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LEAGUE OF NATIONS.

Confidential.

C.306.1929.X.

Communicated to the
Members of the Council.

Geneva, July 8th, 1929.

FINANCIAL POSITION ON JUNE 30th, 1929.

Memorandum by the Secretary-General.

The Budget for 1929 was communicated by the Secretary-General, on November 8th, 1928, to all the Members of the League, together with a statement showing the amount of the contribution which fell to be borne by each State.

The following payments have been received since the beginning of the year:-

1929.	In respect of 11th period (1929). Gold francs.	In respect of adjusted arrears. Gold francs.	In respect of arrears. Gold francs.	Total. Gold francs.
Jan.	1,388,561.73 ^x	--	385,719.05	1,774,280.78
Feb.	1,993,872.44	63,163.97	56,482.15	2,113,518.56
Mar.	741,422.29	--	--	741,422.29
Apr.	2,876,479.79	--	14,836.79	2,891,316.58
May.	805,509.86	--	--	805,509.86
June	3,790,187.03	--	--	3,790,187.03
	11,596,033.14	63,163.97	457,037.99	12,116,235.10

^x This figure includes the sum of 700,000 francs which, in accordance with a decision taken by the last Assembly, was taken from the Building Fund, in order to be refunded to those States Members of the League who are entitled to such refund. This refund being effected by reducing pro tanto, most of the contributions receivable for 1929, the sum of 700,000 francs was considered as having actually been paid by the Members of the League on January 1st, 1929.

UNPAID CONTRIBUTIONS.

The contributions still unpaid in respect of the first ten periods (1919, 1920, 1921, 1922, 1923, 1924, 1925, 1926, 1927 and 1928) including contributions readjusted according to the decisions of the Fourth and Fifth Assemblies, are as follows:-

First Financial Period: (1919-20) All contributions have been paid or adjusted.

Second Financial Period: (July 1st to December 31st, 1920).

Peru (unpaid balance)	<u>Gold francs.</u> 26,952.72
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99½% of the revised total of contributions for 1920 has been paid.

Third Financial Period: (1921)

Peru (unpaid balance)	187,499.70
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99% of the revised total of contributions payable for 1921 has been paid.

Fourth Financial Period: (1922)

China (unpaid balance)	182,119.-
Peru (unpaid balance)	182,040.30

98% of the revised total of contributions for 1922 has been paid 364,159.30

Adjusted arrears account of States with balances still payable.
(Decisions of the Fourth and Fifth Assemblies).

	Reduced amount.	Paid on account.	Balance due - payable in instalments.
	<u>Gold francs.</u>	<u>Gold francs.</u>	<u>Gold francs.</u>
Salvador	60,850.-	36,510.-	24,340.-
Nicaragua	55,326.58	-	55,326.58
Honduras	55,326.58	-	55,326.58
Paraguay	<u>25,618.-</u>	<u>10,247.20</u>	<u>15,370.80</u>
Gold francs:	<u>197,121.16</u>	<u>46,757.20</u>	<u>150,363.96</u>

Fifth Financial Period: (1923)

Bolivia (unpaid balance)	<u>Gold francs.</u> 100,000.-
China (entire contribution)	1,767,773.28
Honduras (do.)	27,196.51
Nicaragua (do.)	27,196.51
Peru (unpaid balance)	<u>244,768.61</u>
	<u>2,166,934.91</u>

93% of the revised total of contributions for 1923 has been paid.

<u>Sixth Financial Period: (1924)</u>	<u>Gold francs.</u>
Bolivia (entire contribution)	115,871.12
China " "	1,506,324.51
Honduras " "	23,174.23
Nicaragua " "	23,174.23
Peru (unpaid balance)	<u>208,568.02</u>
	1,877,112.11

91% of the revised total of contributions for 1924 has been paid.

The figures shown above represent the revised contributions i.e., the contributions less the amount included for the reimbursement of the Temporary Contributions to the Working Capital Fund, which was repaid in 1925 to the States which had paid their quota for 1924 (See reports of the Auditor and of the Supervisory Commission documents A.3.1926.X., page 69 and A.5.1926.X., paragraph 10).

<u>Seventh Financial Period: (1925).</u>	<u>Gold francs.</u>
Bolivia (entire contribution)	121,166.51
China " "	1,211,665.15
Honduras " "	24,233.30
Nicaragua " "	24,233.30
Peru (unpaid balance)	<u>218,099.73</u>
	1,599,397.99

93% of the 1925 Budget has been paid.

<u>Eighth Financial Period: (1926)</u>	<u>Gold francs.</u>
Bolivia (entire contribution)	97,889.58
China (unpaid balance)	1,022,094.81
Honduras (entire contribution)	24,472.39
Nicaragua " "	24,472.39
Peru (unpaid balance)	<u>198,226.39</u>
	1,367,155.56

94% of the 1926 Budget has been paid.

<u>Ninth Financial Period: (1927)</u>	<u>Gold francs.</u>
Bolivia (entire contribution)	96,600.36
China (unpaid balance)	929,513.1
Honduras (entire contribution).	24,150.09
Nicaragua " "	24,150.09
Paraguay (unpaid balance)	17,593.24
Peru (unpaid balance)	195,615.73
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Total	1,287,622.62
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95% of the 1927 Budget has been paid.

<u>Tenth Financial Period: (1928).</u>	
Bolivia (entire contribution)	99,244.46
China " "	1,141,311.24
Honduras (unpaid balance)..	12,405.62
Luxemburg (entire contribution)	21,532.58
Nicaragua " "	24,811.11
Paraguay " "	23,535.12
Persia (unpaid balance)	552.54
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Total	1,323,392.67
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94% of the 1928 Budget has been paid.

Resumé of Contributions in arrears on June 30th, 1929.

Second Financial Period (1920).	26,952.72
Third " " (1921).	187,499.70
Fourth " " (1922).	364,159.30
Adjusted arrears account	150,363.96
Fifth Financial Period (1923).	2,166,934.91
Sixth " " (1924).	1,877,112.11
Seventh " " (1925).	1,599,397.99
Eighth " " (1926).	1,367,155.56
Ninth " " (1927).	1,287,622.62
Tenth " " (1928).	1,323,392.67
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Total arrears on June 30th, 1929:	10,350,591.54
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The corresponding figure on June 30th, 1928, was 9,276,604.14 gold francs. The arrears are therefore 1,073,987.40 gold francs greater than they were on the same date of last year.

The following payments in respect of the Eleventh Financial Period (1929) have been received since the beginning of the year:

	<u>Gold francs.</u>
Sum taken from the Building Fund in deduction of contributions for 1929 (see note page 1)	700,000.
Abyssinia (entire contribution)	52,139.43
Albania (on account)	10,491.41
Australia (on account)	341,322.09
Austria " "	99,749.30
Belgium " "	228,034.40
Czechoslovakia (on account)	368,905.57
Denmark (entire contribution)	303,848.13
Dominican Republic (on account)	24,575.22
Estonia (on account)	38,401.04
Finland " "	129,625.90
France " "	968,210.38
Germany " "	519,502.84
Great Britain (on account)	1,351,299.29
Greece (on account)	88,321.83
Haiti (entire contribution)	23,660.65
Hungary (on account)	99,089.76
India " "	715,198.80
Irish Free State (on account)	65,174.30
Italy (on account)	766,868.50
Japan (entire contribution)	1,530,738.90
Latvia (on account)	38,171.71
Liberia " "	784.75
Lithuania (on account)	5,204.12
Netherlands (entire contribution)	586,323.82
New Zealand " "	256,406.50
Panama (on account)	12,563.92
Peru (on account)	147,461.94
Poland (on account)	404,242.80
Portugal (entire contribution)	147,461.94
Roumania (on account)	277,700.32
Kingdom of the Serbs, Croats and Slovenes (on account)	126,905.55
Siam (entire contribution)	230,102.56
Spain (on account)	510,668.68
Switzerland (entire contribution)	430,919.96
Venezuela (entire contribution)	127,306.59
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	11,596,033.14
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WORKING CAPITAL FUND.

The total sum paid into Working Capital Fund up to June 30th 1929, was 5,054,496.58 gold francs, in which accrued interest amounting to 585,262.58 francs is, by order of the Sixth Assembly included.

The Working Capital is regarded as available for the temporary use of the several autonomous League organisations in the following proportions:

	<u>Gold francs.</u>
(a) Secretariat share (inclusive of interest)	2,945,690.60
(b) Share of the International Labour Office (inclusive of interest)	1,661,725.78
(c) Share of the Permanent Court of International Justice (inclusive of interest)	<u>447,080.20</u>
Total	<u>5,054,496.58</u>

The Secretariat's share of Working Capital was on June 30th 1929 thus employed:

1. Advances to Danzig High Commissariat	41,698.01
2. Balance of advances on First Irak Commission.	19,961.40
3. Advances to the representative of the Financial Committee in Austria	11,171.30
4. New Library	10,634.25
Amount on deposit with League Bankers at Geneva	<u>2,862,225.64</u>
Total	<u>2,945,690.60</u>

Of its share of the Working Capital Fund (b) 141,126.18 francs has been advanced to the International Labour Office.

There is at present in the custody of the Secretary-General the sum of 4,829,905.44 gold francs in the form of Working Capital. When not in use the Working Capital is on deposit in Banks drawing interest at the rate of approximately 5½%.

LEAGUE BUILDING FUND.

The Assembly, at its Seventh Ordinary Session, fixed the amount of the Building Fund at a total of 16,702,841.22 francs to which will be added interest and, in due course, the proceeds of the sale of the Hotel National. Furthermore, the Assembly at its Eighth Ordinary Session, decided that a sum of 500,000 francs should be withdrawn from the surplus of the financial year 1926 in order to constitute a special account for the furnishing of the new building.

The League Building Fund, which also covers the cost of the new building of the International Labour Office, is made up as follows:

	<u>Gold francs.</u>
1. Net surplus of the financial year 1923	1,139,580.45
2. Total surplus of the financial year 1924 ...	9,395,721.35
3. Payments by the Argentine Republic for the fourth and fifth financial years	1,927,184.35
4. Payments by the Argentine Republic for the sixth financial year	872,507.79
5. Surplus of the financial year 1925:	
a) Secretariat	2,365,985.98
b) International Labour Office (including the amount entered in the Suspense Account)	949,527.25
c) Permanent Court of International Justice	<u>52,334.05</u>
Total	<u>1,702,841.22</u>
Interest received up to June 30th 1929 amounted to	1,723,327.86
Special account for the furnishing on the new buildings	500,000.00
Interest on above	32,054.44

REMARKS.

Comparison with the figures of the corresponding period of 1928 shows that:

	<u>Gold francs.</u>
1. The total sum in arrears on June 30th 1928 was 9,276,604.14 While on June 30th, 1929, it is	10,350,591.54
2. During the first six months of 1928 the total payments received from contributions amounted to	13,808,166.82
While during the corresponding period in 1929 they amounted to	12,116,235.10 ^x

^x See nota page 1.