



International
Trade
Centre

TRADE IMPACT
FOR GOOD

Status of ITC's Operating Reserve

A presentation to: CCITF
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Date: 7 May 2019



Purpose, source and level of ITC Operating Reserve

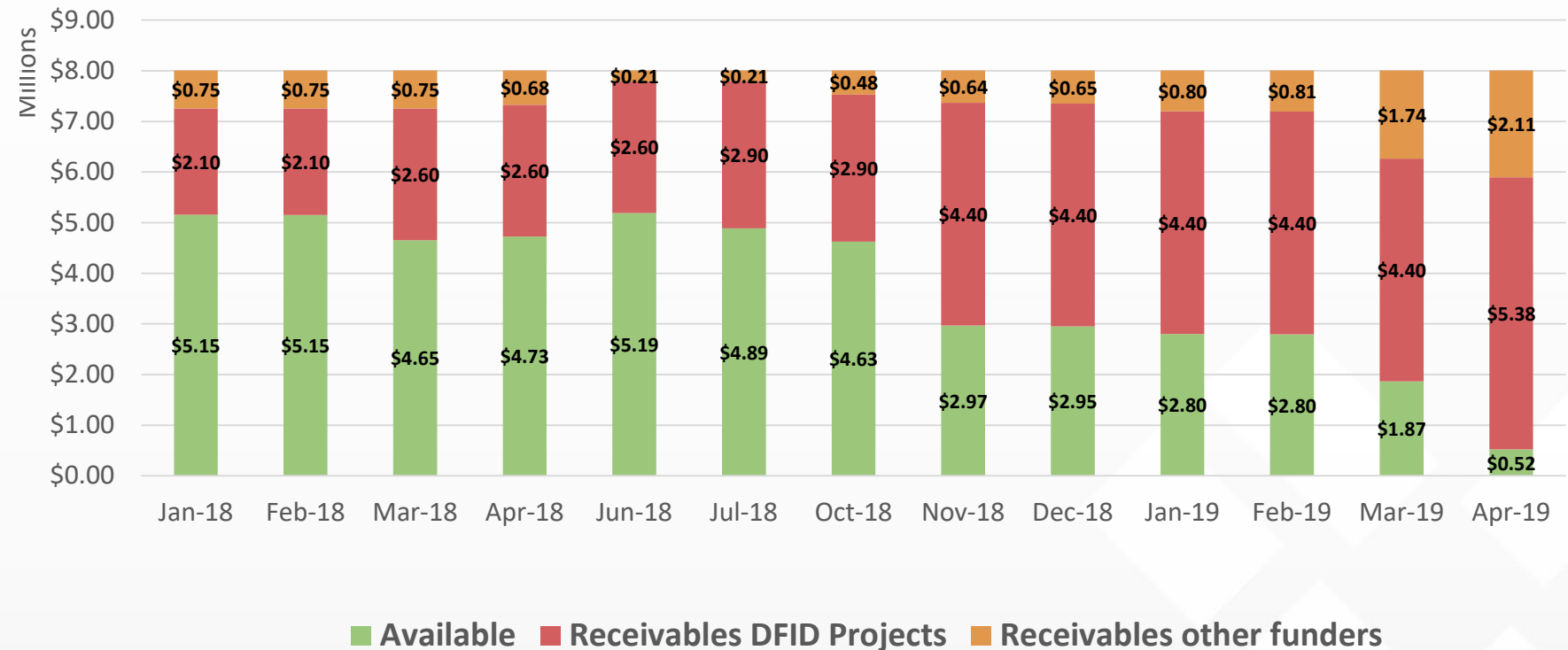
Purpose: to cover delays in payment of voluntary contributions. Once agreements are signed, activity implementation can start using funds advanced from OR, which is replenished upon receipt of the donor contribution.

Source: mainly made of contributions from funders and interest earned on donor contributions when ITC is allowed to use such interest.

Level: \$8 million at the end of April 2019.

Operating Reserve Movement

Jan 2018 - April 2019



- OR borrowing is increasing in line with the XB growth

Key notes

1. Solid increase in OR level from \$5.5 million in 2014 to \$8 million at end of 2018
2. Average Monthly usage of OR is 54%
3. By April 2019, 67% of the OR resources were used for DFID funded projects
4. Explore possibility of advance payments for future DFID funded projects
5. A strategy defining the level of reserves needed by the Organization to ensure long term financial health is being developed
6. ITC requests donor to allow interest earned on contributions to continue to be transferred to the OR given the increasing growth in ITC portfolio