A/4/6

International Renewable Energy Agency

19 January 2014

**INTERNATIONAL RENEWABLE ENERGY AGENCY**
Fourth meeting of the Assembly
Abu Dhabi, 18 – 19 January 2014

# Audited Financial Statements of the Agency for 2012

# International Renewable Energy Agency

Financial Statements
For the year ended 31 December 2012

**Principal business address:**

PO Box 236
Abu Dhabi
United Arab Emirates

# International Renewable Energy Agency

Financial Statements
For the year ended 31 December 2012

***Contents*** | ***Page***

# DIRECTOR – GENERAL'S STATEMENT

## 1 INTRODUCTION

**1.1** In accordance with interim financial regulation 13.2, I have the honor to submit to the Assembly, for examination and approval, the financial statements of the International Renewable Energy Agency (IRENA) for the financial year ending 31 December 2012.

**1.2** The Report of the External Auditor on the financial statements for the financial year ending 31 December 2012, is also being submitted to the Assembly along with the financial statements.

**1.3** The financial statements provide information to Members about the sources, allocation and uses of financial resources. They also help to measure the financial implementation of the approved programme budget. The financial statements cover the assessed and voluntary contributions as well as expenditure approved by the Assembly at its second session under decision A/2/DC/1.

**1.4** Details are also provided about the assets and liabilities of the Agency, together with cash flow and equity, in order to give a complete picture of the financial position of the Agency as at 31 December 2012.

**1.5** According to Article II of the Agency's Statute, IRENA's objective is to "promote the widespread and increased adoption and the sustainable use of all forms of renewable energy". IRENA is headquartered in Abu Dhabi, United Arab Emirates. The Agency has an office in Bonn, Germany (the IRENA Innovation and Technology Centre).

**1.6** Pursuant to Article XII of the Statute, the Agency is financed by mandatory contributions of its Members, voluntary contributions and other possible sources. In 2012, the Agency's activities were funded from the assessed contributions from Members pursuant to IRENA Scale of Contributions for 2012 contained in the Director-General's report on Work Programme and Budget for 2012 (A/2/1). The Agency also received voluntary financial and in-kind contributions for its programmatic and operational requirements.

**1.7** The Director-General has the authority and responsibility for planning, directing and controlling the activities of the Agency. In discharging these duties, he is supported by Deputy Director-General and four Division Directors as the key management personnel of the Agency.

## 2 FINANCIAL AND BUDGET PERFORMANCE HIGHLIGHTS

**2.1** IRENA continued to build on the progress made in 2011, which enabled the Agency to effectively carry out its mandate outlined in the Work Programme and Budget for 2012. The upscaling of the activities is evident from notable concurrent increase in revenues and expenses of the Agency. Report of the Director-General on the Implementation of the Work Programme and Budget for 2012 (A/3/2) presented to the third session of the Assembly provides a detailed account of the progress made.

**2.2** As presented in the Statement V, USD 24.6 million (86.8%) of the approved budget of USD 28.4 million was utilized during the reporting period. Utilised resources comprise expense (90.2%) and outstanding commitments (9.8%) against the resources of the Agency.

**2.3** During 2012 over 92% of assessed contributions from Members have been received. Timely payments of assessed contributions by the Members as well as voluntary contributions enabled the Agency to maintain its solid financial position. This is reflected in the overall Net Assets value of the Agency including voluntary contribution which as of the 2012 year-end was standing at USD 11.3 million consisting of fund balances for USD 2.7 million and accumulated surplus of around USD 8.6 million.

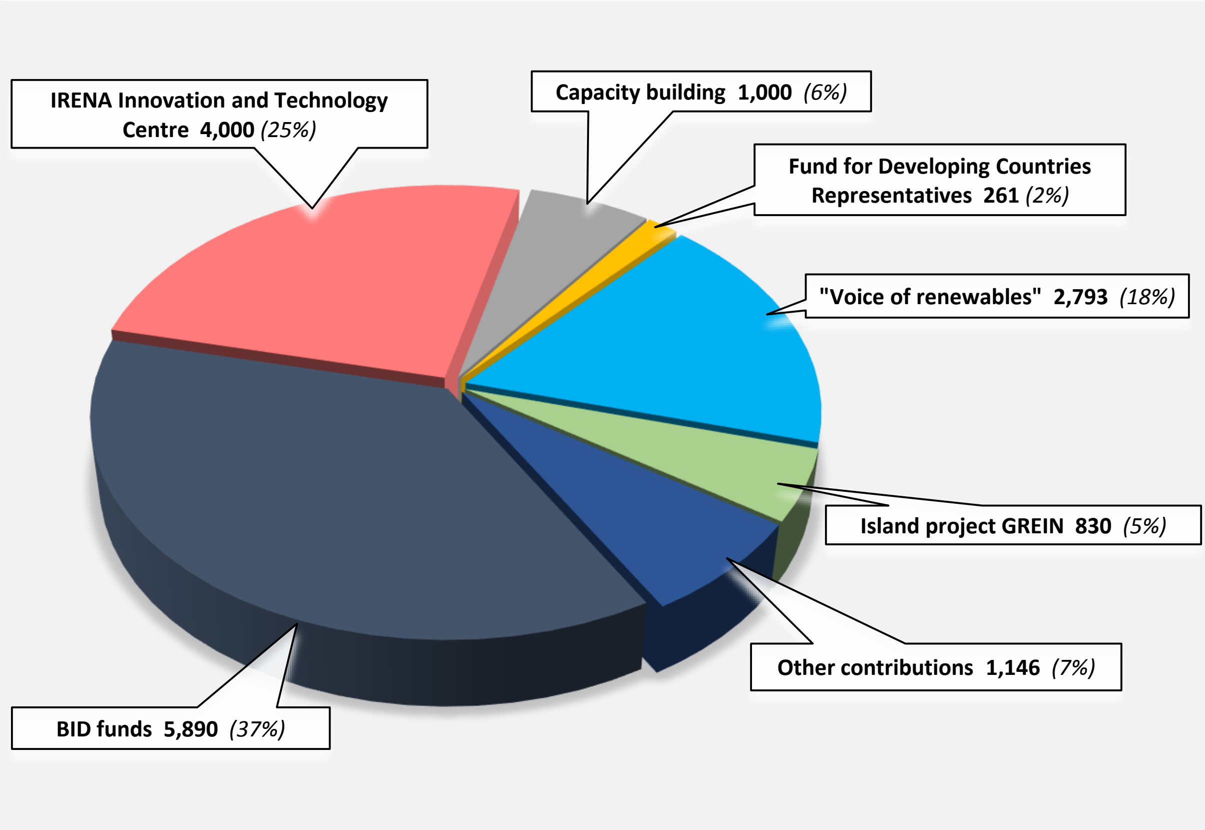
**2.4** With the generous contributions of Members, as shown below, the volume of voluntary contributions have notably increased, which has been critical for effective operations and increased scope of the Agency's programmatic activities. Overall, voluntary contributions in 2012 constituted 38% of the total revenue. This indicates increased trust in the organization's performance and the interest IRENA activities are generating among various stakeholders.

**Voluntary Contributions by Donor, Projects and Activities** ***(USD 000)***

| Donor | Activity | Amount |
|---|---|---|
| UAE | BID funds | 5,890 |
| UAE | "Voice of Renewables" | 2,793 |
| UAE | Capacity building | 500 |
| UAE | Various projects *(ATLAS, Malta conference, etc.)* | 437 |
| UAE | E-learning | 412 |
| UAE | Other contributions | 166 |
| UAE | Fund for Developing Countries Representatives | 150 |
| ***Total UAE*** | | ***10,348*** |
| Germany | IRENA Innovation and Technology Centre | 4,000 |
| Germany | Island project GREIN | 830 |
| Germany | Capacity building | 500 |
| Germany | Fund for Developing Countries Representatives | 80 |
| ***Total Germany*** | | ***5,410*** |
| Japan | Biomass researches | 71 |
| Argentina | Other contributions | 48 |
| Finland | Fund for Developing Countries Representatives | 25 |
| Kazakhstan | Other contributions | 12 |
| Madagascar | Fund for Developing Countries Representatives | 3 |
| Iraq | Fund for Developing Countries Representatives | 2 |
| Armenia | Fund for Developing Countries Representatives | 1 |
| **GRAND TOTAL** | | **15,920** |

Note: Term "BID" refers to the proposal of the United Arab Emirates to host the Secretariat for the International Renewable Energy Agency.

**IRENA voluntary contributions by project/activity** ***(USD 000)***




**2.5** As operational infrastructure necessary for IRENA is stabilised, in-kind voluntary contributions have decreased in 2012 by around USD 2.9 million.

**2.6** New Members have contributed USD 0.6 million as of 31 December 2012. These contributions are categorised under "Miscellaneous income" in the Statement of Financial Performance (Statement II).

**2.7** According to the interim financial regulation 9.5, a Working Capital Fund (WCF) shall be established to ensure continuity of operations in the event of short-term liquidity problems that may arise due to potential delays with receipt of assessed contributions. By the Assembly decision A/3/DC/10 of 14 January 2013 on the Establishment of the Working Capital Fund of IRENA, WCF was established at a level of USD 1.6 million.

**2.8** Cash and cash equivalent at the disposal of the Agency remained at approximately the same level compared to the 2011 calendar year, demonstrating stable cash flow in 2012. This balance includes a significant amount of voluntary contributions, which had been received at the end of the year for the finalization of 2012 programmatic activities.

**2.9** The increase in contributions receivable (from USD 1.2 million on 1 January 2012 to USD 5.1 million on 31 December 2012) primarily relates to the establishment of receivables for outstanding amounts due from Members in respect of their mandatory assessed contributions for 2012 and outstanding voluntary contributions established towards the end of the year.

**2.10** The overall value of noncurrent assets decreased due to deprecation of the property, plant and equipment. However, the intangible assets increased considerably due to the efforts of IRENA in development of in-house software used for implementation of its mandate. IRENA has recognised the following in-house developed intangible assets:

- IRELP - the IRENA Renewable Energy Learning Partnership, which was developed as an online educational resource to meet the growing worldwide demand for skilled renewable energy personnel and to raise the awareness of, and accessibility to, readily available renewable energy education and training; and

- ATLAS – the Global Renewable Energy Atlas initiative – a software platform, which is becoming the point of reference on wind and solar potential.

**2.11** Reclassification of the previous year's budget cash surplus from non-current to current liabilities is the main factor behind the increase in current liabilities (USD 6.5 million in 2012 compared to USD 2.6 million in 2011). According to the Interim Financial Regulation 4.5 (b) cash surplus in the budget is apportioned to and is payable to the Members as of 1 January following the year in which the audit of the accounts of the financial year is completed, and was therefore payable as of January 2013.

**2.12** The overall level of IRENA's non-current liability has decreased by USD 2.5 million primarily due to reclassification of the previous year's budget cash surplus from non-current to current liabilities as described above.

**2.13** In accordance with IPSAS accounting principles, the Agency has provided for future obligations related to the employee benefits. These obligations correspond to the increase in the number of staff.

## 3 SUSTAINABILITY AND GOING CONCERN

**3.1** In consideration of the Agency's financial sustainability, I have evaluated the consequences of any significant delays in payments from Members or any reductions in contributions from donors, and whether it would lead to a consequential reduction in the scale of operations and/or the delivery of the set programmatic results. Having considered IRENA's projected activities and the corresponding risks I am confident that the Agency has adequate resources at its disposal to continue its operation and accordingly the "going concern" basis in preparing the financial statements has been applied.

**3.2** My above assertion is supported by a continuously strong net asset value at the end of 2012 and support of the Members in the third Assembly session of IRENA which is demonstrated by approval of an increased budget for 2013 at the level of USD 29.7 million including a core budget of USD 18.0 million.

## 4 RESPONSIBILITY FOR FINANCIAL STATEMENTS AND CERTIFICATION

**4.1** The Director-General is required by the Interim Financial Regulations to maintain such accounts as are necessary, and to prepare financial statements for each financial year showing:

- The income and expenditure of all funds;
- The status of appropriations, including:
  a) the original appropriations and supplementary appropriations, if any;
  b) the appropriations after modification by any transfers;
  c) credits, if any, other than appropriations approved by the Assembly;
  d) the expenditures charged against those appropriations and/or other credits;

e) the unused balances of appropriations and of other credits;

- The assets and liabilities of the Agency; and
- Such other information as may be appropriate to indicate the current financial position of the Agency.

**4.2** The Director-General is responsible for establishing detailed financial procedures in order to ensure effective financial administration and the exercise of utmost economy. The Director-General is also required to maintain an internal financial control which shall provide for an effective examination and review of financial transactions in order to ensure the regularity of receipt, custody and disbursement of all funds; and the conformity of obligations and expenditures with the appropriations or other financial provisions applicable to the Agency or with the purposes and procedures relating to dedicated trust funds and accounts.

**4.3** As required under interim financial regulations 13.2, I am pleased to submit the annexed financial statements prepared under IPSAS. I certify that, to the best of my knowledge, all transactions during the reporting period have been properly entered in the accounting records of the Agency and that these transactions, together with the financial statements and notes, details of which form part of this document, fairly present the financial position of the Agency as at 31 December 2012.

- Statement I – Statement of financial position as at 31 December 2012
- Statement II – Statement of financial performance for the year ended 31 December 2012
- Statement III – Statement of changes in net assets for the year ended 31 December 2012
- Statement IV – Statement of cash flow for the year ended 31 December 2012
- Statement V – Statement of comparison of budget and actual amounts for the year ended 31 December 2012
- Notes to the financial statements

Adnan Z. Amin

**Adnan Z. Amin**
**Director-General**

**REPORT BY THE INDEPENDANT EXTERNAL AUDITOR ON THE FINANCIAL STATEMENTS OF IRENA - THE INTERNATIONAL RENEWABLE ENERGY AGENCY**

According to the contract between the International Renewable Energy Agency (IRENA) and the Office of the Auditor General of Norway (OAGN), dated 24 January 2012 - Clause 4.2 - the OAGN assumed the responsibility for the audit of the Financial Statements for the fiscal year of 2012.

The main task of the External Auditor is to examine and audit the Financial Statements of IRENA. Furthermore to report whether the Financial Statements present fairly, in all material respects, the financial position of IRENA as of 31 December 2012 and the results of its operation during the fiscal year of 2012.

The Financial Statements submitted to the external auditor in accordance with the Assembly decision A/1/DC/6 Interim Financial Regulations are prepared in accordance with the International Public Sector Accounting Standards (IPSAS). The Financial Statements comprise as of 31 December 2012:

i. Statement of financial position;
ii. Statement of financial performance;
iii. Statement of changes in net assets;
iv. Statement of cash flow;
v. Statement of comparison of budget and actual amounts;
vi. Associated notes and annexes with summary of significant accounting policies and other explanations.

We report to you whether, in our opinion, the Financial Statements of IRENA present the Agency´s financial position as of 31 December 2012. Furthermore we report whether information disclosed in the accompanying notes and annexes is consistent with the Financial Statements as of 31 December 2012. We also report whether in all material respect the expenditure and income for the fiscal year of 2012 have been spent for the purposes intended, and whether the financial transactions conform to the authorities which govern them.

**Basis for the audit Opinion:**

The audit of the Financial Statements of the International Renewable Energy Agency, covering the fiscal year of 2012, has been carried out in accordance with internationally accepted auditing standards. Those standards require that audit is planned and performed in a way that gives reasonable assurance whether the Financial Statements are free from material misstatements. As part of the audit we have undertaken verification of the documentation of assets and liabilities as they are presented in the balance sheet and accompanying notes and annexes as of 31 December 2012. The audit includes examinations on a test basis, collections of evidence for the amounts, disclosures and regularity of financial transactions included in the accounts. We have assessed the accounting principles used and significant estimates made by the management and evaluated the overall presentation of the Financial Statements, and we believe that the audit evidence we have obtained is sufficient and appropriate to provide a reasonable basis for the audit opinion.

Audit findings, i.e. accruals and some miscalculations as well as issues regarding the annexed presentation of assessed contribution including dues and overpayments from member states, have been continuously communicated to and discussed with the Agency. Necessary and agreed adjustments have been made in the accounts based on our comments and findings, whereupon updated Financial Statements have been submitted.

Based upon the audit field work performed and the adjustments agreed upon in the accounts and Financial Statements, we are able to verify that in our opinion, income, expenditure, assets, liabilities and changes in equity disclosed in the statements are presented according to IPSAS and best accounting practice. This also includes underlying documentation of assets and liabilities as well as for changes in equity.

**Audit opinion:**

- The Financial Statements properly present the financial performance and the financial position of IRENA for the fiscal year of 2012.
- Information and explanations given within the period in the accounts and accompanying notes and annexes are consistent with the Financial Statements of IRENA as of 31 December 2012.
- In our opinion, in all material respect, expenditure and income for IRENA for the fiscal year of 2012 have been spent for the purposes intended, and the financial transactions conform to the authorities which govern them.

Signed at the Office of the Auditor General of Norway in Oslo, on 14 May 2013

Hans Conrad Hansen
Director General

Bjørn Langerud
On behalf of
Johannes Heltne
Assistant Director General

Arve Kenneth Christiansen
Senior Audit Adviser

## International Renewable Energy Agency
## Statement I
## Statement of financial position

*As at 31 December 2012*
*(thousands of United States dollars)*

| | Notes | 31 December 2012 | 31 December 2011 |
|---|---|---|---|
| **ASSETS** | | | |
| **Current assets** | | | |
| Cash and cash equivalents | 4.1 | 12,341 | 12,541 |
| Contributions receivable | 4.2 | 5,052 | 1,195 |
| Other assets | 4.3 | 1,209 | 954 |
| **Total current assets** | | **18,602** | **14,690** |
| **Non-current assets** | | | |
| Property, plant and equipment | 4.4 | 2,010 | 2,312 |
| Intangible assets | 4.5 | 709 | 222 |
| **Total non-current assets** | | **2,719** | **2,534** |
| **TOTAL ASSETS** | | **21,321** | **17,224** |
| **LIABILITIES** | | | |
| **Current liabilities** | | | |
| Payables and accruals | 4.6 | 6,508 | 2,593 |
| Deferred revenue | 4.7 | - | 3,863 |
| Employee benefits | 4.8 | 1,274 | 393 |
| **Total current liabilities** | | **7,782** | **6,849** |
| **Non-current liabilities** | | | |
| Employee benefits | 4.8 | 192 | - |
| Non-current payables | 4.9, 4.11 | 1,277 | 3,967 |
| Housing advance fund | 4.10 | 817 | 824 |
| **Total non-current liabilities** | | **2,286** | **4,791** |
| **TOTAL LIABILITIES** | | **10,068** | **11,640** |
| **Net assets** | | **11,253** | **5,584** |
| **FUND BALANCES AND RESERVES** | | | |
| Fund balances | 4.11 | 2,692 | 3,449 |
| Accumulated surplus | 4.11 | 8,561 | 2,135 |
| **TOTAL FUND BALANCES AND RESERVES** | | **11,253** | **5,584** |

*The accompanying notes form an integral part of these financial statements.*

**Adnan Z. Amin,**
Director General of IRENA

# International Renewable Energy Agency
## Statement II
## Statement of financial performance

*For the year ended 31 December 2012*
*(thousands of United States dollars)*

| | Notes | Year to 31 December 2012 | 6 April to 31 December 2011 |
|---|---|---|---|
| **REVENUE** | 5 | | |
| Assessed contributions | 5.1 | 15,999 | 9,514 |
| Voluntary contributions | 5.3 | 13,786 | 5,688 |
| In-kind contributions | 5.3 | 5,473 | 8,390 |
| Investment revenue | 4.1 | 20 | - |
| Miscellaneous income | 5.2 | 973 | 68 |
| **TOTAL REVENUE** | | **36,251** | **23,660** |
| **EXPENSES** | 5 | | |
| Staff costs | | 12,797 | 6,304 |
| Consultants and contractual services | | 5,112 | 2,156 |
| Travel expenses | | 1,380 | 1,832 |
| Meetings | | 3,425 | 3,762 |
| Other operating expenses | | 5,247 | 4,752 |
| Depreciation | | 1,150 | 746 |
| Amortisation | | 217 | 99 |
| Currency exchange (gain)/loss | | (24) | 191 |
| **TOTAL EXPENSES** | | **29,304** | **19,842** |
| **SURPLUS FOR THE YEAR/PERIOD** | | **6,947** | **3,818** |

*The detailed breakup of revenue and expenses is disclosed in Note 5 to the financial statements.*
*The accompanying notes form an integral part of these financial statements.*

# International Renewable Energy Agency
## Statement III
## Statement of changes in net assets
*For the year ended 31 December 2012*
*(thousands of United States dollars)*

| | Notes | Fund balance | Undistributed surplus | Total net assets |
|---|---|---|---|---|
| **BALANCE AS AT 31 DECEMBER 2011** | 4.11 | **3,449** | **2,135** | **5,584** |
| 2011 transfers to/from capitalisation reserve | 4.11 | (944) | 944 | - |
| Transfers during the year | 4.11 | 187 | (187) | - |
| Surplus during the year | 5 | - | 6,947 | 6,947 |
| Apportionment of 2012 core budget surplus reserve | 4.11, 9 | - | (1,277) | (1,277) |
| **Total movements during the year** | | **(757)** | **6,427** | **5,670** |
| **BALANCE AS AT 31 DECEMBER 2012** | | **2,692** | **8,562** | **11,254** |

*The accompanying notes form an integral part of these financial statements.*

# International Renewable Energy Agency
## Statement IV
## Statement of cash flow

*For the year ended 31 December 2012*
*(thousands of United States dollars)*

| | Notes | Year to 31 December 2012 | 6 April to 31 December 2011 |
|---|---|---|---|
| **Cash flows from operating activities** | | | |
| Surplus for the year/period | | **6,947** | **3,818** |
| **Adjustments for non-cash items** | | | |
| Depreciation of property, plant and equipment | 4.4 | 1,150 | 746 |
| Amortisation of intangible assets | 4.5 | 217 | 99 |
| Loss on disposal of property, plant and equipment | 4.4 | 2 | - |
| **Total adjustments for non-cash items** | | 1,369 | 845 |
| **Net changes in working capital** | | | |
| (Increase) decrease in contributions receivable | 4.2 | (3,857) | (889) |
| (Increase) decrease in other assets | 4.3 | (255) | (452) |
| Increase (decrease) in payables and accruals | 4.6 | 3,915 | 1,168 |
| Increase (decrease) in deferred revenue | 4.7 | (3,863) | 2,120 |
| Increase (decrease) in employee benefits | 4.8 | 1,073 | 56 |
| Increase (decrease) in non-current payables | 4.9 | (2,690) | 3,967 |
| Increase (decrease) in housing advance fund | 4.10 | (8) | 7 |
| **Total net changes in working capital** | | (5,685) | 5,977 |
| **Net cash from operating activities** | | **2,631** | **10,640** |
| **Cash flows from investing activities** | | | |
| Acquisition of property, plant and equipment | 4.4 | (850) | (71) |
| Acquisition of intangible assets | 4.5 | (704) | (101) |
| **Net cash used in investing activities** | | **(1,554)** | **(172)** |
| **Cash flows from financing activities** | | | |
| Apportionment of Preparatory Commission's operating reserves | | - | (1,149) |
| Apportionment of core budget surplus | 9 | (1,277) | (2,818) |
| **Net cash used in financing activities** | | **(1,277)** | **(3,967)** |
| **Net increase in cash and cash equivalents** | | **(200)** | **6,501** |
| **Cash and cash equivalents at beginning of the year** | 4.1 | **12,541** | **6,040** |
| **Cash and cash equivalents at end of the year** | 4.1 | **12,341** | **12,541** |

*The accompanying notes form an integral part of these financial statements.*

# International Renewable Energy Agency
## Statement V
## Statement of comparison of budget and actual amounts

*For the year ended 31 December 2012*
*(thousands of United States dollars)*

| Component | Original Budget [a)] | Actual amounts on comparable basis [a)] | Open current year commitments | Total actual amounts and commitments | Difference: final budget and actual |
|---|---|---|---|---|---|
| A. Strategic Management | 5,602 | 4,106 | 187 | 4,293 | 1,309 |
| B. Governing Bodies and Conference Services | 1,600 | 1,258 | - | 1,258 | 342 |
| C. Programme of Work | | | | | |
| Knowledge Management and Technology Cooperation | 6,157 | 5,288 | 573 | 5,816 | 296 |
| Policy Advisory and Capacity Building | 6,219 | 3,025 | 1,121 | 4,146 | 2,073 |
| Innovation and Technology | 4,000 | 3,485 | 464 | 3,949 | 51 |
| D. Administration and Management Services | 4,822 | 5,063 | 70 | 5,133 | (311) |
| **Total** | **28,400** | **22,225** | **2,415** | **24,640** | **3,760** |

*[a)] Budget amounts are on the modified accrual basis adopted in the budget preparation and approved by the Assembly and the actual amounts are restated on the same basis as the budget amounts. The reconciliation is provided in Note 7.*

*The accompanying notes form an integral part of these financial statements.*

## International Renewable Energy Agency
## Notes to the financial statements
*For the year ended 31 December 2012*

# Note 1 Reporting entity

1 The International Renewable Energy Agency (IRENA/the Agency) was officially established on 6 April 2011 with its Headquarters located in Abu Dhabi, United Arab Emirates (UAE). IRENA's Innovation and Technology Centre is located in Bonn, Germany. Prior to establishment of IRENA the Preparatory Commission for the International Renewable Energy Agency (Commission) was established in Bonn on 26 January 2009 to prepare the institutional structures and implement first activities before the Agency's formal establishment. The Agency's Headquarters are located in Abu Dhabi, UAE. IRENA's Innovation and Technology Centre is located in Bonn, Germany.

2 Through its Statute, IRENA is mandated to promote the widespread and increased adoption and sustainable use of all forms of renewable energy including all forms of energy produced from renewable sources in a sustainable manner, which include bioenergy, geothermal energy, hydropower, ocean, solar, and wind energy.

# Note 2 Significant accounting policies

3 The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to the entire reporting period.

## Basis of preparation

4 These financial statements have been prepared on the accrual and going concern basis and comply with the requirements of International Public Sector Accounting Standards (IPSAS). Where IPSAS is silent concerning any specific issue, the appropriate International Financial Reporting Standards (IFRS) are applied. The historic cost convention has been applied with exception for financial instruments which are carried at fair value.

5 The preparation of financial statements in conformity with IPSAS requires the use of certain critical accounting estimates. It also requires IRENA management to exercise its judgment in the process of applying accounting policies. The areas involving a higher degree of judgment or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in **Note 3** ***Critical Accounting Estimates and Judgments***.

6 Reporting period of the agency is one calendar year. The financial statements for the previous period reflected results of the Agency for period starting from 6 April 2011, when the Agency was formally established, to 31 December 2011. The results of the current 12 months period are therefore not fully comparable with the previous period of approximately 9 months.

## Foreign currency transactions

7 The functional and reporting currency of IRENA is United States Dollars (USD). All values in financial statements are presented in thousands of USD ($000), unless stated otherwise. These financial statements have been prepared using the measurement bases specified by IFRS for each type of asset, liability, income and expense. The measurement bases are more fully described in the accounting policies below.

8 Transactions in currencies other than USD are converted into USD at the prevailing United Nations Operational Rates of Exchange (UNORE) at the time of transaction. Assets and liabilities held at the period end in currencies other than USD are converted into USD at the prevailing UNORE period end closing rate. Resulting gains or losses are accounted for in the Statement of financial performance.

## Cash flow statement

9 The Cash Flow Statement is prepared using the indirect method.

## Cash and cash equivalents

10 Cash and cash equivalents are held at nominal value and comprise cash on hand, cash at banks and short term deposits.

## Financial instruments

11 The Agency uses non-derivative financial instruments only as part of its normal operations. These financial instruments consist of bank accounts, accounts receivable and accounts payable.

12 All financial instruments are recognised in the statement of financial position at their fair values. The historical cost-carrying amount of receivables and payables subject to normal trade credit terms approximates the fair value of the transaction.

## Financial risks

13 The Agency has instituted prudent risk management policies and procedures in accordance with its Interim Financial Regulations. In the normal course of business, the Agency is exposed to a variety of financial risks, such as market risk (foreign currency exchange and interest rate), and counterparty risks. The Agency does not use any hedging instruments to hedge risk exposures.

- **Currency risk:** The Agency received contributions from Members, Signatories and States in accession of the Agency in currencies other than USD and was therefore exposed to foreign currency exchange risk arising from fluctuations of currency exchange rates.

- **Credit risk:** The Agency had no significant exposure to credit risk because its contributing members were generally of high credit standing. However, an allowance would be established when there is objective evidence, based on a review of outstanding amounts at the reporting date, that IRENA will not be able to collect all amounts due according to the original terms of the receivables.

- **Counter-party risk:** The Agency had its cash deposited with one bank and could therefore have been exposed to the risk that a bank may default in its obligation towards the Agency, however, the bank is an international bank, which has attained top credit rating in the UAE market.

## Revenue and contributions

14 Assessed contributions represent a legal obligation of Members of IRENA. These contributions are treated as revenue from non-exchange transactions in the year for which the assessments are levied as per IPSAS 23.

15 The accounting treatment of voluntary contributions is determined on a case-by-case basis following the provisions of IPSAS 23 - ‘Revenue from Non-Exchange Transactions’. Contributions specified for purpose are recognised as an asset when received from the Members, with revenue normally being recognised at the same point. However, in some cases a Member places conditions over the application of funds to a specific activity so that a deferred income is recognised along with the asset and revenue is only recognised as the activity is delivered.

16 In-kind contributions of goods are valued at fair market value and are recognised as revenue and as assets when received. In-kind contributions comprise remuneration paid to personnel seconded by members to the Agency, the use of premises and other services provided by host countries.

## Receivables

17 Receivables are stated at nominal value less allowance for estimated irrecoverable amounts. An allowance is established when there is objective evidence, based on a review of outstanding amounts at the reporting date, that the Agency will not be able to collect all amounts due according to the original terms of the receivables.

## Property, plant and equipment

18 Property, plant and equipment (PP&E) are stated at historical cost less accumulated depreciation and any impairment losses.

### Additions - initial and subsequent costs

19 The cost of an item of PP&E is recognised as an asset if it is probable that future economic benefits or service potential associated with the item will flow to the Agency and the cost of the item can be measured reliably. In most instances, an item of PP&E is recognised at its cost. When an asset is donated, it is recognised at fair value as at the date of acquisition. The Agency applies thresholds when considering whether to capitalise PP&E additions. PP&E is recognised as an asset if it has a cost or fair value of USD 1,000 or more per unit.

### Disposals

20 Gains and losses on disposal are determined by comparing the proceeds with the carrying amount of the asset, and are included in the Statement of financial performance.

### Depreciation

21 Depreciation is provided for PP&E over their estimated useful life using the straight line method. The estimated useful lives for PP&E classes are as follows:

| | |
|---|---|
| • Furniture and fixtures | 5 years |
| • Communication and IT equipment | 3 years |
| • Office equipment | 3 - 5 years |
| • Motor vehicles | 5 years |

22 Leasehold improvements are recognised as assets and valued at cost, and depreciated over the lesser of the remaining useful life of the improvements or the lease term.

23 Impairment reviews are undertaken for all assets at least once annually.

## Intangible assets

24 Intangible assets are stated at historical cost less accumulated amortization and any impairment losses. Intangible assets are capitalised in the financial statements at a cost of above USD 1,000 for externally acquired assets and USD 25,000 for internally developed assets.

25 Amortisation is provided over the estimated useful life using the straight line method. Acquired computer software licenses are capitalised on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortised over their estimated useful lives of three years for externally acquired assets, length of validity for licenses and five years for internally developed assets.

## Leases

### Finance leases

26 Leases under which substantially all of the risk and reward of ownership have been transferred to the Agency through the lease agreement are treated as finance leases.

### Operating leases

27 Leases which are not categorized as finance leases, with a balance of risk and reward remaining with the lessor, are considered to be operating leases.

28 Expenditure incurred under an operating lease is charged on a straight-line basis over the life of the lease.

## Employee benefits liabilities

29 The Agency recognises the following categories of employee benefits:

- short-term employee benefits which fall due wholly within 12 months after the end of the accounting period in which employees render the related service;
- other long-term employee benefits; and
- post - employment benefits.

## Provisions and contingent liabilities

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

31 Other commitments, which do not meet the recognition criteria for liabilities, are disclosed in the notes to the financial statements as contingent liabilities when their existence would be confirmed only by the occurrence or non-occurrence of one or more uncertain future events which were not wholly within the control of the Agency.

## Comparison of budget and actual amounts

32 The Assembly approved the budgets of the Agency which included core and voluntary funded budgets. Statement V: *Comparison of budget and actual amounts* compares the budget to actual amounts calculated on the same basis as the corresponding budgetary amounts. As the bases used to prepare the budget and financial statements differ, Note 7 provides reconciliation between the actual amounts presented in the Statement V to the actual amounts presented in Statement IV: *Statement of cash flow*.

# Note 3 Critical accounting estimates and judgments

33 The preparation of financial statements in accordance with IPSAS necessarily includes the use of accounting estimates and management assumptions and judgment. The areas where estimates, assumptions or judgement are significant to the Agency's financial statements include, but are not limited to: financial risk on receivables, accrued charges, contingent assets and liabilities, and degree of impairment of fixed assets. Actual results could differ from those estimates. Changes in estimates are reflected in the period in which they become known.

# Note 4 Assets and liabilities

### 4.1 Cash and cash equivalents

| | 31 December 2012<br>USD '000 | 31 December 2011<br>USD '000 |
|---|---|---|
| Cash on hand | - | 36 |
| Cash in bank | 5,341 | 12,505 |
| Term deposits | 7,000 | - |
| **Total cash and cash equivalents** | **12,341** | **12,541** |

34 Cash required for disbursement was maintained in cash and bank accounts.

35 During the year, the Agency placed funds on fixed term deposits of USD 3,000,000 and USD 4,000,000 which earned interest of 0.51% and 0.90% per annum, respectively. Total interest earned during 2012 amounted to USD 20,313. These term deposits were non-restricted as to withdrawal and were renewable upon their original maturities of four and seven months.

### 4.2 Contributions receivable

| | 31 December 2012 USD '000 | 31 December 2011 USD '000 |
|---|---|---|
| Assessed contributions receivable (Annex I) | 1,299 | 532 |
| Bid[1] contributions receivable | | |
| UAE - Operational services | 1,305 | - |
| UAE - Housing allowance | 773 | 353 |
| UAE - Research | 658 | - |
| UAE - ICT services | 403 | 94 |
| UAE - Internet access | 282 | 66 |
| UAE - Conference facilities and services | 215 | - |
| UAE - Relocation grant | 117 | 150 |
| **Total contributions receivable** | **5,052** | **1,195** |

36 Assessed contributions receivable represent uncollected revenue, as detailed in Annex I, related to Members mandatory contributions, which are based on the scale of assessments by the Assembly for each year.

37 Bid contributions receivable include amounts due from the host country government under signed donor agreements but not yet received. The bid agreement was signed between the Agency and the host government on 22 June 2010. The listed contributions receivable relate to this agreement. As the qualifying expense was approved, income (if expenditure had already been incurred) or deferred revenue (if expenditure had not yet been incurred) were recognised. At the same time a corresponding receivable was raised.

38 The employee housing allowance agreement, signed with the host government on 7 March 2010, is applicable to all professional grade and seconded staff with an allowance ranging from 25% to 45% of the total rent amount including agency fees. The allowable annual rental amount is capped depending on the grade of the staff member. The allowances paid to staff members are claimed by the Agency from the host government on a periodic basis.

### 4.3 Other assets

| | 31 December 2012 USD '000 | 31 December 2011 USD '000 |
|---|---|---|
| Employee housing advances | 608 | 400 |
| Prepaid expenses | 87 | 303 |
| Education grant advances to staff | 438 | 186 |
| Other staff receivables | 43 | 58 |
| Other advances and receivables | 13 | 7 |
| Accrued interest income | 20 | - |
| **Total other assets** | **1,209** | **954** |

[1] *Term "bid" refers to the proposal of the United Arab Emirates to host the Seat of the Secretariat for the International Renewable Energy Agency.*

39 The host government funded the employees' annual housing advances (see Note 4.10). The corresponding employee housing advances were advanced to employees to settle annual rental advances.

40 Staff receivables are shown net of allowance related to a doubtful account. This allowance of USD 33,557 was established against overpayment to a former employee. Vigorous attempts are continuously being made to recover this amount.

## 4.4 Property, plant and equipment

| | Furniture and fittings | Communication and IT equipment | Office equipment | Motor vehicles | Leasehold improve-ments | Total |
|---|---|---|---|---|---|---|
| | | | USD '000 | | | |
| **Cost** | | | | | | |
| Balance at 31 December 2011 | 2,495 | 1,442 | 98 | 32 | 2 | 4,069 |
| Reclassification | - | 16 | (16) | - | - | - |
| Additions during the period | 279 | 263 | 11 | 71 | 226 | 850 |
| Disposals | - | (3) | - | - | - | (3) |
| **Total cost at 31 December 2012** | **2,774** | **1,718** | **93** | **103** | **228** | **4,916** |
| **Accumulated depreciation** | | | | | | |
| Balance at 31 December 2011 | (907) | (821) | (27) | (2) | - | (1,757) |
| Reclassification | - | (1) | 1 | - | - | - |
| Depreciation charges during the period | (544) | (532) | (19) | (19) | (36) | (1,150) |
| Disposals | - | 1 | - | - | - | 1 |
| **Total depreciation at 31 December 2012** | **(1,451)** | **(1,353)** | **(45)** | **(21)** | **(36)** | **(2,906)** |
| **Carrying amounts** | | | | | | |
| 31 December 2011 | 1,588 | 621 | 71 | 30 | 2 | 2,312 |
| **31 December 2012** | **1,323** | **365** | **48** | **82** | **192** | **2,010** |

41 Additions to property, plant and equipment were capitalised. The asset's value, less any estimated disposal price, is depreciated over the asset's estimated useful life using the straight line method. Additions for total amount of USD 850,122 were funded under core budget amounting to USD 223,151, UAE bid amounting to USD 601,838 and IITC funding amounting to USD 25,133.

42 The Agency headquarters offices are not part of property, plant and equipment as the Agency is a tenant in the building under a lease which is deemed to be an operating lease under the provisions of IPSAS 13.

## 4.5 Intangible assets

| | Software licenses | Internally developed software | Intangible assets under development | Total |
|---|---|---|---|---|
| | USD '000 | | | |
| **Cost** | | | | |
| Balance at 31 December 2011 | 478 | - | - | 478 |
| Additions during the period | 40 | 331 | 333 | 704 |
| **Total cost at 31 December 2012** | **518** | **331** | **333** | **1,182** |
| **Accumulated amortisation** | | | | |
| Balance at 31 December 2011 | (256) | - | - | (256) |
| Amortisation charges during the period | (167) | (50) | - | (217) |
| **Total amortisation at 31 December 2012** | **(423)** | **(50)** | **-** | **(473)** |
| **Carrying amounts** | | | | |
| 31 December 2011 | 222 | - | - | 222 |
| **31 December 2012** | **95** | **281** | **333** | **709** |

43 Additions for total amount of USD 703,753 were funded under core budget amounting to USD 328,110 and UAE bid amounting to USD 375,643.

## 4.6 Payables and accruals

| | Notes | 31 December 2012 USD '000 | 31 December 2011 USD '000 |
|---|---|---|---|
| Payable to vendors and staff | | 1,500 | 1,267 |
| Apportionment of 2011 core budget surplus | | 2,818 | - |
| Apportionment of PC 2010 operating reserve | 6.2 | 842 | - |
| Apportionment of PC 2009 operating reserve | 6.1 | 307 | - |
| Apportionment of PC 2010 cash surplus | | - | 49 |
| Apportionment of PC 2009 cash surplus | | - | 114 |
| Overpayments of contributions | | 580 | 498 |
| Voluntary contributions pending clarification | | 458 | 458 |
| Payable to Staff Provident Fund | | - | 172 |
| Accruals | | 3 | 35 |
| **Total payables and accruals** | | **6,508** | **2,593** |

44 Payables to vendors relate to amounts due for goods and services for which invoices have been received.

45 Cash surpluses of the Preparatory Commission for 2009 and 2010 have been applied against any mandatory assessed contributions of relevant Members for 2012 and 2012.

46 Accruals represent the value of goods or services received, which have not yet been invoiced and for which the cost is not yet certain, and liabilities for goods and services received or provided to the Agency during the period under agreed contracts but which have not yet been invoiced.

## 4.7 Deferred revenues

47 The Agency recognises as deferred revenue liability conditions attached to voluntary contributions. The conditions are imposed on the use of contributions and include a performance obligation to use the donation in a specified manner. The UAE bid contributions of 2011 had attached conditions for use in specified areas of work in accordance with the contribution agreements. Where related expense was not incurred by the end of reporting period, deferred revenue was recognised. During 2012 the Agency adhered to its policy on recognising the deferred revenue as revenue for those funds which satisfied the conditions on voluntary contributions through performance and none of the contributions were classified as deferred revenue. In certain cases deferred revenue from voluntary contributions was re-programmed for various activities based on consultations with donors.

## 4.8 Employee benefits

| | 31 December 2012<br>USD '000 | 31 December 2011<br>USD '000 |
|---|---|---|
| **Current liabilities - Employee benefits** | | |
| Provision for relocation and repatriation grants | 519 | - |
| Provision for accumulated annual leave | 485 | 225 |
| Education grant accrual | 201 | 103 |
| Provision for home leave travel | 39 | - |
| Salaries payable | 30 | 65 |
| **Total current liabilities - Employee benefits** | **1,274** | **393** |
| **Non-current liabilities - Employee benefits** | | |
| Provision for relocation and repatriation grants | 119 | - |
| Provision for home leave travel | 73 | - |
| **Total non-current liabilities - Employee benefits** | **192** | **-** |
| **Total employee benefits liabilities** | **1,466** | **393** |

48 Short-term employee benefits liabilities reflected as current liabilities are expected to be settled within 12 months after the end of the period in which the employees render the related service and are measured at their nominal values based on established rates and actual claims.

49 Long-term employee benefits liabilities reflected as non-current liabilities are expected to be settled beyond 12 months after the end of the period in which the employees render the related service and are measured at their nominal values based on established rates and actual claims.

## 4.9 Non-current payables

| | Notes | 31 December 2012 USD '000 | 31 December 2011 USD '000 |
|---|---|---|---|
| Apportionment of core budget surplus | 9 | 1,277 | 2,818 |
| Apportionment of PC 2010 operating reserve | 6.2 | - | 842 |
| Apportionment of PC 2009 operating reserve | 6.1 | - | 307 |
| **Total non-current payables** | | **1,277** | **3,967** |

## 4.10 Housing advance fund

50 The host government funded the employees' annual housing advances. An amount of USD 816,771 (AED 3 millions) was received by the Agency in two instalments on the 27 July 2010 and 4 August 2010. These funds were advanced for the sole purpose of enabling the Agency to fund the employees net cash flows related to their rental advances.

## 4.11 Fund balances and reserves

| | Balance at beginning of period | 2011 transfers to/from capitalisation reserve | Transfers during the period | Surplus/ (deficit) during the period | Core budget cash surplus | Balance at end of period |
|---|---|---|---|---|---|---|
| | | | USD '000 | | | |
| **Fund balances** | | | | | | |
| Capitalisation reserve | | | | | | |
| Core budget | - | 122 | 420 | - | - | 542 |
| Bid activities | 3,088 | (1,066) | (210) | - | - | 1,812 |
| IITC activities | 119 | - | (23) | - | - | 96 |
| Retained surpluses/(deficits) | | | | | | |
| Bid activities | 243 | - | - | - | - | 243 |
| IITC activities | (1) | - | - | - | - | (1) |
| **Total fund balances** | **3,449** | **(944)** | **187** | **-** | | **2,692** |
| **Accumulated surpluses/(deficits)** | | | | | | |
| Core budget | 738 | (122) | (420) | 2,503 | (1,277) | 1,422 |
| Bid activities | (1,066) | 1,066 | 210 | 865 | - | 1,075 |
| IITC activities | 2,463 | - | 23 | (1,963) | - | 523 |
| Other voluntary funds | - | - | - | 5,542 | - | 5,542 |
| **Total accumulated surplus** | **2,135** | **944** | **(187)** | **6,947** | **(1,277)** | **8,562** |
| **Total fund balances and reserves** | **5,584** | **-** | **-** | **6,947** | **(1,277)** | **11,254** |

51 Fund balances for core budget represent open commitments attributable to the reporting period and capitalisation reserve while fund balances for other voluntary funds represent the unexpended portion of contributions that are intended to be utilized in future operational requirements of the Agency.

52 Fund balances and reserves related to bid activities are accumulated from contributions of the government of UAE in accordance with the bid agreement and represent open commitments attributable to the reporting period and capitalisation reserve.

53 Fund balances and reserves related IITC activities are accumulated from contributions of Germany in accordance with the agreement on voluntary contributions for the IITC programme in Bonn and represent open commitments attributable to the reporting period and capitalisation reserve. Balance (net of prior period commitments) of USD 2,133,323 at the beginning of reporting period was used to fund activities during the period.

54 Capitalisation reserve represents non-depreciated share of acquisitions of PP&E and intangible assets already made. When PP&E and intangible assets are purchased they are capitalised and they initially form capitalisation reserve, which is depleted as these assets are depreciated and amortised.

55 Retained surpluses and deficits balance represents accumulated income to cover prepaid expenses and currency exchange gains and losses, which are not offset by corresponding income or expense in the same accounting period.

## Note 5 Financial performance

| | Core Budget | Bid contributions from the UAE | IITC contributions from Germany | In-kind contributions | Other voluntary contributions | Year to 31 December 2012 | For the period 6 April 2011 to 31 December 2011 |
|---|---|---|---|---|---|---|---|
| | **For the year ended 31 December 2012** | | | | | | |
| | **USD '000** | | | | | | |
| **Revenue** | | | | | | | |
| Assessed contributions | 15,999 | - | - | - | - | 15,999 | 9,514 |
| Voluntary contributions | - | 5,890 | 1,867 | - | 6,029 | 13,786 | 5,688 |
| In -kind contributions | - | - | - | 5,473 | - | 5,473 | 8,390 |
| Investment revenue | 20 | - | - | - | - | 20 | - |
| Miscellaneous income | 969 | - | 4 | - | - | 973 | 68 |
| **Total revenue** | **16,988** | **5,890** | **1,871** | **5,473** | **6,029** | **36,251** | **23,660** |
| **Expenses** | | | | | | | |
| Staff costs | 9,939 | 262 | 2,082 | 443 | 71 | 12,797 | 6,304 |
| Consultants and contractual services | 1,988 | 1,357 | 697 | 925 | 145 | 5,112 | 2,156 |
| Travel expenses | 740 | 87 | 544 | - | 9 | 1,380 | 1,832 |
| Meetings | 1,359 | 1,599 | 333 | - | 134 | 3,425 | 3,762 |
| Other operating expenses | 358 | 603 | 124 | 4,034 | 128 | 5,247 | 4,752 |
| Depreciation | 47 | 987 | 45 | 71 | - | 1,150 | 746 |
| Amortization | 83 | 130 | 4 | - | - | 217 | 99 |
| Currency exchange (gain)/loss | (29) | - | 5 | - | - | (24) | 191 |
| **Total expenses** | **14,485** | **5,025** | **3,834** | **5,473** | **487** | **29,304** | **19,842** |
| **Surplus/ (deficit)** | **2,503** | **865** | **(1,963)*** | **-** | **5,542** | **6,947** | **3,818** |

** Refer to paragraph 53 for additional information about this source of funding.*

## 5.1 Core Budget assessed contributions

56 The Assembly decided to appropriate USD 16.0 million for the Agency's core budget in 2012. Contributions to the core budget (Annex I) comprise mandatory contributions made by Members during the year on the basis of the indicative IRENA adjusted scale of contributions. Total expenditure for 2012 core budget amounts to USD 14.5 million and commitments of USD 0.9 million reflecting core budget delivery rate of 96.0%.

## 5.2 Miscellaneous income

57 Miscellaneous income includes the contribution from the European Union (USD 400,000 - assessed at 2.5% of approved appropriations) and contributions from new Members (USD 557,853). The assessment shares of new Members are determined by the Assembly following the end of reporting period.

| | **Notes** | **For the year ended 31 December 2012 USD '000** | **For the period 6 April to 31 December 2011 USD '000** |
|---|---|---|---|
| Contributions from the European Union* | Annex I | 400 | - |
| Contributions from new Members | Annex I | 558 | 26 |
| Other miscellaneous income | | 15 | 42 |
| **Total miscellaneous income** | | **973** | **68** |

** Contributions from the European Union in the financial statements for 2011 were disclosed under Assessed contributions.*

## 5.3 Voluntary contributions

Contributions specified for purpose comprise contributions from the host country governments which have earmarked funds for specific use. Un-earmarked contributions relate to receipts which are not specified for any activities.

| Fund/ Project title | BID funds | IRENA Innovation and Technology Centre | Capacity building | Fund for Developing Countries Represen-tatives | Other voluntary funding | Total |
|---|---|---|---|---|---|---|
| **Opening fund balance at 1 January 2012** | - | 2,461 | - | - | - | - |
| Prior period commitments | - | (328) | - | - | - | - |
| **Fund balance available for utilisation in 2012** | - | 2,133 | - | - | - | 2,133 |
| Contributions income | 5,890 | 1,867 | 1,000 | 261 | 4,768 | 13,786 |
| Other income | - | 4 | - | - | - | 4 |
| Transfer from in-kind contributions | 72* | - | - | - | - | 72 |
| Total revenue and fund balance | **5,962** | **4,004** | **1,000** | **261** | **4,768** | **15,995** |
| Disbursements | 5,025 | 3,833 | - | 134 | 351 | 9,343 |
| *Adjustments to actual amounts:* | | | | | | |
| Open 2012 commitments | 1,076 | 464 | - | - | 211 | 1,751 |
| Prepaid expense | 42 | 4 | - | - | - | 46 |
| PPE additions | 936 | 25 | - | - | 41 | 1,002 |
| Depreciation and amortisation | (1,117) | (49) | - | - | - | (1,166) |
| Utilisation of 2011 commitments | - | (328) | - | - | - | (328) |
| | **5,962** | **3,949** | **-** | **134** | **603** | **10,648** |
| **Fund balance at 31 December 2012** | **-** | **55** | **1,000** | **127** | **4,165** | **5,347** |

** In-kind contribution from the Government of the UAE included for current presentation.*

## 5.3 Voluntary contributions (continued)

58 The contributions in-kind provided to regular activities are estimated at fair value based on the lease contracts or actual disbursements. Voluntary cash and in-kind contributions for 2012 are as follows:

| Donor | Cash contributions | In-kind contributions | Total voluntary contributions | For the period 6 April to 31 December 2011* |
|---|---|---|---|---|
| | For the year ended 31 December 2012 | | | |
| | | | USD '000 | |
| UAE | 10,347 | 4,964 | 15,311 | 8,988 |
| Germany | 5,410** | 305 | 5,715 | 4,871 |
| Japan | 71 | 135 | 206 | 2 |
| Republic of Korea | - | 51 | 51 | 107 |
| Argentina | 48 | - | 48 | - |
| Finland | 25 | - | 25 | - |
| Italy | - | 15 | 15 | 110 |
| Kazakhstan | 12 | - | 12 | - |
| Poland | - | 3 | 3 | 2*** |
| Madagascar | 3 | - | 3 | - |
| Iraq | 2 | - | 2 | - |
| Armenia | 1 | - | 1 | - |
| **Total voluntary contributions** | **15,919** | **5,473** | **21,392** | **8,392** |

** Adjusted for current presentation.*
*** Germany contribution includes fund balance of USD 2,133,323 carried forward from the previous period.*
**** 2011 comparative for Japan was not disclosed in the financial statements for 2011 due to incomplete available information.*

## Note 6 Changes in net assets

### 6.1 Apportionment of Preparatory Commission (PC) 2009 operating reserve

| PC Member | 2009 PC contributions received USD | 2009 PC operating reserve due to Members USD |
|---|---|---|
| Azerbaijan | 1,985 | 114 |
| France | 1,500,000 | 86,045 |
| Germany | 1,792,000 | 102,796 |
| Kenya | 2,074 | 119 |
| Lichtenstein | 1,870 | 107 |
| Norway | 100,000 | 5,736 |
| Somalia | 169 | 10 |
| Republic of Korea | 169,000 | 9,694 |
| Spain | 743,350 | 42,641 |
| Sweden | 260,000 | 14,915 |
| United Arab Emirates | 773,671 | 44,381 |
| **Totals** | **5,344,119** | **306,558** |

59 As per financial regulation 4.5 of the Interim Financial Regulations for the Preparatory Commission, the operating reserve accumulated in 2009 amounting to USD 306,558 is apportioned to Members and Signatories who had contributed to it. Apportioned amounts are due to be surrendered to the respective Members and Signatories of PC as of 1 January 2013.

## 6.2 Apportionment of Preparatory Commission (PC) 2010 operating reserve

| PC Member | 2010 PC contributions received USD | 2010 PC operating reserve due to Members USD |
|---|---:|---:|
| Angola | 1,344 | 168 |
| Armenia | 965 | 120 |
| Austria | 77,220 | 9,634 |
| Azerbaijan | 2,593 | 324 |
| Bahrain | 6,767 | 844 |
| Bangladesh | 1,354 | 169 |
| Bosnia and Herzegovina | 2,434 | 304 |
| Brunei Darussalam | 4,827 | 602 |
| Bulgaria | 6,608 | 824 |
| Chad | 15,791 | 1,970 |
| Denmark | 127,980 | 15,967 |
| Finland | 243,419 | 30,370 |
| France | 1,064,700 | 132,836 |
| Georgia | 1,028 | 128 |
| Germany | 1,394,213 | 173,947 |
| Ghana | 4,960 | 619 |
| Guinea-Bissau | 8,877 | 1,108 |
| India | 92,840 | 11,583 |
| Iraq | 3,463 | 432 |
| Jordan | 2,412 | 301 |
| Kenya | 2,063 | 257 |
| Libya | 22,431 | 2,799 |
| Liechtenstein | 1,565 | 195 |
| Luxembourg | 68,814 | 8,586 |
| Mali | 477 | 60 |
| Malta | 2,915 | 364 |
| Monaco | 502 | 63 |
| Mongolia | 137 | 17 |
| Montenegro | 112 | 14 |
| Morocco | 9,793 | 1,222 |
| Nicaragua | 507 | 63 |
| Niger | 308 | 38 |
| Nigeria | 19,960 | 2,490 |
| Norway | 151,454 | 18,896 |
| Philippines | 15,635 | 1,951 |
| Poland | 15,985 | 1,994 |
| Republic of Korea | 392,981 | 49,030 |
| Samoa | 97 | 12 |
| Serbia | 6,434 | 803 |
| Seychelles | 696 | 87 |
| Sierra Leone | 137 | 17 |
| South Africa | 66,946 | 8,353 |
| Spain | 334,151 | 41,690 |

### 6.2 Apportionment of PC 2010 operating reserve (continued)

| PC Member | 2010 PC contributions received USD | 2010 PC operating reserve due to Members USD |
|---|---|---|
| Sudan | 1,355 | 169 |
| Sweden | 185,014 | 23,083 |
| Togo | 112 | 14 |
| Tonga | 137 | 17 |
| Uganda | 865 | 108 |
| UK | 1,148,339 | 143,271 |
| Tanzania | 1,324 | 165 |
| Yemen | 1,329 | 166 |
| Zimbabwe | 497 | 62 |
| European Union | 328,308 | 40,961 |
| **<u>2009 surplus waivers applied as 2010 contributions</u>** | | |
| Liechtenstein | 1,405 | 175 |
| Republic of Korea | 126,991 | 15,844 |
| Sweden | 195,370 | 24,375 |
| United Arab Emirates | 581,355 | 72,532 |
| **Total** | **6,750,296** | **842,193** |

60 As per financial regulation 4.5 of the Interim Financial Regulations for the Preparatory Commission, the operating reserve accumulated in 2010 amounting to USD 842,193 is apportioned to Members and Signatories who had contributed to it. Apportioned amounts are to be surrendered to the respective Members and Signatories of PC as of 1 January 2013.

## Note 7 Statement of comparison of budget and actual expenditure

61 The Agency's budget and accounts are prepared on different basis. The Statement II: *Statement of financial performance* is prepared on a full accrual basis using a classification based on the nature of expenses, whereas the Statement V: *Statement of comparison of budget and actual amounts* is prepared on a modified accrual (a commitment accounting) basis.

62 Budget amounts have been presented in accordance with the approved budget for 2012. Reconciliation between the actual amounts on comparable basis in the Statement V and the actual amounts in Statement IV for the year ended 31 December 2012 is presented in the next table.

## Note 7 Statement of comparison of budget and actual expenditure (continued)

| | Adjustments pertaining to the cash flows from: | | | |
|---|---|---|---|---|
| | Operating activities | Investing activities | Financing activities | Total |
| | | USD '000 | | |
| **Actual amounts based on comparable basis (Statement V)** | **22,225** | **-** | **-** | **22,225** |
| Basis differences | 1,349 | (1,554) | (1,277) | (1,482) |
| Presentation differences | 36,252 | - | - | 36,252 |
| Entity differences | (18,007) | - | - | (18,007) |
| **Actual amounts in Statement IV** | **2,631** | **(1,554)** | **(1,277)** | **(200)** |

63 As required under IPSAS 24, the actual amounts presented on a comparable basis to the budget are, where the financial statements and the budget are not prepared on a comparable basis, reconciled to the actual amounts presented in the financial statements, identifying separately any basis and timing differences. There are also differences in formats and classification schemes adopted for presentation of financial statements and the budget.

64 Basis differences occur when the approved budget is prepared on a basis other than the accounting basis. For the Agency, the budget was prepared on the commitment basis and the financial statements were prepared on the accrual basis. For example, entire PP&E values are expensed in the budget at acquisition while in the financial statements these are capitalised and PP&E depreciation is charged monthly thus expensing their full value over their useful lives.

65 Entity differences occur when the budget omits programmes or entities that are part of the entity for which the financial statements are prepared. With exception of the core budget and voluntary contributions from the UAE bid and for IITC activities; the activities funded under other voluntary funded projects are not included in Statement V, the amounts related to those activities are classified as entity differences.

66 Presentation differences are due to differences in the format and classification schemes adopted for presentation of Statement IV and Statement V. The approved budget for IRENA does not reflect revenue, which is classified as presentation differences.

67 The actual amounts on a comparable basis in the Statement V relate to three sources of funding as presented in the next table.

## Note 7 Statement of comparison of budget and actual expenditure (continued)

| | 2012 approved budget | Actual amounts on comparable basis | Open current year commitments | Total actual amounts and commitments | Difference: final budget and actual | Utilisation rate |
|---|---|---|---|---|---|---|
| | | | USD '000 | | | |
| **Core budget** | **16,000** | **14,501** | **875** | **15,376** | **624** | **96.1%** |
| **Voluntary Contributions from the UAE** | | | | | | |
| Operations | 2,900 | 2,098 | 564 | 2,662 | 238 | 91.8% |
| Research | 2,900 | 926 | 512 | 1,438 | 1,462 | 49.6% |
| Workshops and Conferences | 1,600 | 1,215 | - | 1,215 | 385 | 75.9% |
| **Voluntary Contributions from the Germany** | | | | | | |
| Innovation and Technology | 4,000 | 3,485 | 464 | 3,949 | 51 | 98.7% |
| **Capacity Building** | | | | | | |
| Additional Earmarked Contribution from the UAE | 500 | - | - | - | 500 | 0.0% |
| Additional Earmarked Contribution from Germany | 500 | - | - | - | 500 | 0.0% |
| **Total Voluntary Contributions** | **12,400** | **7,724** | **1,540** | **9,264** | **3,136** | **74.7%** |
| **Total expenditures** | **28,400** | **22,225** | **2,415** | **24,640** | **3,760** | **86.8%** |

# Note 8 Commitments and contingencies

## 8.1 Commitments

68 At 31 December 2012, IRENA's commitments included purchase orders, service and consultancy contracts contracted but not delivered as follows:

| | 31 December 2012 USD | 31 December 2011* USD |
|---|---|---|
| **Commitments: Purchase of goods and services** | | |
| Core budget current year commitments | 874,880 | 615,309 |
| UAE bid commitments | 1,076,369 | 1,941,692 |
| IITC commitments | 463,776 | 328,271 |
| Total commitments for funds under approved budget | 2,415,025 | 2,885,272 |
| Other voluntary funds commitments | 210,720 | - |
| **Total open commitments** | **2,625,745** | **2,885,272** |

** Comparative restated for current presentation.*

69 Under IPSAS 1 on accrual basis of accounting and on the basis of the delivery principle, commitments for future expenses are not recognized in the financial statements. Such commitments will be settled from the transfer of budget provision for committed items from 2012 into 2013 as an obligation against current appropriations under Financial Regulation 4.2, which states that appropriations shall remain available for twelve months following the end of the financial period to which they relate to the extent that they are required to liquidate outstanding legal obligations of the financial period for which they were appropriated.

### 8.2 Legal or contingent liabilities

70 There are no contingent liabilities arising from legal actions and claims that are likely to result in any significant liability to the Agency.

## Note 9 Core budget surplus

| | 2012<br>USD | 2011<br>USD |
|---|---|---|
| **Core budget surplus** | | |
| Net result related to current year activities | 3,046,583 | - |
| Utilisation of prior year commitments | (543,255) | - |
| **Cash surplus for reporting period (Note 5)** | 2,503,328 | 2,193,980 |
| Preparatory Commission cash surplus 1 January to 5 April 2011 | - | 1,361,739 |
| Prior year unutilised commitments | 72,054 | |
| Open core budget current year commitments (Note 8.1) | (874,880) | (615,309) |
| Net acquisitions of property, plant and equipment under core budget - allocation to capitalisation reserve | (223,151) | (23,206) |
| Net acquisitions of intangible assets under core budget - allocation to capitalisation reserve | (330,913) | (98,927) |
| Depreciation of property, plant and equipment under core budget - allocation from capitalisation reserve | 47,461 | - |
| Amortisation of intangible assets under core budget - allocation from capitalisation reserve | 83,555 | - |
| **Core budget (cash) surplus** | **1,277,454** | **2,818,277** |

71 According to Financial Regulation 4.5 (a) any cash surplus in the budget at the close of any financial period shall be apportioned among Members in proportion to their mandatory contributions for the financial year to which the surplus relates. According to Financial Regulation 4.5 (b) apportioned cash surplus balances shall be made available to Members as of 1 January following the year in which the audit of the accounts of the financial year is completed. Accordingly, core budget cash surplus amounting to USD 1,277,454 should be credited to Members on 1 January 2014.

## Note 10 Related parties and key management personnel

### 10.1 Key management personnel

| | For the year ended 31 December 2012 USD'000 | For the period 6 April to 31 December 2011 USD'000 |
|---|---|---|
| Number of individuals | 6 | 4 |
| Compensation and post adjustment | 860 | 557 |
| Entitlements | 463 | 245 |
| Staff provident fund | 167 | 104 |
| Total remuneration during the year | 1,490 | 906 |
| Outstanding advances against entitlements | 135 | 117 |
| Outstanding housing advances | 53 | 8 |

72 Key management personnel of the Agency were the Director-General, the Deputy Director-General and the Division Directors. They had the authority and responsibility for planning, directing and controlling the activities of the Agency.

73 The aggregate remuneration paid to key management personnel included: net salaries, post adjustment, entitlements such as representation allowance and other allowances, assignment, education, relocation and other grants, rental subsidy, personal effect shipment costs, and Staff Provident Fund contributions. Outstanding housing advances included advances granted to settle annual rental payments. The advances were recovered from the employees on a monthly basis. Advances against entitlements were made in respect of education grant entitlements and will be fully offset when education grant claim is settled at the end of scholastic year.

### 10.2 Related party transactions

74 Except as otherwise noted in these statements for revenue from non-exchange transactions including contributions in kind, all transactions made with third parties occur at fair value within a normal relationship of supplier or client and at arm’s-length terms and conditions.

## Note 11 Events after the reporting date

75 IRENA's reporting date is as at 31 December 2012. On the date of signing of these accounts, there had been no material events, favourable or unfavourable, that have occurred between the reporting date and the date when financial statements have been authorised for issue that would have impacted these statements.

**Annex I**
**Status of Assessed Contributions to the Core Budget (in United States dollars) as at 31 December 2012**

| Members & new Members | IRENA 2012 assessment scale | Prior period assessments | Assessment for 2012 | Prior period collections | Current period collections | Current period overpayments | Due from Members as at 31 December 2012 |
|---|---|---|---|---|---|---|---|
| **Mandatory assessed member contributions** | | | | | | | |
| Albania | 0.014% | - | 2,276 | - | - | - | 2,276 |
| Angola[1] | 0.010% | - | 1,467 | 1,351 | 116 | - | - |
| Antigua and Barbuda | 0.003% | - | 455 | - | 455 | - | - |
| Armenia | 0.007% | - | 1,138 | 7 | 1,132 | 1 | - |
| Australia | 2.750% | - | 440,047 | 250 | 439,797 | - | - |
| Bangladesh | 0.010% | - | 1,600 | 10 | 1,590 | - | - |
| Belarus | 0.060% | - | 9,561 | - | 9,561 | - | - |
| Bosnia and Herzegovina | 0.020% | - | 3,187 | 18 | 3,169 | - | - |
| Brunei Darussalam | 0.040% | 56 | 6,374 | 35 | 6,395 | - | - |
| Bulgaria | 0.054% | - | 8,651 | 48 | 8,603 | - | - |
| Cameroon | 0.016% | 1,766 | 2,504 | - | 1,702 | - | 2,568 |
| Cape Verde | 0.001% | - | 228 | 4 | - | - | 224 |
| Croatia | 0.138% | - | 22,082 | - | 22,082 | - | - |
| Cyprus | 0.065% | - | 10,472 | - | 10,472 | - | - |
| Czech Republic | 0.497% | 23,388 | 79,450 | - | 102,838 | - | - |
| Denmark | 1.047% | - | 167,550 | 922 | 166,628 | - | - |
| Djibouti | 0.001% | 133 | 228 | - | 361 | - | - |
| Dominican Republic | 0.060% | 6,745 | 9,561 | - | 6,643 | - | 9,663 |
| Ecuador | 0.057% | - | 9,106 | - | 9,106 | - | - |
| Eritrea | 0.001% | 133 | 228 | - | 361 | - | - |
| Fiji | 0.006% | - | 911 | - | 911 | - | - |
| Finland | 0.805% | - | 128,850 | 1,753 | 127,097 | - | - |
| France * | 8.712% | 327,761 | 1,393,899 | 70,104 | 1,323,770 | - | 327,786 |
| Gambia | 0.001% | 133 | 228 | - | 361 | - | - |
| Georgia | 0.009% | - | 1,366 | 7 | 1,359 | - | - |
| Germany | 11.408% | - | 1,825,295 | 10,040 | 1,815,255 | - | - |

* France has requested the Secretariat to record that it has become a Member of IRENA on 1 April 2011, at which point it has become subject to provisions of Article XII of the IRENA Statute on mandatory contributions. Consequently, France considers contributions prior to that date to be voluntary.

**Annex I (continued)**
**Status of Assessed Contributions to the Core Budget (in United States dollars) as at 31 December 2012**

| Members & new Members | IRENA 2012 assessment scale | Prior period assessments | Assessment for 2012 | Prior period collections | Current period collections | Current period overpayments | Due from Members as at 31 December 2012 |
|---|---|---|---|---|---|---|---|
| Grenada | 0.001% | 133 | 228 | - | 361 | - | - |
| Iceland | 0.060% | - | 9,561 | - | 9,561 | - | - |
| India | 0.760% | - | 121,565 | 669 | 120,896 | - | - |
| Israel | 0.546% | - | 87,417 | - | 87,417 | - | - |
| Japan | 17.828% | - | 2,852,450 | - | 2,852,450 | - | - |
| Kenya | 0.017% | - | 2,732 | 1,573 | 1,159 | - | - |
| Latvia | 0.054% | - | 8,651 | 6,593 | 2,058 | - | - |
| Lesotho | 0.001% | 133 | 228 | - | 361 | - | - |
| Liechtenstein | 0.013% | - | 2,049 | 21 | 2,028 | - | - |
| Lithuania | 0.092% | - | 14,797 | - | 14,736 | - | 61 |
| Luxembourg | 0.128% | - | 20,488 | 496 | 19,992 | - | - |
| Malaysia | 0.360% | - | 57,595 | 29,205 | 28,318 | - | 72 |
| Maldives | 0.001% | - | 228 | 852 | - | 624 | - |
| Mali | 0.004% | - | 683 | 37 | 466 | - | 180 |
| Malta | 0.024% | 2,730 | 3,870 | 21 | 2,730 | - | 3,849 |
| Marshall Islands | 0.001% | - | 228 | - | - | - | 228 |
| Mauritius | 0.016% | - | 2,504 | - | 2,504 | - | - |
| Mexico | 3.352% | - | 536,343 | - | 536,343 | - | - |
| Monaco | 0.004% | - | 683 | 4 | 679 | - | - |
| Mongolia | 0.003% | - | 455 | 1 | 454 | - | - |
| Montenegro | 0.006% | 642 | 911 | 1 | - | - | 1,552 |
| Mozambique | 0.004% | - | 683 | - | 683 | - | - |
| Nauru | 0.001% | - | 228 | - | 228 | - | - |
| Netherlands | 2.639% | - | 422,290 | - | 422,290 | - | - |
| New Zealand | 0.388% | 25,464 | 62,148 | - | 87,612 | - | - |
| Nicaragua | 0.004% | - | 683 | 29 | 683 | 29 | - |
| Niger | 0.003% | - | 455 | 2 | 399 | - | 54 |

**Annex I (continued)**
**Status of Assessed Contributions to the Core Budget (in United States dollars) as at 31 December 2012**

| Members & new Members | IRENA 2012 assessment scale | Prior period assessments | Assessment for 2012 | Prior period collections | Current period collections | Current period overpayments | Due from Members as at 31 December 2012 |
|---|---|---|---|---|---|---|---|
| Nigeria | 0.111% | 7,526 | 17,757 | 144 | 7,526 | - | 17,613 |
| Norway | 1.239% | - | 198,283 | 1,091 | 197,192 | - | - |
| Oman | 0.122% | - | 19,578 | 14,954 | 4,624 | - | - |
| Palau | 0.001% | - | 228 | 126 | - | - | 102 |
| Panama[1] | 0.031% | - | 4,591 | - | 4,591 | - | - |
| Philippines | 0.128% | - | 20,488 | 113 | 20,375 | - | - |
| Poland | 1.178% | - | 188,494 | 115 | 188,379 | - | - |
| Portugal | 0.727% | 81,979 | 116,329 | - | 82,036 | - | 116,272 |
| Qatar | 0.192% | - | 30,733 | - | - | - | 30,733 |
| Republic of Korea | 3.216% | - | 514,488 | 3,744 | 510,744 | - | - |
| Republic of Moldova | 0.003% | - | 455 | - | 455 | - | - |
| Romania | 0.252% | 28,424 | 40,294 | - | - | - | 68,718 |
| Samoa | 0.001% | 133 | 228 | 1 | 360 | - | - |
| Senegal | 0.009% | 964 | 1,366 | - | 856 | - | 1,474 |
| Serbia | 0.053% | - | 8,423 | 46 | 8,377 | - | - |
| Seychelles | 0.003% | - | 455 | 5 | 450 | - | - |
| Sierra Leone | 0.001% | 133 | 228 | 1 | - | - | 360 |
| Slovakia | 0.202% | - | 32,326 | - | 32,326 | - | - |
| Slovenia | 0.147% | 16,541 | 23,448 | - | 16,541 | - | 23,448 |
| South Africa | 0.548% | - | 87,645 | 482 | 87,163 | - | - |
| Spain | 4.520% | - | 723,243 | 50,788 | 672,455 | - | - |
| Sri Lanka | 0.027% | - | 4,325 | - | 4,325 | - | - |
| Sudan | 0.010% | 1,326 | 1,600 | 10 | 2,916 | - | - |
| Swaziland | 0.004% | 482 | 683 | - | - | - | 1,165 |
| Sweden | 1.514% | - | 242,219 | 2,739 | 239,480 | - | - |
| Switzerland | 1.608% | - | 257,244 | - | 257,244 | - | - |
| The former Yugoslav Republic of Macedonia | 0.010% | 1,124 | 1,594 | - | 2,718 | - | - |

**Annex I (continued)**
**Status of Assessed Contributions to the Core Budget (in United States dollars) as at 31 December 2012**

| Members & new Members | IRENA 2012 assessment scale | Prior period assessments | Assessment for 2012 | Prior period collections | Current period collections | Current period overpayments | Due from Members as at 31 December 2012 |
|---|---|---|---|---|---|---|---|
| Togo | 0.001% | 133 | 228 | 1 | - | - | 360 |
| Tonga | 0.001% | - | 228 | 1 | - | - | 227 |
| Tunisia | 0.043% | - | 6,829 | 384 | 6,389 | - | 56 |
| United Arab Emirates | 0.556% | - | 89,011 | 4,187 | 84,824 | - | - |
| United Kingdom of Great Britain and Northern Ireland[2] | 9.396% | - | 1,503,398 | 8,270 | 1,495,128 | - | - |
| United States of America | 22.000% | - | 3,520,000 | - | 3,520,000 | - | - |
| Uruguay | 0.038% | 4,336 | 6,147 | - | 10,483 | - | - |
| | | | | | | | |
| **Subtotals** | **100.000%** | **532,318** | **15,999,453** | **211,255** | **15,712,129** | **654** | **609,041** |

**Annex I (continued)**
**Status of Assessed Contributions to the Core Budget (in United States dollars) as at 31 December 2012**

| Members & new Members | IRENA 2012 assessment scale | Prior period assessments | Assessment for 2012 | Prior period collections | Current period collections | Current period overpayments | Due from Members as at 31 December 2012 |
|---|---|---|---|---|---|---|---|
| **Out of Scale Contributions** | | | | | | | |
| European Union[3] | N.A. | - | 400,000 | 2,364 | - | - | 397,636 |
| **New Members[4]** | | | | - | - | - | |
| Algeria | 0.160% | - | 12,800 | - | - | - | 12,800 |
| Bahrain | 0.049% | - | 3,920 | 49 | 4,257 | 386 | - |
| Benin | 0.004% | - | 53 | - | - | - | 53 |
| Cuba | 0.089% | - | 9,493 | - | - | - | 9,493 |
| Egypt | 0.118% | - | 7,867 | - | 8,523 | 656 | - |
| Estonia | 0.050% | - | 4,000 | - | 4,416 | 416 | - |
| Ethiopia | 0.010% | - | 1,200 | - | - | - | 1,200 |
| Greece | 0.864% | - | 115,200 | - | - | - | 115,200 |
| Italy | 6.251% | - | 166,693 | - | 725,564 | 558,871 | - |
| Iraq | 0.025% | - | - | 25 | - | - | (25) |
| Mauritania | 0.001% | - | 107 | 1,025 | - | - | (918) |
| Rwanda | 0.001% | - | 80 | - | 86 | 6 | - |
| Saint Vincent and the Grenadines | 0.001% | - | 13 | - | - | - | 13 |
| Saudi Arabia | 1.038% | - | 152,240 | - | - | - | 152,240 |
| Turkey | 0.771% | - | 82,240 | - | 91,307 | 9,067 | - |
| Uganda | 0.008% | - | 747 | 6 | - | - | 741 |
| Yemen | 0.010% | - | 1,200 | 10 | - | - | 1,190 |
| **Subtotals** | **9.450%** | **-** | **957,853** | **3,479** | **834,153** | **569,402** | **689,623** |
| **Totals** | | **532,318** | **16,957,306** | **214,734** | **16,546,282** | **570,056** | **1,298,664** |

1. Angola and Panama are each prorated for 11 months as they became Members in January 2012 through prior to the Assembly.
2. The United Kingdom of Great Britain and Northern Ireland became a Member on 10 May 2012.
3. EU contribution for 2012 was established at USD 400,000 pursuant to the decision 2010/385/EU of the Council of the European Union of 24 June 2010.
4. New members are not included in the scale of assessment for 2012 as they joined after the 2nd Assembly. Their assessments are based on the scale of assessment for 2013 as approved at the 3rd Assembly.

## Annex II (Revised)
### Apportionment of 2012 core budget surplus

| | IRENA 2012 Scale | 2012 core budget surplus due to Members USD |
|---|---|---|
| **Mandatory assessed Members** | | |
| Albania | 0.014% | 177.32 |
| Angola | 0.010% | 124.63 |
| Antigua and Barbuda | 0.003% | 35.47 |
| Armenia | 0.007% | 88.66 |
| Australia | 2.750% | 34,276.80 |
| Bangladesh | 0.010% | 124.63 |
| Belarus | 0.060% | 744.76 |
| Bosnia and Herzegovina | 0.020% | 248.25 |
| Brunei Darussalam | 0.040% | 496.51 |
| Bulgaria | 0.054% | 673.83 |
| Cameroon | 0.016% | 195.06 |
| Cape Verde | 0.001% | 17.73 |
| Croatia | 0.138% | 1,720.05 |
| Cyprus | 0.065% | 815.69 |
| Czech Republic | 0.497% | 6,188.62 |
| Denmark | 1.047% | 13,051.07 |
| Djibouti | 0.001% | 17.73 |
| Dominican Republic | 0.060% | 744.76 |
| Ecuador | 0.057% | 709.30 |
| Eritrea | 0.001% | 17.73 |
| Fiji | 0.006% | 70.93 |
| Finland | 0.805% | 10,036.56 |
| France | 8.712% | 108,575.70 |
| Gambia | 0.001% | 17.73 |
| Georgia | 0.009% | 106.40 |
| Germany | 11.408% | 142,178.67 |
| Grenada | 0.001% | 17.73 |
| Iceland | 0.060% | 744.76 |
| India | 0.760% | 9,469.12 |
| Israel | 0.546% | 6,809.26 |
| Japan | 17.828% | 222,187.41 |
| Kenya | 0.017% | 212.79 |
| Latvia | 0.054% | 673.83 |
| Lesotho | 0.001% | 17.73 |
| Liechtenstein | 0.013% | 159.59 |
| Lithuania | 0.092% | 1,152.61 |
| Luxembourg | 0.128% | 1,595.92 |

## Annex II (Revised)
### Apportionment of 2012 core budget surplus (continued)

| | IRENA 2012 Scale | 2012 core budget surplus due to Members USD |
|---|---|---|
| **Mandatory assessed Members** | | |
| Malaysia | 0.360% | 4,486.31 |
| Maldives | 0.001% | 17.73 |
| Mali | 0.004% | 53.20 |
| Malta | 0.024% | 301.45 |
| Marshall Islands | 0.001% | 17.73 |
| Mauritius | 0.016% | 195.06 |
| Mexico | 3.352% | 41,777.62 |
| Monaco | 0.004% | 53.20 |
| Mongolia | 0.003% | 35.47 |
| Montenegro | 0.006% | 70.93 |
| Mozambique | 0.004% | 53.20 |
| Nauru | 0.001% | 17.73 |
| Netherlands | 2.639% | 32,893.67 |
| New Zealand | 0.388% | 4,840.96 |
| Nicaragua | 0.004% | 53.20 |
| Niger | 0.003% | 35.47 |
| Nigeria | 0.111% | 1,383.13 |
| Norway | 1.239% | 15,444.95 |
| Oman | 0.122% | 1,524.99 |
| Palau | 0.001% | 17.73 |
| Panama | 0.031% | 390.11 |
| Philippines | 0.128% | 1,595.92 |
| Poland | 1.178% | 14,682.46 |
| Portugal | 0.727% | 9,061.27 |
| Qatar | 0.192% | 2,393.88 |
| Republic of Korea | 3.216% | 40,075.30 |
| Republic of Moldova | 0.003% | 35.46 |
| Romania | 0.252% | 3,138.64 |
| Samoa | 0.001% | 17.73 |
| Senegal | 0.009% | 106.39 |
| Serbia | 0.053% | 656.10 |
| Seychelles | 0.003% | 35.46 |
| Sierra Leone | 0.001% | 17.73 |
| Slovakia | 0.202% | 2,518.01 |
| Slovenia | 0.147% | 1,826.44 |
| South Africa | 0.548% | 6,826.99 |
| Spain | 4.520% | 56,335.95 |
| Sri Lanka | 0.027% | 336.92 |

## Annex II (Revised)
### Apportionment of 2012 core budget surplus (continued)

| | IRENA 2012 Scale | 2012 core budget surplus due to Members USD |
|---|---|---|
| **Mandatory assessed Members** | | |
| Sudan | 0.010% | 124.63 |
| Swaziland | 0.004% | 53.20 |
| Sweden | 1.514% | 18,867.31 |
| Switzerland | 1.608% | 20,037.65 |
| The former Yugoslav Republic of Macedonia | 0.010% | 124.13 |
| Togo | 0.001% | 17.73 |
| Tonga | 0.001% | 17.73 |
| Tunisia | 0.043% | 531.97 |
| United Arab Emirates | 0.556% | 6,933.38 |
| United Kingdom of Great Britain and Northern Ireland | 9.396% | 117,105.00 |
| United States of America | 22.000% | 274,185.25 |
| Uruguay | 0.038% | 478.78 |
| **Subtotal** | **100.000%** | **1,246,296.59** |
| European Union | 2.500% | 31,157.41 |
| **Grand total** | **102.500%** | **1,277,454.00** |