

**Consolidated Annual Financial
Report of the Administrative Agent
for
the The Lions Share Fund**

for the period 1 January to 31 December 2020

Multi-Partner Trust Fund Office
Bureau for Management Services
United Nations Development Programme
[GATEWAY: http://mptf.undp.org](http://mptf.undp.org)

21 May 2021

PARTICIPATING ORGANIZATIONS

Forum Konservasi Leuser
Hutan Alam dan Lingkungan Aceh
Humane Society International
PanEco Foundation
United Nations Development Programme
United Nations Environment Programme
UN Office for Project Services
Wildlife Conservation Society
Yayasan Orangutan Sumatera

CONTRIBUTORS

Ascential Events (Europe) Ltd.
Cartier SA
Guccio Gucci SpA
Lacoste
Mars, Incorporated
Additional Private Sector contributors
The Economist Group

DEFINITIONS

Allocation

Amount approved by the Steering Committee for a project/programme.

Approved Project/Programme

A project/programme including budget, etc., that is approved by the Steering Committee for fund allocation purposes.

Contributor Commitment

Amount(s) committed by a donor to a Fund in a signed Standard Administrative Arrangement with the UNDP Multi-Partner Trust Fund Office (MPTF Office), in its capacity as the Administrative Agent. A commitment may be paid or pending payment.

Contributor Deposit

Cash deposit received by the MPTF Office for the Fund from a contributor in accordance with a signed Standard Administrative Arrangement.

Delivery Rate

The percentage of funds that have been utilized, calculated by comparing expenditures reported by a Participating Organization against the 'net funded amount'.

Indirect Support Costs

A general cost that cannot be directly related to any particular programme or activity of the Participating Organizations. UNDG policy establishes a fixed indirect cost rate of 7% of programmable costs.

Net Funded Amount

Amount transferred to a Participating Organization less any refunds transferred back to the MPTF Office by a Participating Organization.

Participating Organization

A UN Organization or other inter-governmental Organization that is an implementing partner in a Fund, as represented by signing a Memorandum of Understanding (MOU) with the MPTF Office for a particular Fund.

Project Expenditure

The sum of expenses and/or expenditure reported by all Participating Organizations for a Fund irrespective of which basis of accounting each Participating Organization follows for donor reporting.

Project Financial Closure

A project or programme is considered financially closed when all financial obligations of an operationally completed project or programme have been settled, and no further financial charges may be incurred.

Project Operational Closure

A project or programme is considered operationally closed when all programmatic activities for which Participating Organization(s) received funding have been completed.

Project Start Date

Date of transfer of first instalment from the MPTF Office to the Participating Organization.

Total Approved Budget

This represents the cumulative amount of allocations approved by the Steering Committee.

US Dollar Amount

The financial data in the report is recorded in US Dollars and due to rounding off of numbers, the totals may not add up.

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INTRODUCTION

This Consolidated Annual Financial Report of the **The Lions Share Fund** is prepared by the United Nations Development Programme (UNDP) Multi-Partner Trust Fund Office (MPTF Office) in fulfillment of its obligations as Administrative Agent, as per the terms of Reference (TOR), the Memorandum of Understanding (MOU) signed between the UNDP MPTF Office and the Participating Organizations, and the Standard Administrative Arrangement (SAA) signed with contributors.

The MPTF Office, as Administrative Agent, is responsible for concluding an MOU with Participating Organizations and SAAs with contributors. It receives, administers and

manages contributions, and disburses these funds to the Participating Organizations. The Administrative Agent prepares and submits annual consolidated financial reports, as well as regular financial statements, for transmission to contributors.

This consolidated financial report covers the period 1 January to 31 December **2020** and provides financial data on progress made in the implementation of projects of the **The Lions Share Fund**. It is posted on the MPTF Office GATEWAY (<http://mptf.undp.org/factsheet/fund/LNS00>).

The financial data in the report is recorded in US Dollars and due to rounding off of numbers, the totals may not add up.

2020 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of the **The Lions Share Fund** using the pass-through funding modality as of 31 December **2020**. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address: <http://mptf.undp.org/factsheet/fund/LNS00>.

1. SOURCES AND USES OF FUNDS

As of 31 December **2020**, **7** contributors¹ deposited US\$ **4,460,790** in contributions and US\$ **16,208** was earned in interest.

The cumulative source of funds was US\$ **4,476,998** (see respectively, Tables 2 and 3).

Of this amount, US\$ **3,558,575** has been net funded to **9** Participating Organizations, of which US\$ **2,321,068** has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ **44,608**. Table 1 provides an overview of the overall sources, uses, and balance of the **The Lions Share Fund** as of 31 December 2020.

Table 1. Financial Overview, as of 31 December 2020 (in US Dollars)

	Annual 2019	Annual 2020	Cumulative
Sources of Funds			
Contributions from donors	1,527,873	1,542,917	4,460,790
Fund Earned Interest and Investment Income	11,664	2,283	16,208
Interest Income received from Participating Organizations	-	-	-
Refunds by Administrative Agent to Contributors	-	-	-
Fund balance transferred to another MDTF	-	-	-
Other Income	-	-	-
Total: Sources of Funds	1,539,537	1,545,200	4,476,998
Use of Funds			
Transfers to Participating Organizations	853,000	539,415	1,392,415
Refunds received from Participating Organizations	-	-	-
Net Funded Amount	853,000	539,415	1,392,415
Administrative Agent Fees	15,279	15,429	44,608
Direct Costs: (Steering Committee, Secretariat...etc.)	200,000	590,060	2,166,160
Bank Charges	19	55	75
Other Expenditures	-	-	-
Total: Uses of Funds	1,068,298	1,144,960	3,603,258
Change in Fund cash balance with Administrative Agent	471,239	400,240	873,740
Opening Fund balance (1 January)	2,261	473,499	-
Closing Fund balance (31 December)	473,499	873,740	873,740
Net Funded Amount (Includes Direct Cost)	1,053,000	1,129,475	3,558,575
Participating Organizations' Expenditure (Includes Direct Cost)	747,039	1,174,086	2,321,068
Balance of Funds with Participating Organizations			1,237,507

¹ In this report, all donors with the small-amount donations are referred as 'Additional Private Sector contributors'

2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this Fund as of 31 December 2020.

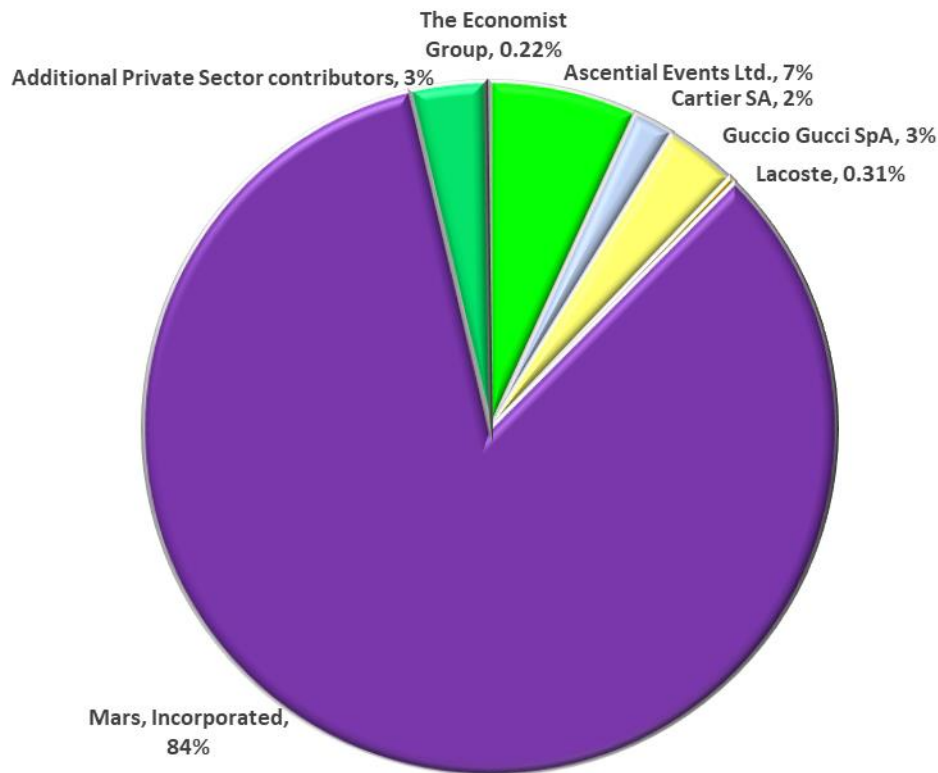
The Lions Share Fund is currently being financed by contributors, as listed in the table below.

The table below includes commitments made up to 31 December 2020 through signed Standard Administrative Agreements, and deposits made through 2020. It does not include commitments that were made to the fund beyond 2020.

Table 2. Contributors' Commitments and Deposits, as of 31 December 2020 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2019 Deposits	Current Year Jan-Dec-2020 Deposits	Total Deposits
Ascential Events (Europe) Ltd.	307,015	307,015	-	307,015
Cartier SA	85,000	-	85,000	85,000
Guccio Gucci SpA	150,000	-	150,000	150,000
Lacoste	14,000	-	14,000	14,000
Mars, Incorporated	3,740,000	2,490,000	1,250,000	3,740,000
Additional Private Sector contributors	155,025	111,108	43,917	155,025
The Economist Group	9,750	9,750	-	9,750
Grand Total	4,460,790	2,917,873	1,542,917	4,460,790

Figure 1: Deposits by contributor, cumulative as of 31 December 2020



3. INTEREST EARNED

Interest income is earned in two ways: 1) on the balance of funds held by the Administrative Agent (Fund earned interest), and 2) on the balance of funds held by the Participating Organizations (Agency earned interest) where their Financial Regulations and Rules allow return of interest to the AA.

As of 31 December **2020**, Fund earned interest amounts to US\$ **16,208**.

Details are provided in the table below.

Table 3. Sources of Interest and Investment Income, as of 31 December 2020 (in US Dollars)

Interest Earned	Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Total
Administrative Agent			
Fund Earned Interest and Investment Income	13,925	2,283	16,208
Total: Fund Earned Interest	13,925	2,283	16,208
Participating Organization			
Total: Agency earned interest			
Grand Total	13,925	2,283	16,208

4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2020, the AA has transferred US\$ 1,392,415 to 9 Participating Organizations (see list below).

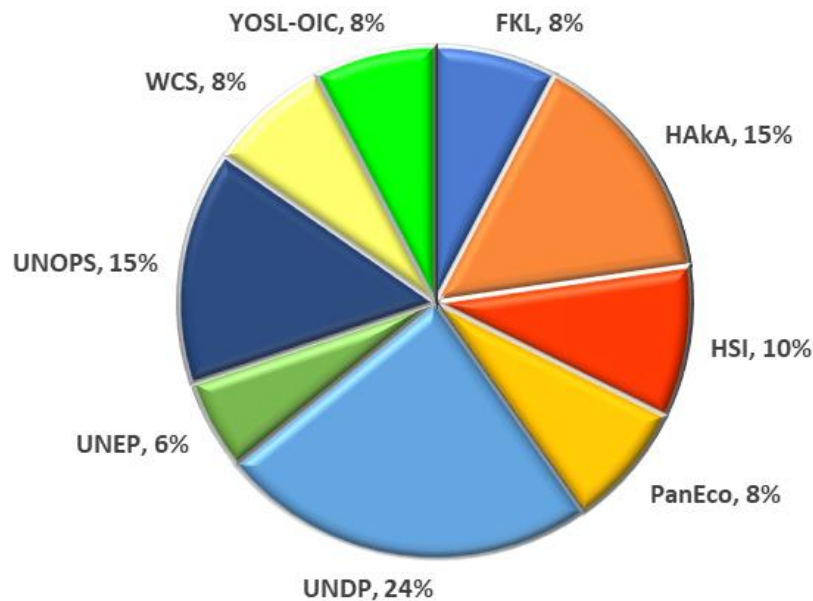
4.1 TRANSFER BY PARTICIPATING ORGANIZATION

Table 4 provides additional information on the refunds received by the MPTF Office, and the net funded amount for each of the Participating Organizations.

Table 4 Transfer, Refund, and Net Funded Amount by Participating Organization, as of 31 December 2020 (in US Dollars)

Participating Organization	Prior Years as of 31-Dec-2019			Current Year Jan-Dec-2020			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
FKL	107,095		107,095				107,095		107,095
HAKA	209,569		209,569				209,569		209,569
HSI	133,000		133,000				133,000		133,000
PanEco	110,007		110,007				110,007		110,007
UNDP				333,333		333,333	333,333		333,333
UNEP	80,000		80,000				80,000		80,000
UNOPS				206,082		206,082	206,082		206,082
WCS	106,666		106,666				106,666		106,666
YOSL-OIC	106,663		106,663				106,663		106,663
Grand Total	853,000		853,000	539,415		539,415	1,392,415		1,392,415

Figure 2: Transferred amount by Participating Organization as of 31 December 2020



5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported for the year **2020** were submitted by the Headquarters of the Participating Organizations. These were consolidated by the MPTF Office.

Project expenditures are incurred and monitored by each Participating Organization, and are reported as per the agreed upon categories for inter-agency harmonized reporting. The reported expenditures were submitted via the MPTF Office's online expenditure reporting tool. The **2020** expenditure data has been posted on the MPTF Office GATEWAY at <http://mptf.undp.org/factsheet/fund/LNS00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2020**, US\$ **539,415** was net funded to Participating Organizations, and US\$ **601,949** was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ **1,392,415** and cumulative expenditures reported by the Participating Organizations amount to US\$ **601,949**. This equates to an overall Fund expenditure delivery rate of **43** percent.

The agencies with the three highest delivery rates are: WCS (116%), YOSL-OIC (93%) and PanEco (89%)

Table 5.1 Net Funded Amount, Reported Expenditure, and Financial Delivery by Participating Organization, as of 31 December 2020 (in US Dollars)

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Cumulative	
FKL	320,000	107,095		52,101	52,101	48.65
HAKA	630,000	209,569		33,987	33,987	16.22
HSI	500,000	133,000		68,665	68,665	51.63
PanEco	220,003	110,007		97,708	97,708	88.82
UNDP	333,333	333,333		80,471	80,471	24.14
UNEP	80,000	80,000		47,130	47,130	58.91
UNOPS	206,082	206,082				0
WCS	213,333	106,666		123,205	123,205	115.51
YOSL-OIC	320,000	106,663		98,682	98,682	92.52
Grand Total	2,822,751	1,392,415		601,949	601,949	43.23

5.2 EXPENDITURE BY PROJECT

Table 5.2 displays the net funded amounts, expenditures reported and the financial delivery rates by Participating Organization.

Table 5.2 Expenditure by Project within Sector, as of 31 December 2020 (in US Dollars)

Sector / Project No. and Project Title		Participating Organization	Project Status	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %
Advocacy and Communication							
00118999	Communication and Outreach - BERA	UNDP	On Going	333,333	333,333	80,471	24.14
Advocacy and Communication: Total				333,333	333,333	80,471	24.14
Animal Welfare							
00118998	Enhancing Community Training and Care for Animals	HSI	On Going	500,000	133,000	68,665	51.63
Animal Welfare: Total				500,000	133,000	68,665	51.63
LION CUB - Small Grants							
00124657	LIONS SHARE SGP UNOPS	UNOPS	On Going	206,082	206,082		0
LION CUB - Small Grants: Total				206,082	206,082		0
Transformative Partnerships							
00118997	Protecting the Last Frontier – Leuser Ecosystem	FKL	On Going	320,000	107,095	52,101	48.65
		HAKA	On Going	630,000	209,569	33,987	16.22
		PanEco	On Going	220,003	110,007	97,708	88.82
		UNEP	On Going	80,000	80,000	47,130	58.91
		WCS	On Going	213,333	106,666	123,205	115.51
		YOSL-OIC	On Going	320,000	106,663	98,682	92.52
Transformative Partnerships: Total				1,783,336	720,000	452,813	62.89
Grand Total				2,822,751	1,392,415	601,949	43.23

5.3 EXPENDITURE REPORTED BY CATEGORY

Project expenditures are incurred and monitored by each Participating Organization and are reported as per the agreed categories for inter-agency harmonized reporting. In 2006 the UN Development Group (UNDG) established six categories against which UN entities must report inter-agency project expenditures. Effective 1 January 2012, the UN Chief Executive Board (CEB) modified these categories as a result of IPSAS adoption to comprise eight categories. All expenditure incurred prior to 1 January 2012 have been reported in the old categories; post 1 January 2012 all expenditure are reported in the new eight categories. See table below.

2012 CEB Expense Categories

1. Staff and personnel costs
2. Supplies, commodities and materials
3. Equipment, vehicles, furniture and depreciation
4. Contractual services
5. Travel
6. Transfers and grants
7. General operating expenses
8. Indirect costs

Table 5.3 Expenditure by UNDG Budget Category, as of 31 December 2020 (in US Dollars)

Category	Expenditure			Percentage of Total Programme Cost
	Prior Years as of 31-Dec-2019	Current Year Jan-Dec-2020	Total	
Staff and personnel costs	-	162,481	162,481	28.31
Supplies, commodities and materials	-	103,566	103,566	18.05
Equipment, vehicles, furniture and depreciation	-	38,671	38,671	6.74
Contractual Services	-	119,447	119,447	20.81
Travel	-	86,669	86,669	15.10
Transfers and Grants	-	1,087	1,087	0.19
General Operating	-	61,932	61,932	10.79
Programme Costs Total	-	573,853	573,853	100.00
¹ Indirect Support Costs Total	-	28,096	28,096	4.90
Total	-	601,949	601,949	

¹ **Indirect Support Costs** charged by Participating Organization, based on their financial regulations, can be deducted upfront or at a later stage during implementation. The percentage may therefore appear to exceed the 7% agreed-upon for on-going projects. Once projects are financially closed, this number is not to exceed 7%.

6. COST RECOVERY

Cost recovery policies for the Fund are guided by the applicable provisions of the Terms of Reference, the MOU concluded between the Administrative Agent and Participating Organizations, and the SAAs concluded between the Administrative Agent and Contributors, based on rates approved by UNDG.

The policies in place, as of 31 December 2020, were as follows:

- The Administrative Agent (AA) fee:** 1% is charged at the time of contributor deposit and covers services provided on that contribution for the entire duration of the Fund. In the reporting period US\$ **15,429** was deducted in AA-fees. Cumulatively, as of 31 December 2020, US\$ **44,608** has been charged in AA-fees.
- Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ **28,096** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **28,096** as of 31 December 2020.

7. ACCOUNTABILITY AND TRANSPARENCY

In order to effectively provide fund administration services and facilitate monitoring and reporting to the UN system and its partners, the MPTF Office has developed a public website, the MPTF Office Gateway (<http://mptf.undp.org>). Refreshed in real time every two hours from an internal enterprise resource planning system, the MPTF Office Gateway has become a standard setter for providing transparent and accountable trust fund administration services.

The Gateway provides financial information including: contributor commitments and deposits, approved programme budgets, transfers to and expenditures reported by Participating Organizations, interest income and other expenses. In addition, the Gateway provides an overview of the MPTF Office portfolio and extensive information on individual Funds, including their purpose, governance structure and key documents. By providing easy access to the growing number of narrative and financial reports, as well as related project documents, the Gateway collects and preserves important institutional knowledge and facilitates knowledge sharing and management among UN Organizations and their development partners, thereby contributing to UN coherence and development effectiveness.

8. DIRECT COSTS

The Fund governance mechanism may approve an allocation to a Participating Organization to cover costs associated with Secretariat services and overall coordination, as well as Fund level reviews and evaluations. These allocations are referred to as 'direct costs'. In the reporting period, direct costs charged to the fund amounted to US\$ **590,060**. Cumulatively, as of 31 December 2020, US\$ **2,166,160** has been charged as Direct Costs.

Table: Direct Costs

Participating Organization	Net Funded Amount	Expenditure	Delivery Rate
UNDP	2,166,160	1,719,119	79%
Total:	2,166,160	1,719,119	79%