EANET/IG28/4/2/P

AGENDA ITEM 4/2
Draft Financial Report of the Core Activities in 2025, including the Cash Flow Statement of the Secretariat in 2026

The Twenty-eighth Session of the Intergovernmental Meeting (IG28)
on the Acid Deposition Monitoring Network in East Asia (EANET)
24-26 November 2026, Niigata, Japan (Hybrid)

INTRODUCTION

- This presentation highlights the Financial Report of the Core Activities in 2025 by the Secretariat for the EANET and Cash Flow Statement of the Secretariat in 2026



FINANCIAL REPORT OF THE SECRETARIAT IN 2025

FINANCIAL REPORT OF THE SECRETARIAT IN 2025

- **Total Secretariat budget for Core Activities** in 2025 approved by IG26 is **US$ 420,925**.
- **Total voluntary financial contributions** received from Participating Countries to Secretariat's Core budget in 2025 were **US$ 476,299**.
- In 2025, generous in-kind contributions were provided by Lao PDR, Thailand and UNEP
- **Total expenditures and commitments for the Core Budget** of the Secretariat for the EANET in 2025, including Programme Support Cost, were **US$ 214,029**.

CERTIFIED INTERIM FINANCIAL REPORT OF THE EANET SECRETARIAT FOR PERIOD OF 01 JANUARY 2025 TO 31 DECEMBER 2025 (IN US$)

1000/32CPL - TF Ctrpart Ctrs Supp Envrmt Activities

M1-32CPL-000284 - Institutional Measure and Technical Assistance to Address Air Pollution-EANET

Donor: 1400000030 - GROUP OF SPONSORS

Certified Interim Financial Statements for the period ended 31 December 2025
(Expressed in US dollars)

	For the period from 01.03.2015 to 31.12.24	For the period from 01.01 2025 to 31.12.25	Cumulative to 31 December 2025
Income			
Contributions received	5,483,349.76	585,323.00	6,068,672.76
Total Income	**5,483,349.76**	**585,323.00**	**6,068,672.76**
Expenditures			
Staff and other personnel cost	2,053,761.57	110,350.83	2,164,112.40
Supplies, Commodities and Materials	561.00	-	561.00
Equipment, Vehicles and Furniture	4,846.00	218.66	5,064.66
Contractual Services	58,663.74	3,600.00	62,263.74
Travel	292,448.87	59,749.84	352,198.71
Transfers and Grants	1,644,963.18	(1,163.00)	1,643,800.18
General Operating and Other Direct Costs	199,653.20	16,649.57	216,302.77
Total direct expenditures	**4,254,897.56**	**189,405.90**	**4,444,303.46**
Indirect Support Costs (United Nations)[a/]	553,136.68	24,622.77	577,759.45
Total indirect support costs	**553,136.68**	**24,622.77**	**577,759.45**
Total expenditures	**4,808,034.24**	**214,028.67**	**5,022,062.91**
Net excess/(shortfall) income over expenditure	**675,315.52**	**371,294.33**	**1,046,609.85**
Exchange rate (loss)/gain	(75.63)	(15,905.75)	(15,981.38)
Available Balance	**675,239.89**	**355,388.58**	**1,030,628.47**

[a/] Indirect Support Costs (United Nations) has been manually adjusted in lieu of pending full PSC batch run.

Certified by: Mohamed Elharati, Fund Management Officer, United Nations Environment Programme — Date: 12/12/2026

Cleared by: Maryanne Kagoro, Chief, Accounts Section, BFMS, UNON — Date: 10 Feb 2026

United Nations Office at Nairobi ACCOUNTS SECTION Budget and Financial Management Service

Approved by: Onesmus Thiong'o, Chief, Financial Management Section, United Nations Environment Programme — Date: 13/02/202

Notes:

(1) Personnel costs include a Programme Management Assistant and a Communications and Institutional Support Consultant.

(2) Travel expenditures include travel costs (tickets, DSA, etc.) for SAC25 in Vientiane, Lao PDR (two participants per country), the IG27 in Bangkok, Thailand (two participants per country).

(3) Contractual services costs are mainly venue and other meeting costs for the SAC25 in Vientiane, Lao PDR. The IG27 was held as part of the "Clean Air Week" and the associated meeting costs were provided by UNEP as an in-kind contribution.

(4) General operating and other direct costs are the costs of office rent and utilities.

CERTIFIED INTERIM FINANCIAL REPORT OF SECRETARIAT - *CONTINUED*

(5) The differences between the budget and expenditures are as follows:

Items	Approved Reduced Budget	Expenditure and commitment	Variance
1. Personnel Costs [a]	327,500	110,351	217,149
2. Travel [b]	25,000	59,750	-34,750
3. Equipment, Vehicles and Furniture [c]	0	219	-219
4. Contractual services [d]	0	3,600	-3,600
5. Transfers and grants for IPs [e]	0	-1,163	1,163
6. General operating and other direct costs [f]	20,000	16,650	3,350
Total Direct Expenditures	**372,500**	**189,406**	**183,094**
Programme Support Cost	48,425	24,623	23,802
Total Core Budget	**420,925**	**214,029**	**206,896**

a) *Saving is due to the vacancy of the EANET Coordinator position*

b) *Overutilisation is due to the decision to convene the SAC and IG meetings in person instead of virtually, as originally planned and budgeted.*

c) *Variance is attributable to the subscription fee for communication software, which was originally budgeted under General Operating and Other Direct Costs.*

d) *Variance is due to cost of venue and catering incurred for SAC25, which was held in person instead of virtual as originally planned and budgeted.*

e) *Variance is a credit to expenditure resulting from the liquidation of the unused balance from the previous year's commitment under the Small-Scale Funding Agreement (SSFA) with the Asian Institute of Technology (AIT) for project activities implemented in 2024.*

f) *Saving is attributable to a lower than anticipated rental and common cost allocation rate in 2025*

CASH FLOW STATEMENT FOR THE EANET SECRETARIAT (in US$)

Table 1.2. Cash Flow statement for the EANET Secretariat (in US$)

Cash Balance brought forward as at 01/01/2026 (Less China In-Kind Contribution Balance) [1]	651,199
Add: Actual Contribution received in 2026 (as at 30/10/2026)	93,142
Less: Actual Expenditures and Commitments for 2026 as at 30/10/2026 (Provisional) [2]	-272,127
Total Cash Balance as at 30/10/2026	**472,214**
Add: Projected Contribution in 2026 [3]	383,157
Less: Estimated Expenditures and commitments in 2026 [4]	-132,010
Total Estimated Cash Balance as at 31/12/2026	**723,361**
Less: Operating Reserve (80% of 2027 proposed Core Budget of the Secretariat as per MTP 2026-2030)	-485,760
Total Estimated Surplus Cash Balance as at 31/12/2026	**237,601**

Notes to Table 1.2:

[1] In line with the Decision of IG15, China provided cash contribution of US$ 106,000 per year to the Secretariat towards the costs of a Technical Consultant to work at the Secretariat from 2015 to 2020. The current cash balance from this contribution is about US$ 379,429. There were no expenditures related to this contribution in 2025

[2] Actual expenditure is provisional subject to year-end closure.

[3] Projected contributions are based on unpaid contributions in comparison to the actual contribution received in 2025 (less contributions already received as at 30.10.2026). However, as the contribution scale under the MTP 2026-2030 has changed, the total estimated surplus cash balance in Table 1.2 should be treated with caution, as it may not provide a reliable projection.

[4] Estimated Expenditures and Commitments are based on pending and pipeline activities in the approved budget (IG27/9/1/REV), as follows:

- *Personnel Costs (EANET coordinator and Programme Management Assistant)* *91,823*
- *Travel (Tickets & DSA for participants of the IG)* *25,000*
- *Programme Support Cost (PSC) at 13%* *15,187*

Grand Total ***132,010***

VOLUNTARY CONTRIBUTIONS TO CORE BUDGET OF SECRETARIAT IN 2025

Table 2. Voluntary Financial Contribution of Participating Countries to the Secretariat Core Budget in 2025

Participating Counties	UN scale of assessment 2019-2021 (%)	EANET Scale (%)	Expected Annual Contribution (US$)	Actual Contribution (US$)	Variance (US$)
Cambodia [a]	0.006	0.022	134	200 [b]	66
China	12.005	44.895	272,604	160,700	-111,904
Indonesia	0.543	2.031	12,330	0	-12,330
Japan	8.564	32.027	194,468	194,468	0
Lao PDR [a]	0.005	0.019	114	200	86
Malaysia	0.341	1.275	7,742	7,742	0
Mongolia [a]	0.005	0.019	114	0	-114
Myanmar [a]	0.01	0.037	227	0	-227
Philippines	0.205	0.767	4,657	4,657	0
Republic of Korea	2.267	8.478	51,478	45,000	-6,478
Russia	2.405	8.994	54,612	54,612 [c]	0
Thailand	0.307	1.148	6,971	6,971	0
Viet Nam	0.077	0.288	1,749	1,749	0
Total	**---**	**100**	**607,200**	**476,299** [d]	**-130,901**

(a) The minimum amount of contribution is US$200 as specified in the EANET Guidelines on the Administrative and Financial Management for the Secretariat, Network Center, and the EANET Project Fund.
(b) Cambodia's 2025 contribution of US$200 was received and recorded in March 2026.
(c) A total contribution of US$164,144 was received from the Russian Federation in 2025, comprising arrears for 2023 and 2024, as well as the 2025 annual contribution.
(d) Accordingly, the total 2025 contribution reported in the certified financial statements was revised to US$476,299 in Table 2 above, reflecting the inclusion of Cambodia's 2025 contribution and the exclusion of the Russian Federation's contribution for 2023 and 2024 arrears

IN-KIND CONTRIBUTION TO THE SECRETARIAT FOR CORE ACTIVITIES IN 2025

In addition to financial contributions, the following in-kind contributions were received from participating members during 2025:

i. **Lao PDR:** Reception and staff support for organizing for the SAC25 in October 2025

ii. **Thailand:** Reception and staff support for organizing for the IG27 in November 2025

iii. **UNEP:** Venue and catering support for the IG27 in Bangkok, Thailand

iv. **UNEP:** Direct support from UNEP Staff to EANET activities.

Separately, the Republic of Korea provided travel support to selected representatives from the EANET Participating Countries to attend the Regional Capacity Building Programme on Air Pollution Emission Inventory for the Asia-Pacific Region in September 2025 in Bangkok, Thailand.

ACTION REQUIRED

The Twenty-eighth Session of the Intergovernmental Meeting (IG28) on the EANET is invited to review the Financial Report of EANET Core Activities by the Secretariat and the Network Center in 2025 and may wish to discuss, consider, provide guidance, and endorse the report, as appropriate.

Thank you



Secretariat for the EANET
UN Environment Programme for Asia Pacific
eanetsecretariat@un.org
www.eanet.asia
www.unep.org

Network Center for the EANET
Asia Center for Air Pollution Research
https://www.acap.asia/en/
eanet@acap.asia