FINANCIAL UPDATE

BOARD MEETING Barry Greene 22-23 June 2016, Geneva





Financial Update

- Update on 2015 and Quarter 1 of 2016
- Overview of 2011-2015

 Outlook for 2016-2020 ... including implications of decisions for Board consideration at this meeting



Update on <u>2015</u>

US\$ billions

2015 whole year		
Projected for year	Actual	% of Projection for year

Vaccine Programmes
Cash-based Programmes
Programmes
Secretariat & Partners
Total Expenditure

1.2	1.2	99%
0.51	0.33	65%
1.7	1.5	89%
0.26	0.24	93%
2.0	1.8	90%

Resources

1.5 108%

Programme expenditure was 89% of initial projection ... relates mainly to Ebola

Resource inflows were

8% above the initial projection
... completion of pledges



Update on 2015 and Quarter 1 of 2016

US\$ billions

2015 whole year		
Projected for year	Actual	% of Projection for year

2016	Q 1 of 2016		
Projected for year	Actual Q1 2016	% of Projection for year	Q1 <u>2015</u>

Vaccine Programmes
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Cash-based Programmes
Programmes
Secretariat & Partners
Total Expenditure

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1.1	0.3	25%	30%
0.5	0.1	18%	7%
1.6	0.4	23%	- 23%
0.27	0.06	22% 🖊	50%
1.9	0.4	23%	27%

0.2

1.8

Resources	
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1.4	1.5	108%

In Q1 of 2016 ...

Programme expenditure rate was in line with 2015

Resource inflow rate was **higher** than in 2015

13%

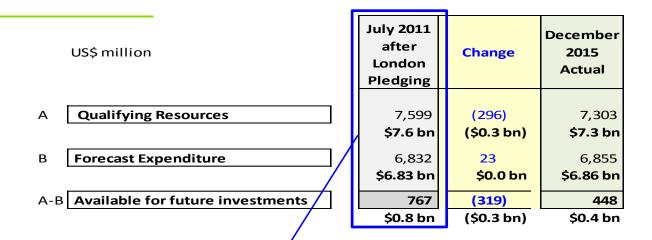


2011-2015

Evolution of forecast since London Pledging Conference



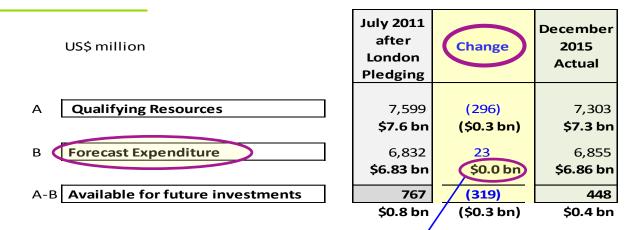
Overview of 2011-2015



Forecast to Board in July 2011



Overview of 2011-2015 ... Expenditure



Expenditure \$6.9bn: unchanged overall

- +0.1 IPV (\$101m)
- +0.1 Measles SIA, Cholera, etc.
- +0.2 Business Plan

Board meeting

22-23 June 2016

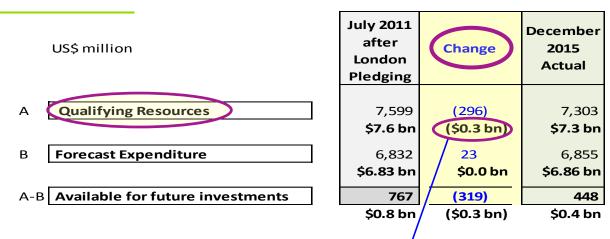
- (0.2) Pneumococcal
- (0.1) Rotavirus
- (0.1) Yellow fever

\$0.4bn decrease

\$0.4bn increase



Overview of 2011-2015 ... Resources



Resources \$7.3bn : lower by \$0.3bn - due to deferring IFFIm proceeds

- +0.5 direct contributions (+10%)
- +0.1 investment income
- +0.2 for IPV (\$165m)
- (0.2) to maintain 8-month reserve
- (0.9) IFFIm proceeds deferred to

2016-2020, to support replenishment

\$0.8bn increase

\$1.1bn decrease



Responding to country demand in 2016-2020



Financial implications of the decisions for the Board to consider at this meeting

Per Table 1

Funding decisions for consideration at June 2016 Board meeting

	Document
amount	#
0.2	02d
20	02e
15	02f
10 *	02g
27.5 * alth impact	09
	0.2 20 15 10 * 27.5 *



The decisions would add \$53m to expenditure through 2020

Per Table 1

Funding decisions for consideration at June 2016 Board meeting

	US\$ million	Decision amount	Already in forecast	Addition to forecast	Document #
(a)	Lestho Rota programme Investment return: Direct Health impact	0.2	0.2	0	02d
(b)	Oral cholera stockpile re-allocation of funding Investment return: Optimising investments	20	20	0	02e
(c)	MenA stockpile bridge funding Investment return: Epidemic preparedness	15	0	15	02f
(d)	Japanese Encephalitis routine co-financing Investment return: Sustained health impact	10 *	0	10	02g
(e)	Support to Malaria vaccine pilots Investment return: Evidence generation & direct hed	27.5 *	0	28	09
			Total:	53	
				4 2	

\$53m added to 2016-20 expenditure



\$280m would remain available for future investments through 2020

Per Table 1 Impact of **Forecast Including** Berlin decisions for USS million to Board proposed Jan 2015 consideration decisions (incl IPV) Dec 2015 in June 2015 9,850 9.850 10,261 **Qualifying Resources** \$10.3 bn \$9.9 bn \$9.9 bn 9,809 9,518 53 9,571 **Forecast Expenditure** \$9.8 bn \$9.5 bn \$9.6 bn \$280m available 332 (53)280 452 A-B Available for future investments for future \$0.5 bn \$0.3 bn \$0.3 bn investments provided that pledges are contributed and \$53m added to 2016-20 expenditure extended to 2020



Potential future investments

US\$ million

A Qualifying Resources

B Forecast Expenditure

A-B Available for future investments

Berlin
Jan 2015
(incl IPV)
10,261 \$10.3 bn
-
9,809
\$9.8 bn
452
\$0.5 bn

Forecast to Board Dec 2015 9,850 \$9.9 bn	Impact of decisions for consideration in June 2015
9,518 \$9.5 bn	53
332 \$0.3 bn	(53)

	_	
	Including	
r 	proposed	
n 5	decisions	
	9,850	
	\$9.9 bn	
	9,571	
	\$9.6 bn	
	280	
	\$0.3 bn	

Per Table 1

\$280m available for future investments

Potential future investment opportunities

US\$m

Investment Return

1 Cold Chain Equipment (2018-20)

190-260

Safequarding & optimising investments

Potentially much more, if all equipment is modernised; some may come from new fundraising

Needs that were explicitly not part of the Replenishment Ask:

2 IPV post 2018

~100 (i) Sustaining polio gains

3 Ebola

55-255 (ii) Epidemic preparedness

4 Yellow Fever Strategy & Stockpile Review

TBC Epidemic preparedness

- (i) Contingent on additional resources being made available
- (ii) Discussions ongoing with donors to secure additional resources for Ebola programme



Assurance of the Audit and Finance Committee

To inform the Board regarding the availability of resources, the Audit and Finance Committee at its meeting on 4 May 2016:

- reviewed the financial implications of these potential funding decisions; and
- concluded that they could be approved by the Board in accordance with the Programme Funding Policy.



THANK YOU



