

League

Financial Administration
of the League, 1929.

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X. FINANCIAL ADMINISTRATION
OF THE LEAGUE

1929

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League of Nations Publications:

X. FINANCIAL ADMINISTRATION OF THE LEAGUE.

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 2. Financial Position on August 31st, 1929.
 3. Financial Questions—Report of the Fourth Committee to the Tenth Assembly.
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[Distributed to the Council,
the Members of the League
and the Delegates at the Assembly.]

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Geneva, May 1st, 1929.

League of Nations

SECRETARIAT AND SPECIAL ORGANISATIONS

INTERNATIONAL LABOUR ORGANISATION

PERMANENT COURT OF INTERNATIONAL JUSTICE

STAFF PROVIDENT FUND

AUDITED ACCOUNTS

FOR THE

TENTH FINANCIAL PERIOD

(1928)

AND REPORTS THEREON BY M. A. CERESA, AUDITOR.

Series of League of Nations Publications
X. FINANCIAL ADMINISTRATION
OF THE LEAGUE
✓ 1929. X. 1. ✓

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Part

GENERAL STATEMENT OF ASSETS AND LIABILITIES OF

LIABILITIES.

	Gold francs	Gold francs	Gold francs
Capital Account:			
Balance as at December 31st, 1928		26,491,534.41	
States Members: Arrears of Contributions		<u>10,870,793.50</u>	
			37,362,327.91
 Working Capital Fund.			 5,146,506.51
 Depreciation Reserve :			
<i>Property in Geneva:</i> International Labour Organisation	247,553.82		
<i>Property in Rome:</i> International Labour Organisation	<u>16,615.41</u>		
		264,169.23	
<i>Furniture, fittings, typewriters, etc.:</i>			
Secretariat	1,209,072.32		
International Labour Organisation	828,640.41		
Permanent Court of International Justice	<u>132,534.08</u>		
		2,170,246.81	
<i>Library (books):</i>			
Secretariat	766,029.64		
International Labour Organisation	354,272.25		
Permanent Court of International Justice	<u>4,455.65</u>		
		1,124,757.54	
<i>Library (shelving):</i>			
Secretariat		<u>103,085.98</u>	
			3,662,259.56
 Suspense Accounts and Trust Funds as per contra:			
Secretariat		1,518,863.71	
International Labour Organisation		<u>135,029.94</u>	
			1,653,893.65
			 <u><u>47,824,987.63</u></u>

March 10th, 1929.

I.

THE LEAGUE OF NATIONS AS AT DECEMBER 31ST, 1928.

ASSETS.

	Gold francs	Gold francs
Property in Geneva :		
Hotel National and Armleder property	4,000,000.—	
International Labour Office: expended to date . . .	3,461,296.83	
Secretariat and Assembly Hall construction account: expended to date	3,727,456.10	
	<hr/>	11,188,752.93
Property in Rome :		
International Labour Office.		34,125.55
Furniture, fittings, typewriters, etc. :		
Secretariat	1,209,072.32	
International Labour Organisation.	828,640.41	
Permanent Court of International Justice.	155,619.44	
	<hr/>	2,193,332.17
Library (Books) :		
Secretariat	783,547.29	
International Labour Organisation.	354,272.25	
Permanent Court of International Justice.	5,177.01	
	<hr/>	1,142,996.55
Library (Shelving) :		
Secretariat		103,085.98
States Members : Arrears of Contributions:		
Compounded and consolidated arrears	213,527.93	
Second Financial Period	29,947.47	
Third Financial Period	208,333.—	
Fourth Financial Period	384,386.—	
Fifth Financial Period	2,194,131.42	
Sixth Financial Period	1,900,286.33	
Seventh Financial Period.	1,623,631.29	
Eighth Financial Period	1,389,180.72	
Ninth Financial Period.	1,309,357.70	
Tenth Financial Period	1,618,011.64	
	<hr/>	10,870,793.50
Working Capital Fund :		
Recoverable advances		51,584.22
Suspense Accounts and Trust Funds :		
Secretariat	1,518,863.71	
International Labour Organisation.	135,029.94	
	<hr/>	1,653,893.65
International Labour Organisation :		
Stock of stationery and paper		20,885.33
Cash in hand and at Banks :		
Building Fund: Assembly Hall and Secretariat construction	11,229,821.43	
International Labour Office.	12,783.43	
Assembly Hall furnishing account	530,851.97	
Working Capital Fund	4,983,666.64	
Balance cash surplus from 1927	1,090,593.52	
Cash surplus in respect of tenth financial period . .	2,717,820.76	
	<hr/>	20,565,537.75
		<hr/> <hr/>
		47,824,987.63

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

Part II.
SECRETARIAT AND SPECIAL ORGANISATIONS OF THE LEAGUE.

**I. BUDGET ACCOUNT FOR THE TENTH FINANCIAL PERIOD
ENDED DECEMBER 31ST, 1928.**

		A. GENERAL SUMMARY.		<small>Shown as expended but not actually paid ²</small>	
		<small>Allotted</small>	<small>Expended ¹</small>		
		<small>Gold francs</small>	<small>Gold francs</small>	<small>Gold francs</small>	<small>Gold francs</small>
A. SECRETARIAT AND SPECIAL ORGANISATIONS.					
Chapter I.					
<i>Assembly and Council</i>			977,900.—		573,232.84
Chapter II.					
<i>General Services of the Secretariat.</i>	7,905,876.—			7,436,133.70	
<i>Less: Appropriations in aid (see page 7).</i>	294,000.—	7,611,876.—	541,351.17	6,894,782.53	
Chapter III.					
<i>Special Organisations of the League</i>	5,717,586.41			4,603,960.05 ³	
<i>Less: Appropriations in aid:</i>					
International Health Organisation:					
Item 23, Contribution from the International Health Division of the Rockefeller Foundation	575,604.33.			575,604.33	
Social Questions: Item 24, Contri- bution from the American Bureau of Social Hygiene towards the expenses of the Commission of Enquiry into Traffic in Women and Children	17,233.18			17,233.18	
Contribution from the American Association of Social Hygiene to- wards the expenses of the enquiry into the situation of children ex- posed to moral and social dangers	3,000.—			3,000.—	
Intellectual Co-operation: Item 26, Contribution from the American Council on Education towards an enquiry concerning European agencies dealing with exchanges of Professors and Students	25,950.—			25,950.—	
Contribution from the American Council on Education to revise and re-issue the handbook on University Exchanges in Europe	20,740.—			20,740.—	
Legal Assistance for the Poor: Item 28, Contribution from private individuals in the U.S.A. for a publication on Legal Aid to the Poor	18,591.90	5,056,467.—	18,591.90	3,942,840.64	
Chapter IV.		13,646,243.—		11,410,856.01	
<i>Profit on Exchange.</i>	100,000.—		15,146.52		
<i>Deduct: Loss on exchange</i>	100,000.—		5,266.30	(less) 9,880.22	
		13,646,243.—		11,400,975.79	
Chapter V.					
<i>Permanent Equipment, etc.</i>		183,000.—		175,464.21	
TOTAL: Secretariat and Special Organisations		13,829,243.—		11,576,440.—	
B. OTHER ORGANISATIONS.					
International Labour Organisation		7,958,470.—		7,958,470.—	508,288.94
Permanent Court of International Justice		2,171,104.—		2,171,104.—	138,663.41
C. BUILDINGS AT GENEVA					
		1,375,000.—		1,375,000.—	
		25,333,817.—		23,081,014.—	646,952.35
				2,252,803.—	
				25,333,817.—	

¹ In the budget for 1928, 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. The income from contributions is reckoned at the fixed parity of one dollar U.S. = 5.1826 gold francs.

² The sums shown under this column represent the difference between the amount due under the budget and that actually remitted, to the International Labour Organisation or the Permanent Court of International Justice.

³ The amount 4,603,960.05 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 661,119.41 gold francs, is 3,942,840.64 gold francs.

March 10th, 1929.

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

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)	402,900.—	372,900.—	335,021.79
2. Sessions of the Council.	75,000.—	105,000.—	93,052.20
3. Unforeseen Expenditure	500,000.—	500,000.—	
Expenses of the Commission of Enquiry sent in 1925 to the Greco-Bulgarian Frontier Zone			1,975.20
Expenses arising out of the dispute be- tween Bolivia and Paraguay.			143,183.65
	<hr/> 977,900.—	<hr/> 977,900.—	<hr/> 573,232.84

CHAPTER II. — GENERAL SERVICES OF THE SECRETARIAT.

4. Salaries, wages and allowances:			
(a) Secretariat at Geneva (Schedule B)	5,120,712.—	5,017,012.—	4,828,071.91
(b) House Staff at Geneva (Schedule C)	374,173.—	374,173.—	365,821.20
5. Contribution to the Staff Provident Fund.	280,000.—	297,700.—	297,215.05
6. Liaison with Latin-America (Schedule D)	219,447.—	219,447.—	128,618.36
7. Branch Offices (Schedule E)	133,459.—	133,459.—	113,988.12
8. Travelling expenses of officials of the League:			
(a) Travelling expenses and subsistence allowances in connection with Gene- ral Services	168,000.—	160,700.—	146,105.67
(b) Travelling expenses of members of the Secretariat returning home on leave.	45,000.—	55,500.—	54,711.45
(c) Removal expenses to and from Geneva	50,000.—	79,800.—	76,397.40
9. Frais de représentation (Schedule F)	162,500.—	162,500.—	153,079.28
10. Property account: maintenance:			
(a) Headquarters at Geneva (Schedule G)	249,225.—	249,225.—	214,406.45
(b) House allowance of the Secretary- General (£1,000)	25,220.—	25,220.—	25,220.—
11. Publications Department (Schedule H)	438,500.—	479,500.—	467,569.86
12. General office expenses (Schedule I)	447,000.—	459,000.—	451,052.61
13. Special staff charges (Schedule J)	96,540.—	96,540.—	65,508.90
14. Interest charges: Bank accounts	1,000.—	1,000.—	—
15. Unforeseen and Miscellaneous expenses of the Secretariat	50,000.—	50,000.—	11,278.05
16. Unpaid Liabilities Fund	7,500.—	7,500.—	7,470.69
17. Supervision of Revenue and Expenditure:			
(a) Auditors' travelling and subsistence allowances	15,000.—	15,000.—	12,486.35
(b) Expenses of Supervisory Commission	15,000.—	17,000.—	15,149.—
(c) Expenses of Salaries Adjustment Com- mittee	100.—	850.—	642.70
(d) Expenses of Committee on Allocation of Expenses.	7,500.—	4,750.—	1,340.65
	<hr/> 7,905,876.—	<hr/> 7,905,876.—	<hr/> 7,436,133.70
<i>Deduct: Appropriations in Aid.</i>			<i>Actual Income</i>
(a) Sale of publications	240,000.—	240,000.—	247,718.49
(b) Interest earned	45,000.—	45,000.—	181,666.50
(c) Miscellaneous cash receipts	7,000.—	7,000.—	105,525.18
(d) Sale of cinematograph films	2,000.—	2,000.—	6,441.—
	<hr/> 7,611,876.—	<hr/> 7,611,876.—	<hr/> 6,894,782.53

CHAPTER III — SPECIAL ORGANISATIONS OF THE LEAGUE.

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
18. Administrative Commissions and Minorities Questions (Schedule K)	356,817.—	321,817.—	269,520.60
19. Economic and Financial Organisation (Schedule L)	1,217,031.—	1,252,031.—	1,099,221.54
20. Provision for the development of the Economic and Financial Organisation following the General Economic Conference	174,000.—	201,000.—	161,726.25
21. Mandates (Schedule M)	260,884.—	260,884.—	205,309.05
22. Transit (Schedule N)	344,551.—	344,551.—	332,764.65
23. International Health Organisation (Schedule O)	992,638.—	992,638.—	958,438.85 ¹
24. Social Questions: Suppression of Traffic in Women and Protection of Children, Supervision of Opium Traffic, etc. (Schedule P)	286,817.—	286,817.—	248,200.75 ²
25. Reduction of Armaments (Schedule Q)	1,097,523.—	1,097,523.—	426,142.20
26. Intellectual Co-operation, International Bureaux, and Miscellaneous Questions (Schedule R)	230,206.—	230,206.—	193,257.30 ³
27. International Convention on Slavery	1,000.—	1,000.—	245.55 ⁴
28. Legal Assistance for the Poor	—	—	—
29. Codification (Preparation for the Codification Conference and meeting of the Committee of Experts for the Progressive Codification of International Law	80,000.—	53,000.—	40,114.20
30. International Federation for Mutual Assistance in the Relief of Peoples overtaken by Disaster	15,000.—	15,000.—	7,899.70
	<hr/> 5,056,467.—	<hr/> 5,056,467.—	<hr/> 3,942,840.64

CHAPTER IV. — PROFIT AND LOSS ON EXCHANGE.

31. Profit on Exchange	100,000.—	100,000.—	15,146.52
Deduct: Loss on Exchange	100,000.—	100,000.—	5,266.30
	<hr/> —	<hr/> —	<hr/> 9,880.22

Section II. Capital Expenditure.

CHAPTER V. — PERMANENT EQUIPMENT, ETC.

33. Further purchases of furniture, equipment, etc.:			
For Annex.			
Current requirements	80,000.—	80,000.—	77,795.30
34. Library:			
(a) Books, maps	55,000.—	49,000.—	44,352.21
(b) Binding	25,000.—	25,000.—	24,991.80
(c) Periodicals	13,000.—	17,900.—	17,295.50
(d) Equipment, shelving, etc.	10,000.—	11,100.—	11,029.40
	<hr/> 183,000.—	<hr/> 183,000.—	<hr/> 175,464.21

¹ This figure represents the *net* expenditure of the International Health Organisation chargeable to the budget of the League. The *gross* expenditure, after adding the sum of 575,604.33 francs contributed by the Rockefeller Foundation, amounts to 1,534,043.18 francs.

² 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 sums of 17,233.18 francs and 3,000 francs contributed towards the expenses of the Commission of Enquiry into the Traffic in Women and Children and towards the expenses of the enquiry into the situation of children exposed to moral and social dangers amounts to 268,433.93 francs.

³ 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 sums of 25,950 francs and 20,740 francs contributed by the American Council on Education towards an enquiry concerning European agencies dealing with exchanges of Professors and Students and towards the cost of the revision and re-issue of the handbook on University Exchanges in Europe, amounts to 239,947.30 francs.

⁴ No expenditure chargeable to the budget of the League has been met from this item. Actual expenditure to an extent of 18,591.90 francs has been satisfied from the contribution received from private individuals in the United States of America for a publication on Legal Aid to the Poor.

C. SCHEDULES.

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

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
1. Salaries of additional temporary clerical and house staff	112,000.—	82,000.—	81,634.40
2. Overtime payments of permanent staff.	7,000.—	7,000.—	3,177.75
3. Travelling expenses and subsistence allowances	12,000.—	27,000.—	23,605.24
4. Assembly Hall: Rent, lighting, heating, etc.	38,000.—	46,000.—	44,351.05
5. Special printing.	192,050.—	174,050.—	155,402.85
6. Cables, telegrams and telephones	1,000.—	1,000.—	86.65
7. Supplies and stores	16,850.—	16,850.—	12,312.55
8. Automobile and cyclist service	9,000.—	9,000.—	7,203.30
9. Incidental expenses	15,000.—	10,000.—	7,248.—
	402,900.—	372,900.—	335,021.79

SCHEDULE B TO CHAPTER II, ITEM 4 (a). — *Salaries, Wages and Allowances of the Secretariat.*¹

I. General Organisation.			
Secretary-General (£4,000)	99,568.75	99,568.75	99,568.56
Secretary-General's Office	87,263.15	87,263.15	86,775.40
Deputy Secretary-General (£3,000)	74,676.60	74,676.60	74,676.48
Deputy Secretary-General's Office.	89,468.20	89,468.20	89,422.55
Under-Secretary-General (£3,000)	74,676.60	74,676.60	74,676.48
Under-Secretary-General's Office	72,286.60	68,686.60	64,531.95
Under-Secretary-General	74,025.20	74,025.20	74,025.—
Under-Secretary-General's Office	34,450.60	35,250.60	35,154.55
Under-Secretary-General	74,025.20	74,025.20	74,025.—
Under-Secretary-General's Office	27,784.45	28,784.45	28,041.95
Political Section	216,289.60	214,789.60	210,367.30
Information Section	895,862.80	891,362.80	858,554.89
Legal Adviser's Branch	348,688.20	343,688.20	331,809.35
Treasurer's Office	86,686.45	88,886.45	88,823.15
(a) Replacements, temporary engagements, overtime, etc., for the General Organisation	5,000.—	13,100.—	12,104.15
(b) Allowances for special languages and family allowances	2,500.—	2,500.—	2,417.90
TOTALS: General Organisation.	2,263,252.40	2,260,752.40	2,204,974.66
II. Internal Administrative Services.			
Staff Branch	76,254.05	75,504.05	65,962.70
Precis Writing	170,315.50	173,415.50	173,008.65
Publication and Printing Department	222,697.95	222,847.95	216,908.40
Drafting Committee	25,267.70	26,310.50	26,192.65
Interpreting and Translating	542,135.70	531,092.90	513,561.60
Library	155,206.10	148,610.10	141,610.40
Registry	212,244.20	200,244.20	193,461.10
Indexing of Publications	75,551.30	75,551.30	69,420.35
Accounting Branch	90,363.95	90,363.95	90,053.35
Internal Control	77,651.70	77,651.70	75,488.15
Internal Services	133,536.60	133,536.60	127,716.20
Central Services.			
Stenographers' Branch	520,204.10	470,504.10	448,119.95
Duplicating and Multigraph Service	178,299.15	166,299.15	156,258.25
Distribution of Documents	187,949.40	179,949.40	168,834.50
Miscellaneous Services	89,782.20	84,782.20	75,986.95
(a) Replacements, temporary engagements and overtime for all Internal Services	100,000.—	100,000.—	80,514.05
(b) Family allowances			
TOTALS: Internal Services	2,857,459.60	2,756,259.60	2,623,097.25
TOTALS: General Organisation and Internal Services	5,120,712.—	5,017,012.—	4,828,071.91

¹ In accordance with the request made by the Supervisory Commission, the amounts shown under the original appropriation sub-heads have been proportionately reduced in accordance with cost-of-living deduction of 2.6 % amounting to a total sum of 104,889 francs.

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

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
(a) Staff employed in the Main Building	276,235.—	272,735.—	267,186.65
(b) Staff employed in the Annexes.	79,938.—	73,938.—	73,607.30
(c) Overtime, temporary engagements and replacements	15,000.—	24,500.—	23,324.75
(d) Family allowances	3,000.—	3,000.—	1,702.50
	<u>374,173.—</u>	<u>374,173.—</u>	<u>365,821.20</u>

SCHEDULE D TO CHAPTER II, ITEM 6. — *Liaison with Latin America.*

I. <i>Secretariat: Salaries.</i>	39,447.—	39,447.—	33,005.80
II. <i>Other Expenses:</i>			
(a) Correspondents, cables, travelling and removal expenses, etc.	80,000.—	80,000.—	31,857.50
(b) Technical investigations to be under- taken in Latin America.	100,000.—	100,000.—	63,755.06
	<u>219,447.—</u>	<u>219,447.—</u>	<u>128,618.36</u>

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

I. <i>London Sub-Office.</i>			
A. Staff Salaries		27,869.—	27,869.—
B. Property Account and General Office Expenses:			
(i) Rent and rates	£1,344	33,895.70	30,743.20
(ii) Lighting	17	429.20	429.20
(iii) Heating	30	756.60	2,448.10
(iv) Cleaning	85	2,143.70	3,604.70
(v) Repairs and renewals	100	2,522.—	3,122.—
(vi) Telephones.	80	2,017.60	2,117.60
(vii) Stationery	80	2,017.60	1,517.60
(viii) National Health and Unemployment Insu- rance	25	630.50	630.50
(ix) Postage	75	1,891.50	1,631.50
(x) Cables and telegrams	20	504.40	304.40
(xi) Newspapers	30	756.60	816.60
(xii) Miscellaneous and un- foreseen expenses	80	2,017.60	2,217.60
	<u>£1,966</u>	<u>77,452.—</u>	<u>77,452.—</u>
II. <i>Paris Sub-Office.</i>			
A. Staff Salaries		31,962.—	31,562.—
B. Property Account and General Office Expenses:			
(i) Rent	Fr. frs. 53,500	11,235.—	11,235.—
(ii) Lighting	2,500	525.—	525.—
(iii) Heating	12,000	2,520.—	2,520.—
(iv) Cleaning	1,500	315.—	365.—
(v) Repairs and renewals	4,000	840.—	840.—
(vi) Telephones.	20,000	4,200.—	4,200.—
(vii) Cables and telegrams	1,500	315.—	315.—
(viii) Stationery	4,000	840.—	840.—
(ix) Postage	1,000	210.—	210.—
(x) Newspapers	500	105.—	155.—
(xi) Miscellaneous expenses.	8,000	1,680.—	1,980.—
(xii) Reserve to meet increase in prices	6,000	1,260.—	1,260.—
	<u>114,500</u>	<u>56,007.—</u>	<u>56,007.—</u>
TOTALS: London and Paris Offices		<u>133,459.—</u>	<u>133,459.—</u>
			<u>113,988.12</u>

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

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
(a) Secretary-General (£2,500)	63,050.—	63,050.—	63,050.—
(b) Deputy Secretary-General (£1,000)	25,220.—	25,220.—	25,219.92
(c) Three Under-Secretaries-General	37,720.—	37,720.—	37,609.56
(d) General Fund	36,510.—	36,510.—	27,199.80
	<hr/> 162,500.—	<hr/> 162,500.—	<hr/> 153,079.28

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

I. Main Building:			
(a) Water rates	5,500.—	6,500.—	6,409.65
(b) Repairs and Renewals:			
(i) Building	45,000.—	45,000.—	44,306.40
(ii) Furniture	20,000.—	19,000.—	13,825.25
(iii) Equipment	5,500.—	5,500.—	1,375.50
(c) Lighting	18,000.—	18,000.—	17,991.30
(d) Heating	29,500.—	29,500.—	17,364.90
(e) Power:			
(i) Water power	1,000.—	1,000.—	952.75
(ii) Electric power (lift)	2,500.—	2,500.—	1,834.20
(f) Insurance and protection:			
(i) Building and furniture	1,700.—	1,700.—	1,380.—
(ii) Securitas (police)	1,200.—	1,200.—	1,200.—
(g) Employers' liability	250.—	250.—	199.10
(h) Telephones, local service	29,000.—	29,000.—	27,596.15
(i) Uniforms	3,000.—	3,000.—	2,875.60
(j) Chimneys, repairs to flues	1,500.—	1,500.—	765.60
(k) Automobiles and bicycles, replacements, upkeep and insurance	9,000.—	9,000.—	7,761.55
(l) Office laundry	5,000.—	5,750.—	5,735.60
(m) Sundry supplies	8,000.—	8,000.—	6,540.60
II. Annexes:			
(a) Water rates	1,000.—	1,000.—	644.60
(b) Lighting	10,500.—	10,500.—	6,789.50
(c) Heating	11,000.—	11,000.—	10,472.30
(d) Electric power	2,250.—	2,250.—	1,465.55
(e) Insurance	575.—	575.—	493.35
(f) Telephones, local service	9,500.—	9,500.—	9,195.55
(g) Uniforms	2,000.—	2,000.—	1,742.95
(h) Chimneys, repairs to flues, etc.	500.—	500.—	338.85
(i) Laundry	750.—	1,000.—	953.55
(j) Sundry supplies	3,000.—	2,000.—	1,696.10
(k) Rent	22,500.—	22,500.—	22,500.—
	<hr/> 249,225.—	<hr/> 249,225.—	<hr/> 214,406.45

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

(a) General printing (not covered by special appropriations):			
(i) Council documents and <i>Official Journal</i>	120,000.—	129,665.—	120,740.95
(ii) Internal administration and miscellaneous	12,000.—	15,000.—	14,838.50
(b) <i>Treaty Series</i>	140,000.—	160,000.—	159,665.65
(c) <i>Monthly Summary</i>	50,000.—	50,000.—	49,767.—
Other publications of the Information Section	40,000.—	47,400.—	45,429.90
(d) Travelling, transport charges, advertising for Sales Department, catalogues, etc.	70,000.—	63,335.—	63,279.96
(e) Publications for free distribution	2,000.—	2,000.—	1,754.15
(f) Working Capital for cinematograph films and photographs	4,500.—	12,100.—	12,093.75
	<hr/> 438,500.—	<hr/> 479,500.—	<hr/> 467,569.86

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

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
(a) Upkeep of office equipment	8,500.—	8,000.—	6,752.15
(b) Stationery and stationery stores:			
(i) Ordinary	60,000.—	60,000.—	59,904.50
(ii) Supplies for Duplicating Department	105,000.—	105,000.—	103,815.60
(c) Cables, telegrams, long-distance telephone calls on general business	35,000.—	42,000.—	41,949.20
(d) Postage	165,000.—	178,500.—	176,827.10
(e) Freight and carriage	5,500.—	5,500.—	4,943.20
(f) Newspapers:			
(i) General.	10,500.—	12,000.—	11,634.91
(ii) Information Section			
(iii) Library and Reading-room			
(g) Subscriptions and Press cuttings.	36,000.—	35,500.—	34,952.75
(h) Courier service between Geneva and Paris	17,500.—	9,000.—	7,913.80
(i) Advertising, etc., for tenders	1,000.—	1,000.—	1,000.—
(j) Miscellaneous petty-cash disbursements, including purchase of miscellaneous publi- cations of non-capital value	3,000.—	2,500.—	1,359.40
	447,000.—	459,000.—	451,052.61

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

(a) Indemnities provided in the Staff Regulations	24,000.—	22,250.—	15,522.85
(b) Reserve Fund for Death and Invalidity Fund	15,000.—	15,000.—	—
(c) Contribution to Sickness Insurance Associa- tion	22,000.—	22,000.—	22,000.—
(d) Fidelity guarantees	4,540.—	4,540.—	4,494.25
(e) Welfare	5,000.—	5,000.—	1,812.30
(f) Gratuities given in accordance with local custom to House Staff and others on New Year's Day	5,500.—	5,500.—	5,500.—
(g) Recruitment of staff: advertising, expenses of examinations, special travelling	12,000.—	13,750.—	13,415.45
(h) Medical examination	1,500.—	1,500.—	363.85
(i) Expenses of the Administrative Tribunal	6,000.—	6,000.—	2,400.20
(j) Indemnities granted by the Administrative Tribunal	1,000.—	1,000.—	—
	96,540.—	96,540.—	65,508.90

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

1. Salaries	307,317.—	272,317.—	245,559.25
2. Travelling (including removal) expenses	35,000.—	35,000.—	20,921.85
3. Printing and documentation.	12,000.—	12,000.—	1,423.95
4. Cables, telegrams and long-distance telephones	1,500.—	1,500.—	1,224.40
5. Miscellaneous expenses	1,000.—	1,000.—	391.15
	356,817.—	321,817.—	269,520.60

SCHEDULE L TO CHAPTER III, ITEM 19. — *Economic and Financial Organisation.*

1. General Conference and preparatory work	50,000.—	41,300.—	34,680.60
2. Sessions of the Economic and Financial Committees and of Sub-Committees of Experts:			
(a) Subsistence, travelling and other expenses	155,000.—	187,200.—	168,892.45
(b) Printing and publications for the Committees	55,000.—	70,000.—	61,639.40
3. Administrative expenses:			
(a) Salaries of Secretariat	717,031.—	707,031.—	667,008.63
(b) Travelling and removal expenses of the Secretariat	50,000.—	46,500.—	46,219.70
(c) Printing and publishing.	145,000.—	145,000.—	73,850.40
(d) Cables, telegrams and long-distance telephones	15,000.—	13,000.—	10,168.50
4. Miscellaneous and unforeseen expenses	30,000.—	42,000.—	36,761.86
	1,217,031.—	1,252,031.—	1,099,221.54

SCHEDULE M TO CHAPTER III, ITEM 21. — *Mandates.*

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
1. Sessions of Permanent Mandates Commission	77,500.—	77,500.—	55,302.95
2. Salaries of Secretariat	137,384.—	137,384.—	113,236.55
3. Travelling and removal expenses	12,000.—	12,000.—	7,659.30
4. Printing and documentation	33,000.—	33,000.—	28,310.—
5. Cables, telegrams, long-distance telephones, unforeseen contingencies and miscellaneous petty expenses	1,000.—	1,000.—	800.25
	260,884.—	260,884.—	205,309.05

SCHEDULE N TO CHAPTER III, ITEM 22. — *Communications and Transit Organisation.*

1. General Conference	—	—	—
2. Regional Conferences	16,000.—	1,000.—	—
3. Sessions of the Advisory and Technical Committee	70,000.—	37,500.—	36,155.30
4. Temporary Committees and technical work of experts	50,000.—	66,000.—	65,897.—
5. Printing of documents for the meetings of the Committee and publication of information to Governments	18,000.—	18,000.—	16,732.40
6. Conciliation of disputes submitted to the Committee: fees to technical advisers and experts and other expenditure arising out of the enquiries	20,000.—	34,000.—	32,162.65
7. Salaries of Secretariat	134,051.—	141,551.—	141,031.80
8. Travelling and removal expenses of the Secretariat	18,000.—	20,000.—	17,959.—
9. Cablegrams, telephones and long-distance telephone communications	3,000.—	3,000.—	2,962.15
10. Miscellaneous petty expenses and unforeseen contingencies	500.—	500.—	456.80

Supplementary credit.

(a) Work in connection with communica- tions affecting the League in times of crisis	5,000.—	13,000.—	10,068.05
(b) Advisory Work on the Resolutions of the Press Experts' Conference	10,000.—	10,000.—	9,339.50
	344,551.—	344,551.—	332,764.65

SCHEDULE O TO CHAPTER III, ITEM 23. — *International Health Organisation.*

	Original Appropriation			Appropriation as modified by Transfers			Actual Expenditure		
	League Vote Gold francs	Grants Gold francs	Total Gold francs	League Vote Gold francs	Grants Gold francs	Total Gold francs	League Vote Gold francs	Grants Gold francs	Total Gold francs
I. Secretariat :									
1. Salaries of the Health Section	348,463.—	—	348,463.—	331,463.—	—	331,463.—	325,726.50	—	325,726.50
2. " Rockefeller Grant I	—	72,437.—	72,437.—	—	49,115.29	49,115.29	—	48,061.15	48,061.15
" Rockefeller Grant II	—	115,014.02	115,014.02	—	112,681.85	112,681.85	—	112,135.60	112,135.60
3. Travelling and removal Expenses	63,000.—	—	63,000.—	51,000.—	—	51,000.—	47,381.27	—	47,381.27
4. General Printing and documentation	2,800.—	—	2,800.—	2,800.—	—	2,800.—	1,793.95	—	1,793.95
5. Cables, telegrams and telephones	9,675.—	—	9,675.—	21,675.—	—	21,675.—	21,667.15	—	21,667.15
6. Miscellaneous petty expenses and unforeseen contingencies	2,000.—	—	2,000.—	2,000.—	—	2,000.—	1,960.15	—	1,960.15
	425,938.—	187,451.02	613,389.02	408,938.—	161,797.14	570,735.14	398,529.02	160,196.75	558,725.77
II. Epidemiological and Public Health Intelligence :									
1. Special Reports, enquiries and collective and individual studies of Public Health Statistics	100,000.—	—	100,000.—	129,125.—	—	129,125.—	125,797.80	—	125,797.80
" Rockefeller Grant II	—	144,115.98	—	—	—	—	—	—	—
" Additional Grant	—	53,562.17	220,855.—	—	223,187.17	223,187.17	—	198,083.85	198,083.85
" Additional Grant—Unexpended balances	—	23,176.85	—	—	—	—	—	—	—
2. Publications	45,000.—	—	45,000.—	39,000.—	—	39,000.—	29,320.10	—	29,320.10
3. Sanitary Notifications and Epidemiological Enquiries	60,000.—	—	60,000.—	8,000.—	—	8,000.—	7,650.05	—	7,650.05
4. Contribution to the Singapore Office	15,000.—	—	15,000.—	15,000.—	—	15,000.—	15,000.—	—	15,000.—
	220,000.—	220,855.—	440,855.—	191,125.—	223,187.17	414,312.17	177,767.95	198,083.85	375,851.80
III. Health Committee, Technical Sub-Committees and Conferences :									
1. Sessions of Health Committee and Technical Sub-Committees:									
(a) Daily allowances and travelling expenses	65,000.—	—	65,000.—	65,000.—	—	65,000.—	64,151.78	—	64,151.78
(b) Printing and Publications	31,700.—	—	31,700.—	21,075.—	—	21,075.—	15,816.90	—	15,816.90
2. Conferences and technical missions	100,000.—	—	100,000.—	100,000.—	—	100,000.—	98,620.28	—	98,620.28
	196,700.—	—	196,700.—	186,075.—	—	186,075.—	178,588.96	—	178,588.96
IV. Interchange of Public Health Personnel :									
Expenses in connection with a system of liaison between the various National Public Health Services	150,000.—	—	150,000.—	206,500.—	—	206,500.—	203,552.92	—	203,552.92
" Rockefeller Grant I	—	57,128.—	—	—	—	—	—	—	—
" Additional Grant	—	129,565.—	198,815.56	—	222,137.27	222,137.27	—	217,323.73	217,323.73
" Additional Grant—Unexpended balances	—	12,122.56	—	—	—	—	—	—	—
	150,000.—	198,815.56	348,815.56	206,500.—	222,137.27	428,637.27	203,552.92	217,323.73	420,876.65
Summary :									
I. Secretariat	425,938.—	187,451.02	613,389.02	408,938.—	161,797.14	570,735.14	398,529.02	160,196.75	558,725.77
II. Epidemiological and Public Health Intelligence	220,000.—	220,855.—	440,855.—	191,125.—	223,187.17	414,312.17	177,767.95	198,083.85	375,851.80
III. Health Committee and Conferences	196,700.—	—	196,700.—	186,075.—	—	186,075.—	178,588.96	—	178,588.96
IV. Interchange of Public Health Personnel	150,000.—	198,815.56	348,815.56	206,500.—	222,137.27	428,637.27	203,552.92	217,323.73	420,876.65
	992,638.—	607,121.58	1,599,759.58	992,638.—	607,121.58	1,599,759.58	958,438.85	575,604.33	1,534,043.18

SCHEDULE P TO CHAPTER III, ITEM 24. — *Social Questions (including Suppression of Traffic in Women and Protection of Children, and Supervision of Opium Traffic, etc.).*

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
1. Salaries of the Secretariat	185,817.—	171,317.—	167,387.85
2. Travelling and removal expenses	8,000.—	9,500.—	9,326.60
3. Control of Traffic in Opium and other Dangerous Drugs:			
(i) Sessions of the Advisory Committee	8,500.—	6,500.—	5,013.05
(ii) Printing and documentation of the Committee	18,000.—	40,000.—	36,633.35
(iii) Cables, telegrams, etc.	1,000.—	1,000.—	224.20
(iv) Miscellaneous petty expenses and unforeseen contingencies	500.—	500.—	9.40
4. Protection and Welfare of Children and Young People:			
(i) Sessions of the Committees	2,500.—	2,500.—	2,341.05
(ii) Suppression of Traffic in Women and Children:			
(a) Printing and documentation.	15,000.—	15,000.—	6,075.80
(b) Cables, telegrams, etc.	1,000.—	1,000.—	101.65
(c) Miscellaneous petty expenses and unforeseen contingencies.	500.—	500.—	—
(d) Enquiry into Traffic in Women and Children: <i>Appropriation in aid: American Bureau of Social Hygiene.</i>	17,233.18	17,233.18	17,233.18
(iii) Protection of Children:			
(a) Sessions of Sub-Committees	14,000.—	11,000.—	8,192.55
(b) Work of Experts.	16,000.—	12,000.—	1,670.15
(c) Printing and documentation.	13,000.—	13,000.—	10,542.95
(d) Cables, telegrams, etc.	1,000.—	1,000.—	224.30
(e) Miscellaneous petty expenses and unforeseen contingencies.	1,000.—	1,000.—	34.80
5. Other Social Questions entrusted to the Section, and unforeseen contingencies	1,000.—	1,000.—	423.05
6. Enquiry into the situation of children exposed to moral and social dangers: <i>Appropriation in aid: American Association of Social Hygiene</i>	3,000.—	3,000.—	3,000.—
Gross Expenditure.	307,050.18	307,050.18	268,433.93
<i>Deduct: Appropriations in aid: Contributions from the American Bureau and Association of Social Hygiene:</i>			
(a) Towards the expenses of the Commission of Enquiry into the Traffic in Women and Children	17,233.18	17,233.18	17,233.18
(b) Towards the expenses of the enquiry into the situation of children exposed to moral and social dangers	3,000.—	3,000.—	3,000.—
Net Expenditure	286,817.—	286,817.—	248,200.75

SCHEDULE Q TO CHAPTER III, ITEM 25. — *Reduction of Armaments.*

	Original Appropriation Gold francs	Appropriation as modified by transfers Gold francs	Actual Expenditure Gold francs
I. <i>Secretariat:</i>			
1. Salaries	251,523.—	251,523.—	246,605.35
2. Travelling and removal expenses of the Secretariat	12,000.—	12,000.—	10,846.30
II. <i>Permanent Advisory Commission:</i>			
1. Meetings of the Permanent Advisory Commission	1,000.—	1,000.—	—
2. Printing and documentation	500.—	500.—	79.20
3. Cables, telegrams and unforeseen expenses	500.—	500.—	236.65
III. <i>Investigations</i>	200,000.—	200,000.—	—
IV. <i>Organ of the Council for Disarmament Work:</i>			
1. Commissions, collaboration of ex- perts, and technical work	80,000.—	80,000.—	75,451.10
2. General Services: (a) Printing and documentation	50,000.—	50,000.—	43,135.60
(b) Cables, telegrams and other unforeseen expenses	5,000.—	5,000.—	1,938.85
V. <i>Statistical Year-Books:</i>			
1. <i>Armaments Year-Book</i>	55,000.—	51,500.—	30,654.55
2. <i>Statistical Information on the Trade in Arms, Ammunition and Implements of War</i>	12,000.—	15,500.—	15,087.10
VI. <i>International Conference for the Control of the Private Manufacture of Arms, Munitions and Implements of War</i>	130,000.—	130,000.—	2,107.50
VII. <i>International Disarmament Conference</i>	300,000.—	300,000.—	—
	<u>1,097,523.—</u>	<u>1,097,523.—</u>	<u>426,142.20</u>

SCHEDULE R TO CHAPTER III, ITEM 26. — *Intellectual Co-operation, etc.*

A. <i>Intellectual Co-operation:</i>			
1. Salaries of Secretariat (including the officials who deal with questions relat- ing to International Bureaux).	81,706.—	81,706.—	79,004.40
2. Plenary sessions (including travelling expenses and subsistence allowances) and Sub-Committee meetings.	65,000.—	65,000.—	57,884.75
3. Conference of Experts on the Question of Scientific Property	10,000.—	—	—
4. Committees of Experts	10,000.—	10,000.—	6,645.35
5. Travelling expenses (Secretariat)	10,000.—	20,000.—	17,560.05
6. Printing	11,500.—	11,500.—	4,338.80
7. Congress on Popular Arts	25,000.—	25,000.—	19,579.70
8. Miscellaneous petty and unforeseen expenses	5,000.—	5,000.—	2,024.35
9. Enquiry concerning European agencies dealing with exchanges of professors and students: Appropriation in aid: American Council on Education	25,950.—	25,950.—	25,950.—
10. Revision and re-issue of handbook on University Exchanges in Europe: Appropriation in aid: American Council on Education	20,740.—	20,740.—	20,740.—
B. <i>International Bureaux and Miscellaneous Questions</i>	12,000.—	12,000.—	6,219.90
Gross expenditure	<u>276,896.—</u>	<u>276,896.—</u>	<u>239,947.30</u>
Deduct: Appropriations in aid: Contributions from the American Council on Education:			
(a) Towards the cost of the enquiry con- cerning European agencies dealing with exchanges of professors and students	25,950.—	25,950.—	25,950.—
(b) Towards the cost of the revision and re-issue of handbook on University Exchanges in Europe	20,740.—	20,740.—	20,740.—
Net expenditure	<u>230,206.—</u>	<u>230,206.—</u>	<u>193,257.30</u>

II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1928.

II. STATEMENT OF ASSETS AND

LIABILITIES.

	Gold francs	Gold francs	Gold francs
International Labour Organisation :			
Compounded arrears.		59,538.66	
Third Financial Period.		68,725.38	
Fourth Financial Period		112,984.99	
Fifth Financial Period		700,834.93	
Sixth Financial Period		615,953.82	
Seventh Financial Period		526,010.49	
Eighth Financial Period		431,036.15	
Ninth Financial Period.		396,974.95	
Tenth Financial Period		508,288.94	
		<hr/>	3,420,348.31
Permanent Court of International Justice.			
Compounded arrears.		1,180.27	
Fifth Financial Period		160,670.29	
Sixth Financial Period		168,183.83	
Seventh Financial Period.		136,738.33	
Eighth Financial Period		115,571.69	
Ninth Financial Period.		114,512.68	
Tenth Financial Period		138,663.41	
		<hr/>	835,520.50
Working Capital Account :			
Balance as per last account		4,861,156.49	
Add Voluntary contributions		67,996.52	
Add Interest earned during year.		217,353.50	
		<hr/>	5,146,506.51
Depreciation Reserve :			
<i>Furniture, fittings, typewriters, etc.:</i>			
Balance as per last account	1,131,277.02		
Add Depreciation for year	77,795.30		
	<hr/>	1,209,072.32	
<i>Library (books):</i>			
Balance as per last account	609,320.19		
Add 20% on value as at December 31st, 1928.	156,709.45		
	<hr/>	766,029.64	
<i>Library (shelving):</i>			
Balance as per last account	88,337.16		
Add Depreciation for year	14,748.82		
	<hr/>	103,085.98	
		<hr/>	2,078,187.94
Suspense Accounts and Trust Funds ¹			
Building Annuity		1,375,000.—	
International Health Division of the Rocke- feller Foundation Grants account :			
\$6,459.99		33,479.54	
Contribution from the American Bureau of Social Hygiene towards the expenses of the Commission of Enquiry into Traffic in Women and Children: \$125.50		650.41	
Contribution from the American Association of Social Hygiene for the enquiry as to the situation of children exposed to moral and social dangers		9,959.35	
Contribution from private individuals in the U.S.A. for a publication on Legal-Aid to the Poor		22,325.75	
Fund to defray expenditure of arbitrators appointed by Council in connection with the Sopron-Kőszeg Railway		30,028.30	
		<hr/>	
		1,471,443.35	II,480,563.26
		<hr/>	
		Carried forward	

¹ See explanatory memorandum, page 31.

LIABILITIES AS AT DECEMBER 31ST, 1928.

		ASSETS.		
		Gold francs	Gold francs	Gold francs
Property at Geneva :				
Hotel National, Armleder Property and Capital Installation			4,000,000.—	
Secretariat and Assembly Hall construction: amount expended to date.			<u>3,727,456.10</u>	7,727,456.10
Capital Account.				
<i>Furniture, fittings, typewriters, etc.:</i>				
Balance as per last account	1,131,277.02			
Additions during year	<u>77,795.30</u>			
			1,209,072.32	
<i>Library (books):</i>				
Balance as per last account	696,907.78			
Additions during year	<u>86,639.51</u>			
			783,547.29	
<i>Library (shelving):</i>				
Balance as per last account	92,056.58			
Additions during year	<u>11,029.40</u>			
			<u>103,085.98</u>	
Sundry Debtors — States Members :				2,095,705.59
<i>Compounded Arrears Account:</i>				
Honduras	55,326.58			
Liberia.	63,163.97			
Nicaragua	55,326.58			
Paraguay.	15,370.80			
Salvador	<u>24,340.—</u>			
			213,527.93	
<i>Second Financial Period:</i>				
Peru.			29,947.47	
<i>Third Financial Period:</i>				
Peru.			208,333.—	
<i>Fourth Financial Period:</i>				
China	182,119.—			
Peru.	<u>202,267.—</u>			
			384,386.—	
<i>Fifth Financial Period:</i>				
Bolivia.	100,000.—			
China	1,767,773.28			
Honduras	27,196.51			
Nicaragua	27,196.51			
Peru.	<u>271,965.12</u>			
			2,194,131.42	
<i>Sixth Financial Period:</i>				
Bolivia.	115,871.12			
China	1,506,324.51			
Honduras	23,174.23			
Nicaragua	23,174.23			
Peru.	<u>231,742.24</u>			
			1,900,286.33	
<i>Carried forward</i>			4,930,612.15	9,823,161.69

LIABILITIES (continued.)

	Gold francs	Gold francs
<i>Brought forward</i>	1,471,443.35	11,480,563.26
Scholarship Fund for the Study of Malaria in the Kingdom of the Serbs, Croats and Slovenes	2,614.20	
Account of the Eastern Bureau of the Health Organisation	20,355.59	
Gift to the Child Welfare Committee: \$1,262.25	6,541.73	
Balance of the Epidemic Commission Fund: £145 1s. 10d.	3,659.19	
Balance of grant-in-aid of Italian Red Cross towards the constitution of the Interna- tional Relief Union	4,020.60	
Darling Prize Fund	<u>10,229.05</u>	
		1,518,863.71
 Income and Expenditure Account :		
Balance from last account	27,691,387.89	
Balance of Income over Expenditure in respect of the Tenth Financial Period	<u>1,745,876.15</u>	
		29,437,264.04

42,436,691.01

ASSETS (continued)

	Gold francs	Gold francs	Gold francs
<i>Brought forward</i>		4,930,612.15	9,823,161.69
<i>Seventh Financial Period:</i>			
Bolivia.	121,166.51		
China	1,211,665.15		
Honduras	24,233.30		
Nicaragua	24,233.30		
Peru.	242,333.03		
	<hr/>	1,623,631.29	
<i>Eighth Financial Period:</i>			
Bolivia.	97,889.58		
China	1,022,094.81		
Honduras	24,472.39		
Nicaragua	24,472.39		
Peru.	220,251.55		
	<hr/>	1,389,180.72	
<i>Ninth Financial Period:</i>			
Bolivia.	96,600.36		
China	929,513.11		
Honduras.	24,150.09		
Nicaragua	24,150.09		
Paraguay.	17,593.24		
Peru.	217,350.81		
	<hr/>	1,309,357.70	
<i>Tenth Financial Period:</i>			
Albania	14,836.79		
Bolivia	99,244.46		
China	1,141,311.24		
Honduras	12,405.62		
Luxemburg	21,532.58		
Nicaragua	24,811.11		
Paraguay.	23,535.12		
Persia	55,643.99		
Peru	223,300.03		
Poland	1,390.70		
	<hr/>	1,618,011.64	
<i>Suspense Accounts and Trust Funds as per contra</i>			10,870,793.50
			1,518,863.71
<i>Working Capital Fund:</i>			
Recoverable advances			51,584.22
<i>Cash at Bank and in hand (including cash advances):</i>			
Building Fund: Assembly Hall and Secretariat Construction		11,229,821.43	
Assembly Hall furnishing account		530,851.97	
Working Capital Fund.		4,983,666.64	
Balance Cash Surplus from 1927		1,090,593.52	
Secretariat Cash Surplus in respect of Tenth Financial Period		2,337,354.33	
		<hr/>	20,172,287.89
			<hr/>
			42,436,691.01

March 10th, 1929.

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

LEAGUE

III. WORKING CAPITAL STATEMENT

	Gold francs	Gold francs
Budget Allocation:		
In respect of Second Financial Period	10,104,360.—	
<i>Less contributions written off</i>	313,800.—	
	<hr/>	9,790,560.—
In respect of Third Financial Period	21,249,988.32	
<i>Less contributions written off</i>	993,085.77	
	<hr/>	20,256,902.55
In respect of Fifth Financial Period	25,673,507.30	
<i>Less contributions written off</i>	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 contributions written off</i>	22,478.71	
	<hr/>	22,635,659.29
		<hr/>
		101,535,419.02
Receipts from States Members:		
In respect of Second Financial Period	9,760,612.53	
In respect of Third Financial Period	20,048,569.55	
In respect of Fifth Financial Period	23,424,530.06	
In respect of Sixth Financial Period	21,333,349.37	
In respect of Seventh Financial Period	21,012,028.—	
	<hr/>	95,579,089.51
Working Capital authorised by Vote of Assembly:		
In respect of Second Financial Period	1,725,000.—	
<i>Less allocation in contributions written off</i>	53,571.45	
	<hr/>	1,671,428.55
In respect of Third Financial Period	1,890,000.—	
<i>Less allocation in contributions written off</i>	84,863.60	
	<hr/>	1,805,136.40
In respect of Fifth Financial Period	500,000.—	
<i>Less allocation in contributions written off</i>	538.48	
	<hr/>	499,461.52
In respect of Sixth Financial Period		442,500.—
In respect of Seventh Financial Period	50,000.—	
<i>Less allocation in contributions written off</i>	49.60	
	<hr/>	49,950.40
		<hr/>
		4,468,476.87
Working Capital received:		
In respect of Second Financial Period	1,666,316.—	
In respect of Third Financial Period	1,784,442.67	
In respect of Fifth Financial Period	456,527.53	
In respect of Sixth Financial Period	403,567.86	
In respect of Seventh Financial Period	46,367.16	
	<hr/>	4,357,221.22
Voluntary contributions		106,224.67
Interest earned to date on unemployed Working Capital Fund		561,658.62
Interest earned, from date of Assembly decision, on advances		
not reimbursed within a period of six months		10,146.35
		<hr/>
		5,035,250.86

OF NATIONS

AS AT DECEMBER 31ST, 1928.

Working Capital receivable:	Gold francs	Gold francs
<i>In respect of Second Financial Period:</i>		
Amount authorised	1,671,428.55	
Amount received	1,666,316.—	
	<hr/>	5,112.55
<i>In respect of Third Financial Period:</i>		
Amount authorised	1,805,136.40	
Amount received	1,784,442.67	
	<hr/>	20,693.73
<i>In respect of Fifth Financial Period:</i>		
Amount authorised	499,461.52	
Amount received	456,527.53	
	<hr/>	42,933.99
<i>In respect of Sixth Financial Period:</i>		
Amount authorised	442,500.—	
Amount received	403,567.86	
	<hr/>	38,932.14
<i>In respect of Seventh Financial Period:</i>		
Amount authorised	49,950.40	
Amount received	46,367.16	
	<hr/>	3,583.24
		<hr/>
		111,255.65
		<hr/>

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

Cash at banks		4,983,666.64
<i>Advances:</i>		
Expenses of the High Commissioner at Danzig	1.12	
Question of the Frontier between Turkey and Iraq: Balance of Expenses of the Committee of Enquiry appointed by the Council in 1924 not already reimbursed by the Turkish Government	19,961.40	
Advance of funds to the two Swedish officers placed at the disposal of the Bulgarian and Greek Governments	7,760.20	
Advances to the representative of the Financial Com- mittee in Austria	13,326.85	
Gift of Mr. John D. Rockefeller, Junior, for the establish- ment of a special League Library: Temporary advance from the Working Capital Fund	10,534.65	
	<hr/>	51,584.22
		<hr/>
		5,035,250.86
		<hr/>

March 10th, 1929.

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

2. Expenses arising out of the Dispute between Bolivia and Paraguay.

On December 15th, 1928, the Council adopted the following resolution:

"The Secretary-General is authorised to draw on the vote for 'Unforeseen Expenses of the Council' up to a limit of 150,000 francs for extraordinary expenditure in connection with the dispute between Bolivia and Paraguay."

(53rd Session, Minute 2361.)

D. TRANSFERS IN THE BUDGET FOR 1928 APPROVED BY THE COUNCIL.

1. On August 30th, 1928, the Council adopted the following resolution:

"The Council decides to make the following transfers in the budget for 1928:

"A. 35,000 francs¹ from Item 18 ('Administrative Commissions and Minorities questions') to Item 19 ('Economic and Financial Organisation').

"B. 27,000 francs from Item 29 ('Codification (Preparation for the Codification Conference and Meeting of the Committee of Experts for the Progressive Codification of International Law)') to Item 20 ('Provision for the Development of the Economic and Financial Organisation following the General Economic Conference').

"C. 35,000 francs² from Item 4 (a) ('Salaries of the Secretariat'), to be added as follows to the undermentioned items:

"5,000 francs to Item 11 (c) ('Publications Department—Other publications of the Information Section').

"20,000 francs to Item 11 (b) ('Publications Department—Treaty Series').

"10,000 francs to Item 8 (c) ('Removal Expenses to and from Geneva')."

(51st Session, Minute 2227.)

2. On December 11th, 1928, the Council adopted the following resolution:

"The Council decides to make the following transfers in the budget for 1928:

"I. 30,000 francs from Item 1 ('Session of the Assembly') to Item 2 ('Sessions of the Council').

"II. 68,700 francs³ from Item 4 ('Salaries, Wages and Allowances') to be added to the following items:

"17,700 francs to Item 5 ('Contribution to the Staff Provident Fund').

"23,000 francs to Item 8 ('Travelling Expenses in connection with General Services').

"16,000 francs to Item 11 ('Publications Department').

"12,000 francs to Item 12 ('General Office Expenses')."

(53rd Session, Minute 2317.)

¹ This sum was taken from sub-item 1 (Salaries) of item 18 and added to sub-item 2 a (Committees, subsistence, travelling and other expenses) of item 19.

² This sum was taken from the following sub-heads of sub-item 4 a.II.11 (Central Services) of item 4 a:

	Francs
(i) Stenographers' branch:	
(a) Verbatim Reporters	15,000
(ii) Stenographers' branch:	
(b) Pool of Typists	15,000
(iv) Miscellaneous Services	5,000
	35,000

³ Details concerning the composition and disposal of this sum:

Transfers from the following sub-heads of item 4 a:	Francs	To items	
English Translating Section	10,000	8 a.	General Travelling.
Library	6,000	8 a.	General Travelling.
	1,000	8 c.	Removal expenses.
	3,000	8 b.	Leave travelling.
Registry	3,000	8 c.	Removal expenses.
	5,000	11 c.	Other publications of the Information Section.
	1,000	11 f.	Films and photographs.
Verbatim Reporters	2,000	11 f.	Films and photographs.
	3,000	5	Staff Provident Fund.
Pool of Typists	14,700	5	Staff Provident Fund.
Duplicating and Multigraph Service	7,000	12 c.	Cables, telegrams, etc.
	5,000	12 d.	Postage.
Distribution of documents	8,000	11 a (i)	Council documents.
	68,700		

E. INTERNAL TRANSFERS APPROVED BY THE SECRETARY-GENERAL.

(External Transfers not accounted for.)

The following internal transfers within the various items of the budget for 1928 were approved by the Secretary-General:

Sub-head No.	Sub-head	Net original figure	Add	Subtract	New figure
Item I. SESSION OF THE ASSEMBLY.					
Swiss francs					
1.	Salaries of additional temporary clerical and house staff	112,000.—	—	10,000.—	102,000.—
3.	Travelling expenses and subsistence allowances	12,000.—	15,000.—	—	27,000.—
4.	Assembly Hall, rent, lighting, heating, etc.	38,000.—	8,000.—	—	46,000.—
5.	Special printing	192,050.—	—	8,000.—	184,050.—
9.	Incidental expenses	15,000.—	—	5,000.—	10,000.—
		<hr/>			
		369,050.—	23,000.—	23,000.—	369,050.—
Item 4 (a). SALARIES, WAGES AND ALLOWANCES: SECRETARIAT AT GENEVA ¹ .					
I. <i>General Organisation of the Secretariat:</i>					
6.	Under-Secretary-General's Office (Internal Administration)	72,286.60	—	3,600.—	68,686.60
8.	Under-Secretary-General's Office (Intellectual Co-operation)	34,450.60	800.—	—	35,250.60
10.	Under-Secretary-General's Office (Political)	27,784.45	1,000.—	—	28,784.45
11.	Political Section	216,289.60	—	1,500.—	214,789.60
12.	Information Section:				
	(i) Geneva Office	710,199.80	—	4,500.—	705,699.80
13.	Legal Adviser's Branch:				
	(i) Salaries	338,188.20	—	5,000.—	333,188.20
14.	Treasurer's Office	86,686.45	2,200.—	—	88,886.45
15 (a).	Replacements, temporary engagements, overtime, etc., for the General Organisation (sub-heads 1-14)	5,000.—	8,100.—	—	13,100.—
		<hr/>			
		1,490,885.70	12,100.—	14,600.—	1,488,385.70
II. <i>Internal Administrative Services of the Secretariat:</i>					
1.	Staff Branch	76,254.05	—	750.—	75,504.05
2.	Précis-Writing Department:				
	(i) English Section	88,522.45	1,000.—	—	89,522.45
	(ii) French Section	81,793.05	2,100.—	—	83,893.05
3.	Printing and Publications Department:				
	(i) Chief and Office	47,321.—	825.—	—	48,146.—
	(ii) a. Publication	43,636.50	—	675.—	42,961.50
4.	Drafting Committee	25,267.70	1,042.80	—	26,310.50
5 (ii).	English Translating	278,861.10	—	1,042.80	277,818.30
Item 4 (b). WAGES OF HOUSE STAFF AT GENEVA.					
(a)	Staff employed in the Main Building	276,235.—	—	3,500.—	272,735.—
(b)	Staff employed in the Annexes	79,938.—	—	6,000.—	73,938.—
(c)	Overtime, temporary engagements, and replacements	15,000.—	9,500.—	—	24,500.—
		<hr/>			
		2,503,714.55	26,567.80	26,567.80	2,503,714.55

¹ See note, page 9.

Sub-head No.	Sub-head	Net original figure	Add	Subtract	New figure
Item 7. BRANCH OFFICES.					
I. London Sub-Office:					
Swiss francs					
B. Property Account and General Office Expenses:					
	(i) Rent and rates	33,895.70	—	3,152.50	30,743.20
	(iii) Heating	756.60	1,891.50	200.—	2,448.10
	(iv) Cleaning	2,143.70	1,461.—	—	3,604.70
	(v) Repairs and renewals	2,522.—	600.—	—	3,122.—
	(vi) Telephones	2,017.60	100.—	—	2,117.60
	(vii) Stationery	2,017.60	—	500.—	1,517.60
	(ix) Postage	1,891.50	—	260.—	1,631.50
	(x) Cables and telegrams	504.40	—	200.—	304.40
	(xi) Newspapers	756.60	60.—	—	816.60
	(xii) Miscellaneous	2,017.60	700.—	500.—	2,217.60
2. Paris Sub-Office:					
A. Staff:					
	(v) Provision for possible increase in salaries and exchange fluctuations	6,300.—	—	400.—	5,900.—
B. Property Account and General Office Expenses:					
	(iv) Cleaning	315.—	50.—	—	365.—
	(x) Newspapers	105.—	50.—	—	155.—
	(xi) Miscellaneous	1,680.—	300.—	—	1,980.—
		56,923.30	5,212.50	5,212.50	56,923.30
Item 8. TRAVELLING EXPENSES OF OFFICIALS OF THE LEAGUE.					
	(a) Travelling expenses and subsistence allowance in connection with General Services	168,000.—	—	23,300.—	144,700.—
	(b) Travelling expenses of members of the Secretariat returning home on leave	45,000.—	7,500.—	—	52,500.—
	(c) Removal expenses to and from Geneva	50,000.—	15,800.—	—	65,800.—
		263,000.—	23,300.—	23,300.—	263,000.—
Item 10. PROPERTY ACCOUNT, MAINTENANCE: HEADQUARTERS AT GENEVA.					
I. Main Building:					
	(a) Water rates	5,500.—	1,000.—	—	6,500.—
	(b) Repairs and renewals:				
	(ii) Furniture	20,000.—	—	1,000.—	19,000.—
	(d) Office laundry	5,000.—	750.—	—	5,750.—
2. Annexes:					
	(z) Office laundry	750.—	250.—	—	1,000.—
	(y) Sundry supplies	3,000.—	—	1,000.—	2,000.—
		34,250.—	2,000.—	2,000.—	34,250.—
Item 11. PUBLICATIONS DEPARTMENT.					
	(a) General printing not covered by special appropriation:				
	(i) Council documents and <i>Official Journal</i>	120,000.—	4,000.—	2,335.—	121,665.—
	(ii) Internal administration and miscellaneous	12,000.—	3,000.—	—	15,000.—
	(c) Other publications of the Information Section	40,000.—	—	2,600.—	37,400.—
	(d) Travelling, transport charges, advertising for Sales Department, catalogues, etc.	70,000.—	2,335.—	9,000.—	63,335.—
	(f) Working capital for cinematograph films and photographs	4,500.—	4,600.—	—	9,100.—
		246,500.—	13,935.—	13,935.—	246,500.—

Sub-head No.	Sub-head	Net original figure	Add	Subtract	New figure
Item 12. GENERAL OFFICE EXPENSES.					
Swiss francs					
(a)	Upkeep of office equipment	8,500.—	—	500.—	8,000.—
(d)	Postage	165,000.—	8,500.—	—	173,500.—
(f)	Newspapers	10,500.—	1,500.—	—	12,000.—
(g)	Subscriptions and Press cuttings	36,000.—	—	500.—	35,500.—
(h)	Courrier service between Geneva and Paris	17,500.—	—	8,500.—	9,000.—
(j)	Miscellaneous petty cash disbursements, including purchase of miscellaneous publications of non-capital value	3,000.—	—	500.—	2,500.—
		240,500.—	10,000.—	10,000.—	240,500.—
Item 13. SPECIAL STAFF CHARGES.					
(a)	Indemnities provided in the Staff Regulations	24,000.—	—	1,750.—	22,250.—
(g)	Recruitment of staff (advertising, expenses of examinations, special travelling)	12,000.—	1,750.—	—	13,750.—
		36,000.—	1,750.—	1,750.—	36,000.—
Item 17. SUPERVISION OF REVENUE AND EXPENDITURE.					
(b)	Expenses of Supervisory Commission	15,000.—	2,000.—	—	17,000.—
(c)	Expenses of Salaries Adjustment Committee	100.—	750.—	—	850.—
(d)	Expenses of Committee on Allocation of Expenses	7,500.—	—	2,750.—	4,750.—
		22,600.—	2,750.—	2,750.—	22,600.—
Item 19. ECONOMIC AND FINANCIAL ORGANISATION.					
1. General Conference and preparatory work					
		50,000.—	—	8,700.—	41,300.—
2. Sessions of the Economic and Financial Committees and of Sub-Committees of Experts:					
(a) Subsistence, travelling and other expenses					
		155,000.—	15,200.—	18,000.—	152,200.—
(b) Printing and publications for the Committees					
		55,000.—	15,000.—	—	70,000.—
3. Administrative expenses:					
(a) Salaries of secretariat					
		717,031.—	—	10,000.—	707,031.—
(b) Travelling and removal expenses of secretariat					
		50,000.—	1,500.—	5,000.—	46,500.—
(d) Cables, telegrams and long-distance telephones					
		15,000.—	—	2,000.—	13,000.—
4. Miscellaneous and unforeseen expenses					
		30,000.—	18,000.—	6,000.—	42,000.—
		1,072,031.—	49,700.—	49,700.—	1,072,031.—
Item 22. COMMUNICATIONS AND TRANSIT ORGANISATION.					
2. Regional Conferences					
		16,000.—	—	16,000.—	—
3. Sessions of the Advisory and Technical Committee					
		70,000.—	1,000.—	32,500.—	38,500.—
4. Temporary Committees and technical work of experts					
		50,000.—	17,000.—	1,000.—	66,000.—
6. Conciliation of disputes submitted to the Committee (Fees to technical advisers and experts and other expenditure arising out of the enquiries)					
		20,000.—	14,000.—	—	34,000.—
7. Salaries of permanent Secretariat					
		134,051.—	7,500.—	—	141,551.—
8. Travelling and removal expenses of the Secretariat					
		18,000.—	2,000.—	—	20,000.—
Supplementary credit:					
(a) Work in connection with communications affecting the League of Nations in times of crisis					
		5,000.—	8,000.—	—	13,000.—
		313,051.—	49,500.—	49,500.—	313,051.—

Sub-head No.	Sub-head	Net original figure	Add	Subtract	New figure
Item 23. INTERNATIONAL HEALTH ORGANIZATION.			Swiss francs		
I. 1.	Salaries of the Health Section	345,463.—	—	17,000.—	328,463.—
2. (a)	Salaries of temporary staff chargeable to Rockefeller Foundation Grant I	72,437.—	—	23,321.70	49,115.30
(b)	Grant II	115,014.02	—	2,332.17	112,681.85
3.	Travelling and removal expenses	63,000.—	—	12,000.—	51,000.—
5.	Cables, telegrams and telephones	9,675.—	12,000.—	—	21,675.—
II.	Epidemiological and Public Health Intelligence:				
1.	Special reports, enquiries and collective and individual studies of public health statistics	100,000.—	29,125.—	—	129,125.—
(a)	Expenses chargeable to Rockefeller Grant II	197,678.15	2,332.17	—	200,010.32
2.	Publications	45,000.—	—	6,000.—	39,000.—
3.	Sanitary notifications and epidemiological enquiries	60,000.—	—	52,000.—	8,000.—
III.	Health Committee, Technical Sub-Committees and Conferences:				
1.	Sessions of Health Committee and Technical Sub-Committees:				
(b)	Printing and publication for the Committees	31,700.—	—	10,625.—	21,075.—
IV.	Interchange of Public Health Personnel:				
1.	Expenses in connection with a system of liaison between the various National Public Health services	150,000.—	56,500.—	—	206,500.—
2.	Expenses chargeable to Rockefeller Grant I.	186,693.01	23,321.70	—	210,014.71
		<u>804,838.—</u>	<u>97,625.—</u>	<u>97,625.—</u>	<u>804,838.—</u>
	-Rockefeller Grants	571,822.18	25,653.87	25,653.87	571,822.18
Item 24. SOCIAL QUESTIONS (INCLUDING SUPPRESSION OF TRAFFIC IN WOMEN AND PROTECTION OF CHILDREN AND SUPERVISION OF OPIUM TRAFFIC, ETC.).					
1.	Salaries of Secretariat	184,352.—	—	14,500.—	169,852.—
2.	Travelling and removal expenses	8,000.—	1,500.—	—	9,500.—
3.	Control of Traffic in Opium and other Dangerous Drugs:				
(i)	Sessions of the Advisory Committee	8,500.—	—	2,000.—	6,500.—
(ii)	Printing and documentation of the Committee	18,000.—	22,000.—	—	40,000.—
4.	Protection and Welfare of Children and Young People:				
(iii) a.	Protection of Children, Sessions of Sub-Committee	14,000.—	—	3,000.—	11,000.—
b.	Work of Experts	16,000.—	—	4,000.—	12,000.—
		<u>248,852.—</u>	<u>23,500.—</u>	<u>23,500.—</u>	<u>248,852.—</u>
Item 25. REDUCTION OF ARMAMENTS.					
V.	Statistical Year-books:				
1.	"Armaments Year-book"	55,000.—	—	3,500.—	51,500.—
2.	"Statistical Information on the Trade in Arms, Ammunition and Implements of War"	12,000.—	3,500.—	—	15,500.—
		<u>67,000.—</u>	<u>3,500.—</u>	<u>3,500.—</u>	<u>67,000.—</u>

Sub-head No.	Sub-head	Net original figure	Add	Subtract	New figure
Item 26.	INTELLECTUAL CO-OPERATION, ETC.				
			Swiss francs		
	A. Intellectual Co-operation:				
	3. Conference of experts on the question of scientific property	10,000.—	—	10,000.—	—
	5. Travelling expenses—Secretariat .	10,000.—	10,000.—	—	20,000.—
		20,000.—	10,000.—	10,000.—	20,000.—
Item 34.	LIBRARY.				
	(a) Books, maps	55,000.—	—	6,000.—	49,000.—
	(c) Periodicals	13,000.—	6,000.—	1,100.—	17,900.—
	(d) Equipment, shelving, etc. . . .	10,000.—	1,100.—	—	11,100.—
		78,000.—	7,100.—	7,100.—	78,000.—

F. SUSPENSE ACCOUNTS AND TRUST FUNDS SHOWN ON THE STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1928.

1. *Building Annuity.*

The sum of 1,375,000 francs represents the total amount entered in Part IV of the Budget for 1928 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. The reimbursement to be made in 1929 amounts to 700,000 francs". This sum was actually reimbursed to the States concerned on January 1st, 1929, by a corresponding reduction of their contributions.

2. *International Health Division of the Rockefeller Foundation Grants Account.*

The sum of 33,479.54 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.

3. *Contribution from the American Bureau of Social Hygiene towards the Expenses of the Commission of Enquiry into the Traffic in Women and Children.*

The sum of 650.41 Swiss francs represents the balance of the contributions given in 1923 and 1927 by the American Bureau of Social Hygiene towards the expenses of the Commission of Enquiry into the Traffic in Women and Children, appointed by the Council in April and July 1923.

4. *Contribution from the American Association of Social Hygiene for the Enquiry as to the Situation of Children exposed to Moral and Social Dangers.*

On June 9th, 1925, the Council accepted a gift of \$5,000 "to be used in connection with the child welfare work of the League".

On June 4th, 1928, the Council adopted the proposal of the Child Welfare Committee "that the money can be most usefully employed in studying the problem of the child whose environment is bad, or who is exposed to moral and social dangers".

The sum of 9,951.35 francs is the unspent balance of the instalment already paid by the American Social Hygiene Association.

5. *Contributions 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 22,325.75 Swiss francs.

6. *Funds to defray Expenditure of Arbitrators appointed by the Council in connection with the Sopron-Kőszeg Railway.*

On September 8th, 1928, the Council decided, "under the provisions of Article 320 of the Treaty of St. Germain and Article 304 of the Treaty of Trianon, to proceed to appoint arbitrators

to settle the disputes which stood in the way of the agreement between the Company and the States territorially concerned mentioned in the aforesaid articles ”.

“ The arbitrators’ remuneration will be fixed by the President of the Council after consultation with the parties. The allocation of the advances required to defray the working expenses of the Arbitral Board, as well as the final allocation of all costs, will be determined by a decision of the arbitrators. ”

Following certain precedents, the Secretary-General agreed on November 15th, 1928, to administer the funds of the Arbitral Board, which were provided by the parties concerned.

7. *Scholarship Fund for the Study of Malaria in the Kingdom of the Serbs, Croats and Slovenes.*

The sum of 614.20 Swiss francs represents the balance, including interest, of the credit of 60,000 dinars (4,419.35 Swiss francs) given in 1924 by the Minister of Public Health of the Kingdom of the Serbs, Croats and Slovenes in order to enable two foreign medical officials to study malaria in the Kingdom. No expenditure was incurred in 1928.

8. *Accounts of the Eastern Bureau of the Health Organisation (20,355.59 Swiss francs).*

Under paragraph 7 of the Articles of Agreement between the League of Nations and the Rockefeller Foundation for the establishment and maintenance of an Epidemiological Intelligence Bureau in the Far East, “ the Financial Director of the League of Nations will administer the subventions paid by the Board . . . and will make disbursements on the direction of the Secretary-General of the League of Nations after a budget has been approved by the Health Organisation of the League of Nations ”. Some of the contributions received from the contributing Governments are also paid to the Treasury of the League at Geneva, and are either remitted to Singapore or retained at headquarters as the needs of the banking arrangements demand.

9. *Gift to the Child Welfare Committee.*

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 \$480.07 was incurred in 1928 for the purchase of books dealing with child welfare.

10. *Balance of Epidemic Commission Funds.*

The sum of 3,659.19 Swiss francs represents the balance of the contributions, amounting to approximately £300,000, made by various Governments in 1920 for the purpose of combating the typhus epidemic on the Russian border. This amount is retained to meet auditors’ fees.

11. *Balance of Grant-in-aid of Italian Red Cross towards Constitution of the International Relief Union.*

The sum of 4,020.60 Swiss francs represents the balance of the grant of 10,000 Swiss francs contributed in November 1924 by the Central Committee of the Italian Red Cross as a grant-in-aid towards the expenses of the Preparatory Committee for the Study of an International Federation for Mutual Assistance and Relief of Peoples overtaken by Disaster; the sums spent were shown in the League accounts against the relevant appropriation.

12. *Darling Prize Fund.*

At its thirty-seventh session, the Council approved the suggestion made by the Health Committee that a capital fund be collected by private subscription for the creation of a prize to be awarded periodically in commemoration of Dr. Darling and Dr. Lothian, who accidentally lost their lives in Syria when engaged on malaria investigations for the Health Committee.

Private contributions to this fund, which was inaugurated in January 1926, amount to 9,957.80 Swiss francs. No expenditure has been incurred to date, and the total fund, increased by interest, amounted on December 31st, 1928, to 10,229.05 Swiss francs.

Part III.

INTERNATIONAL LABOUR ORGANISATION

I. BUDGET ACCOUNT FOR THE TENTH FINANCIAL PERIOD.

(January 1st to December 31st, 1928.)

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	347,000	347,000	340,749.30
Chapter II. — General Services of the Inter- national Labour Office	7,342,295	7,342,295	7,226,102.88
Chapter II (a). — Extraordinary and temporary expenditure: Work on behalf of Russian refugees	339,175	339,175	339,175.—
Chapter III. — Profit and loss on exchange (<i>ad memoriam</i>)	—	—	133.51
<i>Section II. — Capital Expenditure:</i>			
Chapter IV (a). — Ordinary expenditure: Buildings, permanent equipment, etc. . .	70,000	70,000	68,512.61
Total	8,098,470	8,098,470	7,974,673.30
<i>Deduct:</i> Estimated receipts from sale of publications	140,000	140,000	174,584.94
Net Total	7,958,470	7,958,470	7,800,088.36

Geneva, March 7th, 1929.

(Signed) F. M. COLLINS,
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) . . .	254,000	254,000	253,917.50
2. Sessions of the Governing Body (see Schedule B)	85,000	92,600	86,831.80
2 (a). Unforeseen Expenses relating to the Govern- ing Body and the Conference	8,000	400	—
Total of Chapter I.	347,000	347,000	340,749.30

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

3. Salaries, wages and allowances:			
(a) Salaries, diminished by reductions due to fall in cost of living	5,029,500	5,038,500	5,033,921.80
(b) Contribution towards Provident Fund. . .	239,000	239,000	237,871.57
4. Travelling expenses of officials:			
(a) Removal expenses to and from Geneva . .	22,000	16,500	16,268.—
(b) Travelling expenses and allowances of officials and their families proceeding to Geneva to take up their posts	7,000	6,800	6,006.65
(c) Travelling expenses and subsistence allow- ances occasioned in connection with General Services	120,000	175,000	166,814.—
(d) Travelling expenses of officials on leave .	35,000	56,700	55,177.80
5. Entertainment allowances (see Schedule D) . .	85,000	85,000	84,998.70
6. Property Account: maintenance of Geneva Office (see Schedule E)	137,100	137,100	136,252.48
7. Printing (see Schedule F)	460,000	461,400	459,857.78
8. General office expenses (see Schedule G) . . .	269,000	246,400	243,786.20
9. Special staff charges (see Schedule H)	69,000	69,000	52,418.30
10. Unpaid Liabilities Fund	—	—	—
11. Supervision of revenue and expenditure:			
(a) Auditors' travelling and subsistence allowance	5,000	4,300	4,227.50
(b) Expenses of Financial Supervisory Com- mission	7,500	7,950	7,574.05
(c) Expenses of Salaries Adjustment Com- mittee	100	350	327.30
12. Enquiries and investigations	125,000	130,000	128,632.90
13. Commissions (see Schedule I)	85,000	96,200	67,770.10
14. Correspondents and collection of information (see Schedule J)	556,095	556,095	524,197.75
15. Unforeseen expenditure	91,000	16,000	—
Total of Chapter II	7,342,295	7,342,295	7,226,102.88

CHAPTER II (a). — EXTRAORDINARY AND TEMPORARY EXPENDITURE.

Work on behalf of Refugees.	339,175	339,175	339,175.—
Total of Chapter II (a)	339,175	339,175	339,175.—

CHAPTER III.

16. Profit on exchange	10,000	10,000	44.21
Deduct: Loss on exchange	10,000	10,000	177.72
Total of Chapter III	—	—	133.51

SECTION II. — CAPITAL EXPENDITURE.

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

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
17. Furniture, fittings and additional equipment	15,000	15,000	14,981.75
18. Typewriters, calculating machines, duplicators and dictaphones	10,000	10,000	9,997.90
19. Library: books, periodicals, cards, etc.	45,000	45,000	43,532.96
Total of Chapter IV	70,000	70,000	68,512.61

C. SCHEDULES.

SCHEDULE A

to Chapter I, Item 1.

SESSIONS OF THE CONFERENCE.

(a) Salaries of additional temporary staff, etc.	52,000	55,370	55,360.90
(b) Travelling expenses and subsistence allowances of temporary staff brought to Geneva	8,000	6,000	5,987.50
(c) Conference hall, rent, heat, light, equipment, etc.	32,000	37,270	37,262.75
(d) Special printing (reports for the Conference, Director's report, final and provisional re- cords and miscellaneous)	153,000	144,945	144,907.20
(e) Hire of office equipment and furniture	2,000	3,075	3,070.95
(f) Automobile and cyclist services	6,000	5,695	5,683.35
(g) Cables, telegrams, telephonic communications.	1,000	1,645	1,644.85
Total	254,000	254,000	253,917.50

SCHEDULE B

to Chapter I, Item 2.

SESSIONS OF THE GOVERNING BODY.

(a) Travelling expenses and allowances of mem- bers of the Governing Body	69,000	65,500	61,964.90
(b) Printing of documents for the Governing Body	16,000	27,100	24,866.90
Total	85,000	92,600	86,831.80

SCHEDULE D

to Chapter II, Item 5.

ENTERTAINMENT ALLOWANCES.

(a) Director	30,000	30,000	30,000.—
(b) Deputy-Director	12,500	12,500	12,500.—
(c) Chairman of the Governing Body	12,500	12,500	12,500.—
(d) Entertainment Fund	30,000	30,000	29,998.70
Total	85,000	85,000	84,998.70

SCHEDULE E

to Chapter II, Item 6.

PROPERTY ACCOUNT, MAINTENANCE OF GENEVA OFFICE.

	Original Appropriation Swiss Francs	Appropriation as amended by Transfers Swiss Francs	Actual Expenditure Swiss Francs
(a) Water rate	1,500	1,980	1,979.05
(b) Heating	26,000	25,900	25,829.50
(c) Electricity { Lighting	9,000	7,750	7,698.20
{ Electric motors	4,700	3,250	3,195.80
(d) Repairs and renovations to buildings	7,000	7,000	6,975.58
(e) Insurance	3,000	1,560	1,507.10
(f) Insurance (domestic staff and chauffeurs)	4,000	5,860	5,761.80
(g) Upkeep of office furniture and equipment (including automobiles)	12,000	11,600	11,547.05
(h) Domestic staff employed in cleaning and laundry work	66,000	68,500	68,103.95
(i) Uniforms of messengers	2,000	2,000	1,991.30
(j) Sundry supplies	1,900	1,700	1,663.15
Total	<u>137,100</u>	<u>137,100</u>	<u>136,252.48</u>

SCHEDULE F

to Chapter II, Item 7.

PRINTING.

(a) <i>Industrial and Labour Information</i>	70,000	59,250	58,817.73
(a bis) <i>Monthly Record of Migration</i>	15,000	14,020	13,700.45
(b) <i>Official Bulletin</i>	12,000	9,900	9,865.95
(c) <i>International Labour Review</i> (French, English, German, Spanish and Italian editions)	92,000	96,300	96,298.40
(c bis) <i>Industrial Safety Survey</i>	14,000	16,000	15,993.75
(c ter) <i>Occupation and Health</i>	4,000	3,830	3,790.50
(d) <i>Legislative Series</i>	85,000	92,300	92,296.30
(e) <i>Studies and Reports</i>	74,000	74,000	73,997.40
(f) Special publications	35,000	33,800	33,370.10
(g) General printing (circulars, questionnaires, reports, etc.)	15,000	18,500	18,410.75
(h) Travelling and advertising for Sales Branch	35,000	35,100	34,968.20
(i) Printing for various Commissions	9,000	8,400	8,348.25
Total	<u>460,000</u>	<u>461,400</u>	<u>459,857.78</u>

SCHEDULE G

to Chapter II, Item 8.

GENERAL OFFICE EXPENSES.

(a) Stationery: office supplies	59,500	65,820	65,814.40
(b) (i) Postage	150,000	110,180	109,556.40
(ii) Courier Geneva - Paris			
(c) Cables and telegrams	11,000	16,600	16,133.95
(d) Telephones (subscriptions and surcharges)	24,500	25,200	25,134.90
(e) Papers and Press cuttings of non-permanent value	14,000	13,400	13,137.60
(f) Additional and miscellaneous expenses:			
(i) Freight and carriage	8,000	7,800	7,073.65
(ii) Photographs	1,000	2,000	1,985.20
(iii) Other expenses	1,000	5,400	4,950.10
Total	<u>269,000</u>	<u>246,400</u>	<u>243,786.20</u>

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 in the Staff Regulations	3,000	2,300	1,895.25
(b) Reserve Fund for Death and Invalidity Fund	15,000	15,000	—
(c) Contribution to Sickness Insurance Fund	18,000	20,500	20,458.50
(d) Upkeep of sick-room	500	500	479.30
(e) Nurse (Salary: 7,200-200-8,000)	7,400	7,400	7,400.—
(f) Medical Adviser's fees	5,000	5,000	5,000.—
Cost of second medical examination	500	500	183.10
(g) Welfare	1,100	3,600	3,434.45
(h) Subsidy to office restaurant	—	—	—
(i) Transportation: motor-bus service	—	—	—
(j) Recruitment of staff (advertising, expenses of examinations, special travelling, etc.)	3,000	3,200	2,937.35
(k) Cantonal and communal subscriptions	1,500	1,500	1,370.30
(l) Miscellaneous	—	—	—
(m) Pension for the child of the late Dr. Pardo	7,000	7,000	6,881.50
(n) (a) Expenses of Administrative Tribunal	6,000	2,500	2,378.55
(b) Indemnities ordered by Administrative Tribunal	1,000		
Total	69,000	69,000	52,418.30

SCHEDULE I

to Chapter II, Item 13.

COMMISSIONS.

I. Joint Maritime Commission	15,000	15,000	14,383.30
2. Agricultural Commission	10,000	7,500	551.50
3. Social Insurance Commission	5,000	5,000	4,543.—
4. Meeting of Experts to Study Questions concerning Disabled Men	—	—	—
5. Meeting of Experts on Industrial Hygiene	10,000	10,000	8,761.05
6. Emigration Commission	8,000	4,000	—
7. Joint Commission on Economic Crises	2,000	2,000	—
8. Committee of Experts on Native Labour	20,000	20,000	12,478.10
9. Commission on Article 408	7,000	7,000	5,179.90
10. Commission on Intellectual Work	4,000	6,500	6,315.—
11. Other Commissions	4,000	19,200	15,558.25
Total	85,000	96,200	67,770.10

SCHEDULE J

to Chapter II, Item 14.

CORRESPONDENTS' OFFICES.

(a) Paris Office	51,095	51,095	49,488.10
(b) London Office	100,000	100,000	99,393.05
(c) Washington Office	88,400	88,400	88,116.75
(d) Rome Office	48,000	48,000	43,837.25
(e) Berlin Office	115,100	115,100	114,078.35
(f) Tokio Office	102,500	102,500	94,043.40
(g) Dehli Office	50,000	50,000	35,240.85
(h) Provision to meet fluctuations in exchange	1,000	1,000	—
Total	556,095	556,095	524,197.75

II. TRANSFERS FROM ITEM TO ITEM.

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

Thirty-eighth Session, Geneva, February 1928.

	Swiss Francs		Swiss Francs
<i>From Chapter II, Item 15:</i>		<i>To Chapter II, Item 4 (c):</i>	
Unforeseen expenditure	5,000	Travelling expenses and subsistence allowances occasioned in connection with General Services	5,000

Fortieth Session, Geneva, May 1928.

<i>From Chapter II, Item 15:</i>		<i>To Chapter II, Item 3 (d):</i>	
Unforeseen expenditure	11,000	Salaries	9,000
		<i>To Chapter II, Item 13 (II):</i>	
		Other Commissions.	2,000
	11,000		11,000

Forty-Second Session, Warsaw, October 1928.

<i>From Chapter I, Item 2 A</i>		<i>To Chapter I, Item 2 (a):</i>	
Unforeseen expenses relating to the Governing Body and the Conference	7,600	Travelling expenses and allowances of members of the Governing Body	2,000
		<i>To Chapter I, Item 2 (b)</i>	
		Printing of documents for the Governing Body	5,600
<i>From Chapter II, Item 15:</i>		<i>To Chapter II, Item 4 (d):</i>	
Unforeseen expenses.	59,000	Travelling expenses of officials on leave	16,000
<i>From Chapter II, Item 8 (b):</i>		<i>To Chapter II, Item 4 (c):</i>	
Postage	25,000	Travelling expenses in connection with General Services.	50,000
		<i>To Chapter II, Item 12:</i>	
		Enquiries and Investigations	5,000
		<i>To Chapter II, Item 13 (II):</i>	
		Other Commissions.	9,200
		<i>To Chapter II, Item 7 (g):</i>	
		General printing	1,000
		<i>To Chapter II, Item 7 (h):</i>	
		Travelling and advertising for Sales Branch	400
		<i>To Chapter II, Item 8 (f2):</i>	
		Photographs.	400
		<i>To Chapter II, Item 8 (f3):</i>	
		Other expenses	2,000
	91,600		91,600

III. TRANSFERS FROM SUB-HEAD TO SUB-HEAD.

TRANSFERS FROM SUB-HEAD TO SUB-HEAD WITHIN THE SAME BUDGET ITEM EFFECTED BY THE DIRECTOR IN THE BUDGET FOR THE TENTH FINANCIAL PERIOD.

Chapter I, Item 1: Sessions of the Conference.

		Swiss Francs			Swiss Francs
<i>From</i> § (b)	Travelling expenses of temporary staff brought to Geneva	2,000	<i>To</i> § (a)	Salaries of additional temporary staff . . .	3,370
§ (d)	Special printing for the Conference. . .	8,055	§ (c)	Conference Hall, rent, heat, light, equipment	5,270
§ (f)	Automobile and cyclist services . . .	305	§ (e)	Hire of office equipment and furniture	1,075
			§ (g)	Cables, telegrams, telephonic communications	645
		10,360			10,360

Chapter I, Item 2: Sessions of the Governing Body.

<i>From</i> § (a)	Travelling expenses of members of the Governing Body . . .	5,500	<i>To</i> § (b)	Printing of documents for the Governing Body	5,500
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Chapter II, Item 4: Travelling Expenses of Officials.

<i>From</i> § (a)	Removal expenses to and from Geneva. . .	5,500	<i>To</i> § (d)	Travelling expenses of officials on leave . . .	5,700
§ (b)	Travelling expenses of officials proceeding to Geneva to take up their posts	200			
		5,700			5,700

Chapter II, Item 6: Property Account: Maintenance of Geneva Office.

<i>From</i> § (b)	Heating	100	<i>To</i> § (a)	Water rate	480
§ (c)	Electric lighting . . .	1,250	§ (f)	Insurance of domestic staff and chauffeurs . . .	1,860
	Electric motors	1,450	§ (h)	Permanent domestic staff employed in cleaning and laundry work	2,500
§ (e)	Insurance (fire, water, etc.)	1,440			
§ (g)	Upkeep of office furniture and equipment	400			
§ (j)	Sundry supplies	200			
		4,840			4,840

Chapter II, Item 7: Printing.

<i>From</i> § (a)	Industrial and Labour Information	10,750	<i>To</i> § (c)	International Labour Review	4,300
§ (aa)	Monthly Record of Migration	980	§ (ca)	Industrial Safety Survey.	2,000
§ (b)	Official Bulletin	2,100	§ (d)	Legislative Series	7,300
§ (cb)	Occupation and Health	170	§ (g)	General printing	2,500
§ (f)	Special Publications.	1,200			
§ (h)	Travelling and Advertising for Sales Branch	300			
§ (i)	Printing for various commissions.	600			
		16,100			16,100

Chapter II, Item 8: General Office Expenses.

		Swiss francs.			Swiss francs
<i>From</i>	§ (b) Postage	14,820	<i>To</i>	§ (a) Stationery and office supplies	6,320
	§ (c) Newspapers and Press Cuttings	600		§ (c) Cables and telegrams	5,600
	§ (f <i>i</i>) Freight and carriage	200		§ (d) Telephones	700
				§ (f <i>ii</i>) Photographs	600
				§ (f <i>iii</i>) Other expenses	2,400
		<u>15,620</u>			<u>15,620</u>

Chapter II, Item 9: Special Staff Charges.

<i>From</i>	§ (a) Indemnities provided for in the Staff Regulations	700	<i>To</i>	§ (c) Contribution to Sickness Insurance Fund	2,500
	§ (n) Expenses of the Administrative Tribunal	4,500		§ (g) Welfare of staff	2,500
		<u>5,200</u>		§ (j) Recruitment of staff	200
					<u>5,200</u>

Chapter II, Item 11: Supervision of Revenue and Expenditure.

<i>From</i>	§ (a) Auditor's travelling and subsistence allowances	700	<i>To</i>	§ (b) Expenses of Financial Supervisory Commission	450
		<u>700</u>		§ (c) Salaries Adjustment Committee	250
					<u>700</u>

Chapter II, Item 13: Commissions.

<i>From</i>	§ (2) Agricultural Commission	2,500	<i>To</i>	§ (10) Commission on Intellectual Work	2,500
	§ (b) Emigration Commission	4,000		§ (11) Other Commissions	4,000
		<u>6,500</u>			<u>6,500</u>

IV. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31st, 1928.

IV. STATEMENT OF ASSETS AND LIABILITIES

LIABILITIES.	Swiss francs	Swiss francs
<i>Depreciation Reserves:</i>		
New Building at Geneva	247,638.60	
Rome Office Premises	16,621.10	
Furniture and fittings	558,446.85	
Machines	270,477.37	
Library	354,393.59	
	1,447,577.51	1,447,577.51
<i>Cash Suspense Accounts as per contra:</i>		
Contribution from Brazil for 1928 carried forward in reduction of Budget for 1930 (including accrued interest)	127,245.80	
New Building Account	12,787.81	
Russian Refugees Account	3,154.38	
Mrs. Mather's Legacy	151.50	
Grant from British Legion towards cost of album on prosthesis	3,086.25	
Grant from Union fédérale des Associations françaises des Blessés towards cost of report on the " Rates of War Pensions in connection with the cost of living "	1,325.—	
Balance of grant from National Bureau of Economic Research for enquiry into history of migration statistics	67.01	
	147,817.75	147,817.75
<i>Carried forward:</i>		1,595,395.26

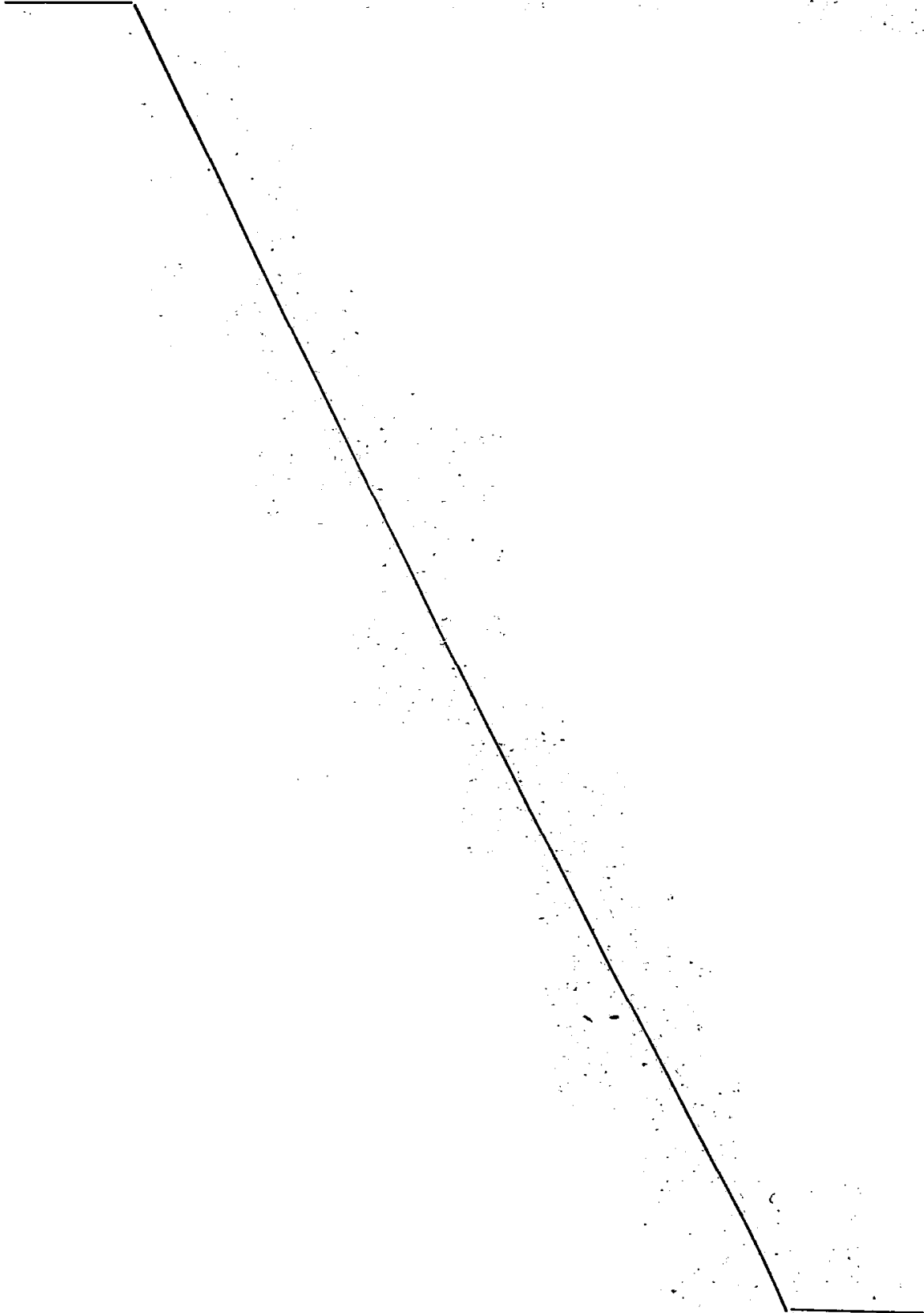
AS AT DECEMBER 31ST, 1928.

ASSETS.		Swiss Francs	Swiss Francs
<i>Buildings:</i>			
New buildings at Geneva		3,462,482.32	
Rome Office premises		34,037.50	
		<hr/>	3,496,519.82
<i>Furniture, Machines and Library:</i>			
Furniture and fittings at Head Office and Branches		558,446.85	
Typewriters and duplicating and other machines at Head Office and Branches		270,477.37	
Library books at Head Office and Branches.		354,393.59	
		<hr/>	1,183,317.81
<i>Contributions due from Nations, 3rd Financial Period (1921):</i>			
Peru.		68,725.38	68,725.38
<i>Contributions due from Nations, 4th Financial Period (1922):</i>			
China		53,531.38	
Peru.		59,453.61	
		<hr/>	112,984.99
<i>Contributions due from Nations, 5th Financial Period (1923):</i>			
Bolivia.		31,941.33	
China		564,650.44	
Honduras		8,686.93	
Nicaragua		8,686.93	
Peru.		86,869.30	
		<hr/>	700,834.93
<i>Contributions due from Nations, 6th Financial Period (1924):</i>			
Bolivia.		37,558.16	
China		488,256.08	
Honduras		7,511.63	
Nicaragua		7,511.63	
Peru.		75,116.32	
		<hr/>	615,953.82
<i>Contributions due from Nations, 7th Financial Period (1925):</i>			
Bolivia.		39,254.52	
China		392,545.13	
Honduras		7,850.90	
Nicaragua		7,850.90	
Peru.		78,509.04	
		<hr/>	526,010.49
<i>Contributions due from Nations, 8th Financial Period (1926):</i>			
Bolivia.		30,373.27	
China		317,136.37	
Honduras		7,593.33	
Nicaragua		7,593.33	
Peru.		68,339.85	
		<hr/>	431,036.15
		<hr/>	431,036.15
			<hr/>
			7,135,383.39
			<hr/>
			7,135,383.39

Carried forward

LIABILITIES (continued).

	Swiss Francs
<i>Brought forward:</i>	1,595,395.26
Balance, being excess of Assets over Liabilities	6,873,483.88



Total 8,468,879.14

Geneva, March 7th, 1929.

ASSETS (*continued*)

	Gold francs	Swiss francs
<i>Brought forward.</i>		7,135,383.39
<i>Contributions due from Nations, 9th Financial Period (1927):</i>		
Bolivia.	29,287.58	
China	281,812.53	
Honduras	7,321.90	
Nicaragua	7,321.90	
Paraguay.	5,333.98	
Peru.	65,897.06	
	<hr/>	
	396,974.95	396,974.95
<i>Contributions due from Nations, 10th Financial Period (1928):</i>		
Albania	4,660.90	
Bolivia.	31,177.08	
China	358,536.20	
Honduras	3,897.16	
Luxemburg.	6,764.34	
Nicaragua	7,794.27	
Paraguay.	7,393.43	
Persia	17,480.25	
Peru.	70,148.41	
Poland.	436.90	
	<hr/>	
	508,288.94	508,288.94
<i>Contributions due from Nations: Compounded Arrears Account:</i>		
Honduras	14,850.98	
Liberia.	19,806.05	
Nicaragua	14,850.98	
Paraguay.	4,125.91	
Salvador	5,904.74	
	<hr/>	
	59,538.66	59,538.66
<i>Stocks:</i>		
	Swiss Francs	
Printing paper	5,849.98	
Stationery	15,042.50	
	<hr/>	
		20,892.48
<i>Cash in hand, at banks and with correspondents:</i>		
<i>Cash Suspense Accounts as per contra:</i>		
Contribution from Brazil for 1928 carried forward in reduction of the Budget for 1930 (including accrued interest)	127,245.80	
New Building Account	12,787.81	
Russian Refugees Account	3,154.38	
Mrs. Mather's Legacy	151.50	
Grant from British Legion towards cost of album on prosthesis	3,086.25	
Grant from Union fédérale des Associations françaises des Blessés towards cost of report on the "Rates of War Pensions in connection with the cost of living"	1,325.—	
Balance of grant from National Bureau of Economic Research for Enquiry into History of Migration Statistics	67.01	
Cash Surplus of 10th Financial Period refundable to Secretary-General of the League of Nations	<hr/>	
		147,817.75
		199,982.97
		<hr/>
		8,468,879.14

Geneva, March 7th, 1929.

(Signed) F. M. COLLINS,
Chief Accountant.

Part IV.

PERMANENT COURT OF INTERNATIONAL JUSTICE

I. BUDGET ACCOUNT FOR THE TENTH FINANCIAL PERIOD (1928).

I. ACCOUNTS.

A. SUMMARY OF CHAPTERS.

	Original Credits	Credits and Transfers Dutch Florins	Expenditure
SECTION I. — ORDINARY EXPENDITURE.			
<i>Chapter I.</i>			
Sessions of the Court	557,900.—	557,900.—	483,550.10
<i>Chapter II.</i>			
General Services of the Court	474,033.13	474,033.13	463,075.92
<i>Chapter III.</i>			
Cost of administration of the Court's Funds	75.—	75.—	3,453.31 ¹
<i>Chapter IV.</i>			
Contribution towards the constitution of a Fund to defray the expenses resulting from the Pensions Regulations for the personnel of the Court	10,000.—	10,000.—	10,000.—
SECTION 2.			
<i>Chapter V.</i>			
Capital Account	5,500.—	5,500.—	5,170.66
	1,047,508.13	1,047,508.13	965,249.99
<i>Receipts to be deducted:</i>			
Bank interest	5,211.57	5,211.57	4,437.23
	1,042,296.56	1,042,296.56	960,812.76

B. SUMMARY OF ITEMS.

SECTION I. — ORDINARY EXPENDITURE.

<i>Chapter I.</i>			
I. Sessions of the Court (see Table A)	557,900.—	557,900.—	483,550.10
<i>Chapter II.</i>			
General Services of the Court:			
2. (a) Annual salaries (see Table B)	369,412.50	361,112.50	357,031.99
(b) Contribution to the Pension Fund	6,620.63	6,620.63	6,267.74
(c) Indemnities provided for in the Staff Regulations	100.—	400.—	399.76
(d) Contribution towards sickness insurance.	200.—	200.—	60.01
(e) Compensation payable as a result of administrative proceedings	100.—	100.—	—
3. Travelling expenses of the Registrar and officials of the Registry:			
(a) Travelling expenses and subsistence allowance of Registrar and officials of the Registry (on duty)	4,000.—	6,000.—	5,536.18
(b) Travelling expenses of Registrar and officials of the Registry on leave to native country	1,000.—	1,200.—	1,185.86
(c) Removal expenses (in taking up appointment and on departure)	1,000.—	1,000.—	359.86
3 bis. Removal expenses of members of the Court.	3,000.—	2,300.—	969.93
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.—
5 Administrative expenses (see Table C)	15,600.—	19,100.—	18,708.65
6. Printing	30,000.—	33,000.—	32,555.94
7. (a) Unpaid Liabilities Fund for 1927	3,000.—	3,000.—	—
(b) <i>id.</i> for 1925	—	—	—
	474,033.13	474,033.13	463,075.92

¹ See details in the summary of items (Items 8 and 9, page 47).

	Original Credits	Credits and Transfers Dutch Florins	Expenditure
<i>Chapter III.</i>			
Cost of administration of the Court's Funds.			
8. Loss on exchange	5,000.—	5,000.—	3,419.91
9. Bank charges	75.—	75.—	33.40
	<hr/>	<hr/>	<hr/>
	5,075.—	5,075.—	3,453.31
<i>To be deducted:</i>			
Profit on exchange	5,000.—	5,000.—	—
	<hr/>	<hr/>	<hr/>
	75.—	75.—	3,453.31
<i>Chapter IV.</i>			
10. Contribution towards the constitution of a Fund to defray the expenses resulting from the Pensions Regulations for the personnel of the Court	10,000.—	10,000.—	10,000.— ¹
SECTION 2. — CAPITAL ACCOUNT.			
<i>Chapter V.</i>			
Permanent installations, etc.			
11. Furniture and installation of additional fittings.	5,000.—	5,000.—	4,998.65
12. Library	500.—	500.—	172.01
	<hr/>	<hr/>	<hr/>
	5,500.—	5,500.—	5,170.66
(Signed) D. J. BRUINSMA, Accountant-Establishment Officer.		(Signed) A. HAMMARSKJÖLD, Registrar of the Court.	

C. SCHEDULES

TABLE A, CHAPTER I, ARTICLE I.

Sessions of the Court.

1. Duty and subsistence allowance of Judges (see annexed Table No. 1)	493,000.—	481,000.—	406,900.—
2. Salaries of temporary staff and overtime pay (permanent and temporary staff) (see annexed Table No. 2)	29,500.—	41,500.—	39,452.33
3. Travelling expenses of Judges and temporary staff (see annexed Table No. 3)	50,500.—	50,500.—	37,065.87
4. Taxis to convey female staff to their homes after nightwork	200.—	200.—	87.10
5. Welfare of staff.	100.—	100.—	44.80
	<hr/>	<hr/>	<hr/>
	573,300.—	573,300.—	483,550.10
Sums recoverable:			
Contributions of non-members	7,600.—	7,600.—	—
Assessors	7,800.—	7,800.—	—
	<hr/>	<hr/>	<hr/>
	557,900.—	557,900.—	483,550.10

ANNEXED TABLE NO. I TO TABLE A.

Duty and Subsistence Allowance of Judges.

Duty allowance of Vice-President, Judges and Deputy-Judges	294,000.—	282,000.—	247,150.—
Subsistence allowance of Vice-President, Judges and Deputy-Judges	120,000.—	112,000.—	88,250.—
National Judges (duty allowance)	40,000.—	59,000.—	54,450.—
National Judges (subsistence allowance)	13,000.—	19,000.—	17,050.—
Assessors (subsistence allowance)	20,000.—	3,000.—	—
Witnesses and Experts (Article 52 of Rules of Court).	6,000.—	6,000.—	—
	<hr/>	<hr/>	<hr/>
	493,000.—	481,000.—	406,900.—

¹ At the end of the financial year 1928, this fund showed a credit balance of 44,005 florins made up as follows:

	Florins
Payments provided for by Budgets for 1925, 1926, 1927, 1928 (10,000 florins each year)	40,000.—
Interest at 3 3/4 % during 1925-27 and 4 % in 1928	4,008.20
	<hr/>
	44,008.20
Less Bank charges (to December 31st, 1928)	3.20
	<hr/>
	44,005.—

ANNEXED TABLE NO. 2 TO TABLE A.

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

	Original Credits	Credits and Transfers Dutch Florins	Expenditure
Salaries of temporary staff	27,500.—	39,500.—	38,702.33
Overtime pay, permanent staff	1,500.—	1,500.—	680.—
Overtime pay, temporary staff	500.—	500.—	70.—
	<hr/> 29,500.—	<hr/> 41,500.—	<hr/> 39,452.33

ANNEXED TABLE NO. 3 TO TABLE A.

Travelling Expenses of Judges and Temporary Staff.

Judges	25,000.—	25,000.—	21,040.82
Deputy-Judges	7,000.—	11,000.—	10,799.24
National Judges	5,000.—	5,000.—	2,260.42
Assessors	10,000.—	5,000.—	—
Temporary staff	2,500.—	3,500.—	2,965.39
Witnesses and Experts.(Article 52 of Rules of Court)	1,000.—	1,000.—	—
	<hr/> 50,500.—	<hr/> 50,500.—	<hr/> 37,065.87

TABLE B.

Annual Salaries.

President of the Court.	60,000.—	60,000.—	60,000.—
Judges.	150,000.—	146,500.—	145,000.—
Registrar.	27,000.—	27,000.—	26,681.88
Permanent staff of Registry	132,412.50	127,612.50	125,350.11
	<hr/> 369,412.50	<hr/> 361,112.50	<hr/> 357,031.99

TABLE C.

Administrative Expenses.

Cost of distribution of documents	1,500.—	2,000.—	1,973.89
Supplies	7,000.—	9,000.—	8,999.74
Post, telephone, telegraph	5,000.—	5,500.—	5,421.99
Insurances	100.—	100.—	75.55
Gratuities at the New Year	500.—	500.—	500.—
Financial control and salaries adjustment	1,500.—	2,000.—	1,737.48
	<hr/> 15,600.—	<hr/> 19,100.—	<hr/> 18,708.65

2. TRANSFERS.

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

1. Extract from the Minutes of Meeting No. 10 of the Fourteenth Ordinary Session of the Court (July 9th, 1928):

“ 21. — Transfer in the Budget of 1928 (Distr. 1323, Annex 3):

“ The REGISTRAR recalled the circumstances which made the transfer necessary.

“ The PRESIDENT asked the Court to authorise the transfer of 300 florins from the item Salaries of staff ' to the item ' Special indemnities '.

“ This transfer was unanimously approved. ”

2. Decision of the President of the Court on December 15th, 1928, authorising the transfers set out below in the Court's Budget for the financial year 1928:

I. — Fl. 3,500 from the credit for salaries of ordinary Judges (Article 2a, Table B), to be allocated as follows:

Fl. 500 to the credit for post, telephone, telegraph (article 5, Table C).
Fl. 3,000 to the credit for printing (Article 6).

II. — Fl. 700 from the credit for removal expenses of members of the Court (Article 3 bis), to be allocated as follows:

Fl. 200 to the credit for travelling expenses of the Registrar and officials of the Registry on leave to native country (article 3 b).
Fl. 500 to the credit for cost of distribution of documents (article 5, Table C).

B. *Transfers within one and the same article of the Budget, approved by the Registrar of the Court.*

I. — On August 30th, 1928.

(a) ANNEXED TABLE NO. 1 TO TABLE A.

Duty and Subsistence Allowance of Judges.

	Original figure	Added	Deducted	New figure
	Dutch Florins			
Duty allowance of Vice-President, Judges and Deputy-Judges	294,000.—		5,000.—	289,000.—
Subsistence allowance of Vice-President, Judges and Deputy-Judges	120,000.—			120,000.—
National Judges (duty allowance).	40,000.—	13,000.—		53,000.—
National Judges (subsistence allowance).	13,000.—	4,000.—		17,000.—
Assessors (subsistence allowance)	20,000.—		17,000.—	3,000.—
Witnesses and Experts (Article 52 of Rules of Court)	6,000.—			6,000.—
	493,000.—	17,000.—	22,000.—	488,000.—

(b) ANNEXED TABLE NO. 2 TO TABLE A.

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

Salaries of temporary staff	27,500.—	5,000.—		32,500.—
Overtime pay, permanent staff.	1,500.—			1,500.—
Overtime pay, temporary staff	500.—			500.—
	29,500.—	5,000.—		34,500.—

(c) ANNEXED TABLE NO. 3 TO TABLE A.

Travelling expenses of Judges and Temporary Staff.

Judges	25,000.—			25,000.—
Deputy judges	7,000.—	1,000.—		8,000.—
National judges.	5,000.—			5,000.—
Assessors	10,000.—		1,000.—	9,000.—
Temporary Staff.	2,500.—			2,500.—
Witnesses and Experts (Article 52 of Rules of Court)	1,000.—			1,000.—
	50,500.—	1,000.—	1,000.—	50,500.—

2 — On November 10th, 1928.

(a) ANNEXED TABLE NO. 1 TO TABLE A.

Duty and Subsistence Allowance of Judges.

	Original figure after transfers, if any	Added	Deducted	New figure
Dutch Florins				
Duty allowance of Vice-President, Judges and Deputy-Judges	289,000.—		7,000.—	282,000.—
Subsistence allowance of Vice-President, Judges and Deputy-Judges	120,000.—		8,000.—	112,000.—
National Judges (duty allowance)	53,000.—	6,000.—		59,000.—
National Judges (subsistence allowance)	17,000.—	2,000.—		19,000.—
Assessors (subsistence allowance)	3,000.—			3,000.—
Witnesses and Experts (Article 52 of Rules of Court)	6,000.—			6,000.—
	488,000.—	8,000.—	15,000.—	481,000.—

(b) ANNEXED TABLE NO. 2 TO TABLE A.

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

Salaries of temporary staff	32,500.—	7,000.—		39,500.—
Overtime pay, permanent staff	1,500.—			1,500.—
Overtime pay, temporary staff	500.—			500.—
	34,500.—	7,000.—		41,500.—

(c) ANNEXED TABLE NO. 3 TO TABLE A.

Travelling expenses of Judges and Temporary Staff.

Judges	25,000.—			25,000.—
Deputy Judges	8,000.—	3,000.—		11,000.—
National Judges	5,000.—			5,000.—
Assessors	9,000.—		3,000.—	6,000.—
Temporary Staff	2,500.—			2,500.—
Witnesses and Experts (Article 52 of Rules of Court)	1,000.—			1,000.—
	50,500.—	3,000.—	3,000.—	50,500.—

3 — On November 19th, 1928.

ANNEXED TABLE NO. 3 TO TABLE A.

Travelling expenses of Judges and Temporary Staff.

Judges	25,000.—			25,000.—
Deputy Judges	11,000.—			11,000.—
National Judges	5,000.—			5,000.—
Assessors	6,000.—		1,000.—	5,000.—
Temporary Staff	2,500.—	1,000.—		3,500.—
Witnesses and Experts (Article 52 of Rules of Court)	1,000.—			1,000.—
	50,500.—	1,000.—	1,000.—	50,500.—

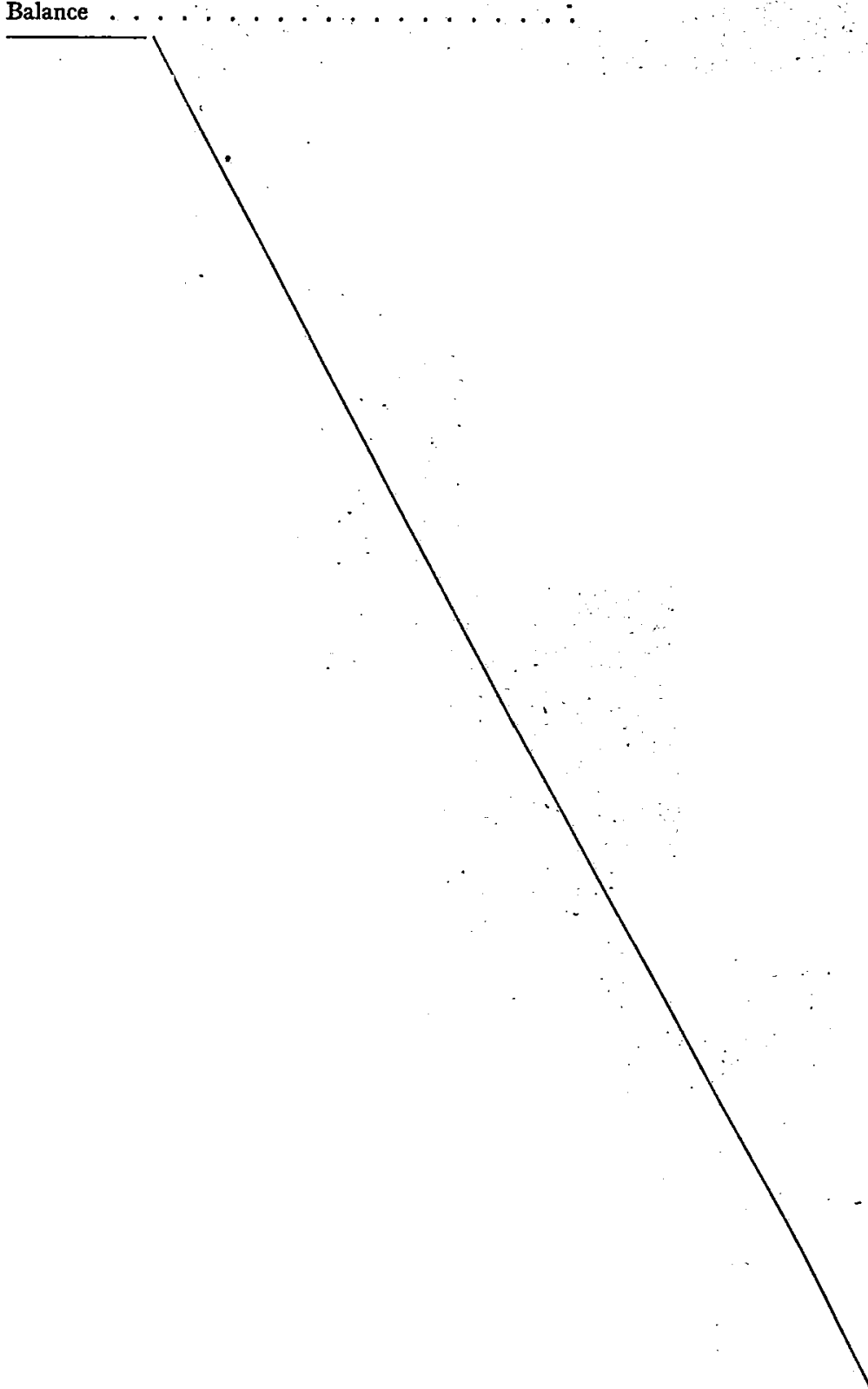
II. STATEMENT OF ASSETS AND LIABILITIES AS AT DECEMBER 31ST, 1928.

II. STATEMENT OF ASSETS AND

LIABILITIES.

Depreciation account:

	Dutch Florins	Dutch Florins	Dutch Florins
(a) Furniture, typewriters, etc., to December 31st, 1927.	60,066.91		
Plus depreciation to Dec. 31st, 1928.	3,902.25		
	<hr/>	63,969.16	
(b) Library:			
To December 31st, 1927.	2,011.10½		
Plus depreciation to Dec. 31st, 1928	139 35		
	<hr/>	2,150.45½	
Balance			66,119.61½
			<hr/>
			501,470.65



567,590.26½

LIABILITIES AS AT DECEMBER 31ST, 1928.

ASSETS.		Dutch Florins	Dutch Florins
<i>Furniture, typewriters, etc.:</i>			
Balance from the financial year 1927		70,092.24	
Purchases during financial year 1928		4,998.65	
		75,090.89	75,090.89
<i>Library:</i>			
Balance from the financial year 1927		2,326.35½	
Purchases during financial year 1928		172.01	
		2,498.36½	2,498.36½
<i>Compounded arrears account:</i>			
Liberia	Gold francs 1,180.27		587.56
<i>Contributions to be received for Fifth Financial Period:</i>			
Bolivia	7,322.74		
China	129,449.22		
Honduras	1,991.53		
Nicaragua	1,991.53		
Peru	19,915.27		
	160,670.29		79,711.04
<i>Contributions to be received for Sixth Financial Period:</i>			
Bolivia	10,255.05		
China	133,316.65		
Honduras	2,051.51		
Nicaragua	2,051.51		
Peru	20,510.11		
	168,183.83		80,652.85
<i>Contributions to be received for Seventh Financial Period:</i>			
Bolivia	10,204.34		
China	102,043.51		
Honduras	2,040.88		
Nicaragua	2,040.88		
Peru	20,408.72		
	136,738.33		65,354.76
<i>Contributions to be received for Eighth Financial Period:</i>			
Bolivia	8,143.84		
China	85,032.28		
Honduras	2,035.97		
Nicaragua	2,035.97		
Peru	18,323.63		
	115,571.69		55,483.87
<i>Contributions to be received for Ninth Financial Period:</i>			
Bolivia	8,448.39		
China	81,292.55		
Honduras	2,112.10		
Nicaragua	2,112.10		
Paraguay	1,538.65		
Peru	19,008.89		
	114,512.68		54,975.09
<i>Contributions to be received for Tenth Financial Period:</i>			
Albania	1,271.52		
Bolivia	8,505.24		
China	97,810.21		
Honduras	1,063.16		
Luxemburg	1,845.34		
Nicaragua	2,126.31		
Paraguay	2,016.96		
Persia	4,768.69		
Peru	19,136.79		
Poland	119.19		
	138,663.41		66,568.96
<i>Cash in hand and at Bank</i>			86,666.88
			567,597.26½

The Hague, March 1st, 1929.

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

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

Part V.

REPORT BY M. A. CERESA (Auditor)
ON THE AUDIT OF THE LEAGUE OF NATIONS ACCOUNTS
FOR THE TENTH FINANCIAL PERIOD (1928).

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LETTER ADDRESSED, ON APRIL 15TH, 1929, BY 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 1928.

(Signed) A. CERESA.

INTRODUCTION.

The accounts of the League of Nations for the year 1928 show that, as this great international institution, now in its tenth year, grows in importance and prestige, its financial position continues to show progressive improvement, thanks to the sound administration of the contributions of the Member States.

The following report shows the results of my audit of the accounts, which has once again enabled me to appreciate the care with which they have been prepared.

I. GENERAL BUDGET OF THE LEAGUE FOR THE FINANCIAL YEAR 1928.

The credits voted by the Assembly at its meeting of September 27th, 1927, for the expenses of the 1928 financial year amounted in all to 25,333,817 gold francs, an increase of 821,476 gold francs over those voted for the previous financial year. The increase is made up as follows:

	1928	1927	Difference for 1928	Percentage of increase
	Gold francs	Gold francs	Gold francs	
Secretariat	13,829,243	13,561,840	+ 267,403	1.97
International Labour Office . . .	7,958,470	7,431,724	+ 526,746	7.09
Permanent Court of International Justice	2,171,104	2,143,777	+ 27,327	1.27
Buildings at Geneva	1,375,000	1,375,000	—	—
Total	25,333,817	24,512,341	+ 821,476	3.35

The increase in 1927, as compared with 1926, was about 7 per cent.

INCOME.

Contributions of States in respect of 1928.

In the 1928 budget, approved by the Assembly on September 27th, 1927, the contributions to be received from the States Members of the League were fixed at the sum of 25,333,817 gold francs, made up as follows:

Ordinary contributions	Gold francs	23,694,360
Extraordinary contributions:		
(a) Under the heading "Property at Geneva"	1,375,000	
(b) Under the heading "Furniture, equipment, etc."	264,457	
		<u>1,639,457</u>
		25,333,817

The Assembly, however, decided, on the proposal of the Supervisory Commission, to take from the 1926 surplus of 1,590,471.47 gold francs a sum of 873,626.25 gold francs, to be refunded to the States Members of the League in the form of a reduction of their contributions for 1928.

Hence, the sum due from the various States in respect of this year was reduced from 25,333,817 to 24,460,190.75 gold francs.

Also on the proposal of the Supervisory Commission, the Assembly decided—again in respect of 1928—to deduct a sum of 1,400,000 gold francs from the "Building Fund" and to refund this amount, in the form of a further reduction of the contributions owing for this year, to the States whose prompt payment of their share in the League's expenses up to and including 1925 had contributed to the formation of the Fund.¹

It should, however, be noted that the 1,400,000 gold francs to be deducted from the contributions owing in respect of 1928 included 1,592.21 gold francs in respect of the Republic of Costa Rica, which had ceased to be a Member of the League, and was therefore no longer bound to pay any contribution.²

The amount to be deducted was therefore brought down to 1,398,407.79 gold francs (difference between the sum of 1,400,000 francs and the 1,592.21 gold francs referred to above).

The total due by the various States in respect of 1928 was thus reduced to 23,061,782.96 gold francs.³

The sum actually paid by them up to and including December 31st, 1928, amounted to 22,843,771.32 gold francs. On that date, therefore, 1,618,011.64 gold francs were still owing.

As compared with the amount due, the contributions paid in respect of 1928 represent 93 per cent, a proportion appreciably higher than in 1927 (87 per cent) and far higher than in 1926 and 1925, when it was 86 3/4 per cent and 84 1/4 per cent respectively.

¹ In conformity with the Assembly's decision at its seventh ordinary session, the sum of 1,400,000 gold francs was allocated, as in former years, in proportion to the amount which each State had contributed to the formation of the "Building Fund".

² This sum of 1,592.21 gold francs was paid to the Government of Costa Rica.

³ Cf. memorandum by the Secretary-General (document C.526.M.184.1927.X).

The contributions due by the States in accordance with the budget of 1928, the sums received during this same period and the amounts outstanding on December 31st, 1928, are as follows:

	Contributions due (Gold francs)	Receipts (Gold francs)	Contributions outstanding on Dec. 31st, 1928 (Gold francs)
Secretariat	13,829,243.—	12,945,915.32	883,327.68
International Labour Office.	7,958,470.—	7,450,181.06	508,288.94
Permanent Court of International Justice.	2,171,104.—	2,032,440.59	138,663.41
Building Fund	1,375,000.—	1,287,268.39	87,731.61
Total	25,333,817.—	23,715,805.36¹	1,618,011.64

Contributions in Arrears.

1. The figures for compounded arrears, are:

	December 31st, 1927 (Gold francs)	December 31st, 1928 (Gold francs)	Differences at December 31st, 1928 (Gold francs)
Guatemala	5,123.60	—	— 5,123.60
Honduras	55,326.58	55,326.58	Nil
Liberia	73,822.09	63,163.97	— 10,658.12
Nicaragua	55,326.58	55,326.58	Nil
Paraguay	15,370.80	15,370.80	Nil
Salvador	30,425.—	24,340.—	— 6,085.—
	<u>235,394.65</u>	<u>213,527.93</u>	<u>— 21,866.72</u>

No payment was made in 1928 by Honduras, Nicaragua or Paraguay in discharge of their indebtedness.

2. Another category of contributions in arrears concerns the financial years from 1920 to 1925.

The following table shows that, as in 1927, nothing was received in 1928 on account of these contributions, which amount altogether to 6,340,715.51 gold francs:

Year	December 31st, 1927 (Gold francs)	December 31st, 1928 (Gold francs)	Differences at December 31st, 1928 (Gold francs)
1920	29,947.47	29,947.47	Nil
1921	208,333.—	208,333.—	Nil
1922	384,386.—	384,386.—	Nil
1923	2,194,131.42	2,194,131.42	Nil
1924	1,900,286.33	1,900,286.33	Nil
1925	1,623,631.29	1,623,631.29	Nil
	<u>6,340,715.51</u>	<u>6,340,715.51</u>	<u>Nil</u>

This sum of 6,340,715.51 gold francs was owed by the following States:

China	4,667,881.94
Peru	1,186,587.86
Bolivia	337,037.63
Honduras	74,604.04
Nicaragua	74,604.04
	<u>6,340,715.51</u>

3. For the years 1926 and 1927, the arrears amounted at December 31st, 1927, to 4,406,232.05 gold francs. At December 31st, 1928, this figure had fallen to 2,698,538.42 gold francs, a decrease of 1,707,693.63 gold francs, the details of which are as follows:

	December 31st, 1927 (Gold francs)	December 31st, 1928 (Gold francs)	Differences at December 31st, 1928 (Gold francs)
Contributions 1926	1,411,897.56	1,389,180.72	— 22,716.84
Contributions 1927	2,994,334.49	1,309,357.70	— 1,684,976.79
	<u>4,406,232.05</u>	<u>2,698,538.42</u>	<u>— 1,707,693.63</u>

¹ This amount is made up as follows:

Actual receipts	22,843,771.32
plus:	
Surplus of income over expenditure for 1926 placed to the credit of States Members . .	873,626.25
Total	<u>23,717,397.57</u>
less:	
Sum re-imbursed to the Republic of Costa-Rica	1,592.21
	<u>23,715,805.36</u>

With the sums received during the last financial period (see last column of the above table) the paid-up total in respect of contributions amounted, for 1926 and 1927, to 94 per cent, of the total amount owed.

It is worth noting that the contributions still outstanding at December 31st last for these two financial periods were exclusively those due from certain States, namely, China, Peru, Bolivia, Honduras and Nicaragua, that—apart from Peru, to whom reference will be made later—are now to be regarded as permanent debtors of the League. All the other States were absolutely up to date with their payments in respect of these two financial periods.

4. Contributions in respect of the financial period 1928 still outstanding at December 31st of that year amounted—as stated in the previous chapter—to 1,618,011.64 gold francs, a figure considerably less than the 2,994,334.49 gold francs that were still owing at December 31st, 1927, in respect of 1927.

At March 31st, 1929, the amount still outstanding in respect of 1928 had been reduced to 1,338,229.46 gold francs, as a result of payments to the amount of 279,782.18 gold francs made during the quarter which ended on that date.

5. Summarising, the total figures for contributions in arrears were, at December 31st, 1928, as follows:

	Gold francs
Compounded arrears	213,527.93
Contributions for the periods from 1920 to the end of 1925	6,340,715.51
Contributions for 1926 and 1927	2,698,538.42
Contributions for 1928	1,618,011.64
Total	10,870,793.50

as against a total of 10,982,342.21 gold francs at the end of the previous financial year (1927).

The principal debtors are the following States:

	Gold francs
China	7,760,801.10
Peru	1,847,490.25
Bolivia	630,772.03
Total	10,239,063.38

In addition, there is the indebtedness of other States in respect of earlier contributions which, as already pointed out, were allowed to be compounded. Some of these States now owe, in addition to their earlier debt, contributions for the succeeding financial periods. These debts amounted altogether at December 31st, 1928, to 538,326.06 gold francs.

The remainder of the above-mentioned sum of 10,870,793.50 gold francs, namely, 93,404.06 gold francs, is made up of debts of certain other States in respect of contributions for the last financial period (1928), a debt which is largely temporary—so much so indeed that, at March 31st, 1929, it had been reduced to 36,921.91 gold francs.

On that date, the total indebtedness in respect of contributions in arrears had fallen to 10,365,428.33 gold francs, a decrease of 505,365.17 gold francs as compared with the position at December 31st, 1928.

It is satisfactory to note that, in the first fortnight of January 1929, Peru paid £15,983 12s., which produced 401,831.23 gold francs. This sum has been apportioned as follows:

	Gold francs
For the cancellation of one-tenth of the contributions in arrears from 1920 up to and including 1927	162,419.02
For meeting Peru's entire indebtedness for 1928	223,300.03
The remainder on account for the 1929 contribution, namely	16,112.18
Total	401,831.23

With regard to China, unofficial steps have been taken by the Secretary-General or on his behalf, but the only result obtained up to the present is the assurance that China is anxious to settle her debt to the League of Nations, towards which she has always declared her sincere attachment.

It is to be hoped that China will soon find a way out of the difficult financial situation imposed upon her by the long and terrible civil wars which have torn her asunder and will thus be in a position to fulfil her obligations.

Semi-official negotiations have been in progress between the Secretary-General, or persons acting on his behalf, and the Bolivian Government. It is to be hoped that these negotiations for the adjustment of Bolivia's indebtedness will ultimately lead to a final and satisfactory solution.

Honduras, who until recently had not made any payment at all in respect of her contributions in arrears, paid, on September 1st, 1928, half of her contribution owing for that year. This is an encouraging sign.

Paraguay is engaged in bringing her contributions up to date.

Contrary to the hopes raised by the declarations of the Nicaraguan Government to the Secretary-General that a partial adjustment would be made of her debt for arrears (see page 58 of my report for 1927), Nicaragua has not yet been able to take any steps in this direction, on account of the financial situation caused by the political crisis. This crisis, however, is passing.

The Assembly, at its last ordinary session, after noting the report of the Sub-Committee on Contributions in Arrears, and in conformity with the proposals of this Sub-Committee, instructed the Secretary-General to continue to give his support when necessary to any steps which he might consider useful with a view to the recovery of arrears, and to submit to the Council, before the next session, a detailed report of the position with regard to contributions in arrears.

Appropriations in Aid.

The principal appropriations in aid of the Secretariat are the following contributions to the expenses of the special organisations of the League (Chapter III of the 1928 Budget):

	Receipts (Gold francs)	Expenditure ¹ (Gold francs)	Balance at December 31st, 1928 (Gold francs)
<i>International Health Organisation:</i>			
Contribution from the International Health Division of the Rockefeller Foundation	607,121.58	575,604.33	31,517.25
<i>Social Questions:</i>			
1. Contribution from the American Bureau of Social Hygiene towards the expenses of the Enquiry into Traffic in Women and Children	17,883.59	17,233.18	650.41
2. Contribution from the American Association of Social Hygiene towards the expenses of the Enquiry into the Position of Children exposed to Moral and Social Danger	12,959.35	3,000.—	9,959.35
3. Contribution of the American Council on Education to the expenses of the Enquiry into European Organisations dealing with the Interchange of Professors and Students.	25,950.—	25,950.—	—
4. Contribution of the American Council on Education for the Revision and Reprinting of the Manual on University Interchange in Europe	20,740.—	20,740.—	—
5. <i>Legal Assistance to the Poor:</i> Contribution by various private individuals in the United States of America	40,917.65	18,591.90	22,325.75
Total	725,572.17	661,119.41	64,452.76

A few observations may not be out of place with regard to the most important of the appropriations in aid, viz., that accorded to the International Health Organisation.

The 1928 budget included the following items:

	Gold francs
<i>Rockefeller Foundation Grants:</i>	
(1) For interchanges of public health personnel (\$25,000)	129,565
(2) For epidemiological intelligence service and study of demographic and public health statistics (\$50,000)	259,130
	<hr/>
	388,695

In addition to this amount of 388,695 gold francs, for which provision had been made in the Budget, the League received from the Rockefeller Foundation in 1928 the following sums:

	Gold francs
Supplementary grant under (1) (\$25,000)	129,565
Supplementary grant under (2) (\$10,335)	53,562.17
	<hr/>
	183,127.17

Thus the total grants received in the past financial year amount to 571,822.17 Swiss francs.

¹ This column shows the actual appropriation in aid: namely, the receipts which provided further funds to meet budget expenditure.

To this sum must be added other small amounts which the Health Organisation had at its disposal in the same year, namely:

(1) As shown in the balance-sheet of the Secretariat at December 31st, 1927, and in my report on the accounts of the same year (page 59), the League on that date was indebted towards the Rockefeller Foundation to the extent of \$10,109.36 (equal to 52,392.76 gold francs).

In 1928, and in respect of the above debt, 24,947.17 gold francs were provisionally repaid to the Rockefeller Foundation. The surplus, 27,445.59 gold francs, remained at the disposal of the Health Organisation.

(2) At December 31st, 1926, there remained to be repaid to the Rockefeller Foundation, out of the grants made for that year, \$2,610.25 (including interest in dollars 418.13).¹

The sum of \$2,610.25 was paid to the Foundation on October 21st, 1927. Subsequently, however (in July, 1928), the Foundation returned part of this sum to the League; namely, \$1,515.42, representing the remainder of the 1926 grant for the Interchange of Health Personnel.

The \$1,515.42 converted into 7,853.82 gold francs were added to the 1928 funds for the Interchange Service.

The 27,445.59 and 7,853.82 gold francs referred to in (1) and (2) form a total of 35,299.41 gold francs which, added to the total grants of 571,822.17 gold francs, bring up to 607,121.58 gold francs the total amounts derived from the Rockefeller Foundation which were at the disposal of the Health Organisation during 1928.

Of this sum of 607,121.58 gold francs, 575,604.33 gold francs were expended, so that at December 31st last there remained an unexpended balance of 31,517.25 gold francs. This balance, with the addition of 1,962.29 gold francs for interest accrued during the last financial period, forms the sum of 33,479.54 gold francs shown in the balance-sheet under the heading "Suspense Account and Trust Funds".

The following additional appropriations in aid are deducted from the expenditure of the General Services of the Secretariat (Chapter II of the Budget), thereby reducing the amount expended out of the credits voted for these services.

	Gold francs
Sale of publications	247,718.49
Interest earned	181,666.50
Miscellaneous cash receipts	105,525.18
Sale of cinematograph films	6,441.—
	541,351.17

These figures are considerably higher than last year's figures (which amounted to a total of 348,029.47 gold francs) and than the figure of 294,000 gold francs included in the 1928 estimates.

The most important increase is in respect of interest. The amount of 181,666.50 gold francs indicated above represents only a portion of the large amount of interest earned by the League last year, as will be seen from the following paragraph.

Altogether, the Secretariat's appropriations in aid amounted in 1928 to 1,202,470.58 gold francs², as compared with 970,663.44 in the previous year.

Reference will be made to the appropriations in aid of the International Labour Office and of the Permanent Court of International Justice when the balance-sheet of those organisations is examined.

Interest on Current and Deposit Accounts with Banks.

The sums at the disposal of the League Treasury are becoming larger each year, and the task of investing them with every guarantee of security and at the same time as profitably as possible is therefore becoming more important and difficult.

This task has been carried out by the League Treasurer with the greatest care and success, as is shown by the considerable amount of interest (nearly one million francs) earned during the past year, as follows:

	Gold francs
1. Interest on funds of the Secretariat included, as already stated, in the appropriations in aid.	181,666.50
2. Interest on sums at the disposal of the Working Capital Fund and credited to the Fund.	209,269.65
3. Interest on the Building Fund, credited to the Fund	538,207.78
4. Interest on the fund created for furnishing the new buildings at Geneva, credited to the fund	25,435.22
	954,579.15

¹ Cf. document A.32.1927.X.

² This sum of 1,202,470.58 gold francs is made up as follows: 661,119.41 gold francs (appropriations in aid directly applied in reduction of the expenditure of the Secretariat, Chapter II of the Budget) (see footnote on preceding page) plus — 541,351.17 gold francs (appropriations in aid of the International Health Organisation, of the Section for Social Questions, etc.) — as shown above.

EXPENDITURE.

The general Budget expenditure for 1928 may be summarised as follows:

	Allotted ¹ (Gold francs)	Expended ¹ (Gold francs)	Saving (Gold francs)
I. Secretariat and Special Organisations	13,829,243	11,576,440.—	2,252,803.—
II. International Labour Office	7,958,470	7,800,088.36	158,381.64
III. Permanent Court of International Justice	2,171,104	2,001,373.17	169,730.83
IV. Buildings at Geneva (Building annuity)	1,375,000	1,375,000.—	—
Total	<u>25,333,817</u>	<u>22,752,901.53</u>	<u>2,580,915.47</u>

Taking separately the Secretariat Budget and the budgets of the two autonomous organisations (the International Labour Organisation and the Permanent Court of International Justice), we obtain the following figures:

1. Secretariat.

	Gross expenditure (Gold francs)	Less appropriations in aid (Gold francs)	Net expenditure (Gold francs)
Budget appropriations	14,784,362.41	955,119.41	13,829,243
Expenditure ²	<u>12,788,790.80</u>	<u>1,212,350.80</u>	<u>11,576,440</u>
Saving	1,995,571.61	257,231.39	2,252,803

(excess of appropriations in aid)

As the foregoing table shows, the *net expenditure* in 1928, which was estimated to exceed that of the previous financial period by 267,403 gold francs, in actual fact did not exceed it by more than 17,436.40 gold francs.

The economies effected—1,995,571.61 gold francs in respect of the gross expenditure—amounted to 2,252,803 gold francs in respect of the net expenditure, as the Secretariat had at its disposal " appropriations in aid " amounting to 257,231.39 gold francs.

The saving of 2,252,803 gold francs is made up as follows:

Chapter I.

Assembly and Council	404,667.16
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Gold francs

The saving is mainly due to the fact that only 145,158.85 francs were spent out of the credit of 500,000 francs for unforeseen expenditure subject to a special vote of the Council.

The items of this sum are:

(a) 1,975.20 francs in respect of the 28,210 drachmæ owed for the final settlement of the travelling expenses of the 1925 Greco-Bulgarian Frontier Enquiry Commission. This expenditure was charged to the League's Budget for 1928 (Unforeseen expenditure), in accordance with a Council resolution dated March 5th, 1928, taken under Articles 10 and 11 of the Covenant.

(b) 143,183.65 francs, being the amount utilised by the Secretary-General out of the credit for unforeseen expenditure on the basis of the authorisation granted by the Council on December 15th, 1928, up to an amount of 150,000 francs—for expenses in connection with the dispute between Bolivia and Paraguay.

<i>Carried forward</i>	<u>404,667.16</u>
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¹ Net amounts, *i.e.* amounts less appropriations in aid.

² The detail of the expenditure for the Secretariat and the Special Organisations for 1928 is as follows:

	Gross expenditure (Gold francs)	Less appropriations in aid (Gold francs)	Net expenditure (Gold francs)
I. Assembly and Council	573,232.84	—	573,232.84
II. General Services of the Secretariat	7,436,133.70	541,351.17	6,894,782.53
III. Special Organisations of the League	4,603,960.05	661,119.41	3,942,840.64
	<u>12,613,326.59</u>	<u>1,202,470.58</u>	<u>11,410,856.01</u>
IV. Profit and Loss on Exchange	—	(profit) * +9,880.22	— 9,880.22
	<u>12,613,326.59</u>	<u>1,212,350.80</u>	<u>11,400,975.79</u>
V. Permanent Equipment, etc.	175,464.21	—	175,464.21
Total	<u>12,788,790.80</u>	<u>1,212,350.80</u>	<u>11,576,440.—</u>

* This sum is reached as follows: Profit on exchange 15,146.52
Loss on exchange 5,266.30
9,880.22

	Gold francs
<i>Brought forward</i>	404,667.16
 <i>Chapter II.</i>	
General Services of the Secretariat.	717,093.47

Savings have been effected under all the items of this chapter. The most important of these is a sum of about 200,000 francs saved on the credits for salaries, wages and allowances. The Information Section alone is responsible for a saving of 33,000 francs in this respect.

A saving of about 91,000 francs was effected for liaison with Latin America. Also, as already pointed out, the appropriations in aid exceeded the estimates by about 250,000 francs, so that it was possible to meet expenditure to a larger extent out of these sums and draw to a lesser extent on the credits voted.

Chapter III.

Special Organisations of the League	1,113,626.36
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The economies effected in the various items of this chapter are considerable.

The most important of these is 671,380.80 francs in connection with "Reduction of armaments". This is readily explained by the fact that the vote of 300,000 francs for the International Disarmament Conference remained untouched, since the Conference was not convened. Similarly, the credit of 200,000 francs for investigations remained intact, while of the 130,000 francs estimated for the International Conference for the Control of the Private Manufacture of Arms, Munitions and Implements of War, only 2,107.50 francs were spent on preparatory work.

Another very important saving of over 150,000 francs was effected in connection with the Economic and Financial Organisation. The fact that printing and publication expenses only amounted to about half of the estimate is alone responsible for 71,000 francs of this amount.

In addition to the above 150,000 francs, a further saving of about 40,000 francs was made in connection with the development of this Organisation as a result of the World Economic Conference.

Smaller, but by no means negligible, economies were effected under the following headings: Administrative Commissions and Minorities Questions (52,000 francs); Mandates (55,000 francs); Social Questions (38,000 francs); Intellectual Co-operation (37,000 francs); International Health Organisation (34,000 francs); etc.

Chapter V.

Expenditure on Equipment, etc.	7,535.79
To the total savings effected	2,242,922.78
must be added the profit on exchange, which also helped to reduce expenditure in the same manner as additional income, though it is not included under the latter heading	9,880.22
Total savings effected	2,252,803.—

It must be pointed out, however, that the economies shown above have been calculated by offsetting the amount of the expenditure incurred against the estimates as modified by the transfers authorised by the League Council and by the competent organs of the Secretariat and of the autonomous organisations in accordance with the Financial Regulations.

The question of transfers and of the limits within which they can be made is important if considered in the light of the general principle that expenditure authorised by the Assembly must be kept within the limits fixed and that credits voted for given items of expenditure cannot be used for purposes other than those for which they were given.

This question has several times been examined by the Supervisory Commission.

Last year, at a meeting held on April 27th, this question was discussed at length and the conclusion reached was that, "in view of the special constitutional position of the League which makes the vote of supplementary credits impossible during the current budgetary year, no change was necessary in the present regulations and practice."

The Commission considered that its annual examination of the transfers made in the previous year's budget was the best way of supervising and checking the system in force.

2. International Labour Organisation.¹

	Gross expenditure (Gold francs)	Less appropriations in aid (Gold francs)	Net expenditure (Gold francs)
Credits voted in the League budget	8,098,470.—	140,000.—	7,958,470.—
Actual expenditure	<u>7,974,673.30</u>	<u>174,584.94</u>	<u>7,800,088.36</u>
Saving	123,796.70	34,584.94	158,381.64

(excess of appropriations in aid)

Comparing the expenditure with the corresponding budget appropriations, we obtain the following figures:

	Sum voted (Swiss francs)	Expenditure (Swiss francs)	Percentage of expenditure to sum voted
1. Sessions of the Conference and the Governing Body	347,000	340,749.30	98.19
2. General services	7,342,295	7,226,102.88	98.42
3. Work on behalf of Russian Refugees	339,175	339,175.— ²	100
4. Profit and loss on exchange	—	133.51 (net loss)	—
5. Capital expenditure	70,000	68,512.61	97.87
Gross expenditure	<u>8,098,470</u>	<u>7,974,673.30</u>	<u>98.47</u>
Less: Appropriations in aid	140,000	174,584.94	
Net expenditure	<u>7,958,470</u>	<u>7,800,088.36</u>	

It will be seen from this and the preceding table that the actual 1928 expenditure was	Swiss francs 7,974,673.30
To this must be added for bank charges	586.10
Total	<u>7,975,259.40</u>

The receipts for 1928 were as follows:

Contributions for the financial year 1928 (7,450,181.06 gold francs) received on account of the credit of 7,958,470 gold francs	7,455,914.99
Contributions in arrears (524,098.36 gold francs)	523,808.66
Net proceeds of the sale of publications	174,584.94
Bank interest	16,279.33
Miscellaneous receipts	3,248.20
Value of printing paper taken from stock in hand	1,406.25
Total	<u>8,175,242.37</u>

¹ The accounts of the International Labour Office are kept in Swiss francs. It should be noted that, in the budget figures of the League, the Swiss francs in which expenditure is calculated are reckoned at par (1 Swiss franc = 1 gold franc). On the other hand, the shares of contributions due to the Labour Organisation, which are paid to it in gold francs by the Secretariat, are reckoned on the basis of 1 dollar = 5.1826 gold francs.

In the Secretariat balance-sheet at the end of the year, Swiss francs are converted into gold francs in respect of the adjustment of the accounts between the Secretariat and the Labour Office. Dutch florins are dealt with in the same way in the case of the Permanent Court of International Justice.

² The actual expenditure was 379,692.47 Swiss francs. The deficit of 40,517.47 francs was met by the following grants from Governments:

	Swiss francs (equivalent)
German Government	18,559.60
Austrian Government	7,200.—
Bulgarian Government	15,108.—
Polish Government	2,804.25
	<u>43,671.85</u>

This left a balance of 3,154.38 Swiss francs.

The difference of 199,982.97 Swiss francs between the total income and the total expenditure shown above—converted into 199,914.50 gold francs—forms part of the League's surplus of income over expenditure as indicated in the general statement of the position as at December 31st, 1928, the total surplus being 2,717,820.76 gold francs.

It should be added that, during 1928, a contribution of 124,661.70 Swiss francs was paid by Brazil to the International Labour Office.

The sum of 124,661.70 Swiss francs and interest accrued thereon (2,584.10 Swiss francs), namely, a total of 127,245.80 Swiss francs has been entered in a suspense account, it being understood that this amount will in 1930 be deducted from the contributions to be paid by the States Members of the League.

3. Permanent Court of International Justice¹.

	Gross expenditure (Gold francs)	Less appropriations in aid (Gold francs)	Net expenditure (Gold francs)
Credits voted in the League budget	2,181,959.64	10,855.64	2,171,104
Actual expenditure	2,010,615.92	9,242.75	2,001,373.17
	<hr/>	<hr/>	<hr/>
Saving	171,343.72	1,612.89	169,730.83

The expenditure of the Court in 1928 is made up as follows:

	Credits voted (Dutch florins)	Expenditure (Dutch florins)	Percentage of expenditure to credits voted
Sessions of the Court	557,900.—	483,550.10	86.67
General Services	474,033.13	463,075.92	97.68
Administration of Funds	75.—	3,453.31 (net loss on exchange)	4,604.41
Contribution towards the constitution of a fund to defray the expenses resulting from the Pensions Regulations for the Personnel of the Court	10,000.—	10,000.—	100
Capital expenditure	5,500.—	5,170.66	94.01
	<hr/>	<hr/>	
Gross expenditure	1,047,508.13	965,249.99	92.14
Less: Appropriations in aid (bank interest)	5,211.57	4,437.23	85.14
	<hr/>	<hr/>	
Net expenditure	1,042,296.56	960,812.76	92.18

II. GENERAL STATEMENT OF ASSETS AND LIABILITIES OF THE LEAGUE AS AT DECEMBER 31ST, 1928.

1. Property at Geneva.

As regards the Palais des Nations, with the adjoining property—formerly known as the Armleder estate—the General Statement as at December 31st, 1928, shows the sum of 4,000,000 gold francs. This represents the price guaranteed by the Swiss Government for the sale of the Palais when the Secretariat is finally transferred to the new buildings.

The Statement as at December 31st, 1928, also gives the total amount spent up to that date in connection with the building of the new Assembly Hall and the new Secretariat buildings—3,727,456.10 gold francs as against 3,530,762 gold francs on December 31st, 1927.

The sums spent on the new premises of the International Labour Organisation, which amounted on December 31st, 1927, to 3,434,903.98 gold francs, had risen on December 31st, 1928, to 3,461,296.83 gold francs, an increase of 26,392.85 gold francs.

It should be remembered in this connection that, out of the Building Fund, 3,310,000 gold francs were placed at the disposal of the Labour Organisation.

In the accounts of the Labour Organisation, these 3,310,000 gold francs were converted into 3,301,388.25 Swiss francs (the equivalent).

¹ See footnote 1 on preceding page.

To the sum of	Swiss francs 3,301,388.25
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must be added:

(a) *By gifts from Governments:*

	Swiss francs
British Government	68,969.85
Australian Government	8,500.—
Queensland Government	7,425.—
Canadian Government	1,200.—
Serb-Croat-Slovene Government.	17,548.30
Luxemburg Government	974.55
	104,617.70

(b) *By other gifts:*

American Federation of Labor	8,581.55
Kate Crane Foundation	518.—
Swiss Federation of Trades Unions	680.—
Institute of Scientific Management.	1,074.—
	10,853.55

(c) <i>Various receipts</i>	35,089.70
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(d) <i>Bank interest</i>	23,320.93
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Total	3,475,270.13
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Of this sum there had been spent, up to December 31st, 1928, 3,462,482.32 Swiss francs, shown in the General Statement under "Property at Geneva", "International Labour Office" as their equivalent in gold francs (3,461,296.83, as explained above).

There therefore remained available on this date 12,787.81 Swiss francs, shown in the Statement (Cash in hand and at banks) as their equivalent in gold francs = 12,783.43.

To sum up, the property of the League at Geneva, according to the General Statement, was, on December 31st, 1928:

	Gold francs
Hotel National	4,000,000.—
International Labour Office building (sum spent up to December 31st, 1928)	3,461,296.83
Land and expenses in connection with the erection of a new Assembly Hall and new Secretariat Building	3,727,456.10
	11,188,752.93

The International Labour Office also possesses premises at Rome, shown in the General Statement at 34,125.55 gold francs (purchase price), equivalent to 34,037.50 Swiss francs.

2. Building Fund.

As stated in previous reports, in pursuance of a resolution adopted by the Assembly on September 26th, 1925, a special Fund was set up to meet the extraordinary expenditure required by the construction at Geneva of the International Labour Office building, of the new Assembly Hall, and of the building for the headquarters of the League.

This fund, which originally amounted to 16,702,841.22 gold francs, had, up to the end of 1927, varied as follows:

	Gold francs
<i>Increase:</i>	
Interest in respect of the years 1925, 1926 and 1927	1,072,965.99
Profits on exchange in 1926 and 1927	2,913.87
	1,075,879.86
<i>Decrease:</i>	
Expenditure during 1926 and 1927.	6,840,762.—
Withdrawals to complete the sum of 1,400,000 gold francs to be reimbursed to the States in respect of the year 1927 ¹	25,000.—
	6,865,762.—

a net decrease of 5,789,882.14 gold francs.

¹ Cf. my report for 1927, page 66 (document A.3.1928.X).

	Gold francs
As at December 31st, 1927, the Fund had therefore been reduced to	10,912,959.08
In 1928 the following payments were made from the Fund:	
(1) Expenses in connection with the construction of the new Assembly Hall and of a Building for the Secretariat (headquarters of the League)	Gold francs 196,694.10
(2) To make up the sum of 1,400,000 gold francs to be repaid in respect of 1928 to States Members of the League who had contributed towards the formation of the Building Fund in pursuance of the Assembly's resolution of September 27th, 1927, viz : Sum to be reimbursed to the States	Gold francs 1,400,000.—
<i>Less:</i>	
Annuity entered in the budget for 1928 for constructions at Geneva	1,375,000.— ¹
	25,000.—
	221,694.10
Balance	10,691,264.98
To be added in respect of interest earned in 1928 on deposits at the Bank (after adding slight exchange differences)	538,556.45
The available balance of the Fund at December 31st, 1928, was thus	11,229,821.43

This constituted an increase of 316,862.35 gold francs as compared with the balance at December 31st of the previous year.²

I think it desirable to point out again that the Special Committee of five members appointed by the Assembly at its meeting of September 10th, 1927, drew attention to the inadequacy of the Building Fund, even taking account of subsequent additions to the Fund in respect of interest and of the sum to be obtained in due course by the sale of the present Palais des Nations.

Accordingly, the Assembly decided, at its meeting of September 26th, 1927, to approve in principle that the amount to be spent on the new buildings at Geneva might be increased to approximately 19,500,000 gold francs, and added that the exact amount of the supplementary credit necessary should be submitted to the Assembly at the next session. But it was found impossible to determine a figure within this time-limit, because no final decision had been reached concerning the site for the erection of the new building.

¹ As already seen in the first chapter of this report, the sum of 1,287,268.39 gold francs has actually been paid on account of the annuity of 1,375,000 gold francs. The difference (87,731.61 gold francs) has been paid to the Fund by the Secretariat.

² I think it may be useful to amplify the table given on page 65 of my report for 1927, showing the sums so far assigned to the Building Fund.

	Gold francs
<i>Surplus of income over expenditure for Financial Periods :</i>	
1923	1,139,580.45
1924	9,395,721.35
1925	3,367,847.28
	13,903,149.08
<i>Sums paid by the Argentine as contributions for the Financial Periods :</i>	
1922 }	2,799,692.14
1923 }	
1924 }	
Total	16,702,841.22
<i>Interest on the Fund during the Financial Periods :</i>	
1925	102,807.20
1926	460,436.23
1927	509,722.56
1928	538,207.78
	1,611,173.77
<i>Minor differences in the rates of exchange in the years :</i>	
1926 }	2,913.87
1927 }	
1928 }	
	348.67
	18,317,277.51

3. Assembly Hall Furnishing Account.

In accordance with the Supervisory Commission's suggestion, an account has been opened for furnishing the new premises to be erected at Geneva.¹

The first sum paid into this account was 500,000 gold francs taken from the League's 1926 surplus.

At the end of 1927, this Fund had been increased to 505,416.75 francs by earned interest. At the end of 1928, it had further increased by the addition of interest for the year (25,435.22 francs) and amounted to 530,851.97 francs:

4. Furniture, Equipment, etc.

The situation as regards these assets will be seen from the following figures, which are compared with last year's:

	December 31st, 1928	December 31st, 1927	Difference on December 31st, 1928
	(Gold francs)	(Gold francs)	(Gold francs)
<i>Secretariat:</i>			
Furniture and miscellaneous equipment, typewriters, etc.	1,209,072.32	1,131,277.02	+ 77,795.30
Library (books)	783,547.29	696,907.78	+ 86,639.51
Library (shelving)	103,085.98	92,056.58	+ 11,029.40
	<u>2,095,705.59</u>	<u>1,920,241.38</u>	<u>+ 175,464.21</u>
<i>International Labour Office:</i>			
Furniture and miscellaneous equipment, typewriters, etc.	828,640.41	787,343.77	+ 41,296.64
Library (books)	354,272.25	306,811.32	+ 47,460.93
	<u>1,182,912.66</u>	<u>1,094,155.09</u>	<u>+ 88,757.57</u>
<i>Permanent Court of International Justice:</i>			
Furniture and miscellaneous equipment, typewriters, etc.	155,619.44	145,205.83	+ 10,413.61
Library (books)	5,177.01	4,818.67	+ 358.34
	<u>160,796.45</u>	<u>150,024.50</u>	<u>+ 10,771.95</u>

5. Depreciation Reserve Fund.

(a) SECRETARIAT.

At December 31st, 1927, a fund of 1,828,934.37 gold francs had already been constituted for the gradual writing-off of the value of the furniture and of the library. This fund has risen,

Continuation of footnote 2 on preceding page.

The expenditure charged to the Building Fund in the 1926, 1927 and 1928 Financial Periods are as follows:

	1926 (Gold francs)	1927 (Gold francs)	1928 (Gold francs)	Total (Gold francs)
Payments for the new International Labour Office building	3,310,000.—			3,310,000.—
Cost of land:				
Bartholoni estate	1,130,000.—			1,880,000.—
Moynier estate	750,000.—			
"La Perle du Lac" estate (sold by the State of Geneva to the League of Nations under contract dated No- vember 29th, 1927)		798,500.—		798,500.—
Cost of a building subsequently joined to the present Palais des Nations	270,000.—			270,000.—
Internal and external alterations to the above- mentioned building	88,594.90	33,896.70		122,491.60
Legal expenses	9,003.95	3,902.05	15,358.20	28,264.20
Travelling expenses and subsistence allowances of the Jury of Architects	47,633.05	69,088.45		116,721.50
Prizes awarded in the international competition for plans for the new League building		164,763.65		164,763.65
Travelling expenses and subsistence allowances of the Building Committee	4,657.80	11,749.35	1,980.55	18,387.70
Printing and Miscellaneous *	38,844.90	110,237.20	179,355.35	328,437.45
Total	2,338,644.69	1,192,117.40	196,694.10	3,727,456.10
Grand Total	5,648,644.60	1,192,117.40	196,694.10	7,037,456.10

* Including the advances on the architects' fees. These advances, which rose from 2,000 francs at December 31st, 1927, to 71,350 francs at December 31st last, have been charged to the special advances account of the Building Fund, pending the final settlement, when the architects, to whom these advances have been paid, submit their accounts.

¹ Document A.5.1927.X.

to 2,078,187.94 gold francs on December 31st, 1928, and was set off against the following assets, to the extent shown for each:

	Assets as shown in the balance-sheet (Gold francs)	Amount set off against (Gold francs)	Percentage
Furniture and miscellaneous equipment . . .	1,209,072.32	1,209,072.32	100
Library (books)	783,547.29	766,029.64	97.76
Library (shelving)	103,085.98	103,085.98	100

As will be seen, the value of the furniture and miscellaneous equipment was already entirely covered by the Depreciation Fund on December 31st, 1928. The same result has been obtained as regards the value of shelving, and the value of the books it contains were covered up to 97.764 per cent.

Although this situation is satisfactory I still think, for the reasons I explained in my 1927 report, that the time has come when the system should be adopted of fully covering, at the end of each financial period, all new expenditure made in that period for the purchase of furniture or for the library.

(b) INTERNATIONAL LABOUR OFFICE.

In regard to the International Labour Office, the General Statement for the League gives the following figures which correspond to those shown in the balance sheet of the Office, after the Swiss francs have been converted into gold francs:

	Value in the balance-sheet (Gold francs)	Depreciation (Gold francs)	Percentage
New building in Geneva (total sums expended up to December 31st, 1928)	3,461,296.83	247,553.82	7.15
Premises in Rome	34,125.55	16,615.41	48.68
Furniture, fittings, etc.	828,640.41	828,640.41	100.—
Library (books)	354,272.25	354,272.25	100.—
	<u>4,678,335.04</u>	<u>1,447,081.89</u>	<u>30.93</u>

As regards the new building in Geneva, I have already in my previous report ventured to suggest that the ratio of the annual depreciation and the length of the amortisation period should be reconsidered, as soon as the final cost of the property has been ascertained.

In the case of the Rome premises, depreciation might now be discontinued and the accountancy value of these premises might even be fixed at a lump sum, say 20,000 francs, though this amount is much lower than the present actual value.

The value of the furniture and books in the Library was entirely covered at the end of the last financial period.

(c) PERMANENT COURT OF INTERNATIONAL JUSTICE.

As regards the Court, the general balance-sheet of the League gives the figures we set out below. These correspond to the figures given in the balance-sheet of the Court after conversion from florins into gold francs.

	Value shown in the balance-sheet (Gold francs)	Depreciation Account (Gold francs)	Percentage
Furniture, typewriters, etc.	155,619.44	132,534.08	85.17
Library	5,177.01	4,455.65	86.07
	<u>160,796.45</u>	<u>136,989.73</u>	<u>85.19</u>

6. Contributions in Arrears.

On this subject, we would refer to the remarks in Chapter I of the present report.

7. Working Capital Fund.

The working Capital Fund is shown on the liabilities side of the Statement at 5,146,506.51 gold francs.

Against this figure we have, on the assets side of the Statement :

	Gold francs
Cash balance of the Fund	4,983,666.64
Recoverable advances	51,584.22
Total	<u>5,035,250.86</u>

The difference between this last figure and that shown above is 111,255.65 francs, representing arrears of contributions to the Fund, which are incorporated in the total of contributions in arrears (shown at 10,870,793.50 francs in the Statement).

Further details regarding the Fund are given in Chapter III of the present report.

8. Suspense Account and Trust Funds.

This refers: (a) to the annuity of 1,375,000 gold francs for the Building Fund, which, in view of its temporary nature, has been entered this year, in accordance with the suggestions I made in my report for 1927 (page 66), in a Suspense Account; (b) to Trust Funds administered by the League, as is clearly shown by the Secretariat's comments in an explanatory note appended to the 1928 audited accounts.¹

9. Cash in Hand and at Banks.

This item includes:	Gold francs
(1) Working Capital Fund cash balance	4,983,666.64
(2) Building Fund	11,229,821.43
(3) Balance of the " Assembly Hall Furnishing Account "	530,851.97
(4) Balance at the disposal of the International Labour Office out of the sum credited to it for the new building	12,783.43
(5) Balance of the surplus of actual income over expenditure, 1927	1,090,593.52
(6) Surplus of actual income over expenditure, 1928	<u>2,717,820.76</u>
Total	20,565,537.75

With regard to the 1927 cash surplus, it will be remembered that, on December 31st of that year, the surplus amounted to 1,419,293.68 gold francs.

From this sum was taken, on the proposal of the Supervisory Commission and with the approval of the Assembly, the sum advanced to the International Labour Office in 1927 (328,700.16 gold francs) to be repaid into the Working Capital Fund.

On December 31st, 1928, there therefore remained a balance of 1,090,593.52 gold francs which was refunded by a reduction of the 1929 contributions, in conformity with a decision taken by the Assembly on September 27th, 1928.

Reference is made to the 1928 cash surplus under Chapter IV of the report.

Out of the amount of 20,172,287.89 francs shown above, there was on fixed term deposit a sum of 19,025,364.25 francs, yielding an average interest of $5\frac{1}{3}$ per cent per annum.

10. Final Figures.

The results of the general balance-sheet of the League of Nations as at December 31st, 1928, may be summarised as follows:

	Gold francs
Assets	47,824,987.63
Liabilities	<u>10,462,659.72</u>
Surplus of assets over liabilities, shown in the budget under the heading " Capital Account "	37,362,327.91

On December 31st, 1927, there was a surplus of 35,613,426.31 gold francs.

The balance-sheet at the end of last year therefore shows an increase in the surplus (Secretariat and Autonomous Organisations) for the year 1928, of 1,748,901.60 gold francs, constituted as follows:

Secretariat	1,745,876.15
International Labour Office.	<u>61,107.35</u>
	1,806,983.50
Less:	
Excess of expenditure over income of the Permanent Court of International Justice ²	<u>58,081.90</u>
	1,748,901.60

¹ In the case of the International Labour Office, the various items in the Suspense Account are specified in the balance-sheet of the organisation as at December 31st, 1928.

² The receipts of the Court during 1928 actually exceeded the expenditure by 172,115.35 gold francs. During the same period, however, the Court transferred to the Secretariat of the League the sum of 230,197.25 gold francs, corresponding to the surplus of income over expenditure in respect of the previous year, in accordance with Article 38 (a) of the Financial Regulations (General surplus of income over expenditure of the League to be reimbursed to the States at the end of each year). This operation explains the difference of 58,081.90 francs shown above.

A certain amount of explanation is necessary to make the above figures for the International Labour Office correspond with the accounts of that organisation.

In the *balance-sheet* as at December 31st of the previous financial period, the excess of assets over liabilities of the Labour Office amounted to:

	Swiss francs
	6,760,844.91
To this sum there had also, however, to be added the available balance, entered provisionally in a Suspense Account, of the 3,310,000 gold francs, placed by the Secretariat at the disposal of the Labour Office for its new building	45,697.46
	6,806,542.37
The Labour Office's excess of assets over liabilities as at December 31st, 1928, however, according to the balance-sheet on that date amounted to	6,873,483.88
But to this had to be added the remainder of the balance of 45,697.46 Swiss francs indicated above, namely	12,787.81
	6,886,271.69

If we deduct from this the 6,806,542.37 Swiss francs representing the excess of assets over liabilities as at December 31st of the previous year, modified as indicated above, the difference—79,729.32 Swiss francs—is the real increase which occurred in the Labour Office capital during 1928.¹

This latter sum was converted into 61,107.35 gold francs in order to determine the total capital of the League to be included in the General Statement of Assets and Liabilities as at December 31st, 1928, as explained above.

With regard to the capital surplus at the end of 1928, it should be pointed out that the figure of 37,362,327.91 gold francs has been divided in the General Statement into two parts, in order to show separately and clearly the portion (10,870,793.50 gold francs), which represents contributions in arrears.

This figure of 37,362,327.91 gold francs is made up as follows:

	Gold francs
Property in Geneva	11,188,752.93
Property in Rome	34,125.55
Furniture and Library.	3,439,414.70
	14,662,293.18
<i>Less:</i>	
Amounts set off, for depreciation purposes	3,662,259.56
	11,000,033.62
Cash in hand and at banks	20,565,537.75
Recoverable advances made out of the Working Capital Fund — balance outstanding.	51,584.22
Stock of stationery and paper with the International Labour Office . .	20,885.33
	31,638,040.92
Contributions in arrears	10,870,793.50
	42,508,834.42
<i>Less:</i>	
Working Capital Fund	5,146,506.51
	37,362,327.91

In this figure is included the surplus—amounting to 2,717,820.76 gold francs—of the actual receipts over the expenditure of 1928, which, in accordance with Article 38(a) of the Financial Regulations, should be, unless a contrary decision is taken by the Assembly, deducted from the contributions to be paid by the States for 1930. See page 76 of this report.

	Swiss francs
¹ As already stated, the <i>balance-sheet</i> of the Labour Office as at December 31st, 1928, shows the capital of this organisation as being	6,873,483.88
If we compare this figure with the capital as at December 31st of the previous year, as shown in that year's <i>balance-sheet</i> , <i>i.e.</i>	6,760,844.91
The increase in the Labour Office capital in 1928 would amount to	112,638.97

III. WORKING CAPITAL FUND.

On December 31st, 1927, this Fund amounted to 4,749,501.61 gold francs. In 1928, the Fund was increased by the following sums:

	Gold francs
(1) Contributions paid in this year by Liberia on account of her 1921 and 1923 arrears	399.23
(2) Voluntary contribution by Germany	67,996.52
(3) Interest on bank deposits	209,269.65
(4) Interest at 4 per cent on:	
(a) The sum to be repaid by Turkey in respect of the advance made to meet the expenses of the Turco-Iraqi frontier Enquiry Commission	7,898.90
(b) On the advance made in connection with the Greco-Bulgarian frontier question	184.95
	<hr/>
	8,083.85
	<hr/>
	285,749.25

As at December 31st, 1928, the Fund had therefore risen to 5,035,250.86 gold francs.¹

This represented:

(a) 4,983,666.64 gold francs in cash, mainly on deposit in banks	4,983,666.64
(b) Balance to be repaid on advances made as stated below	51,584.22
	<hr/>
	5,035,250.86

Advances:

Expenses of the High Commissioner at Danzig	1.12
Sum to be repaid by Turkey on account of advance No. 4 (a) above	19,961.40
Sum to be repaid by Greece on account of advance No. 4 (b) above	7,760.20
Advances to the Financial Committee's representative in Austria	13,326.85
Temporary advance for enquiries in connection with the special League Library to be instituted under Mr. John D. Rockefeller Junior's gift	10,534.65
	<hr/>
Total	51,584.22

On December 31st, 1928, the Working Capital Fund was still entitled to a further sum of 111,255.65 gold francs being the difference between the contributions 4,468,476.87 gold francs, which Members had been requested to pay, less cancelled contributions, and the amount of the contributions paid up to the end of 1928 (4,357,221.22 gold francs).

These 111,255.65 gold francs form part of the total contributions in arrears as at December 31st, 1928, but it is very doubtful whether they can be recovered.²

¹ The credits voted by the Assembly for the Working Capital Fund amounted, for the financial years up to and including 1925, to 4,607,500 gold francs. Since 1925, no further contributions to the Working Capital Fund have been called for.

From these 4,607,500 gold francs there were, however, deducted 139,023.13 gold francs to cover the cancellation of certain debts in the form of contributions owed by various States.

The contributions required for the Working Capital Fund were therefore reduced to 4,468,476.87 gold francs.

Up to December 31st, 1928, inclusive, 4,357,221.22 francs had been paid.

To this sum must be added 106,224.67 francs (voluntary contributions) and 571,804.97 francs interest up to that date—in all, 678,029.64 francs.

On December 31st, 1928, the Fund amounted to 5,035,250.86 gold francs, as stated above.

² The following are the financial years to which this sum refers compared with the figures as at December 31st, 1927:

	December 31st, 1928 Gold francs	December 31st, 1927 Gold francs	Difference on December 31st, 1928 Gold Francs
1920	5,112.55	5,112.55	—
1921	20,693.73	20,928.77	— 235.04
1923	42,933.99	43,098.18	— 164.19
1924	38,932.14	38,932.14	—
1925	3,583.24	3,583.24	—
	<hr/>	<hr/>	
	111,255.65	111,654.88	— 399.23

The sum of 399.23 gold francs is the result of payments made by Liberia, as pointed out at the beginning of this chapter.

RECOVERABLE ADVANCES.
Gold Francs.

	Balance at	Received	1928	Interest	Difference col. 2. —(3 + 4)	Balance at
	December 31st, 1927		Expended			December 31st, 1928 (cols. 1-5)
	1	2	3	4	5	6
1. Expenses of the High Commissioner at Danzig	98.59	166,897.47	166,800.—	—	97.47	1.12
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 in 1924 to collect information concerning the frontier between Turkey and Iraq	199,534.50	187,472.—	—	7,898.90	179,573.10	19,961.40
3. Expenditure in respect of the two Swedish officers placed at the disposal of the Bulgarian and Greek Governments following the frontier extended between Bulgaria and Greece	10,101.25	7,590.—	5,064.—	184.95	2,341.05	7,760.20
4. Expenses of the expert appointed by the Council of the League in connection with minority schools in Polish Upper Silesia	14,627.65	19,617.65	4,990.—	—	14,627.65	—
5. Advances to the Financial Committee's representative in Austria.	14,549.40	27,670.—	26,447.45	—	1,222.55	13,326.85
6. Advance made in 1927 to the International Labour Office	328,700.16	328,700.16	—	—	328,700.16	—
	567,611.55	737,947.28	203,301.45	8,083.85	526,561.98	41,049.57
7. Temporary advance made in 1927 out of the Working Capital Fund in respect of Mr. John D. Rockefeller's gift for the establishment of a special League Library	—	41.40	10,576.05	—	—10,534.65 ¹	10,534.65
	567,611.55	737,988.68	213,877.50	8,083.85	516,027.33	51,584.22

¹ Surplus of expenditure (10,576.05 francs) incurred on this account, after deduction of one sum recovered (41.40 francs).

RECOVERABLE ADVANCES.

When examining the accounts for 1926, my attention was drawn to the fact that a comparatively large proportion of the "Working Capital Fund" was being employed for advances which should have been repaid within a short period of time, but which had actually acquired a more or less permanent character; this is inconsistent with the purpose of the Fund, which, it should be remembered, belongs to the States Members of the League.

This position was rendered less satisfactory owing to the fact that the advances in question yielded no interest, whereas, if they had been available, they would have yielded interest.

This state of affairs was remedied by the Assembly decision of September 26th, 1927, adopted on the proposal of the Supervisory Commission, to the effect that advances not repaid within six months were to be subject to 4 per cent interest; this decision has been carried out. (At the present time, this rate of interest is much lower than that earned by the League on bank deposits.)

At the meeting of the Supervisory Commission held on April 27th, 1928, to consider the audited accounts for 1927, the Commission suggested that it would be of interest if in future reports the auditor would refer to the position of all recoverable advances.

In accordance with the Commission's suggestion, I have the honour to make the following observations.

In the first place, I would point out that the position at December 31st, 1927, was considerably improved, the recoverable advances outstanding having been reduced during the period in question from 567,611.55 to 51,584.22 gold francs, as previously stated and as shown in the schedule opposite (page 72).

It would appear advisable to give certain details concerning the figures shown in the schedule.

1. — The sums necessary to cover the expenses of the High Commissioner at Danzig are advanced by the League Treasury, to which the High Commissioner must transmit each month a report on the manner in which they are employed.

In accordance with an agreement concluded on the subject, these advances must be repaid in equal shares by the Government of Danzig and the Polish Government, and the High Commissioner's accounts must be audited every six months by the League Treasury.

The foregoing is in pursuance of the resolutions adopted by the Council on December 12th, 1925, and September 21st, 1928.

The funds advanced last year amounted, at the rate of 13,900 gold francs per mensem, to 166,800 gold francs.

Repayments were made quarterly as follows:

	Gold francs
By the Government of Danzig	83,397.47
» » Polish Government	83,400.00
	<hr/>
Total	166,797.47

The Polish Government also paid 100 gold francs to reimburse its debt as at December 31st, 1927.

Total repayments, therefore, amounted to 166,897.47 gold francs, as compared with 166,800 gold francs advanced during the financial period 1928, to which, however, must be added 98.59 gold francs, remainder owing at the end of the previous year (1927), so that at December 31st, 1928, the amount still due to the Secretariat was only 1.12 gold franc.

2. — The funds advanced by the Secretary-General to the Iraq Frontier Commission of Enquiry amounted to 394,944 gold francs, and were to be repaid in equal shares by the British and Turkish Governments. The British Government paid its share of 197,472 gold francs. The 197,472 gold francs due from the Turkish Government have, as from 1926, been included among the sums owing to the League.

The interest on these 197,472 gold francs amounted to 2,062.50 gold francs in 1927 and 7,898.90 gold francs in 1928—a total of 9,961.40 gold francs. The Turkish Government's indebtedness therefore rose to 207,433.40 gold francs. On February 6th, 1929, the Turkish Government paid 187,472 gold francs on account; accordingly, there remain outstanding 10,000 francs for capital and 9,961.40 francs for interest from September 25th, 1927, to December 31st, 1928.

3. — In a resolution adopted on March 15th, 1926, the Council authorised the Secretary-General to pay the expenditure incurred by the two Swedish officers placed at the disposal of the Greek and Bulgarian Governments in proceeding to their posts and one month's salary due to those officers. It was understood that the Governments in question undertook to repay their shares of this expenditure within three months, and thenceforth place at the disposal of the Secretary-General, at the beginning of each quarter, the equivalent of the monthly salaries of these officers for the following quarter.

The sums owing to the League for advances made in this connection and not yet repaid, which amounted on December 31st, 1926, to 2,578.11 gold francs, had risen on December 31st, 1927, to 10,101.25 gold francs.

On January 24th, 1928, the Secretary-General paid to each of those officers 2,532 gold francs, *i.e.*, 5,064 gold francs for their month's salary from January 20th to February 19th of that year.

The sum owing to the League thus increased from 10,101.25 gold francs to 15,165.25 gold francs.

Subsequently, on March 2nd, 1928, the Greek Government repaid 7,590 gold francs, representing the amount (£300) of salary paid by the Secretariat to the Swedish officer attached to the Greek Government for the period August 26th to November 20th, 1927. Consequently, the sum owing to the League had decreased on December 31st last to 7,575.25 gold francs, plus 184.95 gold francs interest up to and including December 31st, 1928, *i.e.*, 7,760.20 gold francs in all.

This sum was owed by the Greek Government, being the amount (£300) of salary paid by the Secretariat to the Swedish officer placed at the disposal of the Greek Government for the period November 21st, 1927, to February 20th, 1928—the date on which these officers' mission terminated—plus the interest due.

The Greek Government paid its debt of £300 in February 1929, and asked to be informed of the amount of interest owing. This was calculated at £8 19s. 6d., equal to 221.65 Swiss francs, and the Greek Government notified.

4. — Up to and including December 31st, 1927, the League of Nations Secretariat had advanced 14,627.65 Swiss francs for allowances and various expenses to the Swiss educational expert appointed under the Council resolution of March 12th, 1927, to inspect the minority schools in Polish Upper Silesia and to assist the President of the Mixed Commission for Upper Silesia in settling doubtful cases submitted to him by the local authorities in respect of the working of these schools.

On March 21st, 1928, the Secretariat paid out a further sum of 4,990 Swiss francs to this expert for his services from January 18th to March 2nd, 1928.

These sums of 14,627.65 and 4,990 Swiss francs were repaid by the Polish Government in April and May 1928. The Polish Government's indebtedness was thus entirely wiped out in respect of the above advances.

5. — The sums advanced by the Secretariat for the expenses of the representative of the Financial Committee in Austria—in pursuance of Council resolutions of June 9th, 1926, and March 31st, 1927—were to be refunded by the Austrian Government every three months.

On December 31st, 1927, the Austrian Government owed 14,549.40 francs.

During the financial period 1928—from February to June—the further sum of 26,447.45 francs was disbursed by the Secretariat under the above heading. In March, however, the Austrian Government refunded 27,670 francs, thus reducing its indebtedness to 13,326.85 francs—a figure which remained unaltered at December 31st last. This advance will be liquidated as soon as the final accounts have been audited and approved.

6. — With regard to this item and its settlement, *see* below.

7. — As regards the generous gift of Mr. John D. Rockefeller for the foundation of a special League Library, the Council authorised the Secretary-General on March 9th, 1928, to advance temporarily from the Working Capital Fund—up to a maximum of 25,000 francs per annum—the expenses of the Committee to be appointed to advise upon the best lines of development of the future Library and its necessities during the coming years.

The sums actually spent on this purpose in 1928 total 10,534.65 francs.

Other advances were made in 1928 out of the Working Capital Fund, but as these were repaid to the Secretariat during the year, no trace of them is to be found in the balance-sheet as at December 31st last.

These were:

(1) An advance of 100,000 gold francs to the International Labour Office on April 25th, 1928, to enable the latter to meet a temporary shortage of funds. It was repaid on June 23rd of the same year;

(2) An advance of 149,024.37 gold francs made on July 24th, 1928, to the Permanent Court of International Justice for similar reasons. Of this sum, 62,423.31 gold francs were repaid on December 13th, 1928, and the remainder—86,601.06 gold francs—on the 27th of the same month;

(3) An advance of 7,605 gold francs (equivalent to £300 sterling) was accorded on June 12th, 1928, to the Mixed Commission for the Exchange of Greek and Turkish Populations. It was repaid on July 5th of the same year;

(4) The payment of 3,674.95 Swiss francs on October 1st, 1928, for the reimbursement of sums advanced personally by the Chairman of the International Sleeping-Sickness Commission.

It should be observed in this connection that the Supervisory Commission had declared that this sum could not be paid out of the 1928 Budget, since no item had been included therein in respect of the Commission, and the Unpaid Liabilities Fund was almost exhausted. As, however, the League was in duty bound to refund to the Chairman of the Sleeping-Sickness Commission the monies he had advanced to meet the Commission's deficit, the Supervisory Commission advised the Secretary-General to ask the Council to authorise him to make an advance out of the Working Capital Fund, to be repaid as soon as the 1929 Budget came into force.

This advance was authorised by the Council at its meeting on August 30th, 1928.

On January 11th, 1929, *i.e.*, while the 1928 Accounts were still open, the sum of 3,674.95 Swiss francs was repaid to the Working Capital Fund and charged to the special subhead "Unpaid Liabilities" of the Budget of the International Health Organisation for 1929.

This procedure does not seem to me to be quite in order, because I do not think it was permissible to use credits included in the 1929 Budget for the repayment of this sum into the Working Capital Fund in respect of the 1928 financial period.

An examination of the variations which occurred in 1928 in the amount of the aforesaid advances suggests the following observation:

Under the terms of Article 30 of the Financial Regulations, payments in respect of transactions for which provision is made in the Budget of the particular year may be charged to the accounts of that year if they are made not later than February 15th of the following year, the object being to avoid the transfer from one year to another of considerable sums of unpaid debts. The principle laid down in this article, however, does not extend to income received during the transitional period in question.

As already shown, certain advances recovered between January 1st and February 15th, 1929, were credited to the Accounts for 1928.

Such a procedure has been followed in the past in respect of repayments to the Working Capital Fund. The reason given for that is that, as such Fund is outside the Budget, it should not be dealt with in the same way as budgetary income.

It seems, however, desirable that the financial principle following from the said regulation should be extended in the future to the receipts effected in such cases as that above mentioned.

IV. SURPLUS OF ACTUAL INCOME OVER EXPENDITURE FOR 1928.

In accordance with Article 38 (a) of the Financial Regulations, it is necessary to ascertain the difference between the actual income and expenditure for the financial year 1928.

For the Secretariat we have the following figures:

	Gold francs
Actual income ¹	26,451,758.55
Expenditure ²	24,114,404.22
	<hr/>
Surplus of income over expenditure	2,337,354.33

¹ The items are as follows:

	Gold francs
Contributions for the financial year 1928	22,843,771.32
Appropriations under the above heading, <i>i.e.</i> , balance of the excess receipts over expenditure for 1926.	873,626.25
	<hr/>
Germany's voluntary contribution to the Working Capital Fund	23,717,397.57
Contributions in arrears	67,996.52
Interest on the Working Capital Fund	1,729,560.35
Appropriations in aid	209,269.65
Interest received during the year on the unexpended balances of the contributions of the Rockefeller Foundation	725,572.17
	<hr/>
	1,962.29
	<hr/>
	26,451,758.55

² The items of expenditure were as follows:

Budget expenditure	12,237,559.41 *
Sums paid from 1928 contributions:	
	Gold francs
To the International Labour Office.	7,450,181.06
To the Permanent Court of International Justice.	2,032,440.59
To the "Building Annuity"	1,375,000.—
	<hr/>
	10,857,621.65
Sums paid out of the contributions in arrears received in 1928:	
To the International Labour Office.	524,098.36
To the Permanent Court of International Justice	149,452.14
To the Working Capital Fund.	399.23
	<hr/>
	673,949.73
Payment to the Working Capital Fund of the interest thereon (see previous note).	209,269.65
Refund to the Working Capital Fund:	
(a) Voluntary contribution paid by Germany (see previous note)	67,996.52
(b) Cash balances in the Suspense Account and Trust Funds.	66,415.05
Refund to the Government of Costa Rica (see chapter on 1928 contributions)	1,592.21
	<hr/>
	24,114,404.22

* This sum is made up as follows:

Gross expenditure	12,788,790.80
Less:	
(a) Appropriations in aid directly deducted from the expenditure of the Secretariat (Chapter II of the Budget)	541,351.17
(b) Profit on exchange	9,880.22
	<hr/>
	551,231.39
	<hr/>
	12,237,559.41

The difference (661,119.41 gold francs) between this sum of 12,237,559.41 gold francs and that of 11,576,440 gold francs (net expenditure) shown in the statement on page 61 represents the amount of the appropriations in aid to the International Health Organisation, the Section on Social Questions and the Fund for Legal Aid to the Poor, to the extent in which such appropriations in aid have been utilised.

This sum of 2,337,354.33 gold francs is 1,148,257.90 gold francs higher than the surplus of the previous year.

The Accounts of the International Labour Office, which at the end of 1927 showed a deficit of 328,492.03 Swiss francs under this heading, show for last year a surplus of income over expenditure of 199,982.97 Swiss francs, made up as follows:

	Swiss francs
Actual income	8,348,157.12
Expenditure	8,148,174.15
	<hr/>
Surplus of income over expenditure	199,982.97

The sum of 199,982.97 Swiss francs has been converted by the Secretariat into 199,914.50 gold francs, in order that this may be included in the general cash surplus referred to in the above-mentioned article of the Financial Regulations.

For the Court, the figures are as follows:

	Dutch florins
Actual income	1,051,916.87
Expenditure	965,249.99
	<hr/>
Surplus of income over expenditure	86,666.88

The sum of 86,666.88 Dutch florins has been converted by the Secretariat into 180,551.93 gold francs.

When the above figures are taken together, it will be seen that the cash surplus of the League on December 31st, 1928, amounted to 2,717,820.76 gold francs.

Unless the Assembly decides otherwise, this sum should, under existing regulations, be carried over to the 1930 Budget and deducted from the Government contributions for that financial year.

	1926 Gold francs	1927 Gold francs	1928 Gold francs
Secretariat	1,421,618.11	1,189,096.43	2,337,354.33
International Labour Office	—	—	199,914.50
Permanent Court of International Justice	168,853.36	230,197.25	180,551.93
	<hr/>	<hr/>	<hr/>
Total	1,590,471.47	1,419,293.68	2,717,820.76

V. CONCLUSION.

The contributions required from the States towards the expenses of the League of Nations are still on the increase (although last year the increase was rather smaller), notwithstanding the representations made from various quarters that the League's Budget should be stabilised.

The scale of contributions, however, is in direct connection with the estimated expenditure and the stabilisation or decreasing of that amount must depend on the programme of the League's activities and undertakings.

The zeal displayed by the Secretary-General and the high officials who are assisting him in his difficult and trying task had, in 1928, two important financial results, which are revealed in the Accounts and have been brought out in the present report, namely: greater regularity in the payment of current contributions and a tendency to improvement in the payment of contributions in arrears; secondly, the recovery of credits for advances which had been dragging on from one year to another, involving large sums which might have been more profitably invested.

I venture now to put forward a recommendation concerning an old question which has assumed greater importance since the sound decision to prepare and insert in the Annual Accounts a general statement of the League's assets and liabilities at the close of each financial year.

The following is the question in point:

The separate balance-sheets of the Secretariat and of the two autonomous Organisations, which are then combined, in the General Statement of Assets and Liabilities of the League, are published in the same official document (the Audited Accounts). Apart from the fact that the amounts of the three separate balance-sheets, which are closely inter-related, should be better co-ordinated with one another and with the General Statement, it may be noted that the Secretariat Accounts are expressed in gold francs, those of the International Labour Office in Swiss francs, and those of the Permanent Court of International Justice in Dutch florins, but no indication is given of the equivalent amounts in gold francs, nor is it possible to establish those equivalent

amounts without knowing the rate of conversion adopted in the General Statement, in respect of the different sums in Swiss francs and florins.

It is thus particularly difficult to reconstruct from the various balance-sheets the amount shown under very important items of the general balance-sheet—for example, the items relating to the League's capital and the excess of income over expenditure for each financial year, this last point being of special importance as regards the disposal of the surplus under the terms of the Financial Regulations, which provide for a reduction of contributions for the second year following the year in which such surplus occurs.

I feel that I need only bring up the question again for a suitable solution to be found by the officials of the Secretariat responsible for setting up the accounts in order that States whose annual budgets contribute towards the costs of the League may have a clear understanding of the Accounts.

In conclusion, I am pleased to state that the Accounts I have examined are correct.

(Signed) A. CERESA.

Geneva, April 15th, 1929.

Sixième Partie. — Part VI.

COMPTES DE LA CAISSE DE PRÉVOYANCE DU PERSONNEL POUR 1928.
ACCOUNTS OF THE STAFF PROVIDENT FUND FOR 1928.

BILAN AU 31 DÉCEMBRE 1928. — BALANCE-SHEET AS AT DECEMBER 31ST, 1928.

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	1,096,173.40		
Contributions versées par la Société — Contributions by League	1,059,190.02		
		2,155,363.42	
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions versées par les membres — Contributions by members	957,741.92		
Contributions versées par la Société — Contributions by League	977,680.16		
		1,935,422.08	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions versées par les membres — Contributions by members	42,491.06		
Contributions versées par la Société — Contributions by League	40,783.72		
		83,274.78	
<i>Caisse de décès et d'invalidité — Death and In- validity Fund</i>			
		208,813.70	
			4,382,873.98
FONDS DE RÉSERVE CRÉÉ POUR PARER ÉVEN- TUELLEMENT À UNE DÉPRÉCIATION DES VALEURS — INVESTMENTS RESERVE FUND.			
Solde au 31 déc. 1927 — Balance as at Dec. 31st, 1927		17,517.60	
Plus primes afférentes au remboursement de valeurs — Add premiums on redemption of securities:			
Emprunt belge 1926 — Belgian Loan 1926.		50.—	
Emprunt allemand 1949 — German Loan 1949		905.80	
Plus somme virée du compte d'intérêts — Add amount transferred from Revenue Account		24,000.—	
			42,473.40
COMPTE D'INTÉRÊTS — REVENUE ACCOUNT.			
Solde au 31 déc. 1927 — Balance as at Dec. 31st, 1927		730.65	
Plus intérêts nets pour l'année se terminant le 31 décembre 1928 — Add net revenue in respect of year ended December 31st, 1928		210,019.83	
		210,750.48	
Moins somme portée au fonds de réserve — Less amount transferred to Investments Reserve Fund	24,000.—		
Moins somme portée au compte capital et représentant la répartition d'intérêts à rai- son de 5% par an — Less amount trans- ferred to Capital Account, being distribution of interest at 5% per annum	185,922.30		
		209,922.30	
			828.18
			4,426,175.56

BILAN AU 31 DÉCEMBRE 1928. — BALANCE-SHEET AS AT DECEMBER 31ST, 1928.

Actif. — Assets.		Valeur nominale ¹ Nominal Value	Francs suisses ¹ Swiss Francs
COMPTE PLACEMENTS — INVESTMENTS ACCOUNT.			
5% Ch. Fer Fédéraux 1924 — 5% Swiss Fed. Rys. 1924 . . .		100,000	98,222.50
4% Ch. Fer Fédéraux 1923 — 4% Swiss Fed. Rys. 1923 . . .		100,000	87,727.50
3½% Ch. Fer Fédéraux 1899-1902 — 3½% Swiss Fed. Rys. 1899/1902		100,000	79,560.50
4½% Ch. Fer Fédéraux 1922 — 4½ Swiss. Fed. Rys. 1922 . .		100,000	94,205.—
3% Ch. Fer Fédéraux 1903 — 3% Swiss Fed. Rys. 1903 . .		92,500	66,651.50
3½% Ch. Fer Jura-Simplon 1894 — 3½% Jura-Simplon Ry. 1894		100,000	75,986.—
4% Ch. Fer Fédér. 1900 — 4% Swiss Fed. Rys. 1900		99,750	84,528.40
4½% Fédéral 1917 (VI) — 4½% Federal Loan 1917 (VI) . .		100,000	95,830.—
4½% Fédéral 1917 (VII) — 4½% Federal Loan 1917 (VII). .		100,000	97,900.—
5% Fédéral 1923 — 5% Federal Loan 1923.		100,000	99,498.—
5% Fédéral 1924 — 5% Federal Loan 1924.		100,000	98,913.—
5% Fédéral 1925 — 5% Federal Loan 1925.		150,000	147,000.—
4½% Fédéral 1915 — 4½% Federal Loan 1915		100,000	94,915.—
4½% Fédéral 1927 — 4½% Federal Loan 1927.		50,000	48,500.—
6% Emprunt autrichien 1943 — 6% Austrian Loan 1943. . .		99,000	94,440.—
7% Emprunt belge 1926 — 7% Belgian Loan 1926		99,000	99,000.—
7% Ch. Fer Etat Français 1952 — 7% French State Rys. 1952		50,000	50,000.—
6% Ch. F. Paris-Orléans 1922 — 6% Paris Orleans Ry. 1922.		150,000	150,000.—
7½% Emp. hongrois 1924 — 7½% Hungarian Loan 1924 . .		77,000	77,000.—
7% Emp. autrichien 1943 — 7% Austrian Loan, 1943 . . .		\$37,000	191,756.20
7½% Emp. hongrois 1944 — 7½% Hungarian Loan 1944 . .		\$20,000	101,709.11
7% Emp. allemand 1949 — 7% German Loan 1949		\$34,500	178,799.70
6½% Emp. japonais 1954 — 6½% Japanese Loan 1954 . . .		\$30,000	153,075.51
5½% Emp. danois 1955 — 5½% Danish Loan 1955.		\$20,000	103,051.72
6% Emp. argentin 1959 — 6% Argentine Loan 1959.		\$40,000	206,470.29
6% Emp. argentin 1927-1960 — 6% Argentine Loan 1927/1960		\$10,000	51,669.75
5% Emp. australien 1955 — 5% Australian Loan 1955. . . .		\$20,000	101,927.78
5½% Emp. norvégien 1965 — 5½% Norwegian Loan 1965.		\$20,000	103,175.16
7% Emp. italien 1951 — 7% Italian Loan 1951		\$19,000	95,720.27
6% Emp. belge 1955 — 6% Belgian Loan 1955		\$9,000	45,635.50
6% Ville de Marseille 1934 — 6% City of Marseilles, 1934 .		\$40,000	205,165.03
6½% Etat libre de Prusse 1951 — 6½% Free State of Prussia, 1951		\$20,000	101,146.80
7% Emp. bulgare 1967 — 7% Bulgarian Loan, 1967		£100	2,313.55
5% Emp. britannique de guerre — 5% British War Loan. . .		£8,000	201,800.—
4½% Emp. Inde britannique 1968 — 4½% British India Loan 1968		£3,000	69,720.85
5% Emp. français 1928 — 5% French Loan 1928 <i>Fr. français—Fr. fr.</i>		400,000	75,330.10
5% Emp. norvégien 1963 — 5% Norwegian Loan 1963. . . .		\$10,000	50,669.53
6½% Ville de Milan 1952 — 6½% City of Milan 1952		\$7,500	37,009.55
6½% Ville de Rome 1952 — 6½% City of Rome 1952.		\$13,500	66,777.64
6% Ch. Fer P.-L.-M. 1958 — 6% P.L.M. Ry. Co. 1958		\$32,000	165,598.85
6½% Emp. brésilien 1957 — 6½% Brazilian Loan 1957 . . .		\$17,500	87,717.50
5½% Emp. munic. danois 1955 — 5½% Danish Munic. Loan 1955		\$19,000	97,020.65
7½% Emp. bulgare 1928 — 7½% Bulgarian Loan 1928 . . .		\$5,000	25,189.67
			<u>4,258,308.11</u>
<i>Plus intérêts échus au 31 décembre 1928 — Plus accrued interest to December 31st, 1928</i>			60,810.—
			<u>4,319,118.11</u>
EN BANQUE — CASH AT BANK			<u>107,057.45</u>
			<u>4,426,175.56</u>

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

NOTES.

1. La valeur en bourse des titres détenus par la Caisse au 31 décembre 1928 représentait, non compris les intérêts — The market value of the investments held by the Fund as at December 31st, 1928, was, exclusive of interest 4,338,078.—

2. Les avances ci-dessous ont été accordées à divers membres pour le règlement de primes afférentes à des polices déposées à la Caisse — The following advances have been to members to satisfy premiums on policies deposited with the Fund:

Secrétariat — Secretariat	73,127.60
Bureau international du Travail — International Labour Office	124,297.20
Cour permanente de Justice internationale — Permanent Court of International Justice	3,119.85
	<u>200,544.65</u>

¹ A moins d'indication contraire. — Unless contrary indication given.

COMPTE D'INTÉRÊTS — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1928.
for the twelve months ended December 31st, 1928.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss Francs
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.	5,773.29
Amortissement opéré sur certains titres pour en ramener la valeur au pair — Amount written off certain securities equivalent to reduction to par value	4,205.44
Solde, soit revenu net de l'année, porté au bilan — Balance being net revenue for year transferred to balance-sheet.	210,019.83
	<u>219,998.56</u>

COMPTE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1928.
for the twelve months ended December 31st, 1928.

RECETTES. — RECEIPTS.

	Francs suisses Swiss Francs	Francs suisses Swiss Francs	Francs suisses Swiss Francs
DISPONIBILITÉS EN BANQUE — TO CASH AT BANK 1 ^{er} janvier 1928 — January 1st, 1928			8,595.10
CONTRIBUTIONS — CONTRIBUTIONS.			
<i>Secrétariat — Secretariat.</i>			
Contributions des membres — Contributions by members	296,573.80		
Contributions de la Société — Contributions by League	266,918.92		
	<u>563,492.72</u>		
<i>Bureau international du Travail — International Labour Office.</i>			
Contributions des membres — Contributions by members	241,161.62		
Contributions de la Société — Contributions by League	216,999.77		
	<u>458,161.39</u>		
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Contributions des membres — Contributions by members	13,081.21		
Contributions de la Société — Contributions by League	11,773.11		
	<u>24,854.32</u>		
<i>Caisse de décès et d'invalidité — Death and Invalidity Fund</i>		70,568.09	
		<u>1,117,076.52</u>	
REVENU PRODUIT PAR LES PLACEMENTS, Y COMPRIS LES INTÉRÊTS DE BANQUE — INCOME FROM INVESTMENTS, INCLUDING BANK INTEREST			208,820.56
VALEUR DES PLACEMENTS REMBOURSÉS (y compris la prime) — VALUE OF INVESTMENTS REDEEMED (including premium)			
Emp. autrichien — Austrian loan — 1943		1,000.—	
Ch. Fer féd. — Fed. Rys. — 1903		7,500.—	
Emp. belge — Belgian Loan — 1926		1,050.—	
Emp. hongrois — Hungarian Loan — 1944		3,000.—	
Emp. allemand — German Loan — 1949 (\$3,500)		19,022.70	
Emp. autrichien — Austrian Loan — 1943 (\$1,000)		5,172.50	
Emp. italien — Italian Loan — 1951 (\$1,000).		5,172.50	
		<u>41,917.70</u>	
			<u>1,376,409.88</u>

COMPTE D'INTÉRÊTS — REVENUE ACCOUNT

pour les douze mois se terminant le 31 décembre 1928.
for the twelve months ended December 31st, 1928.

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.	219,998.56
	<hr/> 219,998.56

COMPTE CAISSE — CASH ACCOUNT

pour les douze mois se terminant le 31 décembre 1928.
for the twelve months ended December 31st, 1928.

DÉPENSES — EXPENDITURE.

	Francs suisses Swiss Francs	Francs suisses Swiss Francs	Francs suisses Swiss Francs
MONTANTS VERSÉS A DES MEMBRES DÉMISSIONNAIRES, ETC. — REFUNDS CONSEQUENT ON RESIGNATION, ETC.			
<i>Secrétariat. — Secretariat.</i>			
Compte des membres — Members' account	50,346.35		
Compte de la Société — League account	48,394.23		
	<hr/>	98,740.58	
<i>Bureau international du Travail — International Labour Office.</i>			
Compte des membres — Members' account	19,392.05		
Compte de la Société — League account	20,275.78		
	<hr/>	39,667.83	
<i>Cour permanente de Justice internationale — Permanent Court of International Justice.</i>			
Compte des membres — Members' account	9,798.89		
Compte de la Société — League account	9,362.99		
	<hr/>	19,161.88	
			157,570.29
AVANCES AFFÉRENTES AUX PRIMES D'ASSURANCE — ADVANCES IN RESPECT OF INSURANCE PREMIUMS.			
Secrétariat — Secretariat.		25,525.10	
Bureau international du Travail — International Labour Office		37,736.40	
Cour permanente de Justice internationale — Permanent Court of International Justice.		1,152.52	
		<hr/>	64,414.02
ALLOCATIONS PRÉLEVÉES SUR LA CAISSE DE DÉCÈS ET D'INVALIDITÉ — GRANTS FROM DEATH AND INVALIDITY FUND			
			16,730.80
DÉPENSES DIVERSES AFFÉRENTES AUX ACHATS DE VALEURS, ETC. — SUNDRY EXPENSES RELATIVE TO PURCHASE OF SECURITIES, ETC.			
			5,773.29
COMPTE PLACEMENTS — INVESTMENTS ACCOUNT			
			1,024,864.03
DISPONIBILITÉS EN BANQUE — CASH AT BANK.			
			107,057.45
			<hr/> 1,376,409.88

ACCOUNTS OF THE STAFF PROVIDENT FUND FOR 1928.
REPORT BY M. A. CERESA (AUDITOR)

Geneva, April 15th, 1929.

At the request of the Council of the League of Nations (Resolution of March 7th, 1929), I have audited the accounts of the Staff Provident Fund for 1928. I have the honour to submit herewith the result of my audit.

BALANCE-SHEET AS AT DECEMBER 31ST, 1928.

Capital Account.

The following table shows the capital of the Fund at December 31st, 1928, together with the corresponding figure on the same date in the previous year and the differences between the two:

	December 31st, 1928 Swiss francs	December 31st, 1927 Swiss francs	Difference at December 31st, 1928 Swiss francs
Secretariat	2,155,363.42	1,624,911.33	+ 530,452.09
International Labour Office	1,935,422.08	1,472,322.62	+ 463,099.46
Permanent Court	83,274.78	74,629.41	+ 8,645.37
Total	4,174,060.28	3,171,863.36	+1,002,196.92
Death and Invalidity Fund	208,813.70	146,726.91	+ 62,086.79
Grand Total	4,382,873.98	3,318,590.27	+1,064,283.71

The increase in the capital of the Provident Fund is made up as follows:

	Swiss francs
Contributions by members	550,816.60
Contribution by League	495,691.83
Total	1,046,508.43
Interest 1928	177,672.80
Grand Total	1,224,181.23

	Swiss francs
<i>Less:</i> Payments to members resigning	157,570.29
Advances in respect of insurance premiums	64,414.02
	<hr/>
	221,984.31
Balance	1,002,196.92

The increase in the capital of the Death and Invalidity Fund is made up as follows:

	Swiss francs
Contributions by the League (one-tenth of the total League contribution)	55,076.33
Reversion to the Fund of sums forfeited by persons who have left the service of the League before the end of the seven-years period.	15,491.76
Interest 1928	8,249.50
Total	78,817.59
Allowances taken from the Fund in conformity with the resolutions of the Board of Management	— 16,730.80
Balance	62,086.79

Investments in securities, which amounted to 3,278,611.42 francs at the end of the previous year, had risen to 4,258,308.11 francs at December 31st, 1928, an increase of 979,696.69 francs details of which are given below:

New investments during the year	Swiss francs	
		1,024,864.03
<i>Less:</i> Reduction of the value of certain securities to bring them to par	Swiss francs	
Accounting value of redeemed securities		4,205.44
		<u>40,961.90</u>
		45,167.34
		<u>979,696.69</u>

The following is a list of the new investments:

Nominal value.	Amount paid Swiss francs
Sw. frs. 100,000 Chemin de Fer de Paris-Orléans, 1922 issue (6%)	101,577.00
\$ 20,000 Argentine Loan 1959 (6%)	103,841.55
£ 5,600 British War Loan (5%)	144,431.14
\$ 10,000 Norwegian Loan 1963 (5%)	50,669.53
\$ 7,500 City of Milan 1952 (6½%)	37,009.55
\$ 13,500 City of Rome 1952 (6½%)	66,777.64
£ 3,000 British India Loan 1968 (4½%)	60,720.85
\$ 32,000 P.L.M. Railway Company 1958 (6%)	165,578.85
\$ 17,500 Brazil Loan 1957 (6½%)	87,717.50
\$ 19,000 Danish Municipal Loan 1955 (5½%)	97,020.65
Fr. frs. 400,000 French Government Loan, 1928 issue (5%)	75,330.10
\$ 5,000 Bulgarian Loan 1928 (7½%)	25,189.67
	<u>1,024,864.03</u>

Certain shares were redeemed, as follows:

Nominal value.	Amount repaid. Swiss francs
Sw. frs. 1,000 Austrian Loan 1943 (6%)	1,000.00
Sw. frs. 7,500 Chemin de Fer Fédéraux 1903 (3%)	7,500.00
Sw. frs. 1,000 Belgian Loan, 1926 issue (7%)	1,050.00
Sw. frs. 3,000 Hungarian Loan 1914 (7½%)	3,000.00
\$ 3,500 German Loan 1949 (7%)	19,022.70
\$ 1,000 Austrian Loan 1943 (7%)	5,172.50
\$ 1,000 Italian Loan 1951 (7%)	5,172.50
	<u>41,917.70</u>
Less the premium in connection with redemption, to bring this figure to the balance sheet figure.	1 955.80
	<u>40,961.90</u>

The figure for investments at December 31st, 1928 (4,258,308.11 francs, as already stated), represents the purchase price ² of the securities. Their market value on the same date was 4,338,078 francs, or 79,769.89 more than the purchase price. ²

The Investments Reserve Fund, created to meet a possible depreciation of securities, which, on December 31st, 1927, amounted to 17,517.60 francs, had increased to 42,473.40 francs on December 31st, 1928.

The increase represents 24,000 francs placed to reserve from the excess of receipts over expenditure for the year and 955.80 francs by way of premium on the redemption of securities.

The cash balance (at bank) on December 31st, 1928, was 107,057.45 francs, as against 8,595.10 francs on the same date in 1927.

Receipts and Expenditure Account.

The net yield from investments was 219,998.56 francs in 1928, as against 161,592.05 francs in 1927.

¹ The premiums were as follows: 50 francs in respect of the Belgian Loan 1926; 905.80 francs in respect of the German Loan 1949.

² As reduced, in certain cases, as shown above.

It was made up as follows:

	Swiss francs
Interest on investments ¹	
Received during the financial year 1928	158,746.26
Balance outstanding at December 31st, 1928	60,810.00
	219,556.26
Bank interest	442.30
	219,998.56
Total	219,998.56

From this sum of 219,998.56 francs must be deducted, however: 5,773.29 francs for expenses in connection with the purchase of investments, bank charges for their safe deposit, etc., and 4,205.44 francs deducted as already stated, from the value of certain securities to bring them to par.

The remaining 210,019.83 francs was added to the Revenue Account, which, at December 31st, 1927, showed a balance of 730.65 francs, carried forward to 1928. From these 210,750.48 francs were deducted:

- (a) 185,922.30 francs added to the Capital Account for interest at 5 per cent credited to members' individual accounts;
- (b) 24,000 francs added, as already stated, to the reserve intended to meet a possible depreciation of investments.

The balance of 828.18 francs was carried forward to 1929.

I have no observations to make on my audit of the Provident Fund Accounts.

(Signed) A. CERESA,

Auditor.

¹ The figure 208,820.56 francs shown in the Cash Account appended to the balance-sheet of the Provident Fund is made up as follows:

	Swiss francs
Interest on investments in respect of 1928	158,746.26
Bank interest for the same year	442.30
Interest on investments in respect of the previous year	49,632.00
	208,820.56

Geneva, September 5th, 1929.

LEAGUE OF NATIONS

FINANCIAL POSITION ON AUGUST 31ST, 1929.

2

MEMORANDUM BY THE SECRETARY-GENERAL.

The Secretary-General is directed by Article 21, paragraph 4, of the Financial Regulations to present to each Assembly a statement on the general financial position of the League, similar in form and substance to that which he prepares monthly for the information of the Council. He is also requested to include in his statement a résumé of the steps which he has taken to notify Member States as to the amounts due and overdue by way of contributions towards the expenses of the League.

I. CONTRIBUTIONS TO THE BUDGET OF 1929.

The Budget for 1929 was communicated by the Secretary-General on November 8th, 1928, to all the Members of the League, together with a statement showing the amount of the contribution which fell to be borne by each State.

Out of the total amount apportioned between the Members of the League for 1929, namely, 25,962,172.94 gold francs, there has been received, during the first eight months of the current year, the total sum of 16,406,487.36 gold francs or 63.193814 per cent of the authorised Budget (for details see Annex A).

The following payments have been made in respect of the current financial period:

	Gold francs
In January	1,388,561.73 ¹
February	1,993,872.44
March	741,422.29
April	2,876,479.79
May	805,509.86
June	3,790,187.03
July	1,988,589.83
August	2,821,864.39
	<hr/>
	16,406,487.36 ¹

In the case of Members that have not made payments or advised the Secretary-General of the date when payment would be made, the request of the Secretary-General has been repeated, as directed by Article 21 (2) of the Financial Regulations.

2. OVERDUE CONTRIBUTIONS.

At the close of 1928 there was due to the League, by way of unpaid contributions appertaining to the second, third, fourth, fifth, sixth, seventh, eighth, ninth and tenth financial periods, as well as to the adjusted arrears account, a total sum of 10,870,793.50 gold francs.

During the first eight months of the current year payments have been received in respect of arrears to the amount of 520,201.96 gold francs, leaving now outstanding the sum of 10,350,591.54 gold francs (see Annex B).

¹ This includes the sum of 700,000 francs which, in accordance with a decision taken by the last Assembly, was drawn from the Building Fund, in order to be refunded to those Members of the League which are entitled to such refund. As this refund is effected by reducing, *pro tanto*, most of the contributions receivable for 1929, the sum of 700,000 francs was considered as having actually been paid by the Members of the League on January 1st, 1929.

	Balances due on December 31st, 1928	Balances due on August 31st, 1929	Percentage of Budget collected up to date
	Gold Francs		
Second financial period (July 1st to December 31st, 1920)	29,947.47	26,952.72	99½ %
Third financial period (1921)	208,333.00	187,499.70	99 %
Fourth financial period (1922)	384,386.00	364,159.30	98 %
Adjusted arrears account	213,527.93	150,363.96	—
Fifth financial period (1923)	2,194,131.42	2,166,934.91	93 %
Sixth financial period (1924)	1,900,286.33	1,877,112.11	91 %
Seventh financial period (1925)	1,623,631.29	1,599,397.99	93 %
Eighth financial period (1926)	1,389,180.72	1,367,155.56	94 %
Ninth financial period (1927)	1,309,357.70	1,287,622.62	95 %
Tenth financial period (1928)	1,618,011.64	1,323,392.67	94 %
	<hr/>	<hr/>	
	10,870,793.50	10,350,591.54	

The total cash receipts of the League from contributions have been, for the period January 1st to August 31st, 1929, as follows:

(a) From arrears of contributions	520,201.96	Gold francs
(b) From payments on 1929 budget	16,406,487.36	
Total	<hr/>	16,926,689.32

The following amounts are still receivable:

(a) From arrears of contributions	10,350,591.54	Gold Francs
(b) From balances due in respect of 1929	9,555,685.58	
Total	<hr/>	19,906,277.12

3. WORKING CAPITAL FUND.

On December 31st, 1928, the total paid-up Working Capital of the League amounted to 5,035,250.86
 Receipts of Working Capital during the period from January 1st, 1929, to August 31st, 1929, increased this sum to 5,150,763.05

The Working Capital Fund is regarded as belonging to the States which contribute towards it, and is reckoned in terms of gold francs. From it advances may be made, from time to time, to the financially autonomous organisations in accordance with the provisions of the Financial Regulations. The Secretary-General is the custodian of the Working Capital Fund, and sums advanced to autonomous organisations, when no longer required by them, return to his keeping.

On August 31st, 1929, the Working Capital Fund was employed thus:

(1) With the International Labour Organisation	376,126.18
(2) With the Permanent Court of International Justice	155,836.43
(3) With the Secretary-General	4,618,800.44
Total	<hr/>
	5,150,763.05

The Working Capital with the Secretary-General was, on August 31st, 1929, thus employed:

(1) Advances to the Iraq Commission (balance not reimbursed)	19,961.40
(2) Advances to the Danzig High Commissariat	55,599.13
(3) Advance to the Representative of the Financial Committee in Austria	11,171.30
(4) Expenditure in connection with the new Library	11,313.55
(5) On special deposit in bank	4,520,755.06
Total	<hr/>
	4,618,800.44

Voluntary Contributions to the Working Capital Fund.

The following sums have been paid in as voluntary contributions towards the Working Capital Fund in response to the Fourth Assembly's recommendation on this subject:

Abyssinia	15,613.98	Gold Francs
Finland	783.19	
Germany	67,996.52	
Latvia	21,830.98	
Total	<hr/>	
	106,224.67	

4. BUILDING FUND OF THE LEAGUE.

The Building Fund amounted on August 31st, 1929, to the total sum of 18,556,838.46 francs. This sum was made up as follows:

	Gold Francs
1. Net surplus of the financial year 1923	1,139,580.45
2. Total surplus of the financial year 1924	9,395,721.35
3. Payments by the Argentine for the fourth and fifth financial years	1,927,184.35
4. Payment by the Argentine for the sixth financial year	872,507.79
5. Surplus of the financial year 1925:	
(a) Secretariat	2,365,985.98
(b) International Labour Office (including the amount entered in the suspense account)	949,527.25
(c) Permanent Court of International Justice	52,334.05
6. Interest and other receipts	1,853,997.24
	<hr/>
	18,556,838.46

It should be noted that the sum of 18,556,838.46 francs does not include the amount of 4 million francs which corresponds to the guaranteed sale price of the building now occupied by the Secretariat.

On the other hand, the following expenses have actually been paid for:

	Gold Francs	Gold Francs
1. Payments for the new International Labour Office building	3,310,000.—	
2. Payments for the Assembly Hall and the new Secretariat building	3,893,237.90	
3. Refund to States Members	75,000.—	
	<hr/>	
		7,278,237.90

The payments under No. 2 may be further subdivided as follows:

1. Cost of land	2,669,500.—
2. Cost of building subsequently joined by means of temporary bridge to the present Palais des Nations	270,000.—
3. Internal and external alterations to the above-mentioned building	122,401.60
4. Legal expenses	28,812.40
5. Construction of new building	266,273.05
6. Travelling expenses and subsistence allowance of the Jury of Architects appointed to examine the plans for the new buildings	116,721.50
7. Travelling expenses and subsistence allowance of the Building Committee	28,705.55
8. Expenses of competition (including printing)	285,722.90
9. Salaries of special staff	68,634.—
10. Sundry and unforeseen expenses, including addition to Council Room	36,466.90
	<hr/>
	3,893,237.00

Including accrued interest, the Special Fund set up by the Assembly, at its eighth ordinary session, for the furnishing of the new buildings, amounted, on August 31st, 1929, to 546,076.22 francs.

ANNEX A.

CONTRIBUTIONS AU BUDGET DE 1929. SOMMES VERSÉES ET SOLDES DUS AU 31 AOÛT 1929¹.
CONTRIBUTIONS TO THE BUDGET OF 1929. SUMS PAID AND BALANCES DUE AS ON AUGUST 31ST, 1929.¹

Etats	Montant de la contribution Amount of contribution	Sommes versées Paid	Soldes dus Balances due	States
Somme prélevée sur le « Fonds pour les constructions » venant en déduction des contributions pour 1929 (voir note page 1).	Francs-or Gold Francs	Francs-or Gold Francs	Francs-or Gold Francs	Sum taken from the Building Fund in deduction of Contributions for 1929 (see note, page 1).
Afrique du Sud . . .	700.000,—	700.000,—	—	South Africa
Albanie	375.289,11	375.289,11	—	Albania
Allemagne	25.409,24	10.491,41	14.917,83	Germany
Argentine	2.078.011,34	1.039.005,68	1.039.005,66	Argentina
Australie	736.558,14	—	736.558,14	Australia
Autriche	682.644,26	455.096,12	227.548,14	Austria
Belgique	209.633,02	149.570,—	60.063,02	Belgium
Bolivie	457.223,90	342.051,60	115.172,30	Bolivia
Empire Britannique ²	105.215,77	—	105.215,77	British Empire ²
Bulgarie	2.702.598,57	1.351.299,29	1.351.299,28	Bulgaria
Canada	126.035,73	—	126.035,73	Canada
Chili	888.720,17	—	888.720,17	Chile
Chine	357.999,87	357.999,87	—	China
Colombie	1.209.981,33	558.663,30	651.318,03	Colombia
Cuba	151.439,44	145.254,44	6.185,—	Cuba
Danemark	230.586,52	—	230.586,52	Denmark
Répub. Dominicaine	303.848,13	303.848,13	—	Dominican Republic
Espagne	26.185,99	24.575,22	1.610,77	Spain
Estonie	1.020.825,06	1.020.825,06	—	Estonia
Ethiopie	76.793,73	57.597,39	19.196,34	Abyssinia
Finlande	52.139,43	52.139,43	—	Finland
France	254.008,26	129.625,90	124.382,36	France
Grèce	2.025.284,98	1.449.535,44	575.749,54	Greece
Guatemala	176.643,66	88.321,83	88.321,83	Guatemala
Haïti	25.719,73	—	25.719,73	Haiti
Honduras	23.660,65	23.660,65	—	Honduras
Hongrie	26.303,94	—	26.303,94	Hungary
Inde	208.729,92	153.909,84	54.820,08	India
Irlande (Etat libéré ³)	1.427.175,03	715.198,80	711.976,23	Irish Free State
Italie	260.697,19	130.348,60	130.348,59	Italy
Japon	1.533.736,87	1.150.302,75	383.434,12	Japan
Lettonie ²	1.530.738,90	1.530.738,90	—	Latvia ²
Libéria ³	76.343,42	38.171,71	38.171,71	Liberia ³
Lithuanie	26.303,94	784,75	25.519,19	Lithuania
Luxembourg	102.613,71	5.204,12	97.409,59	Luxemburg
Nicaragua	24.664,67	—	24.664,67	Nicaragua
Norvège	26.303,94	—	26.303,94	Norway
Nouvelle-Zélande	225.537,65	225.537,65	—	New Zealand
Panama	256.406,50	256.406,50	—	Panama
Paraguay ³	25.127,42	12.563,92	12.563,50	Paraguay ³
Pays-Bas	25.665,95	—	25.665,95	Netherlands
Pérou	586.323,82	586.323,82	—	Peru
Perse	236.735,48	16.112,18	220.623,30	Persia
Pologne	127.191,45	—	127.191,45	Poland
Portugal	815.469,50	404.242,80	411.226,70	Portugal
Roumanie ²	147.461,94	147.461,94	—	Roumania ²
Salvador	555.400,66	277.700,32	277.700,34	Salvador
S. H. S. (Royaume)	26.303,94	—	26.303,94	S. H. S. Kingdom
Siam	507.622,18	507.622,18	—	Siam
Suède	230.102,56	230.102,56	—	Sweden
Suisse	455.772,03	455.772,03	—	Switzerland
Tchécoslovaquie	430.919,96	430.919,96	—	Czechoslovakia
Uruguay ⁴	737.811,19	368.905,57	368.905,62	Uruguay ⁴
Venezuela	178.946,56	—	178.946,56	Venezuela
	127.306,59	127.306,59	—	
A déduire remboursement au Brésil	25.962.172,94	16.406.487,36	9.555.685,58	Less Brazil refund
A déduire remboursement à la République de Costa-Rica	25.690,35	—	—	Less Costa Rica refund
	796,11	—	—	
	25.935.686,48	—	—	

¹ Compte tenu de la déduction pour part du « fonds pour les constructions » et du remboursement de l'excédent de 1927. — Taking into account the Building Fund annuity deduction and reimbursement of 1927 surplus.

² A versé le solde de sa contribution au début du mois de septembre. — Has paid the balance of its contribution at the beginning of September.

³ A versé un acompte à valoir sur sa contribution depuis le 1^{er} septembre. — Has paid a sum on account of its contribution since September 1st.

⁴ A versé sa contribution intégrale depuis le 1^{er} septembre. — Has paid its entire contribution since September 1st.

ANNEX B.

UNPAID CONTRIBUTIONS.

The contributions yet unpaid in respect of the first nine financial periods and of the adjusted arrears account are as follows:

	Gold Francs	Gold Francs
<i>First financial period (1919/20):</i>		
All contributions have been paid or adjusted.		
<i>Second financial period: July 1st to December 31st, 1920:</i>		
Peru (unpaid balance)		26,952.72
99.5 % of the revised total of contributions for 1920 has been paid.		
<i>Third financial period (1921):</i>		
Peru		187,499.70
99 % of the revised total of contributions for 1921 has been paid.		
<i>Fourth financial period (1922):</i>		
China (unpaid balance)	182,119.—	
Peru (entire contribution)	182,040.30	
		364,159.30
98 % of the revised total of contributions for 1922 has been paid.		

Adjusted arrears account of States (Decisions of the Fourth and Fifth Assemblies):

	Reduced amount	Paid on account	Balance due payable in instalments	
	Gold Francs	Gold Francs	Gold Francs	Gold Francs
Honduras	55,326.58	—	55,326.58	
Nicaragua	55,326.58	—	55,326.58	
Paraguay	25,618.—	10,247.20	15,370.80	
Salvador	60,850.—	36,510.—	24,340.—	
	197,121.16	46,757.20	150,363.96	

Fifth financial period (1923):

Bolivia (unpaid balance)		100,000.—	
China (entire contribution)		1,767,773.28	
Honduras " "		27,196.51	
Nicaragua " "		27,196.51	
Peru " "		244,768.61	
		2,166,934.91	
93 % of the revised total of contributions for 1923 has been paid.			

Sixth financial period (1924) ¹:

Bolivia (entire contribution)		115,871.12	
China " "		1,506,324.51	
Honduras " "		23,174.23	
Nicaragua " "		23,174.23	
Peru " "		208,568.02	
		1,877,112.11	
91 % of the revised total of contributions for 1924 has been paid.			

Seventh financial period (1925):

Bolivia (entire contribution)		121,166.51	
China " "		1,211,665.15	
Honduras " "		24,233.30	
Nicaragua " "		24,233.30	
Peru " "		218,099.73	
		1,599,397.99	
93 % of the 1925 budget has been paid.			

¹ The figures shown hereunder represented the *revised* contributions, i.e., the contributions less the amount included for the reimbursement of the Temporary Contribution to the Working Capital Fund which was repaid in 1925 to the States which had paid their quota for 1924. (See Reports of the Auditor and of the Supervisory Commission, documents A.3.1926.X, page 69, and A.5.1926.X, paragraph 10.)

	Balance due payable in instalments Gold Francs	Gold Francs
<i>Eighth Financial Period (1926):</i>		
Bolivia (entire contribution)	97,889.58	
China (unpaid balance)	1,022,094.81	
Honduras (entire contribution)	24,472.39	
Nicaragua " "	24,472.39	
Peru " "	198,226.39	
	1,367,155.56	1,367,155.56

94 % of the 1926 budget has been paid.

<i>Ninth Financial Period (1927):</i>		
Bolivia (entire contribution)	96,600.36	
China (unpaid balance)	929,513.11	
Honduras (entire contribution)	24,150.09	
Nicaragua " "	24,150.09	
Paraguay (unpaid balance)	17,593.24	
Peru (entire contribution)	195,615.73	
	1,287,622.62	1,287,622.62

95 % of the 1927 budget has been paid.

<i>Tenth Financial Period (1928):</i>		
Bolivia (entire contribution)	99,244.46	
China " "	1,141,311.24	
Honduras (unpaid balance)	12,405.62	
Luxemburg (entire contribution)	21,532.58	
Nicaragua " "	24,811.11	
Paraguay ¹ " "	23,535.12	
Persia (unpaid balance)	552.54	
	1,323,392.67	1,323,392.67

94 % of the 1928 budget has been paid.

¹ The Government of Paraguay paid its contribution for 1928 on September 2nd, 1929.

RELEVÉ DES ARRIÉRÉS PERÇUS ET A PERCEVOIR (au 1^{er} janvier et au 31 août 1929).
STATEMENT SHOWING ARREARS COLLECTED AND DUE
(January 1st and August 31st, 1929).

Etats	Montant dû au 1 ^{er} janvier 1929	Acomptes versés sur les arriérés, au cours des huit premiers mois de 1929	Solde des arriérés encore impayés au 1 ^{er} septembre 1929	TOTAL DES SOLDES DUS AU 1 ^{er} SEPT. 1929	States
	Amount due on January 1st, 1929	Payments on account of arrears made during eight months of 1929	Balance of arrears yet unpaid as on September 1st, 1929	TOTAL OF BALANCE DUE SEPT. 1st, 1929	
Albanie	14.836,79 (1929)	14.836,79	—	—	Albania
	100.000,— (1923)	—	100.000,—	630.772,03	Bolivia
Bolivie	115.871,12 (1924)	—	115.871,12		
	121.166,51 (1925)	—	121.166,51		
	97.889,58 (1926)	—	97.889,58		
	96.600,36 (1927)	—	96.600,36		
	99.244,46 (1928)	—	99.244,46	7.760.801,10	China
	182.119,— (1922)	—	182.119,—		
Chine	1.767.773,28 (1923)	—	1.767.773,28		
	1.506.324,51 (1924)	—	1.506.324,51		
	1.211.665,15 (1925)	—	1.211.665,15		
	1.022.094,81 (1926)	—	1.022.094,81	190.958,72	Honduras
	929.513,11 (1927)	—	929.513,11		
	1.141.311,24 (1928)	—	1.141.311,24		
	55.326,58 (C.A. ¹)	—	55.326,58		
Honduras	27.196,51 (1923)	—	27.196,51		
	23.174,23 (1924)	—	23.174,23	203.364,21	Nicaragua
	24.233,30 (1925)	—	24.233,30		
	24.472,39 (1926)	—	24.472,39		
	24.150,09 (1927)	—	24.150,09		
	12.405,62 (1928)	—	12.405,62		
Libéria	63.163,97 (C.A. ¹)	63.163,97	—	—	Liberia
Luxembourg	21.532,58 (1928)	—	21.532,58	21.532,58	Luxemburg
	55.326,58 (C.A. ¹)	—	55.326,58	56.499,16 ²	Paraguay
Nicaragua	27.196,51 (1923)	—	27.196,51		
	23.174,23 (1924)	—	23.174,23		
	24.233,30 (1925)	—	24.233,30		
	24.472,39 (1926)	—	24.472,39		
	24.150,09 (1927)	—	24.150,09	2.994,75	Peru
	24.811,11 (1928)	—	24.811,11		
Paraguay	15.370,80 (C.A. ¹)	—	15.370,80		
	17.593,24 (1927)	—	17.593,24		
	23.535,12 (1928)	—	23.535,12		
	29.947,47 (1920)	2.994,75	26.952,72	1.461.771,20	Persia
	208.333,— (1921)	20.833,30	187.499,70		
Pérou	202.267,— (1922)	20.226,70	182.040,30		
	271.965,12 (1923)	27.196,51	244.768,61		
	231.742,24 (1924)	23.174,22	208.568,02		
	242.333,03 (1925)	24.233,30	218.099,73		
	220.251,55 (1926)	22.025,16	198.226,39		
	217.350,81 (1927)	21.735,08	195.615,73 ¹		
	223.300,03 (1928)	223.300,03	—		
Perse	55.643,99 (1928)	55.091,45	552,54		
Pologne	1.390,70 (1928)	1.390,70	—	—	Poland
Salvador	24.340,— (C.A. ¹)	—	24.340,—	24.340,—	Salvador
Total	10.870.793,50	520.201,96	10.350.591,54	10.350.591,54	Total

¹ Compte des contributions arriérées révisées; ces contributions seront versées par acomptes échelonnés sur un certain nombre d'années (Décisions de la quatrième et de la cinquième Assemblée). — Compounded arrears account payable in instalments spread over a number of years (Decisions of the fourth and fifth Assemblies).

² Voir note à la page précédente. — See note on preceding page.

Geneva, September 24th, 1929.

LEAGUE OF NATIONS

FINANCIAL QUESTIONS.

3

REPORT OF THE FOURTH COMMITTEE TO THE ASSEMBLY.

Rapporteur-General: His Excellency M. Cristóbal BOTELLA (Spain).

This year the Fourth Committee has adopted a method of work differing considerably from that hitherto followed.

Several important questions have been referred to Sub-Committees or entrusted to special Rapporteurs; consequently, the general report is appreciably shorter than usual and, in order to obtain a complete picture of the work that has been done, reference must be made to the following reports which have been submitted to the Assembly separately:

- Procedure for the election of Members of the Supervisory Commission;
- Salaries, pensions and travelling expenses of Judges of the Permanent Court of International Justice;
- Organisation of the Secretariat, the International Labour Office, and the Registry of the Permanent Court of International Justice;
- Contributions in arrear; and
- Erection of an Assembly Hall, a new building for the Secretariat, and a Library.

I. AUDITED ACCOUNTS FOR 1928.

The Committee unanimously recommends the Assembly to adopt the accounts of the Secretariat and autonomous organisations of the League in the form in which they are submitted.

It also associates itself with the various recommendations made by the Auditor so far as these have been endorsed by the Supervisory Commission, and it approves the new form proposed by the Supervisory Commission for the accounts for the financial year 1929 and subsequent years.

II. BUDGET FOR 1930.

(a) GENERAL DISCUSSION.

Owing to the very small increase represented by the original budget as compared with that of the current year (204,018 francs—approximately the amount required for the statutory increments of salary), only a few observations on points of detail were made regarding the estimates as communicated to the States Members last June. On the other hand, an extended discussion took place on the supplementary credits.

It was stated in the Supervisory Commission's report that, in regard to several of the questions dealt with, the Commission had not been able to formulate or sift estimates of expenditure with the care, which, in all ordinary circumstances, it endeavours to devote to its work, as the conditions of working have this year been wholly exceptional.

Several Committees had not adhered to the time-limit laid down in Article 6 (c) of the Financial Regulations, or even to the time-limit as extended by the special Assembly resolution of September 10th, for sending in their requests for supplementary credits to the Supervisory Commission.

Also, most of the applications for supplementary credits had not reached the Secretary-General a month before the opening of the Assembly, as Article 16 (a) of the Financial Regulations requires.

The text of Article 16 itself seemed capable of divers possible interpretations, and the Supervisory Commission stated in conclusion that it was prepared to examine all the difficulties in regard to the interpretation and application of the new clauses in the Regulations and to submit recommendations before next year.

Several suggestions were made to remedy the difficulties in which the Supervisory Commission and the Fourth Committee are involved at the end of every Assembly. Without going into the details of the discussion—these will be found in the Minutes, to which reference will have to be made when the question is thoroughly examined—it seems worth while to point out here that, while the new clauses in the Regulations have not disposed of the end-of-session difficulties that have arisen annually for some years, the procedure adopted last year has already proved its worth to a certain extent, and, if it is adhered to in a slightly more flexible form, it will undoubtedly help to solve the problem, which has been found more serious than ever during the Tenth Assembly.

With regard to the more practical steps that have been suggested, the simplest solution would obviously be to consider the possibility of lengthening the Assembly session, but this would cause extra expense and inconvenience to many delegates. It would certainly help matters that the debate on the Secretary-General's Report on the Work of the Council and the Secretariat since the last Assembly should be pursued without any interruption or delay, so as to make it possible to close this discussion at the end of the first week of the session. It seems also desirable to remind all delegations of the importance of close co-ordination between the proceedings of the Fourth Committee and those of the other Assembly Committees; the very delegations which press for caution and economy in the Fourth Committee move or support in the other Committees resolutions involving increased expenditure.

As regards the more general question of the League's fresh expenditure, certain speakers drew attention to the continual growth of the budget, which was fixed a few years ago at a maximum of 25,000,000 francs unless exceptional circumstances should arise. They held that in many cases the new credits were for conferences the value of which was questionable in view of the number of conventions that were not ratified by Governments, and that many appropriations seemed to be voted by the Committees without sufficient distinction being drawn between important and minor questions. There was no need to oppose any development in the League's work, but at the same time it was desirable that such development should be on rational lines.

Other speakers called attention to the considerable expansion in the League's work during the last ten years and drew the necessary conclusions. The credits should be proportionate to the League's increased programme, and that programme should prevail over any desire for economy.

Accordingly, the Fourth Committee agreed to the Supervisory Commission's proposal to submit to the next Assembly a report on possible improvements in the existing procedure with regard to supplementary credits.

(b) BUDGET OF THE SECRETARIAT AND SPECIAL ORGANISATIONS.

In the course of the short general discussion which preceded the examination of the separate items in the Budget, a suggestion was made that the Secretary-General should improve the form of the Budget by making the explanatory notes more explicit. A good presentment is essential if an accurate idea of the development of the League's activities from year to year is to be obtained.

A note in the Budget states that a supplementary appropriation of 430,000 francs would have to be made to cover the travelling expenses of three Assembly delegates of each Member of the League from their country to Geneva. Certain members pronounced in favour of including a credit in the Budget to make this innovation possible; the Committee decided, however, to suspend any decision until a definite proposal was made by a Government.

The Supervisory Commission decided to examine the Swiss delegate's proposal that the appropriations-in-aid shown at the end of Chapter II of the Budget should in future appear in the General Summary of the Budget under the head of "Receipts"; it also agreed to examine, in connection with the Budget for 1931, the Health Committee's resolution regarding the influence of annual increments of salary on the Budget of the Health Organisation, whose ordinary expenditure had been fixed at a maximum of one million gold francs.

In connection with the voting of credits for League publications, several delegates called the Secretary-General's attention to the serious delays in the printing and distribution of important League documents—delays which, in the case of Minutes of Conferences, had a prejudicial effect on the ratification of the Conventions. It was explained that, to a large extent, these delays are attributable to the fact that delegates do not promptly return the provisional Minutes with their corrections. Moreover, for reasons of economy, non-urgent documents are, as far as possible, printed in countries where the League can obtain specially advantageous terms, but where the work is not done so quickly as at Geneva. The wishes of certain delegates could therefore be very largely met by an increase of 75,000 francs in the credit for printing and 40,000 francs in the item of the Budget concerned with staff.

The Norwegian delegate observed that, in his opinion, the Minutes of various Committees and Sub-Committees were the poorest point in the League's work. In certain cases, reports had been "doctored" and the present tendency was to reproduce all the complimentary expressions in the Minutes and to leave out the criticisms; he thought that the Minute-writers should be instructed to produce reports reflecting the various views and opinions expressed during the discussions. Other methods of drawing up Minutes should be found, and the technical improvements made in recent years should be studied. Members of Committees should be given a time-limit in which to send their corrections, and any corrections received after its expiry should be ignored. If a member attempted to change the sense of his remarks, the question should be referred to a specialised official, and the decision should rest with the President of the Assembly or of the Council if that official thought that certain alterations were calculated to give a false impression in the Minutes.

In the course of the discussion which followed the Norwegian delegate's speech, several speakers expressed appreciation of the manner in which the Minutes had so far been produced, though they emphasised the danger of extensively abridging the discussions and shared the Norwegian delegate's apprehensions as to the possible distortion of the report of a discussion by alterations made by certain delegates in the text of their speeches. The Secretary-General explained the system at present in use in the Secretariat, and proposed that a small Committee should be appointed, consisting partly of persons having a wide experience of parliamentary procedure, to consider the best methods of improving the reports. The Committee agreed to this proposal.

Regarding the more general question of the distribution of the reports of Advisory Committees to the States Members at the same time as they were distributed to members of the Council, the Committee adopted the following resolution:

"The Assembly requests the Council to authorise the Secretariat to communicate the reports of Advisory Committees to all the Members of the League at the same time as they are communicated to the Members of the Council, except in cases where the Committee concerned is opposed to such a course."

Future Organisation of the High Commissariat for Refugees.

On considering the question of the future organisation of the High Commissariat for Refugees, the Committee noted that, although the Advisory Committee for Refugees, the Supervisory Commission and the High Commissioner himself proposed different solutions, they all had the same aim in view; to organise the work with a view to winding up the High Commissariat as soon, and in as satisfactory a manner, as possible. In view, however, of the wide divergence between the solution proposed by the Advisory Committee (incorporation in the Secretariat) and that proposed by the Supervisory Commission (creation of an independent and autonomous organ), the question was referred to a Sub-Committee, which discussed it at considerable length. Both solutions raised numerous questions of an administrative and financial nature, most of which called for detailed study which it was not possible to undertake and to complete during the present Assembly.

For these reasons, the Sub-Committee proposed that the central services of the High Commissariat should, for one year and as an experiment, be placed under the administrative authority of the Secretary-General of the League of Nations. During this period, all the financial commitments of the High Commissariat, including funds derived from external sources, will be administered and supervised by the competent organs of the League in conformity with the Financial Regulations and the decisions of the Assembly, under conditions to be submitted to the Supervisory Commission for consideration and approval. It is, moreover, understood that such provisional administration will not in any way affect the status of the High Commissioner's staff.

The Secretary-General will thus be able to study all the questions connected with the problem to report to the next Assembly on the results of this experiment, and to submit proposals for the administration of the refugee relief work until it is finally wound up.

The Secretary-General saw no objection to this arrangement, but pointed out that the staff thus incorporated in the Secretariat must not be taken into account in calculating the number of the different nationalities represented on the Secretariat.

The Sub-Committee agreed with the Secretary-General's views on this point, and the Fourth Committee has approved the recommendations submitted to it.

This principle having been agreed upon, the Supervisory Commission received a request for additional credits to meet the new expenditure involved by the incorporation of the High Commissariat Department in the Secretariat. Considering that these expenses might be met by means of savings effected on existing budgetary credits or by means of any other resources at the disposal of the High Commissioner, the Supervisory Commission rejected this proposal.

Certain speakers having pointed out in the Fourth Committee that Dr. Nansen could not meet this expenditure out of the funds which had been entrusted to him, the Commission decided by thirteen votes to four to include for this purpose a special appropriation of 35,850 francs in the budget. It struck out, however, the appropriation of 50,000 francs included in the Budget for administrative expenses in connection with the settlement of Armenian refugees in Erivan, Dr. Nansen having informed it that this work could not be continued in the present circumstances.

Apart from two other requests for additional credits (Conference on Financial Assistance for States Victims of Aggression, and the Committee to study the Means of Speeding-up the Ratification of Conventions concluded under the Auspices of the League of Nations) which, at the request of certain delegates, were put to the vote, the other items of the Budget and the additional credits were adopted.

(c) BUDGET OF THE INTERNATIONAL LABOUR ORGANISATION.

Before examining in detail the credits included in the Budget of the International Labour Organisation, the Committee noted the following declarations which were read to it by the Secretary-General and the Director of the International Labour Office.

Statement made by the Secretary-General.

"Although the budget of the International Labour Office does not fall within the province of the Secretary-General, there is one question which is raised in it, on which I feel bound to make a short declaration to the Fourth Committee, in view of the fact that the International Labour Organisation is, according to Article 392 of the Peace Treaty, part of the organisation of the League.

"In the receipts as appropriations-in-aid set out in the Budget of the International Labour Organisation there will be found a sum of 124,662 gold francs, which was declared to be the contribution of Brazil to the Organisation. I trust that, when the Fourth Committee gratefully accepts, as I feel sure it will, that contribution, it will be on the understanding that its action in so doing in no way prejudices any constitutional questions arising under the Treaty provisions establishing the Labour Organisation. In the present circumstances, the question of the precise legal situation as regards the continuance of Brazil's membership of the International Labour Organisation can be considered as being of such a theoretical character that there seems no need to endeavour to solve it. But circumstances might arise, when a solution of the constitutional point which is involved became highly desirable, and it would, to my mind, be unfortunate if, from the action of the Fourth Committee and of the Assembly in the present case, arguments could be drawn in favour of any particular thesis."

Statement made by M. Albert Thomas.

"I quite understand the reasons why the Secretary-General has wished to make this statement, which was based upon Article 392 of the Peace Treaty. The Committee will doubtless understand the reservation which I wish to make in my turn, in order to safeguard the constitutional rules which have been laid down for the International Labour Organisation in Part XIII of the Peace Treaty, and for the observance of which the Governing Body and the Director of the Office are responsible.

"The Secretary-General has stated that, in his opinion, acceptance by the Fourth Committee and by the Assembly of the contribution of 124,662 gold francs which Brazil has offered to the budget of the Labour Organisation should not prejudice the solution of any constitutional problem which might be raised in this connection.

"I agree that it would be incorrect to attribute any theoretical or absolute value to the incorporation of the Brazilian contribution in the budget of the International Labour Organisation. The Secretary-General's reservation cannot, however, constitute at some future date an argument against the legal consequences of the positive fact that this contribution has been paid. In any case, it cannot affect the rights of Brazil and the obligations that it has assumed in virtue of its participation in the International Labour Organisation."

After a short discussion on the attitude to be adopted by international organisations with regard to the political activities of their officials in the countries of which those officials are members, and an exchange of views on the conferences which the Labour Organisation proposes to convene including the questions which may be discussed at those conferences, the Committee adopted the Budget of the International Labour Organisation as submitted.

(d) BUDGET OF THE PERMANENT COURT OF INTERNATIONAL JUSTICE.

The Committee approved the Budget of the Permanent Court of International Justice without alteration.

The Registrar of the Court pointed out that the Court's budget had developed on perfectly normal lines, the increase in expenditure corresponding to the increase in salaries according to regulations. It should be borne in mind, however, that the modifications in the Statute of the Court will probably affect the 1931 Budget.

III. REPORTS OF THE SUPERVISORY COMMISSION.

Apart from certain recommendations concerning the refugee question, the Fourth Committee has approved the conclusions of the three important reports submitted to it by the Supervisory Commission.

As regards the administration of the income from the Rockefeller grant for the League of Nations Library, the Fourth Committee proposes that the Assembly should adopt the following draft resolution, submitted to it by the Supervisory Commission:

"Whereas the sum of five hundred thousand U.S. dollars, forming part of the gift of two million U.S. dollars for the purpose of the Library of the League of Nations offered by Mr. John D. Rockefeller, Jr., to the League of Nations and accepted by it, has been paid to the Secretary-General in order to constitute, together with such further part of Mr. Rockefeller's gift as may be allocated to the same purpose, a permanent endowment for the said Library;

"And whereas it is desirable to determine the method of administering the said endowment:

"The Assembly decides as follows:

"1. There is created a fund, to be known as the 'Library Endowment Fund', the capital of which shall be constituted by the amount already received from Mr. Rockefeller and any further part of his gift which may be allocated for this purpose. The capital and income of the fund shall be maintained separate from the other assets of the League of Nations.

"2. The capital of the Fund shall be invested by the Secretary-General in such manner as may be approved by a Committee of three members, appointed by the Council of the League of Nations, two on the proposal of the Financial Committee and the third on the proposal of Mr. Rockefeller or, if he does not desire to propose a candidate, on the proposal of the Financial Committee.

"Any gain from appreciation of investments shall be added to the capital of the fund and any loss from depreciation shall be borne by the said capital.

"3. The income of the fund shall be applicable only for the purpose of the Library. It shall be received by the Secretary-General, who may invest any part not required for use in the manner authorised by Article 34 of the Regulations for the Financial Administration of the League of Nations, or in other investments with the approval of the Committee provided for in paragraph 1 above. It shall be expended only as authorised by the Assembly and in accordance with the following rules:

"(a) The Budget estimates annually submitted to the Assembly shall show in sufficient detail all expenditure which it is proposed to meet from the income of the fund in the year in question, and a proposed appropriation in aid from the said income equal to the total amount of such proposed expenditure.

"(b) The expenditure which it authorises to be met from the income of the Fund shall be voted by the Assembly in the Budget and the appropriation in aid authorised to be taken from the said income shall be equal to the sum of such authorised expenditure.

"(c) No sums shall be drawn from the income of the Fund except to meet an expenditure actually incurred. Notwithstanding anything contained in the Financial Regulations as at present in force or subsequently amended, if the whole of the authorised appropriation in aid from the income of the Fund is not utilised for the authorised purposes, the balance shall be retained in the Fund as unexpended income. The annual accounts shall show the expenditure actually met out of the income of the Fund balanced by an appropriation in aid of equal amount.

"(d) The whole accumulated income of the Fund, *i.e.*, the income accruing in the year and unexpended income remaining over from previous years, shall be available in each year for expenditure in connection with the Library authorised by the budget vote by the Assembly.

"4. A statement as to the investment of the capital of the Fund and a statement showing the employment of the income of the Fund shall be presented annually to the League Auditor and be annexed with the Auditor's comments, if any, to the annual accounts."

IV. ALLOCATION OF EXPENSES OF THE LEAGUE OF NATIONS.

The Chairman of the Committee on the Allocation of Expenses reminded the Committee of the decision reached by the Ninth Assembly concerning the establishment in 1932 of a final scale for the allocation of the expenses of the League of Nations. At his suggestion, the Fourth Committee proposes that the Assembly should adopt the following resolution:

"The Assembly calls the attention of all States Members to the resolution voted by the Assembly at its ninth ordinary session on September 25th, 1928, requesting the Council to ask the Committee on the Allocation of Expenses to submit to the Assembly at its ordinary session of 1932 a revised scale of allocation which will be based on the budget estimates of the various States Members for 1930 (1930-31) and urgently requests all States Members

to forward to the Secretariat their budget estimates and closed accounts for each financial period regularly as soon as they are published. It draws particular attention to the importance of supplying the budgetary documents for the financial year 1930 (1930-31), without which the Allocation Committee cannot resume its enquiries."

V. MISCELLANEOUS QUESTIONS AND DRAFT RESOLUTIONS.

(a) Certain delegates thought that the Governments concerned might reasonably be requested to grant the League of Nations special facilities for its telegraphic communications, particularly as the League has succeeded in obtaining similar facilities for the Press representatives of the various countries. The Committee feels that, although many practical difficulties may have to be overcome, an important step towards the solution of these difficulties would have been taken if the question were submitted to a conference of the International Telegraphic Union.

(b) In order to allow the convening in Paris of the Conference on the Treatment of Foreigners, the Fourth Committee decided, by twenty-four votes to seven, to free the Secretary-General from his pledge not to draw on the credits voted for the Disarmament Conference for any other purpose; it therefore raises no objection to a sum of 70,000 francs being transferred from that item in the 1929 budget.

(c) The Committee, having considered the report of the Sub-Committee it appointed for that purpose and that of the Supervisory Commission, decided by eighteen votes to one to purchase forthwith the land and premises adjacent to the part of the Ariana Park where the new League buildings are to be erected.

This transaction is of importance in two respects: it will safeguard the League against the danger of building operations unconnected with its purpose, and it will keep the land free for any future object that may be thought desirable. Moreover, the existing house and grounds seem a highly suitable residence for the Secretary-General, and should therefore remain available for that purpose as long as they may be required.

As regards the method of purchase, the Committee, being informed by the Supervisory Commission that there seems to be no possibility at present of redeeming the existing mortgage of 200,000 francs on the property, recommends to the Assembly that the balance of the purchase price (575,000 francs) should be paid at once and that the Secretariat should be asked to arrange for the redemption of the mortgage next year. The Committee further proposes that the sum of 575,000 francs in question should be taken from the 1928 surplus, thus reducing the amount divisible among the Members to 413,659.64 gold francs; no fresh addition to the budget will then be required.

In conclusion, the Fourth Committee has the honour to propose that the Assembly shall adopt the following draft resolutions:

"(1) The Assembly, in virtue of Article 38 of the Regulations for the Financial Administration of the League of Nations, finally passes the Audited Accounts of the League of Nations for the tenth financial period, ending on December 31st, 1928."

"(2) The Assembly,

"In virtue of Article 17 of the Regulations for the Financial Administration of the League of Nations, passes, for the financial period 1930, the general Budget of the League of Nations—of the Secretariat and special organisations of the League, of the International Labour Organisation, and of the Permanent Court of International Justice—amounting, including supplementary credits, to the total sum of 28,210,298 gold francs;

"And decides that the aforesaid budgets shall be published in the *Official Journal*."

"(3) The Assembly adopts the conclusions of the various reports of the Supervisory Commission submitted for its consideration, except in so far as the said conclusions have not been adopted by the Fourth Committee as regards the question of the future organisation of the High Commissariat for Refugees and the expenditure involved in incorporating this department in the Secretariat."

"(4) The Assembly adopts the conclusions of the report of the Fourth Committee."

Annex

MODIFICATIONS IN THE BUDGET MADE BY THE FOURTH COMMITTEE.

Item	Description of Item	Add Swiss Francs	Subtract Swiss Francs
I. SECRETARIAT AND SPECIAL ORGANISATIONS.			
I. Assembly:			
	4. Assembly Hall	50,000	
(New 10)	Committees on Assembly accommodation and arrangements and on Minutes and Records	8,000	
	6. <i>Liaison with Latin America:</i>		
	II.(b) Technical investigations	100,000	
	12. <i>General Office Expenses:</i>		
	(i) Advertising for tenders, etc.	542	
	17. <i>Supervision of Revenue and Expenditure:</i>		
(New (e))	Commission on the organisation of the Secretariat, the International Labour Office and the Registry of the Permanent Court of International Justice.	50,000	
	19. <i>Economic and Financial Organisation</i>	120,000	
	20. <i>Mandates:</i>		
	2. Salaries	5,000	
	4. Printing	8,500	
	22. <i>International Health Organisation:</i>		
	II. New 7 — Miscellaneous enquiries	150,000	
	23. <i>Social Questions:</i>		
	1. Salaries (temporary staff)	30,000	
	3. (vi) Conference	25,000	
	24. <i>Reduction of Armaments:</i>		
	VIII. Conference on Financial Assistance to States Victims of Aggression	50,000	
	25. <i>Intellectual Co-operation:</i>		
	A.6. Printing	33,000	
	B.2. Educational Survey	5,000	
(Sup. Budget)	Committee of Enquiry		18,000
	26. <i>International Convention on Slavery</i>	1,000	
	28. <i>Committee of Experts for the Progressive Codification of International Law</i>	31,900	
	30. <i>Armenian Refugees in Erivan</i>		50,000
	32. <i>Work on Behalf of Refugees</i>	35,800	
	33. <i>Furniture and Equipment</i>		15,000
(Sup. Budget)	<i>Publication of General Conventions in the Form of a Code</i>		20,000
(Sup. Budget)	<i>Committee of Experts to advise on the Finnish Proposal regarding the Permanent Court of international Justice</i>		40,000
(New Item)	<i>Committee of eleven members on Amendments to the Covenant</i>	25,000	
(New Item)	<i>Committee of seven members to study the Question of speeding up Ratification of Conventions</i>	12,000	
II. INTERNATIONAL LABOUR ORGANISATION.			
(Sup. Budget)	<i>Sessions of the Conference</i>		80,000
	1. <i>Conference</i>	42,000	
		782,742	
			223,000
			559,742
		27,650,506	
		28,210,248	