



CONSOLIDATED ANNUAL FINANCIAL REPORT of the Administrative Agent

The Lion's Share Fund

for the period 1 January to 31 December 2022

UN Multi-Partner Trust Fund Office
United Nations Development Programme
GATEWAY: <https://mptf.undp.org>

May 2023



United Nations
MPTF Office



The Lion's Share Fund
Financial Report
prepared by the Administrative Agent

May 2023



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 contributor 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'. This does not include expense commitments by Participating Organizations.

Indirect Support Costs

A general cost that cannot be directly related to any particular programme or activity of the Participating Organizations. UNSDG policy establishes a fixed indirect cost rate of 7% of programmable costs for inter-agency pass-through MPTFs.

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 a 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

Project/ Joint programme start date as per the programmatic document.

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



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INTRODUCTION

This Consolidated Annual Financial Report of **The Lion's Share Fund** is prepared by the United Nations Development Programme (UNDP) Multi-Partner Trust Fund Office (MPTF Office) in fulfilment 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 stakeholders.

This consolidated financial report covers the period 1 January to 31 December 2022 and provides financial data on progress made in the implementation of projects of **The Lion's Share Fund**. It is posted on the MPTF Office GATEWAY (<https://mptf.undp.org/fund/lins00>).



2022 FINANCIAL PERFORMANCE

This chapter presents financial data and analysis of **The Lion's Share Fund** using the pass-through funding modality as of 31 December 2022. Financial information for this Fund is also available on the MPTF Office GATEWAY, at the following address:

<https://mpf.undp.org/fund/Ins00>.

1. SOURCES AND USES OF FUNDS

As of 31 December 2022, 8 contributors deposited US\$ 6,550,422 and US\$ 31,246 was earned in interest.

The cumulative source of funds was US\$ 6,581,669.

Of this amount, US\$ 5,469,001 has been net funded to 9 Participating Organizations, of which US\$ 5,024,181 has been reported as expenditure. The Administrative Agent fee has been charged at the approved rate of 1% on deposits and amounts to US\$ 65,504. Table 1 provides an overview of the overall sources, uses, and balance of **The Lion's Share Fund** as of 31 December 2022.

Table 1 Financial Overview, as of 31 December 2022 (in US Dollars)

	Annual 2021	Annual 2022	Cumulative
Sources of Funds			
Contributions from donors	1,459,714	629,918	6,550,422
Sub-total Contributions	1,459,714	629,918	6,550,422
Fund Earned Interest and Investment Income	2,933	12,106	31,246
Total: Sources of Funds	1,462,647	642,024	6,581,669
Use of Funds			
Transfers to Participating Organizations	1,036,836	426,664	2,855,915
Refunds received from Participating Organizations	-	(96,209)	(96,209)
Net Funded Amount	1,036,836	330,455	2,759,705
Administrative Agent Fees	14,597	6,299	65,504
Direct Costs	-	543,136	2,709,296
Bank Charges	17	27	119
Total: Uses of Funds	1,051,450	879,916	5,534,624
Change in Fund cash balance with Administrative Agent	411,197	(237,893)	1,047,044
Opening Fund balance (1 January)	873,740	1,284,937	-
Closing Fund balance (31 December)	1,284,937	1,047,044	1,047,044
Net Funded Amount (Includes Direct Cost)	1,036,836	873,591	5,469,001
Participating Organizations Expenditure (Includes Direct Cost)	1,383,333	1,319,781	5,024,181
Balance of Funds with Participating Organizations	(346,497)	(446,190)	444,820



2. PARTNER CONTRIBUTIONS

Table 2 provides information on cumulative contributions received from all contributors to this fund as of 31 December 2022.

The Lion's Share Fund is currently being financed by 8 contributors, as listed in the table below.

The table includes financial commitments made by the contributors through signed Standard Administrative Agreements with an anticipated deposit date as per the schedule of payments by 31 December 2022 and deposits received by the same date. It does not include commitments that were made to the fund beyond 2022.

Table 2. Contributions, as of 31 December 2022 (in US Dollars)

Contributors	Total Commitments	Prior Years as of 31-Dec-2021 Deposits	Current Year Jan-Dec-2022 Deposits	Total Deposits
Ascential Events	307,015	307,015	-	307,015
Cartier Philanthropy	170,000	85,000	85,000	170,000
Cartier	85,000	85,000	-	85,000
Guccio Gucci	450,000	300,000	150,000	450,000
Lacoste	42,000	14,000	28,000	42,000
Mars	5,280,061	4,913,143	366,918	5,280,061
Other Private Sector	206,596	206,596	-	206,596
The Economist Group	9,750	9,750	-	9,750
Grand Total	6,550,422	5,920,504	629,918	6,550,422



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 **2022**, Fund earned interest amounts to US\$ **31,246**.

Interest received from Participating Organizations amounts to US\$ **nil**, bringing the cumulative interest received to US\$ **31,246**. Details are provided in the table below.

Table 3. Sources of Interest and Investment Income, as of 31 December 2022 (in US Dollars)

Interest Earned	Prior Years as of 31-Dec-2021	Current Year Jan-Dec-2022	Total
Administrative Agent			
Fund Earned Interest and Investment Income	19,140	12,106	31,246
Total: Fund Earned Interest	19,140	12,106	31,246
Participating Organization			
Total: Agency Earned Interest	-	-	-
Grand Total	19,140	12,106	31,246



4. TRANSFER OF FUNDS

Allocations to Participating Organizations are approved by the Steering Committee and disbursed by the Administrative Agent. As of 31 December 2022, the AA has transferred US\$ **2,855,915** to **9** Participating Organizations (see list below).

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 (in US Dollars)

Participating Organization	Prior Years Cumulative as of 31-Dec-2021			Current Year Jan-Dec-2022			Total		
	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded	Transfers	Refunds	Net Funded
FKL	213,548	-	213,548	106,452	-	106,452	320,000	-	320,000
HSI	316,500	-	316,500	-	-	-	316,500	-	316,500
HAKA	419,785	-	419,785	210,215	-	210,215	630,000	-	630,000
PanEco	220,003	-	220,003	109,997	-	109,997	330,000	-	330,000
UNDP	333,333	-	333,333	-	(96,209)	(96,209)	333,333	(96,209)	237,124
UNEP	80,000	-	80,000	-	-	-	80,000	-	80,000
UNOPS	206,082	-	206,082	-	-	-	206,082	-	206,082
WCS	320,000	-	320,000	-	-	-	320,000	-	320,000
YOSL-OIC	320,000	-	320,000	-	-	-	320,000	-	320,000
Grand Total	2,429,251	-	2,429,251	426,664	(96,209)	330,455	2,855,915	(96,209)	2,759,705



5. EXPENDITURE AND FINANCIAL DELIVERY RATES

All final expenditures reported are submitted as certified financial information by the Headquarters of the Participating Organizations. These were consolidated by the MPTF Office.

Joint programme/ project expenditures are incurred and monitored by each Participating Organization, and are reported to the Administrative Agent as per the agreed upon categories for inter-agency harmonized reporting. The expenditures are reported via the MPTF Office's online expenditure reporting tool. The **2022** expenditure data has been posted on the MPTF Office GATEWAY at <https://mptf.undp.org/fund/lns00>.

5.1 EXPENDITURE REPORTED BY PARTICIPATING ORGANIZATION

In **2022**, US\$ **330,455** was net funded to Participating Organizations, and US\$ **968,723** was reported in expenditure.

As shown in table below, the cumulative net funded amount is US\$ **2,759,705** and cumulative expenditures reported by the Participating Organizations amount to US\$ **2,722,668**. This equates to an overall Fund expenditure delivery rate of **98.66** percent.

Table 5.1 Net Funded Amount and Reported Expenditures by Participating Organization, as of 31 December 2022 (in US Dollars)

Participating Organization	Approved Amount	Net Funded Amount	Expenditure			Delivery Rate %
			Prior Years as of 31-Dec-2021	Current Year Jan-Dec-2022	Cumulative	
FKL	320,000	320,000	154,303	165,697	320,000	100.00
HAKA	630,000	630,000	245,875	378,759	624,634	99.15
HSI	316,500	316,500	160,334	157,180	317,514	100.32
PanEco	330,000	330,000	207,706	122,294	330,000	100.00
UNDP	333,333	237,124	232,185	4,941	237,126	100.00
UNEP	80,000	80,000	58,092	-	58,092	72.62
UNOPS	206,082	206,082	197,401	(2,098)	195,303	94.77
WCS	320,000	320,000	320,000	-	320,000	100.00
YOSL-OIC	320,000	320,000	178,050	141,950	320,000	100.00
Grand Total	2,855,915	2,759,705	1,753,945	968,723	2,722,668	98.66



5.2. EXPENDITURES 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 Executives Board (CEB) modified these categories as a result of IPSAS adoption to comprise eight categories.

Table 5.2. Expenditure by UNDG Budget Category, as of 31 December 2022 (in US Dollars)

Category	Expenditures			Percentage of Total Programme Cost
	Prior Years Cumulative as of 31-Dec-2021	Current Year Jan-Dec-2022	Total	
Staff & Personnel Cost	372,352	214,447	586,799	22.86
Supplies, commodities and materials	217,478	116,467	333,945	13.01
Equipment, vehicles, furniture and depreciation	69,473	52,295	121,768	4.74
Contractual Services Expenses	384,196	320,754	704,950	27.46
Travel	279,322	91,004	370,326	14.43
Transfers and Grants	217,376	54,041	271,417	10.57
General Operating	135,984	41,783	177,767	6.93
Programme Costs Total	1,676,181	890,792	2,566,973	100.00
¹ Indirect Support Costs Total	77,764	77,931	155,695	6.07
Grand Total	1,753,945	968,723	2,722,668	-

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 2022, 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\$ **6,299** was deducted in AA-fees. Cumulatively, as of 31 December **2022**, US\$ **65,504** has been charged in AA-fees.
- **Indirect Costs of Participating Organizations:** Participating Organizations may charge 7% indirect costs. In the current reporting period US\$ **77,931** was deducted in indirect costs by Participating Organizations. Cumulatively, indirect costs amount to US\$ **155,695** as of 31 December **2022**.

8. DIRECT COSTS

The Fund governance mechanism may approve an allocation to a Participating Organization to cover costs associated with Fund coordination covering overall coordination, and 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\$ 543,136. Cumulatively, as of 31 December 2022, US\$ 2,709,296 has been charged as Direct Costs.

Participating Organization	Current Year Net Funded Amount	Current Year Expenditure	Total Net Funded Amount	Total Expenditure
UNDP	543,136	351,057	2,709,296	2,301,513
Total	543,136	351,057	2,709,296	2,301,513

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 (<https://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.



Annex 1. EXPENDITURE BY PROJECT GROUPED BY THEME/OUTCOME

Annex 1 displays the net funded amounts, expenditures reported and the financial delivery rates by Theme/Outcome by project/ joint programme and Participating Organization.

Annex 1 Expenditure by Project within Theme/Outcome

Theme/Outcome / 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 -BE	UNDP	On Going	333,333	237,124	237,126	100.00
Advocacy and Communication: Total				333,333	237,124	237,126	100.00
Animal Welfare							
00118998	Protecting the Last Frontier - Leuser Ecosystem	HSI	On Going	316,500	316,500	317,514	100.32
Animal Welfare: Total				316,500	316,500	317,514	100.32
LION CUB - Small Grants							
00124657	The Lion's Share COVID-10 Response Small Grants- Resilience in Wildlife Communities	UNOPS	On Going	206,082	206,082	195,303	94.77
LION CUB - Small Grants: Total				206,082	206,082	195,303	94.77
Transformative Partnerships							
00118997	Protecting the Last Frontier Leuser Ecosystem -	FKL	On Going	320,000	320,000	320,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	HAKA	On Going	630,000	630,000	624,634	99.15
00118997	Protecting the Last Frontier - Leuser Ecosystem	PanEco	On Going	330,000	330,000	330,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	UNEP	On Going	80,000	80,000	58,092	72.62
00118997	Protecting the Last Frontier - Leuser Ecosystem	WCS	On Going	320,000	320,000	320,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	YOSL-OIC	On Going	320,000	320,000	320,000	100.00
Transformative Partnerships: Total				2,000,000	2,000,000	1,972,726	98.64
Grand Total				2,855,915	2,759,705	2,722,668	98.66



Annex 2. EXPENDITURE BY PROJECT GROUPED BY COUNTRY

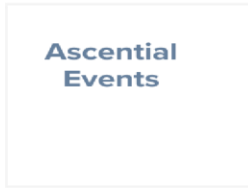
Annex 2 displays the net funded amounts, expenditures reported and the financial delivery rates by Country by project/ joint programme and Participating Organization.

Table Annex 2 Expenditure by Project, grouped by Country

Country / Project No. and Project Title	Participating Organization	Total Approved Amount	Net Funded Amount	Total Expenditure	Delivery Rate %	
Global and Interregional						
00118998	Protecting the Last Frontier – Leuser Ecosystem	HSI	316,500	316,500	317,514	100.32
00118999	Communication and Outreach -BE	UNDP	333,333	237,124	237,126	100.00
00124657	The Lion's Share COVID-10 Response Small Grants- Resilience in Wildlife Communities	UNOPS	206,082	206,082	195,303	94.77
Global and Interregional: Total			855,915	759,706	749,943	98.71
Indonesia						
00118997	Protecting the Last Frontier - Leuser Ecosystem	FKL	320,000	320,000	320,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	HAKA	630,000	630,000	624,634	99.15
00118997	Protecting the Last Frontier - Leuser Ecosystem	PanEco	330,000	330,000	330,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	UNEP	80,000	80,000	58,092	72.62
00118997	Protecting the Last Frontier - Leuser Ecosystem	WCS	320,000	320,000	320,000	100.00
00118997	Protecting the Last Frontier - Leuser Ecosystem	YOSL-OIC	320,000	320,000	320,000	100.00
Indonesia: Total			2,000,000	2,000,000	1,972,726	98.64
Grand Total			2,855,915	2,759,705	2,722,668	98.66



Contributors



Ascential Events



Cartier Philanthropy



Cartier



Guccio Gucci



Lacoste



Mars



The Economist

Other

Private Sector

UN Participating Organizations



Other Participating Organizations



Forum Konservasi Leuser



Humane Society



Hutan Alam dan



PanEco Foundation

