O.)
Permanent Court of International Justice	3,385.15	4,785.95	17	6 (Permanent Court)
Total	91,840.17	129,844.91		
<i>Shelving:</i>				
Secretariat	6,292.76	8,896.80	24	28 (Secr.)

An amount corresponding to the expenditure on these items is shown under the assets. The method of writing-off has been to increase the balance, in respect of both the depreciation reserve funds and the assets entered in the accounts, by the budgetary expenditure carried out during the year.

As, however, the valuation of the books in the library is not affected solely by the amounts made available under the budget for purchases, but is also increased by such factors as gifts and exchanges and reduced by obsolescence, it would appear—since the particulars contained in the balance-sheet regarding the value of the books do not correspond to reality—that these items should be omitted from both sides of the balance-sheet. This would also seem to be the case with the shelving. Moreover, there would appear to be little reason to include these assets in the balance-sheets otherwise than as furniture.

The increase in the *Library Endowment Depreciation Reserve Fund*, amounting to 68,432.36 gold francs, is mainly due to the profit obtained by re-investment of the assets of the Library Endowment Fund. The "Depreciation" Fund in question corresponds to the Reserve Fund given on page 93 of this document. I have placed the word "depreciation" in inverted commas because this is not a depreciation fund, but a regulation fund, the object of which is entirely different from that of a depreciation fund, and is of practically the same character as the above-mentioned Special Fund to meet the effect of the devaluation of certain currencies. The fund should therefore be removed from the heading *Depreciation Reserve* and should be treated as the independent fund which it really is from the technical point of view.

The amount of this fund—*i.e.*, 148,529.62 gold francs—is invested, together with the Library Endowment Fund, in securities and cash in the manner shown on pages 93-94 of this document.

With regard to the causes of the decrease of 430,842.27 gold francs in the *Extra-budgetary and Suspense Accounts*, reference may be made to the statements on this subject on pages 50-53 of the Audited Accounts for the Nineteenth Financial Period, and to pages 46-49 in the corresponding document (A.3.1937.X) of the Eighteenth Financial Period, and also to the following remarks.

By a resolution of October 10th, 1936, the Assembly decided to establish, as from January 1st, 1937, a Pensions Fund for the members of the Permanent Court of International Justice to be administered separately from the other assets of the League and to be applicable solely for the purpose provided for in the regulations adopted by the 1929 Assembly. In this connection, 102,120.76 gold francs (60,612.84 Netherlands florins) which were entered in the accounts of the Permanent Court of International Justice on December 31st, 1936, were transferred to the Pension Fund Account of the Court.

As regards the International Labour Office, the following changes have been made during the year:

The balance of the grant from the Industrial Relations Counsellors for enquiry into industrial relations amounted at the beginning of the year to 28,640.08 Swiss francs, but was reduced by the expenditure of 2,273.25 Swiss francs, and at the end of the year amounted, after adding 123.05 Swiss francs for interest received, to 26,489.88 Swiss francs.

At the end of the year 1934, the International Management Institute was liquidated. In this connection, the International Labour Office took over the Institute's stock of publications. These are gradually being sold, and the revenue hitherto received, amounting to 1,892.30 Swiss francs, is accounted for as from 1937 in the Suspense Account.

The share of the International Labour Office cash surplus of 1936, allotted to the States not members of the League to be taken in reduction of their 1938 contributions, was 219,374.83 Swiss francs. This sum is held in suspense until 1938, when it is taken into that year's income.

Egypt joined the International Labour Organisation in 1936, and paid a contribution for the period January 1st-June 30th, 1937, direct to the International Labour Office. From July 1st,

1937, its contribution was payable through the Secretariat, Egypt having been admitted a Member of the League during 1937. As no decision could be taken by the Governing Body regarding the disposal of the contribution of Egypt for the first six months of 1937 until after the Assembly had voted the 1938 Budget, the Governing Body decided, in October 1937, that this contribution should be taken in reduction of the 1939 Budget of the International Labour Office. Hence this amount of 60,613.90 Swiss francs is held in suspense until 1939.

As regards the Building Extension Fund, expenditure during the year has been incurred to a total amount of 642,021.95 Swiss francs. In addition, the Fund has received a supplementary credit amounting to 39,260.20 Swiss francs. The amount of the Fund, which was 853,127.90 Swiss francs on January 1st, 1937, was thus reduced at the end of the year by a net amount of 602,761.75 Swiss francs to 250,366.15 Swiss francs. It should be pointed out that the Secretariat Accounts also include assets intended for the same purpose, amounting to 287,739.80 Swiss francs. This amount was, however, transferred to the International Labour Office in February 1938.

The total balance on the Extra-Budgetary and Suspense Accounts on December 31st, 1937, amounting to 4,407,807.03 gold francs, was invested as follows: 9,478.80 gold francs in bonds (see page 96), 2,141,041.10 gold francs in Treasury bills (see page 16) and 2,257,287.13 gold francs in the bank.

The decline in the balance under *States Members: Arrears of Contributions* by 1,109,141.57 Swiss francs is explained in the following manner:

	Gold francs	Gold francs
Contributions transferred to the Account of Arrears of Contributions payable to Reserve Fund (see below)	434,883.76	
Contributions annulled in accordance with the arrangement approved by the Assembly on October 5th, 1937:		
Albania (1936)	8,695.90	
Dominican Republic (1936)	5,598.39	
Nicaragua (1935)	19,285.31	
" (1936)	21,582.82	
Uruguay (1936)	28,777.05	
	<hr/>	
		83,939.47
Receipts in 1937:		
Allotted to the Organisations to cover the budgetary expenditure	1,810,125.12	
Amount paid to the Devaluation Fund (1937)	167.—	
	<hr/>	
		1,810,292.12
<i>Less:</i>		2,329,115.35
Contributions transferred to the Account of Consolidated Contributions	28,825.57	
Contributions unpaid in 1937	1,191,148.21	
	<hr/>	
		1,219,973.78
Diminution		<hr/>
		1,109,141.57

The increase in the Account for *States Members: Arrears of Contributions payable to Reserve Fund*, by 23,531.51 gold francs, is due to the fact that the contributions transferred from the Account of Arrears of Contributions—*i.e.*, 434,883.76 gold francs—are only reduced by 411,352.25 gold francs, representing:

	Gold francs
Receipts 1937	154,375.83
Contributions annulled in accordance with the arrangement approved by the Assembly on October 5th, 1937:	
Nicaragua (1920-1932, 1934)	256,976.42
Total	<hr/>
	411,352.25
This account also includes annuities for Consolidated Contributions.	
The annuities in 1937 amounted to	268,985.83
Portion paid	137,533.60
	<hr/>
The unpaid balance amounting to	131,452.23
consisted of:	
China	129,452.23
Albania	2,000.—

It should be pointed out that *Arrears of Contributions* and *Arrears of Contributions payable to Reserve Fund*, amounting together to 9,505,417.33 gold francs, are included as claims on the respective States on the assets side of the General Statement. The distribution of the unpaid contributions among the various States is shown in the statement on pages 17-18 of this document.

The decrease of 144,557.33 gold francs in the amount under *States non-members: Arrears of Contributions*, is due to the fact that the claim on one non-member State was paid in full during the year. It will be seen from page 67 (International Labour Office), that the unpaid amount of 16,328.81 gold francs outstanding on December 31st, 1937, was due from Brazil. The amount is also shown on the assets side as a claim on that country.

It should be pointed out that the accounting method applied to this and to the two last-mentioned accounts results in the claims being expressed in the balance-sheet without, however, affecting the capital position of the League of Nations.

Accordingly, the increase of 944,385.52 gold francs in the *excess of assets over liabilities* is divided up as follows:

	Gold francs	Gold francs
Excess on the Budget Account for 1937:		
Permanent Court of International Justice	171,592.32	
Secretariat	1,395,961.66	
	1,567,553.98	1,567,553.98
Contributions paid in 1937 to the Court by a non-member State		160,597.52
Contributions received in 1937 and paid into the special Fund created under the Assembly Resolution of 1936:		
Permanent Court of International Justice	27,664.49	
International Labour Office	356,373.51	
	384,038.—	384,038.—
Extension of building of International Labour Office		388,442.19
Increased value of Wireless Station		57,967.09
Net receipts from admission of visitors and rent (entered in Estate Account)		32,864.81
Books purchased by means of Library Endowment Fund (Secretariat)		10,420.36
Net profit on Library Endowment Fund		71,790.57
Profit on sales of gold		7,797.10
Miscellaneous		4,209.65
		2,685,681.27
<i>Less:</i>		
Placed to Depreciation Reserve:	Gold francs	
Property in Geneva	86,895.13	
Wireless Station	255,724.23	
	342,619.36	
Loss in exchange on sale of Hôtel National		1,170,773.88
Reduced value of office equipment		1,114.16
Disposal of 1936 surplus according to the Assembly's decision:	Gold francs	
Refund to Members of the International Labour Office which are not members of the League	207,343.27	
Supplementary credit for the extension of the International Labour Office building	19,445.08	
	226,788.35	1,741,295.75
Increase		944,385.52

The surplus of assets as shown in the balance-sheet at the end of 1937 and amounting to a total of 54,075,774.66 gold francs was, however, somewhat higher according to the statements furnished by the bank. During the year, considerable sales of gold were effected. This brought, *inter alia*, a profit of 556,221.87 Swiss francs, corresponding to a value of 393,419.36 gold francs. As this sum, although deposited in the bank, is not included in the balance-sheet, the surplus should be increased by this amount. The excess of assets thus amounts to 54,469,194.02 gold francs, divided in the following manner:

	Gold francs	Gold francs	Gold francs
<i>Buildings:</i>			
Buildings at Geneva	6,164,214.07		
<i>Less:</i> Depreciation Reserve	<u>1,029,673.84</u>		
		5,134,540.23	
Secretariat and Assembly Hall: Building Fund		31,289,496.32	
Library: Building Fund		<u>4,600,500.99</u>	
			41,024,537.54
<i>Wireless Station:</i>			
Total cost of the Station		2,464,276.09	
<i>Less:</i> Depreciation Reserve		<u>1,441,379.24</u>	
			1,022,896.85
<i>Books:</i>			
Library Endowment Fund			328,933.56
Furniture, Fittings, Typewriters, etc.			5.—
Stock of Stationery and Paper			10,009.62
<i>Advances:</i>			
Outstanding cash advances (advances not refunded on December 31st)		147,630.25	
<i>Less:</i> Sundry creditors in suspense on December 31st		<u>17,981.04</u>	
			129,649.21
<i>Investments</i>			1,413,991.04
<i>Treasury bills</i>			5,511,243.65
<i>Cash at bank</i>			5,001,653.51
<i>Cash in hand</i>			26,274.04
			<u>54,469,194.02</u>

As regards the funds entered in the table under the heading "Special Funds not belonging to the League of Nations", I should like to refer, in respect of the *Working Capital*, the amount of which was unchanged in 1937, to the Working Capital Statement on pages 8-11 of this document. The amount of this Fund—i.e., 5,287,140.86 gold francs—was made up of 298,215.38 gold francs in advances and 4,988,925.48 gold francs invested in Treasury bills.

The *Staff Pensions Fund* was increased during the year by an amount of 4,051,916.17 gold francs, equivalent to 5,728,656.53 Swiss francs. This amount is arrived at as follows:

	Swiss francs	Gold francs
Surplus on the operations of the Fund (see page 100)	1,885,763.85	1,333,813.09
Surplus on the Insurance Premium Debt Reserve Fund	944.80	668.26
Profit on investments	3,900,223.70	2,758,653.69
	<u>5,786,932.35</u>	4,093,135.04
<i>Less:</i> Loss on sale of securities	58,275.82	41,218.87
	<u>5,728,656.53</u>	4,051,916.17

The Fund was invested in the following manner:

Members arrears of contributions	85,716.35	60,627.73
Insurance premium debts	275,437.10	194,818.46
Investments (see pages 101 and 102)	22,703,733.43	16,058,498.91
Interest due	89,137.25	63,047.36
Cash at Bank	646,933.80	457,580.50
	<u>23,800,957.93</u>	16,834,572.96
<i>Less:</i> Sundry creditors: Pensions	28,088.35	19,867.07
	<u>23,772,869.58</u>	16,814,705.89

The *Staff Provident Fund* shows an increase during the year of 68,750.70 gold francs, equivalent to 97,200.71 Swiss francs. This increase has been brought about as follows:

	Swiss francs	Gold francs
Surplus for the year 1937	126,442.53	89,433.63
Increase in the Fund on account of contributions by members and by the League	43,510.99	30,775.61
Contributions and interest received for the Death and Invalidity Fund	6,227.61	4,404.83
Total	176,181.13	124,614.07
<i>Less:</i>		
Amount transferred to capital account, being distribution of interest for 1933-1936 at 4% per annum	65,459.07	46,299.63
Loss on investments	865.10	611.89
Indemnity met from the Death and Invalidity Fund in 1937	12,656.25	8,951.85
	97,200.71	68,750.70

The Fund was invested on December 31st, 1937, in the following manner:

	Swiss francs	Gold francs
Investments (see page 108)	479,056.25	338,839.61
Interest due	5,688.—	4,023.16
Cash at Bank	20,772.40	14,692.46
Total	505,516.65	357,555.23

The *Pensions Fund of the Members of the Permanent Court of International Justice* shows an increase over the previous year of 707,164.89 gold francs or 999,799.75 Swiss francs. This great increase in the percentage, which is mainly caused by measures taken by the Assembly, is composed as follows:

	Swiss francs	Gold francs
Allocation from the League cash surplus for 1935 financial period	807,915.75	571,444.08
Allocation in the budget of the Permanent Court of International Justice for 1937	250,343.—	177,069.24
Bank interest	167.74	118.64
	1,058,426.49	748,631.96
<i>Less:</i> Expenditure in the form of pensions paid by the Permanent Court of International Justice	58,626.74	41,467.07
Net increase	999,799.75	707,164.89

The amount of the Fund, equivalent to 828,985.08 gold francs (1,172,030.86 Swiss francs) is invested to the extent of 782,930.40 gold francs (1,106,918.11 Swiss francs) in Treasury bills, and 46,054.68 gold francs (65,112.75 Swiss francs) is deposited in the bank.

III. CONCLUSIONS.

The above report on the position of the funds at December 31st, 1937, which was in itself necessary from the point of view of control, is designed primarily to indicate the factors which affected the League's capital in 1937, while at the same time devoting special attention to the assets which exist in accordance with the accounts. In this connection, I should like to stress the following facts:

1. The investments according to the above report are as follows:

	Book value	Value according to Stock Exchange quotations on December 31st, 1937
	Swiss francs	Swiss francs
Library Endowment Fund (including the Depreciation Reserve Fund) (see also page 93)	1,915,348.79	1,977,534.55
Extra-budgetary and Suspense Funds (Léon Bernard Fund, see page 96)	13,373.—	13,462.—
Accounts of the Staff Pensions Fund (see pages 101-102)	22,703,733.43	22,400,497.—
Account of the Staff Provident Fund (see page 108)	479,056.25	452,645.—
Treasury bills (not previously included in this table; see page 16)	32,350,141.78	32,055,307.45
Total	57,461,653.25	56,899,446.—

It will be noted that the difference between the book value and the market value as at December 31st, 1937, amounts to 562,207.25 Swiss francs. This loss, however, is fully compensated by the amount of 556,221.87 Swiss francs profit on sale of gold previously referred to in the present report, together with a sum of 28,378.67 Swiss francs, accrued interest on Treasury Bills.

2. The accounting is of course complicated to some extent through the use of two currencies—namely, gold francs and Swiss francs. If this division, the immediate object of which was to use gold francs for contributions and Swiss francs for expenditure, could be kept within these limits, no complications of real importance could have occurred. For practical reasons, however, such a division into a fictitious and a real currency was bound to extend to other spheres. To illustrate this point, I would cite the following particulars extracted from the balance-sheet of the International Labour Office (see International Labour Office Accounts, page 66). The figures include the following amounts:

	Swiss francs	Gold francs	Gold francs as a percentage of Swiss francs
Buildings:			
Building at Geneva	3,475,805.32	3,490,895.38	100.43
Building extensions at Geneva	1,088,894.05	770,181.84	70.73
Furniture, machines and Library:			
Library at Geneva and at branches	699,601.59	688,214.96	98.37
Depreciation Reserve:			
Building at Geneva	1,029,673.84	1,029,673.84	100.—

There is a satisfactory explanation of each case¹ where the percentage differs from the normal rate of 70.73%, although in some cases it may appear remarkable that, as in the case of amounts transferred to Depreciation Reserve: buildings at Geneva, the same amount of depreciation—i.e., 86,875.13—refers both to gold francs and to Swiss francs, and the object to which it refers is expressed in Swiss francs.

In this connection, reference might well be made to the transfer of the balance brought forward for the Pensions Fund for the members of the Permanent Court of International Justice, for which separate accounts are now kept. This balance was entered in the balance-sheet of the Permanent Court for December 31st, 1936, at an amount of 60,612.84 florins and 102,120.76 gold francs. After transfer to the Pensions Fund, this amount was still entered at the same amount in florins, but its value was expressed as 172,231.11 Swiss francs. This amount, however, is equal to a value of 121,820.19 gold francs.

The difference of 19,699.43 gold francs between the two amounts represents the profit on sale of gold held by the Court in 1936 on behalf of the Pensions Fund for the members of the Court. This profit has been regarded above as having been made on December 31st, 1936.

Thus, as a result of the method applied, the balance-sheet is drawn up on different principles of valuation, so that balance-sheet items which are expressed in Swiss francs in the accounts are included in the balance-sheet at a value lying between the value in gold francs and the rate for Swiss francs. In my opinion, however, no change is called for at present, and none should be effected in any case before a thorough investigation has been made of the consequences of such a change.

3. In the balance-sheet submitted, certain funds which are specially created by decisions of the Assembly appear among the assets—for instance, the Special Fund to meet the effects of the devaluation of certain currencies. These funds are at present included in the surplus of assets over liabilities for the three organisations. It would appear advisable that such funds should be entered in a fund account in the usual way, and so be excluded from the surplus of assets over liabilities.

4. In the case of all funds, tables might be drawn up from which various kinds of income and expenditure can be seen directly as balances, the composition of the balance at the end of the year being specially indicated. These tables might be brought together to form a separate part of the audited accounts.

Such an arrangement would definitely separate the budget accounts from the capital accounts, and would result in a greatly improved general view of the administration of League funds.

5. It may be seen indirectly from the statement regarding the investment of the funds that the present method of preparing the balance-sheet does not meet certain justifiable requirements. I consider that the presentation of the Extra-budgetary and Suspense Accounts as shown on the assets side of the balance-sheet requires improvement since this item is shown as a separate

¹ These varying rates are explained by the fact that, at the time of the construction of the International Labour Office, the Swiss franc had a higher value than the gold franc adopted by the League of Nations, whereas in subsequent years the relative values were reversed particularly since the devaluation of the Swiss franc in September 1936.

item, no part of which is included under the heading "Cash balance available" and "Treasury bills" (United States), in spite of the fact that these unspent balances were represented by assets of this kind.

6. The investigation which I have carried out leads me to emphasise the importance of establishing, in the Secretariat, a main ledger account for the League with the object of recording all operations between the main organisations of the League and its investments. I have discussed this with the responsible authorities and the required improvement in the records will be introduced without delay.

7. Lastly, I desire to say that, having examined the accounts, I consider the finances of the League to be handled with foresight and in a manner highly to be commended, as indeed may to some extent be seen from the particulars given above.

(Signed) Uno BRUNSKOG,
Auditor.

Geneva, April 14th, 1938.

[Communicated to the Assembly,
the Council and the Members
of the League.]

Official No.: **A. 3.** 1939. X.

Geneva, May 15th, 1939.

LEAGUE OF NATIONS

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

TWENTIETH FINANCIAL PERIOD

(1938)

AND REPORT THEREON BY M. U. A. J. BRUNSKOG,
AUDITOR

Series of League of Nations Publications

X. FINANCIAL ADMINISTRATION
OF THE LEAGUE
1939. X. 1.

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Part I

LEAGUE OF NATIONS

1. GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS.
 2. GENERAL INCOME AND EXPENDITURE BUDGET ACCOUNTS.
 3. WORKING CAPITAL FUND WITH MEMORANDUM ON RECOVERABLE ADVANCES MADE THEREFROM.
 4. RESERVE FUND.
 5. GUARANTEE FUND.
 6. RENOVATION FUND.
 7. FUND FOR THE REDUCTION OF FUTURE CONTRIBUTIONS.
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 9. STATEMENT OF CONTRIBUTIONS.
-

1. — GENERAL STATEMENT BY THE SECRETARY-GENERAL

LIABILITIES

	Permanent Court of International Justice	International Labour Organisation	Secretariat and Special Organisations	Total
(In gold francs as adopted by the League of Nations)				
Working Capital Fund (Schedule, pages 12-13) .	88,763.92	696,609.37	4,370,259.44	5,155,632.73
Reserve Fund (Schedule, pages 16-17)	—	—	7,487,498.34	7,487,498.34
Reserve Fund: International Labour Organisation	—	84,544.86	—	84,544.86
Guarantee Fund (Schedule, pages 16-17)	—	—	2,506,619.19	2,506,619.19
Renovation Fund (Schedule, pages 18-19)	—	—	707,306.53	707,306.53
Fund for the Reduction of Future Contributions (Schedule, pages 18-19)	—	—	1,060,209.78	1,060,209.78
Fund for the Reduction of Future Contributions: States not members of the League of Nations .	—	48,611.02	—	48,611.02
Fund to cover Exchange Losses (Schedule, pages 18-19)	—	—	394,011.33	394,011.33
Devaluation Compensation Fund: States not members of the League of Nations	—	2,030.37	—	2,030.37
Fund to meet Possible Increase in Expenditure due to Currency Depreciation: States not members of the League of Nations	—	28,844.26	—	28,844.26
Library Endowment Fund: Investments Reserve Fund	—	—	135,045.89	135,045.89
Sundry Debtors: States Members (Schedule, pages 20-22)	386,463.58	1,117,685.21	10,721,695.65	12,225,844.44
Sundry Debtors: States not members of the League of Nations	—	346,396.94	—	346,396.94
Extra-budgetary and Suspense Accounts . . .	160,597.52	289,602.35	3,162,436.43	3,612,636.30
Excess Assets over Liabilities	—	2,751,718.03	47,614,034.34	50,365,752.37
	635,825.02	5,366,042.41	78,159,116.92	84,160,984.35

OF THE ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS

ASSETS

	Permanent Court of International Justice	International Labour Organisation	Secretariat and Special Organisations	Total
(In gold francs as adopted by the League of Nations)				
Property at Geneva:				
Estate Account (Schedule, page 52)	—	—	2,148,621.69	2,148,621.69
International Labour Office, <i>less</i> Depreciation Reserve	—	3,437,839.97	—	3,437,839.97
Secretariat and Assembly Hall (Schedule, pages 53-55)	—	—	33,650,300.52	33,650,300.52
Library (Schedule, pages 56-57)	—	—	4,893,040.95	4,893,040.95
Wireless Station, less Depreciation Reserve	—	—	776,588.82	776,588.82
Furniture, Fittings, Typewriters, etc.	2.—	2.—	1.—	5.—
Library (Books and Shelving)	2.—	1.—	1.—	4.—
Sundry Debtors: States Members (Schedule, pages 20-22)	386,463.58	1,117,685.21	10,721,695.65	12,225,844.44
Sundry Debtors: States not members of the League of Nations	—	346,396.94	—	346,396.94
Sundry Debtors: Advances in 1938 attributable to 1939	—	9,876.96	29,276.48	39,153.44
Working Capital Fund: Recoverable Advances (Schedule, pages 12-13)	—	—	563,973.95	563,973.95
Available Funds: (Schedule, page 9)	160,788.78	454,240.33	25,375,616.86	25,990,645.97
Excess Liabilities over Assets	88,568.66	—	—	88,568.66
	635,825.02	5,366,042.41	78,159,116.92	84,160,984.35

**STATEMENT OF AVAILABLE FUNDS IN THE HANDS OF THE ORGANISATIONS OF
THE LEAGUE OF NATIONS**

(In gold francs)

	Permanent Court of International Justice	International Labour Organisation	Secretariat and Special Organisations	Total
(In gold francs as adopted by the League of Nations)				
Extra-budgetary and Suspense Accounts	160,597.52	289,602.35	3,162,436.43	3,612,636.30
Reserve Fund: International Labour Organisation . .	—	84,544.87	—	84,544.87
Devaluation Compensation Fund: States not mem- bers of the League of Nations	—	2,030.37	—	2,030.37
Fund to meet Possible Increase in Expenditure due to Currency Depreciation: States not members of the League of Nations	—	28,844.26	—	28,844.26
Reserve for Reduction of Future Contributions: States not members of the League of Nations . .	—	48,611.02	—	48,611.02
Estate Account (Schedule, page 52)	—	—	819,278.59	819,278.59
Building Fund: Secretariat and Assembly Hall (Schedule, pages 53-55)	—	—	212,718.23	212,718.23
Library Building Fund (Schedule, pages 56-57) . . .	—	—	681,600.29	681,600.29
Library Endowment Fund (Schedule, pages 56-57) . .	—	—	1,378,168.34	1,378,168.34
Working Capital Fund (Schedule, pages 12-13) . . .	—	—	3,806,285.49	3,806,285.49
Reserve Fund (Schedule, pages 16-17)	—	—	7,487,498.34	7,487,498.34
Guarantee Fund (Schedule, pages 16-17)	—	—	2,506,619.19	2,506,619.19
Renovation Fund (Schedule, pages 18-19)	—	—	707,306.53	707,306.53
Fund for the Reduction of Future Contributions (Schedule, pages 18-19)	—	—	1,060,209.78	1,060,209.78
Fund to cover Exchange Losses (Schedule, pages 18-19)	—	—	394,011.33	394,011.33
Balance Cash Surplus in respect of the Nineteenth Financial Period	—	—	2,373,058.77	2,373,058.77
Special Contributions Account set up under the Terms of the 1936 Assembly Resolution	191.26	607.46	2,543.61	3,342.33
Special Fund created by the 1936 Assembly to meet the Effects of the Devaluation of Certain Cur- rencies	—	—	55,150.70	55,150.70
Fund at the Disposal of the Supervisory Commission to meet Expenditure resulting from Currency Depreciation	—	—	728,731.24	728,731.24
	160,788.78	454,240.33	25,375,616.86	25,990,645.97

2. INCOME ACCOUNT FOR THE TWENTIETH

	Income Budget		Contributions	
	Swiss francs	Gold francs	1938	Arrears
Secretariat and Special Organisations .	20,003,463.—	14,148,580.01	11,698,543.83	309,188.87
International Labour Organisation . .	8,335,272.—	5,895,592.31	4,973,567.46	123,543.13
Permanent Court of International Justice	2,894,516.—	2,047,310.07	1,727,127.—	41,663.82
Fund at the disposal of the Supervisory Commission for expenditure result- ing from currency depreciation . .	1,040,000.—	735,598.80	735,598.80	—
	32,273,251.—	22,827,081.19	19,134,837.09	474,395.82

EXPENDITURE ACCOUNT FOR THE

	Budget estimates	Budget expenditure
	Swiss francs	Swiss francs
Secretariat and Special Organisations	20,003,463.—	17,329,215.72
International Labour Organisation .	8,335,272.—	8,179,459.75
Permanent Court of International Jus- tice	2,894,516.—	2,661,703.05
Funds at the disposal of the Supervi- sory Commission for expenditure resulting from currency deprecia- tion	1,040,000.—	9,709.45
	32,273,251.—	28,180,087.97

INCOME AND EXPENDITURE ACCOUNT FOR

(In gold)

	Income	Expenditure
Secretariat and Special Organisations	12,156,176.97	12,286,343.94
International Labour Organisation .	5,098,652.84	5,795,262.21
Permanent Court of International Jus- tice	1,793,876.02	1,882,639.94
	19,048,705.83	19,964,246.09
Fund at the disposal of the Supervi- sory Commission for expenditure resulting from currency deprecia- tion	735,598.80	6,867.56
	19,784,304.63	19,971,113.65

FINANCIAL PERIOD (1938)

received (in gold francs)		Special fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	Fund at the disposal of the Supervisory Commission to meet expenditure resulting from currency depreciation	Withdrawal from Guarantee Fund	Total
Consolidated contributions	Contribution from Egypt for 1937				
3,511.42	144,932.85	—	—	—	12,156,176.97
1,542.25	—	—	—	—	5,098,652.84
487.10	—	6,511.07	6,867.56	11,219.47	1,793,876.02
—	—	—	—	—	735,598.80
5,540.77	144,932.85	6,511.07	6,867.56	11,219.47	19,784,304.63

TWENTIETH FINANCIAL PERIOD (1938)

Expenditure in 1938 attributable to 1939	Total expenditure	
	Swiss francs	Gold francs
41,391.50	17,370,607.22	12,286,343.94
13,964.18	8,193,423.93	5,795,262.21
—	2,661,703.05	1,882,639.94
—	9,709.45	6,867.56
55,355.68	28,235,443.65	19,971,113.65

THE TWENTIETH FINANCIAL PERIOD (1938)

francs)

Deficit	To deduct		Net deficit
	Special contributions account set up under the terms of the 1936 Assembly resolution	Special fund created by the 1936 Assembly	
130,166.97	2,543.61	55,150.70	72,472.66
696,609.37	607.46	—	696,001.91
88,763.92	191.26	—	88,572.66
915,540.26	3,342.33	55,150.70	857,047.23
(Surplus to deduct) 728,731.24	—	—	(Surplus to deduct) 728,731.24
186,809.02	3,342.33	55,150.70	128,315.99

3. — WORKING

The Working Capital Fund, which is regarded as belonging to the States Members of the League in proportion to the contributions which they have made, is primarily applicable to meet temporarily normal requirements of regular organisations of the League which cannot be paid out of income at the time when they are due to be met. Recoverable advances

	Gold francs	
Balances at January 1st, 1938:		
Available funds	4,988,925.48	
Recoverable advances	298,215.38	
		5,287,140.86
		5,287,140.86

RECOVERABLE

	As at January 1st, 1938	
	Gold francs	
High Commissioner at Danzig		16,601.16
Problem raised by the request submitted by the Liberian Government for assistance: Ex- penses of the Mission sent to the Kroo Region		9,900.95
Dispute between Bolivia and Paraguay: Total expenditure of the Chaco Commission. <i>Less</i> : Amount refunded by Bolivia . .	307,894.54 153,947.27	
First mission of observers sent to Sanjak of Alexan- dretta		153,947.27
Second mission of observers sent to Sanjak of Alexandretta		29,769.82
Expenses of the Commission for the Organisation and Supervision of the First Elections in the Sanjak		26,488.77
		61,507.41
		298,215.38

CAPITAL FUND

required for work undertaken by the League may also be made from the Fund if the money is not absorbed for the regular organisations. It is further provided that the advances which are thus made shall be repaid to the Secretary-General—who is the custodian of the Fund—as soon as circumstances permit.

	Gold francs	
Repayment of Working Capital to retiring State Member: Guatemala		1,341.16
Advances to Organisations:		
Secretariat and Special Organisations	130,166.97	
International Labour Organisation	696,609.37	
Permanent Court of International Justice . .	88,763.92	
		915,540.26
Balances at December 31st, 1938:		
Available funds	3,806,285.49	
Recoverable advances (Schedule: see below)	563,973.95	
		4,370,259.44
		5,287,140.86

ADVANCES

Advances during year	Refunds during year	As at December 31st, 1938
Gold francs	Gold francs	Gold francs
55,182.19	51,057.65	20,725.70
—	—	9,900.95
—	—	153,947.27
—	29,769.82	—
—	26,488.77	—
317,892.62	—	379,400.03
373,074.81	107,316.24	563,973.95

MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING
CAPITAL FUND

1. *High Commissioner at Danzig.*

On February 17th, 1937, the President of the Council appointed as High Commissioner of the League of Nations at Danzig, M. Carl J. Burckhardt, Professor at the University of Zurich and at the Graduate Institute of International Studies at Geneva, Member of the International Red Cross Committee.

The conditions of the appointment are as follows:

1. M. Burckhardt is appointed High Commissioner of the League of Nations at Danzig for three years, as from February 18th, 1937. The appointment may be renewed for a further period.

2. The annual salary of the High Commissioner will be 72,000 Swiss francs. Arrangements concerning other expenditure relating to the post of High Commissioner, including the salaries of his office staff, travelling expenses, etc., will be made by the High Commissioner after consultation and in agreement with the Secretary-General.

3. The funds appropriated for the maintenance of this post shall, as in the past, be advanced to the High Commissioner by the Treasury of the League of Nations. The High Commissioner shall submit a monthly report to the Treasury on the use made of these funds, which shall, so far as possible, be employed in accordance with the general rules applied by the League in such matters. Advances thus made to the High Commissioner shall be repaid in equal parts by the Governments of Danzig and of Poland, in accordance with the Agreement concluded on that question. The accounts of the High Commissioner shall be audited every six months by the Treasury of the League of Nations.

(96th Session, Minute 3871, Annex 1647.)

The 1937 Assembly decided that provision would in future be made in the budget for the salary of the High Commissioner of the League at Danzig, it being understood that the other expenses appertaining to his office would continue to be defrayed by the Danzig and Polish Governments.

2. *Problem raised by the Request submitted by the Liberian Government for Assistance: Mission sent to the Kroo Region.*

On May 21st, 1932, the Council adopted the following resolution:

"The Council authorises the Secretary-General to make advances from the Working Capital Fund, as required and up to a maximum of 25,000 francs, to cover the expenses of the mission to be sent to the Kroo region to pacify the Kroo tribes, provided that he is informed by the Liberian Government of its willingness to reimburse these expenses if and when the necessary funds are available and can be released for the purpose by the competent authorities."

(67th Session, Minute 3097.)

3. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

"The Council:

"Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

"It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

"It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved."

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council’s decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council’s decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 3421.)

The share of the Bolivian Government in the cost of the Chaco Commission amounted to 153,947.27 gold francs. It was understood that this sum of 153,947.27 gold francs would be paid in three equal instalments; the first instalment of 51,315.75 gold francs was paid in November 1935, the second was payable in January 1936 and the third in April 1936 (see document A.73.1935, page 2). The two instalments due in 1936 have been paid by the Government of Bolivia.

4. *Question of Alexandretta: Expenses of the Commission appointed to organise and supervise the First Elections in the Sanjak.*

On September 29th, 1937, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, in accordance with the terms of Article 33 of the Financial Regulations, to draw upon the Working Capital Fund to an amount not exceeding 700,000 Swiss francs to meet the expenses of the work of the Commission provided for in the aforesaid resolution, on the understanding that all sums so advanced shall be repaid by the French Government and the Turkish Government in equal proportions.

“ And recommends that the repayment of the sums advanced be made from time to time during the continuance of the work of the Commission.”

(99th Session, Minute 3950.)

On May 14th, 1938, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, in accordance with Article 33 of the Financial Regulations, to draw on the Working Capital Fund to an amount not exceeding 1,000,000 Swiss francs, instead of 700,000 Swiss francs, as provided in its resolution of September 29th, 1937, to meet the expenses of the Commission appointed to supervise the first elections in the Sanjak of Alexandretta;

“ Notes that the Governments of France and Turkey undertake to repay the sums thus advanced by the Secretary-General in equal proportions from time to time during the continuance of the work of the Commission.”

(101st Session, Minute 4054.)

4. — RESERVE

The Reserve Fund, set up in 1935, is constituted by the sums which are received from Members of the League in respect of financial periods anterior by two or more years to the

	Swiss francs	Gold francs
Balance as at January 1st, 1938:		
Available funds	9,151,288.65	6,472,766.23
Allocation from the cash surplus for the Nineteenth Financial Period ended December 31st, 1937	1,250,901.—	884,770.43
Allocation from arrears of contributions received during the Twentieth Financial Period ended December 31st, 1938	183,741.75	129,961.68
	10,585,931.40	7,487,498.34

5. — GUARANTEE

The Guarantee Fund was created in 1935 to enable the Assembly, where it considers it to be probable that the actual expenditure under a chapter of a part of the budget may be less than the total amount which it is desirable to vote, to direct that part only of the total amount of the

	Swiss francs	Gold francs
Balance as at January 1st, 1938:		
Available funds	3,219,611.75	2,277,252.44
Allocation from the cash surplus for the Nineteenth Financial Period ended December 31st, 1937	340,144.25	240,586.22
	3,559,756.—	2,517,838.66

FUND

current financial period and any other sums which the Assembly may cause to be paid into it.

	Swiss francs	Gold francs
Balance as at December 31st, 1938: Available funds	10,585,931.40	7,487,498.34
	10,585,931.40	7,487,498.34

FUND

chapter shall be collected from the Members of the League and that the balance, if it should become necessary to spend it, shall be provided from the Guarantee Fund. The Fund is alimented by the sums which the Assembly shall decide to have paid into it.

	Swiss francs	Gold francs
Withdrawals during year: Permanent Court of International Justice .	15,862.25	11,219.47
Balance as at December 31st, 1938: Available funds	3,543,893.75	2,506,619.19
	3,559,756.—	2,517,838.66

6. — RENOVATION

The Renovation Account, an extra-budgetary account set up in 1937, can be used, subject to the previous decision of the Assembly, for meeting the cost of repairs and especially of extensive renovations to buildings.

	Swiss francs	Gold francs
Balance as at January 1st, 1938: Available funds	1,000,000.—	707,306.53
	1,000,000.—	707,306.53

7. — FUND FOR THE REDUCTION

The Assembly, at its nineteenth ordinary session (1938), decided to set aside the sum of 1,060,209.78 gold francs to be used for the reduction of future contributions from States Members.

	Swiss francs	Gold francs
Allocation from the cash surplus for the nineteenth financial period ended December 31st, 1937	1,498,939.60	1,060,209.78
	1,498,939.60	1,060,209.78

8. — FUND TO COVER

The Assembly, at its nineteenth ordinary session (1938), decided to set aside the sum of 393,419.36 gold francs, profits on realisation of investments, to meet any losses in future years due to differences of exchange. With the approval of the Assembly, this account may also be used to make good any losses on investments.

	Swiss francs	Gold francs
Allocation in accordance with decision of the Assembly	556,221.87	393,419.36
Receipts during 1938	837.—	591.97
	557,058.87	394,011.33

FUND

	Swiss francs	Gold francs
Balance as at December 31st, 1938:		
Available funds	1,000,000.—	707,306.53
	1,000,000.—	707,306.53

OF FUTURE CONTRIBUTIONS

	Swiss francs	Gold francs
Balance as at December 31st, 1938:		
Available funds	1,498,939.60	1,060,209.78
	1,498,939.60	1,060,209.78

EXCHANGE LOSSES

	Swiss francs	Gold francs
Balance as at December 31st, 1938:		
Available funds	557,058.87	394,011.33
	557,058.87	394,011.33

9. — STATEMENT OF CONTRIBUTIONS

CONTRIBUTIONS FOR THE TWENTIETH FINANCIAL PERIOD (1938)

States (French alphabetical order)	Net contribution payable for 1938	Paid	Balances due as at December 31st, 1938	Equivalent in Swiss francs as at December 31st, 1938
	Gold francs	Gold francs	Gold francs	Swiss francs
1. Afghanistan	22,288.95	22,288.95	—	—
2. Union of South Africa . .	356,623.60	356,623.60	—	—
3. Albania	22,288.95	22,288.95	—	—
4. Argentine	512,646.45	512,646.45	—	—
5. Australia	512,646.45	512,646.45	—	—
6. Austria	222,889.80	—	222,889.80	315,124.75
7. Belgium	423,490.60	423,490.60	—	—
8. Bolivia	44,577.95	—	44,577.95	63,024.95
9. United Kingdom	2,407,209.50	2,407,209.50	—	—
10. Bulgaria	89,155.90	89,155.90	—	—
11. Canada	780,114.20	780,114.20	—	—
12. Chile	178,311.80	178,311.80	—	—
13. China	936,137.10	—	936,137.10	1,323,523.85
14. Colombia	111,444.90	111,444.90	—	—
15. Cuba	111,444.90	—	111,444.90	157,562.40
16. Denmark	267,467.75	267,467.75	—	—
17. Dominican Republic . . .	22,288.95	22,288.95	—	—
18. Egypt	291,918.70	291,918.70	—	—
19. Ecuador	22,288.95	—	22,288.95	31,512.45
20. Spain	891,559.10	—	891,559.10	1,260,498.90
21. Estonia	66,866.95	66,866.95	—	—
22. Ethiopia	44,577.95	—	44,577.95	63,024.95
23. Finland	222,889.80	222,889.80	—	—
24. France	1,783,118.20	1,783,118.20	—	—
25. Greece	156,022.85	—	156,022.85	220,587.30
26. Guatemala	8,854.50	8,854.50	—	—
27. Haiti	22,288.95	—	22,288.95	31,512.45
28. Honduras	11,602.45	—	11,602.45	16,403.70
29. Hungary	178,311.80	178,311.80	—	—
30. India	1,092,159.85	1,092,159.85	—	—
31. Iraq	66,866.95	—	66,866.95	94,537.45
32. Iran	111,444.90	—	111,444.90	157,562.40
33. Ireland	222,889.80	222,889.80	—	—
34. Italy	1,337,338.60	1,337,338.60	—	—
35. Latvia	66,866.95	66,866.95	—	—
36. Liberia	22,288.95	22,247.87	41.08	58.10
37. Lithuania	89,155.90	44,577.95	44,577.95	63,024.95
38. Luxemburg	22,288.95	22,288.95	—	—
39. Mexico	289,756.70	—	289,756.70	409,662.15
40. Nicaragua	10,808.60	10,808.60	—	—
41. Norway	200,600.80	200,600.80	—	—
42. New Zealand	178,311.80	178,311.80	—	—
43. Panama	22,288.95	—	22,288.95	31,512.45
44. Netherlands	534,935.45	534,935.45	—	—
45. Peru	111,444.90	111,444.90	—	—
46. Poland	713,247.25	713,247.25	—	—
47. Portugal	178,311.80	178,311.80	—	—
48. Roumania	423,490.60	397,198.57	26,292.03	37,172.—
49. Salvador	22,288.95	13,943.81	8,345.14	11,798.50
50. Siam	133,733.75	133,733.75	—	—
51. Sweden	423,490.60	423,490.60	—	—
52. Switzerland	378,912.60	378,912.60	—	—
53. Czecho-Slovakia	557,224.40	417,918.27	139,306.13	196,952.96
54. Turkey	222,889.80	70,924.81	151,964.99	214,850.25
55. U.S.S.R.	2,095,163.82	2,095,163.82	—	—
56. Uruguay	89,155.90	—	89,155.90	126,049.90
57. Venezuela	89,155.90	89,155.90	—	—
58. Yugoslavia	378,912.60	245,032.07	133,880.53	189,282.13
Cash surplus 1936	20,806,753.97 1,875,394.37	17,259,442.72 1,875,394.37	3,547,311.25	5,015,238.94
Total	22,682,146.34	19,134,837.09	3,547,311.25	5,015,238.94

**STATEMENT OF CONSOLIDATED CONTRIBUTIONS PAYABLE OVER A PERIOD
OF FROM TEN TO FORTY-FIVE YEARS**

States	Financial period	Amounts outstanding as at January 1st, 1938	Instalments due in 1938	Paid	Transferred from contributions in arrears	Balances unpaid as at December 31st, 1938	Equivalent in Swiss francs as at December 31st, 1938
		Gold francs	Gold francs	Gold francs	Gold francs	Gold francs	Swiss francs
1. Albania . . .	1936	20,000.—	—	—	20,000.— ¹	36,000.—	50,897.25
		—	2,000.— (1937)	2,000.—	—	—	—
		—	2,000.— (1938)	2,000.—	—	—	—
2. Bolivia . . .	1929-1933 1935	167,246.77 ²	—	—	—	167,246.77 ²	236,455.85
3. Bulgaria . . .	1933-1935	164,050.75	23,435.80 129,452.23 ³	23,435.80	—	140,614.95 5,566,445.98	198,803.45 7,869,920.25
4. China . . .	1922-1930	5,566,445.98	129,452.23 ³ (1937) (1938)	—	—	—	—
5. Cuba . . .	1930-1934	271,457.37	33,932.15	—	—	271,457.37	383,790.30
6. Dominican Republic . . .	1936-1937	38,000.—	2,000.—	2,000.—	—	36,000.—	50,897.25
7. Honduras . . .	1920-1934	81,305.05	4,516.95	—	—	81,305.05	114,950.20
8. Hungary . . .	1933-1935	281,508.67	35,188.55	35,188.55	—	246,320.12	348,250.79
9. Liberia . . .	1932-1936	29,880.35	1,572.65	1,572.65	—	28,307.70	40,021.80
10. Nicaragua . . .	1934-1937	24,796.70	1,305.10	1,305.10	—	23,491.60	33,212.70
11. Peru . . .	1929-1934	929,400.69	25,118.95	25,118.95	—	904,281.74	1,278,486.30
12. Uruguay . . .	1930-1934	177,878.43	10,463.45	—	—	177,878.43	251,487.05
Total . . .		7,751,970.76	400,438.06	92,621.05	20,000.—¹	7,679,349.71	10,857,173.19

¹ Amount transferred to Consolidated Contributions Account in accordance with the arrangement approved by the Assembly on September 30th, 1938.
² Amount payable in ten equal annual instalments as from the year 1940.
³ The payment of these two instalments is suspended by decision of the Assembly of September 30th, 1938.

CONTRIBUTIONS IN ARREARS

States	Financial period	Amounts due as at January 1st, 1938	Paid	Cancelled	Balances due as at December 31st, 1938	Equivalent in Swiss francs as at December 31st, 1938
		Gold francs	Gold francs	Gold francs	Gold francs	Swiss francs
1. Afghanistan	1937	7,880.48	7,880.48	—	—	—
2. Albania . . .	1937	23,060.45	—	{ 3,060.45 20,000.— ¹ }	—	—
3. Cuba . . .	1937	27,821.03	27,821.03	—	—	—
4. Ecuador . . .	1936-1937	51,837.55	—	—	51,837.55	73,288.65
5. Spain . . .	1937	461,308.34	—	—	461,308.34	652,204.29
6. Ethiopia . . .	1935-1937	117,717.07	7,667.20	—	110,049.87	155,590.05
7. Greece . . .	1937	121,067.32	58,038.74	—	63,028.58	89,110.70
8. Guatemala . . .	1931-1937	198,561.76	49,640.44	148,921.32	—	—
9. Haiti . . .	1937	23,060.45	23,060.45	—	—	—
10. Iraq . . .	1937	34,590.73	34,590.73	—	—	—
11. Lithuania . . .	1937	23,060.52	23,060.52	—	—	—
12. Panama . . .	1936-1937	41,660.42	—	—	41,660.42	58,900.10
13. Paraguay . . .	{ 1920-1922 1927	271,298.72	—	—	271,298.72	383,565.95
	{ 1929-1937 }					
14. Poland . . .	1937	121,149.06	121,149.06	—	—	—
15. Roumania . . .	1937	71,926.39	71,926.39	—	—	—
16. Salvador . . .	1937	16,492.69	16,492.69	—	—	—
17. Yugoslavia . . .	1937	140,953.59	140,953.59	—	—	—
Total . . .		1,753,446.57	582,281.32	151,981.77 20,000.—¹	999,183.48	1,412,659.74

¹ Amount transferred to Consolidated Contributions Account in accordance with the arrangement approved by the Assembly on September 30th, 1938.

SUMMARY OF CONTRIBUTIONS UNPAID AS AT DECEMBER 31ST, 1938

	Amount outstanding as at December 31st, 1938 Gold francs
Twentieth financial period (1938)	3,547,311.25
Consolidated contributions	7,679,349.71
Arrears contributions	999,183.48
Total	<u>12,225,844.44</u>

Part II.

SECRETARIAT AND SPECIAL ORGANISATIONS

1. INCOME AND EXPENDITURE BUDGET ACCOUNTS.
 2. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL: EXTRACTS FROM REPORTS AND RESOLUTIONS TAKEN BY THE COUNCIL.
 3. TRANSFERS.
 4. STATEMENT OF ASSETS AND LIABILITIES.
 5. ESTATE ACCOUNT.
 6. SECRETARIAT AND ASSEMBLY HALL: BUILDING FUND ACCOUNT.
 7. LIBRARY: BUILDING FUND ACCOUNT.
 8. LIBRARY ENDOWMENT FUND.
 9. EXTRA-BUDGETARY AND SUSPENSE ACCOUNTS.
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1. — INCOME ACCOUNT FOR THE

	Income budget	
	Swiss francs	Gold francs
Secretariat	15,929,331.—	} 14,148,580.01
Permanent Central Opium Board	124,064.—	
Nansen International Office for Refugees	207,109.—	
Buildings at Geneva	1,584,000.—	
Pensions	1,713,791.—	
Settlement of Assyrians of Iraq	300,000.—	
High Commission for Refugees coming from Germany	73,168.—	
High Commissioner of the League at Danzig	72,000.—	
	20,003,463.—	14,148,580.01
Fund at the disposal of the Supervisory Commission for expenditure resulting from currency depreciation	1,040,000.—	735,598.80
	1,040,000.—	735,598.80

EXPENDITURE ACCOUNT FOR THE

	Budget estimate	Budget expenditure ¹
	Swiss francs	Swiss francs
Secretariat	15,929,331.—	13,565,610.25
Permanent Central Opium Board	124,064.—	101,059.85
Nansen International Office for Refugees	207,109.—	207,109.—
Buildings at Geneva	1,584,000.—	1,576,918.95
Pensions	1,713,791.—	1,619,230.63
Settlement of Assyrians of Iraq	300,000.—	114,840.89
High Commission for Refugees coming from Germany	73,168.—	72,446.15
High Commissioner of the League at Danzig	72,000.—	72,000.—
	20,003,463.—	17,329,215.72
Fund at the disposal of the Supervisory Commission for expenditure resulting from currency depreciation	1,040,000.—	9,709.45
	1,040,000.—	9,709.45

¹ Schedules, pages 27-28.

TWENTIETH FINANCIAL PERIOD (1938)

Contributions received (in gold francs)				
1938	Arrears	Consolidated contributions	Contribution from Egypt for 1937	Total
11,698,543.83	309,188.87	3,511.42	144,932.85	12,156,176.97
11,698,543.83	309,188.87	3,511.42	144,932.85	12,156,176.97
735,598.80	—	—	—	735,598.80
735,598.80	—	—	—	735,598.80

TWENTIETH FINANCIAL PERIOD (1938)

Expenditure in 1938 attributable to 1939	Total expenditure	
	Swiss francs	Gold francs
Swiss francs	Swiss francs	Gold francs
41,359.85	13,606,970.10	12,286,343.94
—	101,059.85	
—	207,109.—	
—	1,576,918.95	
—	1,619,230.63	
—	114,840.89	
31.65	72,477.80	
—	72,000.—	
41,391.50	17,370,607.22	12,286,343.94
—	9,709.45	6,867.56
—	9,709.45	6,867.56

INCOME AND EXPENDITURE ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD (1938)

	Income	Expenditure	Deficit	To deduct		Net deficit
				Special contributions account set up under the terms of the 1936 Assembly resolution	Special fund created by the 1936 Assembly	
	Gold francs	Gold francs	Gold francs	Gold francs	Gold francs	Gold francs
Secretariat.	} 12,156,176.97	12,286,343.94	130,166.97	2,543.61	55,150.70	72,472.66
Permanent Central Opium Board						
Nansen International Office for Refugees . .						
Buildings at Geneva						
Pensions						
Settlement of Assyrians of Iraq						
High Commission for Refugees coming from Germany	} 12,156,176.97	12,286,343.94	130,166.97	2,543.61	55,150.70	72,472.66
High Commissioner of the League at Danzig						
Fund at the disposal of the Supervisory Commission for expenditure resulting from currency depreciation	735,598.80	6,867.56	Surplus 728,731.24	—	—	Net surplus 728,731.24
	735,598.80	6,867.56	728,731.24	—	—	728,731.24

EXPENDITURE BUDGET ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD

A. GENERAL SUMMARY (in Swiss francs)

Part I. — Secretariat.

	Allotted	Expended
Chapter I.		
<i>Assembly, Council, Conferences and Committees</i>	2,142,322.—	1,058,187.75
Chapter II.		
<i>Investigations, Enquiries and Liaison</i>	2,212,857.—	2,094,203.60
Chapter III.		
<i>Salaries and General Services</i>	11,721,932.—	10,611,095.75
Chapter IV.		
<i>Work covered by Special Grants (see Schedule, page 31)</i>	—	—
Chapter V.		
<i>Loss on Exchange</i>	100,000.—	14,841.98
<i>Deduct: Profit on exchange</i>	100,000.—	0.33
		<u>14,841.65</u>
Chapter VI.		
<i>Supervision of Revenue and Expenditure</i>	43,100.—	35,746.55
Chapter VII.		
<i>Permanent Equipment, etc.</i>	178,000.—	155,730.50
	<u>16,298,211.—</u>	<u>13,969,805.80</u>
Less:		
Revenue (see Schedule, page 32)	368,880.—	404,195.55
TOTAL: Secretariat	15,929,331.—	13,565,610.25
Difference between budgetary allotment and actual expenditure		<u>2,363,720.75</u>
	<u>15,929,331.—</u>	<u>15,929,331.—</u>
Part IV. — Permanent Central Opium Board (Schedule, page 42)	124,064.—	101,059.85
Difference between budgetary allotment and actual expenditure		<u>23,004.15</u>
	<u>124,064.—</u>	<u>124,064.—</u>
Part V. — Nansen International Office for Refugees (lump sum)	207,109.—	207,109.—

Part VI. — Buildings at Geneva.

<i>Terminable annuity</i>	1,375,000.—	1,375,000.—
<i>Wireless Station: Trading account and technical work</i>	209,000.—	201,918.95
	<u>1,584,000.—</u>	<u>1,576,918.95</u>
Difference between budgetary allotment and actual expenditure		<u>7,081.05</u>
	<u>1,584,000.—</u>	<u>1,584,000.—</u>

Part VII. — Pensions (Schedule, page 42)

Difference between budgetary allotment and actual expenditure		<u>94,560.37</u>
	<u>1,713,791.—</u>	<u>1,713,791.—</u>

Part VIII. — Settlement of the Assyrians of Iraq (Schedule, page 42)

Difference between budgetary allotment and actual expenditure		<u>185,159.11</u>
	<u>300,000.—</u>	<u>300,000.—</u>

	Allotted	Expended
Part IX. — High Commission for Refugees coming from Germany	73,168.—	72,446.15
Difference between budgetary allotment and actual expenditure		721.85
	<u>73,168.—</u>	<u>73,168.—</u>
Part XI. — High Commissioner of the League at Danzig	<u>72,000.—</u>	<u>72,000.—</u>
Total Secretariat and Special Organisations.	20,003,463.—	17,329,215.72
Difference between budgetary allotment and actual expenditure		2,674,247.28
	<u>20,003,463.—</u>	<u>20,003,463.—</u>
Part X. — Fund at the Disposal of the Supervisory Commission for Expenditure resulting from Currency Depreciation	1,040,000.—	9,709.45
Difference between budgetary allotment and actual expenditure		1,030,290.55
	<u>1,040,000.—</u>	<u>1,040,000.—</u>

B. SUMMARY OF ITEMS

Section I

CHAPTER I. — ASSEMBLY, COUNCIL, CONFERENCES AND COMMITTEES

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Assembly:			
Session (Schedule A, page 32)	228,300.—	228,300.—	158,509.—
2. Council:			
(a) Sessions	36,000.—	36,000.—	21,280.05
(b) Council printing and <i>Official Journal</i>	119,000.—	119,000.—	57,212.50
(c) Unforeseen expenditure:			
(i) Political (Schedule B, page 32).	500,000.—	500,000.—	242,846.35
(ii) Extraordinary—financial and economic	100,000.—	100,000.—	—
Total of Item 2	<u>755,000.—</u>	<u>755,000.—</u>	<u>321,338.90</u>
3. Conferences:			
A. Sessions:			
(a) Economic Relations	12,000.—	12,000.—	—
(b) Monetary and Economic Conference	315,000.—	315,000.—	—
(c) Reduction of Armaments	500,000.—	500,000.—	10,070.70
(d) Opium (Preliminary Conferences on the limitation of poppy cultivation and of production of raw opium)	38,500.—	38,500.—	—
(e) Transit	20,250.—	20,250.—	—
(h) Protection of national and historic treasures	1,400.—	1,400.—	—
Total of A	<u>887,150.—</u>	<u>887,150.—</u>	<u>10,070.70</u>
B. Printing for the Sessions:			
(a) Economic Relations	6,000.—	5,200.—	—
(b) Monetary and Economic Conference	85,000.—	85,000.—	—
(c) Opium (Preliminary Conferences on the limitation of poppy cultivation and of production of raw opium)	12,000.—	12,000.—	—
(d) Transit	18,750.—	18,750.—	151.80
(f) International repression of terrorism	14,000.—	14,000.—	6,363.90
(g) Protection of national and historic treasures	600.—	300.—	—
(h) Status of refugees coming from Germany	600.—	1,700.—	1,532.05
Total of B	<u>136,950.—</u>	<u>136,950.—</u>	<u>8,047.75</u>
Total of Item 3	<u>1,024,100.—</u>	<u>1,024,100.—</u>	<u>18,118.45</u>

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
4. Committees :			
A. Sessions in respect of:			
(a) Financial Section and Economic Intelligence Service	124,205.—	124,205.—	78,371.35
(b) Economic Relations	156,070.—	156,070.—	44,273.05
(c) Mandates	91,635.—	91,635.—	32,883.15
(d) Transit	77,600.—	77,600.—	26,428.15
(e) Health	179,587.—	179,587.—	136,373.20
(f) Opium	17,500.—	17,500.—	10,720.20
(g) Social Questions	18,300.—	18,300.—	2,586.95
(h) Reduction of Armaments	1,000.—	1,000.—	—
(i) Intellectual Co-operation	105,000.—	105,000.—	61,405.70
(j) Slavery	11,500.—	11,500.—	4,426.70
(k) European Union	94,000.—	94,000.—	—
(l) Nutrition	33,000.—	33,000.—	19,552.35
(m) Committee of experts on the legal position of women in different parts of the world	25,000.—	25,000.—	15,393.35
Total of A	<u>934,397.—</u>	<u>934,397.—</u>	<u>432,423.15</u>
B. Printing for the sessions:			
(a) Amendments to Covenant	—	—	—
(b) Financial Section and Economic Intelligence Service	20,000.—	20,000.—	17,670.55
(c) Economic Relations	25,000.—	22,000.—	8,537.40
(d) Mandates	37,000.—	30,000.—	24,738.60
(e) Transit	17,500.—	17,500.—	17,038.55
(f) Opium	38,000.—	36,000.—	26,423.25
(g) Social Questions	13,900.—	22,900.—	21,260.30
(h) Reduction of Armaments	500.—	500.—	—
(i) Intellectual Co-operation	5,000.—	5,000.—	2,996.35
(j) Slavery	5,500.—	5,500.—	5,000.35
(k) European Union	34,125.—	34,125.—	—
(l) Nutrition	4,000.—	7,000.—	4,132.90
Total of B	<u>200,525.—</u>	<u>200,525.—</u>	<u>127,798.25</u>
Total of Item 4	<u>1,134,922.—</u>	<u>1,134,922.—</u>	<u>560,221.40</u>
TOTAL OF CHAPTER I	<u>3,142,322.—</u>	<u>3,142,322.—</u>	<u>1,058,187.75</u>
Less: Lump-sum deduction	<u>1,000,000.—</u>	<u>1,000,000.—</u>	<u>—</u>
NET TOTAL OF CHAPTER I	<u>2,142,322.—</u>	<u>2,142,322.—</u>	<u>1,058,187.75</u>

CHAPTER II. — INVESTIGATIONS, ENQUIRIES AND LIAISON

A. INVESTIGATIONS AND ENQUIRIES :

5. Miscellaneous Enquiries and Liaison :

(a) Economic Relations (studies, investigations and temporary collaborators)	3,000.—	3,000.—	—
(b) Transit (settlement of disputes)	20,000.—	20,000.—	—
(c) Conference of Government Press Bureaux and of Press Representatives; Co-operation of the Secretariat	7,000.—	7,000.—	—
(d) New York World's Fair; League participation	300,000.—	300,000.—	300,000.—
(e) Traffic in women: Eastern Bureau: Study mission	50,000.—	50,000.—	—

6. International Health Organisation :

(a) Contribution to Eastern Bureau	125,000.—	125,000.—	125,000.—
(b) International biological standardisation	50,000.—	65,000.—	65,000.—
(c) Investigations, technical enquiries and special studies	54,000.—	39,000.—	26,718.70
(d) Liaison between the various national health services	30,000.—	30,000.—	22,151.40

7. Investigations (reduction of armaments)

Carried forward	<u>639,000.—</u>	<u>639,000.—</u>	<u>538,870.10</u>
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	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	639,000.—	639,000.—	538,870.10
B. LIAISON :			
8. Correspondents and Temporary Collaboration:			
(a) Correspondents	70,000.—	43,000.—	24,217.15
(b) Temporary collaborators:			
(i) Salaries	90,000.—	80,000.—	49,111.95
(ii) Travelling expenses	40,000.—	35,000.—	11,387.40
(c) Research students	45,000.—	40,000.—	35,259.05
9. Technical Collaboration:			
(a) China	1,202,557.—	1,202,557.—	1,202,557.—
(b) Latin America	123,000.—	190,000.—	120,399.30
10. Travelling Expenses of Officials (Schedule C, page 33)			
	253,300.—	233,300.—	112,401.65
TOTAL OF CHAPTER II	2,462,857.—	2,462,857.—	2,094,203.60
Less: Lump-sum deduction	250,000.—	250,000.—	—
NET TOTAL OF CHAPTER II	2,212,857.—	2,212,857.—	2,094,203.60

CHAPTER III. — SALARIES AND GENERAL SERVICES

11. Salaries :			
Salaries, wages and allowances (Schedule D, pages 33-34)	9,704,633.—	9,704,633.—	8,739,304.10
12. Staff Expenses :			
(a) Entertainment allowances: general fund	26,400.—	8,400.—	6,328.25
(b) Contribution to Staff Provident Fund	17,000.—	17,000.—	14,594.05
(c) Special staff charges (Schedule E, page 35)	102,940.—	192,540.—	173,789.75
(d) Removal expenses (Schedule F, page 35)	119,500.—	134,300.—	109,148.45
(e) Travelling expenses of officials returning home on leave (Schedule G, page 35)	133,500.—	84,700.—	68,225.40
(f) Travelling expenses of families of officials proceeding home on leave	75,000.—	37,400.—	30,851.45
Total of Item 12	474,340.—	474,340.—	402,937.35
13. Office Expenses :			
(a) Maintenance at Geneva (Schedule H, pages 35-36)	588,500.—	611,500.—	539,863.50
(b) Maintenance of branch offices (Schedule I, page 36)	81,466.—	81,466.—	52,537.30
(c) General office expenses (Schedule J, page 36)	471,948.—	448,948.—	314,137.95
(d) Miscellaneous:			
(i) Publicity, etc., of the Sales De- partment	35,000.—	35,000.—	30,786.95
(ii) Unforeseen of the Secretariat	40,000.—	40,000.—	30,190.90
(iii) Miscellaneous expenses of the special organisations (Schedule K, page 36)	15,640.—	15,640.—	9,243.20
(iv) Unpaid Liabilities Fund	15,000.—	15,000.—	3,923.05
Total of Item 13	1,247,554.—	1,247,554.—	980,682.85

CHAPTER III. — SALARIES AND GENERAL SERVICE (continued)

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
14. Printing :			
A. General:			
(a) Internal Administration	8,000.—	8,000.—	6,570.15
(b) Library	5,000.—	5,000.—	4,052.70
(c) Information Section	54,500.—	57,100.—	51,842.15
(e) Minorities	6,500.—	6,500.—	298.20
(f) Transit	—	—	—
(g) Health	4,000.—	4,000.—	2,164.30
(h) Penal Administration	350.—	350.—	—
(i) Films and photographs	49,400.—	54,400.—	51,595.35
(j) Purchase of reports of Mandatory Powers	6,000.—	7,900.—	7,753.15
(k) Reprints for the Publications De- partment	10,000.—	3,100.—	584.35
Total of A	<u>143,750.—</u>	<u>146,350.—</u>	<u>124,860.35</u>
B. Periodicals:			
(a) <i>Treaty Series</i>	107,500.—	107,500.—	90,593.80
(b) <i>Monthly Summary</i>	91,000.—	88,400.—	51,090.60
(c) Financial and Trade publications	121,900.—	121,900.—	120,738.30
(d) Health Section publications	86,755.—	86,755.—	68,539.20
(e) <i>Armaments Statistical Year-books</i>	33,000.—	33,000.—	21,701.85
(f) <i>Aims, Methods and Activity of the League</i>	2,000.—	2,000.—	1,927.65
(g) <i>Bulletin of League of Nations Teaching</i>	4,000.—	4,300.—	4,228.45
(h) <i>Handbook of International Organi- sations</i>	—	—	—
(i) <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	5,200.—	4,491.25
Total of B	<u>451,655.—</u>	<u>449,055.—</u>	<u>363,311.10</u>
Total of Item 14	<u>595,405.—</u>	<u>595,405.—</u>	<u>488,171.45</u>
TOTAL OF CHAPTER III	<u>12,021,932.—</u>	<u>12,021,932.—</u>	<u>10,611,095.75</u>
Less: Lump sum deduction	300,000.—	300,000.—	—
	<u>11,721,932.—</u>	<u>11,721,932.—</u>	<u>10,611,095.75</u>

CHAPTER IV. — WORK COVERED BY SPECIAL GRANTS

	Appropriation	Expenditure
I. Financial Section and Economic Intelligence Service (Sub- schedule F, page 38):		
(a) Publication of "Banking and Monetary Laws"	1,586.90	1,586.90
(b) Expenses of the Fiscal Committee in its study of inter- national taxation problems	8,365.85	8,365.85
(c) Analytical research work <i>Grants by the Rockefeller Foundation.</i>	84,928.35	84,928.35
TOTAL OF CHAPTER IV	<u>94,881.10</u>	<u>94,881.10</u>

CHAPTER VI. — SUPERVISION OF REVENUE AND EXPENDITURE

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
19. Auditor's Travelling and Subsistence Allow- ance	14,400.—	14,400.—	7,917.55
20. Supervisory Commission	21,700.—	21,700.—	21,700.—
21. Committee on Allocation of Expenses	—	—	—
22. Contributions Committee	7,000.—	7,000.—	6,129.—
TOTAL OF CHAPTER VI	<u>43,100.—</u>	<u>43,100.—</u>	<u>35,746.55</u>

Section II. Capital Expenditure

CHAPTER VII. — PERMANENT EQUIPMENT, ETC.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
23. Furniture and Equipment	75,000.—	75,000.—	54,810.95
24. Library (see Schedule L, page 37)	103,000.—	103,000.—	100,919.55
TOTAL OF CHAPTER VII	<u>178,000.—</u>	<u>178,000.—</u>	<u>155,730.50</u>

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REVENUE

(a) Sale of publications	260,000.—	260,000.—	268,788.15
(b) Interest earned	1,000.—	1,000.—	1,070.65
(c) Miscellaneous cash receipts	6,500.—	6,500.—	32,009.70
(d) Sale of photographs and cinematograph films	1,000.—	1,000.—	1,946.55
	<u>268,500.—</u>	<u>268,500.—</u>	<u>303,815.05</u>
(e) Contributions from States not members of the League	100,380.—	100,380.—	100,380.50
TOTAL OF REVENUE	<u>368,880.—</u>	<u>368,880.—</u>	<u>404,195.55</u>

C. SCHEDULES

SCHEDULE A TO CHAPTER I, ITEM I. — Session of the Assembly.

1. Salaries of additional temporary clerical and house staff	62,700.—	62,700.—	40,679.30
2. Overtime payments of permanent staff	4,500.—	4,500.—	688.90
3. Travelling expenses and subsistence allowances	10,700.—	10,700.—	6,038.30
5. Special printing	130,000.—	130,000.—	104,387.—
6. Cables, telegrams and telephones	2,400.—	2,400.—	17.20
7. Supplies and stores	5,000.—	5,000.—	1,784.55
8. Automobile and cyclist service	3,000.—	3,000.—	307.25
9. Incidental expenses	10,000.—	10,000.—	4,606.50
Total of Item I	<u>228,300.—</u>	<u>228,300.—</u>	<u>158,509.—</u>

SCHEDULE B TO CHAPTER I, ITEM 2 (c). — Unforeseen Expenditure.

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure: ¹		
1. Complaint from certain officials of the Saar Governing Commission	25,000.—	10,000.—
2. Complaints from certain former officials of the Governing Commission of the Saar Territory: Communication by the Secretary-General	30,979.—	30,979.—
3. Request of the Spanish Government for the technical assistance of the League in the study of measures for providing food supplies for refugees	45,000.—	8,544.90
4. Situation in Spain: Proposal by the Spanish Government relating to the withdrawal of non-Spanish combatants: Action to be taken on the recommendation adopted by the Assembly on September 30th, 1938	250,000.—	193,322.45
	<u>350,979.—</u>	<u>242,846.35</u>

¹ See note, page 43.

SCHEDULE C TO CHAPTER II, ITEM 10. — *Investigations, Enquiries and Liaison. — Travelling expenses of officials.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) General Organisation and Internal Administration Services	138,226.—	107,826.—	58,264.20
(b) Minorities	13,000.—	13,000.—	241.70
(c) Financial Section and Economic Intelligence Service	26,000.—	26,000.—	20,515.30
(d) Economic Relations	7,250.—	17,650.—	15,222.75
(e) Mandates	10,300.—	10,300.—	668.20
(f) Transit	14,784.—	14,784.—	6,996.70
(g) Health	11,800.—	11,800.—	2,787.80
(h) Opium	3,200.—	3,200.—	1,324.50
(i) Social Questions	6,550.—	6,550.—	2,037.45
(j) Reduction of Armaments	2,000.—	2,000.—	1,264.60
(k) Intellectual Co-operation	13,000.—	13,000.—	3,078.45
(l) Slavery	2,690.—	2,690.—	—
(m) European Union	4,500.—	4,500.—	—
Total of Item 10	253,300.—	233,300.—	112,401.65

SCHEDULE D TO CHAPTER III, ITEM 11. — *Salaries, Wages and Allowances.*

I. *General Organisation.*

Secretary-General	90,000.—	90,000.—	90,000.—
Secretary-General's Office	66,600.—	66,600.—	61,204.60
Deputy Secretary-General	60,000.—	60,000.—	—
Deputy Secretary-General's Office	32,808.—	32,808.—	3,677.30
Deputy Secretary-General	60,000.—	60,000.—	60,000.—
Deputy Secretary-General's Office	34,050.—	34,850.—	34,849.80
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	32,346.—	32,346.—	32,345.45
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	26,904.—	26,904.—	8,903.55
Under-Secretary-General	60,000.—	60,000.—	55,645.15
Central Section	74,832.—	76,432.—	76,000.60
Attached to Principal Officers	127,520.—	127,520.—	107,721.60
Political Section	336,634.—	336,634.—	306,057.—
Information Section	592,383.—	589,983.—	542,982.10
Legal Adviser's Branch	317,495.—	317,495.—	246,596.30
Treasury:			
Treasurer's Office	115,042.—	115,042.—	115,040.20
Accounting Branch	89,916.—	89,916.—	77,017.85
Internal Control Office	83,922.—	83,922.—	83,135.70
Library	250,110.—	250,110.—	235,273.50
TOTAL: GENERAL ORGANISATION	2,570,562.—	2,570,562.—	2,256,450.70

II. *Internal Administrative Services.*

Office of Director of Personnel and Internal Administration	93,007.—	93,007.—	88,218.40
Personnel Office	81,921.—	81,521.—	74,270.80
Nurse and Consulting Medical Officer	19,500.—	19,500.—	19,499.80
Internal Service:			
Chief of Service and Office	44,022.—	44,422.—	44,339.70
Technical Services	63,668.—	63,668.—	58,587.35
Superintendence of Premises and House Staff	568,348.—	568,348.—	554,001.55
Telephonists	17,650.—	17,650.—	17,648.—
Temporary staff	216,660.—	216,660.—	210,075.70
Supplies Service	29,654.—	29,654.—	29,552.05
Carried forward	1,134,430.—	1,134,430.—	1,096,193.35

SCHEDULE D TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	1,134,430.—	1,134,430.—	1,096,193.35
II. Internal Administrative Services (continued).			
General Stenographic Service:			
Central Service	366,016.—	366,016.—	313,516.85
Staff at disposal of Sections	412,850.—	412,850.—	403,587.35
Distribution of Documents	203,008.—	203,008.—	202,096.80
Mailing Service.	35,200.—	35,200.—	33,799.20
Document Service:			
Chief of Service and Office	71,250.—	71,250.—	54,025.—
French Translation and Preci-writing Department	388,969.—	388,969.—	360,711.10
English Translation and Preci-writing Department	466,631.—	466,631.—	424,266.35
Verbatim Reporters.	87,885.—	87,885.—	75,950.25
Printing and Reproduction of Documents Service:			
Publications and Printing Department	270,356.—	270,356.—	263,402.45
Duplicating and Multigraph Branch.	211,333.—	211,333.—	207,902.10
Draughtsmen	18,951.—	18,951.—	18,949.50
Registry and Indexing Service:			
Registry	191,160.—	191,010.—	169,669.15
Indexing	52,381.—	52,531.—	52,486.05
TOTAL: INTERNAL ADMINISTRATIVE SERVICES	<u>3,910,420.—</u>	<u>3,910,420.—</u>	<u>3,676,555.50</u>
III. Special Organisations.			
Minorities Section	227,235.—	227,235.—	168,345.95
Financial Section and Economic Intelligence Service	714,404.—	714,404.—	694,105.—
Section of Economic Relations	267,821.—	267,821.—	194,209.70
Mandates Section	161,178.—	161,178.—	147,578.—
Transit Section	233,665.—	233,665.—	165,603.90
Health Section	433,000.—	433,000.—	407,122.95
Supervision of Opium Traffic Section	229,167.—	229,467.—	229,444.65
Social Questions Section	109,194.—	108,894.—	103,472.65
Reduction of Armaments Section	262,507.—	260,007.—	236,418.40
Intellectual Co-operation Section	152,639.—	155,139.—	152,750.40
TOTAL: SPECIAL ORGANISATIONS	<u>2,790,810.—</u>	<u>2,790,810.—</u>	<u>2,499,051.60</u>
IV. Temporary Engagements, etc. (Sub-schedule A, page 37)	<u>187,500.—</u>	<u>187,500.—</u>	<u>118,187.90</u>
V. Branch Offices. (Sub-schedule B, page 37)	<u>111,741.—</u>	<u>111,741.—</u>	<u>81,184.25</u>
VI. Frais de Représentation. (Sub-schedule C, page 37)	<u>133,600.—</u>	<u>133,600.—</u>	<u>107,874.15</u>
SUMMARY			
I. General Organisation	2,570,562.—	2,570,562.—	2,256,450.70
II. Internal Administrative Services	3,910,420.—	3,910,420.—	3,676,555.50
III. Special Organisations	2,790,810.—	2,790,810.—	2,499,051.60
IV. Temporary engagements, etc.	187,500.—	187,500.—	118,187.90
V. Branch Offices	111,741.—	111,741.—	81,184.25
VI. Frais de représentation	133,600.—	133,600.—	107,874.15
Total of Item II	<u>9,704,633.—</u>	<u>9,704,633.—</u>	<u>8,739,304.10</u>

SCHEDULE E TO CHAPTER III, ITEM 12 (c). — *Special Staff Charges.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) Indemnities	40,000.—	121,950.—	121,810.95
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Association	32,000.—	32,000.—	29,745.—
(d) Fidelity guarantees	4,440.—	4,440.—	3,839.65
(e) Welfare	2,000.—	7,800.—	7,261.15
(f) Recruitment of staff: advertising, expenses of examinations, special travelling	8,000.—	7,850.—	5,864.60
(g) Medical examinations	500.—	500.—	119.65
(h) Expenses of the Administrative Tribunal	5,000.—	7,000.—	5,148.75
(i) Indemnities granted by the Administrative Tribunal	1,000.—	1,000.—	—
Total of Item 12 (c)	102,940.—	192,540.—	173,789.75

SCHEDULE F TO CHAPTER III, ITEM 12 (d). — *Removal Expenses.*

(a) General Organisation and Internal Administrative Services	84,150.—	83,650.—	73,396.80
(b) Minorities	5,500.—	4,300.—	746.55
(c) Financial Section and Economic Intelligence Service	5,000.—	5,000.—	3,150.40
(d) Economic Relations	1,800.—	14,500.—	14,420.25
(e) Mandates	2,800.—	5,800.—	4,720.—
(f) Transit	4,750.—	2,450.—	—
(g) Health	3,500.—	5,500.—	4,406.65
(h) Opium	—	3,800.—	3,661.85
(i) Social Questions	2,000.—	2,000.—	734.25
(j) Reduction of Armaments	7,000.—	4,000.—	1,069.40
(k) Intellectual Co-operation	3,000.—	3,300.—	2,842.30
(l) Slavery	—	—	—
Total of Item 12 (d)	119,500.—	134,300.—	109,148.45

SCHEDULE G TO CHAPTER III, ITEM 12 (e). — *Travelling Expenses of Officials returning Home on Leave.*

(a) General Organisation and Internal Administrative Services	97,455.—	61,655.—	54,347.25
(b) Minorities	2,000.—	400.—	375.15
(c) Financial Section and Economic Intelligence Service	10,000.—	5,500.—	4,438.60
(d) Economic Relations	1,750.—	1,750.—	500.65
(e) Mandates	1,650.—	1,650.—	1,426.—
(f) Transit	4,000.—	4,000.—	1,886.55
(g) Health	3,000.—	2,000.—	1,711.95
(h) Opium	7,500.—	3,700.—	1,211.55
(i) Social Questions	1,500.—	1,500.—	672.85
(j) Reduction of Armaments	1,900.—	800.—	711.30
(k) Intellectual Co-operation	2,500.—	1,500.—	943.55
(l) Slavery	245.—	245.—	—
Total of Item 12 (e)	133,500.—	84,700.—	68,225.40

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva.*

I. Maintenance, including repairs and renewals:

(a) Building	68,000.—	41,000.—	36,855.75
(b) Technical installations	66,000.—	40,500.—	28,355.10
(c) Furniture and equipment	37,000.—	60,000.—	48,303.20
(d) Grounds	62,000.—	62,000.—	59,373.95
<i>Carried forward</i>	233,000.—	203,500.—	172,888.—

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva.* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	233,000.—	203,500.—	172,888.—
2. Water rates	8,500.—	11,000.—	10,429.55
3. Light and power	90,000.—	137,000.—	135,797.10
4. Heating	88,000.—	108,000.—	97,016.90
5. Insurance	9,000.—	9,000.—	8,345.65
6. Telephone	80,000.—	72,000.—	67,364.55
7. Automobiles, etc.	9,500.—	9,500.—	8,393.05
8. Uniforms, etc.	11,000.—	11,000.—	9,982.30
9. Laundry: upkeep and renewal of linen . .	14,500.—	14,500.—	12,084.20
10. Miscellaneous supplies; cleaning of large windows, etc.	35,000.—	26,000.—	16,718.70
11. Unforeseen	10,000.—	10,000.—	843.50
Total of Item 13 (a)	588,500.—	611,500.—	539,863.50

SCHEDULE I TO CHAPTER III, ITEM 13 (b). — *Maintenance of Branch Offices.*

(1) London Office	25,178.—	25,178.—	22,066.65
(2) Paris Office	17,946.—	17,946.—	9,211.10
(3) Rome Office	10,164.—	10,164.—	4,658.55
(4) Indian Office	22,553.—	22,553.—	11,911.55
(5) Tokio Correspondent	5,625.—	5,625.—	4,689.45
Total of Item 13 (b)	81,466.—	81,466.—	52,537.30

SCHEDULE J TO CHAPTER III, ITEM 13 (c). — *General Office Expenses.*

(a) Stationery and stationery stores:			
(i) Ordinary	62,000.—	62,000.—	26,701.15
(ii) Supplies for Duplicating Department .	80,000.—	57,000.—	25,197.60
(b) Cables, telegrams, long-distance telephone calls (Sub-schedule D, page 37)	83,578.—	83,578.—	56,067.95
(c) Postage	163,000.—	163,000.—	139,296.30
(d) Freight and carriage	5,000.—	5,000.—	811.50
(e) Newspapers	15,000.—	15,000.—	14,983.65
(f) Subscriptions	18,700.—	18,700.—	18,180.—
(g) Press cuttings	10,800.—	10,800.—	10,800.—
(h) Courier service between Geneva and Paris .	7,000.—	7,000.—	3,420.55
(i) Advertising, etc., for tenders	1,000.—	1,000.—	403.95
(j) Miscellaneous petty cash disbursements, including purchase of miscellaneous publi- cations of non-capital value	2,300.—	2,300.—	1,817.70
(k) Weekly broadcasting of League news . . .	23,570.—	23,570.—	16,457.60
Total of Item 13 (c)	471,948.—	448,948.—	314,137.95

SCHEDULE K TO CHAPTER III, ITEM 13 (d) (iii). — *Miscellaneous, Special Organisations.*

(a) Minorities Section	1,250.—	1,250.—	1,169.25
(b) Financial Section	4,100.—	4,100.—	3,521.30
(c) Section of Economic Relations	2,950.—	2,950.—	1,003.75
(d) Mandates Section	1,150.—	1,150.—	431.15
(e) Transit Section	1,040.—	1,040.—	923.10
(f) Health Section	1,700.—	1,700.—	1,059.70
(g) Supervision of Opium Traffic Section . . .	300.—	300.—	118.—
(h) Social Questions Section	700.—	700.—	214.95
(i) Reduction of Armaments Section	300.—	300.—	264.45
(j) Intellectual Co-operation Section	1,500.—	1,500.—	407.70
(k) Slavery	650.—	650.—	129.85
Total of Item 13 (d) (iii)	15,640.—	15,640.—	9,243.20

SCHEDULE L TO CHAPTER VII, ITEM 24. — *Library.*

	Original Appropriation			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total
1. Books and maps	45,000.—	10,000.—	55,000.—	44,522.05	7,546.85	52,068.90
2. Binding	25,000.—	4,000.—	29,000.—	25,000.—	3,992.05	28,992.05
3. Periodicals	24,000.—	2,000.—	26,000.—	23,974.80	99.65	24,074.45
4. Equipment, shelving, etc.	9,000.—	2,500.—	11,500.—	7,422.70	2,293.20	9,715.90
5. Temporary staff	—	36,000.—	36,000.—	—	33,348.35	33,348.35
6. Printing	—	10,000.—	10,000.—	—	7,783.70	7,783.70
7. Travelling expenses of staff	—	2,000.—	2,000.—	—	1,118.85	1,118.85
8. Contributions to the Pensions Fund	—	1,500.—	1,500.—	—	1,485.—	1,485.—
Total of Item 24	103,000.—	68,000.—	171,000.—	100,919.55	57,667.65	158,587.20

D. SUB-SCHEDULES

SUB-SCHEDULE A TO CHAPTER III, ITEM II (IV). — *Temporary Engagements, etc.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Temporary engagements, replacements, miscellaneous allowances	167,500.—	167,500.—	105,312.10
2. Overtime, temporary engagements, family allowances for House Staff	20,000.—	20,000.—	12,875.80
Total of Item II (iv)	187,500.—	187,500.—	118,187.90

SUB-SCHEDULE B TO CHAPTER III, ITEM II (V). — *Salaries, Wages and Allowances—Branch Offices.*

i. London Office	25,480.—	25,480.—	24,785.30
2. Paris Office	16,557.—	19,010.—	11,580.05
3. Rome Office	4,712.—	2,259.—	2,189.85
4. Indian Office	56,463.—	56,463.—	34,715.10
5. Tokio Correspondent	8,529.—	8,529.—	7,913.95
Total of Item II (v)	111,741.—	111,741.—	81,184.25

SUB-SCHEDULE C TO CHAPTER III, ITEM II (VI). — *Frais de Représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Three Under-Secretaries-General	30,000.—	30,000.—	29,274.15
Director of the Information Section	3,600.—	3,600.—	3,600.—
Total of Item II (vi)	133,600.—	133,600.—	107,874.15

SUB-SCHEDULE D TO CHAPTER III, ITEM 13 (c) (b). — *General Office Expenses, Cables, Telegrams, etc.*

(a) General Services and Internal Administrative Services	41,200.—	38,200.—	25,869.15
(b) Minorities	800.—	800.—	2.60
(c) Financial Section	6,000.—	6,000.—	5,116.50
(d) Economic Relations	2,400.—	2,400.—	1,201.90
(e) Mandates	960.—	960.—	885.35
(f) Transit	3,240.—	3,240.—	355.95
(g) Health	17,658.—	20,658.—	19,333.40
(h) Opium	1,900.—	1,900.—	651.50
(i) Social	400.—	400.—	133.90
(j) Reduction of Armaments	500.—	500.—	152.90
(k) Intellectual Co-operation	3,600.—	3,600.—	2,320.50
(l) Slavery	420.—	420.—	44.30
(m) European Union	4,500.—	4,500.—	—
Total of Item 13 (c) (b)	83,578.—	83,578.—	56,067.95

Sub-Schedules (Special Organisations)

SUB-SCHEDULE E. — *Minorities Questions.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Salaries	227,235.—	227,235.—	168,345.95
2. Travelling expenses	20,500.—	17,700.—	1,363.40
3. Printing	6,500.—	6,500.—	298.20
4. Cables, telegrams and long-distance telephones	800.—	800.—	2.60
5. Miscellaneous expenses	1,250.—	1,250.—	1,169.25
Total	<u>256,285.—</u>	<u>253,485.—</u>	<u>171,179.40</u>

SUB-SCHEDULE F. — *Financial Section and Economic Intelligence Service.*

A. GENERAL SERVICES :

1. Conferences (and preparatory work)	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc..	124,205.—	124,205.—	78,371.35
(b) Printing for Committees	20,000.—	20,000.—	17,670.55
3. Administrative expenses:			
(a) Salaries	714,404.—	714,404.—	694,105.—
Temporary Staff	49,000.—	49,000.—	30,106.35
(b) Travelling expenses	41,000.—	36,500.—	28,104.30
(c) Printing and publishing	121,900.—	121,900.—	120,738.30
(d) Cables, telegrams, etc.	6,000.—	6,000.—	5,116.50
4. Miscellaneous expenses	4,100.—	4,100.—	3,521.30
5. Publication of "Banking and Monetary Laws":			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	1,586.90	1,586.90	1,586.90
6. Expenses of the Fiscal Committee in its study of international taxation problems:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	8,365.85	8,365.85	8,365.85
7. Analytical research work:			
<i>Appropriation-in-aid: Rockefeller Founda-</i> <i>tion</i>	84,928.35	84,928.35	84,928.35
Gross expenditure	<u>1,175,490.10</u>	<u>1,170,990.10</u>	<u>1,072,614.75</u>
<i>Deduct: Appropriations-in-aid:</i>			
Contribution towards the cost of printing of "Banking and Monetary Laws"	1,586.90	1,586.90	1,586.90
Contribution towards the expenses of the Fiscal Committee in its study of international taxation problems	8,365.85	8,365.85	8,365.85
Contribution towards the cost of analytical research work	84,928.35	84,928.35	84,928.35
<i>Net expenditure</i>	<u>1,080,609.—</u>	<u>1,076,109.—</u>	<u>977,733.65</u>

SUB-SCHEDULE G. — *Section of Economic Relations.*

1. Conferences (and preparatory work)	18,000.—	17,200.—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	156,070.—	156,070.—	44,273.05
(b) Printing for Committees	25,000.—	22,000.—	8,537.40
3. Administrative expenses:			
(a) Salaries	267,821.—	267,821.—	194,209.70
(b) Travelling expenses	10,800.—	33,900.—	30,143.65
(c) Cables, telegrams, etc.	2,400.—	2,400.—	1,201.90
(d) Studies, investigations and temporary collaborators	3,000.—	3,000.—	—
4. Miscellaneous and unforeseen expenses	2,950.—	2,950.—	1,003.75
Total	<u>486,041.—</u>	<u>505,341.—</u>	<u>279,369.45</u>

SUB-SCHEDULE H. — *Mandates.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of Permanent Mandates Commission	91,635.—	91,635.—	32,883.15
2. Salaries	149,978.—	149,978.—	136,378.40
3. Travelling expenses	14,750.—	17,750.—	6,814.20
4. Printing	37,000.—	30,000.—	24,738.60
5. Cables, telegrams and telephones	960.—	960.—	885.35
6. Documentation, unforeseen contingencies and miscellaneous	1,150.—	1,150.—	431.15
Total	295,473.—	291,473.—	202,130.85

SUB-SCHEDULE I. — *Communications and Transit Organisation.*

1. Conferences	39,000.—	39,000.—	151.80
2. Meetings of the Organisation for Communica- tions and Transit (Sessions of the Advisory and Technical Committee, other commit- tees, sub-committees and special Confe- rences) and technical work of experts .	77,600.—	77,600.—	26,428.15
3. Printing of documents:			
(a) For the meetings and other work under sub-head 2			
(b) Collection and exchange of information regarding communications and tran- sit (including miscellaneous ex- penses).	17,500.—	17,500.—	17,038.55
4. Settlement of disputes referred to the Com- mittee and examination of similar questions submitted to the Committee by the Council	20,000.—	20,000.—	—
5. Salaries	233,665.—	233,665.—	165,603.90
6. Travelling expenses	23,534.—	21,234.—	8,883.25
7. Cablegrams, telegrams and long-distance tele- phone communications and miscellaneous.	4,280.—	4,280.—	1,279.05
Total	415,579.—	413,279.—	219,384.70

SUB-SCHEDULE J. — *International Health Organisation.*

1. Conferences	—	—	—
2. Sessions of Committees and Sub-Committees:			
(a) Subsistence, travelling expenses, etc.	179,587.—	179,587.—	136,373.20
(b) Printing	4,000.—	4,000.—	2,164.30
3. Administrative expenses:			
(a) Salaries	433,000.—	433,000.—	407,122.95
(b) Travelling expenses	18,300.—	19,300.—	8,906.40
(c) Printing and publishing	86,755.—	86,755.—	68,539.20
(d) Cables, telegrams, etc.	17,658.—	20,658.—	19,333.40
4. Contribution to Eastern Bureau	125,000.—	125,000.—	125,000.—
5. Investigations and Enquiries:			
(a) International Biological Standardisa- tion	50,000.—	65,000.—	65,000.—
(b) Investigations, technical enquiries and special studies	54,000.—	39,000.—	26,718.70
(c) Liaison between the various national health services, collective and indivi- dual missions and special technical studies	30,000.—	30,000.—	22,151.40
6. Miscellaneous expenses	1,700.—	1,700.—	1,059.70
Total	1,000,000.—	1,004,000.—	882,369.25

SUB-SCHEDULE K. — *Supervision of Opium Traffic.*

	Original Appropriation	Appropriation as modified by transfers	Actual expenditure
1. Salaries	229,167.—	229,467.—	229,444.65
2. Travelling expenses	9,500.—	9,500.—	6,197.90
3. Control of Traffic in Opium and Other Dangerous Drugs:			
(i) (a) Sessions of the Advisory Committee	5,500.—	5,500.—	3,864.80
(b) Sessions of Sub-Committees	1,500.—	1,500.—	940.25
(c) Experts	2,000.—	2,000.—	1,145.70
(ii) Printing and documentation of the Committee	30,000.—	28,000.—	19,178.95
(iii) Cables, telegrams and miscellaneous	500.—	500.—	429.30
(v) Preparatory Conferences on the limitation of poppy cultivation and the production of raw opium	50,500.—	50,500.—	—
4. Supervisory Body set up under the Limitation Convention of 1931:			
(i) Travelling expenses and subsistence allowances of the four members	8,500.—	8,500.—	4,778.45
(ii) Printing	8,000.—	8,000.—	7,244.30
(iii) Travelling expenses of the Secretariat	1,200.—	1,200.—	—
(iv) Cables	1,500.—	1,500.—	284.95
(v) Miscellaneous expenses	200.—	200.—	55.25
Total	348,067.—	346,367.—	273,564.50

SUB-SCHEDULE L. — *Social Questions (Suppression of Traffic in Women and Protection of Children, etc.).*

1. Salaries	109,194.—	108,894.—	103,472.65
2. Travelling expenses	10,050.—	10,050.—	3,444.55
3. <i>Advisory Committee on Social Questions:</i>			
(a) Sessions of the Committee and Sub-Committees	18,300.—	18,300.—	2,586.95
(b) Printing, documentation and Information Centre	13,000.—	22,000.—	20,925.05
4. Cables, telegrams and miscellaneous	600.—	600.—	133.90
5. Penal administration (printing)	350.—	350.—	—
6. Assistance to indigent foreigners and execution of maintenance obligations abroad (printing)	900.—	900.—	335.25
7. Other Social Questions entrusted to the Section, and miscellaneous expenses	500.—	500.—	214.95
9. Traffic in women; Eastern Bureau; study mission	50,000.—	50,000.—	—
Total	202,894.—	211,594.—	131,113.30

SUB-SCHEDULE M. — *Reduction of Armaments.*

I. <i>Secretariat:</i>			
1. Salaries	262,507.—	260,007.—	236,418.40
2. Travelling expenses	10,900.—	6,800.—	3,045.30
3. Cables, telegrams and miscellaneous	800.—	800.—	417.35
II. <i>Permanent Advisory Commission:</i>			
1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	—
III. <i>Investigations</i>			
Carried forward	275,707.—	269,107.—	239,881.05

SUB-SCHEDULE M. — *Reduction of Armaments* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	275,707.—	269,107.—	239,881.05
IV. <i>Armaments statistical year-books</i>	33,000.—	33,000.—	21,701.85
V. <i>Conference on the Reduction and Limitation of Armaments and further expenses arising therefrom and/or Organ to be set up by the Conference on the Reduction and Limita- tion of Armaments.</i>	500,000.—	500,000.—	10,070.70
	<u>808,707.—</u>	<u>802,107.—</u>	<u>271,653.60</u>

SUB-SCHEDULE N. — *Intellectual Co-operation, International Bureaux, etc.*

A. *Intellectual Co-operation:*

1. Salaries (including the officials who deal with questions relating to International Bureaux)	152,639.—	155,139.—	152,750.40
2. Sessions and expenses connected therewith	105,000.—	105,000.—	61,405.70
3. Travelling expenses	18,500.—	17,800.—	6,864.30
4. Printing:			
(a) Ordinary	5,000.—	5,000.—	2,996.35
(b) Reprint of the pamphlet <i>Aims, Methods and Activity of the League of Nations</i>	2,000.—	2,000.—	1,927.65
5. <i>Bulletin of League of Nations Teaching</i>	4,000.—	4,300.—	4,228.45
6. Telegrams, telephones, miscellaneous expenses	4,100.—	4,100.—	2,541.15

B. *International Bureaux and Miscellaneous Questions:*

1. English edition of the <i>Handbook of International Organisations</i>	—	—	—
2. <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	5,200.—	4,491.25
3. Miscellaneous	1,000.—	1,000.—	187.05

C. *Conferences:*

1. Conference for the adoption of a convention for the protection of national historical and artistic treasures	2,000.—	1,700.—	—
2. Conference for the adoption of a convention relating to the status of refugees coming from Germany	600.—	1,700.—	1,532.05
	<u>300,339.—</u>	<u>302,939.—</u>	<u>238,924.35</u>

SUB-SCHEDULE O. — *Slavery.*

1. Session of the Committee	11,500.—	11,500.—	4,426.70
2. Salaries	11,200.—	11,200.—	11,199.60
3. Travelling expenses	2,935.—	2,935.—	—
4. Printing	5,500.—	5,500.—	5,000.35
5. Telegrams and telephones	420.—	420.—	44.30
6. Documentation and miscellaneous expenses	650.—	650.—	129.85
	<u>32,205.—</u>	<u>32,205.—</u>	<u>20,800.80</u>

SUB-SCHEDULE P. — *Commission of Enquiry for European Union.*

1. Plenary meetings	10,000.—	10,000.—	—
2. Printing	22,125.—	22,125.—	—
3. Sub-Commissions	24,000.—	24,000.—	—
4. Printing	12,000.—	12,000.—	—
5. Telegrams and travelling expenses	9,000.—	9,000.—	—
6. Committees of experts	60,000.—	60,000.—	—
	<u>137,125.—</u>	<u>137,125.—</u>	<u>—</u>

SUB-SCHEDULE Q. — *Nutrition.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of Committees and Sub-Committees	30,000.—	30,000.—	19,552.35
2. Printing for Committees	4,000.—	7,000.—	4,132.90
3. Temporary staff	3,000.—	3,000.—	1,213.35
4. Travelling expenses	3,000.—	3,000.—	—
	<u>40,000.—</u>	<u>43,000.—</u>	<u>24,898.60</u>

SCHEDULE TO PART IV. — *Permanent Central Opium Board.*

1. Sessions of the Board	38,862.—	34,067.—	24,859.35
2. Secretariat of the Board	70,432.—	70,432.—	62,958.85
3. Printing and documentation	12,320.—	12,320.—	6,987.15
4. Travelling and removal expenses	1,500.—	6,295.—	5,780.70
5. Telegrams, telephones and miscellaneous	950.—	950.—	473.80
Total of Part IV	<u>124,064.—</u>	<u>124,064.—</u>	<u>101,059.85</u>

SCHEDULE TO PART VII. — *Pensions.*

I. Contribution to the Pension Fund	1,780,539.—	1,780,539.—	1,670,071.50
II. Administration of the Fund:			
(a) Salaries	52,700.—	52,700.—	35,977.30
(b) Administrative Board (travelling expenses, etc.)	11,000.—	11,000.—	5,181.10
(c) Valuation of the Fund by an Actuary	5,000.—	5,000.—	4,452.60
(d) Medical expenses	2,000.—	2,000.—	678.85
(e) Miscellaneous expenses and unforeseen	500.—	500.—	270.95
	<u>1,851,739.—</u>	<u>1,851,739.—</u>	<u>1,716,632.30</u>
Less: Proportionate share from States non-members of the League in contribution to the Pensions Fund in respect of officials of the International Labour Office	137,948.—	137,948.—	97,401.67
Total of Part VII	<u>1,713,791.—</u>	<u>1,713,791.—</u>	<u>1,619,230.63</u>

SCHEDULE TO PART VIII. — *Settlement of the Assyrians of Iraq.*

Budgetary vote	300,000.—	300,000.—	114,840.89
<i>Appropriation-in-aid:</i>			
Contributions from the Governments of Iraq and the United Kingdom	662,161.11	662,161.11	662,161.11
	<u>962,161.11</u>	<u>962,161.11</u>	<u>777,002.—</u>
<i>Deduct: Appropriation-in-aid:</i>			
Contributions from the Governments of Iraq and the United Kingdom	662,161.11	662,161.11	662,161.11
Total of Part VIII	<u>300,000.—</u>	<u>300,000.—</u>	<u>114,840.89</u>

2. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCUR-
RABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL

3. — TRANSFERS

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the competent authority with reference to: any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and any transfers made in the budget.”

The present memorandum also includes, for the sake of completeness, a list of internal transfers approved by the Secretary-General, and of adjustments between sections of general items.

2. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL

Extracts from Reports and Resolutions taken by the Council during the Years 1936, 1937 and 1938.

(a) Political Expenditure.

1. *Complaint from Certain Former Officials of the Saar Governing Commission.*

The SECRETARY-GENERAL made the following communication:

“ The representative of France proposed yesterday that, on grounds of equity, a lump sum should be paid to the five ex-officials of the Saar Governing Commission. He added that, in his view, 5,000 Swiss francs each would be a suitable compensation.

“ To put this proposal into effect, I venture to suggest to the Council that the sum in question—the payment of which is to be regarded as one of the last consequences of the political liquidation of the Saar question—be paid to the officials and charged to Item 2 (c), Chapter I, of the budget, under which the Council is to have sufficient funds at its disposal to enable it to meet any political contingencies that may arise during the year.

“ If the Council accepts this suggestion, therefore, I propose that it authorises the Secretary-General to pay the five persons concerned indemnities totalling 25,000 Swiss francs chargeable to Item 2 (c), Chapter I (‘ Unforeseen expenditure ’), of the budget.”

The Secretary-General's proposal was adopted.

(93rd Session, Minute 3798.)

2. *Complaints from Certain Former Officials of the Governing Commission of the Saar Territory:
Communication by the Secretary-General.*

The SECRETARY-GENERAL made the following communication:

“ When the Saar Commission concluded with the German Government the agreement of January 31st, 1935, which regulated the treatment to be accorded to the officials of the Saar in the event of the return of the territory to Germany, the German Government insisted on excluding from the operation of the agreement five officials, previously German officials, whom the Commission had engaged some fifteen to eighteen months before the termination of its functions, at a time when it had great difficulty in engaging necessary officials. On the termination of their services in the Saar, the five officials received certain cash payments from the Commission, the amount of which is shown in the table annexed to the present note. According to the claims which the officials subsequently presented to the League, the appointments given them by the Saar Commission were appointments for life in virtue of the German law in force in the territory, and it was the duty of the Commission and, failing the Commission, of the League of Nations to ensure them appointments for life or pensions based on the total period of their service, both in Germany and in the Saar.

“ The claims of the officials against the League were examined by a Committee of Jurists which was appointed by the Council on July 4th, 1936. This Committee reached the conclusion that the

League of Nations could not incur any legal liability as a result of the action of the Saar Commission. The jurists' report was adopted by the Council on September 25th, 1936. At the same time, the Council decided to pay *ex gratia* a lump sum of 5,000 Swiss francs to each of the officials.

"The Council's attention was again called to the position of the five officials on September 29th, 1937, and on January 31st of the present year. At the Council's meeting of January 31st, the representatives of France, Sweden and the Union of Soviet Socialist Republics were in favour of increasing the payments which had been made by the Council. It was understood that the Secretary-General would submit a proposal to the Council in this sense.

"In drawing up the proposal which he now has the honour to put before the Council for its consideration, the Secretary-General has assumed that the Council maintains the attitude adopted by it on September 25th, 1936, and that, accordingly, what it has in mind is to make a further *ex gratia* payment to each of the five officials, while refusing to admit any legal liability on the part of the League. These payments would close the matter definitely so far as the League is concerned, and the Council would doubtless wish that the Secretary-General should so inform the officials.

"The Secretary-General has also assumed that, in the absence of a legal obligation to do so, the Council cannot take account of the time during which the five officials held posts in Germany, but only of the period of their service with the Saar Commission, which in no case exceeded eighteen months.

"On this basis, the Secretary-General ventures to suggest that the Council should vote a sufficient sum to make the total payment from the League budget received by each official equivalent to salary for a year and a half. As will be seen from the table annexed to the present report, the amount required is 30,979 francs, which would be distributed as shown in the table. Like the payments authorised by the Council in September 1936, the new payments would be regarded as one of the consequences of the political liquidation of the Saar question and would be charged to Item 2(c), Chapter I (Unforeseen expenditure) of the budget—*i.e.*, the item placed at the disposal of the Council to enable it to meet any political contingencies that may arise during the year."

ANNEX

Grants already received by the Ex-officials of the Saar and Proposed Distribution of New Grant.

Names	Annual salary received from Saar Commission	Grants already made by Council	Proposed additional grants by Council	Total grants from League budget (cols. 3 and 4)	Payments received from Saar Commission
			Swiss francs		
M. Danzebrink	9,222	5,000	8,833	13,833	9,241
M. Ritzel	8,286	5,000	7,429	12,429	7,047
M. Machts	7,268	5,000	5,902	10,902	5,993
M. Lehnert	6,670	5,000	5,005	10,005	5,029
M. Lauriolle	5,873	5,000	3,810	8,810	5,996
Total	37,319	25,000	30,979	55,979	33,306

M. WESTMAN pointed out that, as mentioned in the Secretary-General's communication, the representative of Sweden had indicated, at a previous session, that he was in favour of settling the matter by a further *ex gratia* payment to each of the five former officials of the Saar. He thanked the Secretary-General for his suggestions to this effect and was glad to accept them.

The Secretary-General's proposal was adopted.

(101st Session, Minute 4043.)

3. *Request of the Spanish Government for the Technical Assistance of the League in the Study of Measures for providing Food Supplies for Refugees.*

"The Council,

"Authorises the Secretary-General to institute a preliminary enquiry on the spot and to charge the expenses thereof, to an amount not exceeding 45,000 Swiss francs, to Item 2(c) (i) of the budget for 1938: 'Council: Unforeseen expenditure (subject to special vote of the Council); political expenditure'."

(103rd Session, Minute 4091.)

4. *Situation in Spain: Proposal by the Spanish Government relating to the Withdrawal of Non-Spanish Combatants: Action to be taken on the Recommendation adopted by the Assembly on September 30th, 1938.*

"The Council,

"Authorises the Secretary-General to draw the necessary funds from the 1938 budget—item 2(c) (i): 'Unforeseen expenditure (political)'—up to a maximum of 250,000 Swiss francs."

(103rd Session, Minute 4100.)

3. TRANSFERS

(i) TRANSFERS APPROVED BY THE COUNCIL

Paragraph I of Article 29 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ Transfers from one item to another of the same chapter of the budget may be effected by special resolutions of the competent authority. Such resolutions shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session.”

I. *May 11th, 1938.*

“ The Council,

“ In confirmation of the decision taken by its President on March 15th, 1938, authorises the Secretary-General to effect the following transfer of 55,000 Swiss francs within Chapter II of the budget for 1938:

“ From Items:

	Swiss francs
“ 8. Correspondents and Temporary Collaborators	35,000.—
“ 10. Travelling Expenses of Officials	20,000.—
	20,000.—

“ To item:

“ 9. Technical Collaboration	55,000.—”
(101st Session, Minute 4025.)	

Items of the budget modified by this transfer:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 8. — CORRESPONDENTS AND TEMPORARY COLLABORATORS.					
(a)	Correspondents	70,000.—	—	15,000.—	55,000.— ¹
(b)	Temporary collaborators:				
	(i) Salaries	90,000.—	—	10,000.—	80,000.—
	(ii) Travelling expenses	40,000.—	—	5,000.—	35,000.—
(c)	Research students	45,000.—	—	5,000.—	40,000.—
Item 10. — TRAVELLING EXPENSES OF OFFICIALS.					
(a)	General Organisation	138,226.—	—	20,000.—	118,226.— ²
Item 9. — TECHNICAL COLLABORATION.					
(b)	Latin America	123,000.—	55,000.—	—	178,000.— ¹
		506,226.—	55,000.—	55,000.—	506,226.—

¹ See page 46: (i) Transfers approved by the Council, 2.

² See page 49: (iii) Adjustments between Sections of General Items.

2. *September 9th, 1938.*

“ The Council,

“ In confirmation of the decision taken by its President on July 8th, 1938, authorises the Secretary-General to effect the following transfer within Chapter II of the budget for 1938:

“ 12,000 Swiss francs from Item 8, ‘ Correspondents, Temporary Collaborators and Research Students ’, to Item 9, ‘ Technical Collaboration ’.”

Items of the budget modified by this transfer:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 8. — CORRESPONDENTS AND TEMPORARY COLLABORATORS.					
(a)	Correspondents	55,000.— ¹	—	12,000.—	43,000.—
Item 9. — TECHNICAL COLLABORATION.					
(b)	Latin America	178,000.— ¹	12,000.—	—	190,000.—
		<u>233,000.—</u>	<u>12,000.—</u>	<u>12,000.—</u>	<u>233,000.—</u>

(ii) INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL

The following internal transfers were approved by the Secretary-General:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part I. — Chapter I.					
Item 3. — CONFERENCE.					
B. Printing for the sessions:					
(a)	Economic Relations	6,000.—	—	800.—	5,200.—
(g)	Protection of national and historic treasures	600.—	—	300.—	300.—
(h)	Status of refugees coming from Germany	600.—	1,100.—	—	1,700.—
		<u>7,200.—</u>	<u>1,100.—</u>	<u>1,100.—</u>	<u>7,200.—</u>
Item 4. — COMMITTEES.					
B. Printing for the sessions:					
(c)	Economic Relations	25,000.—	—	3,000.—	22,000.—
(d)	Mandates	37,000.—	—	7,000.—	30,000.—
(e)	Transit	17,500.—	2,000.—	2,000.—	17,500.—
(f)	Opium:				
	i. Advisory Committee	30,000.—	—	2,000.—	28,000.—
(g)	Social Questions:				
	i. Suppression of Traffic	13,000.—	9,000.—	—	22,000.—
(l)	Nutrition	4,000.—	3,000.—	—	7,000.—
		<u>126,500.—</u>	<u>14,000.—</u>	<u>14,000.—</u>	<u>126,500.—</u>

¹ See page 45: (i) Transfers approved by the Council, 1.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Chapter II.					
Item 6. — INTERNATIONAL HEALTH ORGANISATION.					
(b)	International biological standardisation	50,000.—	15,000.—	—	65,000.—
(c)	Investigations, technical enquiries and special studies	54,000.—	—	15,000.—	39,000.—
		<u>104,000.—</u>	<u>15,000.—</u>	<u>15,000.—</u>	<u>104,000.—</u>
Chapter III.					
Item 11. — SALARIES, WAGES AND ALLOWANCES OF THE SECRETARIAT.					
I. General Organisation:					
6.	Deputy Secretary-General's Office	34,050.—	800.—	—	34,850.—
12.	Central Section	74,832.—	1,600.—	—	76,432.—
15.	Information Section	592,383.—	—	2,400.—	589,983.—
II. Internal Administrative Services:					
2.	(a) Personnel Office	81,921.—	—	400.—	81,521.—
3.	Internal Service:				
	(i) Chief of Service and Office	44,022.—	400.—	—	44,422.—
9.	Registry and Indexing Service:				
	(i) Registry	191,160.—	—	150.—	191,010.—
	(ii) Indexing	52,381.—	150.—	—	52,531.—
III. Special Organisations:					
7.	Supervision of Opium Traffic Section	229,167.—	300.—	—	229,467.—
8.	Social Questions Section	109,194.—	—	300.—	108,894.—
9.	Reduction of Armaments Section	262,507.—	—	2,500.—	260,007.—
10.	Intellectual Co-operation Section	152,639.—	2,500.—	—	155,139.—
V. Branch Offices:					
2.	Paris Office	16,557.—	2,453.—	—	19,010.—
3.	Rome Office	4,712.—	—	2,453.—	2,259.—
		<u>1,845,525.—</u>	<u>8,203.—</u>	<u>8,203.—</u>	<u>1,845,525.—</u>
Item 12. — STAFF EXPENSES.					
(a)	Entertainment allowances; general fund	26,400.—	—	18,000.—	8,400.—
(c)	Special staff charges:				
	(a) Indemnities	40,000.—	94,450.—	12,500.—	121,950.—
	(e) Welfare	2,000.—	10,500.—	4,700.—	7,800.—
	(f) Recruitment of Staff	8,000.—	—	150.—	7,850.—
	(h) Expenses of the Administrative Tribunal	5,000.—	2,000.—	—	7,000.—
	<i>Carried forward</i>	<u>81,400.—</u>	<u>106,950.—</u>	<u>35,350.—</u>	<u>153,000.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward.</i>	81,400.—	106,950.—	35,350.—	153,000.—
(d)	Removal expenses:				
	(1) General organisation	84,150.—	20,000.—	9,000.—	95,150.— ¹
	(8) Opium	—	3,800.—	—	3,800.—
(e)	Travelling expenses of officials returning home on leave:				
	(1) General organisation	97,455.—	—	45,000.—	52,455.— ¹
	(8) Opium	7,500.—	—	3,800.—	3,700.—
(f)	Travelling expenses of families of officials proceeding home on leave	<u>75,000.—</u>	<u>—</u>	<u>37,600.—</u>	<u>37,400.—</u>
		<u>345,505.—</u>	<u>130,750.—</u>	<u>130,750.—</u>	<u>345,505.—</u>
Item 13. — OFFICE EXPENSES.					
A. Maintenance at Geneva:					
I. Maintenance, including repairs and renewals:					
	(a) Building	68,000.—	—	27,000.—	41,000.—
	(b) Technical installations	66,000.—	—	25,500.—	40,500.—
	(c) Furniture and equipment	37,000.—	23,000.—	—	60,000.—
	2. Water rates	8,500.—	2,500.—	—	11,000.—
	3. Light and power	90,000.—	47,000.—	—	137,000.—
	4. Heating	88,000.—	20,000.—	—	108,000.—
	6. Telephone: subscriptions, repairs and local calls	80,000.—	—	8,000.—	72,000.—
	10. Miscellaneous supplies; cleaning of large windows, etc.	35,000.—	—	9,000.—	26,000.—
B. Maintenance of branch offices:					
2. Paris Office:					
	1. Rent and rates	8,176.—	—	645.—	7,531.—
	2. Lighting	409.—	409.—	—	818.—
	3. Heating	2,657.—	777.—	—	3,434.—
	10. Newspapers	31.—	31.—	—	62.—
	11. Miscellaneous expenses	1,635.—	—	572.—	1,063.—
C. General office expenses:					
(a) Stationery and stationery stores:					
(2) Supplies for the Duplicating Department.					
		<u>80,000.—</u>	<u>—</u>	<u>23,000.—</u>	<u>57,000.—</u>
		<u>565,408.—</u>	<u>93,717.—</u>	<u>93,717.—</u>	<u>565,408.—</u>
Item 14. — PRINTING.					
A. General:					
	(c) Information Section	54,500.—	2,600.—	—	57,100.—
	(i) Films and photographs	49,400.—	5,000.—	—	54,400.—
	(j) Purchase of reports of mandatory Powers	6,000.—	1,900.—	—	7,900.—
	(k) Reprints for the Publications Department	10,000.—	—	6,900.—	3,100.—
B. Periodicals:					
	(b) <i>Monthly Summary</i>	91,000.—	—	2,600.—	88,400.—
	(g) <i>Bulletin of League of Nations Teaching</i>	4,000.—	300.—	—	4,300.—
	(i) <i>Bulletin of Information on the Work of International Organisations</i>	5,500.—	—	300.—	5,200.—
		<u>220,400.—</u>	<u>9,800.—</u>	<u>9,800.—</u>	<u>220,400.—</u>

¹ See page 49: (iii) Adjustments between Sections of General Items.

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Part IV.					
PERMANENT CENTRAL OPIUM BOARD:					
I.	Sessions of the Board	38,862.—	—	4,795.—	34,067.—
4.	Travelling and removal expenses	1,500.—	4,795.—	—	6,295.—
		<u>40,362.—</u>	<u>4,795.—</u>	<u>4,795.—</u>	<u>40,362.—</u>
Part IX.					
HIGH COMMISSION FOR REFUGEES COMING FROM GERMANY					
		<u>73,168.—</u>	<u>13,880.—</u>	<u>13,880.—</u>	<u>73,168.—</u>

(iii) ADJUSTMENTS BETWEEN SECTIONS OF GENERAL ITEMS

Part I. — Chapter II.

Item 10. — TRAVELLING EXPENSES OF OFFICIALS.

(a)	General organisation	118,226.— ¹	—	10,400.—	107,826.—
(c)	Financial Section:				
(1)	General	18,000.—	—	400.—	17,600.—
(2)	Housing	8,000.—	400.—	—	8,400.—
(d)	Economic Relations Section.	7,250.—	10,400.—	—	17,650.—
		<u>151,476.—</u>	<u>10,800.—</u>	<u>10,800.—</u>	<u>151,476.—</u>

Chapter III.

Item 12. — STAFF EXPENSES.

(d) Removal expenses:

(1)	General organisation	95,150.— ²	—	11,500.—	83,650.—
(2)	Minorities	5,500.—	—	1,200.—	4,300.—
(4)	Economic Relations Section	1,800.—	12,700.—	—	14,500.—
(5)	Mandates	2,800.—	3,000.—	—	5,800.—
(6)	Transit	4,750.—	—	2,300.—	2,450.—
(7)	Health	3,500.—	2,000.—	—	5,500.—
(10)	Reduction of Armaments	7,000.—	—	3,000.—	4,000.—
(11)	Intellectual Co-operation and International Bureaux.	3,000.—	300.—	—	3,300.—

(e) Travelling expenses of officials returning home on leave:

(1)	General Organisation	52,455.— ²	9,200.—	—	61,655.—
(2)	Minorities	2,000.—	—	1,600.—	400.—
(3)	Financial Section.	10,000.—	—	4,500.—	5,500.—
(7)	Health	3,000.—	—	1,000.—	2,000.—
(10)	Reduction of Armaments	1,900.—	—	1,100.—	800.—
(11)	Intellectual Co-operation and International Bureaux.	2,500.—	—	1,000.—	1,500.—
		<u>195,355.—</u>	<u>27,200.—</u>	<u>27,200.—</u>	<u>195,355.—</u>

Item 13. — OFFICE EXPENSES.

C. General offices expenses:

(b) Cables, telegrams, long-distance telephone calls:

(1) General organisation and internal administrative services

(1)	General organisation and internal administrative services	41,200.—	—	3,000.—	38,200.—
(7)	Health	17,658.—	3,000.—	—	20,658.—
		<u>58,858.—</u>	<u>3,000.—</u>	<u>3,000.—</u>	<u>58,858.—</u>

¹ See page 45: (i) Transfers approved by the Council.

² See page 48: (ii) Internal transfers approved by the Secretary-General.

4. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES

(In gold francs as adopted by the League of Nations.)

Working Capital Fund (Schedule, pages 12-13)		4,370,259.44
Reserve Fund (Schedule, pages 16-17)		7,487,498.34
Guarantee Fund (Schedule, pages 16-17)		2,506,619.19
Renovation Fund (Schedule, pages 18-19)		707,306.53
Fund for the Reduction of Future Contributions (Schedule, pages 18-19)		1,060,209.78
Fund to cover Exchange Losses (Schedule, pages 18-19)		394,011.33
Library Endowment Fund:		
Investments Reserve Fund		135,045.89
Sundry Debtors: States Members		10,721,695.65
Extra-budgetary Accounts (Schedule, pages 60-65)	1,363,678.03	
Suspense Accounts (Schedule, pages 66-71)	<u>1,798,758.40</u>	3,162,436.43
BALANCE being excess of Assets over Liabilities as at December 31st, 1938		47,614,034.34

78,159,116.92

OF THE SECRETARIAT AS AT DECEMBER 31ST, 1938

ASSETS

		(In gold francs as adopted by the League of Nations.)	
Property at Geneva:			
Estate Account (Schedule, page 52)		2,148,621.69	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date (Schedule, pages 53-55)		33,650,300.52	
Library: Building Fund Account: amount expended to date (Schedule, pages 56-57)		4,893,040.95	
		<hr/>	40,691,963.16
Wireless Station:			
Total cost of the station	2,327,559.40		
Additional installation	149,271.95		
		<hr/>	
Less: Depreciation reserve		2,476,831.35	
		1,700,242.53	
		<hr/>	776,588.82
Capital Account.			
Furniture, fittings, typewriters, etc.		1.—	
Library		1.—	
		<hr/>	2.—
Sundry Debtors — States Members:			
Secretariat allocation		2,809,895.80	
Payable to Reserve Fund		7,834,632.90	
Payable to special fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies		77,166.95	
		<hr/>	10,721,695.65
Sundry Debtors			29,276.48
Working Capital Fund:			
Recoverable advances (Schedule, pages 12-13)			563,973.95
Available Funds:			
Extra-budgetary and suspense accounts (<i>per contra</i>)		3,162,436.43	
Estate Account		819,278.59	
Building Fund: Secretariat and Assembly Hall		212,718.23	
Library: Building Fund		681,600.29	
Library Endowment Fund		1,378,168.34	
Working Capital Fund		3,806,285.49	
Reserve Fund		7,487,498.34	
Guarantee Fund		2,506,619.19	
Renovation Fund		707,306.53	
Fund for the Reduction of Future Contributions		1,060,209.78	
Fund to cover Exchange Losses		394,011.33	
Balance Cash Surplus in respect of the Nineteenth Financial Period		2,373,058.77	
Special Contributions account set up under the terms of the 1936 Assembly resolution		2,543.61	
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies		55,150.70	
Fund at the disposal of the Supervisory Commission to meet expenditure resulting from currency depreciation		728,731.24	
		<hr/>	25,375,616.86
			<hr/> <hr/>
			78,159,116.92

(Signed) P. G. WATTERSON,
Chief Accountant.

5. — ESTATE ACCOUNT

	Swiss francs	Swiss francs	Gold francs		Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1938:				Expenditure during 1938:			
Properties acquired		2,367,056.—	1,903,136.85	Installation, repairs, maintenance, etc.	41,225.45		
				Salaries (gardeners).	21,082.70		
					<u>62,308.15</u>	62,308.15	44,070.96
Available funds:				Balances as at December 31st, 1938:			
Capital account	1,415,000.—			Properties acquired	2,701,278.50		
Revenue account	46,464.75			Legal expenses	12,847.45		
	<u>1,461,464.75</u>	1,461,464.75	1,033,703.55		<u>2,714,125.95</u>	2,714,125.95	2,148,621.69
Receipts during 1938:				Available funds:			
Entrance fees from visitors .	61,352.85			Capital account	1,067,930.05		
Rentals, etc., from properties	16,393.10			Revenue account	90,377.65		
Miscellaneous receipts	28,475.10				<u>1,158,307.70</u>	1,158,307.70	819,278.59
	<u>106,221.05</u>	106,221.05	75,130.84		<u>3,934,741.80</u>	3,934,741.80	3,011,971.24
	<u>3,934,741.80</u>	<u>3,934,741.80</u>	<u>3,011,971.24</u>		<u>3,934,741.80</u>	<u>3,934,741.80</u>	<u>3,011,971.24</u>

6. — SECRETARIAT AND ASSEMBLY HALL: BUILDING FUND ACCOUNT

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1938

(In Swiss francs.)

Year	RECEIPTS						PAYMENTS				Balance at end of year
	Original fund, including Argentine contributions	Allocations from cash surplus and from building annuity	Sale of Hôtel National	New Buildings Furnishing Account	Interest earned and profit on investments realised	Total	Secretariat and Assembly Hall (Schedule, p. 55)	International Labour Organisation Building	Building annuity. Refunded to States Members	Total	
1925	13,334,993.94	—	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	3,367,847.28	—	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,402.24
1927	—	1,375,000.—	—	—	508,674.24	1,883,674.24	1,192,117.40	—	1,400,000.—	2,592,117.40	10,912,959.08
1928	—	1,375,000.—	—	—	538,556.45	1,913,556.45	196,694.10	—	1,400,000.—	1,596,694.10	11,229,821.43
1929	—	2,854,161.12	—	—	672,657.42	3,526,818.54	209,973.45	—	700,000.—	909,973.45	13,846,666.52
1930	—	1,375,000.—	—	—	636,016.15	2,011,016.15	510,394.20	—	700,000.—	1,210,394.20	14,647,288.47
1931	—	1,375,000.—	—	—	460,514.15	1,835,514.15	1,974,339.25	—	700,000.—	2,674,339.25	13,808,463.37
1932	—	1,375,000.—	—	—	59,889.84	1,434,889.84	3,797,503.95	—	700,000.—	4,497,503.95	10,745,849.26
1933	—	1,375,000.—	—	—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58
1934	—	1,600,000.—	—	—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63
1935	—	2,800,000.—	—	—	—	2,800,000.—	4,540,928.57	—	—	4,540,928.57	3,936,146.84
1936	—	1,456,010.—	—	—	695,899.76	2,151,909.76	5,172,809.64	—	—	5,172,809.64	915,246.96
1937	—	1,375,000.—	4,000,000.—	1,271,752.—	380,599.46	7,027,351.46	5,679,115.92	—	—	5,679,115.92	2,263,482.50
1938	—	1,375,000.—	—	—	—	1,375,000.—	3,337,738.45	—	—	3,337,738.45	300,744.05
	13,334,993.94	23,078,018.40	4,000,000.—	1,271,752.—	4,526,447.94	46,211,212.28	37,000,468.23	3,310,000.—	5,600,000.—	45,910,468.23	

II. — SECRETARIAT AND ASSEMBLY

	Swiss francs	Gold francs
Balances as at January 1st, 1938:		
Expenditure to date:		
Non-recurring expenditure:		
Cost of land	2,678,500.—	
Cost of annex	392,401.60	
Examination expenses	401,768.55	
Cost of original plans on old site	<u>126,777.25</u>	
		3,599,447.40
Construction expenditure:		
Construction of new buildings	26,394,871.10	
Architects' fees	1,229,732.—	
Office expenses	<u>1,350,452.50</u>	
	28,975,055.60	
Advertising	25.—	
Prints of plans	48,757.30	
Transport charges	3,069.15	
Telegrams and telephones . . .	2,290.65	
Experts' fees	62,484.10	
Printing	1,303.10	
Incidental expenses	66,960.80	
Allowances and travelling expenses of Building Committee and Staff	270,380.95	
Legal expenses	145,212.30	
Administration of property . .	1,501.20	
Salaries of staff	451,157.45	
Miscellaneous expenses	<u>35,084.78</u>	
		<u>30,063,282.38</u>
Available funds	33,662,729.78	31,289,496.32
	2,263,482.50	1,600,975.95
Terminable annuity for 1937	1,375,000.—	972,546.48
	<u>37,301,212.28</u>	<u>33,863,018.75</u>

HALL CONSTRUCTION FUND

	Swiss francs	Gold francs
Balances as at December 31st, 1938:		
Expenditure to date:		
Non-recurring expenditure:		
Cost of land	2,678,500.—	
Cost of annex	392,401.60	
Examination expenses	401,768.55	
Cost of original plans on old site	126,777.25	
	<hr/>	3,599,447.40
Construction expenditure:		
Construction of new buildings	29,501,382.50	
Architects' fees	1,389,798.—	
Office expenses	1,399,919.40	
	<hr/>	
Advertising	32,291,099.90	
Prints of plans	25.—	
Transport charges	50,750.65	
Telegrams and telephones . .	3,769.70	
Experts' fees	2,689.10	
Printing	66,454.50	
Incidental expenses	1,303.10	
Allowances and travelling expenses of Building Committee and staff . .	66,960.80	
Legal expenses	271,651.45	
Administration of property .	158,469.05	
Salaries of staff	1,501.20	
Miscellaneous expenses . .	451,157.45	
	<hr/>	
	35,188.93	33,401,020.83
		<hr/>
Available funds	37,000,468.23	33,650,300.52
	300,744.05	212,718.23
	<hr/>	<hr/>
	37,301,212.28	33,863,018.75
	<hr/>	<hr/>

7. — LIBRARY

	Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1938:			
Expenditure to date:			
Library construction	4,366,751.65		
Architects' fees	246,568.—		
Office expenses	175,120.—		
	<u>4,788,439.65</u>		
Available funds		4,600,500.99	974,140.25
		<u>1,377,253.30</u>	
		<u>6,165,692.95</u>	<u>5,574,641.24</u>

8. — LIBRARY

	Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1938:			
Investments (at cost) ¹	1,915,348.79		
Available funds—capital account	13,448.55		
	<u>1,928,797.34</u>		
Income from investments		75,333.25	53,283.69
Balance as at December 31st, 1938:			
Investments Reserve Fund:			
As at January 1st, 1938	176,847.90		
Profits investments repaid	2,656.95		
Transfer from Revenue	11,424.95		
	<u>190,929.80</u>		
		<u>190,929.80</u>	<u>135,045.89</u>
		<u>2,195,060.39</u>	<u>1,552,580.54</u>

¹ See schedule, pages 58-59.

BUILDING FUND

	Swiss francs	Swiss francs	Gold francs
Balances as at December 31st, 1938:			
Expenditure to date:			
Library construction	4,757,515.80		
Architects' fees	260,286.—		
Office expenses	184,235.—		
	<hr/>		
Available funds		5,202,036.80 963,656.15	4,893,040.95 681,600.29
		<hr/>	<hr/>
		6,165,692.95	5,574,641.24
		<hr/> <hr/>	<hr/> <hr/>

ENDOWMENT FUND

	Swiss francs	Swiss francs	Gold francs
Balance as at January 1st, 1938:			
Investments Reserve Fund		176,847.90	125,085.67
Expended during year:			
Library, in aid account	57,667.65		
Miscellaneous expenses	645.95		
	<hr/>		
		58,313.60	41,245.59
Transfer to Investments Reserve Fund		11,424.95	8,080.94
Balance as at December 31st, 1938:			
Investments (at cost) ¹	1,909,298.19		
Available funds:			
Capital account	33,581.05		
Revenue account	5,594.70		
	<hr/>		
		1,948,473.94	1,378,168.34
		<hr/>	<hr/>
		2,195,060.39	1,552,580.54
		<hr/> <hr/>	<hr/> <hr/>

¹ See schedule, pages 58-59.

LIBRARY

STATEMENT OF

Title of investment	Nominal value	Cost price		Investments during
		In original currency	In Swiss francs	Nominal value
As at January 1st, 1938				
7% German External Loan, 1924-1949 . . .	\$47,000.—	\$51,106.50	156,426.65	—
7% Greek Government Loan, 1964. . .	\$28,000.—	\$27,470.—	84,080.20	—
5½% Government of Denmark, 1955 . . .	\$12,000.—	\$11,869.30	36,303.53	\$2,000.—
4½% Government of Australia, 1956. . .	\$14,000.—	\$13,575.—	41,550.36	—
3¾% U.S. Treasury Bonds, 1943-1947 . . .	\$41,400.—	\$45,501.19	198,364.50	—
3¼% U.S. Treasury Notes, 1943-1945 . . .	\$56,000.—	\$59,395.—	258,790.30	—
3⅛% U.S. Treasury Bonds, 1949	\$41,950.—	\$45,502.64	198,370.80	—
2½% Dominion of Canada, 1945	\$44,000.—	\$44,330.—	193,258.65	—
1½% U.S. Treasury Notes, March 15th, 1939	\$17,000.—	\$17,132.81	74,864.40	—
1½% U.S. Treasury Notes, December 15th, 1940	\$17,000.—	\$17,026.56	74,399.—	—
4½% Government of Sweden, 1930	Kr. 370,000.—	Kr. 336,330.83	301,010.85	—
3¼% Town Mortgage Bank—Kingdom of Sweden, 1937	Kr. 110,000.—	Kr. 110,000.—	90,524.55	—
4½% Swiss Federal Railways, 1927	Fr. 20,000.—	Fr. 21,550.—	21,550.—	—
4½% Swiss Federal Railways, 1928	Fr. 20,000.—	Fr. 21,480.—	21,480.—	—
4% Swiss Federal Railways, 1933	Fr. 20,000.—	Fr. 20,950.—	20,950.—	—
4½% Swiss Federal Loan, 1926	Fr. 20,000.—	Fr. 21,550.—	21,550.—	—
4½% Swiss Federal Loan, 1927	Fr. 20,000.—	Fr. 21,500.—	21,500.—	—
3¼% Banks of the Cantons of Thurgovia, St. Gall, Zurich and Fribourg.	Fr. 100,000.—	Fr. 100,375.—	100,375.—	—
			1,915,348.79	

ENDOWMENT FUND

INVESTMENTS

repaid year	Profit In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
			In original currency	In Swiss francs	
			As at December 31st, 1938		
—	—	\$47,000.—	\$51,106.50	156,426.65	54,655.10
—	—	\$28,000.—	\$27,470.—	84,080.20	31,475.15
8,707.55	2,656.95	\$10,000.—	\$9,891.10	30,252.93	44,300.—
—	—	\$14,000.—	\$13,575.—	41,550.36	61,244.75
—	—	\$41,400.—	\$45,501.19	198,364.50	201,742.20
—	—	\$56,000.—	\$59,395.—	258,790.30	272,422.85
—	—	\$41,950.—	\$45,502.64	198,370.80	203,144.70
—	—	\$44,000.—	\$44,330.—	193,258.65	200,162.05
—	—	\$17,000.—	\$17,132.81	74,864.40	75,498.30
—	—	\$17,000.—	\$17,026.56	74,399.—	77,404.55
—	—	Kr.370,000.—	Kr.336,330.83	301,010.85	417,498.75
—	—	Kr.110,000.—	Kr.110,000.—	90,524.55	123,829.20
—	—	Fr.20,000.—	Fr.21,550.—	21,550.—	21,750.—
—	—	Fr.20,000.—	Fr.21,480.—	21,480.—	21,600.—
—	—	Fr.20,000.—	Fr.20,950.—	20,950.—	21,000.—
—	—	Fr.20,000.—	Fr.21,550.—	21,550.—	21,250.—
—	—	Fr.20,000.—	Fr.21,500.—	21,500.—	21,300.—
—	—	Fr.100,000.—	Fr.100,375.—	100,375.—	100,000.—
8,707.55	2,656.95			1,909,298.19	1,970,277.60

9. — EXTRA-BUDGETARY

Name of account	Receipts	
		Swiss francs
Contribution from the Rockefeller Foundation towards the expenses of the printing of <i>Banking and Monetary Laws</i>	Balance at January 1st, 1938	3,541.05
		<u>3,541.05</u>
Contribution from the Rockefeller Foundation towards the expenses of the Fiscal Committee in its study of international taxation problems	Balance at January 1st, 1938	30,772.60
	Received in 1938	25,000.—
		<u>55,772.60</u>
Contribution from the Rockefeller Foundation towards analytical research work: (1) First grant	Balance at January 1st, 1938	58,984.25
	Received in 1938	65,568.75
		<u>124,553.—</u>
(2) Second grant	Received in 1938	60,000.—
	Transferred from first grant	10,000.—
		<u>70,000.—</u>
Grants from the International Health Division of the Rockefeller Foundation	Balance at January 1st, 1938	141,193.85
		<u>141,193.85</u>
Gift for malaria research in Greece	Balance at January 1st, 1938	3,001.75
	Received in 1938	28,290.55
		<u>31,292.30</u>
Gift from the Egyptian Government	Balance at January 1st, 1938	348.55
		<u>348.55</u>
<i>Carried forward</i>		

ACCOUNTS

Expenditure		Balance as at December 31st, 1938		Remarks
	Swiss francs	Swiss francs	Gold francs	
Expended in 1938 .	1,586.90			<p>At its session in September 1929 the Council accepted a gift of 200,000 Swiss francs from the Rockefeller Foundation for the printing and publication of <i>Banking and Monetary Laws</i>. This offer was subsequently reduced with Council approval in January 1932 to a sum of 45,000 Swiss francs.</p> <p>As at December 31st, 1938, the total receipts amounted to 36,180 Swiss francs and the total expenditure to 34,225.85 Swiss francs.</p>
Balance at December 31st, 1938 .	1,954.15	1,954.15	1,382.18	
	3,541.05			
Expended in 1938.	8,365.85			<p>On May 22nd, 1933, the Council accepted the Rockefeller Foundation's offer to pay 50,000 dollars for the period ending July 1st, 1936, as a contribution to the expenses of the Fiscal Committee's enquiry into problems of international taxation. The period was later extended by the Foundation for a further three years to June 30th, 1939.</p> <p>On December 31st, 1938, an amount of 150,917.03 Swiss francs had been received, against which expenditure has been incurred to an extent of 103,510.28 Swiss francs.</p>
Balance at December 31st, 1938 .	47,406.75	47,406.75	33,531.10	
	55,772.60			
Expended in 1938.	80,211.45			<p>At its session in May 1933, the Council accepted a gift of 125,000 dollars for a period of five years to August 31st, 1939, from the Rockefeller Foundation to be used for the analytical research work of the Financial Section and Economic Intelligence Service, under the conditions proposed in the resolution of the Trustees of the Foundation taken on April 12th, 1933.</p>
Transferred to second grant . . .	10,000.—			
Balance at December 31st, 1938 .	34,341.55	34,341.55	24,290.—	
	124,553.—			
Expended in 1938 .	4,716.90			<p>The final unexpended balance after liquidating all liabilities attributable to this grant will be carried to the credit of a second grant from the Foundation of 350,000 Swiss francs accepted by the Council in January 1938 for a period from September 1st, 1938, to December 31st, 1942.</p>
Balance at December 31st, 1938 .	65,283.10	65,283.10	46,175.16	
	70,000.—			
Expended in 1938.	5,349.65			<p>Account closed.</p>
Refunded to the Rockefeller Foundation	135,844.20	—	—	
	141,193.85			
Expended in 1938 .	31,292.30			<p>Account closed.</p>
Balance at December 31st, 1938 . .	—	—	—	
	31,292.30			
Expended in 1938.	—			<p>At its session in September 1931, the Council accepted a gift of 500 Egyptian pounds (9,816.60 Swiss francs, including interest) offered by the Egyptian Government as a contribution towards the expenses of the League in connection with the work of the Advisory Committee on Traffic in Opium and Other Dangerous Drugs.</p>
Balance at December 31st, 1938 . .	348.55	348.55	246.52	
	348.55			
.....	149,334.10	105,624.96	

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i> . . . . .	.....	.....
Gift to the Child Welfare Committee	Balance at January 1st, 1938	3,190.—
		<hr/> 3,190.— <hr/>
Contribution from private individuals in the United States of America for a publication on <i>Legal Aid to the Poor</i>	Balance at January 1st, 1938	32,636.65
		<hr/> 32,636.65 <hr/>
Revolving Fund for special publications	Balance at January 1st, 1938 Received in 1938	8,721.80 4,038.45
		<hr/> 12,760.25 <hr/>
Fund for maintenance and operating expenses of the Wireless Station	Balance at January 1st, 1938 Allocation for 1938	1,364,294.43 200,000.—
		<hr/> 1,564,294.43 <hr/>
Balance of the contributions received for arbitration expenses in connection with the Zeltweg-Wolfsberg and Unterdrauburg-Woellan Railway Company	Balance at January 1st, 1938 Remittances in 1938	3,182.15 17,642.85
		<hr/> 20,825.— <hr/>
<i>Carried forward</i> . . . . .	.....	.....

Expenditure		Balance as at December 31st, 1938		Remarks	
		Swiss francs	Swiss francs		Gold francs
.....			149,334.10	105,624.96	
Expended in 1938 .	327.75				At its session in March 1925, the Council accepted a gift of 1,500 dollars presented to the League by the friends of the League in the United States, on the understanding that this sum, together with a further gift of 161.80 dollars and interest, would be available for the Child Welfare Committee of the League. The total receipts amounted to 9,147.35 Swiss francs. In accordance with a decision of the Child Welfare Committee, expenditure to the extent of 6,285.10 Swiss francs has been incurred to date in the purchase of books dealing with child welfare.
Balance at December 31st, 1938 . .	2,862.25	2,862.25		2,024.49	
	3,190.—				
Expended in 1938 .	—				The Assembly, at its fifth ordinary session, invited the Secretariat to prepare and to keep up to date a list of the measures taken or institutions created in each country for the purpose of giving to poor persons legal assistance in connection with litigation in the courts, or free legal advice and consultation. The Assembly also requested the Secretariat to collect and to publish the various laws and provisions regulating the legal assistance to poor persons in different countries. As the Assembly had understood that, in undertaking this new work, the League would not incur new expenditure, private individuals in the United States of America contributed for the purpose, in 1924 and 1925, the total sum of 50,909.35 Swiss francs, the unspent balance of which, including 9,532.32 Swiss francs profit on realisation of investments, amounts to 32,636.65 Swiss francs.
Balance at December 31st, 1938 . .	32,636.65	32,636.65		23,084.10	
	32,636.65				
Expended in 1938 .	228.15				On September 19th, 1929, the Council accepted a gift of 25,000 Swiss francs for the creation of a revolving fund to facilitate the printing and publication of pamphlets, books and descriptive material on the League.
Balance at December 31st, 1938 . .	12,532.10	12,532.10		8,864.04	
	12,760.25				
Expended in 1938 .	17,989.50				The 1929 Assembly decided to provide for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency. As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 4, Part VI, of the budget should be considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon. Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 1,546,304.93 Swiss francs.
Balance at December 31st, 1938 .	1,546,304.93	1,546,304.93		1,093,711.57	
	1,564,294.43				
Expended in 1938 .	20,825.—				Account closed.
Balance at December 31st, 1938 .	—	—		—	
	20,825.—				
.....		1,743,670.03		1,233,309.16	

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i>		
Saar Territory Plebiscite Account	Balance at January 1st, 1938	414,063.85
		<u>414,063.85</u>
Work of the Saar Governing Commission: Sum paid to the Secretary-General to cover Cost of drawing up a Report, and Miscellaneous Expenses.	Balance at January 1st, 1938	59,682.90
		<u>59,682.90</u>
Donation from the Administrative Board of the Carnegie Foundation	Balance at January 1st, 1935	52,490.35
		<u>52,490.35</u>
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier	Balance at January 1st, 1938	20,294.20
	Received in 1938	21.45
		<u>20,315.65</u>
Settlement of the Assyrians of Iraq	Balance at January 1st, 1938	181,941.10
	Received in 1938	554,956.—
		<u>736,897.10</u>
Léon Bernard Fund	Balance at January 1st, 1938:	
	Investments	13,373.—
	Current funds	728.25
	Interest	437.40
		<u>14,538.65</u>
Total		

Expenditure		Balance as at December 31st, 1938		Remarks
		Swiss francs	Swiss francs	
.....		1,743,670.03	1,233,309.16	
Expended in 1938 .	414,063.85			Account closed.
Balance at December 31st, 1938 .	—	—	—	
	414,063.85			
Expended in 1938 .	—			On February 27th, 1935, the Secretary-General received from the Saar Governing Commission the sum of 210,000 French francs to cover the cost of drawing up a report. The balance of this account, including a sum of 17,468.80 Swiss francs profit on realisation of investments, amounts to 59,682.90 Swiss francs.
Balance at December 31st, 1938 .	59,682.90	59,682.90	42,214.10	
	59,682.90			
Expended in 1938 .	37,418.20			On May 18th, 1935, the Council accepted the Wateler Peace Prize for 1935 (19,000 florins, equivalent to 39,548.50 Swiss francs) awarded to the League of Nations by the Administrative Board of the Carnegie Foundation at The Hague, for the development of the broadcasting service of the League. The expenditure to December 31st, 1938, amounts to 40,499.80 Swiss francs, leaving a balance on hand, including 16,023.45 Swiss francs profit on realisation of investments, of 15,072.15 Swiss francs.
Balance at December 31st, 1938 . .	15,072.15	15,072.15	10,660.63	
	52,490.35			
Expended in 1938 .	21.45			During 1935, 1936, and 1937, an amount of 172,844.17 Swiss francs was received from the Governments of the United Kingdom and of the Chinese Republic to meet the expenses of the Neutral Commissioner on the delimitation of the Southern Section of the Yunnan-Burmese Frontier. As at December 31st, 1938, the total expenditure amounted to 166,075.42 Swiss francs, leaving a balance in hand, including 13,525.45 Swiss francs profit on realisation of investments, of 20,294.20 Swiss francs. This amount was held in suspense pending the settlement of certain queries raised by the two Governments on the accounts submitted by the Neutral Commissioner, and a final settlement was effected in 1939.
Balance at December 31st, 1938 . .	20,294.20	20,294.20	14,354.21	
	20,315.65			
Expended in 1938 .	662,161.11			To meet the share of expenses to be borne by the Governments of Iraq and the United Kingdom, the Secretary-General had received, on December 31st, 1938, contributions amounting to 2,844,413.54 Swiss francs. Following a decision of the Assembly, the amount chargeable to these Governments is 85.3% of the expenditure involved. At the same date, the expenditure was 2,885,687.24 Swiss francs, leaving a balance, including 116,009.69 profit on realisation of investments, of 74,735.99 Swiss francs.
Balance at December 31st, 1938 . .	74,735.99	74,735.99	52,861.25	
	736,897.10			
Safe-custody charges	6.50			On January 25th, 1937, the Council authorised the Secretary-General to take steps to create an international Foundation for the purpose of granting at regular intervals a prize, to be known as the "Léon Bernard Prize", as a reward for some piece of practical work in the field of social medicine. (96th session, Minute 3856.)
Balance at December 31st, 1938:				
Investments . .	13,373.—	14,532.15	10,278.68	
Current funds . .	1,159.15			
	14,538.65			
.....	1,927,987.42	1,363,678.03	

SUSPENSE

Name of account	Receipts	
		Swiss francs
Building Annuity	Balance at January 1st, 1938	1,375,000.—
	Allocation for 1938	1,375,000.—
		<u>2,750,000.—</u>
Gift by the Woodrow Wilson Foundation	Balance at January 1st, 1938	91,741.—
		<u>91,741.—</u>
Contributions from non-member States	Balance at January 1st, 1938	100,380.50
		<u>100,380.50</u>
Contributions from States Members	Balance at January 1st, 1938	226,472.70
	Receipts in 1938	95,861.05
		<u>322,333.75</u>
Occupation of New Buildings: Unexpended balance of 1935 and 1936	Balance at January 1st, 1938	402,339.55
		<u>402,339.55</u>
Extension of the Building of the International Labour Office	Balance at January 1st, 1938	287,739.80
		<u>287,739.80</u>
<i>Carried forward</i>		

ACCOUNTS

Expenditure	Balance as at December 31st, 1938		Remarks
	Swiss francs	Swiss francs		Gold francs
Transferred to Building Fund . .	1,375,000.—		
Balance at December 31st, 1938 . .	1,375,000.—	1,375,000.—	972,546.48
	<u>2,750,000.—</u>		
Expended in 1938 .	45,870.50		
Balance at December 31st, 1938 .	45,870.50	45,870.50	32,444.51
	<u>91,741.—</u>		
Transferred to Revenue in aid, Secretariat . . .	100,380.50		
Balance at December 31st, 1938 . .	—	—	—
	<u>100,380.50</u>		
Transferred to general League funds	309,277.70		
Balance at December 31st, 1938 . .	13,056.05	13,056.05	9,234.72
	<u>322,333.75</u>		
Expenditure in 1938	63,527.05		
Balance at December 31st, 1938 . .	338,812.50	338,812.50	239,644.29
	<u>402,339.55</u>		
Transferred to the International Labour Office . . .	287,739.80		
Balance at December 31st, 1938 . .	—	—	—
	<u>287,739.80</u>		
.....		1,772,739.05	1,253,870.—

The sum of 1,375,000 Swiss francs represents the total amount entered in Part VI of the budget for 1938 under the heading of "Terminable Annuity payable on account of Building Operations of the League". This amount was paid to the Building Fund on January 1st, 1939.

On January 13th, 1930, the Council accepted the award of the Woodrow Wilson Foundation of 25,000 dollars (129,565.— Swiss francs) to the League of Nations. This sum will be utilised for the erection of a memorial. Expenditure has been incurred to December 31st, 1937, of 124,131.— Swiss francs, leaving a balance, including 40,436.50 Swiss francs profit on investments realised, of 45,870.50 Swiss francs.

Account closed.

The amount of 13,056.05 Swiss francs represents contributions to the budget of the League received in advance from States Members. Any such receipts are automatically adjusted in the year following.

On October 9th, 1936, the Assembly decided, on the recommendation of the Supervisory Commission, that the unexpended balance of the vote of 750,000.— Swiss francs in Part VI of the budget for 1936 and amounting to 391,605.30 Swiss francs, together with the unexpended balance of the amount brought forward from 1935, should be carried forward and made available for expenditure to be incurred in 1937.

In virtue of the above-mentioned decision, the Assembly, on October 2nd, 1937, approved the recommendation of the Supervisory Commission that the system in force for the use of these credits should remain in operation in 1938.

In accordance with the decisions reached by the Assembly in 1936 and 1937, the recommendations made by the Supervisory Commission during the year, and the Secretary-General's statement to the Fourth Committee of the last Assembly, the balance of this item will eventually be utilised in meeting supplementary credits arising from the cost of construction of the New Buildings.

Account closed.

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i>		
Paris Exhibition of 1937	Balance at January 1st, 1938	8,773.65
		<u>8,773.65</u>
High Commissariat at Danzig	Balance at January 1st, 1938	46,883.15
	Received in 1938	58,815.—
		<u>105,698.15</u>
Technical collaboration with China: Scheme of anti-epidemic action	Balance at January 1st, 1938	739,903.15
	Received in 1938	1,002,584.45
		<u>1,742,487.60</u>
New York World's Fair: League participation.	Budget credit	300,000.—
		<u>300,000.—</u>
<i>Carried forward</i>		

Expenditure		Balance as at December 31st, 1938		Remarks
		Swiss francs	Swiss francs	
.....		1,772,739.05	1,253,870.—	
Expended in 1938	4,293.70			<p>On July 9th, 1936, the General Commissariat of the Paris International Exhibition of 1937, attached to the Ministry for Commerce and Industry, accorded a subvention of 90,000 French francs (18,274.50 Swiss francs) in part payment of the expenditure to be incurred by the "Month of Intellectual Co-operation", to be held during the Exhibition under the auspices of the International Institute of Intellectual Co-operation, Paris, and the Intellectual Co-operation Section of the League of Nations.</p> <p>During 1937, a further subvention of 33,105 French francs (6,462.10 Swiss francs) was received from the International Institute of Intellectual Co-operation, Paris.</p> <p>As at December 31st, 1938, the total expenditure amounted to 27,818.90 Swiss francs, leaving a balance on hand (including 7,562.25 Swiss francs profit on investments realised) of 4,479.95 Swiss francs.</p>
Balance at December 31st, 1938	4,479.95	4,479.95	3,168.70	
	<u>8,773.65</u>			
Remittances to Danzig	60,000.—			<p>For financial reasons, the High Commissioner at Danzig requested the Secretary-General to retain in Geneva a part of the monthly allocation payable to meet the administrative expenses of the High Commissariat.</p> <p>This account is drawn upon by the High Commissioner, as and when current funds are desired.</p>
Balance at December 31st, 1938	45,698.15	45,698.15	32,322.60	
	<u>105,698.15</u>			
Expended in 1938	1,177,640.90			<p>On October 5th, 1937, the Assembly fixed, at a sum of 2,000,000 Swiss francs, the amount of financial assistance to be granted by the League. As at December 31st, 1937, the amount paid into the fund was 997,443.40 Swiss francs. To complete the credit of 2,000,000 Swiss francs, a sum of 1,002,556.60 Swiss francs was entered in the budget of the Secretariat for 1938 (Item 9 (a), Chapter II).</p> <p>To meet administrative expenses at Geneva a sum of 30,000 Swiss francs was allocated from the credit available under Item 9 (a), Chapter II, of the budget for 1937.</p>
Balance at December 31st, 1938	564,846.70	564,846.70	399,519.76	
	<u>1,742,487.60</u>			
Expended in 1938	233,168.10			<p>On September 30th, 1938, the Assembly adopted the following resolution:</p> <p>"The Assembly . . . decides that the League of Nations shall participate in the New York World's Fair, and votes for that purpose an appropriation of 1,200,000 francs, of which 900,000 will be included in the budget for the financial year 1939."</p> <p>The unexpended balance—amounting to 66,831.90 Swiss francs—of the credit of 300,000 Swiss francs included in the 1938 budget, has therefore been carried forward from the 1938 to the 1939 financial period.</p>
Balance at December 31st, 1938	66,831.90	66,831.90	47,270.64	
	<u>300,000.—</u>			
.....		2,454,595.75	1,736,151.70	

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i> . . . . .	. . . . .	. . . . .
Electricity contract maturing 1940: Proportionate liability	Amount set aside in 1938 .	80,000.—
		80,000.—
Miscellaneous Accounts	Received in 1938	8,514.25
		8,514.25
Total. . . . .	. . . . .	. . . . .

Expenditure		Balance as at December 31st, 1938		Remarks
		Swiss francs	Swiss francs	
.....	2,454,595.75	1,736,151.70	<p>Article 7 of the contract for the supply of electric current concluded, with the Supervisory Commission's approval, with the Services industriels of Geneva, provides as follows:</p> <p>" In consideration of the expenditure incurred by the Service de l'électricité, the League of Nations undertakes to consume, during the first five years, current to a value of not less than 350,000 francs (three hundred and fifty thousand francs), not including the rental of material (if any)."</p> <p>As during the first three years expenditure fell short of the estimates, it has been thought advisable to constitute a fund out of the sums available from the 1938 financial year, so that in 1940, as far as possible, disbursements may not materially exceed the credit of 70,000 francs normally provided in the budget.</p>
Balance at December 31st, 1938 . .	80,000.—	80,000.—	56,584.52	
	80,000.—			
Balance at December 31st, 1938 . .	8,514.25	8,514.25	6,022.18	
	8,514.25			
.....	.....	2,543,110.—	1,798,758.40

Part III

INTERNATIONAL LABOUR ORGANISATION

- A. BUDGET ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD
 - B. STATEMENT OF ASSETS AND LIABILITIES ON DECEMBER 31ST, 1938
 - C. CASH ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD
 - D. TRANSFERS OF CREDITS WITHIN THE 1938 BUDGET
-

A. BUDGET ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD
(January 1st to December 31st, 1938.)

STATEMENT OF BUDGETARY INCOME

	Income budget		Amounts received	
	Gold francs	Swiss francs	Gold francs	Swiss francs
<i>Contribution income for the twentieth financial period:</i>				
Contributions from States Members of the League of Nations	5,895,593	8,335,272	4,973,567.46	7,031,700.25
Contributions from States not members of the League of Nations	1,251,742	1,769,731	917,977.78	1,297,850.03
<i>Supplementary receipts for the twentieth financial period:</i>				
Sale of publications	106,096	150,000	95,106.34	134,462.69
Miscellaneous receipts	3,536	5,000	11,826.70	16,720.75
Bank interest	707	1,000	1,194.42	1,688.69
Total income for the twentieth financial period	7,257,674	10,261,003	5,999,672.70	8,482,422.41
<i>Arrears of contributions paid in 1938:</i>				
<i>Arrears of contributions from States Members of the League:</i>				
In respect of consolidated arrears	—	—	1,650.87	2,334.—
In respect of the eighteenth financial period	—	—	1,704.33	2,409.60
In respect of the nineteenth financial period	—	—	122,337.64	172,962.70
<i>Arrears of contributions from States not members of the League:</i>				
In respect of the nineteenth financial period	—	—	14,298.45	20,215.34
Total income	7,257,674	10,261,003	6,139,663.99	8,680,344.05

STATEMENT OF BUDGET EXPENDITURE

SUMMARY OF CHAPTERS

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
<i>Section I. — Ordinary Expenditure:</i>			
Chapter I. — Sessions of the Conference and of the Governing Body	577,000	577,000	499,540.97
Chapter II. — General Services of the In- ternational Labour Office	9,444,003	9,444,003	9,092,698.65
Chapter III. — Profit and loss on exchange	—	—	Profit 790.85
<i>Section II. — Capital Expenditure:</i>			
Chapter IVa. — Ordinary Expenditure: Permanent equipment, etc.	90,000	90,000	58,948.48
<i>Section III. — Unforeseen Expenditure:</i>			
Chapter V. — Unforeseen Expenditure of Chapters I to IV	150,000	150,000	—
Total budget expenditure	10,261,003	10,261,003	9,650,397.25

March 14th, 1939.

(Signed) K. G. MCKINLAY,
Chief Accountant.

SUMMARY OF ITEMS

SECTION I. — ORDINARY EXPENDITURE

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY

1. Sessions of the Conference (see Schedule A)	388,000	388,000	366,346.11
2. Sessions of the Governing Body (see Sche- dule B)	189,000	189,000	133,194.86
Total of Chapter I	577,000	577,000	499,540.97

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE

3. Salaries:			
(a)-(w) Salaries (see Schedule C) . . .	6,907,390	6,816,090	6,811,417.50
(x) Contributions towards Provident Fund	5,000	5,000	4,978.—
4. Travelling expenses of officials:			
(a) Travelling expenses and subsis- tence allowances in connection with General Services	144,000	140,500	135,090.05
(b) Removal expenses	14,000	25,000	22,276.20
(c) Travelling expenses and allow- ances of officials taking up or leaving posts in Geneva	12,000	28,000	27,887.85
(d) Holiday travelling expenses.	108,500	146,300	131,481.1

CHAPTER II. — GENERAL SERVICES (*continued*)

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
5. Entertainment expenses (see Schedule D)	60,000	60,000	59,361.15
6. Maintenance of Geneva Office (see Schedule E)	279,000	298,120	295,179.67
7. Printing (see Schedule F)	522,300	503,180	417,181.64
8. General office expenses (see Schedule G)	226,500	232,500	228,944.61
9. Special staff charges (see Schedule H)	51,350	62,850	56,927.—
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure	18,330	18,330	15,749.10
12. Enquiries, investigations and external collaboration (see Schedule I)	299,900	299,900	252,573.18
13. Committees (see Schedule J)	210,500	210,500	148,182.90
14. Branch Offices (see Schedule K)	585,233	597,733	485,468.70
Total of Chapter II	9,444,003	9,444,003	9,092,698.65

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE

15. Profit on exchange	100	100	1,502.66
<i>Deduct:</i> Loss on exchange	100	100	711.81
Total of Chapter III	—	—	790.85

SECTION II. — CAPITAL EXPENDITURE

CHAPTER IVa. — ORDINARY EXPENDITURE (PERMANENT EQUIPMENT, ETC.)

16. Furniture and office equipment	20,000	20,000	6,589.30
17. Typewriters and other machines	35,000	35,000	17,490.95
18. Library	35,000	35,000	34,868.23
Total of Chapter IVa.	90,000	90,000	58,948.48

SCHEDULES

SCHEDULE A

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE

(a) Salaries of temporary staff	120,000	98,000	95,511.95
(b) Travelling expenses of temporary staff	12,400	10,400	8,727.75
(c) Rent of hall, heat, light, etc.	16,000	12,300	9,958.25
(d) Hire of office equipment and furniture	1,900	1,900	1,622.—
(e) Automobiles and cyclists	7,500	7,500	6,837.85
(f) Cables, telegrams, telephone communications	5,000	4,000	3,125.50
(g) Special printing	205,200	233,900	230,820.21
(h) Preparatory meetings: International Conference of Representatives of Factory Inspection Services; Meeting of Experts on the Rights of Performers with regard to Broadcasting	20,000	20,000	9,742.60
Total	388,000	388,000	366,346.11

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(a) Travelling expenses and allowances of members of the Governing Body . . .	156,500	156,500	112,084.11
(b) Printing of documents for the Governing Body	32,500	32,500	21,110.75
Total	189,000	189,000	133,194.86

SCHEDULE C

to Chapter II, Item 3.

SALARIES

(a) Directorate	640,640	580,315	580,229.45
(b) Official Relations Section	350,520	325,570	325,521.15
(c) Conference Section	464,175	484,365	484,184.05
(d) Administrative Section	1,148,440	1,137,290	1,137,084.25
(e) Legal Service	89,895	89,895	89,894.15
(f) Social Economic Service	314,015	318,185	318,061.60
(g) Statistical Section	177,225	151,115	150,770.55
(h) Unemployment and Migration Section	299,935	274,835	274,688.35
(i) Editorial Section	1,129,980	1,119,580	1,119,491.50
(j) Labour Conditions Section	549,885	505,525	505,340.75
(k) Social Insurance Section	268,115	270,615	270,463.75
(l) Industrial Hygiene Service	128,180	128,280	128,252.90
(m) Safety Service	70,185	70,085	69,964.80
(n) General Information Section	439,275	443,625	443,574.35
(o) Extra-European Section	272,555	237,755	237,581.90
(p) Special Problems Section	261,570	262,170	262,113.85
Total of Salaries	6,604,590	6,399,205	6,397,217.35
(q) Interpreters', revisers' and language allowances	32,500	33,800	33,736.—
Total	6,637,090	6,433,005	6,430,953.35
(r) New posts (1938)	20,000	—	—
Total	6,657,090	6,433,005	6,430,953.35
(s) Statutory allowances			
Family allowances for local staff	6,500	7,350	7,312.50
Exceptional increments	30,000	29,500	29,398.15
Language allowances	4,000	2,650	2,520.—
Revisers' and interpreters' allowances	800	—	—
(t) Supernumerary staff	55,000	225,535	225,302.25
(u) Temporary staff for carrying out the resolutions of the Santiago Conference	50,000	42,800	41,734.95
(v) Temporary collaborators (experts)	100,000	68,750	68,344.55
(w) Overtime	4,000	6,500	5,851.75
Total	6,907,390	6,816,090	6,811,417.50

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(a) Director	25,000	25,000	25,000.—
(b) Deputy Director	—	—	—
(c) Chairman of the Governing Body	10,000	10,000	10,000.—
(d) Entertainment Fund	25,000	25,000	24,361.15
Total	60,000	60,000	59,361.15

SCHEDULE E

to Chapter II, Item 6.

PROPERTY ACCOUNT: MAINTENANCE OF GENEVA OFFICE

(a) Water rate	2,700	3,600	3,537.90
(b) Heating	20,000	30,800	30,715.70
(c) Electricity { Lighting	11,500	13,400	13,358.45
{ Electric motors	3,500	4,750	4,742.40
(d) Repairs (main building, villa and grounds)	25,000	45,120	45,089.05
(e) Insurance	9,000	9,000	8,992.35
(f) Upkeep of office furniture and equipment	11,000	13,000	12,832.17
(g) Domestic staff employed in cleaning and watchmen	85,000	83,000	82,519.05
(h) Messengers' uniforms	2,300	2,300	1,164.69
(i) Sundry supplies	3,000	3,000	2,498.91
(j) Additional accommodation	12,000	16,200	15,901.55
(k) Occupation of the two new wings	94,000	73,950	73,827.45
Total	279,000	298,120	295,179.67

SCHEDULE F

to Chapter II, Item 7.

PRINTING

(a) <i>Industrial and Labour Information</i>	59,400	55,400	48,939.95
(b) <i>Official Bulletin</i>	6,500	6,500	4,262.93
(c) <i>International Labour Review</i> (English, French, German, Italian, Spanish and Japanese editions)	105,000	88,880	78,957.30
(d) <i>Industrial Safety Survey</i> (English, French and German)	16,500	16,500	14,719.85
(e) <i>Bibliography of Industrial Hygiene</i> (Eng- lish, French and German)	5,200	5,200	2,795.91
(f) <i>I.L.O. Year-Book</i> (English, French, Ger- man and Spanish editions)	46,000	46,000	43,076.45
(g) <i>Legislative Series</i> (English, French and German)	99,000	99,000	72,931.35
(h) <i>Studies and Reports and other scientific publications</i> (English, French and in part German)	99,200	99,200	78,133.30

SCHEDULE F. — PRINTING (*continued*)

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(i) <i>Monthly Summary</i> (English and French)	5,200	6,200	5,584.06
(j) Special publications	—	—	—
(k) Printing, or share in the publication of, pamphlets, leaflets and posters for pro- paganda; editions in languages other than English, French and German. . .	30,000	30,000	25,052.85
(l) Sales Service (catalogues, circulars, etc.) .	32,000	32,000	30,434.36
(m) Binding for sales	3,300	3,300	2,533.80
(n) Reprinting for sales	15,000	15,000	9,759.53
Total	522,300	503,180	417,181.64

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES

(a) Stationery and office supplies	57,800	59,400	59,280.98
(b) Postage and diplomatic bag, Geneva-Paris	95,000	103,800	103,298.88
(c) Cables and telegrams	10,800	14,600	13,386.45
(d) Telephones	35,500	31,100	30,825.25
(e) Papers and Press cuttings	14,400	15,100	14,836.50
(f) Additional miscellaneous expenses (freight and carriage, bank charges)	13,000	8,500	7,316.55
Total	226,500	232,500	228,944.61

SCHEDULE H

to Chapter II, Item 9.

SPECIAL STAFF CHARGES

(a) Indemnities provided for under the Staff Regulations	2,500	13,900	13,843.95
(b) Reserve for Death and Invalidity Fund .	5,000	5,000	—
(c) Contribution to Staff Sickness Insurance Fund	23,000	23,700	23,674.50
(d) Upkeep of sickroom	400	400	386.35
(e) Nurse: (i) Salary	6,250	6,250	6,250.—
(ii) Fares	1,200	600	340.20
(f) Medical Adviser: (i) Honorarium . . .	6,000	7,500	7,500.—
(ii) Fees for second me- dical examination	200	200	160.—
(g) Staff welfare	2,000	2,300	2,068.15
(h) Recruitment of staff	250	250	169.85
(i) Cantonal, communal and other subscrip- tions	2,550	2,550	2,534.—
(j) Administrative Tribunal: (i) Expenses .	1,000	—	—
(ii) Indemnities	1,000	200	—
Total	51,350	62,850	56,927.—

SCHEDULE I
to Chapter II, Item 12.

ENQUIRIES, INVESTIGATIONS AND EXTERNAL COLLABORATION

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
1. Correspondents	206,000	206,000	180,408.98
2. Press agencies	8,900	8,900	8,171.80
3. Collaborators for the Spanish and Italian Reviews	20,000	18,200	16,911.55
4. Collaborators for the Survey of Decisions on Labour Law	6,000	6,000	4,750.—
5. Translations and fees for articles	23,000	26,800	26,518.75
6. Consultation of experts: miscellaneous col- laboration	26,000	24,000	15,812.10
7. Reserve (mainly for exchange fluctuations)	10,000	10,000	—
Total	299,900	299,900	252,573.18

SCHEDULE J
to Chapter II, Item 13.

COMMISSIONS

(a) Joint Maritime Commission	20,000	16,449	—
(b) Mixed Advisory Agricultural Committee .	—	—	—
(c) Committee on Social Insurance:			
1. Joint Committee on Social Hygiene and Insurance	6,000	6,000	—
2. Committee of Experts on Social Insurance	28,500	28,500	25,273.95
(d) Correspondence Committee on Industrial Hygiene	40,000	40,000	36,519.—
(e) Correspondence Committee on Accident Prevention	9,000	9,000	5,624.60
(f) Migration Committee	—	—	—
(g) Committee of Statistical Experts	7,000	7,000	—
(h) Committee on Native Labour	—	—	—
(i) Committee on the Application of Con- ventions.	20,000	18,000	5,925.40
(j) Advisory Committee on Professional Workers.	—	—	—
(k) Advisory Committee on Salaried Em- ployees	12,000	12,000	4,659.30
(l) Committee on Automatic Coupling	—	—	—
(m) Committee of Experts on Nutrition	—	—	—
(n) Advisory Committee on Management	4,000	4,000	2,741.30
(o) Committee on Workers' Spare Time	10,000	10,000	7,967.65
(p) Permanent Agricultural Committee	50,000	53,551	53,550.65
(q) Other Committees	4,000	6,000	5,921.05
Total	210,500	210,500	148,182.90

SCHEDULE K
to Chapter II, Item 14.

BRANCH OFFICES

	Original appropriation	Appropriation as amended by transfers	Actual expenditure
	Swiss francs	Swiss francs	Swiss francs
(a) Paris Office	68,242	55,592	29,639.55
(b) London Office	89,579	89,729	89,721.90
(c) Rome Office	49,723	49,723	19,826.70
(d) Washington Office	138,996	163,996	162,265.80
(e) Tokio Office	66,105	66,105	64,068.05
(f) Delhi Office	82,066	82,066	75,229.25
(g) Chinese Office	60,522	60,522	44,717.45
(h) Provision to meet fluctuations in exchange	30,000	30,000	—
Total	585,233	597,733	485,468.70

B. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1938

	LIABILITIES				ASSETS		
	Swiss francs	Swiss francs	Gold francs		Swiss francs	Swiss francs	Gold francs
<i>Reserve Fund:</i>				<i>Buildings:</i>			
International Labour Organisation		119,530.73	84,544.86	Buildings at Geneva	3,475,805.32		3,490,895.38
				Less depreciation	1,116,568.97		1,116,568.97
<i>Devaluation Compensation Fund (1937):</i>					<u>2,359,236.35</u>		<u>2,374,326.41</u>
States not members of the League of Nations		2,870.56	2,030.37	Building extensions at Geneva: amount expended at December 31st, 1938	1,503,610.55		1,063,513.56
					<u>3,862,846.90</u>	3,862,846.90	<u>3,437,839.97</u>
<i>Fund to meet possible increase in expenditure due to currency depreciation in 1938:</i>				<i>Furniture, Machines and Library:</i>			
States not members of the League of Nations		40,780.43	28,844.26	Furniture and fittings at head office and branches		1.—	1.—
				Typewriters, duplicating and other machines at head office and branches		1.—	1.—
<i>Reserve for reduction of future contributions:</i>				Library at head office and branches		1.—	1.—
States not members of the League of Nations		68,726.95	48,611.02	<i>Contributions due from States Members:</i>			
				Contributions due from States Members of the League of Nations		1,580,199.05	1,117,685.21
<i>Extra-Budgetary and Suspense Accounts as per contra:</i>				Contributions due from States not members of the League of Nations	531,975.56		
Balance of grant from Industrial Relations Counsellors for enquiry into industrial relations	21,729.78			Less contributions due to the Pensions Fund	42,234.69		
Special account for sale of publications of the International Management Institute	2,003.55				<u>489,740.87</u>	489,740.87	<u>346,396.94</u>

Share of 1937 cash surplus allocated to States not members of the League of Nations in reduction of 1939 contributions	169,426.73		
Egyptian contribution to the International Labour Organisation for the first half of 1937 carried forward to the 1939 Budget . .	60,613.90		
Building Extensions Fund	123,389.45		
Brazil: Excess payment on 1937 and 1938 contributions	25,083.50		
Sundry Suspense Accounts	7,197.—		
<i>Working Capital Fund</i>		409,443.91	289,602.35
		984,876.21	696,609.37
<i>Balance, being excess of assets over liabilities</i>		4,962,736.62	4,215,800.18
		<hr/>	<hr/>
		6,588,965.41	5,366,042.41

March 14th, 1939.

Sundry Debtors:

Advances to staff on official missions, advance purchases of paper for printing, etc.	13,964.18	9,876.96
<i>Cash in hand, at Banks and with Correspondents:</i>		
Reserve Fund: International Labour Office	119,530.73	84,544.87
Devaluation Compensation Fund (1937): States not members of the League of Nations	2,870.56	2,030.37
Fund to meet possible increase in expenditure due to currency depreciation in 1938: States not members of the League of Nations	40,780.43	28,844.26
Reserve for reduction of future contributions: States not members of the League of Nations	68,726.95	48,611.02
Special Contributions Account set up under the terms of the 1936 Assembly resolution	858.83	607.46
Extra Budgetary and Suspense Accounts as <i>per contra</i>	409,443.91	289,602.35
	<hr/>	<hr/>
	6,588,965.41	5,366,042.41

(Signed) K. G. MCKINLAY,
Chief Accountant.

STATEMENT OF CONTRIBUTIONS DUE ON DECEMBER 31ST, 1938, FROM STATES MEMBERS OF THE LEAGUE OF NATIONS

	Gold francs	Swiss francs
<i>Consolidated Contributions:</i>		
Albania, 1936	3,790.36	5,358.90
Albania, 1937	4,610.12	6,517.85
Dominican Republic, 1936	3,611.64	5,106.10
Dominican Republic, 1937	4,783.99	6,763.70
Liberia, 1936	1,533.90	2,168.65
Nicaragua, 1936	1,533.90	2,168.65
Nicaragua, 1937	1,196.—	1,690.90
	<hr/>	<hr/>
	21,059.91	29,774.75
<i>Eighteenth Financial Period, 1936:</i>		
Ecuador	6,817.25	9,638.30
Ethiopia	13,634.45	19,276.60
Panama	4,406.32	6,229.70
Paraguay	6,817.25	9,638.30
	<hr/>	<hr/>
	31,675.27	44,782.90
<i>Nineteenth Financial Period, 1937:</i>		
Ecuador	5,315.55	7,515.20
Ethiopia	10,631.07	15,030.35
Greece	14,528.39	20,540.45
Panama	5,315.55	7,515.20
Paraguay	800.99	1,132.45
Spain	106,333.63	150,336.—
	<hr/>	<hr/>
	142,925.18	202,069.65
<i>Twentieth Financial Period, 1938:</i>		
Austria	57,933.99	81,907.90
Bolivia	11,586.81	16,381.60
China	243,322.75	344,013.15
Cuba	28,967.—	40,953.95
Czecho-Slovakia	36,208.70	51,192.35
Ecuador	5,793.41	8,190.80

	Gold francs	Swiss francs
Ethiopia	11,586.81	16,381.60
Greece	40,553.77	57,335.50
Haiti	5,793.41	8,190.80
Honduras	3,015.74	4,263.70
Iraq	17,380.22	24,572.40
Iran	28,967.—	40,953.95
Liberia	10.71	15.15
Lithuania	11,586.82	16,381.60
Mexico	75,314.17	106,480.25
Panama	5,793.41	8,190.80
Roumania	6,833.86	9,661.80
Salvador	2,169.10	3,066.70
Spain	231,735.93	327,631.55
Turkey	39,499.07	55,844.35
Uruguay	23,173.59	32,763.15
Yugoslavia	34,798.58	49,198.70
	<hr/>	<hr/>
Total Contributions due from States Members of the League of Nations	922,024.85	1,303,571.75
	<hr/>	<hr/>
	1,117,685.21	1,580,199.05

CONTRIBUTIONS DUE ON DECEMBER 31ST, 1938, FROM STATES NOT MEMBERS OF THE LEAGUE

<i>Twentieth Financial Period, 1938:</i>		
Japan	376,269.81	531,975.56
Less amount due to Staff Pensions Fund . .	29,872.87	42,234.69
	<hr/>	<hr/>
Total Contributions due from States non- members of the League of Nations	346,396.94	489,740.87

FINANCIAL SITUATION OF EXTRA-BUDGETARY ACCOUNTS WITH CHANGES DURING 1938

	Balance January 1st, 1938	Receipts	Total Swiss francs	Payments	Balance December 31st, 1938
Industrial Relations Counselors:					
Grant for enquiry into industrial relations .	26,489.88	104.45	26,594.33	4,864.55	21,729.78
Institute of Pacific Relations:					
Grant for studies on the standard of living in Far-Eastern Countries	1,380.45	—	1,380.45	1,380.45	—
Stock of publications of the International Management Institute	1,892.30	188.60	2,080.90	77.35	2,003.55
Building Extensions Fund. .	250,366.15	287,739.80	538,105.95	414,716.50	123,389.45

March 14th, 1939.

(Signed) K. G. MCKINLAY,
Chief Accountant.

RESERVE FUND

	Gold francs	Swiss francs
Allocation from 1936 cash surplus: States not members of the League of Nations	43,854.10	62,001.55
Allocation from 1937 cash surplus: States not members of the League of Nations	40,567.30	57,354.63
Interest earned	123.46	174.55
	<u>84,544.86</u>	<u>119,530.73</u>

March 14th, 1939.

(Signed) K. G. MCKINLAY,
Chief Accountant.

C. CASH ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD

RECEIPTS			PAYMENTS		
	Gold francs	Swiss francs	Swiss francs	By expenditure under:	Swiss francs
<i>To Contributions from States Members of the League of Nations:</i>					
Consolidated contributions	1,650.87	2,334.—		Chapter I: Sessions of the Conference and Governing Body	499,540.97
Arrears	124,041.97	175,372.30		Chapter II: General Services of the International Labour Office . .	9,092,698.65
Twentieth financial period	4,973,567.46	7,031,700.25		Chapter III: Profit and Loss on exchange	—
	<u>5,099,260.30</u>	<u>7,209,406.55</u>	7,209,406.55	Chapter IVa: Capital expenditure .	58,948.48
				Chapter V: Unforeseen expenditure.	—
<i>To Contributions from States not members of the League of Nations:</i>				Total budgetary expenditure . .	9,651,188.10
Twentieth financial period	1,014,520.89	1,434,344.03		By Advances to staff on official missions, advance purchases of paper, etc. . .	13,964.18
Less amount paid to Staff Pensions Fund in respect of officials of the International Labour Office	67,698.84	95,713.57		<i>By balance at close of twentieth financial period:</i>	
Less amount transferred to fund to meet possible increases of expenditure due to currency depreciation	28,844.27	40,780.43		Special Contributions Account set up under the terms of the 1936 Assembly resolution (exchange premium on arrears in respect of 1936)	858.83
	<u>917,977.78</u>	<u>1,297,850.03</u>	1,297,850.03		
<i>Arrears</i>	17,522.83	24,774.—			
Less amount paid to Staff Pensions Fund in respect of officials of the International Labour Office	1,194.—	1,688.10			
Less amount transferred to Devaluation Compensation Fund: States not members of the League of Nations	2,030.38	2,870.56			
	<u>14,298.45</u>	<u>20,215.34</u>	20,215.34		
<i>To Appropriations in aid:</i>					
Sale of publications		134,462.69			
Miscellaneous receipts		16,720.75			
Bank interest		1,688.69	152,872.13		
<i>To extraordinary receipts:</i>					
Gain on exchange			790.85		
Total budgetary income			8,681,134.90		
<i>To Working Capital Fund</i>	696,609.37		984,876.21		
			<u>9,666,011.11</u>		9,666,011.11

March 14th, 1939.

(Signed) K. G. MCKINLAY,
Chief Accountant.

STATEMENT OF CONTRIBUTIONS FROM STATES MEMBERS OF THE LEAGUE OF NATIONS

State	Amount payable to the International Labour Organisation for 1938	Paid during 1938 (including share of 1936 surplus)	Balance due December 31st, 1938
		Gold francs	
Afghanistan	6,316.21	6,316.21	—
Union of South Africa	101,059.10	101,059.10	—
Albania	6,316.21	6,316.21	—
Argentine Republic	145,272.48	145,272.48	—
Australia	145,272.48	145,272.48	—
Austria	63,161.95	5,227.96	57,933.99
Belgium	120,007.69	120,007.69	—
Bolivia	12,632.40	1,045.59	11,586.81
United Kingdom	682,148.98	682,148.98	—
Bulgaria	25,264.77	25,264.77	—
Canada	221,066.81	221,066.81	—
Chile	50,529.55	50,529.55	—
China	265,280.19	21,957.44	243,322.75
Colombia	31,580.98	31,580.98	—
Cuba	31,580.98	2,613.98	28,967.—
Czecho-Slovakia	157,904.85	121,696.15	36,208.70
Denmark	75,794.32	75,794.32	—
Dominican Republic	6,316.21	6,316.21	—
Ecuador	6,316.21	522.80	5,793.41
Egypt	82,149.68	82,149.68	—
Estonia	18,948.61	18,948.61	—
Ethiopia	12,632.40	1,045.59	11,586.81
Finland	63,161.95	63,161.95	—
France	505,295.55	505,295.55	—
Greece	44,213.34	3,659.57	40,553.77
Guatemala	2,509.15	2,509.15	—
Haiti	6,316.21	522.80	5,793.41
Honduras	3,287.88	272.14	3,015.74
Hungary	50,529.55	50,529.55	—
India	309,493.48	309,493.48	—
Iran	31,580.98	2,613.98	28,967.—
Iraq	18,948.61	1,568.39	17,380.22
Ireland	63,161.95	63,161.95	—
Italy	378,971.64	378,971.64	—
Latvia	18,948.61	18,948.61	—
Liberia	6,316.21	6,305.50	10.71
Lithuania	25,264.77	13,677.95	11,586.82
Luxemburg	6,316.21	6,316.21	—
Mexico	82,110.52	6,796.35	75,314.17
Netherlands	151,588.64	151,588.64	—
New Zealand	50,529.55	50,529.55	—
Nicaragua	3,062.91	3,062.91	—
Norway	56,845.75	56,845.75	—
Panama	6,316.21	522.80	5,793.41
Peru	31,580.98	31,580.98	—
Poland	202,118.19	202,118.19	—
Portugal	50,529.55	50,529.55	—
Roumania	120,007.69	113,173.83	6,833.86
Salvador	6,316.21	4,147.11	2,169.10
Siam	37,897.15	37,897.15	—
Spain	252,647.78	20,911.85	231,735.93
Sweden	120,007.69	120,007.69	—
Switzerland	107,375.30	107,375.30	—
Turkey	63,161.95	23,662.88	39,499.07
U.S.S.R.	593,722.25	593,722.25	—
Uruguay	25,264.77	2,091.18	23,173.59
Venezuela	25,264.77	25,264.77	—
Yugoslavia	107,375.30	72,576.72	34,798.58
	5,895,592.31	4,973,567.46	922,024.85

STATEMENT OF CONTRIBUTIONS FROM STATES NOT MEMBERS OF THE LEAGUE OF NATIONS

State	Amount payable for 1938 (including contribution to Pensions Fund and to fund to meet additional expenditure due to currency depreciation	Paid during 1938 (including share of 1936 surplus)	Balance due December 31st, 1938
		Gold francs	
United States of America	759,468.18	759,468.18	
Brazil	205,711.83	205,711.83	
Japan	425,610.69	49,340.88	376,269.81
	1,390,790.70	1,014,520.89	376,269.81

Allocation of 1938 Contributions received.

State	Budget of the International Labour Organisation	Pensions Fund	Fund to meet additional expenditure due to currency depreciation	Total
			Gold francs	
United States of America	683,469.36	53,260.27	22,738.55	759,468.18
Brazil	185,167.54	14,438.57	6,105.72	205,711.83
Japan	49,340.88	—	—	49,340.88
	917,977.78	67,698.84	28,844.27	1,014,520.89

STATEMENT OF ARREARS OF CONTRIBUTIONS FROM STATES MEMBERS OF THE LEAGUE OF NATIONS

Consolidated Contributions.

State	Amount due to International Labour Organisation on December 31st, 1937	Paid during 1938	Transferred to League Reserve Fund	Amount due to International Labour Organisation on December 31st, 1938
	Gold francs			
Albania, 1936	4,737.96	947.60	—	3,790.36
Albania, 1937	5,315.55 ¹	—	—	4,610.12
Bolivia, 1936	7,863.33	—	7,863.33	—
Bulgaria, 1936	15,029.42	—	15,029.42	—
Dominican Republic, 1936	3,812.28	200.64	—	3,611.64
Dominican Republic, 1937	5,049.77	265.78	—	4,783.99
Hungary, 1936	27,482.37	—	27,482.37	—
Liberia, 1936	3,658.80	85.20	2,039.70	1,533.90
Nicaragua, 1934-1936	3,350.39	85.20	1,731.28	1,533.90
Nicaragua, 1937	1,262.44	66.45	—	1,196.—
	<u>77,562.31</u>	<u>1,650.87</u>	<u>54,146.10</u>	<u>21,059.91</u>

Seventeenth Financial Period, 1935

Ethiopia	3,980.73	—	3,980.73	—
Guatemala	8,588.25	—	8,588.25	—
Paraguay	8,588.25	—	8,588.25	—
	<u>21,157.23</u>	<u>—</u>	<u>21,157.23</u>	<u>—</u>

Eighteenth Financial Period, 1936

Ecuador	6,817.25	—	—	6,817.25
Ethiopia	13,634.45	—	—	13,634.45
Guatemala	6,817.25	1,704.33	—	— ²
Panama	4,406.32	—	—	4,406.32
Paraguay	6,817.25	—	—	6,817.25
	<u>38,492.52</u>	<u>1,704.33</u>	<u>—</u>	<u>31,675.27</u>

Nineteenth Financial Period, 1937

State	Amount due to International Labour Organisation on December 31st, 1937	Paid during 1938	Amount due to International Labour Organisation on December 31st, 1938
	Gold francs		
Afghanistan	1,816.47	1,816.47	—
Cuba	6,412.87	6,412.87	—
Ecuador	5,315.55	—	5,315.55
Ethiopia	10,631.07	—	10,631.07
Greece	27,906.56	13,378.17	14,528.39
Guatemala	5,315.55 ³	1,328.89	—
Haiti	5,315.55	5,315.55	—
Iraq	7,973.30	7,973.30	—
Lithuania	5,315.59	5,315.59	—
Panama	5,315.55	—	5,315.55
Paraguay	800.99	—	800.99
Poland	27,925.38	27,925.38	—
Roumania	16,579.31	16,579.31	—
Salvador	3,801.63	3,801.63	—
Spain	106,333.63	—	106,333.63
Yugoslavia	32,490.48	32,490.48	—
	<u>269,249.48</u>	<u>122,337.64</u>	<u>142,925.18</u>

¹ 705.43 gold francs cancelled by decision of the nineteenth Assembly.

² Balance of 5,112.92 gold francs cancelled by decision of the eighteenth Assembly.

³ 3,986.66 gold francs cancelled by decision of the nineteenth Assembly.

STATEMENT OF ARREARS OF CONTRIBUTIONS DUE FROM STATES NOT MEMBERS
OF THE LEAGUE OF NATIONS

State	Amount due on December 31st, 1937	Paid in 1938 Gold francs	Amount due on December 31st, 1938
Brazil	17,522.83	17,522.83	—

Allocation of Above Arrears

	Gold francs
Budget of the International Labour Organisation	14,298.45
Pensions Fund	1,194.—
Devaluation Compensation Fund	2,030.38
	<hr/>
	17,522.83

D. TRANSFERS OF CREDITS WITHIN THE 1938 BUDGET

TRANSFERS FROM ITEM TO ITEM

The Governing Body approved the following transfers from item to item.

<i>Eighty-second Session, February 1938:</i>		Swiss francs		Swiss francs
From Chapter II, Item 3: Salaries:			To Chapter II, Item 14 (d): Washing-	
(b)	Official Relations Section	25,000	ton Office	25,000
Salary of an official transferred to the Washington Office.				

<i>Eighty-fifth Session, October 1938:</i>				
From Chapter II, Item 3: Salaries:			To Chapter II, Item 4: Travelling expenses of officials:	
(d)	Administration Section	7,000	(b) Removal expenses	6,000
(g)	Statistical Section	8,000	(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	1,000
(r)	New posts	20,000	(d) Holiday travelling expenses	47,800
(s)	Statutory allowances:			
	Exceptional increments	500		
	Language allowances	500		
	Revisers' and interpreters' allowances	800		
(v)	Temporary collaborators (experts)	18,000		
		<u>54,800</u>		<u>54,800</u>

Transfers to meet statutory charges.

From Chapter II, Item 3: Salaries:			To Chapter II, Item 9: Special staff charges:	
(j)	Labour Conditions Section	11,500	(a) Indemnities provided for under Staff Regulations	10,000
			(f) Medical Adviser: (i) Honourarium	1,500
		<u>11,500</u>		<u>11,500</u>

Indemnity to an official on termination of appointment and extension of the Medical Adviser's contract.

From Chapter II, Item 7: Printing:			To Chapter II, Item 6: Maintenance of Geneva office:	
(a)	<i>Industrial and Labour Information</i>	4,000	(d) Repairs	19,120
(c)	<i>International Labour Review</i>	15,120		<u>19,120</u>
		<u>19,120</u>		

Repairs to annex and installation of temperature regulators in the Committee Rooms. The following transfer was approved by the Finance Committee in December 1938 and confirmed by the Governing Body in February 1939.

From Chapter II, Item 14: Branch Offices:			To Chapter II: Item 4: Travelling expenses of officials:	
(a)	Paris Office	12,500	(a) Travelling expenses and subsistence allowances in connection with general services	6,500
			To Chapter II: Item 8: General office expenses:	
			(b) Postage and diplomatic bag, Geneva-Paris	2,000
			(c) Cables and telegrams	3,000
			(d) Telephones	1,000
		<u>12,500</u>		<u>12,500</u>

Exceptional expenditure in connection with Committee on Budgetary Economics and expenditure on postage, cables and telephones in excess of the original estimates.

TRANSFERS APPROVED BY THE DIRECTOR

Chapter I, Item 1: Sessions of the Conference.

	Swiss francs		Swiss francs
From § (a) Salaries of temporary staff	22,000	To § (g) Special printing	28,700
(b) Travelling expenses of temporary staff	2,000		
(c) Rent of hall, heat, light, etc.	3,700		
(f) Cables, telegrams and telephone communications .	1,000		
	28,700		28,700

Chapter II, Item 3: Salaries.

From § (a) Directorates	60,325	To § (b) Official Relations Section . .	50
(d) Administrative Section	4,150	(c) Conference Section	20,190
(g) Statistical Section	18,110	(f) Social Economics Service . .	4,170
(h) Unemployment and Migration Section	25,100	(k) Social Insurance Section . .	2,500
(i) Editorial Section	10,400	(l) Industrial Hygiene Service .	100
(j) Labour Conditions Section	32,860	(n) General Information Section	4,350
(m) Safety Service	100	(p) Special Problems Section . .	600
(o) Extra-European Section .	34,800	(q) Interpreters', revisers' and language allowances	1,300
(s, 3) Language allowances .	850	(s, 1) Family allowances for local staff	850
(u) Temporary staff for carrying out the resolutions of the Santiago Conference	7,200	(t) Supernumerary Staff	170,535
(v) Temporary collaborators experts.	13,250	(w) Overtime	2,500
	207,145		207,145

Chapter II, Item 4: Travelling Expenses of Officials.

From § (a) Travelling expenses and subsistence allowances in connection with General Services	10,000	To § (b) Removal expenses.	5,000
(d) Holiday travelling expenses	10,000	(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	15,000
	20,000		20,000

Chapter II, Item 6: Maintenance of Geneva Office.

From § (g) Domestic staff employed in cleaning and watchmen	2,000	To § (a) Water rate	900
(k) Occupation of the two new wings	20,050	(b) Heating	10,800
	22,050	(c) Electricity { Lighting	1,900
		{ Motors	1,250
		(d) Repairs	1,000
		(f) Upkeep of office furniture and equipment	2,000
		(j) Additional accommodation .	4,200
	22,050		22,050

Chapter II, Item 7: Printing.

From § (c) <i>International Labour Review</i>	1,000	To § (i) <i>Monthly Summary</i>	1,000
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Chapter II, Item 8: General Office Expenses

	Swiss francs		Swiss francs
From § (d) Telephones	5,400	To § (a) Stationery and office supplies	1,600
(f) Additional miscellaneous expenses	4,500	(b) Postage and diplomatic bag, Geneva-Paris	6,800
		(c) Cables and telegrams	800
		(e) Papers and Press cuttings	700
	9,900		9,900

Chapter II, Item 9: Special Staff Charges.

From § (e) Nurse: (ii) Fares	600	To § (a) Indemnities provided for under the Staff Regulations	1,400
(j) Administrative Tribunal:		(c) Contribution to staff Sickness Insurance Fund	700
(i) Expenses	1,000	(g) Staff welfare	300
(ii) Indemnities	800		
	2,400		2,400

Chapter II, Item 12: Enquiries, Investigations and External Collaboration.

From § 3. Collaborators for the Spanish and Italian <i>Reviews</i>	1,800	To § 5. Translations and fees for articles	3,800
6. Consultation of experts:			
Miscellaneous collaboration	2,000		
	3,800		3,800

Chapter II, Item 13: Committees.

From § (a) Joint Maritime Commission	3,551	To § (p) Permanent Agricultural Committee	3,551
(i) Committee on the Application of Conventions	2,000	(q) Other Committees	2,000
	5,551		5,551

Chapter II, Item 14: Branch Offices.

From § (a) Paris Office	150	To § (b) London Office	150
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March 14th, 1939.

(Signed) K. G. MCKINLAY,
Chief Accountant.

Part IV

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1938
 - III. CASH ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD
 - IV. TRANSFERS IN THE BUDGET
-

I. BUDGET ACCOUNT FOR THE TWENTIETH FINANCIAL PERIOD (1938).

A. SUMMARY OF CHAPTERS

	Original	Credits after	Expenditure	
	credits	transfers	Dutch florins	Swiss francs
	Dutch florins			
SECTION I. — ORDINARY EXPENDITURE:				
<i>Chapter I</i> : Members of the Court	731,680.—	731,680.—	667,754.79	1,608,712.15
<i>Chapter II</i> : The Registrar and officials of the Registry	281,965.—	281,965.—	230,412.40	555,094.80
<i>Chapter III</i> : Judges <i>ad hoc</i> , assessors, etc.	66,000.—	66,000.—	6,585.06	15,862.25
<i>Chapter IV</i> : Premises	60,000.—	60,000.—	60,000.—	144,548.15
<i>Chapter V</i> : Administrative expenses	56,435.—	56,435.—	25,632.51	61,752.20
<i>Chapter VI</i> : Cost of administration of the Court's funds	200.—	200.—	46.05	110.95
<i>Chapter VII</i> : Contribution to the Pensions Fund for Members of the Court.	109,769.33	109,769.33	109,769.33	264,449.25
Total of Section I	<u>1,306,049.33</u>	<u>1,306,049.33</u>	<u>1,100,200.14</u>	<u>2,650,529.75</u>
Deduction to be made from Section I:				
Contribution to the expenses of the Court by non-Member States	6,101.—	6,101.—	—	—
	<u>1,299,948.33</u>	<u>1,299,948.33</u>	<u>1,100,200.14</u>	<u>2,650,529.75</u>
SECTION 2. — CAPITAL ACCOUNT:				
<i>Chapter VIII</i> : Permanent installations, etc.	4,800.—	4,800.—	4,705.83	11,337.—
Total of Sections I and 2.	<u>1,304,748.33</u>	<u>1,304,748.33</u>	<u>1,104,905.97</u>	<u>2,661,866.75</u>
Receipts to be deducted: Bank interest	500.—	500.—	67.94	163.70
	<u>1,304,248.33</u>	<u>1,304,248.33</u>	<u>1,104,838.03</u>	<u>2,661,703.05</u>
Deductions to be made in Chapters I, II, III and V, in view of the creation of a special Guarantee Fund:				
	Dutch florins			
Chapter I	11,000.—			
Chapter II	20,200.—			
Chapter III	66,000.—			
Chapter V	1,000.—			
	<u>98,200.—</u>	<u>98,200.—</u>	<u>6,585.06</u>	<u>15,862.25</u>
	<u>1,206,048.33</u>	<u>1,206,048.33</u>	<u>1,098,252.97</u>	<u>2,645,840.80</u>

NOTE TO SUMMARY OF CHAPTERS

The budget for the financial year 1938 provides for the following reductions to be made in respect of Chapters I, II, III and V in view of the creation of a Guarantee Fund:

	Dutch florins
Chapter I	11,000.—
„ II	20,200.—
„ III	66,000.—
„ V	1,000.—
	<hr/>
	98,200.—

Recourse to the Guarantee Fund has been necessary only in respect of the expenditure chargeable to Chapter III; under this head, the sum of 6,585.06 florins has been received from the Guarantee Fund. This sum covers the expenditure involved by the presence on the Bench of two judges *ad hoc*.

B. SUMMARY OF ARTICLES

	Original credits	Credits after transfers	Expenditure
	Dutch florins		
SECTION I. — ORDINARY EXPENDITURE:			
<i>Chapter I: Members of the Court:</i>			
1. Annual salaries of the members of the Court and special allowance of the Vice-President:			
(a) President	60,000.—	60,000.—	60,000.—
(b) Vice-President and judges (see note, p. 101)	630,000.—	630,000.—	596,875.—
(c) Duty allowance of the Vice-President for each day on which he acts as President	10,000.—	10,000.—	4,200.—
2. Travelling expenses of members of the Court:			
(a) Journeys on duty	5,000.—	5,000.—	—
(b) Annual journeys (see note, p. 101)	12,000.—	12,000.—	3,763.50
(c) Journeys on long leave (see note, p. 101)	8,680.—	8,680.—	2,668.20
(d) Removal expenses on arrival and on departure	5,000.—	5,000.—	248.09
3. Extraordinary or unforeseen expenditure			
	1,000.—	1,000.—	—
	<hr/>	<hr/>	<hr/>
	731,680.—	731,680.—	667,754.79
<i>Chapter II: The Registrar and officials of the Registry:</i>			
4. Annual salaries and special expenditure relating to staff:			
(a) Salaries, wages and indemnities (see Table A, p. 101)	266,665.—	266,665.—	222,126.07
(b) Contribution to the Staff Provident Fund	500.—	500.—	500.—
(c) Indemnities provided for in the Staff Regulations	100.—	80.—	13.54
(d) Contribution towards sickness insurance	100.—	120.—	109.41
(e) Compensation payable as a result of administrative proceedings.	100.—	100.—	—
(f) Medical examinations	100.—	100.—	—
	<hr/>	<hr/>	<hr/>
<i>Carried forward</i>	267,565.—	267,565.—	222,749.02

	Original credits	Credits after transfers Dutch florins	Expenditure
<i>Brought forward</i>	267,565.—	267,565.—	222,749.02
5. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	5,700.—	5,700.—	3,615.11
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	1,700.—	1,700.—	1,153.55
(c) Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes" every three years	200.—	200.—	60.35
(d) Removal expenses (on taking up appointment and on departure) (see note, p. 101)	1,200.—	2,600.—	2,203.50
(e) Travelling expenses of temporary and auxiliary staff	4,600.—	3,200.—	630.87
6. Unforeseen expenditure	1,000.—	1,000.—	—
	<hr/> 281,965.—	<hr/> 281,965.—	<hr/> 230,412.40
<i>Chapter III: Judges ad hoc, assessors, etc.:</i>			
7. Allowances of judges <i>ad hoc</i> and assessors, witnesses and experts:			
(a) Judges <i>ad hoc</i> : duty allowance	35,000.—	35,000.—	4,500.—
(b) Judges <i>ad hoc</i> : subsistence allowance	16,000.—	16,000.—	1,900.—
(c) Assessors: subsistence allowance	5,000.—	5,000.—	—
(d) Witnesses and experts (Art. 55 of the Rules of Court)	1,000.—	1,000.—	—
8. Travelling expenses of judges <i>ad hoc</i> , assessors, witnesses and experts:			
(a) Judges <i>ad hoc</i>	6,200.—	6,200.—	185.06
(b) Assessors	3,700.—	3,700.—	—
(c) Witnesses and experts (Art. 55 of the Rules of Court)	1,200.—	1,200.—	—
	<hr/> 68,100.—	<hr/> 68,100.—	<hr/> 6,585.06
To be deducted:			
Technical assessors	2,100.—	2,100.—	—
	<hr/> 66,000.—	<hr/> 66,000.—	<hr/> 6,585.06
<i>Chapter IV: Premises:</i>			
9. Contribution to the Carnegie Foundation:			
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—
(c) Amortisation of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of the cost of new premises for the Court	10,000.—	10,000.—	10,000.—
	<hr/> 60,000.—	<hr/> 60,000.—	<hr/> 60,000.—

	Original credits	Credits after transfers Dutch florins	Expenditure
<i>Chapter V: Administrative expenses:</i>			
10. General expenses:			
(a) Cost of distribution of documents	2,300.—	2,300.—	318.40
(b) Supplies	13,000.—	13,000.—	6,086.80
(c) Post, telegraph, telephone . . .	4,000.—	4,000.—	2,177.97
(d) Insurances	135.—	135.—	124.30
(e) Gratuities at the New Year . .	500.—	500.—	500.—
(f) Welfare of staff	200.—	200.—	4.65
(g) Financial control	1,800.—	1,800.—	157.51
11. Printing expenses:			
(a) Ordinary work	33,000.—	33,000.—	15,721.17
(b) Special work	—	—	—
(c) Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted . .	500.—	500.—	236.50
12. Unpaid liabilities from preceding years	1,000.—	1,000.—	305.21
	<u>56,435.—</u>	<u>56,435.—</u>	<u>25,632.51</u>
<i>Chapter VI: Cost of administration of the Court's funds:</i>			
13. Loss on exchange	100.—	100.—	—
14. Bank charges	200.—	200.—	46.05
	<u>300.—</u>	<u>300.—</u>	<u>46.05</u>
To be deducted:			
Profits on exchange	100.—	100.—	—
	<u>200.—</u>	<u>200.—</u>	<u>46.05</u>
<i>Chapter VII:</i>			
15. (a) Contributions to the Pensions Fund for members of the Court . .	109,769.33	109,769.33	109,769.33
(b) Lump sum to be paid to the family of a deceased member of the Court	—	—	—
	<u>109,769.33</u>	<u>109,769.33</u>	<u>109,769.33</u>
Recapitulation of Section I:			
Total of Chapter I	731,680.—	731,680.—	667,754.79
" " " II	281,965.—	281,965.—	230,412.40
" " " III	66,000.—	66,000.—	6,585.06
" " " IV	60,000.—	60,000.—	60,000.—
" " " V	56,435.—	56,435.—	25,632.51
" " " VI	200.—	200.—	46.05
" " " VII	109,769.33	109,769.33	109,769.33
Total of Section I	<u>1,306,049.33</u>	<u>1,306,049.33</u>	<u>1,100,200.14</u>
To be deducted from Section I:			
Contributions to the expenses of the Court by non-Member States:			
(a) Contributions paid as parties to a case (Statute: Art. 35, para. 3, first sentence)	6,100.—	6,100.—	—
(b) Contributions paid as partici- pants in the expenses of the Court (Statute: Art. 35, para. 3, second sentence)	1.—	1.—	—
	<u>1,299,948.33</u>	<u>1,299,948.33</u>	<u>1,100,200.14</u>

	Original credits	Credits after transfers Dutch florins	Expenditure
SECTION 2. — CAPITAL ACCOUNT:			
<i>Chapter VIII: Permanent installations, etc.</i>			
16. Furniture and installation of additional fittings	2,500.—	2,500.—	2,411.09
17. Library	2,300.—	2,300.—	2,294.74
	<u>4,800.—</u>	<u>4,800.—</u>	<u>4,705.83</u>

The Hague, February 15th, 1939.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

TABLE A. — SALARIES, WAGES AND INDEMNITIES
(See Chapter II: Article 4 (a).)

	Original credits	Credits after transfers Dutch florins	Expenditure
Annual salary of the Registrar	25,000.—	25,000.—	25,000.—
Annual salaries of the permanent staff of the Registry	188,685.—	188,685.—	179,373.85
Salaries of the temporary staff (two editing secretaries)	18,000.—	18,000.—	—
<i>Idem</i> (one private secretary)	4,680.—	4,680.—	4,590.—
<i>Idem</i> (establishment and accountancy service)	—	—	—
<i>Idem</i> (one duplicating operator)	1,600.—	1,600.—	1,600.—
<i>Idem</i> (two messengers)	3,100.—	3,100.—	3,076.42
Salaries of auxiliary staff	25,000.—	25,000.—	8,419.80
Overtime pay, permanent staff	500.—	500.—	42.—
Overtime pay, auxiliary staff	100.—	100.—	24.—
	<u>266,665.—</u>	<u>266,665.—</u>	<u>222,126.07</u>

NOTES TO THE SUMMARY OF ARTICLES

Article 1 (b): Annual Salaries of Vice-President and Judges (see page 98).

The saving effected on this Article is due to the fact that a judgeship was vacant until September 25th, 1938.

Article 2 (b): Travelling Expenses of Members of the Court: Annual Journeys (see page 98).

In the financial year 1938, some members of the Court did not claim reimbursement of the cost of their annual journey to their homes; this accounts for the fact that a saving has been effected on Article 2 (b).

Article 2 (c): Travelling Expenses of Members of the Court: Journeys on Long Leave (see page 98).

The discrepancy between expenditure and credit is due to the fact that the credit covered, first, the return to The Hague of a judge who had left for his long leave in 1937 (*i.e.*, the half of a journey on long leave) and, secondly, the journeys on long leave of two other judges, and that these two judges did not exercise their right.

Article 5 (d): Removal Expenses of Officials of the Registry (on taking up Appointment and on Departure) (see page 99).

The expenditure chargeable to this Article included the installation expenses of a higher official and his family and also the removal expenses of an official who resigned in 1938 and those of the official engaged to replace her.

II. STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES		Dutch florins	Gold francs
A. <i>Debts:</i>			
Loan obtained from the Working Capital Fund		52,289.91	88,763.92
B. <i>Special Funds not belonging to the League of Nations</i>		—	—
C. <i>General Funds belonging to the League of Nations:</i>			
Furniture, various installations, typewriters, etc., Account (sum expended to date Fl. 122,952.02)		1.—	2.—
Library Account (sum expended to date Fl. 26,443.35 ⁵)		1.—	2.—
Contributions from non-Member States Fund		94,340.94	160,597.52
Contributions in arrears:			
Member States		230,702.50	386,463.58
Special contributions Account set up under the terms of the 1936 Assembly Resolution		113.74	191.26
		<u>377,449.09</u>	<u>636,020.28</u>

At the end of the financial year 1938, the amount outstanding of the cost of installation of new premises for the Court repayable to the Carnegie Foundation was as follows:

	Dutch florins	
<i>Article 9 (c) of the Court's budget:</i>		
Amount of the loan (repayment to be effected by twenty-four annual payments of Fl. 10,000.—).	240,000.—	
To be deducted:		
Payments made during the financial years 1929-1938: ten payments of Fl. 10,000.—	100,000.—	
	<u>140,000.—</u>	
<i>Article 9 (d) of the Court's budget:</i>		
Amount of the loan (repayment to be effected by twenty-seven annual payments of Fl. 10,000.— and one payment of Fl. 3,400.—).	273,400.—	
To be deducted:		
Payments made during the financial years 1933-1938: six payments of Fl. 10,000.—	60,000.—	
	<u>213,400.—</u>	
		<u>353,400.—</u>

AS AT DECEMBER 31ST, 1938

ASSETS		Dutch florins	Gold francs
<i>Furniture, various installations</i>		1.—	2.—
<i>Library</i>		1.—	2.—
<i>Outstanding claims:</i>			
Contributions in arrears		230,702.50	386,463.58
Sundry debtors		376.08	640.20
<i>At Bank</i>		92,743.01	157,875.03
<i>Cash in hand</i>		1,335.59	2,273.55
<i>Deficit for the financial year 1938</i>		52,289.91	88,763.92
		<u>377,449.09</u>	<u>636,020.28</u>

The Hague, February 15th, 1939.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

Although the balance sheet shows a deficit for the financial year 1938 of Fl. 52,289.91, it is to be noted that the Court, during this financial year, has effected a budgetary saving of Fl. 199,410.30 on the gross budget (Fl. 1,304,248.33)

	Dutch florins
Gross budget	1,304,248.33
Expenditure chargeable to the budget account (after deduction of bank interest)	1,104,838.03
Budgetary saving	<u>199,410.30</u>

III. CASH ACCOUNT FOR THE

1938	Dutch florins	Swiss francs
December 31st. To contributions from States Members:		
Consolidated contributions, 1933-1936 . . .	219.35	646.—
<i>Idem</i> 1937.	75.92	158.15
Arrears	28,235.92	59,059.80
Twentieth financial period	1,017,431.87	2,441,836.55
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	—	9,205.45
Funds at the disposal of the Supervisory Commission for expenditure resulting from currency depreciation	—	9,709.45
Profit on exchange to be paid into the Special Contributions Account set up under the terms of the 1936 Assembly Resolution .	113.74	—
(1,769,469.18 gold francs)	1,046,076.80	2,520,615.40
Suspense account:		
Contributions from non-Member States .	94,340.94	227,055.05
Guarantee Fund	6,585.06	15,862.25
Loan obtained from the Working Capital Fund	52,289.91	125,495.80
To extraordinary receipts:		
Bank interest	67.94	163.70
	<u>1,199,360.65</u>	<u>2,889,192.20</u>

TWENTIETH FINANCIAL PERIOD

1938		Dutch florins	Swiss francs
December 31st.	By Chapter I	667,754.79	1,608,712.15
	" II	230,412.40	555,094.80
	" III	6,585.06	15,862.25
	" IV	60,000.—	144,548.15
	" V	25,632.51	61,752.20
	" VI	46.05	110.95
	" VII	109,769.33	264,449.25
	" VIII	4,705.83	11,337.—
		<u>1,104,905.97</u>	<u>2,661,866.75</u>
	In suspense:		
	Contributions from non-Member States .	94,340.94	227,055.05
	In hand and at Bank:		
	Special Contributions Account set up under the terms of the 1936 Assembly Résolution	113.74	270.40
		<u>1,199,360.65</u>	<u>2,889,192.20</u>

IV. TRANSFERS IN THE BUDGET

A. — Transfers in the budget approved by the Court or, by delegation from the Court, by the President.

None.

B. — Transfers within an Article of the Budget approved by the Registrar of the Court.

1. *On April 12th, 1938:*

1,000 florins from Item 5 (e) (travelling expenses of temporary and auxiliary staff) to Item 5 (d) (removal expenses on taking up appointment and on departure).

2. *On July 1st, 1938:*

400 florins from Item 5 (e) (travelling expenses of temporary and auxiliary staff) to Item 5 (d) (removal expenses on taking up appointment and on departure).

3. *On December 1st, 1938:*

20 florins from Item 4 (c) (indemnities provided for in the Staff Regulations) to Item 4 (d) (contribution towards sickness insurance).

Part V

ACCOUNTS OF THE STAFF PENSIONS FUND

STAFF PENSIONS FUND:

Liabilities.

	Swiss francs
ACCUMULATED FUND	24,680,753.93
SUNDRY CREDITORS:	
Annuities due but not paid	34,015.55
INSURANCE PREMIUM DEBT RESERVE FUND	9,293.50
	<u>24,724,062.98</u>

LEAGUE OF NATIONS:

	Swiss francs	Swiss francs
Balances as at January 1st, 1938:		
At Bank:		
Current Account	254,431.75	
do. (f14,251 2s. 10d.)	298,281.—	
do. (\$21,585.66)	94,221.05	
Investments (at cost) including accrued interest	22,792,870.68	
Sundry debtors:		
Members arrears of contributions	85,716.35	
Insurance Premium debts	275,437.10	
		<u>23,800,957.93</u>
Receipts during year:	Swiss francs	
Contributions from Members of the Fund	834,575.39	
Contributions from States Members of the Organisations:		
Current contributions	1,276,718.95	
Annuity	400,000.—	
	<u>1,676,718.95</u>	
Arrears of contributions	2,511,294.34	
Interests	13,752.15	
Profit on Investments realised	377,957.55	
	<u>134,868.45</u>	
		3,037,872.49
Balances as at December 31st, 1938:		
Sundry creditors (annuities)	34,015.55	
Insurance Premium Reserve fund	9,293.50	
		<u>43,309.05</u>
		<u>26,882,139.47</u>

BALANCE-SHEET AS AT DECEMBER 31st, 1938

Assets.

	Swiss francs	Swiss francs
AVAILABLE FUNDS:		
Deposit Account	16,926,060.25	
Current Account	571,875.60	
	<hr/>	17,497,935.85
INVESTMENTS (at cost) as per details annexed (pages IIO-III) and accrued interest	6,853,285.78 53,394.85	
	<hr/>	6,906,680.63
SUNDRY DEBTORS:		
Members' arrears of contributions	64,892.—	
Insurance premium debts	254,554.50	
	<hr/>	319,446.50
		<hr/> <hr/>
		24,724,062.98

(Signed) P. G. WATTERSON,
Chief Accountant.

STAFF PENSIONS FUND

	Swiss francs	Swiss francs
Balances as at January 1st, 1938:		
Sundry creditors (annuities)	28,088.35	
Insurance Premium Reserve fund	8,609.70	
	<hr/>	36,698.05
Expenditure during year:		
	Swiss francs	
Contributions refund	286,977.65	
Annuities	109,902.40	
Capital value annuities	1,561,136.65	
Invalidity annuities	47,226.45	
Annuity to widows and orphans	73,746.45	
	<hr/>	
Miscellaneous	2,078,989.60 42,388.84	
	<hr/>	2,121,378.44
Balances as at December 31st, 1938:		
At Bank:		
Current account	571,875.60	
Deposit account	16,926,060.25	
Investments (at cost) including accrued interest	6,906,680.63	
Sundry debtors:		
Members arrears of contributions	64,892.—	
Insurance Premium debts	254,554.50	
	<hr/>	24,724,062.98
		<hr/> <hr/>
		26,882,139.47

INVESTMENTS HELD BY

Title of investment	As at January 1st, 1938			Investments purchased during the year			Investment sold
	Nominal value	Cost price		Nominal value	Cost price		Nominal value
		In currency of investment	In Swiss francs		In currency of investment	In Swiss francs	
4½% Argentine Govt., 1971	\$210,000	\$198,850.—	864,997.50	—	—	—	—
4% Argentine Govt., 1937-1972	\$124,000	\$111,977.50	491,861.15	—	—	—	—
5% Brazil External Loan, 1931	\$3,200	\$3,200.—	12,876.10	—	—	—	—
6½% Brazil External Loan, 1957	\$62,500	\$31,331.25	132,228.75	—	—	—	—
4½% Danish Govt. Loan, 1928-1962	\$50,000	\$49,786.25	216,694.65	—	—	—	\$50,000
7% Italian Credit Consortium, 1927-1947	\$14,000	\$13,862.80	71,633.95	—	—	—	—
4½% Norwegian Govt. Loan, 1905	\$50,000	\$49,250.—	214,360.60	—	—	—	\$50,000
27/8% U.S.A. Treasury Bonds, 1955-1960	\$250,000	\$259,140.63	1,127,971.20	—	—	—	—
U.S.A. Treasury Bills (February 9th, 1938)	\$58,000	\$57,959.40	251,833.60	—	—	—	—
do. (March 23rd, 1938)	\$1,837,000	\$1,831,834.46	7,975,349.30	—	—	—	\$1,500,000
do. (May 25th, 1938)	\$16,000	\$15,973.74	68,846.80	—	—	—	—
do. (June 22nd, 1938)	\$227,000	\$226,494.35	979,021.80	—	—	—	—
5½% Paris-Orleans Railway, 1968	\$223,000	\$257,302.50	995,613.80	—	—	—	—
4% Egypt Unified Loan, 1876-1880	Sw.F.50,000	—	37,280.—	—	—	—	Sw.F.50,000
5% Paris-Orleans Railway, 1930	Sw.F.526,000	—	498,155.—	—	—	—	Sw.F.526,000
3½% Swiss Federal Loan 1932-1933	Sw.F.294,000	—	283,508.35	—	—	—	Sw.F.294,000
3% do., 1903	Sw.F.6,000	—	5,985.—	—	—	—	Sw.F.6,000
3% do., Défense Nat., 1936	Sw.F.226,500	—	225,616.50	—	—	—	Sw.F.226,500
3½% Swiss Federal Loan, 1937	Sw.F.31,000	—	31,000.—	—	—	—	Sw.F.31,000
4% Swiss Federal Rlwys., 1931	Sw.F.100,000	—	99,250.—	—	—	—	Sw.F.100,000
3½% do., 1932	Sw.F.912,000	—	905,615.—	—	—	—	Sw.F.912,000
3½% Jura-Simplon Railway, 1894	Sw.F.300,000	—	298,942.50	—	—	—	Sw.F.300,000
3½% British War Loan, 1952	£100,000	£106,000	2,255,150.—	—	—	—	£100,000
British Treasury Bills (March 9th, 1938)	£45,000	£44,930 13s.	970,951.35	—	—	—	—
4½% French Rentes, 1937	F.F.6,486,000	F.F.6,400,461.—	993,321.70	—	—	—	F.F.6,486,000
3% Dutch East Indies, 1937	Fl.92,000	Fl.89,010.—	214,261.10	—	—	—	—
5% City of Paris, 1932	Fl.234,000	Fl.230,155.—	506,886.10	—	—	—	Fl.234,000
4½% Paris-Lyons-Mediterranean, 1932	Fl.252,000	Fl.205,353.90	493,939.60	Fl.268,000	Fl.213,820.45	517,318.50	—
Promis. Note Gds. Réseau Ch. de fer français (March 1st, 1938)	Fl.20,000	Fl.198,429.17	477,172.55	Fl.200,000	Fl.198,338.89	477,798.40	Fl.400,000
3% Kingdom of Sweden, 1937	Kr.886,000	Kr.376,492.50	418,397.50	—	—	—	Kr.386,000
5% Suez Canal (498 gold bills)	—	F.F.1,383,573.50	291,153.90	—	—	—	—
Suez Canal (2 actions jouissance)	—	F.F.37,759.40	7,671.88	—	—	—	—
Suez Canal (297/5 Civil Society)	—	F.F.1,414,429.—	286,186.20	—	—	—	—
British Treasury Bills (April 20th, 1938)	—	—	—	£125,000	£124,850 14s. 2d.	2,701,769.30	—
do. (June 9th, 1938)	—	—	—	£70,000	£69,914 10s. 9d.	1,510,503.55	—
4% Argentine Govt., 1933-1953	—	—	—	—	—	—	—
2½% National Defence Bonds, 1944-1948	—	—	—	£13,300	£12,480 15s. 0d.	269,459.40	—
4% Norwegian Govt., 1938-1965	—	—	—	£50,000	£49,988 5s. 7d.	1,084,245.75	—
				Kr.235,000	Kr.231,475.—	252,319.50	—
			22,703,733.43			6,813,414.40	

THE PENSIONS FUND

during the year	Investments repaid during the year		Profit	Loss	As at December 31st, 1938					
	In Swiss francs	Nominal value			In Swiss francs	In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
								In currency of investment	In Swiss francs	
—	—	—	—	—	\$210,000	\$198,850.—	864,997.50	811,686.—		
—	—	—	—	—	\$124,000	\$111,977.50	491,861.15	431,216.—		
—	—	—	—	—	\$3,200	\$3,200.—	12,876.10	2,055.—		
—	—	—	—	—	\$62,500	\$31,331.25	132,228.75	28,379.—		
216,004.25	—	—	—	690.40	—	—	—	—		
—	\$4,000	17,402.50	—	3,064.45	\$10,000	\$9,902.—	51,167.—	34,111.—		
225,427.05	—	—	11,066.45	—	—	—	—	—		
—	—	—	—	—	\$250,000	\$259,140.63	1,127,971.20	1,158,720.—		
—	\$58,000	250,125.—	—	1,708.60	—	—	—	—		
6,491,739.80	\$337,000	1,466,371.25	—	17,238.25	—	—	—	—		
—	\$16,000	70,248.10	1,401.30	—	—	—	—	—		
—	\$227,000	990,855.—	11,833.20	—	—	—	—	—		
—	—	—	—	—	\$223,000	\$257,302.50	995,613.80	987,890.—		
43,838.—	—	—	6,558.—	—	—	—	—	—		
499,066.—	—	—	911.—	—	—	—	—	—		
300,605.—	—	—	17,096.65	—	—	—	—	—		
6,105.—	—	—	120.—	—	—	—	—	—		
232,113.50	—	—	6,497.—	—	—	—	—	—		
32,395.—	—	—	1,395.—	—	—	—	—	—		
105,577.50	—	—	6,327.50	—	—	—	—	—		
932,074.—	—	—	26,459.—	—	—	—	—	—		
302,449.—	—	—	3,506.50	—	—	—	—	—		
2,219,312.80	—	—	—	35,837.20	—	—	—	—		
—	£45,000	972,225.—	1,273.65	—	—	—	—	—		
1,021,606.40	Fl.92,000	221,605.—	28,284.70	—	—	—	—	—		
518,901.—	—	—	7,343.90	—	—	—	—	—		
—	—	—	12,014.90	—	—	—	—	—		
—	—	—	—	—	Fl.520,000	Fl.419,174.35	1,011,258.10	1,240,668.—		
959,971.70	—	—	5,000.75	—	—	—	—	—		
452,894.65	—	—	34,497.15	—	—	—	—	—		
—	44 bills	18,518.—	—	7,206.45	454 bills	F.F.1,261,330.—	265,429.45	200,099.—		
—	—	—	—	—	—	F.F.37,759.40	7,671.88	3,490.—		
—	—	—	—	—	—	F.F.1,414,429.—	286,186.20	182,596.—		
—	£125,000	2,711,250.—	9,480.70	—	—	—	—	—		
—	£70,000	1,520,050.—	9,546.45	—	—	—	—	—		
—	—	—	—	—	£13,300	£12,480 15s. od.	269,459.40	231,728.—		
—	—	—	—	—	£50,000	£49,988 5s. 7d.	1,084,245.75	1,006,503.—		
—	—	—	—	—	Kr.235,000	Kr.231,475.—	252,319.50	248,937.—		
14,560,080.65	—	8,238,649.85	200,613.80	65,745.35	—	—	6,853,285.78	6,574,084.—		

Rates of exchange as at December 31st, 1938:

Paris	11.65½
New York	4.43
London	20.62
Amsterdam	241.—
Oslo	103.60

Part VI

ACCOUNTS OF THE STAFF PROVIDENT FUND

STAFF PROVIDENT FUND:

Liabilities.

	Swiss francs	Swiss francs	Swiss francs
CAPITAL ACCOUNT.			
<i>Secretariat.</i>			
Contributions by members	186,985.71		
Contributions by Secretariat	176,871.34		
	<u> </u>	363,857.05	
<i>International Labour Office.</i>			
Contributions by members	56,102.36		
Contributions by International Labour Office	55,370.09		
	<u> </u>	111,472.45	
<i>Permanent Court of International Justice.</i>			
Contributions by members	13,915.30		
Contributions by Permanent Court of International Justice	12,523.75		
	<u> </u>	26,439.05	
<i>Death and Invalidity Fund</i>		12,323.02	
		<u> </u>	514,091.57

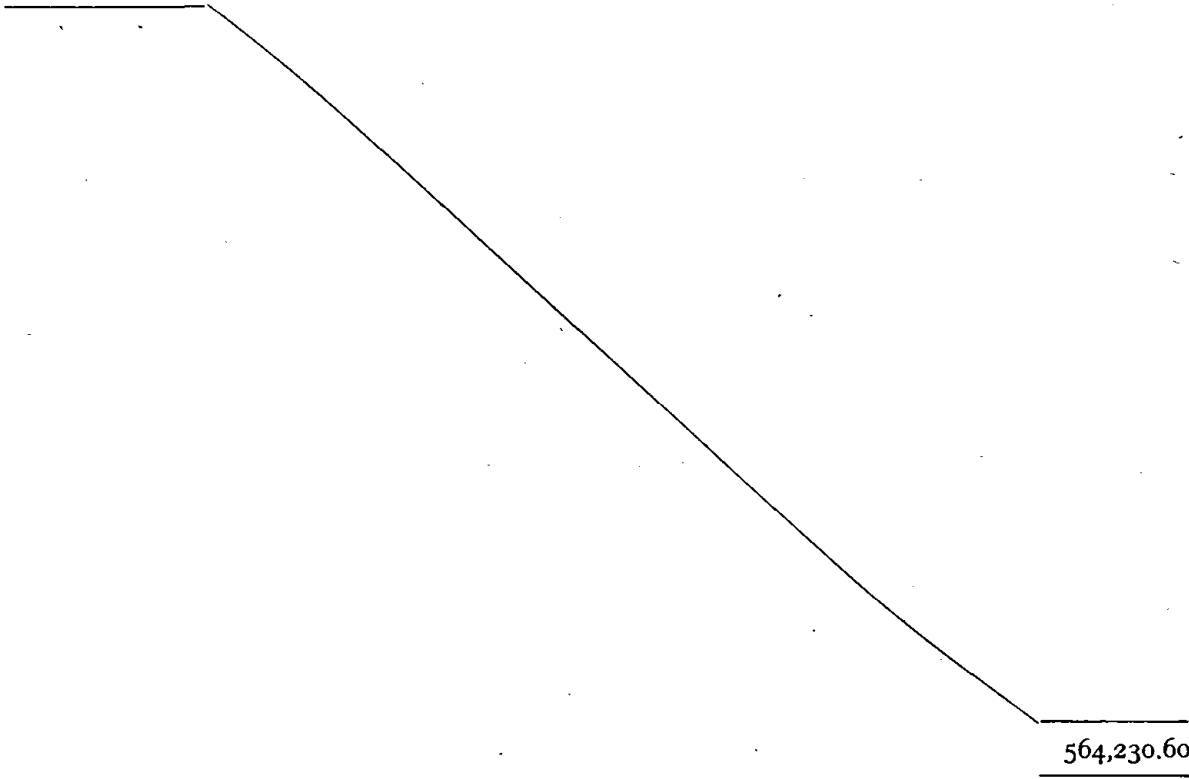
REVENUE ACCOUNT.

Balance as at December 31st, 1937	45,331.55		
Add revenue in respect of year ended December 31st, 1938		15,722.95	
Add profits realised on the sale of investments		2,560.85	
		<u> </u>	
		63,615.35	
Less amount transferred to Capital Account, being distribution of interest for 1937 at 3% <i>per annum</i>		13,476.32	
		<u> </u>	50,139.03
			<u> </u>
			564,230.60

BALANCE-SHEET AS AT DECEMBER 31st, 1938

Assets.

	Swiss francs	Swiss francs
INVESTMENTS (at cost) as per details annexed (pages 12-13) . .	384,659.50	
<i>Plus</i> accrued interest to December 31st, 1938	<u>4,922.—</u>	389,581.50
AVAILABLE FUNDS.		
Deposit account	130,445.50	
Current account	<u>44,203.60</u>	174,649.10



(Signed) P. G. WATTERSON,
Chief Accountant.

STAFF PROVIDENT FUND:
FOR THE TWELVE MONTHS

RECEIPTS

	Swiss francs	Swiss francs	Swiss francs
AVAILABLE FUNDS as at January 1st, 1938 . .			20,772.40
CONTRIBUTIONS.			
<i>Secretariat.</i>			
Contributions by members	14,594.05		
Contributions by Secrétariat	13,134.69		
	<u> </u>	27,728.74	
<i>International Labour Office.</i>			
Contributions by members	4,978.—		
Contributions by International Labour Office	4,480.—		
	<u> </u>	9,458.—	
<i>Permanent Court of International Justice.</i>			
Contributions by members	1,202.94		
Contributions by Permanent Court of International Justice.	1,082.67		
	<u> </u>	2,285.61	
<i>Death and Invalidity Fund</i>		<u>2,077.65</u>	41,550.—
INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST . . .			18,133.85
PROFITS REALISED ON THE SALE OF INVESTMENTS			2,560.85
VALUE OF INVESTMENTS REALISED (at cost)			242,524.50
			<u>325,541.60</u>

CASH ACCOUNT

ENDED DECEMBER 31ST, 1938

EXPENDITURE

	Swiss francs	Swiss francs
BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.		
<i>Secretariat.</i>		
Members' account	—	
Secrétariat account	—	
	<hr/>	
<i>International Labour Office.</i>		
Members' account	—	
International Labour Office account	—	
	<hr/>	
<i>Permanent Court of International Justice.</i>		
Members' account	—	
Permanent Court of International Justice account	—	
	<hr/>	
BY ADVANCES IN RESPECT OF INSURANCE.		
Secretariat	738.70	
International Labour Office	381.15	
	<hr/>	1,119.85
INVESTMENTS PURCHASED DURING YEAR		148,127.75
SUNDRY EXPENSES RELATIVE TO SALE OF SECURITIES, ETC.		1,644.90
AVAILABLE FUNDS as at December 31st, 1938:		
Deposit account	130,445.50	
Current account	44,203.60	
	<hr/>	174,649.10
		<hr/> <hr/>
		325,541.60
		<hr/> <hr/>

STAFF PROVIDENT FUND: REVENUE ACCOUNT

FOR THE TWELVE MONTHS ENDED DECEMBER 31ST, 1938

INCOME

	Swiss francs
By Revenue received and receivable from investments, including bank interest	19,928.70
	<hr/>
	19,928.70
	<hr/> <hr/>

EXPENDITURE

To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams	1,644.90
Balance, being net revenue for year, transferred to balance-sheet	18,283.80
	<hr/>
	19,928.70
	<hr/> <hr/>

INVESTMENTS HELD BY

List of investments	As at January 1st, 1938			Investments purchased during year		
	Nominal value	Cost price		Nominal value	Cost price	
		In currency of loan	In Swiss francs		In currency of loan	In Swiss francs
6½% Gold Bonds Nord Railway Co., 1924-1950	\$9,000	\$9,148.50	46,643.40	—	—	—
5½% Paris-Orleans Railway, 1928-1968 .	\$10,000	\$16,200.—	49,491.—	—	—	—
4% Argentine Republic, 1937-1972 .	\$35,000	\$32,072.50	140,397.35	—	—	—
4% Norwegian Government Loan, 1937-1963.	\$11,000	\$10,835.—	47,389.60	—	—	—
3½% British War Loan, 1932-1952	£4,600	£4,600.—	99,705.—	—	—	—
3% Canadian Government Loan, 1936-1966.	C\$25,000	C\$21,843.75	95,429.90	—	—	—
2½% National Defence Bonds, 1937-1944	—	—	—	£4,600	£4,597 2s. 6d.	99,619.70
4% Norwegian Government Loan, 1938-1963.	—	—	—	Kr.45,000	Kr.44,325	48,508.05
			479,056.25			148,127.75

THE PROVIDENT FUND

Investments sold during year		Profit on sale of investments	As at December 31st, 1938			
Nominal value	Cost price in Swiss francs	In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
				In currency of loan	In Swiss francs	
—	—	—	\$9,000	\$9,148.50	46,643.40	40,667.—
—	—	—	\$10,000	\$16,200.—	49,491.—	44,300.—
—	—	—	\$35,000	\$32,072.50	140,397.35	120,163.—
\$11,000	47,389.60	988.30	—	—	—	—
£4,600	99,705.—	1,036.05	—	—	—	—
C\$25,000	95,429.90	536.50	—	—	—	—
—	—	—	£4,600	£4,597 2s. 6d.	99,619.70	92,717.—
—	—	—	Kr.45,000	Kr.44,325	48,508.05	47,552.—
	242,524.50	2,560.85			384,659.50	345,399.—

Part VII

**ACCOUNTS OF THE PENSIONS FUND OF THE MEMBERS
OF THE PERMANENT COURT OF INTERNATIONAL JUSTICE**

PENSIONS FUND OF THE MEMBERS OF THE

STATEMENT AS AT

	Florins	Swiss francs	Swiss francs
Accumulated Fund as at January 1st, 1938:			
Invested funds	—	1,106,918.11	} 1,172,030.86
Current account	27,054.23	—	
Allocation in the budget of the Permanent Court of International Justice for the Twentieth Financial Period (1938) . .	109,769.33	—	264,473.98
Bank interest	50.47	—	121.60
Transfer of funds (<i>contra</i>)	—	36,003.75	36,003.75
	<u>136,874.03</u>	<u>1,142,921.86</u>	<u>1,472,630.19</u>

PERMANENT COURT OF INTERNATIONAL JUSTICE

DECEMBER 31ST, 1938

	Florins	Swiss francs	Swiss francs
Pensions paid by the Permanent Court of International Justice	18,520.83	—	44,623.37
Transfer of funds (<i>contra</i>)	15,000.—	—	36,003.75
Accumulated Fund as at December 31st, 1938:			
Invested funds	—	1,142,921.86	} 1,392,003.07
Current account	103,353.20	—	
	<u>136,874.03</u>	<u>1,142,921.86</u>	<u>1,472,630.19</u>

Part VIII

**ACCOUNTS OF THE WIRELESS STATION
FOR THE FINANCIAL YEAR 1938**

STATEMENT OF ASSETS AND

		LIABILITIES	
		Swiss francs	Swiss francs
Depreciation Account:			
Balance as per last account		1,446,176.76	
• Add Depreciation for the year		<u>264,959.45</u>	
SURPLUS OF ASSETS OVER LIABILITIES			1,711,136.21
			2,399,923.65
			<u><u>4,111,059.86</u></u>

ACCOUNTS FOR THE

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Receipts.</i>			
Balances as at January 1st, 1938	1,364,294.43	101,183.07	1,465,477.50
Budgetary vote for 1938	200,000.—	—	200,000.—
Radio-telegraphic charges	—	275,653.11	275,653.11
Broadcasting receipts	—	72,263.82	72,263.82
	<u>1,564,294.43</u>	<u>449,100.—</u>	<u>2,013,394.43</u>

LIABILITIES AS AT DECEMBER 31ST, 1938

ASSETS		Swiss francs	Swiss francs
Installations:			
Prangins		1,650,259.40	
Colovrex		618,024.—	
Operating Office at Geneva		31,817.—	
Studio in League of Nations transferred from old building		27,459.—	
		<u>2,327,559.40</u>	
Additional installation		178,455.10	
			<u>2,506,014.50</u>
Reserve Material			26,901.20
Société Radio-Suisse:			
	Swiss francs		
Trading account		79,264.13	
Less: Reserve material purchased	46,234.45		
Installations	1,190.45		
		<u>47,424.90</u>	
Available Funds			31,839.23
			<u>1,546,304.93</u>
			<u><u>4,111,059.86</u></u>

FINANCIAL YEAR 1938

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Expenditure.</i>			
Fire insurance, safe custody charges and sundry expenses	1,429.15	—	1,429.15
Additional installation	16,560.35	1,190.45	17,750.80
Operation and administrative expenses	—	356,858.77	356,858.77
Broadcasting charges	—	12,977.10	12,977.10
Purchase of reserve material	—	46,234.45	46,234.45
Balances at December 31st, 1938	1,546,304.93	31,839.23	1,578,144.16
	<u>1,564,294.43</u>	<u>449,100.—</u>	<u>2,013,394.43</u>

(Signed) P. G. WATTERSON,
Chief Accountant.

Part IX.

**REPORT BY M. U. A. J. BRUNSKOG (AUDITOR) ON THE AUDIT
OF THE ACCOUNTS OF THE LEAGUE OF NATIONS FOR THE
TWENTIETH FINANCIAL PERIOD (1938)**

1. In accordance with Article 44 of the Regulations for the Financial Administration of the League of Nations, I have examined the accounts of the organisations, and have the honour to transmit the following report.

I. EXECUTION OF THE BUDGET FOR THE FINANCIAL YEAR, 1938

2. As regards income and expenditure entered in the budget account for the year 1938, I would refer to pages 10-11 and 24-25 for the Secretariat, pages 74-81 and 86-90 for the International Labour Office and pages 97-101 and 104-105 for the Permanent Court of International Justice.

3. As may be seen from the accounts, the budget showed a total deficit of 876,386.82 gold francs, made up as follows:

	Gold francs
Secretariat and Special Organisations	100,890.49
International Labour Organisation	686,732.41
Permanent Court of International Justice	88,763.92
Total	876,386.82

Properly speaking, however, there should be deducted from this amount the surplus due to the special appropriation made by the Assembly for the establishment of a fund at the disposal of the Supervisory Commission to meet expenditure resulting from currency depreciation, though, under the rules now in force, this has to be shown in the accounts as a separate fund

728,731.24

Consequently, the real budget deficit for the financial period 1938 amounts to

147,655.58

According to a decision to be taken by the 1939 Assembly, the budget deficit is to be partly covered by the income received during the financial year 1938 in respect of the following funds shown in the accounts:

	Gold francs
Special Contributions Account set up under the terms of the 1936 Assembly resolution	3,342.33
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies.	55,150.70
	58,493.03
Net deficit	89,162.55

4. This last figure differs from that given on page 11 of this document for the net deficit (128,315.99 gold francs), because I have taken the view that the expenditure incurred in 1938 in respect of the financial year 1939, amounting to 39,153.44 gold francs, should not at the same time be reckoned as expenditure in respect of the 1938 budget.

5. With regard to the budgetary *income* in the form of contributions for the financial year 1938, contributions and arrears in respect of 1936 and 1937, and consolidated contributions payable over a period of from ten to forty-five years, I would refer to the tables on pages 20-22 of this document.

6. The percentage of contributions received and shown in the budget, which was rising steadily in recent years, shows a downward trend for 1938, as may be seen from the following

table giving the percentage of contributions received in relation to contributions due for the past six years:

Year	1938	1937	1936	1935	1934	1933
Percentage	84.36	94.61	91.75	88.27	71.97	72.60

The fall in the percentage of contributions received for 1938 was largely due to the events that took place in Austria, Czecho-Slovakia, Ethiopia, Spain and China.

7. With respect to budgetary *expenditure*, I have made some remarks of a general nature to the Supervisory Commission.

II. POSITION OF THE FUNDS ON DECEMBER 31ST, 1938

8. This year, the general statement of assets and liabilities is presented by the Secretary-General in a different form from that hitherto employed. Furthermore, the statement of capital assets has been expanded so far as certain funds are concerned, and some other changes in presentation have been made.

These alterations must be regarded as substantial improvements, affording an appreciably clearer view of the League's financial position than was available in previous years.

9. For my own part, however, I should like to say that I can only regard the change of presentation as one step towards securing a lucid picture of the League's financial position at any given time. My views concerning the method of presentation of the accounts of the League of Nations have been submitted to the Supervisory Commission during its session in May 1939. Moreover, I would refer to the observations made in my report on the accounts for 1937 (see document A.3.1938).

10. An examination of the balance-sheets of the various organisations as at December 31st, 1938, shows that those of the Secretariat and the International Labour Office are drawn up in largely the same way, whereas the method employed by the Permanent Court is different. As the main lines of the Court's method provide a much clearer view of the financial position than is the case with the balance-sheets of the Secretariat and the Labour Office, I have submitted to the Supervisory Commission, following the method employed by the Court, a balance-sheet as at December 31st, 1938.

11. As it is important to see how the resources of the various funds are constituted, I have also prepared for the Supervisory Commission a separate table showing the allocation of the different funds among the items of the assets, and the debit items of liabilities as at December 31st, 1938.

12. In addition to what is shown in the closed accounts and the table (Annex I) showing movements of funds during the financial year 1938 (which table is intended to give a summary view of the changes in the various funds in that financial year), the following comments may also be made.

13. In the general statement above-mentioned, a combined amount of 4 gold francs is inserted for library books and shelving. Previously, this sum was shown under "Capital Expenditure", a corresponding item of the same amount being inserted under "Depreciation Reserve", on the debit side of the balance-sheet. The changes that occurred during the year are shown in the table in Annex II.

14. The sum shown under "Purchases during 1938" in the table in Annex II is reproduced in the budget accounts under capital expenditure for the libraries of the various organisations. The sum relating to the International Labour Office, whose purchases of books during the year amounted to 27,763.36 gold francs, or 39,252.23 Swiss francs, was only 34,868.23 Swiss francs, while the balance of 4,384 Swiss francs is shown as expenditure under Item 14, "Branch Offices", in the Labour Office budget. This procedure has been followed for several years.

15. It is open to question, however, whether the purchase of books is really a transaction that should be entered in the accounts under "capital increase". Such expenses are normally met out of ordinary credits. It is not in accordance with customary actuarial practice to regard part of the ordinary credit (Item 14) as capital increase. Hence it may be questioned whether sums spent on the purchase of books and shelving in the budget generally should not be appropriated from ordinary credits. In this connection, it should be observed that typical capital increases such as "Buildings at Geneva" do not come formally under this description, even though they are treated as capital increase.

16. Furniture, miscellaneous equipment, typewriters, etc., are, from the budgetary point of view, of substantially the same nature as books and shelving.

17. As regards investments, it should be noted that the parts relating to the Staff Pensions Fund and the Staff Provident Fund are entered at a value which exceeds by 318,462.28 Swiss francs the market value on December 31st, 1938.

On the other hand, the book value of the Library Endowment Fund investments is 60,979.41 Swiss francs lower than the market value as at the end of 1938. For this Fund there has

been formed a special Investments Reserve Fund, which, at the end of the financial year, amounted to 190,929.80 Swiss francs. Hence, in the case of this Fund, there is a "hidden" reserve of 251,909.21 Swiss francs.

18. With reference to the presentation of the Working Capital Fund, which will be found on pages 12-13, I would point out that the following "Advances to Organisations" should also be regarded as balances at December 31st, 1938:

	Gold francs	Gold francs
Sums advanced from the Working Capital Fund to meet budget deficits:		
Secretariat	100,890.49	
International Labour Office	686,732.41	
Permanent Court	88,763.92	
	<hr/>	876,386.82
Advances for the financial year 1939:		
Secretariat	29,276.48	
International Labour Office	9,876.96	
	<hr/>	39,153.44
		<hr/>
		915,540.26

If this is not done, the above-named sums will be lost to the Working Capital Fund for the financial year 1939. Furthermore, the actual presentation of the Working Capital Fund does not agree with the present general statement so far as the Permanent Court and the International Labour Office are concerned (page 6, 1st item). In the case of the Secretariat, the amount has been set off partly against the budget deficit, and partly against the advance for 1939. To charge it to the budget deficit would require a decision of the Assembly, and to write off the advance for 1939 is improper (*cf.* also paragraph 4 above).

19. For the sake of lucidity, I would observe that the "Miscellaneous Accounts" on pages 70-71, and the "Sundry Suspense Accounts" on page 83, amounting to 8,514.25 and 7,197 Swiss francs respectively, represent payments made to the Secretariat and the International Labour Office during the financial year 1938, but in respect of the year 1939.

20. In conclusion, I should like to say, as the outcome of my audit, that the administration of its finances is a model of farsightedness, and that I have found nothing that calls for any special remark.

Geneva, May 11th, 1939.

(Signed) Uno BRUNSKOG,
Auditor.

ACCOUNTS FOR BOOKS AND SHELVING

	Permanent Court of International Justice	International Labour Organisation	Secretariat and Special Organisations	Total
<i>Balance-sheet as at January 1st, 1938:</i>				
Assets:				
Books and shelving	49,522.76	688,214.96	1,654,799.65	2,392,537.37 ¹
<i>Purchases during 1938</i>	3,910.24	27,763.36	71,381.06	103,054.66
Total	53,433.—	715,978.32	1,726,180.71	2,495,592.03

¹ Exclusive of gifts.

II.

OF THE LIBRARIES (Gold francs)

	Permanent Court of International Justice	International Labour Organisation	Secretariat and Special Organisations	Total
<i>Balance-sheet as at January 1st, 1938:</i>				
Liabilities:				
Depreciation as at Decem- ber 31st, 1937	49,522.76	688,214.96	1,654,799.65	2,392,537.37
<i>Depreciation (1938)</i>	3,908.24	27,762.36	71,380.06	103,050.66
<i>Balance as at December 31st, 1938:</i>				
Assets:				
Books and shelving ¹	53,433.—	715,978.32	1,726,180.71	
Less: depreciation	53,431.—	715,977.32	1,726,179.71	
	2.—	1.—	1.—	4.—
Total	53,433.—	715,978.32	1,726,180.71	2,495,592.03

¹ Exclusive of gifts.

Communicated to the Council and
the Members of the League.]

Official No.: **C. 158. M. 144.** 1940. X.

Geneva, November 4th, 1940.

LEAGUE OF NATIONS

6

SECRETARIAT

INTERNATIONAL LABOUR ORGANISATION
PERMANENT COURT OF INTERNATIONAL JUSTICE

AUDITED ACCOUNTS

FOR THE

TWENTY-FIRST FINANCIAL PERIOD

(1939)

**AND REPORT THEREON BY M. U. A. J. BRUNSKOG,
AUDITOR**

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION OF THE LEAGUE
1940. X. 1. ✓

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Part I

LEAGUE OF NATIONS

1. GENERAL STATEMENT BY THE SECRETARY-GENERAL OF THE ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS.
 2. GENERAL INCOME AND EXPENDITURE BUDGET ACCOUNTS.
 3. WORKING CAPITAL FUND WITH MEMORANDUM ON RECOVERABLE ADVANCES MADE THEREFROM.
 4. RESERVE FUND.
 5. GUARANTEE FUND.
 6. RENOVATION FUND.
 7. FUND FOR THE REDUCTION OF FUTURE CONTRIBUTIONS.
 8. FUND TO COVER EXCHANGE LOSSES.
 9. STATEMENT OF CONTRIBUTIONS.
-

1. — GENERAL STATEMENT BY THE SECRETARY-GENERAL

LIABILITIES

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
(In gold francs as adopted by the League of Nations)				
Working Capital Fund (Schedule, pages 10-11) .	248,043.70	794,347.22	3,778,107.22	4,820,498.14
Reserve Fund (Schedule, page 13)	—	—	7,947,648.21	7,947,648.21
Reserve Fund: International Labour Organisation	—	84,544.87	—	84,544.87
Guarantee Fund (Schedule, page 13)	—	—	2,106,157.97	2,106,157.97
Renovation Fund (Schedule, pages 14-15)	—	—	707,306.53	707,306.53
Fund for the Reduction of Future Contributions (Schedule, pages 14-15)	—	—	—	—
Fund for the Reduction of Future Contributions: States not members of the League of Nations .	—	48,611.02	—	48,611.02
Fund to cover Exchange Losses (Schedule, pages 14-15)	—	—	409,722.77	409,722.77
Devaluation Compensation Fund: States not members of the League of Nations	—	2,030.37	—	2,030.37
Fund to meet Possible Increase in Expenditure due to Currency Depreciation: States not members of the League of Nations	—	28,844.26	—	28,844.26
Library Endowment Fund: Investments Reserve Fund	—	—	137,282.27	137,282.27
Sundry Debtors: States Members (Schedule, pages 16-18)	500,723.60	1,475,680.64	11,521,519.10	13,497,923.34
Sundry Debtors: States not members of the League of Nations	—	694,126.29	—	694,126.29
Extra-budgetary and Suspense Accounts . . .	10,642.28	90,048.16	2,021,033.15	2,121,723.59
Excess Assets over Liabilities	—	2,615,926.93	46,337,153.42	48,953,080.35
	759,409.58	5,834,159.76	74,965,930.64	81,559,499.98

OF THE ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS

ASSETS

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
(In gold francs as adopted by the League of Nations)				
Property at Geneva:				
Estate Account (Schedule, page 42)	—	—	2,150,762.07	2,150,762.07
International Labour Office, <i>less</i> Depreciation Reserve	—	3,410,271.15	—	3,410,271.15
Secretariat and Assembly Hall (Schedule, pages 43-45)	—	—	34,125,494.72	34,125,494.72
Library (Schedule, pages 46-47)	—	—	5,028,362.91	5,028,362.91
Wireless Station, <i>less</i> Depreciation Reserve	—	—	518,707.10	518,707.10
Furniture, Fittings, Typewriters, etc.	2.—	2.—	1.—	5.—
Library (Books and Shelving)	2.—	1.—	1.—	4.—
Sundry Debtors: States Members (Schedule, pages 16-18)	500,723.60	1,475,680.64	11,521,519.10	13,497,923.34
Sundry Debtors: States not members of the League of Nations	—	694,126.29	—	694,126.29
Working Capital Fund: Recoverable Advances (Schedule, pages 10-11)	—	—	705,320.02	705,320.02
Available Funds: (Schedule, page 8)	10,642.28	254,078.68	20,915,762.72	21,180,483.68
Excess Liabilities over Assets	248,039.70	—	—	248,039.70
	759,409.58	5,834,159.76	74,965,930.64	81,559,499.98

STATEMENT OF FUNDS OF THE ORGANISATIONS OF THE LEAGUE OF NATIONS
(In gold francs)

	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
(In gold francs as adopted by the League of Nations)				
Extra-budgetary and Suspense Accounts	10,642.28	90,048.16	2,021,033.15	2,121,723.59
Reserve Fund: International Labour Organisation .	—	84,544.87	—	84,544.87
Devaluation Compensation Fund: States not mem- bers of the League of Nations	—	2,030.37	—	2,030.37
Fund to meet Possible Increase in Expenditure due to Currency Depreciation: States not members of the League of Nations	—	28,844.26	—	28,844.26
Reserve for Reduction of Future Contributions: States not members of the League of Nations . .	—	48,611.02	—	48,611.02
Estate Account (Schedule, page 42)	—	—	853,990.58	853,990.58
Building Fund: Secretariat and Assembly Hall (Schedule, pages 43-45)	—	—	1,859,443.63	1,859,443.63
Library Building Fund (Schedule, pages 46-47) . . .	—	—	546,278.33	546,278.33
Library Endowment Fund (Schedule, pages 46-47) . .	—	—	1,384,625.40	1,384,625.40
Working Capital Fund (Schedule, pages 10-11) . . .	—	—	3,072,787.20	3,072,787.20
Reserve Fund (Schedule, page 13)	—	—	7,947,648.21	7,947,648.21
Guarantee Fund (Schedule, page 13)	—	—	2,106,157.97	2,106,157.97
Renovation Fund (Schedule, pages 14-15)	—	—	707,306.53	707,306.53
Fund to cover Exchange Losses (Schedule, pages 14-15)	—	—	409,722.77	409,722.77
Special Fund created by the 1936 Assembly to meet the Effects of the Devaluation of Certain Cur- rencies	—	—	6,768.95	6,768.95
	10,642.28	254,078.68	20,915,762.72	21,180,483.68

2. INCOME ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

	Income Budget		Contributions received (in gold francs)			Fund for the reduction of future contributions	Total
	Swiss francs	Gold francs	1939	Arrears	Consolidated contributions		
Secretariat	21,000,080.—	14,853,493.70	11,141,866.77	857,034.20	900.20	—	11,999,801.17
International Labour Organisation	8,394,243.—	5,937,302.90	4,453,675.25	342,813.58	360.24	305,137.—	5,101,986.07
Permanent Court of International Justice	2,839,689.—	2,008,530.58	1,506,634.09	118,891.18	121.30	—	1,625,646.57
	32,234,012.—	22,799,327.18	17,102,176.11	1,318,738.96	1,381.74	305,137.—	18,727,433.81

EXPENDITURE ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

	Budget estimates	Budget expenditure	
	Swiss francs	Swiss francs	Gold francs
Secretariat	21,000,080.—	17,207,674.85	12,171,100.85
International Labour Organisation	8,394,243.—	8,336,319.61	5,896,333.29
Permanent Court of International Justice	2,839,689.—	2,649,050.06	1,873,690.27
	32,234,012.—	28,193,044.52	19,941,124.41

**INCOME AND EXPENDITURE ACCOUNT
FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)**

(In gold francs)

	Income	Expenditure	Deficit	To deduct: Special fund created by the 1936 Assembly	Net deficit
Secretariat	11,999,801.17	12,171,100.85	171,299.68	6,768.95	164,530.73
International Labour Organisation	5,101,986.07	5,896,333.29	794,347.22	—	794,347.22
Permanent Court of International Justice	1,625,646.57	1,873,690.27	248,043.70	—	248,043.70
	18,727,433.81	19,941,124.41	1,213,690.60	6,768.95	1,206,921.65

3. — WORKING

The Working Capital Fund, which is regarded as belonging to the States Members of the League in proportion to the contributions which they have made, is primarily applicable to meet temporarily normal requirements of regular organisations of the League which cannot be paid out of income at the time when they are due to be met. Recoverable advances

	Gold francs	
Balance at January 1st, 1939:		
Available funds		3,806,285.49
Advances to Organisations	915,540.26	
Recoverable advances	563,973.95	
		1,479,514.21
		<hr/> 5,285,799.70

RECOVERABLE

	As at January 1st, 1939	
	Gold francs	
High Commissioner at Danzig		20,725.70
Problem raised by the request submitted by the Liberian Government for assistance: Ex- penses of the Mission sent to the Kroo Region		9,900.95
Dispute between Bolivia and Paraguay:		
Total expenditure of the Chaco Commission.	307,894.54	
Less: Amount refunded by Bolivia . .	153,947.27	
		153,947.27
Expenses of the Commission for the Organisation and Supervision of the First Elections in the Sanjak of Alexandretta		379,400.03
		<hr/> 563,973.95

CAPITAL FUND

required for work undertaken by the League may also be made from the Fund if the money is not absorbed for the regular organisations. It is further provided that the advances which are thus made shall be repaid to the Secretary-General—who is the custodian of the Fund—as soon as circumstances permit.

	Gold francs	
Repayment of Working Capital to retiring States Members:		
Italy, Salvador and U.S.S.R.		455,400.61
Government of Liberia:		
Adjustment of amount due in respect of expenses of the Mission sent to the Kroo Region		9,900.95
Balance at December 31st, 1939:		
Advances to Organisations during 1939:		
Secretariat	171,299.68	
International Labour Organisation . .	794,347.22	
Permanent Court of International Justice	248,043.70	
Recoverable advances (Schedule—see below).	534,020.34	
Available funds	1,747,710.94 3,072,787.20	4,820,498.14
		5,285,799.70

ADVANCES

Advances during year	Refunds during year	As at December 31st, 1939
Gold francs	Gold francs	Gold francs
37,571.44	58,297.14	—
—	9,900.95	—
—	—	153,947.27
673.04	—	380,073.07
38,244.48	68,198.09	534,020.34

MEMORANDUM ON RECOVERABLE ADVANCES MADE FROM THE WORKING
CAPITAL FUND

I. *Dispute between Bolivia and Paraguay: Expenses of the Chaco Commission.*

On July 3rd, 1933, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General to advance from the Working Capital Fund a sum not exceeding 200,000 Swiss francs for the expenses of the Commission.

“ It instructs the Secretary-General to make all necessary arrangements, financial and others, for the working of the Commission and to provide it with such staff as he considers necessary.

“ It further instructs him to enter into negotiations with the Governments concerned with a view to the repayment of the expenditure involved.”

(74th Session, Minute 3304.)

On January 20th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, additionally to the sum mentioned in the Council's decision of July 3rd, 1933, a sum not exceeding 100,000 Swiss francs for the maintenance of the Commission on the spot.”

(78th Session, Minute 3398.)

On May 19th, 1934, the Council adopted the following resolution:

“ The Council authorises the Secretary-General to advance from the Working Capital Fund, in addition to the sums mentioned in the Council's decisions of July 3rd, 1933, and January 20th, 1934, a further amount not exceeding 15,000 francs for the expenses of the Chaco Commission.”

(79th Session, Minute 3421.)

2. *Question of Alexandretta: Expenses of the Commission appointed to organise and supervise the First Elections in the Sanjak.*

On September 29th, 1937, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, in accordance with the terms of Article 33 of the Financial Regulations, to draw upon the Working Capital Fund to an amount not exceeding 700,000 Swiss francs to meet the expenses of the work of the Commission provided for in the aforesaid resolution, on the understanding that all sums so advanced shall be repaid by the French Government and the Turkish Government in equal proportions.

“ And recommends that the repayment of the sums advanced be made from time to time during the continuance of the work of the Commission.”

(99th Session, Minute 3950.)

On May 14th, 1938, the Council adopted the following resolution:

“ The Council:

“ Authorises the Secretary-General, in accordance with Article 33 of the Financial Regulations, to draw on the Working Capital Fund to an amount not exceeding 1,000,000 Swiss francs, instead of 700,000 Swiss francs, as provided in its resolution of September 29th, 1937, to meet the expenses of the Commission appointed to supervise the first elections in the Sanjak of Alexandretta;

“ Notes that the Governments of France and Turkey undertake to repay the sums thus advanced by the Secretary-General in equal proportions from time to time during the continuance of the work of the Commission.”

(101st Session, Minute 4054.)

4. — RESERVE FUND

The Reserve Fund, set up in 1935, is constituted by the sums which are received from Members of the League in respect of financial periods anterior by two or more years to the current financial period and any other sums which the Assembly may cause to be paid into it.

	Swiss francs	Gold francs		Swiss francs	Gold francs
Balance as at January 1st, 1939:			Allocation to Staff Pensions Fund	494,274.—	349,603.22
Available funds	10,585,931.40	7,487,498.34	Balance as at December 31st, 1939:		
Allocation from arrears of contributions received during the Twenty-first Financial Period ended December 31st, 1939	157,189.30	111,181.02	Available funds	11,236,497.73	7,947,648.21
Allocation from Guarantee Fund	566,177.75	400,461.22			
Allocation from Fund for reduction of future contributions	421,473.28	298,110.85			
	11,730,771.73	8,297,251.43		11,730,771.73	8,297,251.43

5. — GUARANTEE FUND

The Guarantee Fund was created in 1935 to enable the Assembly, where it considers it to be probable that the actual expenditure under a chapter of a part of the budget may be less than the total amount which it is desirable to vote, to direct that part only of the total amount of the chapter shall be collected from the Members of the League and that the balance, if it should become necessary to spend it, shall be provided from the Guarantee Fund. The Fund is alimented by the sums which the Assembly shall decide to have paid into it.

	Swiss francs	Gold franc		Swiss francs	Gold francs
Balance as at January 1st, 1939:			Allocation to Reserve Fund	566,177.75	400,461.22
Available funds	3,543,893.75	2,506,619.19	Balance as at December 31st, 1939: Available funds	2,977,716.—	2,106,157.97
	3,543,893.75	2,506,619.19		3,543,893.75	2,506,619.19

6. — RENOVATION

The Renovation Account, an extra-budgetary account set up in 1937, can be used, subject to the previous decision of the Assembly, for meeting the cost of repairs and especially of extensive renovations to buildings.

	Swiss francs	Gold francs
Balance as at January 1st, 1939: Available funds	1,000,000.—	707,306.53
	1,000,000.—	707,306.53

7. — FUND FOR THE REDUCTION

The Assembly, at its nineteenth ordinary session (1938), decided to set aside the sum of 1,060,209.78 gold francs to be used for the reduction of future contributions from States Members.

	Swiss francs	Gold francs
Balance as at January 1st, 1939: Available funds	1,498,939.60	1,060,209.78
	1,498,939.60	1,060,209.78

8. — FUND TO COVER

The Assembly, at its nineteenth ordinary session (1938), decided to set aside the sum of 393,419.36 gold francs, profits on realisation of investments, to meet any losses in future years due to differences of exchange. With the approval of the Assembly, this account may also be used to make good any losses on investments.

	Swiss francs	Gold francs
Balance as at January 1st, 1939: Available funds	557,058.87	394,011.33
Net receipts during 1939	22,212.94	15,711.44
	579,271.81	409,722.77

FUND

	Swiss francs	Gold francs
Balance as at December 31st, 1939: Available funds	1,000,000.—	707,306.53
	1,000,000.—	707,306.53

OF FUTURE CONTRIBUTIONS

	Swiss francs	Gold francs
Allocation to the International Labour Office .	431,407.—	305,137.—
Allocation to the Staff Pensions Fund	520,000.—	367,799.38
Allocation to the Working Capital Fund:		
Deficit for 1938	126,059.32	89,162.55
Allocation to the Reserve Fund	421,473.28	298,110.85
	1,498,939.60	1,060,209.78

EXCHANGE LOSSES

	Swiss francs	Gold francs
Balance as at December 31st, 1939: Available funds	579,271.81	409,722.77
	579,271.81	409,722.77

9. — STATEMENT OF CONTRIBUTIONS

CONTRIBUTIONS FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

States (French alphabetical order)	Net contribution payable for 1939	Paid	Cancelled	Balances due as at December 31st, 1939.	Equivalent in Swiss francs as at December 31st, 1939
	Gold francs	Gold francs	Gold francs	Gold francs	Swiss francs
1. Afghanistan	22,265.80	16,699.30	—	5,566.50	7,869.98
2. Union of South Africa	356,253.25	356,253.25	—	—	—
3. Albania	22,265.80	—	—	22,265.80	31,479.70
4. Argentine	512,114.05	—	—	512,114.05	724,034.10
5. Australia	512,114.05	512,114.05	—	—	—
6. Belgium	423,050.70	318,287.94	—	104,762.76	148,115.10
7. Bolivia	44,531.70	44,531.70	—	—	—
8. United Kingdom . . .	2,404,709.25	2,404,709.25	—	—	—
9. Bulgaria	89,063.30	—	—	89,063.30	125,918.95
10. Canada	779,303.90	779,303.90	—	—	—
11. Chile	178,126.60	—	89,063.30	89,063.30	125,918.95
12. China	935,164.70	—	—	935,164.70	1,322,149.10
13. Colombia	111,329.10	10,964.51	—	100,364.59	141,896.90
14. Cuba	111,329.10	—	—	111,329.10	157,398.65
15. Denmark	267,189.95	267,189.95	—	—	—
16. Dominican Republic .	22,265.80	22,265.80	—	—	—
17. Egypt	272,279.41	272,279.41	—	—	—
18. Ecuador	22,265.80	5,433.74	—	16,832.06	23,797.40
19. Spain	890,633.10	—	—	890,633.10	1,259,189.70
20. Estonia	66,797.50	50,097.99	—	16,699.51	23,610.—
21. Ethiopia	44,531.70	—	44,531.70	—	—
22. Finland	222,658.25	222,658.25	—	—	—
23. France	1,781,266.10	1,781,266.10	—	—	—
24. Greece	155,860.80	—	—	155,860.80	220,358.20
25. Haiti	22,265.80	22,265.80	—	—	—
26. Hungary	178,126.60	178,126.60	—	—	—
27. India	1,091,025.50	1,091,025.50	—	—	—
28. Iraq	66,797.50	66,797.50	—	—	—
29. Iran	111,329.10	1,915.57	—	109,413.53	154,690.40
30. Ireland	222,658.25	222,658.25	—	—	—
31. Italy	1,259,086.75	1,259,086.75	—	—	—
32. Latvia	66,797.50	66,797.50	—	—	—
33. Liberia	22,265.80	—	—	22,265.80	31,479.70
34. Lithuania	89,063.30	22,265.83	66,797.47	—	—
35. Luxemburg	22,265.80	22,265.80	—	—	—
36. Mexico	289,455.75	—	—	289,455.75	409,236.65
37. Norway	200,392.45	200,392.45	—	—	—
38. New Zealand	178,126.60	133,594.92	—	44,531.68	62,959.49
39. Panama	22,265.80	—	—	22,265.80	31,479.70
40. Netherlands	534,379.85	534,379.85	—	—	—
41. Peru	111,329.10	—	—	111,329.10	157,398.65
42. Poland	712,506.45	281,875.59	—	430,630.86	608,832.05
43. Portugal	178,126.60	178,126.60	—	—	—
44. Roumania	423,050.70	141,461.31	—	281,589.39	398,115.10
45. Salvador	13,481.55	13,481.55	—	—	—
46. Sweden	423,050.70	423,050.70	—	—	—
47. Switzerland	378,519.05	378,519.05	—	—	—
48. Czecho-Slovakia . . .	556,645.65	—	556,645.65	—	—
49. Thailand	133,594.95	133,594.95	—	—	—
50. Turkey	222,658.25	111,329.13	—	111,329.12	157,398.70
51. U.S.S.R.	2,092,987.70	2,092,987.70	—	—	—
52. Uruguay	89,063.30	—	—	89,063.30	125,918.95
53. Venezuela	89,063.30	89,063.30	—	—	—
54. Yugoslavia	378,519.05	—	—	378,519.05	535,155.60
Cash surplus, 1937	20,426,268.41 2,373,058.77	14,729,117.34 2,373,058.77	757,038.12	4,940,112.95	6,984,401.72
Total	22,799,327.18	17,102,176.11	757,038.12	4,940,112.95	6,984,401.72

**STATEMENT OF CONSOLIDATED CONTRIBUTIONS PAYABLE OVER A PERIOD
OF FROM TEN TO FORTY-FIVE YEARS**

States	Financial period	Amounts outstanding as at January 1st, 1939	Instalments due in 1939	Paid	Cancelled	Balances unpaid as at December 31st, 1939	Equivalent in Swiss francs as at December 31st, 1939
		Gold francs	Gold francs	Gold francs	Gold francs	Gold francs	Swiss francs
1. Albania . .	1936-1937	36,000.—	3,000.—	218.67	35,781.33	—	—
2. Bolivia . .	{ 1929-1933 1935 }	167,246.77 ¹	—	—	—	167,246.77	236,455.85
3. Bulgaria . .	1933-1935	140,614.95	23,435.80	—	—	140,614.95	198,803.45
4. China . . .	1922-1930	5,566,445.98	388,356.69 ²	—	—	5,566,445.98	7,869,920.25
5. Cuba . . .	1930-1934	271,457.37	67,864.30 ³	33,932.15	—	237,525.22	335,816.55
6. Dominican Republic	1936-1937	36,000.—	2,000.—	2,000.—	—	34,000.—	48,069.60
7. Honduras . .	1920-1934	81,305.05	9,033.90 ³	4,516.95	—	76,788.10	108,564.05
8. Hungary . .	1933-1935	246,320.12	35,188.55	35,188.55	—	211,131.57	298,500.69
9. Liberia . . .	1932-1936	28,307.70	1,572.65	—	—	28,307.70	40,021.80
10. Nicaragua . .	1934-1937	23,491.60	1,305.10	1,305.10	—	22,186.50	31,367.55
11. Peru . . .	1929-1934	904,281.74	25,118.95	25,118.95	—	879,162.79	1,242,972.75
12. Uruguay . .	1930-1934	177,878.43	20,926.90 ³	10,463.45	—	167,414.98	236,693.70
Total . . .		7,679,349.71	577,802.84	112,743.82	35,781.33	7,530,824.56	10,647,186.24

¹ Amount payable in ten equal annual instalments as from the year 1940.

² The payment of this amount, representing the instalments for 1937, 1938 and 1939, is suspended by decisions of the Assemblies of 1938 and 1939.

³ Instalments for 1938 and 1939.

CONTRIBUTIONS IN ARREARS

States	Financial period	Amounts due as at January 1st, 1939	Paid	Cancelled	Balances due as at December 31st, 1939	Equivalent in Swiss francs as at December 31st, 1939
		Gold francs	Gold francs	Gold francs	Gold francs	Swiss francs
1. Austria . .	1938	222,889.80	—	175,869.21	47,020.59	66,478.40
2. Bolivia . .	1938	44,577.95	44,577.95	—	—	—
3. China . . .	1938	936,137.10	565,340.70	370,796.40	—	—
4. Cuba . . .	1938	111,444.90	1,292.74	—	110,152.16	155,734.70
5. Ecuador . .	1936-1938	74,126.50	—	—	74,126.50	104,801.10
6. Spain . . .	1937-1938	1,352,867.44	—	1,352,867.44	—	—
7. Ethiopia . .	1935-1938	154,627.82	—	154,627.82	—	—
8. Greece . . .	1937-1938	219,051.43	87,620.42	—	131,431.01	185,819.—
9. Haiti . . .	1938	22,288.95	22,288.95	—	—	—
10. Honduras . .	1938	11,602.45	11,602.45	—	—	—
11. Iraq . . .	1938	66,866.95	66,866.95	—	—	—
12. Iran . . .	1938	111,444.90	111,444.90	—	—	—
13. Liberia . .	1938	41.08	41.08	—	—	—
14. Lithuania . .	1938	44,577.95	44,577.95	—	—	—
15. Mexico . . .	1938	289,756.70	—	—	289,756.70	409,662.15
16. Panama . .	1936-1938	63,949.37	—	—	63,949.37	90,412.55
17. Paraguay . .	{ 1920-1922 1927 1929-1937 }	271,298.72 ¹	—	—	271,298.72	383,565.95
18. Roumania . .	1938	26,292.03	26,292.03	—	—	—
19. Salvador . .	1938	8,345.14	8,345.14	—	—	—
20. Czecho-Slovakia	1938	139,306.13	—	139,306.13	—	—
21. Turkey . . .	1938	151,964.99	151,964.99	—	—	—
22. Uruguay . .	1938	89,155.90	89,155.90	—	—	—
23. Yugoslavia . .	1938	133,880.53	94,629.75	—	39,250.78	55,493.23
Total . . .		4,546,494.73	1,326,041.90	2,193,467.—	1,026,985.83	1,451,967.08

¹ Until February 24th, 1937.

SUMMARY OF CONTRIBUTIONS UNPAID AS AT DECEMBER 31ST, 1939

	Amount outstanding as at December 31st, 1939 Gold francs
Twenty-first financial period (1939)	4,940,112.95
Consolidated contributions	7,530,824.56
Arrears contributions	1,026,985.83
Total	<u>13,497,923.34</u>

Part II.

SECRETARIAT

1. INCOME AND EXPENDITURE BUDGET ACCOUNTS.
 2. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL: EXTRACTS FROM REPORTS AND RESOLUTIONS TAKEN BY THE COUNCIL.
 3. TRANSFERS.
 4. STATEMENT OF ASSETS AND LIABILITIES.
 5. ESTATE ACCOUNT.
 6. SECRETARIAT AND ASSEMBLY HALL: BUILDING FUND ACCOUNT.
 7. LIBRARY: BUILDING FUND ACCOUNT.
 8. LIBRARY ENDOWMENT FUND.
 9. EXTRA-BUDGETARY AND SUSPENSE ACCOUNTS.
-

1. — INCOME ACCOUNT FOR THE

	Income budget	
	Swiss francs	Gold francs
Secretariat	16,188,063.—	} 14,853,493.70
Permanent Central Opium Board	126,399.—	
International Assistance to Refugees	269,500.—	
Buildings at Geneva	1,584,000.—	
Pensions	1,710,118.—	
Settlement of Assyrians of Iraq	150,000.—	
High Commissioner of the League at Danzig	72,000.—	
New York World's Fair; Participation of the League	900,000.—	
	21,000,080.—	14,853,493.70

EXPENDITURE ACCOUNT FOR THE

	Budget estimate
	Swiss francs
Secretariat	16,188,063.—
Permanent Central Opium Board	126,399.—
International Assistance to Refugees	269,500.—
Buildings at Geneva	1,584,000.—
Pensions	1,710,118.—
Settlement of Assyrians of Iraq	150,000.—
High Commissioner of the League at Danzig	72,000.—
New York World's Fair; Participation of the League	900,000.—
	21,000,080.—

TWENTY-FIRST FINANCIAL PERIOD (1939)

Contributions received (in gold francs)			
1939	Arrears	Consolidated contributions	Total
11,141,866.77	857,034.20	900.20	11,999,801.17
11,141,866.77	857,034.20	900.20	11,999,801.17

TWENTY-FIRST FINANCIAL PERIOD (1939)

Budget expenditure ¹	
Swiss francs	Gold francs
12,498,431.85	12,171,100.85
92,806.85	
269,500.—	
1,576,303.50	
1,710,118.—	
88,514.65	
72,000.—	
900,000.—	
17,207,674.85	12,171,100.85

¹ Schedules, pages 23-24.

INCOME AND EXPENDITURE ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

	Income	Expenditure	Deficit	To deduct	Net deficit
				Special fund created by the 1936 Assembly	
	Gold francs	Gold francs	Gold francs	Gold francs	Gold francs
Secretariat	} 11,999,801.17	12,171,100.85	171,299.68	6,768.95	164,530.73
Permanent Central Opium Board					
International Assistance to Refugees					
Buildings at Geneva					
Pensions					
Settlement of Assyrians of Iraq					
High Commissioner of the League at Danzig	11,999,801.17	12,171,100.85	171,299.68	6,768.95	164,530.73
New York World's Fair; Participation by the League					

EXPENDITURE BUDGET ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD

A. GENERAL SUMMARY (in Swiss francs)

Part I. — Secretariat.

	Allotted	Expended
Chapter I.		
<i>Assembly, Council, Conferences and Committees</i>	2,180,662.—	630,090.—
Chapter II.		
<i>Investigations, Enquiries and Liaison</i>	2,398,751.—	1,215,619.60
Chapter III.		
<i>Salaries and General Services</i>	11,688,800.—	10,813,229.10
Chapter IV.		
<i>Work covered by Special Grants (see Schedule, page 27)</i>	—	—
Chapter V.		
<i>Loss on Exchange</i>	100,000.—	40,871.50
<i>Deduct: Profit on exchange</i>	100,000.—	29,119.37
	<hr/>	<hr/>
		11,752.13
Chapter VI.		
<i>Supervision of Revenue and Expenditure</i>	53,700.—	37,178.90
Chapter VII.		
<i>Permanent Equipment, etc.</i>	173,650.—	91,675.88
	<hr/>	<hr/>
	16,495,563.—	12,799,545.61
Less:		
Revenue (see Schedule, page 28)	307,500.—	301,113.76
TOTAL: Secretariat	<hr/>	<hr/>
	16,188,063.—	12,498,431.85
Difference between budgetary allotment and actual expenditure		<hr/>
		3,689,631.15
	<hr/>	<hr/>
	16,188,063.—	16,188,063.—
Part IV. — Permanent Central Opium Board (Schedule, page 34)	126,399.—	92,806.85
Difference between budgetary allotment and actual expenditure		<hr/>
		33,592.15
	<hr/>	<hr/>
	126,399.—	126,399.—
Part V. — International Assistance to Refugees (lump sum)	269,500.—	269,500.—
	<hr/>	<hr/>
Part VI. — Buildings at Geneva.		
<i>Terminable annuity</i>	1,375,000.—	1,375,000.—
<i>Wireless Station: Trading account and technical work</i>	209,000.—	201,303.50
	<hr/>	<hr/>
	1,584,000.—	1,576,303.50
Difference between budgetary allotment and actual expenditure		<hr/>
		7,696.50
	<hr/>	<hr/>
	1,584,000.—	1,584,000.—
Part VII. — Pensions (Schedule, page 34)	1,710,118.—	1,710,118.—
Part VIII. — Settlement of the Assyrians of Iraq	150,000.—	88,514.65
Difference between budgetary allotment and actual expenditure		<hr/>
		61,485.35
	<hr/>	<hr/>
	150,000.—	150,000.—

	Allotted	Expended
Part X. — High Commissioner of the League at Danzig	<u>72,000.—</u>	<u>72,000.—</u>
Part XI. — New York World's Fair: Participation of the League . . .	<u>900,000.—</u>	<u>900,000.—</u>
Total Secretariat.	21,000,080.—	17,207,674.85
Difference between budgetary allotment and actual expenditure . .	<u>21,000,080.—</u>	<u>3,792,405.15</u> <u>21,000,080.—</u>

B. SUMMARY OF ITEMS

Section I

CHAPTER I. — ASSEMBLY, COUNCIL, CONFERENCES AND COMMITTEES

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Assembly:			
Session (Schedule A, page 28)	230,000.—	230,000.—	60,143.50
2. Council:			
(a) Sessions	36,000.—	36,000.—	4,367.30
(b) Council printing and <i>Official Journal</i> . .	119,000.—	119,000.—	33,030.95
(c) Unforeseen expenditure:			
(i) Political (Schedule B, page 28). .	500,000.—	500,000.—	88,843.15
(ii) Extraordinary—financial and economic	100,000.—	100,000.—	—
Total of Item 2	<u>755,000.—</u>	<u>755,000.—</u>	<u>126,241.40</u>
3. Conferences:			
A. Sessions:			
(a) Economic Relations	—	—	—
(b) Monetary and Economic Conference	315,000.—	315,000.—	—
(c) Reduction of Armaments	500,000.—	500,000.—	337.90
(d) Opium (Preparatory work for a future Conference on the limitation of poppy cultivation and the production of raw opium) .	24,000.—	24,000.—	10,550.45
(e) Transit	13,500.—	13,500.—	—
(h) Protection of national and historic treasures	1,400.—	1,400.—	—
(i) European Conference on Rural Life	24,750.—	24,750.—	2,931.10
(j) Intergovernmental Conference of American Countries on Rural Hygiene	36,000.—	36,000.—	—
Total of A	<u>914,650.—</u>	<u>914,650.—</u>	<u>13,819.45</u>
B. Printing for the Sessions:			
(a) Economic Relations	—	—	—
(b) Monetary and Economic Conference	85,000.—	85,000.—	—
(c) Opium (Preparatory work for a future Conference on the limitation of poppy cultivation and the production of raw opium) .	12,000.—	12,000.—	—
(d) Transit	12,500.—	12,500.—	—
(g) Protection of national and historic treasures	600.—	600.—	—
(i) European Conference on Rural Life	50,250.—	50,250.—	42,760.85
(j) Intergovernmental Conference of American Countries on Rural Hygiene	15,500.—	15,500.—	—
Total of B	<u>175,850.—</u>	<u>175,850.—</u>	<u>42,760.85</u>
Total of Item 3	<u>1,090,500.—</u>	<u>1,090,500.—</u>	<u>56,580.30</u>

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
4. Committees :			
A. Sessions in respect of:			
(a) Financial Section and Economic Intelligence Service	129,870.—	129,870.—	42,635.55
(b) Economic Relations	141,056.—	141,056.—	36,863.10
(c) Mandates	79,646.—	79,646.—	30,467.05
(d) Transit	77,600.—	77,600.—	32,871.35
(e) Health	169,095.—	169,095.—	62,616.25
(f) Opium	17,500.—	17,500.—	5,539.85
(g) Social Questions	18,300.—	18,300.—	9,147.20
(h) Reduction of Armaments	1,000.—	1,000.—	—
(i) Intellectual Co-operation	83,500.—	83,500.—	40,606.75
(j) Slavery	9,820.—	9,820.—	—
(k) European Union	94,000.—	94,000.—	—
(l) Nutrition	43,000.—	43,000.—	23,280.95
(m) Committee of experts on the legal position of women in different countries of the world	40,000.—	40,000.—	24,874.75
Total of A	<u>904,387.—</u>	<u>904,387.—</u>	<u>308,902.80</u>
B. Printing for the sessions:			
(a) Amendments to Covenant	—	—	—
(b) Financial Section and Economic Intelligence Service	19,250.—	19,250.—	6,246.40
(c) Economic Relations	23,000.—	23,000.—	8,851.30
(d) Mandates	34,000.—	34,000.—	12,076.50
(e) Transit	17,500.—	17,500.—	7,917.45
(f) Opium	35,000.—	35,000.—	23,492.70
(g) Social Questions	22,900.—	22,900.—	16,111.70
(h) Reduction of Armaments	500.—	500.—	—
(i) Intellectual Co-operation	7,500.—	7,500.—	2,777.95
(j) Slavery	5,500.—	5,500.—	—
(k) European Union	34,125.—	34,125.—	—
(l) Nutrition	1,500.—	1,500.—	748.—
Total of B	<u>200,775.—</u>	<u>200,775.—</u>	<u>78,222.—</u>
Total of Item 4	<u>1,105,162.—</u>	<u>1,105,162.—</u>	<u>387,124.80</u>
TOTAL OF CHAPTER I	<u>3,180,662.—</u>	<u>3,180,662.—</u>	<u>630,090.—</u>
Less: Lump-sum deduction	1,000,000.—	1,000,000.—	—
NET TOTAL OF CHAPTER I	<u>2,180,662.—</u>	<u>2,180,662.—</u>	<u>630,090.—</u>

CHAPTER II. — INVESTIGATIONS, ENQUIRIES AND LIAISON

A. INVESTIGATIONS AND ENQUIRIES :

5. Miscellaneous Enquiries and Liaison :

(a) Economic Relations (studies, investigations and temporary collaborators)	33,000.—	33,000.—	—
(b) Transit (settlement of disputes)	20,000.—	20,000.—	—
(c) Conference of Government Press Bureaux and of Press Representatives; Co-operation of the Secretariat	500.—	500.—	—
(e) Traffic in women: Eastern Bureau: Study mission	1.—	1.—	—

6. International Health Organisation :

(a) Contribution to Eastern Bureau	125,000.—	125,000.—	125,000.—
(b) International biological standardisation	50,000.—	65,000.—	65,000.—
(c) Investigations, technical enquiries and special studies	41,950.—	33,950.—	15,326.—
(d) Liaison between the various national health services	30,000.—	23,000.—	1,954.20
Carried forward	<u>300,451.—</u>	<u>300,451.—</u>	<u>207,280.20</u>

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward.</i>	300,451.—	300,451.—	207,280.20
B. LIAISON :			
8. Correspondents, Temporary Collaborators and Research Students:			
(a) Correspondents	70,000.—	70,000.—	29,222.30
(b) Temporary collaborators:			
(i) Salaries	90,000.—	90,000.—	35,424.60
(ii) Travelling expenses	40,000.—	40,000.—	4,347.90
(c) Research students	45,000.—	45,000.—	—
9. Technical Collaboration:			
(a) China	1,500,000.—	1,500,000.—	844,481.60 ¹
(b) Latin America	100,000.—	100,000.—	4,741.90
(c) Contribution to the International Centre for Leprosy Research at Rio de Janeiro	50,000.—	50,000.—	19,006.—
10. Travelling Expenses of Officials (Schedule C, page 29)	253,300.—	253,300.—	71,115.10
TOTAL OF CHAPTER II	2,448,751.—	2,448,751.—	1,215,619.60
Less: Lump-sum deduction.	50,000.—	50,000.—	—
NET TOTAL OF CHAPTER II	2,398,751.—	2,398,751.—	1,215,619.60
CHAPTER III. — SALARIES AND GENERAL SERVICES			
11. Salaries :			
Salaries, wages and allowances (Schedule D, pages 29-30)	9,667,822.—	8,297,822.—	7,926,827.75
12. Staff Expenses :			
(a) Entertainment allowances: general fund	26,400.—	26,400.—	3,150.35
(b) Contribution to Staff Provident Fund .	15,000.—	15,000.—	13,649.40
(c) Special staff charges (Schedule E, page 31)	102,940.—	1,472,940.—	1,441,285.05
(d) Removal expenses (Schedule F, page 31)	119,500.—	158,000.—	149,823.40
(e) Travelling expenses of officials returning home on leave (Schedule G, page 31)	133,500.—	100,000.—	43,611.35
(f) Travelling expenses of families of officials proceeding home on leave	75,000.—	70,000.—	22,729.60
Total of Item 12	472,340.—	1,842,340.—	1,674,249.15
13. Office Expenses :			
(a) Maintenance at Geneva (Schedule H, pages 31-32)	588,100.—	588,100.—	434,060.15
(b) Maintenance of branch offices (Schedule I, page 32)	64,303.—	64,303.—	35,985.20
(c) General office expenses (Schedule J, page 32)	445,990.—	445,990.—	323,376.95
(d) Miscellaneous:			
(i) Publicity, etc., of the Sales De- partment	35,000.—	35,000.—	16,757.70
(ii) Miscellaneous expenses of the special organisations (Schedule K, page 32)	15,340.—	15,340.—	7,538.10
(iii) Unpaid Liabilities Fund	15,000.—	15,000.—	1,815.50
(e) Unforeseen of the Secretariat	40,000.—	40,000.—	8,031.25
Total of Item 13	1,203,733.—	1,203,733.—	827,564.85

¹ See pages 58-59, Suspense account—Technical collaboration with China.

CHAPTER III. — SALARIES AND GENERAL SERVICES (continued)

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
14. Printing :			
A. General:			
(a) Internal Administration	8,000.—	8,000.—	3,901.55
(b) Library	5,000.—	5,000.—	4,063.60
(c) Information Section	56,500.—	56,500.—	27,856.80
(e) Minorities	5,000.—	5,000.—	153.85
(f) Transit	—	—	—
(g) Health	4,000.—	4,000.—	3,071.30
(h) Penal Administration	350.—	350.—	—
(i) Films, photographs, postcards, etc.	89,200.—	89,200.—	48,590.80
(j) Purchase of reports of Mandatory Powers	6,000.—	6,000.—	3,813.60
(k) Reprints for the Publications De- partment	10,000.—	10,000.—	—
Total of A	<u>184,050.—</u>	<u>184,050.—</u>	<u>91,451.50</u>
B. Periodicals:			
(a) <i>Treaty Series</i>	107,500.—	107,500.—	65,484.50
(b) <i>Monthly Summary</i>	80,000.—	80,000.—	49,739.10
(c) Financial and Trade publications.	121,100.—	121,100.—	104,604.55
(d) Health Section publications . . .	86,755.—	86,755.—	70,363.85
(e) <i>Armaments Statistical Year-books</i> .	30,000.—	30,000.—	2,023.95
(f) <i>Aims, Methods and Activity of the League</i>	—	—	—
(g) <i>Bulletin of League of Nations Teaching</i>	4,000.—	4,000.—	292.55
(h) <i>Handbook of International Organi- sations.</i>	—	—	—
(i) <i>Bulletin of Information on the Work of International Organisations</i> . .	6,500.—	6,500.—	627.35
(j) <i>Review of Social Questions</i> . . .	25,000.—	25,000.—	—
Total of B	<u>460,855.—</u>	<u>460,855.—</u>	<u>293,135.85</u>
Total of Item 14	<u>644,905.—</u>	<u>644,905.—</u>	<u>384,587.35</u>
TOTAL OF CHAPTER III	<u>11,988,800.—</u>	<u>11,988,800.—</u>	<u>10,813,229.10</u>
Less: Lump sum deduction	<u>300,000.—</u>	<u>300,000.—</u>	<u>—</u>
	<u>11,688,800.—</u>	<u>11,688,800.—</u>	<u>10,813,229.10</u>

CHAPTER IV. — WORK COVERED BY SPECIAL GRANTS

	Appropriation	Expenditure
i. Financial Section and Economic Intelligence Service:		
(a) Publication of "Banking and Monetary Laws"	1,131.05	1,131.05
(b) Expenses of the Fiscal Committee in its study of inter- national taxation problems	38,048.75	38,048.75
(c) Analytical research work	106,848.05	106,848.05
<i>Grants by the Rockefeller Foundation.</i>		
TOTAL OF CHAPTER IV	<u>146,027.85</u>	<u>146,027.85</u>

CHAPTER VI. — SUPERVISION OF REVENUE AND EXPENDITURE

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
19. Auditor's Travelling and Subsistence Allow- ance	11,000.—	11,000.—	7,718.90
20. Supervisory Commission	21,700.—	21,700.—	19,876.—
21. Committee on Allocation of Expenses . . .	15,000.—	15,000.—	4,943.25
22. Contributions Committee	6,000.—	6,000.—	4,640.75
TOTAL OF CHAPTER VI	<u>53,700.—</u>	<u>53,700.—</u>	<u>37,178.90</u>

CHAPTER VII. — PERMANENT EQUIPMENT, ETC.

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
23. Furniture and Equipment	75,000.—	75,000.—	5,833.35
24. Library (Schedule L, page 33)	98,650.—	98,650.—	85,842.53
TOTAL OF CHAPTER VII	<u>173,650.—</u>	<u>173,650.—</u>	<u>91,675.88</u>

* * *

REVENUE

(a) Sale of publications	260,000.—	260,000.—	257,784.66
(b) Sale of photographs, postcards and cinema- tograph films	20,000.—	20,000.—	422.—
(c) Miscellaneous cash receipts	26,500.—	26,500.—	42,047.45
(d) Interest earned	1,000.—	1,000.—	859.65
TOTAL OF REVENUE	<u>307,500.—</u>	<u>307,500.—</u>	<u>301,113.76</u>

C. SCHEDULES

SCHEDULE A TO CHAPTER I, ITEM I. — *Session of the Assembly.*

1. Salaries of additional temporary clerical and house staff	62,700.—	62,700.—	1,680.35
2. Overtime payments of permanent staff	4,500.—	4,500.—	—
3. Travelling expenses and subsistence allowances	10,700.—	10,700.—	—
5. Special printing	134,100.—	134,100.—	57,906.25
6. Cables, telegrams and telephones	2,000.—	2,000.—	—
7. Supplies and stores	4,000.—	4,000.—	—
8. Automobile and cyclist service	2,000.—	2,000.—	128.50
9. Incidental expenses	10,000.—	10,000.—	428.40
Total of Item 1	<u>230,000.—</u>	<u>230,000.—</u>	<u>60,143.50</u>

SCHEDULE B TO CHAPTER I, ITEM 2 (c). — *Unforeseen Expenditure.*

	Appropriation voted by the Council	Actual Expenditure
A. Political expenditure: ¹		
1. Situation in Spain: Withdrawal of non- Spanish combatants: Expenses of the International Commission	125,000.—	88,843.15
	<u>125,000.—</u>	<u>88,843.15</u>

¹ See note, page 35.

SCHEDULE C TO CHAPTER II, ITEM 10. — *Investigations, Enquiries and Liaison. — Travelling expenses of officials.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) General Organisation and Internal Administration Services	143,404.—	143,404.—	40,118.75
(b) Minorities	13,000.—	13,000.—	—
(c) Financial Section and Economic Intelligence Service	26,000.—	26,000.—	17,098.35
(d) Economic Relations	7,250.—	7,250.—	37.50
(e) Mandates	8,140.—	8,140.—	621.15
(f) Transit	14,784.—	14,784.—	6,219.85
(g) Health	10,000.—	10,000.—	4,443.50
(h) Opium	3,200.—	3,200.—	480.95
(i) Social Questions	6,750.—	6,750.—	948.30
(j) Reduction of Armaments	2,000.—	2,000.—	—
(k) Intellectual Co-operation	13,000.—	13,000.—	1,146.75
(l) Slavery	1,272.—	1,272.—	—
(m) European Union	4,500.—	4,500.—	—
Total of Item 10	253,300.—	253,300.—	71,115.10

SCHEDULE D TO CHAPTER III, ITEM 11. — *Salaries, Wages and Allowances.*

I. *General Organisation.*

Secretary-General	90,000.—	90,000.—	90,000.—
Secretary-General's Office	66,600.—	36,600.—	32,022.50
Deputy Secretary-General	60,000.—	35,000.—	35,000.—
Deputy Secretary-General's Office	25,650.—	—	—
Deputy Secretary-General	60,000.—	60,000.—	60,000.—
Deputy Secretary-General's Office	35,650.—	35,650.—	35,649.60
Under-Secretary-General	60,000.—	60,000.—	55,916.55
Under-Secretary-General's Office	33,146.—	33,146.—	33,145.35
Under-Secretary-General	60,000.—	60,000.—	60,000.—
Under-Secretary-General's Office	27,129.—	12,129.—	9,128.55
Under-Secretary-General	60,000.—	60,000.—	56,666.65
Central Section	77,454.—	77,454.—	77,323.—
Attached to Principal Officers	122,165.—	82,165.—	81,190.60
Political Section	333,811.—	248,811.—	247,918.80
Information Section	589,032.—	494,032.—	486,013.25
Legal Adviser's Branch	321,240.—	221,240.—	208,302.25
Treasury:			
Treasurer's Office	116,017.—	116,017.—	114,686.35
Accounting Branch	81,379.—	81,379.—	74,297.45
Internal Control Office	82,972.—	82,972.—	82,205.—
Library	255,355.—	215,355.—	213,388.30
TOTAL: GENERAL ORGANISATION	2,557,600.—	2,101,950.—	2,052,854.20

II. *Internal Administrative Services.*

Office of Director of Personnel and Internal Administration	91,139.—	91,139.—	91,138.45
Personnel Office	77,910.—	77,910.—	77,379.70
Nurse and Consulting Medical Officer	19,500.—	19,500.—	19,499.80
Internal Service:			
Chief of Service and Office	44,667.—	44,667.—	41,501.25
Technical Services	68,713.—	68,713.—	60,057.40
Superintendence of Premises and House Staff	595,883.—	519,883.—	498,765.45
Telephonists	17,900.—	17,900.—	17,898.20
Temporary staff	172,535.—	173,535.—	171,769.60
Supplies Service	34,565.—	34,565.—	34,041.85
Carried forward	1,122,812.—	1,047,812.—	1,012,051.70

SCHEDULE D TO CHAPTER III, ITEM II. — *Salaries, Wages and Allowances* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	1,122,812.—	1,047,812.—	1,012,051.70
II. Internal Administrative Services (continued).			
General Stenographic Service:			
Central Service	368,222.—	278,222.—	273,745.—
Staff at disposal of Sections	423,424.—	388,424.—	386,768.25
Distribution of Documents	207,617.—	207,617.—	193,132.55
Mailing Service.	34,125.—	34,125.—	31,349.85
Document Service:			
Chief of Service and Office	75,250.—	55,250.—	45,709.10
French Translation and Precise-writing Department	378,400.—	358,400.—	338,472.75
English Translation and Precise-writing Department	456,979.—	376,979.—	367,271.30
Verbatim Reporters.	89,345.—	89,345.—	77,174.85
Printing and Reproduction of Documents Service:			
Publications and Printing Department	271,015.—	261,015.—	251,784.45
Duplicating and Multigraph Branch.	224,818.—	214,818.—	204,950.05
Draughtsmen	19,351.—	19,351.—	19,349.55
Registry and Indexing Service:			
Registry	187,314.—	172,314.—	168,316.15
Indexing	52,969.—	52,969.—	49,421.05
TOTAL: INTERNAL ADMINISTRATIVE SERVICES	<u>3,911,641.—</u>	<u>3,556,641.—</u>	<u>3,419,496.60</u>
III. Special Organisations.			
Minorities Section	217,931.—	142,931.—	142,258.80
Financial Section and Economic Intelligence Service	750,490.—	695,490.—	684,934.—
Section of Economic Relations	241,331.—	161,331.—	159,964.05
Mandates Section	169,231.—	154,231.—	147,494.30
Transit Section	233,669.—	128,669.—	127,899.60
Health Section	442,000.—	387,000.—	386,288.70
Supervision of Opium Traffic Section	239,328.—	239,328.—	236,038.05
Social Questions Section	112,925.—	112,925.—	103,772.—
Reduction of Armaments Section	253,209.—	188,209.—	185,326.50
Intellectual Co-operation Section	147,802.—	58,452.—	55,306.30
TOTAL: SPECIAL ORGANISATIONS	<u>2,807,916.—</u>	<u>2,268,566.—</u>	<u>2,229,282.30</u>
IV. Temporary Engagements, etc. (Sub-schedule A, page 33)	<u>149,350.—</u>	<u>129,350.—</u>	<u>52,651.—</u>
V. Branch Offices. (Sub-schedule B, page 33)	<u>107,715.—</u>	<u>107,715.—</u>	<u>68,249.10</u>
VI. Frais de Représentation. (Sub-schedule C, page 33)	<u>133,600.—</u>	<u>133,600.—</u>	<u>104,294.55</u>
SUMMARY			
I. General Organisation	2,557,600.—	2,101,950.—	2,052,854.20
II. Internal Administrative Services	3,911,641.—	3,556,641.—	3,419,496.60
III. Special Organisations	2,807,916.—	2,268,566.—	2,229,282.30
IV. Temporary engagements, etc.	149,350.—	129,350.—	52,651.—
V. Branch Offices	107,715.—	107,715.—	68,249.10
VI. Frais de représentation	133,600.—	133,600.—	104,294.55
Total of Item II	<u>9,667,822.—</u>	<u>8,297,822.—</u>	<u>7,926,827.75</u>

SCHEDULE E TO CHAPTER III, ITEM 12 (c). — *Special Staff Charges.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
(a) Indemnities	40,000.—	1,410,000.—	1,406,207.75
(b) Reserve Fund for Death and Invalidity Fund	10,000.—	10,000.—	—
(c) Contribution to Sickness Insurance Association	32,000.—	32,000.—	26,919.—
(d) Fidelity guarantees	4,440.—	4,440.—	3,500.80
(e) Welfare	2,000.—	2,000.—	889,20
(f) Recruitment of staff: advertising, expenses of examinations, special travelling	8,000.—	8,000.—	112,55
(g) Medical examinations	500.—	500.—	493.—
(h) Expenses of the Administrative Tribunal	5,000.—	5,000.—	3,162.75
(i) Indemnities granted by the Administrative Tribunal	1,000.—	1,000.—	—
Total of Item 12 (c)	102,940.—	1,472,940.—	1,441,285.05

SCHEDULE F TO CHAPTER III, ITEM 12 (d). — *Removal Expenses.*

(a) General Organisation and Internal Administrative Services	77,650.—	113,800.—	108,113.60
(b) Minorities	5,000.—	—	—
(c) Financial Section and Economic Intelligence Service	5,000.—	8,000.—	7,797.45
(d) Economic Relations	5,000.—	700.—	443.60
(e) Mandates	1,600.—	—	—
(f) Transit	4,750.—	8,250.—	7,658.65
(g) Health	3,500.—	10,600.—	10,545.35
(h) Opium	4,500.—	3,700.—	3,598.90
(i) Social Questions	2,500.—	5,700.—	5,680.50
(j) Reduction of Armaments	7,000.—	5,300.—	4,041.85
(k) Intellectual Co-operation	3,000.—	1,950.—	1,943.50
(l) Slavery	—	—	—
Total of Item 12 (d)	119,500.—	158,000.—	149,823.40

SCHEDULE G TO CHAPTER III, ITEM 12 (e). — *Travelling Expenses of Officials returning Home on Leave.*

(a) General Organisation and Internal Administrative Services	99,555.—	65,455.—	31,114.50
(b) Minorities	2,000.—	2,000.—	690,15
(c) Financial Section and Economic Intelligence Service	12,000.—	12,000.—	4,734.85
(d) Economic Relations	1,750.—	1,750.—	114,55
(e) Mandates	2,050.—	2,050.—	1,130.—
(f) Transit	4,000.—	4,000.—	369.20
(g) Health	3,000.—	3,000.—	779.80
(h) Opium	3,000.—	3,000.—	1,490.75
(i) Social Questions	1,500.—	1,500.—	537.60
(j) Reduction of Armaments	1,900.—	2,500.—	2,379.35
(k) Intellectual Co-operation	2,500.—	2,500.—	270.60
(l) Slavery	245.—	245.—	—
Total of Item 12 (e)	133,500.—	100,000.—	43,611.35

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva.*

1. Maintenance, including repairs and renewals:

(a) Building	68,000.—	68,000.—	55,874.75
(b) Technical installations	60,000.—	40,000.—	17,627.90
(c) Furniture and equipment	30,000.—	30,000.—	9,105.50
(d) Grounds	62,000.—	62,000.—	53,762.85

Carried forward 220,000.— 200,000.— 136,371.—

SCHEDULE H TO CHAPTER III, ITEM 13 (a). — *Maintenance at Geneva* (continued).

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
<i>Brought forward</i>	220,000.—	200,000.—	136,371.—
2. Water rates	9,600.—	9,600.—	6,879.35
3. Light and power	70,000.—	90,000.—	89,837.40
4. Heating	120,000.—	120,000.—	95,583.95
5. Insurance	10,500.—	11,750.—	10,382.20
6. Telephone	75,000.—	75,000.—	58,385.35
7. Automobiles, etc.	12,500.—	12,500.—	10,218.—
8. Uniforms, etc.	11,000.—	9,750.—	1,642.75
9. Laundry: upkeep and renewal of linen . .	14,500.—	14,500.—	10,407.65
10. Miscellaneous supplies, etc.	35,000.—	35,000.—	14,352.50
11. Miscellaneous expenses	10,000.—	10,000.—	—
Total of Item 13 (a)	588,100.—	588,100.—	434,060.15

SCHEDULE I TO CHAPTER III, ITEM 13 (b). — *Maintenance of Branch Offices.*

(1) London Office	22,949.—	22,949.—	17,414.—
(2) Paris Office	12,131.—	12,131.—	8,261.70
(3) Delhi Office	23,553.—	23,553.—	9,758.90
(4) Tokio Correspondent	5,670.—	5,670.—	550.60
Total of Item 13 (b)	64,303.—	64,303.—	35,985.20

SCHEDULE J TO CHAPTER III, ITEM 13 (c). — *General Office Expenses.*

(a) Stationery and stationery stores:			
(i) Ordinary	65,000.—	65,000.—	64,814.25
(ii) Supplies for Duplicating Department .	60,000.—	30,000.—	16,245.55
(b) Cables, telegrams, long-distance telephone calls (Sub-schedule D, page 33)	78,920.—	108,920.—	76,324.95
(c) Postage	160,000.—	160,000.—	113,400.80
(d) Freight and carriage	4,000.—	4,000.—	723.95
(e) Newspapers	15,000.—	15,000.—	13,419.50
(f) Subscriptions	18,700.—	18,700.—	18,180.—
(g) Press cuttings	10,800.—	10,800.—	8,400.—
(h) Courier service between Geneva and Paris .	6,500.—	6,500.—	3,368.20
(i) Advertising, etc., for tenders	1,000.—	1,000.—	503.65
(j) Miscellaneous petty cash disbursements, including purchase of miscellaneous publi- cations of non-capital value	2,500.—	2,500.—	1,100.75
(k) Broadcasting of League news	23,570.—	23,570.—	6,895.35
Total of Item 13 (c)	445,990.—	445,990.—	323,376.95

SCHEDULE K TO CHAPTER III, ITEM 13 (d) (ii). — *Miscellaneous, Special Organisations.*

(a) Minorities Section	1,500.—	1,500.—	814.15
(b) Financial Section and Economic Intelligence Service	4,100.—	4,100.—	3,366.90
(c) Section of Economic Relations	2,950.—	2,950.—	495.95
(d) Mandates Section	750.—	750.—	438.70
(e) Transit Section	1,040.—	1,040.—	517.80
(f) Health Section	1,700.—	1,700.—	768.95
(g) Supervision of Opium Traffic Section . . .	600.—	600.—	165.35
(h) Social Questions Section	600.—	600.—	454.20
(i) Reduction of Armaments Section	300.—	300.—	199.40
(j) Intellectual Co-operation Section	1,500.—	1,500.—	300.50
(k) Slavery	300.—	300.—	16.20
Total of Item 13 (d) (ii)	15,340.—	15,340.—	7,538.10

SCHEDULE L TO CHAPTER VII, ITEM 24. — *Library.*

	Original Appropriation			Actual Expenditure		
	League vote	Grant	Total	League vote	Grant	Total
1. Books and maps	45,000.—	10,000.—	55,000.—	33,024.91	—	33,024.91
2. Binding	20,650.—	4,000.—	24,650.—	20,541.25	4,000.—	24,541.25
3. Periodicals	24,000.—	2,000.—	26,000.—	23,590.42	—	23,590.42
4. Equipment, shelving, etc.	9,000.—	2,500.—	11,500.—	8,685.95	2,157.45	10,843.40
5. Temporary staff	—	36,000.—	36,000.—	—	35,209.70	35,209.70
6. Printing	—	10,000.—	10,000.—	—	7,264.35	7,264.35
7. Travelling expenses of staff	—	2,000.—	2,000.—	—	68.70	68.70
8. Contributions to the Pensions Fund	—	1,500.—	1,500.—	—	1,500.—	1,500.—
Total of Item 24	98,650.—	68,000.—	166,650.—	85,842.53	50,200.20	136,042.73

D. SUB-SCHEDULES

SUB-SCHEDULE A TO CHAPTER III, ITEM II (IV). — *Temporary Engagements, etc.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Temporary engagements, replacements, miscellaneous allowances	129,350.—	109,350.—	39,160.85
2. Overtime, temporary engagements, family allowances for House Staff	20,000.—	20,000.—	13,490.15
Total of Item II (iv)	149,350.—	129,350.—	52,651.—

SUB-SCHEDULE B TO CHAPTER III, ITEM II (V). — *Salaries, Wages and Allowances—Branch Offices.*

1. London Office	25,634.—	25,634.—	22,144.55
2. Paris Office	14,980.—	14,980.—	10,818.25
3. Rome Office	—	—	—
4. Delhi Office	57,604.—	57,604.—	33,794.50
5. Tokio Correspondent	9,497.—	9,497.—	1,491.80
Total of Item II (v)	107,715.—	107,715.—	68,249.10

SUB-SCHEDULE C TO CHAPTER III, ITEM II (VI). — *Frais de Représentation.*

Secretary-General	50,000.—	50,000.—	50,000.—
Deputy Secretary-General	25,000.—	25,000.—	25,000.—
Deputy Secretary-General	25,000.—	25,000.—	5,833.50
Three Under-Secretaries-General	30,000.—	30,000.—	20,761.05
Director of the Information Section	3,600.—	3,600.—	2,700.—
Total of Item II (vi)	133,600.—	133,600.—	104,294.55

SUB-SCHEDULE D TO CHAPTER III, ITEM 13 (c) (b). — *Cables, Telegrams, etc.*

(a) General Services and Internal Administrative Services	34,660.—	64,660.—	56,621.95
(b) Minorities	1,000.—	1,000.—	83.80
(c) Financial Section and Economic Intelligence Service	6,000.—	6,000.—	5,004.40
(d) Economic Relations	2,400.—	2,400.—	894.90
(e) Mandates	3,000.—	3,000.—	1,322.30
(f) Transit	2,460.—	2,460.—	771.80
(g) Health	18,000.—	18,000.—	9,784.60
(h) Opium	2,100.—	2,100.—	771.15
(i) Social Questions	300.—	300.—	134.40
(j) Reduction of Armaments	200.—	200.—	184.95
(k) Intellectual Co-operation	3,600.—	3,600.—	655.45
(l) Slavery	700.—	700.—	95.25
(m) European Union	4,500.—	4,500.—	—
Total of Item 13 (c) (b)	78,920.—	108,920.—	76,324.95

SCHEDULE TO PART IV. — *Permanent Central Opium Board.*

	Original Appropriation	Appropriation as modified by transfers	Actual Expenditure
1. Sessions of the Board	39,555.—	36,755.—	14,466.75
2. Secretariat of the Board	68,444.—	71,244.—	71,242.05
3. Printing and documentation	10,000.—	10,000.—	6,043.35
4. Travelling and removal expenses	7,000.—	7,000.—	383.35
5. Telegrams, telephones and miscellaneous	1,400.—	1,400.—	671.35
Total of Part IV	<u>126,399.—</u>	<u>126,399.—</u>	<u>92,806.85</u>

SCHEDULE TO PART VII. — *Pensions.*

I. Contribution to the Pensions Fund	1,786,625.—	1,786,625.—	1,745,667.92
II. Administration of the Fund:			
(a) Salaries	46,350.—	46,350.—	46,350.—
(b) Administrative Board (travelling ex- penses, etc.)	11,000.—	11,000.—	11,000.—
(c) Valuation of the Fund by an Actuary	5,000.—	5,000.—	5,000.—
(d) Medical expenses	2,000.—	2,000.—	2,000.—
(e) Miscellaneous expenses and unforeseen	500.—	500.—	500.—
	<u>1,851,475.—</u>	<u>1,851,475.—</u>	<u>1,810,517.92</u>
Less: Proportionate share from States non-members of the League in contri- bution to the Pensions Fund in respect of officials of the International Labour Office	<u>141,357.—</u>	<u>141,357.—</u>	<u>100,399.92</u>
Total of Part VII	<u>1,710,118.—</u>	<u>1,710,118.—</u>	<u>1,710,118.—</u>

2. — EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE INCUR-
RABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL

3. — TRANSFERS

Memorandum by the Secretary-General.

Paragraph 3 of Article 36 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ There shall be attached to the account as annexes a memorandum showing for the past financial year the resolutions of the competent authority with reference to: any expenses borne on a vote for unforeseen expenses incurable only by special resolution of a competent authority; and any transfers made in the budget.”

The present memorandum also includes, for the sake of completeness, a list of internal transfers approved by the Secretary-General, and of adjustments between sections of general items.

2. EXPENSES BORNE ON THE VOTE FOR UNFORESEEN EXPENDITURE
INCURRABLE ONLY BY SPECIAL RESOLUTION OF THE COUNCIL

Extracts from Reports and Resolutions taken by the Council during the Years 1938 and 1939.

(a) Political Expenditure.

1. *Situation in Spain: Proposal by the Spanish Government relating to the Withdrawal of Non-Spanish Combatants: Action to be taken on the Recommendation adopted by the Assembly on September 30th, 1938.*

“ The Council,

“ Authorises the Secretary-General to draw the necessary funds from the 1938 budget—item 2(c) (i): ‘ Unforeseen expenditure (political) ’—up to a maximum of 250,000 Swiss francs.”

(103rd Session, Minute 4100.)

Situation in Spain: Withdrawal of Non-Spanish Combatants: Expenses of the International Commission.

M. Wellington Koo presented the following report and resolution:

“ 1. By a document dated January 9th (document C.13.1939.X), the Secretary-General informed the Council that, under Article XII, paragraph 2, of the Council's Rules of Procedure, the President in office of the Council had decided, subject to ratification by the Council, to prolong, until the end of January 1939, the application of the resolution, adopted by the Council on September 30th last, regarding the expenditure of the International Commission sent to Spain to note the measures taken by the Spanish Government for the withdrawal of non-Spanish combatants.

“ The Council:

“ (1) Ratifies the decision taken by its President on January 6th, 1939, as recorded in document C.13.1939.X;

“ (2) Authorises the Secretary-General to draw from the 1939 budget, Item 2 (c) (i), “ Unforeseen expenditure (political) ”, the funds necessary to cover the expenditure of the International Commission up to a maximum of 125,000 francs, including that involved by the decision mentioned in the previous paragraph;

“ (3) Empowers its President to take all such financial measures as may be necessitated by a prolongation of the mandate of the International Commission beyond the middle of February 1939.”

(104th Session, Minute 4112.)

3. TRANSFERS

(i) TRANSFERS FROM ONE ITEM TO ANOTHER, APPROVED BY THE SUPERVISORY COMMISSION

I. The original text of Article 29 of the Regulations for the Financial Administration of the League of Nations reads as follows:

“ Transfers from one item to another of the same chapter of the budget may be effected by special resolutions of the competent authority. Such resolutions shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session.”

Since the Council had been unable to meet, the Supervisory Commission ratified, on December 5th, 1939, a transfer of one million Swiss francs from Item 11 (Salaries) to Item 12 (c) (a) (Indemnities) of the 1939 budget (document A.5(c).1939.X, page 2).

II. By a resolution adopted on December 14th, 1939, the Assembly decided to amend Article 29 of the Regulations to read as follows:

“ 1. Transfers from one item to another of the same chapter of the budget may be effected by a decision of the Supervisory Commission in the case of the Secretariat, and of the competent authority in the case of the other autonomous organisations.

“ 2. Except as provided in Article 33, no transfer other than those mentioned in paragraph 1 above shall be made. Nevertheless, for the 1940 financial year, transfers from one chapter to another may be effected by a decision of the Supervisory Commission.

“ 3. The decisions taken in pursuance of paragraphs 1 and 2 above shall at once be communicated to all Members of the League and to the Assembly at the beginning of its regular annual session.”

At its eighty-seventh session, held on February 9th and 10th, 1940, the Supervisory Commission ratified a transfer of 370,000 francs from Item 11 (Salaries) to Item 12 (c) (a) (Indemnities) which had been made on December 30th, 1939, to carry out the measures of retrenchment the Commission had recommended in its fourth report to the Assembly (document A.5(c).1939.X, Chapter E).

Items of the budget modified by these transfers:

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Chapter III.					
Item 11. — SALARIES, WAGES AND ALLOWANCES.					
I. General Organisation:					
2.	Secretary-General's Office . .	66,600.—	—	30,000.—	36,600.—
3.	Deputy Secretary-General . .	60,000.—	—	25,000.—	35,000.—
4.	Deputy Secretary - General's Office	25,650.—	—	15,650.—	10,000.—
13.	Attached to Principal Officers	122,165.—	—	30,000.—	92,165.—
14.	Political Section	333,811.—	—	60,000.—	273,811.—
15.	Information Section	589,032.—	—	80,000.—	509,032.—
16.	Legal Adviser's Branch . . .	321,240.—	—	100,000.—	221,240.—
18.	Library	255,355.—	—	20,000.—	235,355.—
II. Internal Administrative Services.					
3. Internal Service:					
	(iii) Superintendence and House Staff	595,883.—	—	35,000.—	560,883.—
	<i>Carried forward</i>	2,369,736.—	—	395,650.—	1,974,086.—

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward.</i>	2,369,736.—	—	395,650.—	1,974,086.—
II. Internal Administrative Services (continued).					
5. Stenographic Service:					
	(i) Central Service	368,222.—	—	70,000.—	298,222.—
	(ii) Staff at disposal of Sections	423,424.—	—	20,000.—	403,424.—
7. Document Service:					
	(i) Chief and Office	75,250.—	—	20,000.—	55,250.—
	(ii) French Translators and Précis-Writers	378,400.—	—	20,000.—	358,400.—
	(iii) English Translators and Précis-Writers	456,979.—	—	60,000.—	396,979.—
8. Publications and Printing, etc.:					
	(a) Publications and Printing Services	271,015.—	—	10,000.—	261,015.—
	(b) Duplicating and Multi-graph	224,818.—	—	10,000.—	214,818.—
9. Registry and Indexing Service:					
	(i) Registry	187,314.—	—	15,000.—	172,314.—
III. Special Organisations:					
	1. Minorities Section	217,931.—	—	60,000.—	157,931.—
	2. Financial Section and Economic Intelligence Service:				
	(a) Permanent Staff	680,340.—	—	20,000.—	660,340.—
	3. Section of Economic Relations	241,331.—	—	50,000.—	191,331.—
	5. Transit Section	233,669.—	—	70,000.—	163,669.—
	6. Health Section	442,000.—	—	40,000.—	402,000.—
	9. Reduction of Armaments Section	253,209.—	—	50,000.—	203,209.—
	10. Intellectual Co-operation Section	147,802.—	—	69,350.—	78,452.—
IV. Temporary Engagements, etc.					
I. General Organisation:					
	(a) General	126,350.—	—	20,000.—	106,350.—
Item 12. — STAFF EXPENSES.					
C. Special Staff Charges:					
	(a) Indemnities	40,000.—	1,000,000.—	—	1,040,000.—
		<u>7,137,790.—</u>	<u>1,000,000.—</u>	<u>1,000,000.—</u>	<u>7,137,790.—</u>

Chapter III.

Item II. — SALARIES, WAGES AND ALLOWANCES.

I. General Organisation:					
	4. Deputy Secretary - General's Office	10,000.—	—	10,000.—	—
	10. Under-Secretary-General's Office	27,129.—	—	15,000.—	12,129.—
	13. Attached to Principal Officers	92,165.—	—	10,000.—	82,165.—
	14. Political Section	273,811.—	—	25,000.—	248,811.—
	15. Information Section	509,032.—	—	15,000.—	494,032.—
	18. Library	235,355.—	—	20,000.—	215,355.—
	<i>Carried forward.</i>	1,147,492.—	—	95,000.—	1,052,492.—

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
	<i>Brought forward.</i> . . .	1,147,492.—	—	95,000.—	1,052,492.—
II. Internal Administrative Services:					
3. Internal Service:					
	(iii) Superintendence and House Staff	560,883.—	—	40,000.—	520,883.—
5. Stenographic Service:					
	(i) Central Service	298,222.—	—	20,000.—	278,222.—
	(ii) Staff at disposal of Sec- tions	403,424.—	—	15,000.—	388,424.—
7. Document Service:					
	(iii) English Translators and Précis-Writers	396,979.—	—	20,000.—	376,979.—
III. Special Organisations:					
	1. Minorities Section	157,931.—	—	15,000.—	142,931.—
	2. Financial Section and Eco- nomic Intelligence Service:				
	(a) Permanent Staff	660,340.—	—	20,000.—	640,340.—
	(b) Temporary Staff	70,150.—	—	15,000.—	55,150.—
	3. Section of Economic Relations	191,331.—	—	30,000.—	161,331.—
	4. Mandates Section:				
	(a) Mandates	157,981.—	—	15,000.—	142,981.—
	5. Transit Section.	163,669.—	—	35,000.—	128,669.—
	6. Health Section	402,000.—	—	15,000.—	387,000.—
	9. Reduction of Armaments Sec- tion	203,209.—	—	15,000.—	188,209.—
	10. Intellectual Co-operation Sec- tion	78,452.—	—	20,000.—	58,452.—
Item 12. — STAFF EXPENSES:					
C. Special Staff Charges:					
	(a) Indemnities	1,040,000.—	370,000.—	—	1,410,000.—
		<u>5,932,063.—</u>	<u>370,000.—</u>	<u>370,000.—</u>	<u>5,932,063.—</u>

(ii) INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL

The following internal transfers were approved by the Secretary-General:

Part I. — Chapter II.

**Item 6. — INTERNATIONAL HEALTH OR-
GANISATION.**

(b) International biological standar- disation	50,000.—	15,000.—	—	65,000.—
(c) Investigations, technical enquiries and special studies.	41,950.—	—	8,000.—	33,950.—
(d) Liaison between the various Na- tional Health Services, etc. . .	30,000.—	—	7,000.—	23,000.—
	<u>121,950.—</u>	<u>15,000.—</u>	<u>15,000.—</u>	<u>121,950.—</u>

Chapter III.

**Item 11. — SALARIES, WAGES AND ALLOW-
ANCES.**

II. Internal Administrative Services.

3. Internal Service:

(iii) Superintendence of Pre- mises and House Staff	520,883.—	—	1,000.—	519,883.—
(v) Temporary Staff	172,535.—	1,000.—	—	173,535.—
	<u>693,418.—</u>	<u>1,000.—</u>	<u>1,000.—</u>	<u>693,418.—</u>

Sub-head No.	Sub-head	Original figure Francs	Add Francs	Subtract Francs	New figure Francs
Item 12. — STAFF EXPENSES.					
(d)	Removal expenses:				
	I. General Organisation . . .	77,650.—	38,500.—	—	116,150.—
(e)	Travelling expenses of officials returning home on leave:				
	(I) General Organisation . .	99,555.—	—	33,500.—	66,055.—
(f)	Travelling expenses of families of officials proceeding home on leave	75,000.—	—	5,000.—	70,000.—
		<u>252,205.—</u>	<u>38,500.—</u>	<u>38,500.—</u>	<u>252,205.—</u>
Item 13. — OFFICE EXPENSES.					
A. Maintenance at Geneva.					
I. Maintenance, including repairs and renewals:					
	(b) Technical installations .	60,000.—	—	20,000.—	40,000.—
	3. Light and power	70,000.—	20,000.—	—	90,000.—
	5. Insurance	10,500.—	1,250.—	—	11,750.—
	8. Uniforms, etc.	11,000.—	—	1,250.—	9,750.—
C. General Office Expenses:					
(a) Stationery and stationery stores:					
	(2) Supplies for the Dupli- cating Department.	60,000.—	—	30,000.—	30,000.—
(b) Cables, telegrams, long-dis- tance telephone calls:					
	(I) General Organisation .	34,660.—	30,000.—	—	64,660.—
		<u>246,160.—</u>	<u>51,250.—</u>	<u>51,250.—</u>	<u>246,160.—</u>
Part IV.					
PERMANENT CENTRAL OPIUM BOARD.					
	I. Sessions of the Board	39,555.—	—	2,800.—	36,755.—
	2. Secretariat of the Board	68,444.—	2,800.—	—	71,244.—
		<u>107,999.—</u>	<u>2,800.—</u>	<u>2,800.—</u>	<u>107,999.—</u>

(iii) ADJUSTMENTS BETWEEN SECTIONS OF GENERAL ITEMS

Part I. — Chapter III.

Item 12. — STAFF EXPENSES.

(d)	Removal expenses:				
	(I) General Organisation . .	116,150.—	19,550.—	21,900.—	113,800.—
	(2) Minorities	5,000.—	—	5,000.—	—
	(3) Financial Section and Eco- nomic Intelligence Ser- vice.	5,000.—	3,000.—	—	8,000.—
	(4) Economic Relations Sec- tion	5,000.—	—	4,300.—	700.—
	(5) Mandates	1,600.—	—	1,600.—	—
	(6) Transit	4,750.—	10,000.—	6,500.—	8,250.—
	(7) Health	3,500.—	7,100.—	—	10,600.—
	(8) Opium	4,500.—	—	800.—	3,700.—
	(9) Social Questions	2,500.—	3,500.—	300.—	5,700.—
	(10) Reduction of Armaments	7,000.—	—	1,700.—	5,300.—
	(11) Intellectual Co-operation and International Bu- reaux	3,000.—	3,400.—	4,450.—	1,950.—
(e)	Travelling expenses of officials returning home on leave:				
	(I) General Organisation . .	66,055.—	—	600.—	65,455.—
	(10) Reduction of Armaments	1,900.—	600.—	—	2,500.—
		<u>225,955.—</u>	<u>47,150.—</u>	<u>47,150.—</u>	<u>225,955.—</u>

4. — STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES

(In gold francs as adopted by the League of Nations.)

Working Capital Fund (Schedule, pages 10-11)		3,778,107.22
Reserve Fund (Schedule, page 13)		7,947,648.21
Guarantee Fund (Schedule, page 13)		2,106,157.97
Renovation Fund (Schedule, pages 14-15)		707,306.53
Fund for the Reduction of Future Contributions (Schedule, pages 14-15)		—
Fund to cover Exchange Losses (Schedule, pages 14-15)		409,722.77
Library Endowment Fund:		
Investments Reserve Fund		137,282.27
Sundry Debtors: States Members		11,521,519.10
Extra-budgetary Accounts (Schedule, pages 50-55)	1,517,348.68	
Suspense Accounts (Schedule, pages 56-59)	<u>503,684.47</u>	2,021,033.15
BALANCE being excess of Assets over Liabilities as at December 31st, 1939		46,337,153.42
		<u><u>74,965,930.64</u></u>

OF THE SECRETARIAT AS AT DECEMBER 31ST, 1939

ASSETS

Property at Geneva:	(In gold francs as adopted by the League of Nations.)	
Estate Account (Schedule, page 42)	2,150,762.07	
Secretariat and Assembly Hall: Building Fund Account: amount expended to date (Schedule, pages 43-45)	34,125,494.72	
Library: Building Fund Account: amount expended to date (Schedule, pages 46-47)	<u>5,028,362.91</u>	41,304,619.70
 Wireless Station:		
Total cost of the station	2,327,559.40	
Additional installation	<u>150,744.31</u>	
Less: Depreciation reserve	2,478,303.71	
	<u>1,959,596.61</u>	518,707.10
 Capital Account.		
Furniture, fittings, typewriters, etc.	1.—	
Library	<u>1.—</u>	2.—
 Sundry Debtors — States Members:		
Secretariat allocation	3,691,409.75	
Payable to Reserve Fund.	7,821,523.84	
Payable to special fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	<u>8,585.51</u>	11,521,519.10
 Working Capital Fund:		
Advances to Secretariat	171,299.68	
Recoverable advances (Schedule, pages 10-11)	<u>534,020.34</u>	705,320.02
 Available Funds:		
Extra-budgetary and suspense accounts (<i>per contra</i>)	2,021,033.15	
Estate Account	853,990.58	
Building Fund: Secretariat and Assembly Hall	1,859,443.63	
Library: Building Fund	546,278.33	
Library Endowment Fund	1,384,625.40	
Working Capital Fund	3,072,787.20	
Reserve Fund	7,947,648.21	
Guarantee Fund	2,106,157.97	
Renovation Fund	707,306.53	
Fund to cover Exchange Losses	409,722.77	
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	<u>6,768.95</u>	20,915,762.72
		<u><u>74,965,930.64</u></u>

(Signed) P. G. WATTERSON,
Chief Accountant.

5. — ESTATE ACCOUNT

	Swiss francs	Swiss francs	Gold francs		Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1939:				Expenditure during 1939:			
Properties acquired	2,701,278.50			Installation, repairs, maintenance, etc.	15,738.—		
Legal expenses	<u>12,847.45</u>			Salaries (gardeners).	<u>10,671.75</u>		
		2,714,125.95	2,148,621.69			26,409.75	18,679.79
Available funds:				Balances as at December 31st, 1939:			
Capital account	1,067,930.05			Properties acquired.	2,701,278.50		
Revenue account	<u>90,377.65</u>			Legal expenses.	<u>15,873.55</u>		
		1,158,307.70	819,278.59			2,717,152.05	2,150,762.07
Receipts during 1939:				Available funds:			
Entrance fees from visitors .	50,624.20			Capital account	1,064,903.95		
Rentals, etc., from properties	15,040.—			Revenue account	<u>142,480.05</u>		
Miscellaneous receipts	<u>12,847.95</u>					1,207,384.—	853,990.58
		78,512.15	55,532.16				
		<u>3,950,945.80</u>	<u>3,023,432.44</u>			<u>3,950,945.80</u>	<u>3,023,432.44</u>

6. — SECRETARIAT AND ASSEMBLY HALL: BUILDING FUND ACCOUNT

I. — CASH ACCOUNT AS AT DECEMBER 31ST, 1939

(In Swiss francs.)

Year	RECEIPTS						PAYMENTS				Balance at end of year
	Original fund, including Argentine contributions	Allocations from cash surplus, from building annuity and from credit for occupation of new buildings	Sale of Hôtel National	New Buildings Furnishing Account	Interest earned and profit on investments realised	Total	Secretariat and Assembly Hall (Schedule, p. 45)	International Labour Organisation Building	Building annuity. Refunded to States Members	Total	
1925	13,334,993.94	—	—	—	102,807.20	13,437,801.14	—	3,250,000.—	—	3,250,000.—	10,187,801.14
1926	—	3,367,847.28	—	—	464,398.42	3,832,245.70	2,338,644.60	60,000.—	—	2,398,644.60	11,621,402.24
1927	—	1,375,000.—	—	—	508,674.24	1,883,674.24	1,192,117.40	—	1,400,000.—	2,592,117.40	10,912,959.08
1928	—	1,375,000.—	—	—	538,556.45	1,913,556.45	196,694.10	—	1,400,000.—	1,596,694.10	11,229,821.43
1929	—	2,854,161.12	—	—	672,657.42	3,526,818.54	209,973.45	—	700,000.—	909,973.45	13,846,666.52
1930	—	1,375,000.—	—	—	636,016.15	2,011,016.15	510,394.20	—	700,000.—	1,210,394.20	14,647,288.47
1931	—	1,375,000.—	—	—	460,514.15	1,835,514.15	1,974,339.25	—	700,000.—	2,674,339.25	13,808,463.37
1932	—	1,375,000.—	—	—	59,889.84	1,434,889.84	3,797,503.95	—	700,000.—	4,497,503.95	10,745,849.26
1933	—	1,375,000.—	—	—	6,434.85	1,381,434.85	4,456,908.05	—	—	4,456,908.05	6,537,643.58
1934	—	1,600,000.—	—	—	—	1,600,000.—	3,593,300.65	—	—	3,593,300.65	4,508,053.63
1935	—	2,800,000.—	—	—	—	2,800,000.—	4,540,928.57	—	—	4,540,928.57	3,936,146.84
1936	—	1,456,010.—	—	—	695,899.76	2,151,909.76	5,172,809.64	—	—	5,172,809.64	915,246.96
1937	—	1,375,000.—	4,000,000.—	1,271,752.—	380,599.46	7,027,351.46	5,679,115.92	—	—	5,679,115.92	2,263,482.50
1938	—	1,375,000.—	—	—	—	1,375,000.—	3,337,738.45	—	—	3,337,738.45	300,744.05
1939	—	3,000,000.—	—	—	—	3,000,000.—	671,836.30	—	—	671,836.30	2,628,907.75
	13,334,993.94	26,078,018.40	4,000,000.—	1,271,752.—	4,526,447.94	49,211,212.28	37,672,304.53	3,310,000.—	5,600,000.—	46,582,304.53	

II. — SECRETARIAT AND ASSEMBLY

	Swiss francs	Gold francs.
Balances as at January 1st, 1939:		
Expenditure to date:		
Non-recurring expenditure:		
Cost of land	2,678,500.—	
Cost of annex	392,401.60	
Examination expenses . . .	401,768.55	
Cost of original plans on old site	<u>126,777.25</u>	
		3,599,447.40
Construction expenditure:		
Construction of new buildings	29,501,382.50	
Architects' fees	1,389,798.—	
Office expenses	<u>1,399,919.40</u>	
	32,291,099.90	
Advertising	25.—	
Prints of plans	50,750.65	
Transport charges	3,769.70	
Telegrams and telephones .	2,689.10	
Experts' fees	66,454.50	
Printing	1,303.10	
Incidental expenses	66,960.80	
Allowances and travelling expenses of Building Committee and Staff .	271,651.45	
Legal expenses	158,469.05	
Administration of property.	1,501.20	
Salaries of staff	451,157.45	
Miscellaneous expenses. . .	<u>35,188.93</u>	
		<u>33,401,020.83</u>
Available funds	37,000,468.23	33,650,300.52
	<u>300,744.05</u>	<u>212,718.23</u>
Receipts during 1939:		
Terminable annuity for 1938 . .	1,375,000.—	
Terminable annuity for 1939 . .	1,375,000.—	
Allocation from the balance of the credit for the Occupation of New Buildings	<u>250,000.—</u>	
		2,121,919.60
	<u>3,000,000.—</u>	
	<u>40,301,212.28</u>	<u>35,984,938.35</u>

HALL CONSTRUCTION FUND

	Swiss francs	Gold francs
Balances as at December 31st, 1939:		
Expenditure to date:		
Non-recurring expenditure:		
Cost of land	2,678,500.—	
Cost of annex	392,401.60	
Examination expenses . . .	401,768.55	
Cost of original plans on old site	126,777.25	
	<u>3,599,447.40</u>	
Construction expenditure:		
Construction of new buildings	29,903,344.75	
Architects' fees	1,644,720.—	
Office expenses	1,399,919.40	
	<u>32,947,984.15</u>	
Advertising	25.—	
Prints of plans	50,962.25	
Transport charges	3,778.45	
Telegrams and telephones . .	2,689.10	
Experts' fees	66,639.60	
Printing	1,303.10	
Incidental expenses	66,960.80	
Allowances and travelling expenses of Building Committee and staff . .	271,651.45	
Legal expenses	173,015.65	
Administration of property . .	1,501.20	
Salaries of staff	451,157.45	
Miscellaneous expenses . .	35,188.93	
	<u>34,072,857.13</u>	
Available funds	37,672,304.53	34,125,494.72
	2,628,907.75	1,859,443.63
	<u>40,301,212.28</u>	<u>35,984,938.35</u>

7. — LIBRARY

	Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1939:			
Expenditure to date:			
Library construction	4,757,515.80		
Architects' fees	260,286.—		
Office expenses	184,235.—		
	<u>5,202,036.80</u>		4,893,040.95
Available funds		963,656.15	681,600.29
		<u>6,165,692.95</u>	<u>5,574,641.24</u>

8. — LIBRARY

	Swiss francs	Swiss francs	Gold francs
Balances as at January 1st, 1939:			
Investments (at cost) ¹	1,909,298.19		
Available funds:			
Capital account	33,581.05		
Revenue account	5,594.70		
	<u>1,948,473.94</u>		1,378,168.34
Income from investments		62,738.60	44,375.41
Balance as at December 31st, 1939:			
Investments Reserve Fund:			
As at January 1st, 1939	190,929.80		
Profits investments repaid	615.60		
Transfer from Revenue	2,546.25		
	<u>194,091.65</u>		137,282.27
		<u>2,205,304.19</u>	<u>1,559,826.02</u>

¹ See schedule, pages 48-49.

BUILDING FUND

	Swiss francs	Swiss francs	Gold francs
Balances as at December 31st, 1939:			
Expenditure to date:			
Library construction	4,947,212.92		
Architects' fees	261,909.—		
Office expenses	184,235.—		
	<u> </u>	5,393,356.92	5,028,362.91
Available funds		772,336.03	546,278.33
		<u>6,165,692.95</u>	<u>5,574,641.24</u>

ENDOWMENT FUND

	Swiss francs	Swiss francs	Gold francs
Balance as at January 1st, 1939:			
Investments Reserve Fund		190,929.80	135,045.89
Expended during year:			
Library, in aid account	50,200.20		
Miscellaneous expenses	4,024.90		
	<u> </u>	54,225.10	38,353.76
Transfer to Investments Reserve Fund		2,546.25	1,800.97
Balance as at December 31st, 1939:			
Investments (at cost) ¹	1,940,916.59		
Available funds:			
Capital account	5,124.50		
Revenue account	11,561.95		
	<u> </u>	1,957,603.04	1,384,625.40
		<u>2,205,304.19</u>	<u>1,559,826.02</u>

¹ See schedule, pages 48-49.

LIBRARY

STATEMENT OF

Title of investment	Nominal value	Cost price		Investments during
		In original currency	In Swiss francs	Nominal value
As at January 1st, 1939				
7% German External Loan, 1924-1949 . . .	\$47,000.—	\$51,106.50	156,426.65	—
7% Greek Government Loan, 1964 . . .	\$28,000.—	\$27,470.—	84,080.20	—
5½% Government of Denmark, 1955 . . .	\$10,000.—	\$9,891.10	30,252.93	—
4½% Government of Australia, 1956 . . .	\$14,000.—	\$13,575.—	41,550.36	—
3¾% U.S. Treasury Bonds, 1943-1947 . . .	\$41,400.—	\$45,501.19	198,364.50	—
3¼% U.S. Treasury Notes, 1943-1945 . . .	\$56,000.—	\$59,395.—	258,790.30	—
3⅛% U.S. Treasury Bonds, 1949	\$41,950.—	\$45,502.64	198,370.80	—
2½% Dominion of Canada, 1945	\$44,000.—	\$44,330.—	193,258.65	—
1½% U.S. Treasury Notes, March 15th, 1939	\$17,000.—	\$17,132.81	74,864.40	\$17,000.—
1½% U.S. Treasury Notes, December 15th, 1940	\$17,000.—	\$17,026.56	74,399.—	—
4½% Government of Sweden, 1930	Kr. 370,000.—	Kr. 336,330.83	301,010.85	—
3¼% Town Mortgage Bank—Kingdom of Sweden, 1937	Kr. 110,000.—	Kr. 110,000.—	90,524.55	—
4½% Swiss Federal Railways, 1927	Fr. 20,000.—	Fr. 21,550.—	21,550.—	—
4½% Swiss Federal Railways, 1928	Fr. 20,000.—	Fr. 21,480.—	21,480.—	—
4% Swiss Federal Railways, 1933	Fr. 20,000.—	Fr. 20,950.—	20,950.—	—
4½% Swiss Federal Loan, 1926	Fr. 20,000.—	Fr. 21,550.—	21,550.—	—
4½% Swiss Federal Loan, 1927	Fr. 20,000.—	Fr. 21,500.—	21,500.—	—
3¼% Banks of the Cantons of Thurgovia, St. Gall, Zurich and Fribourg	Fr. 100,000.—	Fr. 100,375.—	100,375.—	—
			1,909,298.19	
Purchased during 1939				
4½% Argentine Loan 1948	\$17,500.—	\$16,239.37	72,102.80	—
3¾% French Government Loan 1939	Fl. 15,000.—	Fl. 14,601.—	34,380.—	—
			2,015,780.99	

ENDOWMENT FUND

INVESTMENTS

repaid year	Profit In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
			In original currency	In Swiss francs	
			As at December 31st, 1939		
—	—	\$47,000.—	\$51,106.50	156,426.65	24,630.35
—	—	\$28,000.—	\$27,470.—	84,080.20	20,605.20
—	—	\$10,000.—	\$9,891.10	30,252.93	25,199.—
—	—	\$14,000.—	\$13,575.—	41,550.36	49,327.60
—	—	\$41,400.—	\$45,501.19	198,364.50	202,416.—
—	—	\$56,000.—	\$59,395.—	258,790.30	274,579.90
—	—	\$41,950.—	\$45,502.64	198,370.80	208,262.35
—	—	\$44,000.—	\$44,330.—	193,258.65	164,320.20
74,864.40	615.60	—	—	—	—
—	—	\$17,000.—	\$17,026.56	74,399.—	77,668.15
—	—	Kr.370,000.—	Kr.336,330.83	301,010.85	380,434.—
—	—	Kr.110,000.—	Kr.110,000.—	90,524.55	101,442.—
—	—	Fr.20,000.—	Fr.21,550.—	21,550.—	20,550.—
—	—	Fr.20,000.—	Fr.21,480.—	21,480.—	20,560.—
—	—	Fr.20,000.—	Fr.20,950.—	20,950.—	20,060.—
—	—	Fr.20,000.—	Fr.21,550.—	21,550.—	20,400.—
—	—	Fr.20,000.—	Fr.21,500.—	21,500.—	20,500.—
—	—	Fr.100,000.—	Fr.100,375.—	100,375.—	100,000.—
—	—	\$17,500.—	\$16,239.37	72,102.80	73,269.45
—	—	Fl.15,000.—	Fl.14,601.—	34,380.—	34,590.—
74,864.40	615.60			1,940,916.59	1,838,814.20

9. — EXTRA-BUDGETARY

Name of account	Receipts	
		Swiss francs
Contribution from the Rockefeller Foundation towards the expenses of the printing of <i>Banking and Monetary Laws</i>	Balance at January 1st, 1939	1,954.15
		<u>1,954.15</u>
Contribution from the Rockefeller Foundation towards the expenses of the Fiscal Committee in its study of international taxation problems	Balance at January 1st, 1939	47,406.75
	Received in 1939	51,086.70
		<u>98,493.45</u>
Contribution from the Rockefeller Foundation towards analytical research work: (1) First grant	Balance at January 1st, 1939	34,341.55
	Transferred from second grant	5,000.—
		<u>39,341.55</u>
(2) Second grant	Balance at January 1st, 1939	65,283.10
	Received in 1939	32,500.—
	Transferred from first grant.	2,936.15
		<u>100,719.25</u>
Gift from the Egyptian Government	Balance at January 1st, 1939	348.55
		<u>348.55</u>
<i>Carried forward</i> . . . . .	.....	.....

ACCOUNTS

Expenditure	Balance as at December 31st, 1939		Remarks
	Swiss francs	Swiss francs	
Expended in 1939 . Refunded to the Rockefeller Founda- tion	1,131.05 823.10 <hr/> 1,954.15	—	— Account closed.
Expended in 1939. Balance at Decem- ber 31st, 1939 .	38,048.75 60,444.70 <hr/> 98,493.45	60,444.70	42,752.93 On May 22nd, 1933, the Council accepted the Rockefeller Foundation's offer to pay 50,000 dollars for the period ending July 1st, 1936, as a contribution to the expenses of the Fiscal Committee's enquiry into problems of international taxation. The period was later extended by the Foundation for a further three years to June 30th, 1939. On December 31st, 1939, an amount of 202,003.73 Swiss francs had been received, against which expenditure has been incurred to an extent of 141,559.03 Swiss francs.
Expended in 1939. Transferred to se- cond grant . . .	36,405.40 2,936.15 <hr/> 39,341.55	—	— Account closed.
Transferred to first grant Expended in 1939 . Balance at Decem- ber 31st, 1939 .	5,000.— 70,442.65 25,276.60 <hr/> 100,719.25	25,276.60	17,878.30 At its January 1938 session, the Council accepted a gift of 350,000 Swiss francs for a period from September 1st, 1938, to December 31st, 1942, from the Rockefeller Foundation to be used for the analytical research work of the Financial Section and Economic Intelligence Service.
Expended in 1939. Balance at Decem- ber 31st, 1939 . .	254.25 94.30 <hr/> 348.55	94.30	66.70 At its session in September 1931, the Council accepted a gift of 500 Egyptian pounds (9,816.60 Swiss francs, including interest) offered by the Egyptian Government as a contribution towards the expenses of the League in connection with the work of the Advisory Committee on Traffic in Opium and Other Dangerous Drugs.
.....	.....	85,815.60	60,697.93

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i>		
Gift to the Child Welfare Committee	Balance at January 1st, 1939	2,862.25
		<u>2,862.25</u>
Contribution from private individuals in the United States of America for a publication on <i>Legal Aid to the Poor</i>	Balance at January 1st, 1939	32,636.65
		<u>32,636.65</u>
Revolving Fund for special publications	Balance at January 1st, 1939 Received in 1939	12,532.10 20,027.70
		<u>32,559.80</u>
Fund for maintenance and operating expenses of the Wireless Station	Balance at January 1st, 1939 Allocation for 1939	1,546,304.93 200,000.—
		<u>1,746,304.93</u>
<i>Carried forward</i>		

Expenditure		Balance as at December 31st, 1939		Remarks
		Swiss francs	Swiss francs	
.....	85,815.60	60,697.93	
Expended in 1939 .	923.35			<p>At its session in March 1925, the Council accepted a gift of 1,500 dollars presented to the League by the friends of the League in the United States, on the understanding that this sum, together with a further gift of 161.80 dollars and interest, would be available for the Child Welfare Committee of the League. The total receipts amounted to 9,147.35 Swiss francs. In accordance with a decision of the Child Welfare Committee, expenditure to the extent of 7,208.45 Swiss francs has been incurred to date in the purchase of books dealing with child welfare.</p>
Balance at December 31st, 1939 . .	1,938.90	1,938.90	1,371.40	
	2,862.25			
Expended in 1939 .	—			<p>The Assembly, at its fifth ordinary session, invited the Secretariat to prepare and to keep up to date a list of the measures taken or institutions created in each country for the purpose of giving to poor persons legal assistance in connection with litigation in the courts, or free legal advice and consultation. The Assembly also requested the Secretariat to collect and to publish the various laws and provisions regulating the legal assistance to poor persons in different countries.</p> <p>As the Assembly had understood that, in undertaking this new work, the League would not incur new expenditure, private individuals in the United States of America contributed for the purpose, in 1924 and 1925, the total sum of 50,909.35 Swiss francs, the unspent balance of which, including 9,532.32 Swiss francs profit on realisation of investments, amounts to 32,636.65 Swiss francs.</p>
Balance at December 31st, 1939 . .	32,636.65	32,636.65	23,084.10	
	32,636.65			
Expended in 1939 .	—			<p>On September 19th, 1929, the Council accepted a gift of 25,000 Swiss francs for the creation of a revolving fund to facilitate the printing and publication of pamphlets, books and descriptive material on the League.</p>
Balance at December 31st, 1939 . .	32,559.80	32,559.80	23,029.76	
	32,559.80			
Expended in 1939 .	162,300.75			<p>The 1929 Assembly decided to provide for the construction, at the expense and under the direction of the League, of a short-wave wireless station to be operated by the Radio-Suisse Company and handed over to be administered by the League in times of emergency.</p> <p>As regards the maintenance and operating expenses of the station, the Supervisory Commission recommended that the credit of 200,000 francs entered in Item 4, Part VI, of the budget should be considered as the nucleus for a trading account, distinct from the budgetary accounts, but controlled and audited in the same manner as those accounts. It considered, however, that, in view of the special character of this account, the unspent balances should be carried over to the succeeding year; in due course, the disposal of any surpluses could be decided upon.</p> <p>Including the amount carried forward from the previous year, this extra-budgetary account shows a credit balance of 1,584,004.18 Swiss francs.</p>
Balance at December 31st, 1939 .	1,584,004.18	1,584,004.18	1,120,376.50	
	1,746,304.93			
.....	1,736,955.13	1,228,559.69	

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i> . . . . .	.....	.....
Work of the Saar Governing Commission: Sum paid to the Secretary-General to cover Cost of drawing up a Report, and Miscellaneous Expenses.	Balance at January 1st, 1939	59,682.90
		<u>59,682.90</u>
Donation from the Administrative Board of the Carnegie Foundation	Balance at January 1st, 1939	15,072.15
		<u>15,072.15</u>
Balance of the contributions received to meet the expenses of the Neutral Commissioner on the Delimitation of the Southern Section of the Yunnan-Burmese Frontier	Balance at January 1st, 1939	20,294.20
		<u>20,294.20</u>
Settlement of the Assyrians of Iraq	Balance at January 1st, 1939	74,735.99
	Received from the Governments of Iraq and the United Kingdom in 1939 .	435,540.—
	Amount transferred from budget credit (14.7%) . .	88,514.65
		<u>598,790.64</u>
Léon Bernard Fund	Balance at January 1st, 1939:	
	Investments	13,373.—
	Current funds	1,159.15
	Interest	401.70
		<u>14,933.85</u>
Total . . . . .	.....	.....

Expenditure		Balance as at December 31st, 1939		Remarks
		Swiss francs	Swiss francs	
.....		1,736,955.13	1,228,559.69	
Expended in 1939 .	3,000.—			On February 27th, 1935, the Secretary-General received from the Saar Governing Commission the sum of 210,000 French francs to cover the cost of drawing up a report. The balance of this account, including a sum of 17,468.80 Swiss francs profit on realisation of investments, amounts to 56,682.90 Swiss francs.
Balance at December 31st, 1939 .	56,682.90	56,682.90	40,092.19	
	<u>59,682.90</u>			
Expended in 1939 .	434.—			On May 18th, 1935, the Council accepted the Wateler Peace Prize for 1935 (19,000 florins, equivalent to 39,548.50 Swiss francs) awarded to the League of Nations by the Administrative Board of the Carnegie Foundation at The Hague, for the development of the broadcasting service of the League. The expenditure to December 31st, 1939, amounts to 40,933.80 Swiss francs, leaving a balance on hand, including 16,023.45 Swiss francs profit on realisation of investments, of 14,638.15 Swiss francs
Balance at December 31st, 1939 . .	14,638.15	14,638.15	10,353.66	
	<u>15,072.15</u>			
Expended in 1939 .	20,294.20	—	—	Account closed.
	<u>20,294.20</u>			
Expended in 1939 .	275,709.79			To meet the share of expenses to be borne by the Governments of Iraq and the United Kingdom, the Secretary-General had received, on December 31st, 1939, contributions amounting to 3,279,953.54 Swiss francs. Following a decision of the Assembly the expenditure involved is chargeable to these Governments in the proportion of 85.3% and to the League in the proportion of 14.7%.
Balance at December 31st, 1939 (£18,310 is. od.) .	323,080.85	323,080.85	228,517.20	
	<u>598,790.64</u>			
Expended in 1939 .	1,041.80			On January 25th, 1937, the Council authorised the Secretary-General to take steps to create an international Foundation for the purpose of granting at regular intervals a prize, to be known as the "Léon Bernard Prize", as a reward for some piece of practical work in the field of social medicine. (96th session, Minute 3856.)
Balance at December 31st, 1939:	13,373.—	13,892.05	9,825.94	
Investments . .	519.05			
Current funds . .	<u>14,933.85</u>			
.....	.....	2,145,249.08	1,517,348.68	

SUSPENSE

Name of account	Receipts	
		Swiss francs
Building Annuity	Balance at January 1st, 1939	1,375,000.—
	Allocation for 1939	1,375,000.—
		<u>2,750,000.—</u>
Gift by the Woodrow Wilson Foundation	Balance at January 1st, 1939	45,870.50
		<u>45,870.50</u>
Contributions from non-member States	Receipts during 1939	69,052.50
		<u>69,052.50</u>
Contributions from States Members	Balance at January 1st, 1939	13,056.05
	Receipts in 1939	3.30
		<u>13,059.35</u>
Occupation of New Buildings: Unexpended balance of 1935 and 1936	Balance at January 1st, 1939	338,812.50
		<u>338,812.50</u>
Paris Exhibition of 1937	Balance at January 1st, 1939	4,479.95
		<u>4,479.95</u>
<i>Carried forward</i>		

ACCOUNTS

Expenditure		Balance as at December 31st, 1939		Remarks
		Swiss francs	Swiss francs		Gold francs
Transferred to Building Fund. .	2,750,000.—	—	—	The sum of 2,750,000 Swiss francs represents the total amount entered in Part VI of the budgets for 1938 and 1939 under the heading of "Terminable Annuity payable on account of Building Operations of the League". This amount was paid to the Building Fund during 1939.
	<u>2,750,000.—</u>			
Expended in 1939 .	45,870.50	—	—	Account closed.
	<u>45,870.50</u>			
Balance at December 31st, 1939 . .	69,052.50	69,052.50	48,841.28	The sum of 69,052.50 Swiss francs represents a voluntary contribution of the Government of the United States of America towards certain activities of the League. This amount is shown as an appropriation in aid to the budget for 1940.
	<u>69,052.50</u>			
Transferred to general League funds	13,059.35	—	—	Account closed.
	<u>13,059.35</u>			
Expenditure in 1939 Amount transferred to Building Fund Balance at December 31st, 1939 . .	29,042.15			On October 9th, 1936, the Assembly decided, on the recommendation of the Supervisory Commission, that the unexpended balance of the vote of 750,000.— Swiss francs in Part VI of the budget for 1936 and amounting to 391,605.30 Swiss francs, together with the unexpended balance of the amount brought forward from 1935, should be carried forward and made available for expenditure to be incurred in 1937. In virtue of the above-mentioned decision, the Assembly, on October 2nd, 1937, approved the recommendation of the Supervisory Commission that the system in force for the use of these credits should remain in operation in 1938. In accordance with the decisions reached by the Assembly in 1936 and 1937, the recommendations made by the Supervisory Commission during the year, and the Secretary-General's statement to the Fourth Committee of the 1938 Assembly, the balance of this item will eventually be utilised in meeting supplementary credits arising from the cost of construction of the New Buildings.
	250,000.—			
	59,770.35	59,770.35	42,275.96	
	<u>338,812.50</u>			
Expended in 1939 .	4,479.95	—	—	Account closed.
	<u>4,479.95</u>			
.....	.....	128,822.85	91,117.24	

Name of account	Receipts	
		Swiss francs
<i>Brought forward</i>		
High Commissariat at Danzig	Balance at January 1st, 1939	45,698.15
	Received in 1939	39,640.15
		<u>85,338.30</u>
Technical collaboration with China: Scheme of anti-epidemic action	Balance at January 1st, 1939	564,846.70
	Unexpended balance of 1938 budget credit	33,657.25
	Transfer from 1939 budget credit	844,481.60
	Contribution by the Government of China (408,788.98 Chinese dollars)	299,286.70
		<u>1,742,272.25</u>
New York World's Fair: League participation.	Balance at January 1st, 1939	66,831.90
	Budget credit	900,000.—
		<u>966,831.90</u>
Electricity contract maturing 1940: Proportionate liability	Balance at January 1st, 1939	80,000.—
	Amount set aside in 1939	43,000.—
		<u>123,000.—</u>
Miscellaneous Accounts	Balance at January 1st, 1939	8,514.25
		<u>8,514.25</u>
Total		

Expenditure		Balance as at December 31st, 1939		Remarks
		Swiss francs	Swiss francs	
.....	.....	128,822.85	91,117.24	
Expended in 1939 .	80,416.05			<p>For financial reasons, the High Commissioner at Danzig requested the Secretary-General to retain in Geneva a part of the monthly allocation payable to meet the administrative expenses of the High Commissariat.</p> <p>The balance of 4,922.25 Swiss francs is retained to meet any subsequent demands.</p>
Balance at December 31st, 1939 . .	4,922.25	4,922.25	3,481.54	
	<u>85,338.30</u>			
Expended in 1939 .	1,424,973.60			<p>The unexpended balance, as at December 31st, 1938, of the 2,000,000 Swiss francs fixed by the Assembly on October 5th, 1937, as the amount of financial assistance to be granted by the League has been increased during 1939 by the sums of 844,481.60 Swiss francs transferred from Item 9 (a), Chapter II, of the budget for 1939 and 299,286.70 Swiss francs, contribution from the Government of China.</p> <p>The expenditure during 1939 amounted to 1,424,973.60 Swiss francs, leaving a balance in hand of 317,298.65 Swiss francs.</p>
Balance at December 31st, 1939 . .	317,298.65	317,298.65	224,427.41	
	<u>1,742,272.25</u>			
Expended in 1939 .	828,759.40			<p>On December 14th, 1939, the Assembly adopted the following proposal made by the Supervisory Commission in its third report to the 1939 Assembly:</p> <p>" Having before it at its October session an offer from an American Committee concerning the re-opening of the League Pavilion, the Commission agreed that, at the end of the present financial year, the balance of the credit voted for the League's participation in the New York Fair should be paid into a special account and allocated to certain expenditure to be contemplated next year."</p>
Balance at December 31st, 1939 . .	138,072.50	138,072.50	97,659.58	
	<u>966,831.90</u>			
Balance at December 31st, 1939 . .	123,000.—	123,000.—	86,998.70	<p>Article 7 of the contract for the supply of electric current, concluded, with the Supervisory Commission's approval, with the Services industriels de Geneva, provides as follows:</p> <p>" In consideration of the expenditure incurred by the Service de l'électricité, the League of Nations undertakes to consume, during the first five years, current to a value of not less than 350,000 francs (three hundred and fifty thousand francs), not including the rental of material (if any)."</p> <p>As, during the first four years, expenditure fell short of the estimates, it has been thought advisable to constitute a fund out of the sums available, so that, in 1940, as far as possible, disbursements may not materially exceed the credit of 70,000 francs normally provided in the budget.</p>
	<u>123,000.—</u>			
Expended in 1939 .	8,514.25	—	—	Account closed.
	<u>8,514.25</u>			
.....	.....	712,116.25	503,684.47	

Part III

INTERNATIONAL LABOUR ORGANISATION

- A. BUDGET ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD.
 - B. STATEMENT OF ASSETS AND LIABILITIES ON DECEMBER 31st, 1939.
 - C. CASH ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD.
 - D. TRANSFERS OF CREDITS WITHIN THE 1939 BUDGET.
-

A. BUDGET ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD
(January 1st to December 31st, 1939.)

STATEMENT OF BUDGETARY INCOME

	Income budget		Amounts received	
	Gold francs	Swiss francs	Gold francs	Swiss francs
<i>Contribution income for the twenty-first financial period:</i>				
Contributions from States Members of the League of Nations	5,937,302	8,394,243	4,453,675.25	6,296,669.25
Contributions from States not members of the League of Nations	1,261,548	1,783,594	920,026.11	1,300,745.96
<i>Supplementary receipts for the twenty-first financial period:</i>				
Sale of publications	106,096	150,000	89,626.97	126,715.88
Miscellaneous receipts	10,610	15,000	20,229.14	28,600.25
Bank interest	707	1,000	1,020.50	1,442.80
Egyptian contribution	39,568	55,942	39,568.30	55,942.23
Total income for the twenty-first financial period	7,355,831	10,399,779	5,524,146.27	7,810,116.37
<i>Arrears of contributions paid in 1939:</i>				
<i>Arrears of contributions from States Members of the League:</i>				
In respect of consolidated arrears	—	—	360.24	509.30
In respect of the nineteenth financial period	—	—	14,528.39	20,540.45
In respect of the twentieth financial period	—	—	328,285.19	464,134.25
	7,355,831	10,399,779	5,867,320.09	8,295,300.37
<i>Fund for reduction of future contributions:</i>				
Grant for payment of reorganisation indemnities	—	—	305,137.—	431,407.—
Total income	7,355,831	10,399,779	6,172,457.09	8,726,707.37

STATEMENT OF BUDGET EXPENDITURE

SUMMARY OF CHAPTERS

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
<i>Section I. — Ordinary Expenditure:</i>			
Chapter I. — Sessions of the Conference and of the Governing Body	692,100	692,100	508,910.17
Chapter II. — General Services of the In- ternational Labour Office	9,447,679	9,447,679	9,224,429.70
Chapter III. — Profit and loss on exchange	—	—	14,512.55
<i>Section II. — Capital Expenditure:</i>			
Chapter IVa. — Ordinary Expenditure: Permanent equipment	90,000	90,000	41,914.31
Chapter IVb. — Extraordinary Expendi- ture: Supplementary credit for exten- sion of building	60,000	60,000	60,000.—
<i>Section III. — Unforeseen Expenditure:</i>			
Chapter V. — Unforeseen Expenditure of Chapters I to IV	110,000	110,000	—
Total budget expenditure	10,399,779	10,399,779	9,849,766.73

March 14th, 1940.

(Signed) D. W. STACEY,
Acting Finance Officer.

SUMMARY OF ITEMS

SECTION I. — ORDINARY EXPENDITURE

CHAPTER I. — SESSIONS OF THE CONFERENCE AND OF THE GOVERNING BODY

1. Sessions of the Conference (see Schedule A)	503,100	503,100	392,587.07
2. Sessions of the Governing Body (see Sched- ule B)	189,000	189,000	116,323.10
Total of Chapter I	692,100	692,100	508,910.17

CHAPTER II. — GENERAL SERVICES OF THE INTERNATIONAL LABOUR OFFICE

3. Salaries:			
(a)-(w) Salaries (see Schedule C)	6,916,035	6,449,125	6,449,112.75
(x) Contributions towards Provident Fund	5,000	5,246	5,245.90
4. Travelling expenses of officials:			
(a) Travelling expenses and subsis- tence allowances in connection with General Services	144,000	92,909	92,908.10
(b) Removal expenses	14,000	83,297	83,296.60
(c) Travelling expenses and allow- ances of officials taking up or leaving posts in Geneva	12,000	75,847	75,846.30
(d) Holiday travelling expenses.	139,400	71,315	71,314.55

CHAPTER II. — GENERAL SERVICES (*continued*)

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
5. Entertainment expenses (see Schedule D).	65,000	65,000	56,456.90
6. Maintenance of Geneva Office (see Schedule E)	267,000	267,000	227,638.82
7. Printing (see Schedule F)	505,300	505,300	382,250.28
8. General office expenses (see Schedule G)	225,300	240,258	212,012.02
9. Special staff charges (see Schedule H) .	51,600	928,434	917,600.80
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure .	17,000	17,000	13,805.80
12. Enquiries, investigations and external col- laboration (see Schedule I)	287,000	176,664	176,662.15
13. Committees (see Schedule J)	266,000	68,829	68,827.03
14. Branch Offices (see Schedule K)	533,044	401,455	391,451.70
Total of Chapter II	9,447,679	9,447,679	9,224,429.70

CHAPTER III. — PROFIT AND LOSS ON EXCHANGE

15. Profit on exchange	100	100	743.11
Loss on exchange	100	100	15,255.66
Total of Chapter III	—	—	14,512.55

SECTION II. — CAPITAL EXPENDITURE

CHAPTER IVa. — ORDINARY EXPENDITURE (PERMANENT EQUIPMENT, ETC.)

16. Furniture and office equipment	16,000	16,000	7,513.44
17. Typewriters and other machines	32,000	32,000	4,926.—
18. Library	42,000	42,000	29,474.87
Total of Chapter IVa.	90,000	90,000	41,914.31

SCHEDULES

SCHEDULE A

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE

(a) Salaries of temporary staff	106,000	106,000	84,223.55
(b) Travelling expenses of temporary staff .	12,000	12,000	6,658.85
(c) Rent of hall, heat, light, etc.	16,000	15,290	5,732.90
(d) Hire of office equipment and furniture .	1,900	2,610	2,602.—
(e) Automobiles and cyclists	7,000	7,000	6,743.55
(f) Cables, telegrams, telephone communi- cations	5,000	5,000	1,729.50
(g) Special printing	220,200	190,900	133,984.87
(h) Preparatory meetings	20,000	38,000	24,618.30
(i) Second Regional Conference of American States Members of the International Labour Organisation	115,000	126,300	126,293.55
Total	503,100	503,100	392,587.07

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(a) Travelling expenses and allowances of members of the Governing Body . .	156,500	156,500	92,399.95
(b) Printing of documents for the Governing Body	32,500	32,500	23,923.15
Total	189,000	189,000	116,323.10

SCHEDULE C

to Chapter II, Item 3.

SALARIES

(a) Directorate	625,405	519,574	519,573.80
(b) Official Relations Section	333,170	333,563	333,562.60
(c) Conference Section	294,390	221,735	221,734.35
(d) Maritime Service	134,025	96,254	96,253.35
(e) Administrative Section	1,183,350	1,097,678	1,097,677.05
(f) Legal Service	92,095	92,095	92,094.65
(g) Economic Section	220,700	177,328	177,327.30
(h) Agricultural Service	111,200	105,744	105,743.25
(i) Statistical Section	162,465	147,863	147,862.75
(j) Unemployment and Migration Section .	295,160	284,074	284,073.25
(k) Editorial Section	1,122,180	1,078,940	1,078,939.30
(l) Labour Conditions Section	364,090	363,284	363,283.70
(m) Social Insurance Section	273,355	243,367	243,366.20
(n) Industrial Hygiene Service	131,230	133,301	133,300.85
(o) Safety Service	72,830	72,403	72,402.40
(p) General Information Section	442,655	397,664	397,663.35
(q) Extra-European Section	243,005	225,491	225,490.35
(r) Special Problems Section	272,980	259,567	259,566.30
(s) Labour Law and Inspection Section . .	270,930	289,695	289,694.20
Total of salaries	6,645,215	6,139,620	6,139,609.—
(t) Interpreters', revisers' and language allowances	37,320	35,673	35,672.90
Total	6,682,535	6,175,293	6,175,281.90
New posts	—	—	—
Total	6,682,535	6,175,293	6,175,281.90
(u) Statutory allowances			
1. Family allowances for local staff .	6,500	7,150	7,150.—
2. Exceptional increments	16,000	—	—
3. Language allowances	4,000	1,650	1,650.—
4. Revisers' and interpreters' allowances	800	—	—
(v) Supernumerary staff	55,000	160,680	160,679.90
(w) Temporary staff for carrying out the resolutions of the Santiago Conference . .	47,200	13,852	13,852.—
(x) Temporary collaborators (experts) . . .	100,000	86,410	86,409.45
(y) Overtime	4,000	4,090	4,089.50
Total	6,916,035	6,449,125	6,449,112.75

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES

	Original appropriation	Appropriation as amended by transfers	Actual expenditure
	Swiss francs	Swiss francs	Swiss francs
(a) Director	25,000	25,000	25,000.—
(b) Deputy Director	5,000	5,000	5,000.—
(c) Chairman of the Governing Body	10,000	10,000	10,000.—
(d) Entertainment Fund	25,000	25,000	16,456.90
Total	65,000	65,000	56,456.90

SCHEDULE E

to Chapter II, Item 6.

PROPERTY ACCOUNT: MAINTENANCE OF GENEVA OFFICE

(a) Water rate	2,700	3,479	3,478.25
(b) Heating	20,000	23,675	23,674.25
(c) Electricity { Lighting	11,500	12,454	12,453.70
{ Electric motors	3,500	4,696	4,695.65
(d) Repairs (main building, villa and grounds)	25,000	25,000	12,189.—
(e) Insurance	9,000	12,000	10,611.45
(f) Upkeep of office furniture and equipment	11,000	11,000	10,675.52
(g) Domestic staff employed in cleaning and watchmen	85,000	85,000	81,660.85
(h) Messengers' uniforms	2,300	3,900	3,889.60
(i) Sundry supplies	3,000	3,786	3,785.60
(j) Additional accommodation	—	—	—
(k) Occupation of the two new wings	94,000	82,010	60,524.95
Total	267,000	267,000	227,638.82

SCHEDULE F

to Chapter II, Item 7.

PRINTING

(a) <i>Industrial and Labour Information</i>	59,400	59,400	48,843.35
(b) <i>Official Bulletin</i>	6,500	6,500	3,550.04
(c) <i>International Labour Review</i> (English and French) (editions issued in German, Spanish and Japanese)	95,000	95,000	75,746.60
(d) <i>Industrial Safety Survey</i> (English, French and German)	16,500	16,500	13,068.80
(e) <i>Bibliography of Industrial Hygiene</i> (English, French and German)	5,200	5,200	2,651.95
(f) <i>I.L.O. Year-Book</i> (English, French, German and Spanish) and <i>Year-Book of Labour Statistics</i> (in two languages)	46,000	46,000	22,449.45
(g) <i>Legislative Series</i> (English, French and German)	99,000	99,000	79,655.30
(h) <i>Studies and Reports and other scientific publications</i> (English, French and in part German)	89,200	89,200	79,160.39

SCHEDULE F. — PRINTING (*continued*)

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(i) <i>Monthly Summary</i> (English and French)	5,200	5,964	5,963.09
(j) Special publications	—	—	—
(k) Printing, or share in the publication of, pamphlets, leaflets and posters for pro- paganda or of office publications in various languages	30,000	29,236	13,608.18
(l) Sales Service (catalogues, circulars, etc.) .	35,000	35,000	30,577.70
(m) Binding for sales	3,300	3,300	2,417.80
(n) Reprinting for sales	15,000	15,000	4,557.63
Total	505,300	505,300	382,250.28

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES

(a) Stationery and office supplies	61,000	53,958	43,501.62
(b) Postage and diplomatic bag, Geneva-Paris	93,000	93,000	85,257.94
(c) Cables and telegrams	10,800	12,800	11,601.—
(d) Telephones	35,500	35,500	33,777.20
(e) Papers and Press cuttings	15,000	15,000	11,041.11
(f) Additional miscellaneous expenses (freight and carriage, bank charges, etc.) . .	10,000	30,000	26,833.15
Total	225,300	240,258	212,012.02

SCHEDULE H

to Chapter II, Item 9.

SPECIAL STAFF CHARGES

(a) Indemnities provided for under the Staff Regulations	2,500	878,034	878,033.95
(b) Reserve for Death and Invalidity Fund .	5,000	5,000	—
(c) Contribution to Staff Sickness Insurance Fund	23,000	23,000	21,082.50
(d) Upkeep of sickroom	400	400	332.10
(e) Nurse: (i) Salary	6,500	6,500	6,500.—
(ii) Fares	1,200	1,200	300.—
(f) Medical Adviser: (i) Honorarium . . .	6,000	7,500	7,500.—
(ii) Fees for second me- dical examination	200	300	300.—
(g) Staff welfare	2,000	2,000	1,468.25
(h) Recruitment of staff	250	250	—
(i) Cantonal, communal and other subscrip- tions	2,550	2,550	2,084.—
(j) Administrative Tribunal: (i) Expenses .	1,000	700	—
(ii) Indemnities	1,000	1,000	—
Total	51,600	928,434	917,600.80

SCHEDULE I
to Chapter II, Item 12.

ENQUIRIES, INVESTIGATIONS AND EXTERNAL COLLABORATION			
	Original appropriation	Appropriation as amended by transfers	Actual expenditure
	Swiss francs	Swiss francs	Swiss francs
1. Correspondents	206,000	138,864	138,863.60
2. Press agencies	9,000	7,951	7,950.85
3. Collaborators for the Spanish <i>Review</i> . .	15,000	14,825	14,825.—
4. Collaborators for the Survey of Decisions on Labour Law	6,000	—	—
5. Translations and fees for articles	25,000	9,226	9,225.60
6. Consultation of experts: miscellaneous collaboration	26,000	5,798	5,797.10
Total	287,000	176,664	176,662.15

SCHEDULE J
to Chapter II, Item 13.

COMMISSIONS			
(a) Joint Maritime Commission	40,000	—	—
(b) Committee on Social Insurance:			
1. Joint Committee on Social Hygiene and Insurance	5,000	—	—
2. Committee of Experts on Social Insurance	30,000	—	—
(c) Correspondence Committee on Industrial Hygiene	18,000	—	—
(d) Correspondence Committee on Accident Prevention	18,000	12,269	12,268.88
(e) Correspondence Committee on Migration	25,000	—	—
(f) Committee of Statistical Experts	5,000	—	—
(g) Committee on Native Labour	20,000	—	—
(h) Committee on the Application of Conventions	23,000	3,435	3,435.—
(i) Advisory Committee on Professional Workers	15,000	5,613	5,612.95
(j) Advisory Committee on Salaried Employees	—	—	—
(k) Committee on Automatic Coupling	—	—	—
(l) Advisory Committee on Management	4,000	2,987	2,986.40
(m) Correspondence Committee on Unemployment Insurance and Placing	—	—	—
(n) International Committee on Public Works	1,000	—	—
(o) Permanent Agricultural Committee	55,000	44,525	44,523.80
(p) Mixed Advisory Agricultural Committee	—	—	—
(q) Advisory Correspondence Committee on Workers' Spare Time	—	—	—
(r) Committee of Experts on Nutrition	—	—	—
(s) Other Committees	7,000	—	—
Total	266,000	68,829	68,827.03

SCHEDULE K
to Chapter II, Item 14.

BRANCH OFFICES

	Original appropriation Swiss francs	Appropriation as amended by transfers Swiss francs	Actual expenditure Swiss francs
(a) Paris Office	49,635	27,416	27,415.35
(b) London Office	90,461	84,954	84,953.85
(c) Rome Office	—	—	—
(d) Washington Office	163,255	133,687	133,686.70
(e) Tokio Office	66,048	29,681	29,680.45
(f) Delhi Office	95,285	85,518	85,517.10
(g) Chinese Office	58,360	30,199	30,198.25
(h) Provision to meet fluctuations in exchange	10,000	10,000	—
Total	533,044	401,455	391,451.70

B. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1939

	LIABILITIES			ASSETS		
	Swiss francs	Swiss francs	Gold francs	Swiss francs	Swiss francs	Gold francs
<i>Reserve Fund:</i>				<i>Buildings:</i>		
International Labour Organisation		119,530.73	84,544.87	Buildings at Geneva	3,475,805.32	
				Less depreciation	1,203,464.10	
					<u>2,272,341.22</u>	2,287,431.28
<i>Devaluation Compensation Fund (1937):</i>				Building extensions at Geneva: amount expended at December 31st, 1939	1,628,191.72	
States not members of the League of Nations		2,870.56	2,030.37	Less depreciation	40,704.79	
					<u>1,587,486.93</u>	1,122,839.87
<i>Fund to meet possible increase in expenditure due to currency depreciation in 1938:</i>				<i>Furniture, Machines and Library:</i>		
States not members of the League of Nations		40,780.43	28,844.26	Furniture and fittings at head office and branches		1.—
				Typewriters, duplicating and other machines at head office and branches		1.—
<i>Reserve for reduction of future contributions:</i>				Library at head office and branches		1.—
States not members of the League of Nations		68,726.95	48,611.02	<i>Contributions due from States Members:</i>		
				Contributions due from States Members of the League of Nations		2,086,338.10
<i>Extra-Budgetary and Suspense Accounts as per contra:</i>				Contributions due from States not members of the League of Nations	1,065,230.47	
Balance of grant from Industrial Relations Counsellors for enquiry into industrial relations	21,782.23			Less contributions due to the Pensions Fund	83,864.91	
Special account for sale of publications of the International Management Institute	2,110.65				<u>981,365.56</u>	694,126.29

Building Extensions Fund	58,808.28		
Government of Cuba: Balance of contribution towards cost of Second Regional Conference	24,000.—		
Sundry Suspense Accounts	20,610.20		
<i>Working Capital Fund</i>		127,311.36	90,048.16
		1,123,059.36	794,347.22
<i>Balance, being excess of assets over liabilities</i>		5,804,475.45	4,785,733.86
		<hr/>	<hr/>
		7,286,754.84	5,834,159.76

March 14th, 1940.

Cash in hand, at Banks and with Correspondents:

Reserve Fund: International Labour Office	119,530.73	84,544.87
Devaluation Compensation Fund (1937): States not members of the League of Nations	2,870.56	2,030.37
Fund to meet possible increase in expenditure due to currency depreciation in 1938: States not members of the League of Nations	40,780.43	28,844.26
Reserve for reduction of future contributions: States not members of the League of Nations	68,726.95	48,611.02
Extra Budgetary and Suspense Accounts as <i>per contra</i>	127,311.36	90,048.16
	<hr/>	<hr/>
	7,286,754.84	5,834,159.76

(Signed) D. W. STACEY,
Acting Finance Officer.

STATEMENT OF CONTRIBUTIONS DUE ON DECEMBER 31ST, 1939, FROM STATES MEMBERS OF THE LEAGUE OF NATIONS

	Gold francs	Swiss francs		Gold francs	Swiss francs
<i>Consolidated Contributions:</i>			<i>Twenty-first Financial Period 1939:</i>		
Dominican Republic, 1937	4,518.21	6,387.95	Afghanistan	1,449.58	2,049.45
Nicaragua, 1937	1,129.55	1,596.95	Albania	5,798.35	8,197.80
	<u>5,647.76</u>	<u>7,984.90</u>	Argentine Republic	133,362.55	188,549.85
<i>Nineteenth Financial Period, 1937:</i>			Belgium	27,281.87	38,571.50
Ecuador	5,315.55	7,515.20	Bulgaria	23,193.45	32,791.25
Panama	5,315.55	7,515.20	Chile	23,193.45	32,791.25
Paraguay	800.99	1,132.45	China	243,531.55	344,308.40
	<u>11,432.09</u>	<u>16,162.85</u>	Colombia	26,136.58	36,952.20
<i>Twentieth Financial Period, 1938:</i>			Cuba	28,991.90	40,989.10
Austria	12,221.69	17,279.20	Ecuador	4,383.31	6,197.20
Cuba	28,631.—	40,478.90	Estonia	4,348.84	6,148.45
Ecuador	5,793.41	8,190.80	Greece	40,588.60	57,384.75
Greece	34,161.81	48,298.45	Iran	28,493.07	40,283.85
Mexico	75,314.17	106,480.25	Liberia	5,798.35	8,197.80
Panama	5,793.41	8,190.80	Mexico	75,378.80	106,571.65
Yugoslavia	10,202.24	14,424.05	New Zealand	11,596.70	16,395.60
	<u>172,117.73</u>	<u>243,342.45</u>	Panama	5,798.35	8,197.80
			Peru	28,991.90	40,989.10
			Poland	112,143.06	158,549.45
			Roumania	73,330.30	103,675.40
			Spain	231,934.85	327,912.75
			Turkey	28,991.85	40,989.10
			Uruguay	23,193.45	32,791.25
			Yugoslavia	98,572.35	139,362.95
			Total contributions due from States Members of the League of Nations	<u>1,286,483.06</u>	<u>1,818,847.90</u>
				1,475,680.64	2,086,338.10

CONTRIBUTIONS DUE ON DECEMBER 31ST, 1939, FROM STATES NOT MEMBERS OF THE LEAGUE OF NATIONS

<i>Twentieth Financial Period, 1938:</i>			<i>Twenty-first Financial Period, 1939:</i>		
Japan	376,269.81	531,975.56	Japan	377,174.65	533,254.91
Less amount due to Staff Pensions Fund	29,872.87	42,234.69	Less amount due to Staff Pensions Fund	29,445.30	41,630.22
	<u>346,396.94</u>	<u>489,740.87</u>		<u>347,729.35</u>	<u>491,624.69</u>

TOTAL CONTRIBUTIONS DUE FROM STATES NOT MEMBERS OF THE LEAGUE OF NATIONS

Gold francs Swiss francs
694,126.29 981,365.56

FINANCIAL SITUATION OF RESERVE FUNDS ON DECEMBER 31ST, 1939

	Balance January 1st, 1939		Balance December 31st, 1939	
	Swiss francs	Gold francs	Swiss francs	Gold francs
Reserve Fund:				
International Labour Office	119,530.73	84,544.87	119,530.73	84,544.87
Devaluation Compensation Fund, 1937:				
States not members of the League of Nations	2,870.56	2,030.37	2,870.56	2,030.37
Fund to meet possible increase in expenditure due to currency depreciation in 1938:				
States not members of the League of Nations	40,780.43	28,844.26	40,780.43	28,844.26
Reserve for Reduction of Future Contributions:				
States not members of the League of Nations	68,726.95	48,611.02	68,726.95	48,611.02

March 14th, 1940.

(Signed) D. W. STACEY,
Acting Finance Officer.

FINANCIAL SITUATION OF EXTRA-BUDGETARY ACCOUNTS WITH CHANGES DURING 1939

	Balance January 1st, 1939	Receipts	Total Swiss francs	Payments and transfers	Balance December 31st, 1939
Industrial Relations Counselors:					
Grant for enquiry into industrial relations	21,729.78	52.45	21,782.23	—	21,782.23
Stock of publications of the International Management Institute	2,003.55	187.35	2,190.90	80.25	2,110.65
Building Extensions Fund	123,389.45	74,304.93	197,694.38	138,886.10	58,808.28
Cash surplus 1937:					
Share allocated to States non-members of the League of Nations in reduction of their 1939 contributions	169,426.73	—	169,426.73	169,426.73	—
Egyptian contribution, January-June 1937, carried forward to 1939 budget	60,613.90	—	60,613.90	60,613.90	—
Brazilian contribution:					
Excess payment on account of 1937 and 1938 contributions carried forward in reduction of 1939 contribution	25,083.50	—	25,083.50	25,083.50	—
Sundry suspense accounts	7,197.—	29,916.65	37,113.65	16,503.45	20,610.20
Government of Cuba:					
Contribution towards cost of second Regional Conference—Havana	—	112,500.—	112,500.—	88,500.—	24,000.—

March 14th, 1940.

(Signed) D. W. STACEY,
Acting Finance Officer.

C. CASH ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD

RECEIPTS			PAYMENTS	
	Gold francs	Swiss francs	Swiss francs	Swiss francs
<i>To Contributions from States Members of the League of Nations:</i>				<i>Section I (Ordinary Expenditure):</i>
Consolidated contributions	360.24	509.30		<i>By expenditure under:</i>
Arrears	342,813.58	484,674.70		Chapter I: Sessions of the Conference and Governing Body
Twenty-first financial period	4,453,675.25	6,296,669.25		508,910.17
	<u>4,796,849.07</u>	<u>6,781,853.25</u>	6,781,853.25	Chapter II: General Services of the International Labour Office
<i>To Contributions from States not members of the League of Nations</i>	987,735.40	1,396,474.25		9,224,429.70
<i>Twenty-first financial period:</i>				Chapter III: Profit and loss on exchange
Less amount paid to Staff Pensions Fund in respect of officials of the International Labour Office	67,709.29	95,728.29		14,512.55
	<u>920,026.11</u>	<u>1,300,745.96</u>	1,300,745.96	<i>Section II (Capital Expenditure):</i>
<i>To Appropriations-in-aid:</i>				<i>By Expenditure under:</i>
Sale of publications			126,715.88	Chapter IVa: Ordinary expenditure Permanent equipment, etc.
Miscellaneous receipts			28,600.25	41,914.31
Bank interest			1,442.80	Chapter IVb: Extraordinary expenditure:
Egyptian contribution (January-June 1937)			55,942.23	1: Extension of building
			<u>8,295,300.37</u>	60,000.—
<i>To Fund for Reduction of Future Contributions:</i>				Chapter V: Unforeseen expenditure.
Grant for payment of reorganisation indemnities	305,137.—		431,407.—	
<i>To Working Capital Fund:</i>				
(a) Sum to be refunded by States not members of the League of Nations as their share of the reorganisation indemnities	65,541.90	92,664.08		
(b) Working Capital Fund	728,805.32	1,030,395.28		
	<u>794,347.22</u>	<u>1,123,059.36</u>	1,123,059.36	
			<u>9,849,766.73</u>	<u>Total budgetary expenditure</u>
				9,849,766.73

March 14th, 1940.

(Signed) D. W. STACEY,
Acting Finance Officer.

STATEMENT OF CONTRIBUTIONS FROM STATES MEMBERS
OF THE LEAGUE OF NATIONS .

States	Amount payable to the International Labour Organisation for 1939	Paid during 1939 (including share of 1937 surplus)	Cancelled by decision of 1939 Assembly	Balance due December 31st, 1939
Gold francs				
Afghanistan	6,473.61	5,024.03	—	1,449.58
Union of South Africa	103,577.93	103,577.93	—	—
Albania	6,473.61	675.26	—	5,798.35
Argentine Republic	148,893.27	15,530.72	—	133,362.55
Australia	148,893.27	148,893.27	—	—
Belgium	122,998.78	95,716.91	—	27,281.87
Bolivia	12,947.24	12,947.24	—	—
United Kingdom	699,150.98	699,150.98	—	—
Bulgaria	25,894.44	2,700.99	—	23,193.45
Canada	226,576.73	226,576.73	—	—
Chile	51,788.95	5,402.—	23,193.50	23,193.45
China	271,892.02	28,360.47	—	243,531.55
Colombia	32,368.15	6,231.57	—	26,136.58
Cuba	32,368.15	3,376.25	—	28,991.90
Czecho-Slovakia	161,840.49	16,881.24	144,959.25	—
Denmark	77,683.43	77,683.43	—	—
Dominican Republic	6,473.61	6,473.61	—	—
Ecuador	6,473.61	2,090.30	—	4,383.31
Egypt	77,683.45	77,683.45	—	—
Estonia	19,420.85	15,072.01	—	4,348.84
Ethiopia	12,947.24	1,350.49	11,596.75	—
Finland	64,736.20	64,736.20	—	—
France	517,889.59	517,889.59	—	—
Greece	45,315.34	4,726.74	—	40,588.60
Haiti	6,473.61	6,473.61	—	—
Hungary	51,788.95	51,788.95	—	—
India	317,207.41	317,207.41	—	—
Iran	32,368.15	3,875.08	—	28,493.07
Iraq	19,420.85	19,420.85	—	—
Ireland	64,736.20	64,736.20	—	—
Italy	366,069.95	366,069.95	—	—
Latvia	19,420.85	19,420.85	—	—
Liberia	6,473.61	675.26	—	5,798.35
Lithuania	25,894.44	8,499.35	17,395.09	—
Luxemburg	6,473.61	6,473.61	—	—
Mexico	84,157.04	8,778.24	—	75,378.80
Netherlands	155,366.88	155,366.88	—	—
New Zealand	51,788.95	40,192.25	—	11,596.70
Norway	58,262.59	58,262.59	—	—
Panama	6,473.61	675.26	—	5,798.35
Peru	32,368.15	3,376.25	—	28,991.90
Poland	207,155.87	95,012.81	—	112,143.06
Portugal	51,788.95	51,788.95	—	—
Roumania	122,998.78	49,668.48	—	73,330.30
Salvador	3,919.64	3,919.64	—	—
Spain	258,944.80	27,009.95	—	231,934.85
Sweden	122,998.78	122,998.78	—	—
Switzerland	110,051.59	110,051.59	—	—
Thailand	38,841.70	38,841.70	—	—
Turkey	64,736.20	35,744.35	—	28,991.85
U.S.S.R.	608,520.33	608,520.33	—	—
Uruguay	25,894.44	2,700.99	—	23,193.45
Venezuela	25,894.44	25,894.44	—	—
Yugoslavia	110,051.59	11,479.24	—	98,572.35
	5,937,302.90	4,453,675.25	197,144.59	1,286,483.06

STATEMENT OF CONTRIBUTIONS FROM STATES NOT MEMBERS
OF THE LEAGUE OF NATIONS

States	Amount payable for 1939 (including contribution to Pensions Fund)	Paid during 1939 (including share of 1937 surplus)	Balance due December 31st, 1939
	Gold francs		
Brazil	199,942.01	199,942.01	—
Japan	413,673.12	36,498.47	377,174.65
United States of America	751,294.92	751,294.92	—
	1,364,910.05	987,735.40	377,174.65

Allocation of 1939 Contributions received.

States	Budget of the International Labour Organisation	Pensions Fund	Total
	Gold francs		
Brazil	185,710.11	14,231.90	199,942.01
Japan	36,498.47	—	36,498.47
United States of America	697,817.53	53,477.39	751,294.92
	920,026.11	67,709.29	987,735.40

STATEMENT OF ARREARS OF CONTRIBUTIONS FROM STATES MEMBERS
OF THE LEAGUE OF NATIONS

Consolidated Contributions.

States	Amount due to International Labour Organisation on December 31st, 1938	Paid during 1939	Transferred to League Reserve Fund	Cancelled by decision of 1939 Assembly	Amount due to International Labour Organisation on December 31st, 1939
	Gold francs				
Albania, 1936	3,790.36	—	3,790.36	—	—
Albania, 1937	4,610.12	28.01	—	4,582.11	—
Dominican Republic, 1936	3,611.64	—	3,611.64	—	—
Dominican Republic, 1937	4,783.99	265.78	—	—	4,518.21
Liberia, 1936	1,533.90	—	1,533.90	—	—
Nicaragua, 1936	1,533.90	—	1,533.90	—	—
Nicaragua, 1937	1,196.—	66.45	—	—	1,129.55
	21,059.91	360.24	10,469.80	4,582.11	5,647.76

Eighteenth Financial Period, 1936.

States	Amount due to International Labour Organisation on December 31st, 1938	Paid during 1939	Transferred to League Reserve Fund	Amount due to International Labour Organisation on December 31st, 1939
	Gold francs			
Ecuador	6,817.25	—	6,817.25	—
Ethiopia	13,634.45	—	13,634.45	—
Panama	4,406.32	—	4,406.32	—
Paraguay	6,817.25	—	6,817.25	—
	31,675.27	—	31,675.27	—

Nineteenth Financial Period, 1937.

States	Amount due to International Labour Organisation on December 31st, 1938	Paid during 1939	Cancelled by decision of 1939 Assembly	Amount due to International Labour Organisation on December 31st, 1939
			Gold francs	
Ecuador	5,315.55	—	—	5,315.55
Ethiopia	10,631.07	—	10,631.07	—
Greece	14,528.39	14,528.39	—	—
Panama	5,315.55	—	—	5,315.55
Paraguay	800.99	—	—	800.99
Spain	106,333.63	—	106,333.63	—
	<hr/> 142,925.18	<hr/> 14,528.39	<hr/> 116,964.70	<hr/> 11,432.09

Twentieth Financial Period, 1938.

Austria	57,933.99	—	45,712.30	12,221.69
Bolivia	11,586.81	11,586.81	—	—
China	243,322.75	146,944.56	96,378.19	—
Cuba	28,967.—	336.—	—	28,631.—
Czecho-Slovakia	36,208.70	—	36,208.70	—
Ecuador	5,793.41	—	—	5,793.41
Ethiopia	11,586.81	—	11,586.81	—
Greece	40,553.77	6,391.96	—	34,161.81
Haiti	5,793.41	5,793.41	—	—
Honduras	3,015.74	3,015.74	—	—
Iraq	17,380.22	17,380.22	—	—
Iran	28,967.—	28,967.—	—	—
Liberia	10.71	10.71	—	—
Lithuania	11,586.82	11,586.82	—	—
Mexico	75,314.17	—	—	75,314.17
Panama	5,793.41	—	—	5,793.41
Rumania	6,833.86	6,833.86	—	—
Salvador	2,169.10	2,169.10	—	—
Spain	231,735.93	—	231,735.93	—
Turkey	39,499.07	39,499.07	—	—
Uruguay	23,173.59	23,173.59	—	—
Yugoslavia	34,798.58	24,596.34	—	10,202.24
	<hr/> 922,024.85	<hr/> 328,285.19	<hr/> 421,621.93	<hr/> 172,117.73

STATEMENT OF CONTRIBUTIONS DUE FROM STATES NOT MEMBERS
OF THE LEAGUE OF NATIONS

State	Amount due on December 31st, 1938	Paid in 1939	Amount due on December 31st, 1939
		Gold francs	
Japan 1938	376,269.81	—	376,269.81
Japan 1939	—	—	377,174.65
			<hr/> 753,444.46

Allocation of Above Contributions due.

Budget of the International Labour Organisation	694,126.29
Pensions Fund	59,318.17
	<hr/> 753,444.46

D. TRANSFERS OF CREDITS WITHIN THE 1939 BUDGET.

TRANSFERS FROM ITEM TO ITEM

The Governing Body approved the following transfers from item to item.

	Swiss francs		Swiss francs
<i>Eighty-ninth Session, September 1939:</i>			
From Chapter II, Item 3:		To Chapter II, Item 9:	
Salaries (a) Directorate.	11,400	Special staff charges:	
		(a) Indemnities provided for under the Staff Regulations	9,800
		(f) Medical Adviser.	1,600
	<u>11,400</u>		<u>11,400</u>

Indemnity to an official whose post was suppressed independently of the general reorganisation; extension of the Medical Adviser's contract.

	Swiss francs		Swiss francs
From Chapter II, Item 12:		To Chapter II, Item 8:	
Enquiries, Investigations and External Collaboration:		General office expenses:	
I. Correspondents	22,000	(c) Cables and telegrams	2,000
		(f) Additional miscellaneous expenses	20,000
	<u>22,000</u>		<u>22,000</u>

Additional cable expenses resulting from the state of emergency (2,000 francs); extraordinary expenditure on air-raid precautions (7,000 francs); expenses in connection with International Labour Office stand at New York World's Fair (13,000 francs).

	Swiss francs		Swiss francs
From Chapter II, Item 3:		To Chapter II, Item 4:	
<i>Salaries.</i>		<i>Travelling expenses of officials:</i>	
(a) Directorate	26,138	(b) Removal expenses.	13,968
(c) Conference Section.	72,655		
(d) Maritime Section	37,771	To Chapter II, Item 9:	
(e) Administrative Section	85,672	<i>Special Staff Charges:</i>	
(g) Economic Section	31,372	(a) Indemnities provided for under the Staff Regulation	865,434
(h) Agricultural Section	5,456		
(i) Statistical Section	14,602		
(j) Unemployment and Migration Section	11,086		
(k) Editorial Section	21,321		
(m) Social Insurance Section.	15,867		
(o) Safety Service	427		
(p) General Information Section.	26,226		
(q) Extra European Studies Section	17,514		
(r) Special Problems Section.	13,413		
(t) Interpreters', revisers' and language allowances	1,647		
(u) 2 Exceptional increments	16,000		
(u) 3 Language allowances	2,104		
(u) 4 Revisers' and interpreters' allowances	150		
(v) Supernumerary staff	8,905		
(w) Technical collaboration with Latin America	33,348		
(x) Temporary collaborators	13,590		
	<u>455,264</u>		
<i>Carried forward</i>	455,264	<i>Carried forward</i>	879,402

	Swiss francs		Swiss francs
<i>Brought forward</i>	455,264	<i>Brought forward</i> . . .	879,402
From Chapter II, Item 8:			
<i>General Office Expenses:</i>			
(a) Stationary and of- fices supplies . .	7,042	7,042	
From Chapter II, Item 12:			
<i>Enquiries, Investigations and External Collabora- tion.</i>			
1. Correspondents . .	45,136		
2. Press agencies . . .	1,049		
3. Collaborators for the <i>Spanish Review</i> . .	175		
4. Collaborators for the <i>Survey of Deci- sions on Labour Law</i>	6,000		
5. Translations and fees for articles	15,774		
6. Consultation of ex- perts; miscellane- ous collaboration	20,202		
	<hr/>	88,336	
From Chapter II, Item 13:			
<i>Committees:</i>			
(a) Joint Maritime Com- mission	40,000		
(b) Committee on So- cial insurance:			
1. Joint Commit- tee on Social Hygiene and Insurance	5,000		
2. Committee of Experts on Social Insur- ance	30,000		
(c) Correspondence Committee on In- dustrial Hygiene	18,000		
(d) Correspondence Committee on Ac- cident Prevention	5,731		
(e) Correspondence Committee on Mi- gration	25,000		
(f) Committee of Sta- tistical Experts . .	5,000		
(g) Committee of Ex- perts on Native Labour	20,000		
(h) Committee of Ex- perts on Applica- tion of Conven- tions	19,565		
(i) Advisory Commit- tee on Profession- al Workers	9,387		
<i>Carried forward</i>	<hr/> 550,642	<i>Carried forward</i>	<hr/> 879,402

	Swiss francs		Swiss francs
<i>Brought forward</i>	550,642	<i>Brought forward</i>	879,402
(l) Advisory Committee on Management	1,013		
(n) International Committee on Public Works	1,000		
(o) Permanent Agricultural Committee	10,475		
(s) Other Committees	7,000		
	197,171		
From Chapter II, Item 14:			
<i>Branch Offices:</i>			
(a) Paris Office	22,219		
(b) London Office	5,507		
(d) Washington Office	29,568		
(e) Tokio Office	35,567		
(f) Delhi Office	9,767		
(g) Chinese Office	28,961		
	131,589		
	879,402		879,402

Payment of reorganisation indemnities and repatriation expenses of officials whose posts were suppressed in 1939.

INTERNAL TRANSFERS APPROVED BY THE DIRECTOR

Chapter I, Item 1: Sessions of the Conference.

	Swiss francs		Swiss francs
From (c) Rent of hall, heat, light, etc.	710	To (d) Hire of office equipment and furniture	710
(g) Special printing	29,300	(h) Preparatory meetings	18,000
		(i) Second Regional Conference of American States, Members of the International Labour Organisation	11,300
	30,010		30,010

Chapter II, Item 3: Salaries.

From (a) Directorate	68,293	To (b) Official Relations Section	393
(g) Economic Section	12,000	(n) Industrial Hygiene Section	2,071
(k) Editorial Section	21,919	(s) Labour Law and Inspection Section	18,765
(l) Labour Conditions Section	806	(u) Statutory allowances:	
(m) Social Insurance Section	14,121	Family allowances for local staff	650
(p) General Information Section	18,765	(v) Supernumerary staff	114,585
(u) Statutory allowances:		(y) Overtime	90
Language allowances	246	(z) Provident Fund	246
Revisers' and interpreters' allowances	650		
	136,800		136,800

Chapter II, Item 4: Travelling Expenses of Officials.

From (a) Travelling expenses and subsistence allowances in connection with General Services	51,091	To (b) Removal expenses	55,329
(d) Holiday travelling expenses	68,085	(c) Travelling expenses and allowances of officials taking up or leaving posts in Geneva	63,847
	119,176		119,176

Chapter II, Item 6: Maintenance of the Geneva Office.

	Swiss francs		Swiss francs
From (k) Occupation of the two new wings	11,990	To (a) Water rate	779
		(b) Heating	3,675
		(c) Electricity:	
		Lighting	954
		Electric motors	1,196
		(e) Insurance	3,000
		(h) Messengers' uniforms	1,600
		(i) Sundry supplies	786
	11,990		11,990

Chapter II, Item 7: Printing.

From (k) Printing or share in the publication of pamphlets, leaflets and posters for propaganda or of Office publications in various languages	764	To (i) <i>Monthly Summary</i>	764
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Chapter II, Item 9: Special Staff Charges.

From (j) Administrative tribunal	300	To (a) Indemnities provided for under the Staff Regulations	300
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Chapter II, Item 14: Branch Offices.

From (e) Tokio Office	800	To (g) Chinese Office	800
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(Signed) D. W. STACEY,
Acting Finance Officer.

Part IV

PERMANENT COURT OF INTERNATIONAL JUSTICE

- I. BUDGET ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD
 - II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1939
 - III. CASH ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD
 - IV. TRANSFERS IN THE BUDGET
-

I. BUDGET ACCOUNT FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

A. SUMMARY OF CHAPTERS

	Original credits	Credits after transfers	Expenditure	
	Dutch florins		Dutch florins	Swiss francs
SECTION I. — ORDINARY EXPENDITURE:				
<i>Chapter I</i> : Members of the Court	727,000.—	727,000.—	697,802.47	1,683,627.60
<i>Chapter II</i> : The Registrar and officials of the Registry	279,304.34	279,304.34	230,537.28	556,230.35
<i>Chapter III</i> : Judges <i>ad hoc</i> , assessors, etc.	66,000.—	66,000.—	26,826.18	64,725.05
<i>Chapter IV</i> : Premises	60,000.—	60,000.—	60,000.—	144,765.40
<i>Chapter V</i> : Administrative expenses	50,135.—	50,135.—	27,564.80	66,507.15
<i>Chapter VI</i> : Cost of administration of the Court's funds	200.—	200.—	57.13	137.85
<i>Chapter VII</i> : Contribution to the Pensions Fund for Members of the Court.	140,626.—	140,626.—	140,626.—	339,296.30
Total of Section I	1,323,265.34	1,323,265.34	1,183,413.86	2,855,289.70
Deduction to be made from Section I:				
Contribution to the expenses of the Court by non-member States	6,101.—	6,101.—	—	—
	1,317,164.34	1,317,164.34	1,183,413.86	2,855,289.70
SECTION 2. — CAPITAL ACCOUNT:				
<i>Chapter VIII</i> : Permanent installations, etc.	12,300.—	12,300.—	2,565.32	6,189.50
Total of Sections I and 2	1,329,464.34	1,329,464.34	1,185,979.18	2,861,479.20
Receipts to be deducted: Bank interest	150.—	150.—	174.20	420.29
	1,329,314.34	1,329,314.34	1,185,804.98	2,861,058.91
Deductions to be made in Chapters I, II and III, in view of the creation of a Guarantee Fund:				
	Dutch florins			
Chapter I	14,000.—			
Chapter II	20,000.—			
Chapter III	33,800.—			
	67,800.—	67,800.—	—	—
To be deducted:	1,261,514.34	1,261,514.34	1,185,804.98	2,861,058.91
Contributions of States non-members of the League of Nations received in 1937	88,089.27	88,089.27	88,089.27	212,008.85
Total chargeable to Members of the League of Nations for 1939	1,173,425.07	1,173,425.07	1,097,715.71	2,649,050.06

NOTE TO SUMMARY OF CHAPTERS

The budget for the financial year 1939 provides for the following reductions to be made in respect of Chapters I, II and III in view of the creation of a Guarantee Fund:

	Dutch florins
Chapter I	14,000.—
„ II	20,000.—
„ III	33,800.—
	<hr/>
	67,800.—

During the financial year 1939, the Court has not had recourse to the Guarantee Fund.

B. SUMMARY OF ARTICLES

	Original credits	Credits after transfers	Expenditure
	Dutch florins		
SECTION I. — ORDINARY EXPENDITURE:			
<i>Chapter I: Members of the Court:</i>			
1. Annual salaries of the members of the Court and special allowance of the Vice-President:			
(a) President	60,000.—	60,000.—	60,000.—
(b) Vice-President and judges . . .	630,000.—	630,000.—	630,000.—
(c) Duty allowance of the Vice-President for each day on which he acts as President	10,000.—	10,000.—	2,100.—
2. Travelling expenses of members of the Court:			
(a) Journeys on duty	4,000.—	4,000.—	126.02
(b) Annual journeys	8,000.—	8,000.—	3,952.45
(c) Journeys on long leave	6,000.—	6,000.—	—
(d) Removal expenses on arrival and on departure (see note, p. 88).	8,000.—	8,000.—	1,624.—
3. Extraordinary or unforeseen expenditure	1,000.—	1,000.—	—
	<hr/>	<hr/>	<hr/>
	727,000.—	727,000.—	697,802.47
<i>Chapter II: The Registrar and officials of the Registry:</i>			
4. Annual salaries and special expenditure relating to staff:			
(a) Salaries, wages and indemnities (see Table A, p. 88, and note, p. 88)	262,884.34	262,834.34	220,976.34
(b) Contribution to the Staff Provident Fund	520.—	520.—	520.—
(c) Indemnities provided for in the Staff Regulations	100.—	125.—	111.46
(d) Contribution towards sickness insurance (see note, p. 88) . . .	100.—	125.—	116.27
(e) Compensation payable as a result of administrative proceedings.	100.—	100.—	—
(f) Medical examinations	100.—	100.—	—
5. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of the Registrar and officials of the Registry (on duty)	6,000.—	6,000.—	5,498.34
(b) Travelling expenses of the Registrar and officials of the Registry on leave to native country	2,000.—	2,000.—	1,414.22
	<hr/>	<hr/>	<hr/>
<i>Carried forward</i>	271,804.34	271,804.34	228,636.63

	Original credits	Credits after transfers Dutch florins	Expenditure
<i>Brought forward</i>	271,804.34	271,804.34	228,636.63
(c) Travelling expenses of wives and children of the Registrar and officials of the Registry "to their recognised homes" every three years	1,500.—	1,500.—	624.84
(d) Removal expenses (on taking up appointment and on departure)	1,000.—	1,000.—	337.55
(e) Travelling expenses of temporary and auxiliary staff	4,000.—	4,000.—	938.26
6. Unforeseen expenditure	1,000.—	1,000.—	—
	<u>279,304.34</u>	<u>279,304.34</u>	<u>230,537.28</u>

Chapter III: Judges *ad hoc*, assessors, etc.:

7. Allowances of judges <i>ad hoc</i> and assessors, witnesses and experts:			
(a) Judges <i>ad hoc</i> : duty allowance (see note, p. 88)	35,000.—	35,000.—	17,500.—
(b) Judges <i>ad hoc</i> : subsistence allowance (see note, p. 88)	16,000.—	16,000.—	7,850.—
(c) Assessors: subsistence allowance	5,000.—	5,000.—	—
(d) Witnesses and experts (Art. 55 of the Rules of Court)	1,000.—	1,000.—	—
8. Travelling expenses of judges <i>ad hoc</i> , assessors, witnesses and experts:			
(a) Judges <i>ad hoc</i> (see note, p. 88).	6,200.—	6,200.—	1,476.18
(b) Assessors	3,700.—	3,700.—	—
(c) Witnesses and experts (Art. 55 of the Rules of Court)	1,200.—	1,200.—	—
	<u>68,100.—</u>	<u>68,100.—</u>	<u>26,826.18</u>
To be deducted:			
Technical assessors	2,100.—	2,100.—	—
	<u>66,000.—</u>	<u>66,000.—</u>	<u>26,826.18</u>

Chapter IV: Premises:

9. Contribution to the Carnegie Foundation:			
(a) Repayment of the expenditure contemplated in Article I of the contract	21,000.—	21,000.—	21,000.—
(b) Supplementary credit contemplated in Article VI of the contract	19,000.—	19,000.—	19,000.—
(c) Amortisation of cost of installation of new premises for the Court	10,000.—	10,000.—	10,000.—
(d) Amortisation (supplementary) of the cost of new premises for the Court	10,000.—	10,000.—	10,000.—
	<u>60,000.—</u>	<u>60,000.—</u>	<u>60,000.—</u>

Chapter V: Administrative expenses:

10. General expenses:			
(a) Cost of distribution of documents	2,000.—	2,000.—	646.55
(b) Supplies	10,000.—	10,000.—	4,238.47
(c) Post, telephone, telegraph	4,000.—	4,000.—	2,484.72
(d) Insurances	135.—	135.—	124.30
(e) Gratuities at the New Year	500.—	500.—	500.—
(f) Welfare of staff	200.—	200.—	10.25
(g) Financial control	1,800.—	1,800.—	104.52
<i>Carried forward</i>	<u>18,635.—</u>	<u>18,635.—</u>	<u>8,108.81</u>

	Original credits	Credits after transfers Dutch florins	Expenditure
<i>Brought forward</i>	18,635.—	18,635.—	8,108.81
II. Printing expenses:			
(a) Ordinary work	30,000.—	30,000.—	19,200.96
(b) Special work	—	—	—
(c) Cost of purchasing publications of the Court, the stock of which in the Registry is exhausted	500.—	500.—	255.03
12. Unpaid liabilities from preceding years	1,000.—	1,000.—	—
	<hr/> 50,135.—	<hr/> 50,135.—	<hr/> 27,564.80
<i>Chapter VI: Cost of administration of the Court's funds:</i>			
13. Loss on exchange	100.—	100.—	—
14. Bank charges	200.—	200.—	57.13
	<hr/> 300.—	<hr/> 300.—	<hr/> 57.13
To be deducted:			
Profits on exchange	100.—	100.—	—
	<hr/> 200.—	<hr/> 200.—	<hr/> 57.13
<i>Chapter VII:</i>			
15. (a) Contributions to the Pensions Fund for members of the Court	105,626.—	105,626.—	105,626.—
(b) Lump sum to be paid to the family of a deceased member of the Court	—	—	—
(c) Lump sum to be paid to the family of the deceased former Registrar of the Court	35,000.—	35,000.—	35,000.—
	<hr/> 140,626.—	<hr/> 140,626.—	<hr/> 140,626.—
Recapitulation of Section I:			
Total of Chapter I	727,000.—	727,000.—	697,802.47
" " " II	279,304.34	279,304.34	230,537.28
" " " III	66,000.—	66,000.—	26,826.18
" " " IV	60,000.—	60,000.—	60,000.—
" " " V	50,135.—	50,135.—	27,564.80
" " " VI	200.—	200.—	57.13
" " " VII	140,626.—	140,626.—	140,626.—
Total of Section I	<hr/> 1,323,265.34	<hr/> 1,323,265.34	<hr/> 1,183,413.86
To be deducted from Section I:			
Contributions to the expenses of the Court by non-member States:			
(a) Contributions paid as parties to a case (Statute: Art. 35, para. 3, first sentence)	6,100.—	6,100.—	—
(b) Contributions paid as partici- pants in the expenses of the Court (Statute: Art. 35, para. 3, second sentence)	1.—	1.—	—
	<hr/> 1,317,164.34	<hr/> 1,317,164.34	<hr/> 1,183,413.86
SECTION 2. — CAPITAL ACCOUNT:			
<i>Chapter VIII: Permanent installations, etc.</i>			
16. Furniture and installation of additional fittings (see note, p. 89)	10,000.—	10,000.—	1,062.57
17. Library	2,300.—	2,300.—	1,502.75
	<hr/> 12,300.—	<hr/> 12,300.—	<hr/> 2,565.32

The Hague, February 15th, 1940.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

TABLE A. — SALARIES, WAGES AND INDEMNITIES
(See Chapter II: Article 4 (a), page 85.)

	Original credits	Credits after transfers Dutch florins	Expenditure
Annual salary of the Registrar	25,000.—	25,000.—	25,000.—
Annual salaries of the permanent staff of the Registry	189,624.34	189,574.34	178,535.83
Salaries of the temporary staff (two editing secretaries)	18,000.—	18,000.—	—
<i>Idem</i> (one private secretary)			
<i>Idem</i> (one duplicating operator)	4,860.—	4,860.—	4,738.50
<i>Idem</i> (two messengers)	1,600.—	1,600.—	1,600.—
Salaries of auxiliary staff	3,200.—	3,200.—	3,180.71
Overtime pay, permanent staff	20,000.—	20,000.—	7,881.30
Overtime pay, auxiliary staff	500.—	500.—	22.—
	100.—	100.—	18.—
	<hr/>	<hr/>	<hr/>
	262,884.34	262,834.34	220,976.34

NOTES TO THE SUMMARY OF ARTICLES

Article 2 (d): Removal expenses of members of the Court on arrival and on departure (see page 85).

The budget for 1939 (see note to Article 2 (d)), in view of the prospective new election of the whole Court, provided for an increase in the appropriation for removal expenses of judges in case some of them should decide to return to their native country in the course of that year. The expenses charged in 1939 relate to the removal of one judge only.

Article 4 (a): Annual salaries and special expenditure relating to staff: salaries, wages and indemnities (see page 85).

In the course of the year 1939, it was found possible to effect a saving of about 42,000 florins in respect of the credit provided for salaries of the staff of the Registry. This sum is made up as follows:

1. A saving of about 11,000 florins effected in respect of the annual salaries of the permanent staff of the Registry in the following manner:
 - (a) A post as verbatim reporter was not filled (this post has been deleted from the budget for 1940);
 - (b) The contract of a bilingual shorthand-typist was terminated during the year and the post has not been filled;
 - (c) A post as assistant to the archivist, which fell vacant owing to the resignation of the holder, was filled temporarily by a new official engaged at the minimum salary fixed for the category and with the 10% reduction (this engagement has not been renewed for 1940 and the post has been suppressed).
2. A saving of 18,000 florins due to the fact that, as in preceding years, the two vacant editing-secretaryships have not been filled (these posts have been deleted from the budget for 1940).
3. A saving of about 12,000 florins effected on the salaries of auxiliary staff.

Article 4 (d): Contribution towards sickness insurance (see page 85).

In 1939, as in 1938, the sum appropriated to this item was slightly exceeded. This excess, which was duly covered by a previous transfer, is due to the fact that an official taken on in the Registry as from February 1st, 1938, was authorised to contract a sickness insurance. For the financial year 1940, an adequate appropriation has been made.

Articles 7 (a): Duty allowance of Judges ad hoc;
 (b): Subsistence allowance of Judges ad hoc; } (see page 86).
 and 8 (a): Travelling expenses of Judges ad hoc

In 1939, the Court had before it the Panevezys-Saldutiskis railway case between Estonia and Lithuania, which involved the nomination of a judge *ad hoc* for each of these States. It also

had before it the case of the Electricity Company of Sofia and Bulgaria, between Belgium and Bulgaria, and the case of the *Société commerciale de Belgique*, between Belgium and Greece, both of which cases involved the nomination of a judge *ad hoc*, in the first case by the Bulgarian Government and in the second case by the Greek Government.

Article 16: Furniture and installation of additional fittings (see page 87).

In the budget for 1939, an item of 10,000 florins was included for the renewal of furniture and fittings.

In view of present circumstances, only absolutely indispensable purchases have been made.

II. STATEMENT OF LIABILITIES AND ASSETS

LIABILITIES		Dutch florins	Gold francs
A. <i>Debts:</i>			
Loan obtained from the Working Capital Fund		146,950.49	248,043.70
B. <i>Special Funds not belonging to the League of Nations</i>		—	—
C. <i>General Funds belonging to the League of Nations:</i>			
Furniture, various installations, typewriters, etc., Account (sum expended to date, Fl. 124,014.59)		1.—	2.—
Library Account (sum expended to date, Fl. 27,946.10)		1.—	2.—
Contributions from Non-member States Fund		6,251.67	10,642.28
Contributions in arrears:			
Member States		293,367.45	500,723.60
		<u>446,571.61</u>	<u>759,413.58</u>

At the end of the financial year 1939, the amount outstanding of the cost of installation of new premises for the Court repayable to the Carnegie Foundation was as follows:

	Dutch florins	
<i>Article 9 (c) of the Court's budget:</i>		
Amount of the loan (repayment to be effected by twenty-four annual payments of Fl. 10,000.—).	240,000.—	
To be deducted:		
Payments made during the financial years 1929-1939: eleven payments of Fl. 10,000.—	110,000.—	
	<u>130,000.—</u>	
<i>Article 9 (d) of the Court's budget:</i>		
Amount of the loan (repayment to be effected by twenty-seven annual payments of Fl. 10,000.— and one payment of Fl. 3,400.—).	273,400.—	
To be deducted:		
Payments made during the financial years 1933-1939: seven pay- ments of Fl. 10,000.—	70,000.—	
		<u>203,400.—</u>
		<u>333,400.—</u>

AS AT DECEMBER 31ST, 1939

ASSETS		Dutch florins	Gold francs
<i>Furniture, various installations</i>		1.—	2.—
<i>Library</i>		1.—	2.—
<i>Outstanding claims:</i>			
Contributions in arrears		293,367.45	500,723.60
<i>At Bank</i>		4,726.21	} 10,642.28
<i>Cash in hand</i>		1,525.46	
<i>Deficit for the financial year 1939</i>		146,950.49	248,043.70
		<u>446,571.61</u>	<u>759,413.58</u>

The Hague, February 15th, 1940.

(Signed) D. J. BRUINSMA,
Accountant-Establishment Officer.

(Signed) J. LÓPEZ OLIVÁN,
Registrar of the Court.

Although the balance sheet shows a deficit for the financial year 1939 of Fl. 146,950.49, it is to be noted that the Court, during this financial year, has effected a budgetary saving of Fl. 143,335.16:

	Dutch florins
Budget	1,329,314.34
Expenditure chargeable to the budget account (after deduction of bank interest)	1,185,979.18
	<u>143,335.16</u>
Budgetary saving	<u>143,335.16</u>

III. CASH ACCOUNT FOR THE

1939	Dutch florins	Swiss francs
December 31st. To contributions from States Members:		
Consolidated contributions, 1937	82.33	171.50
Arrears	70,476.06	168,090.15
Twenty-first financial period	880,206.83	2,130,100.70
Special Fund created by the 1936 Assembly to meet the effect of the devaluation of certain currencies	—	—
Funds at the disposal of the Supervisory Commission for expenditure resulting from currency depreciation	—	—
	<hr/>	<hr/>
(1,625,646.57 gold francs)	950,765.22	2,298,362.35
Contributions from non-member States re- ceived in 1937	88,089.27	212,008.85
Suspense account:		
Balance of contributions from non-mem- ber States received in 1937	6,251.67	15,046.20
Loan obtained from the Working Capital Fund	146,950.49	350,687.71
To extraordinary receipts:		
Bank interest	174.20	420.29
	<hr/>	<hr/>
	<u>1,192,230.85</u>	<u>2,876,525.40</u>

TWENTY-FIRST FINANCIAL PERIOD

1939		Dutch florins	Swiss francs
December 31st.	By Chapter I	697,802.47	1,683,627.60
	" II	230,537.28	556,230.35
	" III	26,826.18	64,725.05
	" IV	60,000.—	144,765.40
	" V	27,564.80	66,507.15
	" VI	57.13	137.85
	" VII	140,626.—	339,296.30
	" VIII	2,565.32	6,189.50
		<hr/>	<hr/>
		1,185,979.18	2,861,479.20
In suspense (in hand and at Bank):			
	Balance of contributions from non-member States received in 1937 . . .	6,251.67	15,046.20
		<hr/>	<hr/>
		1,192,230.85	2,876,525.40
		<hr/> <hr/>	<hr/> <hr/>

IV. TRANSFERS IN THE BUDGET

A. — Transfers in the budget approved by the Court or, by delegation from the Court, by the President.

None.

B. — Transfers within an Article of the Budget approved by the Registrar of the Court.

1. *On April 22nd, 1939:*

25 florins from item 4 (a) (Table A: Annual salaries of the permanent staff of the Registry) to item 4 (c) (indemnities provided for in the Staff Regulations).

2. *On December 1st, 1939:*

25 florins from item 4 (a) (Table A: Annual salaries of the permanent staff of the Registry) to item 4 (d) (contribution towards sickness insurance).

Part V

ACCOUNTS OF THE STAFF PENSIONS FUND

STAFF PENSIONS FUND:

Liabilities.

	Swiss francs
ACCUMULATED FUND	22,778,145.18
SUNDRY CREDITORS:	
Pensions due but not paid.	58,796.45
INSURANCE PREMIUM DEBT RESERVE FUND	9,855.05
	<u>22,846,796.68</u>

LEAGUE OF NATIONS:

RECEIPTS AND PAYMENTS ACCOUNT

	Swiss francs	Swiss francs
Balances as at January 1st, 1939:		
At Bank:		
Current Account	571,875.60	
Deposit Account	16,926,060.25	
Investments (at cost) including accrued interest	6,906,680.63	
Sundry debtors:		
Members arrears of contributions	64,892.—	
Insurance Premium debts	254,554.50	
		<u>24,724,062.98</u>
Receipts during year:	Swiss francs	
Contributions from Members of the Fund	728,085.90	
Contributions from States Members of the		
Organisations:		
<i>Current contributions.</i>	1,371,758.60	
<i>Annuity (capital)</i>	160,098.—	
<i>do. (interest)</i>	239,902.—	
	<u>400,000.—</u>	
Refund of Interest losses for 1937 and 1938	2,499,844.50	
Interests	1,014,274.—	
Profit on Investments realised	232,704.65	
	<u>266,842.35</u>	
		4,013,665.50
Balances as at December 31st, 1939:		
Pensions due but not paid	58,796.45	
Insurance Premium Debt Reserve fund	9,855.05	
		<u>68,651.50</u>
		<u>28,806,379.98</u>

BALANCE-SHEET AS AT DECEMBER 31st, 1939

Assets.

	Swiss francs	Swiss francs
AVAILABLE FUNDS:		
Deposit Account	16,417,157.70	
Current Account	1,075,757.15	
	<hr/>	17,492,914.85
INVESTMENTS (at cost) as per details annexed (pages 98-99)	5,070,107.88	
and accrued interest	38,782.60	
	<hr/>	5,108,890.48
SUNDRY DEBTORS:		
Members' arrears of contributions	42,937.10	
Insurance premium debts	202,054.25	
	<hr/>	244,991.35
		<hr/> <hr/>
		22,846,796.68

(Signed) P. G. WATTERSON,
Chief Accountant.

STAFF PENSIONS FUND

AS AT DECEMBER 31ST, 1939

	Swiss francs	Swiss francs
Balances as at January 1st, 1939:		
Pensions due but not paid.	34,015.55	
Insurance Premium Debt Reserve fund	9,293.50	
	<hr/>	43,309.05
Expenditure during year:		
	Swiss francs	
Contributions refunded	534,714.45	
Pensions	197,348.80	
Capital value pensions.	4,994,766.80	
Invalidity pensions	76,752.85	
Pensions to widows and orphans	74,714.55	
	<hr/>	
	5,878,297.45	
Miscellaneous (including expenses in connection with purchase and sale of securities)	37,976.80	
	<hr/>	5,916,274.25
Balances as at December 31st, 1939:		
At Bank:		
Current account	521,356.20	
Current account (\$125,714.50)	554,400.95	
Deposit account	16,417,157.70	
Investments (at cost) including accrued interest	5,108,890.48	
Sundry debtors:		
Members arrears of contributions	42,937.10	
Insurance Premium debts	202,054.25	
	<hr/>	22,846,796.68
		<hr/> <hr/>
		28,806,379.98

INVESTMENTS HELD BY

Title of investment	As at January 1st, 1939			Investments purchased during the year			Investments sold
	Nominal value	Cost price		Nominal value	Cost price		Nominal value
		In currency of investment	In Swiss francs		In currency of investment	In Swiss francs	
4½% Argentine Govt., 1971	\$210,000	\$198,850.—	864,997.50	—	—	—	—
4% Argentine Govt., 1937-1972	\$124,000	\$111,977.50	491,861.15	\$334,000	\$258,630.—	1,139,775.75	—
5% Brazil External Loan, 1931	\$3,200	\$3,200.—	12,876.10	—	—	—	—
6½% Brazil External Loan, 1957	\$62,500	\$31,331.25	132,228.75	—	—	—	—
7% Italian Credit Consortium, 1927-1947	\$10,000	\$9,902.—	51,167.—	—	—	—	—
27/8% U.S.A. Treasury Bonds, 1955-1960	\$250,000	\$259,140.63	1,127,971.20	—	—	—	\$250,000
5½% Paris-Orleans Railway, 1968	\$223,000	\$257,302.50	995,613.80	—	—	—	—
4½% Paris-Lyons-Mediterranean, 1932	Fl.520,000	Fl.419,174.35	1,011,258.10	—	—	—	Fl.520,000
French Treasury Bonds	—	—	—	Fl.363,000	Fl.361,581.14	858,574.25	—
4% French Loan, 1939	—	—	—	Fl.129,000	Fl.117,927.20	278,190.25	—
5% Suez Canal (454 gold bills)	—	F.F.1,261,330.—	265,429.45	—	—	—	—
Suez Canal (2 actions jouissance)	—	F.F.37,759.40	7,671.88	—	—	—	—
Suez Canal (297/5 Civil Society)	—	F.F.1,414,429.—	286,186.20	—	—	—	—
4% Argentine Govt., 1933-1953	£13,320	£12,480 15s. 0d.	269,459.40	—	—	—	—
2½% National Defence Bonds, 1944-1948	£50,000	£49,988 5s. 7d.	1,084,245.75	—	—	—	—
4% Norwegian Govt., 1938-1963	Kr.235,000	Kr.231,475.—	252,319.50	—	—	—	—
			6,853,285.78			2,276,540.25	

THE PENSIONS FUND

during the year		Investments repaid during the year		Profit	Loss	As at December 31st, 1939		
In Swiss francs	Nominal value	In Swiss francs	In Swiss francs	In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
						In currency of investment	In Swiss francs	
—	—	—	—	—	\$210,000	\$198,850.—	864,997.50	822,360.—
—	—	—	—	—	\$458,000	\$370,607.50	1,631,636.90	1,625,384.—
—	—	—	—	—	\$3,200	\$3,200.—	12,876.10	2,563.—
—	—	—	—	—	\$62,500	\$31,331.25	132,228.75	41,719.—
—	\$4,000	17,625.—	—	2,841.80	\$6,000	\$5,941.20	30,700.20	17,889.—
1,156,484.55	—	—	28,513.35	—	—	—	—	—
—	\$223,000	983,430.—	—	12,183.80	—	—	—	—
1,237,712.65	—	—	226,454.55	—	—	—	—	—
—	Fl. 363,000	875,113.10	16,538.85	—	—	—	—	—
—	—	—	—	—	Fl. 129,000	Fl. 117,927.20	278,190.25	197,370.—
—	68 bills	24,995.15	—	14,760.75	386 bills	F.F. 1,072,408.30	225,673.55	169,861.—
—	—	—	—	—	—	F.F. 37,759.40	7,671.88	2,910.—
—	—	—	—	—	—	F.F. 1,414,429.—	286,186.20	136,724.—
—	£300	5,950.—	—	128.10	£13,000	£12,199 4s. 0d.	263,381.30	206,475.—
—	—	—	—	—	£50,000	£49,988 5s. 7d.	1,084,245.75	865,426.—
—	—	—	—	—	Kr. 235,000	Kr. 231,475.—	252,319.50	193,663.—
2,394,197.20	—	1,907,113.25	271,506.75	29,914.45	—	—	5,070,107.88	4,282,344.—

AUDIT OF THE ACCOUNTS OF THE STAFF PENSIONS FUND FOR THE 1939
FINANCIAL PERIOD

Report by M. U. A. J. BRUNSKOG, Auditor.

I have examined the accounts of the Staff Pensions Fund of the League of Nations and have found them to agree in all respects with the books and with the balance-sheet as at December 31st, 1939.

The accumulated capital of the Fund, which, as a result of the amounts paid out to members resigning, decreased by 1,902,608.75 Swiss francs during the financial period, was made up as follows on December 31st, 1939:

	Swiss francs
Contributions in arrears due from members	42,937.10
Debts in respect of insurance premiums (after deduction of the Insurance Premium Debt Reserve Fund)	192,199.20
Interest due	38,782.60
Investments	5,070,107.88
Gold	16,417,157.70
At bank	1,075,757.15
	<hr/>
	22,836,941.63
<i>Less:</i>	
Sundry creditors:	
Pensions due but not paid.	58,796.45
	<hr/>
	22,778,145.18

It should, however, be observed that the market value of the investments on December 31st, 1939, was only 4,282,344 Swiss francs and that the value of the gold, according to the official rates, does not exceed 16,257,061.23 Swiss francs; hence the figure given for the assets of the Staff Pensions Fund exceeds the real amount by 947,860.35 Swiss francs.

(Signed) Uno BRUNSKOG,
Auditor.

Geneva, September 17th, 1940.

Part VI

ACCOUNTS OF THE STAFF PROVIDENT FUND

STAFF PROVIDENT FUND:

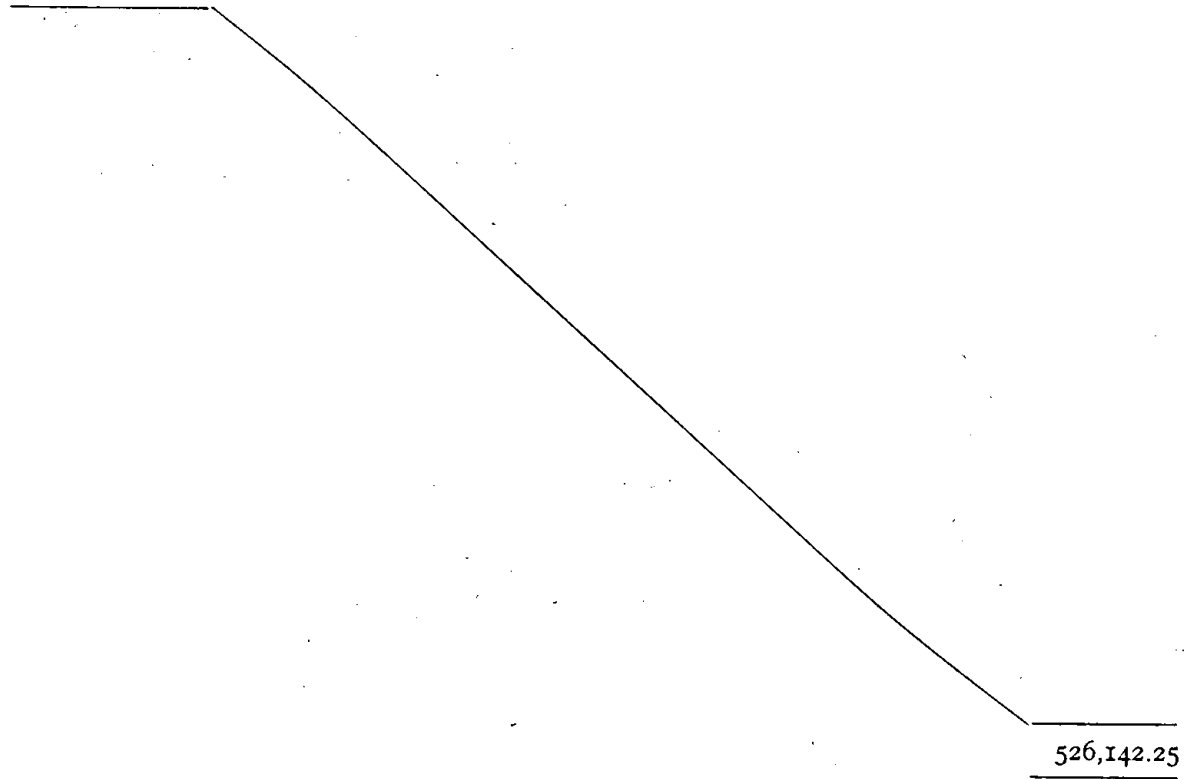
Liabilities.

	Swiss francs	Swiss francs	Swiss francs
CAPITAL ACCOUNT.			
<i>Secretariat.</i>			
Contributions by members	167,804.54		
Contributions by Secretariat	155,598.15		
	<u> </u>	323,402.69	
<i>International Labour Office.</i>			
Contributions by members	62,285.81		
Contributions by International Labour Office	61,414.64		
	<u> </u>	123,700.45	
<i>Permanent Court of International Justice.</i>			
Contributions by members	15,619.90		
Contributions by Permanent Court of International Justice	14,058.—		
	<u> </u>	29,677.90	
<i>Death and Invalidity Fund</i>		14,615.07	
		<u> </u>	491,396.11
REVENUE ACCOUNT.			
Balance as at December 31st, 1938		50,139.03	
Less amount transferred to Capital Account, being distribution of interest for 1938 at 2½% <i>per annum</i> including interest adjustments		17,815.99	
		<u> </u>	
Less loss on the sale of investments		32,323.04	
		8,120.10	
		<u> </u>	
Add revenue in respect of year ended December 31st, 1939		24,202.94	
		10,543.20	
		<u> </u>	34,746.14
			<u> </u>
			<u>526,142.25</u>

BALANCE-SHEET AS AT DECEMBER 31st, 1939

Assets.

	Swiss francs	Swiss francs
INVESTMENTS (at cost) as per details annexed (pages 106-107).	288,525.10	
<i>Plus</i> accrued interest to December 31st, 1939	<u>3,912.—</u>	292,437.10
AVAILABLE FUNDS.		
Deposit account	130,445.50	
Current account	<u>103,259.65</u>	233,705.15



(Signed) P. G. WATTERSON,
Chief Accountant.

STAFF PROVIDENT FUND:
FOR THE TWELVE MONTHS

RECEIPTS

	Swiss francs	Swiss francs	Swiss francs
AVAILABLE FUNDS as at January 1st, 1939:			
Deposit Account		130,445.50	
Current Account		44,203.60	
		<u>174,649.10</u>	174,649.10
CONTRIBUTIONS.			
<i>Secretariat.</i>			
Contributions by members	13,724.40		
Contributions by Secretariat	12,284.57		
		<u>26,008.97</u>	
<i>International Labour Office.</i>			
Contributions by members	5,245.90		
Contributions by International Labour Office	4,721.20		
		<u>9,967.10</u>	
<i>Permanent Court of International Justice.</i>			
Contributions by members	1,228.29		
Contributions by Permanent Court of International Justice.	1,105.57		
		<u>2,333.86</u>	
<i>Death and Invalidity Fund</i>		<u>2,012.32</u>	40,322.25
INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			12,456.25
VALUE OF INVESTMENTS REALISED (at cost)			183,647.55
			<u><u>411,075.15</u></u>

CASH ACCOUNT

ENDED DECEMBER 31ST, 1939

EXPENDITURE

	Swiss francs	Swiss francs	Swiss francs
BY REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secretariat.</i>			
Members' account	39,436.10		
Secretariat account	40,336.25		
	<hr/>	79,772.35	
<i>International Labour Office.</i>			
Members' account	—		
International Labour Office account	—		
	<hr/>	—	
<i>Permanent Court of International Justice.</i>			
Members' account	—		
Permanent Court of International Justice account	—		
	<hr/>	—	
			<hr/>
			79,772.35
BY ADVANCES IN RESPECT OF INSURANCE.			
Secretariat		660.15	
International Labour Office		401.20	
		<hr/>	1,061.35
INVESTMENTS PURCHASED DURING YEAR			87,513.15
NET LOSS ON THE SALE OF INVESTMENTS			8,120.10
SUNDRY EXPENSES RELATIVE TO SALE OF SECURITIES, ETC.			903.05
AVAILABLE FUNDS as at December 31st, 1939:			
Deposit account		130,445.50	
Current account		103,259.65	
		<hr/>	233,705.15
			<hr/>
			411,075.15
			<hr/> <hr/>

STAFF PROVIDENT FUND: REVENUE ACCOUNT

FOR THE TWELVE MONTHS ENDED DECEMBER 31ST, 1939

INCOME

	Swiss francs
By Revenue received and receivable from investments, including bank interest	11,446.25
	<hr/>
	11,446.25
	<hr/> <hr/>

EXPENDITURE

To Sundry Expenses relative to purchase of securities, including safe keeping of same, bank charges, commissions and telegrams	903.05
Balance, being net revenue for year, transferred to balance-sheet	10,543.20
	<hr/>
	11,446.25
	<hr/> <hr/>

INVESTMENTS HELD BY

List of investments	As at January 1st, 1939			Investments purchased during year		
	Nominal value	Cost price		Nominal value	Cost price	
		In currency of loan	In Swiss francs		In currency of loan	In Swiss francs
6½% Gold Bonds Nord Railway Co., 1924-1950	\$9,000	\$9,148.50	46,643.40	—	—	—
5½% Paris-Orleans Railway, 1928-1968 . . .	\$10,000	\$16,200.—	49,491.—	—	—	—
4% Argentine Republic, 1937-1972. . . .	\$35,000	\$32,072.50	140,397.35	—	—	—
2½% National Defence Bonds, 1937-1944 . .	£4,600	£4,597 2s. 6d.	99,619.70	—	—	—
4% Norwegian Government Loan, 1938-1963.	Kr. 45,000	Kr. 44,325.—	48,508.05	—	—	—
French Government Treasury Bonds July 15th, 1939 . . .	—	—	—	Fl. 37,000	Fl. 36,855.33	87,513.15
			384,659.50			87,513.15

THE PROVIDENT FUND

Investments sold during year		Loss on sale of investments	As at December 31st, 1939			
Nominal value	Cost price in Swiss francs	In Swiss francs	Nominal value	Cost price		Market value in Swiss francs
				In currency of loan	In Swiss francs	
\$9,000	46,643.40	5,172.35	—	—	—	—
\$10,000	49,491.—	4,659.40	—	—	—	—
—	—	—	\$35,000	\$32,072.50	140,397.35	124,490.—
—	—	—	£4,600	£4,597 2s. 6d.	99,619.70	79,876.—
—	—	—	Kr.45,000	Kr.44,325	48,508.05	37,380.—
Fl.37,000.—	87,513.15	1,711.65 <i>(profit)</i>	—	—	—	—
	183,647.55	8,120.10			288,525.10	241,746.—

**AUDIT OF THE ACCOUNTS OF THE STAFF PROVIDENT
FUND FOR THE 1939 FINANCIAL PERIOD**

Report by M. U. A. J. BRUNSKOG, Auditor.

I have examined the accounts of the Staff Provident Fund of the League of Nations and have found them to agree in all respects with the books and with the balance-sheet as at December 31st, 1939.

The assets of the Fund which, as a result of the amounts paid to members resigning, decreased by 38,088.35 Swiss francs during the financial period, were made up as follows on December 31st, 1939.

	Swiss francs
Interest due	3,912.—
Investments	288,525.10
Gold	130,445.50
At bank	103,259.65
Total	526,142.25

It should, however, be observed that the market value of the investments on December 31st, 1939, was only 241,746 Swiss francs; hence the figure given for the assets of the Provident Fund exceeds the real amount by 46,779.10 Swiss francs.

(Signed) Uno BRUNSKOG,
Auditor.

Geneva, September 17th, 1940.

Part VII

ACCOUNTS OF THE PENSIONS FUND OF THE MEMBERS OF THE PERMANENT COURT OF INTERNATIONAL JUSTICE

STATEMENT AS AT DECEMBER 31ST, 1939

	Florins	Florins		Florins	Florins
Accumulated Fund as at January 1st, 1939:			Pensions paid by the Permanent Court of International Justice in 1939 . . .		18,657.39
Deposit account (808,396.09 gold francs)	471,463.14		Accumulated Fund as at December 31st, 1939:		
Current account	103,353.20		Deposit account (1,127,830.07 gold francs)	660,410.33	
		574,816.34	Current account	1,437.95	661,848.28
Allocation in the budget of the Permanent Court of International Justice for the Twenty-first Financial Period (1939)		105,626.—			
Bank interest		63.33			
		<u>680,505.67</u>			<u>680,505.67</u>

AUDIT OF THE ACCOUNTS OF THE PENSIONS FUND OF THE MEMBERS OF THE PERMANENT COURT OF INTERNATIONAL JUSTICE FOR THE 1939 FINANCIAL PERIOD

Report by M. U. A. J. BRUNSKOG, Auditor.

I have examined the accounts of the Pensions Fund of the members of the Permanent Court of International Justice and have found them to agree in all respects with the books and with the balance-sheet as at December 31st, 1939.

The capital of the Fund, which increased by 87,031.94 florins during the financial period, was made up as follows on December 31st, 1939:

	Florins
Gold	660,410.33
At bank	1,437.95
Total	<u>661,848.28</u>

It should be pointed out that the value of the gold, according to the official rates on December 31st, 1939, was 663,411.69 florins; hence the assets of the Pensions Fund of the members of the Court are greater by 3,001.36 florins than the amount shown.

(Signed) UNO BRUNSKOG,
Auditor.

Geneva, September 17th, 1940.

Part VIII

**ACCOUNTS OF THE WIRELESS STATION
FOR THE FINANCIAL YEAR 1939**

STATEMENT OF ASSETS AND

LIABILITIES		Swiss francs	Swiss francs
Depreciation Account:			
Balance as per last account		1,711,136.21	
Add Depreciation for the year		265,653.35	
		<u>1,976,789.56</u>	
SURPLUS OF ASSETS OVER LIABILITIES			2,416,301.32
		<u><u>4,393,090.88</u></u>	

ACCOUNTS FOR THE

<i>Receipts.</i>	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
Balances as at January 1st, 1939	1,546,304.93	31,839.23	1,578,144.16
Budgetary vote for 1939	200,000.—	—	200,000.—
Radio-telegraphic charges	—	416,716.15	416,716.15
Broadcasting receipts	—	117,321.32	117,321.32
Exploitation advance	—	107,000.—	107,000.—
	<u>1,746,304.93</u>	<u>672,876.70</u>	<u>2,419,181.63</u>

LIABILITIES AS AT DECEMBER 31ST, 1939

ASSETS		Swiss francs	Swiss francs
Installations:			
Prangins		1,650,259.40	
Colovrex		618,024.—	
Operating Office at Geneva		31,817.—	
Studio in League of Nations		27,459.—	
		<hr/>	
		2,327,559.40	
Additional installation		180,536.75	
		<hr/>	
			2,508,096.15
Reserve Material			14,760.80
Purchase of Reserve valves			52,227.25
Société Radio-Suisse:			
Trading account		260,993.80	
Less: Reserve material purchased		26,991.30	
		<hr/>	
			234,002.50
Available Funds			1,584,004.18
			<hr/>
			4,393,090.88
			<hr/> <hr/>

FINANCIAL YEAR 1939

	Radio-Nations Cash account Swiss francs	Radio-Suisse Current account Swiss francs	Total Swiss francs
<i>Expenditure.</i>			
Fire insurance, safe custody charges and sundry expenses	991.85	—	991.85
Additional installation	2,081.65	—	2,081.65
Exploitation advance to Radio-Suisse	107,000.—	—	107,000.—
Purchase of reserve valves	52,227.25	—	52,227.25
Operation and administrative expenses	—	385,003.20	385,003.20
Broadcasting charges	—	26,879.70	26,879.70
Purchase of reserve material	—	26,991.30	26,991.30
Balances at December 31st, 1939	1,584,004.18	234,002.50	1,818,006.68
	<hr/>	<hr/>	<hr/>
	1,746,304.93	672,876.70	2,419,181.63
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

(Signed) P. G. WATTERSON,
Chief Accountant.

AUDIT OF THE ACCOUNTS OF THE WIRELESS STATION
FOR THE 1939 FINANCIAL PERIOD

Report by M. U. A. J. BRUNSKOG, Auditor.

The Wireless Station is operated in normal times by Radio-Suisse, a joint-stock company with its head office at Berne, in accordance with agreements established by the Convention concluded on May 21st, 1930, between the Secretary-General of the League of Nations and the above-mentioned company.

The supervision of the administration of the Station is of two kinds: a technical and administrative supervision exercised by the Internal Administration of the League of Nations and a financial and accounting supervision exercised by the Treasury and the Auditor.

The supervision by the Treasury is carried out at Geneva on the basis of the returns and other vouchers of receipts and expenditure which are forwarded periodically to the League of Nations by Radio-Suisse, in accordance with the rules applicable to the accountancy of Radio-Nations. As in previous years, all these documents have been regularly transmitted.

Two detailed audits were carried out at Berne at the head office of Radio-Suisse. The official appointed by the Treasury for the purpose of making these audits found the books of Radio-Suisse in perfect order and noted that the entries in respect of Radio-Nations were in complete agreement with the original documents and vouchers.

The economic position at the end of 1939 and the receipts and expenditure during that year are shown on pages 110-111 of the present document.

The trading account of the Wireless Station for the year 1939 showed a surplus of 82,031.02 Swiss francs. For the year 1938 there had been a deficit of 60,641.74 Swiss francs, whilst in 1937 and 1936 surpluses of 21,382.37 Swiss francs and 6,645.28 Swiss francs respectively had been recorded.

The immediate cause of the marked improvement in the results for 1939 is to be found in the fact that the total trading income in 1939 was 186,120.54 Swiss francs more than the income in 1938. This considerable increase in the business done was particularly noteworthy in the case of Buenos-Ayres and in that of broadcasts intended for New York. It should be noted, however, that the increase in receipts in respect of broadcasts would seem to be entirely fortuitous in character.

According to the original plan for the construction of the League's Wireless Station, that Station was to be sufficiently powerful for both wireless telegraphy and wireless telephony. For that reason, the normal tension of the electric energy had been fixed at 40 kw. Since the time when the station was erected, considerable progress has been made in electro-technical science, more particularly in regard to wireless telegraphy, and it seems that telegrams can now be transmitted to overseas destinations, without the quality of the transmission being adversely affected, by means of a much lower tension than was possible seven or eight years ago.

A higher tension is still necessary for wireless telephony (broadcasting). It follows that the League's Wireless Station now has a power that is greater than is necessary for the purposes of wireless telegraphy and is particularly satisfactory for wireless telephony. The fact that the normal tension might be reduced so far as wireless telegraphy is concerned makes economies possible. Furthermore, with a reduction in the normal tension, less expensive valves can be used. The annual savings possible may be estimated at about 29,000 Swiss francs.

It should, however, be noted that the Swiss Government is now erecting a wireless telephony station at Schwarzenburg. This station will be ready to start operations during the course of the present year. Trial broadcasts started in April 1940. Broadcasts for the S.S.D.R. (*Société suisse de Radiodiffusion*), which had hitherto been entrusted to the League of Nations Wireless Station, will be effected by the Schwarzenburg station as soon as it is open for normal working.

The greater part of the claims outstanding at the end of the year are for telegram traffic during the closing months of the year. It should, however, be pointed out that unsettled claims in respect of the years 1934 and 1935, amounting in all to 27,197.90 francs, of which 22,300.28 francs are due to the League of Nations, are still outstanding against Bolivia.

(Signed) UNO BRUNSKOG,
Auditor.

Geneva, September 17th, 1940.

Part IX

**ACCOUNTS FOR 1939 OF THE EASTERN BUREAU
OF THE INTERNATIONAL HEALTH ORGANISATION**

AUDIT OF THE ACCOUNTS OF THE EASTERN BUREAU OF THE INTERNATIONAL HEALTH ORGANISATION FOR THE 1939 FINANCIAL PERIOD

I. REPORT BY M. U. A. J. BRUNSKOG, AUDITOR

The accounts of the Eastern Bureau of the International Health Organisation at Singapore were audited on the spot by Messrs. Gattey & Bateman, incorporated accountants appointed for that purpose by the Council of the League of Nations.

I have noted the report submitted to the Secretary-General of the League of Nations by Messrs. Gattey & Bateman and have examined the extracts from the accounts and other documents submitted to me in connection with the work of the Bureau, and I have no observation to make with regard to the accounts for the 1939 financial period.

The unexpended balance for the 1939 financial period amounted to \$25,740.72.

I would refer to my report on the audit of the accounts of the Bureau for the 1938 financial period, in regard to the expediency of presenting these accounts in a different form which would be clearer than at present.

(Signed) Uno BRUNSKOG,
Auditor.

Geneva, September 17th, 1940.

2. REPORT BY MESSRS. GATTEY & BATEMAN, INCORPORATED ACCOUNTANTS, AUDITORS, SINGAPORE

We have pleasure in submitting the following comments in connection with the accounts of the Eastern Bureau of the Health Organisation for the year ended December 31st, 1939, which we have audited.

Capital Account: 2,104.20 Straits dollars. — This represents the balance-sheet value of:

	Straits dollars
Books of reference	143.82
Furniture and fittings	1,960.38
	2,104.20

Working Capital Fund: \$53,988.64. — From the balance of \$62,130.84 standing to the credit of this account at December 31st, 1938, the sum of \$8,142.20 being the unexpended balance for 1938, has been transferred to Suspense Account pending transfer as an appropriation-in-aid towards the Bureau's expenses for 1940. The balance remaining in the Working Capital Fund is made up of the accumulated unexpended balances up to and including the year 1937.

Suspense Account: \$33,882.92. — The composition of this account is clearly shown on the face of the balance-sheet. The unexpended balance for 1938 will be transferred to current funds in 1940.

Cash and Deposits. — The balance at the Mercantile Bank of India, Ltd., was verified with a certificate from the bank. It includes \$2,410.80 being the balance of the League contribution for 1939 which was not actually received in Singapore until January 1940.

Sundry deposits were agreed with the statements of account and the cash in hand was counted during the course of the audit.

Rent. — Dr. Park was in occupation of the residential portion of the premises throughout the year at a monthly rent of \$85. As usual, only the net rent of \$165 a month has been shown in the accounts.

Budget. — Full particulars of budget transfers found necessary during the year are shown in the printed accounts.

It will be noted that, in total, the expenditure for the year was \$40,459.44 below the estimate. The main savings were on staff salaries, travelling expenses of staff, cables and travelling expenses of Advisory Council members.

General. — We shall be pleased to furnish you with any further information you may require regarding the accounts.

(Signed) GATTEY & BATEMAN,
Incorporated Accountants, Auditors.

Singapore, February 13th, 1940.

RECEIPTS AND PAYMENTS ACCOUNT FOR THE YEAR ENDED DECEMBER 31ST, 1939

RECEIPTS		Estimate of expenditure for year	PAYMENTS	
	Straits dollars	Straits dollars		Straits dollars
Balance at January 1st, 1939	62,130.84	69,702	Staff salaries	41,721.75
Contributions:		3,000	Travelling expenses of staff	1,506.35
Australia £500	4,295.27	8,000	Cables	4,360.59
Burma Rs. 1,000	638.46	1,000	Postage	813.42
China	3,825.50	2,800	International Malariology Course	2,562.54
Federated Malay States	3,000.—	800	Printing and binding	787.32
French Indo-China Piastres 6,000	2,912.62	560	Stationery	545.73
Hongkong £250	2,147.63	2,284	<i>Weekly Fasciculus</i>	2,283.40
Netherlands India Fl. 7,500	7,222.08	340	Periodicals	266.65
New Zealand £250	2,145.21	1,100	Office equipment	1,098.05
Philippine Islands Pesos 2,000	1,811.60	166	Books of reference	165.78
Thailand	975.—	2,395	Rent of premises	1,980.—
Straits Settlements £350	3,006.68	105	Electricity and water	104.18
Unfederated Malay States	1,000.—	215	Telephone	211.04
Johore Str. \$ 400		550	Travelling expenses of Advisory Council members	—
Kedah " 300		1,850	Contribution to Pensions Fund	1,081.83
Kelantan " 150		200	Medical attendance to staff	200.—
Trengganu " 150		300	Audit fee	300.—
League of Nations:		1,500	Miscellaneous expenses	1,368.93
League vote Swiss francs 125,000	53,695.62 ¹			
Bank interest	409.86		Balance at December 31st, 1939:	
Sundry revenue	12.75		At Mercantile Bank of India, Ltd.	87,810.72
			On hand	14.44
			Deposits:	
			Cable and Wireless, Ltd.	29.30
			Municipality of Singapore	7.10
			Oriental Telephone and Electric Co., Ltd.	10.—
				87,871.56
	149,229.12	101,817		149,229.12

¹ Of this sum, Straits \$51,637.43 (equivalent of 120,053.75 Swiss francs) was actually received in Singapore; the difference of Straits \$2,058.19 (equivalent of 4,946.25 Swiss francs) having been expended in Geneva in payment of contribution to the Pensions Fund, premium on Fidelity Guarantee Insurance, etc.

The following transfers in the Estimates for 1939 were found necessary and were made during the year:

From Staff salaries	Straits dollars	To International Malariology Course	Straits dollars
Periodicals	800	Stationery	800
Books of reference	60	<i>Weekly Fasciculus</i>	60
Rent of premises	84	Office equipment	84
	605	Electricity and water	600
			5
	1,549		1,549

INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED DECEMBER 31ST, 1939

EXPENDITURE	Straits dollars		INCOME	Straits dollars	
Staff salaries	41,721.75		<i>Contributions:</i>		
Travelling expenses of staff	1,506.35		Australia	4,295.27	
Cables	4,360.59		Burma	638.46	
Postage	813.42		China	3,825.50	
International Malariaology Course	2,562.54		Federated Malay States	3,000.—	
Printing and binding	787.32		French Indo-China	2,912.62	
Stationery	545.73		Hongkong	2,147.63	
<i>Weekly Fasciculus</i>	2,283.40		Netherlands India	7,222.08	
Periodicals	266.65		New Zealand	2,145.21	
Rent of premises	1,980.—		Philippine Islands	1,811.60	
Electricity and water	104.18		Thailand	975.—	
Telephone	211.04		Straits Settlements	3,006.68	
Contribution to Pensions Fund	1,081.83		Unfederated Malay States	1,000.—	
Medical attendance to staff	200.—		League of Nations (League vote: Swiss francs 125,000)	53,695.62	
Audit fee	300.—				
Miscellaneous expenses	1,368.93		Bank interest		86,675.67
Depreciation	633.91		Sundry revenue		409.84
Balance, being excess of income over expenditure transferred to capital account	26,370.64				12.75
		87,098.28			
					87,098.28

BALANCE-SHEET AS AT DECEMBER 31ST, 1939

LIABILITIES	Straits dollars		ASSETS	Straits dollars	
Capital Account:			Cash and Deposits:		
As per balance-sheet, December 31st, 1938	1,474.28		At Mercantile of India, Limited, Singapore	87,810.72	
<i>Add</i> —Excess of income over expenditure	26,370.64		On hand	14.44	
			Deposits	46.40	
	27,844.92				87,871.56
<i>Less</i> —Amount transferred to Suspense Account	25,740.72		Books of Reference:		
		2,104.20	As per balance-sheet, December 31st, 1938	121.86	
Working Capital Fund:			<i>Additions</i> (1939)	165.78	
As per balance-sheet, December 31st, 1938	62,130.84				
<i>Less</i> —Amount transferred to Suspense Account	8,142.20		<i>Less</i> —Depreciation	287.64	
		53,988.64		143.82	143.82
Suspense Account:			Office Furniture and Fittings:		
Unexpended balance at December 31st, 1938, to be used as an appropriation in aid in 1940	8,142.20		As per balance-sheet, December 31st, 1938	1,352.42	
Unexpended balance at December 31st, 1939, to be used as an appropriation in aid in 1941	25,740.72		<i>Additions</i> (1939)	1,098.05	
		33,882.92			
			<i>Less</i> —Depreciation	2,450.47	
				490.09	1,960.38
		89,975.76			89,975.76

We have examined the above balance-sheet with the books and vouchers of the Eastern Bureau in Singapore and with the returns from Geneva and hereby certify that it is correctly drawn up in accordance therewith.

Singapore, February 5th, 1940.

(Signed) GATTEY & BATEMAN,
Incorporated Accountants, Auditors.

(Signed) C. L. PARK,
Director.

Part X

REPORT BY M. U. A. J. BRUNSKOG (AUDITOR) ON THE AUDIT OF THE ACCOUNTS OF THE LEAGUE OF NATIONS FOR THE TWENTY-FIRST FINANCIAL PERIOD (1939)

1. In accordance with Article 44 of the Regulations for the Administration of the League of Nations, I have examined the accounts of the organisations, and have the honour to transmit the following report.

I. EXECUTION OF THE BUDGET FOR THE FINANCIAL YEAR 1939

2. As regards income and expenditure entered in the budget account for the year 1939, I would refer to pages 9, 16-17 and 20-34 for the Secretariat, pages 62-69 for the International Labour Organisation and pages 84-89 for the Permanent Court of International Justice.

3. As will be seen from the accounts, the budget showed a total deficit of 1,213,690.60 gold francs, made up as follows:

	Gold francs
Secretariat and Special Organisations	171,299.68
International Labour Organisation	794,347.22
Permanent Court of International Justice	248,043.70
Total	1,213,690.60

4. The percentage of deficits as compared with actual budgetary expenditure effected during the 1939 financial period was 1.4% in the case of the Secretariat and Special Organisations, 13.4% in that of the International Labour Organisation and 13.2% in that of the Permanent Court of International Justice.

5. As compared with the figures given in the budget, the following savings were effected:

	Gold francs
Secretariat and Special Organisations	2,682,392.85
International Labour Organisation	40,969.61
Permanent Court of International Justice	134,840.31
Total	2,858,202.77

6. With regard to the budgetary income in the form of contributions for the 1939 financial period, contributions and arrears in respect of the 1937 and 1938 financial periods, and consolidated contributions payable over a period of from ten to forty-five years, I would refer to the tables on pages 16-18 of this document.

7. The percentage received of the contributions shown in the budget followed a continuous downward trend in 1939, by comparison with the preceding period, as may be seen from the following table, which shows the percentage of contributions received as compared with contributions during the previous six years:

Year	1939	1938	1937	1936	1935	1934	1933
Percentage of contributions for the period	64.61	76.10	85.78	86.49	88.27	91.97	72.60
Amounts credited to Member States in respect of refund of surpluses	10.40	8.26	8.83	5.26	—	—	—
Total for the period. .	75.01	84.36	94.61	91.75	88.27	91.97	72.60
Total (including all arrears received during the period)	81.32	87.33	103.03	101.95	116.23	93.52	82.32

8. Before passing to the second part of the present report, in which I put forward certain observations concerning the presentation, from the technical standpoint, of the General Statement of Assets and Liabilities of the League of Nations, I certify that, subject to the amounts carried forward to the 1940 financial period, referred to in paragraphs 11 (a) and (c) of the present report, the accounts and statements as given in the present document have been accurately drawn up and that the items in those accounts correspond to the entries in the books and to the vouchers and, lastly, that I have satisfied myself that the balances shown agree exactly with the funds available.

II. GENERAL STATEMENT OF ASSETS AND LIABILITIES OF THE LEAGUE OF NATIONS

OBSERVATIONS OF A TECHNICAL CHARACTER

9. In my earlier reports on the audit of the accounts of the League of Nations, I pointed out that, in my opinion, the presentation of the General Statement of Assets and Liabilities might be still further improved. Furthermore, I cannot entirely agree with the method adopted for dealing with the items of the assets and liabilities in the General Statement.

10. For these reasons, I felt that I should attach to the present report tables which are intended to show the financial situation of the League at the end of 1939. These tables correspond, on the whole, to those which I presented to the Supervisory Commission in connection with my report on the audit of the accounts for the 1938 budgetary year.

11. As regards the assets and liabilities of the League of Nations at the end of 1939, I would, in the first place, refer to the table marked Annex A, which is the result of the audit I carried out. This table, which I have headed "Balance-sheet of the League of Nations"; differs from the General Statement presented by the Secretary-General, more particularly in regard to the following points:

(a) The items of the assets have been credited to the headings to which they really belong. For instance, unrecovered debts have been entered under the heading "Various debtors" and not under that of "Available funds", as is the case in the General Statement. I would emphasise that, at the end of the 1939 budgetary year, the unrecovered amounts shown in the "debtors" account of the Secretariat were balanced by means of a technical transfer of the bank accounts balance from one period to another, although no payment at all was effected. It is clear that such entries should not be authorised, more particularly as a false picture of the liquidity of the situation is thereby given, although the amounts in question are relatively small.

(b) In the General Statement, investments and other liquid assets are entered together, though, from the point of view of clarity, this is not advisable, more particularly in present circumstances.

(c) In the balance-sheet, the items of the assets have been credited to the Organisation at whose disposal they actually are. (See Working Capital Fund, first item, page 6, in the General Statement, and the balance-sheet which I have drawn up.)

(d) The different funds and accounts constitute separate items in the balance-sheet, and the net balance of each fund or account is shown in one single amount. This is not the case in the General Statement, where the funds are, in part, entered separately and, in part, included in the excess of assets over liabilities.

(e) The Pensions Fund and Provident Fund, established for the benefit of officials and their families connected with the League of Nations, are included in the balance-sheet. There does not seem to be any reason why the Funds in question should not be included in the balance-sheet, more particularly having regard to the fact that the deficit which will arise from payments of capital sums, owing to reductions in the staff, will, in all probability, have to be met by drawing upon funds which are at the disposal of the League.

(f) The capital (net assets) of the League is not shown in the General Statement. I might be thought that the item shown in the General Statement as "excess of assets over liabilities would", after deducting the item shown as "excess of liabilities over assets", constitute the capital of the League. This, however, is by no means the case, as is clear from the balance-sheet, in which the total of heading C ("General Funds belonging to the League") shows the capital of the League.

(g) As it was not possible for the competent authority to take any decision, before the accounts were closed, in regard to the meeting of budget deficits, these are shown in the balance-sheet. The budget deficits are only partially shown, and cannot easily be seen, in the assets of the General Statement.

(h) Contractual obligations which the League has undertaken to meet in the future should be recorded, for information, in the form of a note appended to the balance-sheet.

12. In regard to the estimated values of liquid assets, it should be pointed out that the investments have been estimated at a value which is more by 744,521.72 Swiss francs (526,605.07 gold francs) than the market value on December 31st, 1939, and that the balance shown for the gold account is more by 495,373.13 Swiss francs (350,380.65 gold francs) than the value of the gold calculated at the official rate in London on the same date.

13. It is clear that such changes in value are inevitable in view of the present instability of financial conditions. It is to be hoped, nevertheless, that the losses, more particularly in the case of the assets in gold, may be appreciably reduced.

14. The distribution, amongst the various assets, of the balances of the different funds and accounts on December 31st, 1939, is shown in the table of Annex B.

15. The table given in Annex C shows, in summary fashion, the changes that have occurred in the different funds and accounts during the budget year. For more detailed information concerning the various funds and accounts, I would refer to certain pages of the present document, as well as to document A.3.1939.X, the references to which are given under the heading "Remarks" in Annex C.

* * *

16. In concluding my report, I should like to say that the examination of the accounts of the League of Nations for the 1939 financial period which I have carried out shows that, apart from the observations—especially of a technical character—made above, the accounts of the League have been kept in a very satisfactory manner and I would wish to emphasise the fact that, in my opinion, the administration of the finances of the League has been marked by a desire for economy and by real care of the interests of the Members of the League.

(Signed) Uno BRUNSKOG,
Auditor.

Geneva, September 20th, 1940.

L I A B I L I T I E S

Accounts	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
A. Debts:				
Creditors		3,874.41	51,170.30	55,044.71
B. Special Funds not belonging to the League of Nations:				
Working Capital Fund	365,498.—	1,271,531.23	3,183,468.91	4,820,498.14
Extra-budgetary Accounts		15,406.71	396,972.18	412,378.89
Library Endowment Fund			1,247,343.13	1,247,343.13
Staff Pensions Fund			16,111,130.83	16,111,130.83
Staff Provident Fund			372,143.85	372,143.85
Pensions Fund of the Members of the Permanent Court of International Justice			1,130,239.64	1,130,239.64
Total B	365,498.—	1,286,937.94	22,441,298.54	24,093,734.48
C. General Funds belonging to the League of Nations:				
Property at Geneva:				
Secretariat and Assembly Hall			35,984,938.35	35,984,938.35
Library			5,574,641.24	5,574,641.24
International Labour Office		3,410,271.15		3,410,271.15
Estate Account			3,004,752.65	3,004,752.65
Wireless Station: Installations.			518,707.10	518,707.10
Wireless Station: Trading account			1,120,376.50	1,120,376.50
Furniture, fittings, etc.	2.—	2.—	1.—	5.—
Books and shelving (Libraries)	2.—	1.—	1.—	4.—
Guarantee Fund			2,106,157.97	2,106,157.97
Reserve Fund			7,947,648.21	7,947,648.21
Reserve Fund: International Labour Organisation		84,544.87		84,544.87
Renovation Fund			707,306.53	707,306.53
Fund to cover Exchange Losses			409,722.77	409,722.77
Fund for Contributions from States not members of the League of Nations: Permanent Court of International Justice	10,642.28			10,642.28
Devaluation Compensation Fund: non-member States		2,030.37		2,030.37
Fund to meet possible increase in expenditure due to currency depreciation: non-member States		28,844.26		28,844.26
Fund for reduction of future contributions: non-member States		48,611.02		48,611.02
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies			6,768.95	6,768.95
Suspense accounts		74,641.45	503,684.47	578,325.92
Arrears of contributions: States Members	500,723.60	1,475,680.64	11,521,519.10	13,497,923.34
Arrears of contributions: non-member States		694,126.29		694,126.29
Total C	511,369.88	5,818,753.05	69,406,225.84	75,736,348.77
D. Commitments contracted:				
At the end of the financial year 1939, the amount outstanding of the cost of installation of new premises for the Court repayable to the Carnegie Foundation was as follows:				
Repayments to be effected in the years:				
1940-1952	219,432.28	gold francs		
1940-1960	343,327.12	" "		
Total D	562,759.40 ¹	gold francs		
General Total	876,867.88	7,109,565.40	91,898,694.68	99,885,127.96

¹ The following two items, the exact amounts of which are not yet known, must also be noted as contingent liabilities:

(a) The deficit of the Pensions Fund, which, in virtue of a decision by the 1939 Assembly, is a charge on the Reserve Fund;

(b) Any compensation that may have to be paid to contractors for the League buildings, in virtue of arbitral awards that may be made by competent organs.

AS AT DECEMBER 31ST, 1939 (gold francs).

Annex A.

A S S E T S

Accounts	Permanent Court of International Justice	International Labour Organisation	Secretariat	Total
Property at Geneva	—	3,410,271.15	41,304,619.70	44,714,890.85
Wireless Station			518,707.10	518,707.10
Furniture, fittings, etc.	2.—	2.—	1.—	5.—
Libraries	2.—	1.—	1.—	4.—
Outstanding claims:				
Arrears of contributions: States Members	500,723.60	1,475,680.64	11,521,519.10	13,497,923.34
Arrears of contributions: Non-member States		694,126.29		694,126.29
Sundry debtors		82,011.88	231,104.87	313,116.75
Investments			5,065,393.78	5,065,393.78
Gold		162,000.15	30,665,229.89	30,827,230.04
At Banks and in Postal Cheque Account	125,499.77	418,561.74	1,886,798.22	2,430,859.73
Cash in hand	2,596.81	72,563.33		75,160.14
Recoverable Advances			534,020.34	534,020.34
Advances: Budgetary deficits for the financial year 1939	248,043.70	794,347.22	171,299.68	1,213,690.60
General Total	876,867.88	7,109,565.40	91,898,694.68	99,885,127.96

Annex B.

TABLE SHOWING THE ALLOCATION OF THE DIFFERENT FUNDS AS

	A S			
	Properties at Geneva	Wireless Station	Furniture, fittings, etc.	Libraries
<i>A. Special Funds not belonging to the League of Nations:</i>				
Working Capital Fund				
Extra-budgetary Accounts				
Library Endowment Fund				
Staff Pensions Fund				
Staff Provident Fund				
Pensions Fund of the Members of the Permanent Court of International Justice				
Total A				
<i>B. General Funds belonging to the League of Nations:</i>				
Property at Geneva:				
Secretariat and Assembly Hall	34,125,494.72			
Library	5,028,362.91			
International Labour Office	3,410,271.15			
Estate Account	2,150,762.07			
Wireless Station: Installations		518,707.10		
Wireless Station: Trading account				
Furniture, fittings, etc.				
Books and shelving (Libraries)				
Guarantee Fund			5.—	
Reserve Fund				4.—
Reserve Fund: International Labour Organisation				
Renovation Fund				
Fund to cover Exchange Losses				
Fund for Contributions from States not members of the League of Nations: Permanent Court of International Justice				
Devaluation Compensation Fund: non-member States				
Fund to meet possible increase in expenditure due to currency depreciation: non-member States .				
Fund for reduction of future contributions: non- member States				
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies				
Suspense accounts				
Arrears of contributions: States Members				
Arrears of contributions: non-member States				
Total B	44,714,890.85	518,707.10	5.—	4.—
Net Total A and B	44,714,890.85	518,707.10	5.—	4.—

BETWEEN ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1939 (gold francs).

A S S E T S					L I A B I L I T I E S	
Outstanding claims		Advances	Investments	In gold, at Banks, in Postal Account and Cash in hand	TOTAL	DEBTS
Arrears of contributions	Sundry debtors					
	7,370.43	1,747,710.94	9,458.81	3,072,787.20	4,820,498.14	
	173,283.98		1,235,540.70	395,549.65	412,378.89	
			3,613,551.60	11,802.43	1,247,343.13	
			206,842.67	12,372,852.90	16,159,688.48	48,557.65
				165,301.18	372,143.85	
				1,130,239.64	1,130,239.64	
	180,654.41	1,747,710.94	5,065,393.78	17,148,533.—	24,142,292.13	48,557.65
				1,859,443.63	35,984,938.35	
				546,278.33	5,574,641.24	
				853,990.58	3,410,271.15	
				1,120,376.50	3,004,752.65	
					518,707.10	
					1,120,376.50	
					5.—	
					4.—	
				2,106,157.97	2,106,157.97	
				7,947,648.21	7,947,648.21	
				84,544.87	84,544.87	
				707,306.53	707,306.53	
				409,722.77	409,722.77	
				10,642.28	10,642.28	
				2,030.37	2,030.37	
				28,844.26	28,844.26	
				48,611.02	48,611.02	
				6,768.95	6,768.95	
				452,350.64	584,812.98	6,487.06
13,497,923.34	132,462.34				13,497,923.34	
694,126.29					694,126.29	
14,192,049.63	132,462.34			16,184,716.91	75,742,835.83	6,487.06
14,192,049.63	313,116.75	1,747,710.94	5,065,393.78	33,333,249.91	99,830,083.25	55,044.71

Annex C.

MOVEMENT OF THE FUNDS DURING THE FINANCIAL PERIOD 1939 (gold francs).

Account	Balance at January 1st, 1939	Receipts	TOTAL	Expenditure	Balance at December 31st, 1939	Remarks
Working Capital Fund	5,285,799.70	—	5,285,799.70	465,301.56	4,820,498.14	See pages 10-11.
Extra-budgetary Accounts	285,336.08	449,888.98	735,225.06	322,846.17	412,378.89	See pages 50-55 (for the Wireless Station Trading Account, see below) and page 73 (first item).
Library Endowment Fund	1,243,122.45	44,375.41	1,287,497.86	40,154.73	1,247,343.13	See pages 46-47.
Staff Pensions Fund	17,456,858.42	2,838,891.82	20,295,750.24	4,184,619.41	16,111,130.85	See pages 96-97.
(Swiss francs)	24,680,753.93	4,013,665.50	28,694,419.43	5,916,274.25	22,778,145.18	See pages 102-107.
Staff Provident Fund	399,083.99	36,616.20	435,700.19	63,556.34	372,143.85	
(Swiss francs)	564,230.60	51,768.50	615,999.10	89,856.85	526,142.25	
Pensions Fund of the Members of the Permanent Court of International Justice	984,572.86	177,355.66	1,161,928.52	31,688.88	1,130,239.64	See page 108.
(Florins)	574,816.34	105,689.33	680,505.67	18,657.39	661,848.28	
Property at Geneva:						
Secretariat and Assembly Hall	33,863,018.75	2,121,919.60	35,984,938.35	—	35,984,938.35	See pages 44-45.
Library	5,574,641.24	—	5,574,641.24	—	5,574,641.24	See pages 46-47.
International Labour Office	3,437,839.97	88,117.07	3,525,957.04	115,685.89	3,410,271.15	
(Swiss francs)	3,862,846.90	124,581.17	3,987,428.07	127,599.92 ¹	3,859,828.15	See page 70 and document A.3. 1939.X, page 82.
Estate Account	2,967,900.28	55,532.16	3,023,432.44	18,679.79	3,004,752.65	¹ Amortisation.
Wireless Station: Installations	776,588.82	1,472,111 ¹	778,060.93	259,353.83 ²	518,707.10	See page 42. ¹ Increase in the value of the Wireless Station during the fi- nancial period. ² Depreciation.
Wireless Station: Trading Account	1,093,711.57	141,461.31	1,235,172.88	114,796.38	1,120,376.50	See pages 52-53.
Furniture, fittings, etc.	5.—	14,718.01 ¹	14,723.01	14,718.01 ²	5.—	¹ See Budget items 23 (Secretariat), 16 and 17 (I.L.O.) and 16 (Court). ² Depreciation.
Books and shelving (Libraries)	4.—	84,101.30 ¹	84,105.30	84,101.30 ²	4.—	¹ See Budget items 24 (Secreta- riat), 18 (I.L.O.) and 17 (Court). ² Depreciation.
Guarantee Fund	2,506,619.19	—	2,506,619.19	400,461.22	2,106,157.97	See page 13.
Reserve Fund	7,487,498.34	809,753.09	8,297,251.43	349,603.22	7,947,648.21	See page 13.
Reserve Fund: International Labour Organisation	84,544.87	—	84,544.87	—	84,544.87	See page 73.

Renovation Fund	707,306.53	—	707,306.53	—	707,306.53	See pages 14-15.
Fund to cover Exchange Losses	394,011.33	15,711.44	409,722.77	—	409,722.77	See pages 14-15.
Fund for Contributions from States not members of the League of Nations: Permanent Court of International Justice	160,597.52	—	160,597.52	149,955.24	10,642.28	See pages 84 and 90 and document A.3.1939.X, page 103.
Devaluation Compensation Fund: non-member States	2,030.37	—	2,030.37	—	2,030.37	See page 73.
Fund to meet possible increase in expenditure due to currency depreciation: non-member States	28,844.26	—	28,844.26	—	28,844.26	See page 73.
Fund for reduction of future contributions	1,060,209.78	—	1,060,209.78	1,060,209.78	—	See pages 14-15.
Fund for reduction of future contributions: non-member States	48,611.02	—	48,611.02	—	48,611.02	See page 73.
Special contributions accounts instituted under the terms of the 1936 Assembly resolution	3,342.33	—	3,342.33	3,342.33 ¹	—	¹ In accordance with the Assembly decision of December 14th, 1939.
Special Fund created by the 1936 Assembly to meet the effects of the devaluation of certain currencies	55,150.70	6,768.95 ¹	61,919.65	55,150.70 ²	6,768.95	¹ See page 9. ² In accordance with the Assembly decision of December 14th, 1939.
Fund at the disposal of the Supervisory Commission to meet expenditure resulting from currency depreciation	728,731.24	—	728,731.24	728,731.24 ¹	—	¹ In accordance with the Assembly decision of December 14th, 1939.
Balance of the Cash Surplus in respect of the 1937 Financial Period the utilisation of which was decided upon by the 1938 Assembly	2,373,058.77	—	2,373,058.77	2,373,058.77 ¹	—	¹ Amount deducted from contributions to the 1939 Budget in accordance with the Assembly decision of September 30th, 1938.
Suspense Accounts	2,072,991.13	2,702,639.77	4,775,630.90	4,197,304.98	578,325.92	See pages 56-59 and 73 (except the first item which is shown in the extra-budgetary accounts).
Arrears of contributions:						
States Members	12,225,844.44	4,940,112.95	17,165,957.39	3,668,034.05	13,497,923.34	See pages 16-18.
Non-member States	346,396.94	347,729.35	694,126.29	—	694,126.29	See page 72.
TOTAL	103,654,271.89	14,877,165.18	118,531,437.07	18,701,353.82	99,830,083.25	