Advisory Board to the Climate Technology Centre and Network **21-23 September 2026**

Twenty-eighth meeting **AB/2026/28/16.2.a**

The following interim financial information is presented to the CTCN Advisory Board to take note of:

1. 2026 Cash Receipts
2. 2026 Interim Financial Report by CTCN Service Areas, including projections
3. Overview of projected fund balance at the end of 2026
4. Total secured funds to date

1. CTCN's Cash Income in 2026, as of 31 July 2026, is USD 6,898,241

Cash Receipts for CTCN in 2026

Donor	Amount (USD)
Adaptation Fund[a]	4,920,000
Canada[a]	1,090,275
European Commission[a]	425,000
MOE, Japan[b]	215,827
METI, Japan (delivered via UNIDO)[b]	189,000
Spain[b]	58,140
Grand Total	**6,898,241**

[a] *Cash against previous year pledges*

[b] *New Contribution*

2. <u>2026 Interim Financial Report by CTCN Service Areas (ref: AB/2026/28/16.2.b)</u>

The CTCN Advisory Board, at its 26th meeting, approved an Operational Budget of USD 11.1 million for the year 2026.

As on 30 June 2026, CTCN incurred expenditures of USD 3.6 million. We foresee additional expenditures of USD 6.1 million from July-December 2026, which mainly includes USD 3.3 million for 18 TAs currently in the bidding process, and remainder for salaries, forums, and other project activities planned after July 2026.

Thus, the total projected expenditure for 2026 is USD 9.7 million (87% Implementation rate). This is elaborated in the 2026 Interim Expenditure Report, document AB/2026/28/16.2.b, shared with the Advisory Board.

Figure 1 shows the projected expenditure against the approved budget for 2026 AOP.

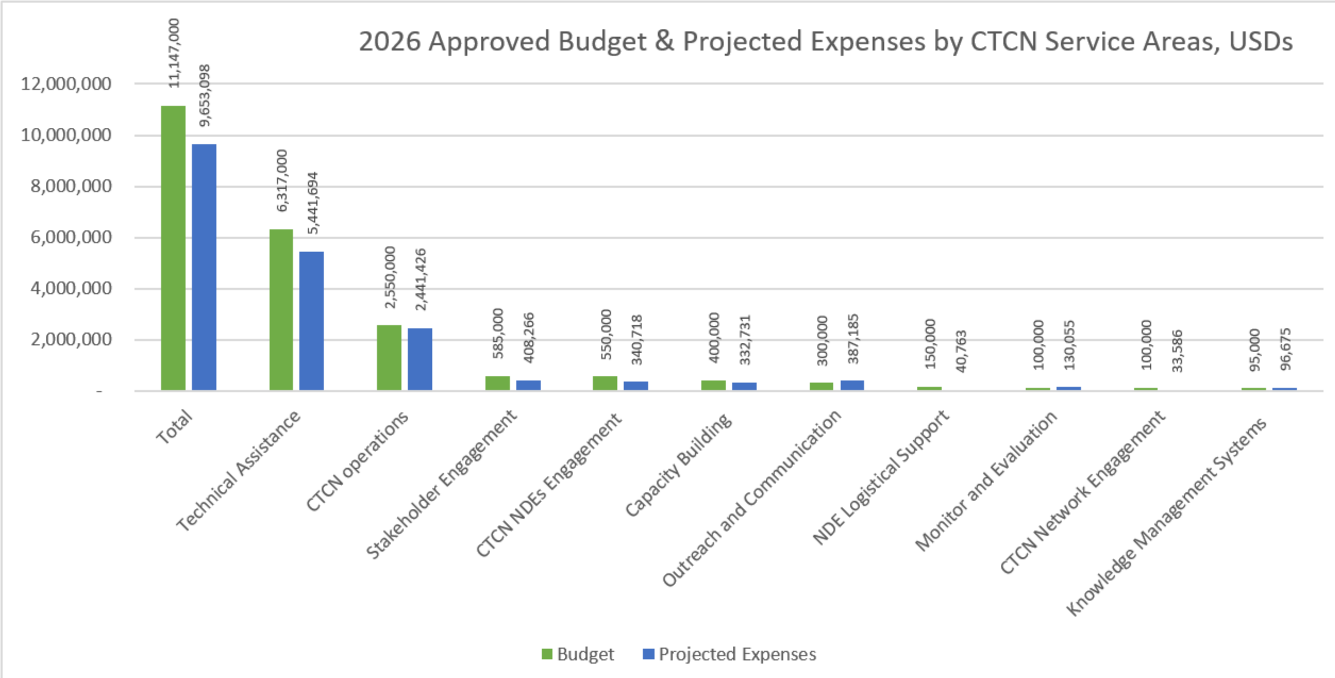
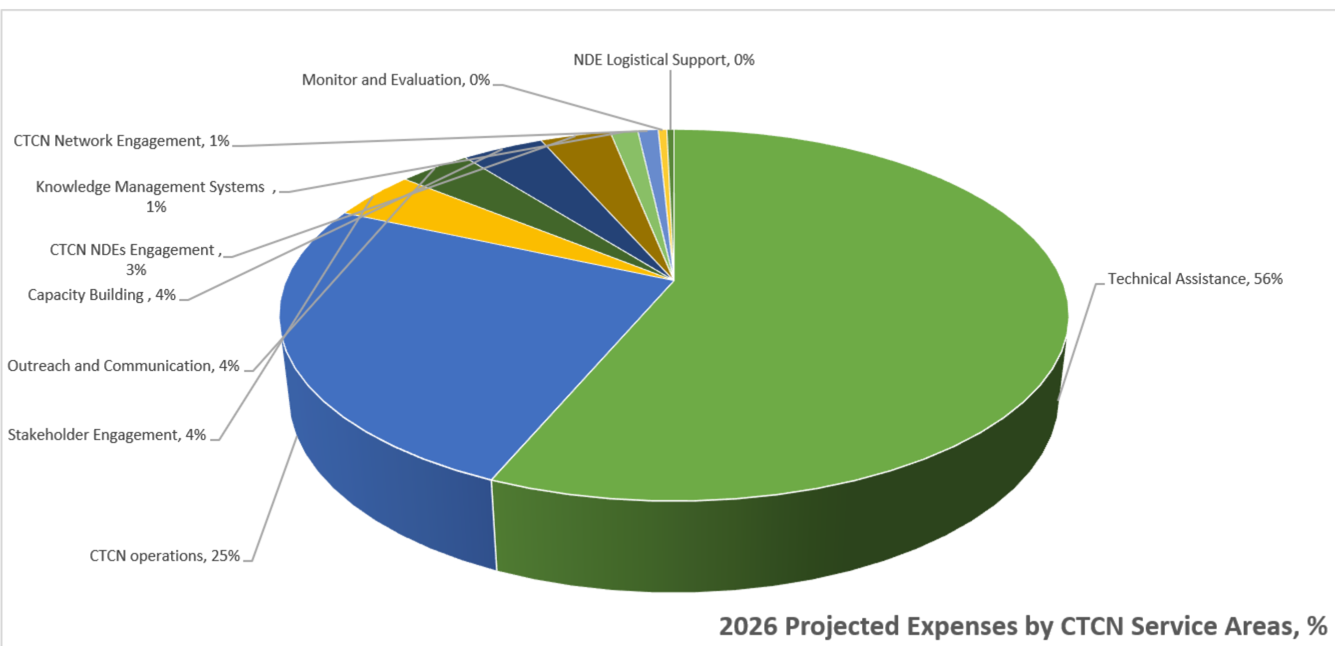


Figure 2, As seen below, 56% of the total projected expenses are for Technical Assistance, 25% for CTCN Operations, 4% for Stakeholder Engagement, Capacity Building, and Outreach & Communications each, NDEs Engagement 3%, and approximately1% for KMS, Network Engagement, Monitoring and Evaluation, and NDE Logistical Support each.



3. <u>Overview of projected fund balance at the end of 2026:</u>

At the end of 2026, the projected secured income for 2027 is USD 11.5 million, including the carryover from previous years and future cash inflows. The breakdown of which is as below:

Figure 3

Donor	Conditionalities as per Donor Agreements	2027 Validity of Funds USDs	%
Multi Donor Trust Fund [A]	Unearmarked	5,248,889 (Validity is same as CTCN's lifespan)[D]	46%
EU	Approved Budget (ICS)	193,106 (Validity 31.12.2027)	5%
Japan (MOE and METI (via UNIDO)	Asia - linkage between Tech & Fin Mechanisms	365,726 (Validity 31.12.2027)	
The Republic of Korea	CTCN PALO - approved budget[B]	19,466	0%
Adaptation Fund II	Approved Budget	5,783,533 (Validity 31 May 2030)[C]	49%
Adaptation Fund C	Approved Budget	2,306,885 (Validity 31 Dec 2029)	
TOTAL		**11,500,762**	**100%**

[A] ***Multi-Donor Trust Fund includes contributions from Canada (2013, 2023), Denmark, Germany, Finland, Ireland, Italy, Norway, Spain, UK, and USA.***

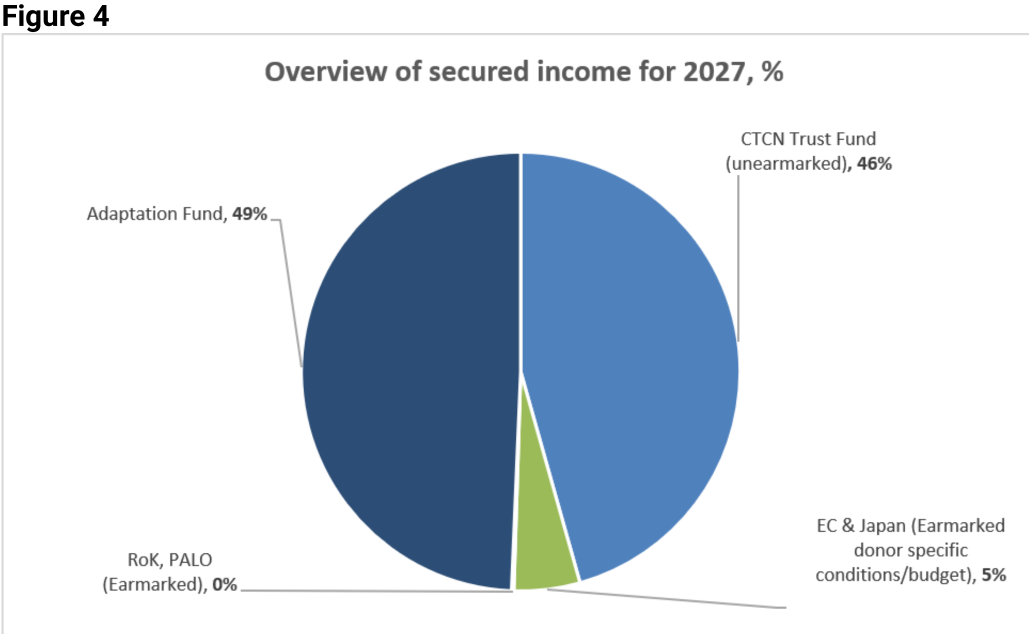
[B] **Tri-party agreement between UNEP/CTCN, MSIT and Incheon City, RoK for activities and personnel costs of CTCN Partnership and Liaison Office (PALO). Valid until 6 Oct 2026, NCE until 22 Feb 2027 in process.**

[C] **The agreement is valid until 31.5.2030, with instalment of USD 1,969,091 due in 2028-29, not included in the total secured funds for 2027**

[D] **Current validity of MoU for hosting CTCN is 22 February 2027, ProDoc validity is until 31 December 2027, and CTCN Trust Fund validity is until 31.12.2030 per UNEA 6 decision**

The projected fund balance of USD 11.5 million includes 49% funds from Adaptation Fund, 46% funds in the multi-donor trust fund (unearmarked), 5% have approved budget and/or specific validity (earmarked).

Figure 4



Funding Overview, 2027

Noting that,

1) the projected fund balance at the end of 2026 is USD 11.5 million,
2) the proposed annual budget of CTCN for 2027 at the current level is USD 11.9 million
3) of the total projected fund balance at the end of 2026, USD 5.2 million are in the multi-donor trust fund (unearmarked),
4) the proposed budget of CTCN operations (fixed costs) in 2027 requiring unearmarked funds is USD 2.3 million,
5) planned project activities in 2027 will require approximately USD 5.3 million of unearmarked funds,

We are highlighting that in 2027; we will only have approximately USD 3.0 million for project activities requiring unearmarked funding. This is after reserving unearmarked funds for CTCN Operations in 2027.

Funding Overview, 2027	
	USD, in millions
Projected fund balance at the end of 2026	11.5
AOP Budget 2027	11.9
Small Funding gap	(0.4)

Funding Overview, 2027 - Unearmarked Funds	*USD, in millions*
Projected unearmarked fund balance at the end of the 2026	5.2
Less, 2027 CTCN Operations budget against unearmarked funds	2.3
Less, 2027 Planned Activities against unearmarked funds	5.3
Unearmarked Funding gap	(2.3)

The above funding overview is based on the current secured income, future expenses as per the projections for Jul-Dec 2026, and AOP for 2027. This may change as a result of our continued resource mobilization efforts, and any future secured income.

4. Total secured funds to date

To date, CTCN has secured funding (cash receipt and pledges against the signed Donor Agreements) of USD 134.9 million of which USD 103.2 million is through Voluntary Contributions (Figure 5) and USD 29.6 million through the UNFCCC's Financial Mechanisms (Figure 6), USD 2.1 through other Mechanisms (Figure 7).

Figure 5 – Funds secured through Voluntary Contributions (USD 103.2 million)

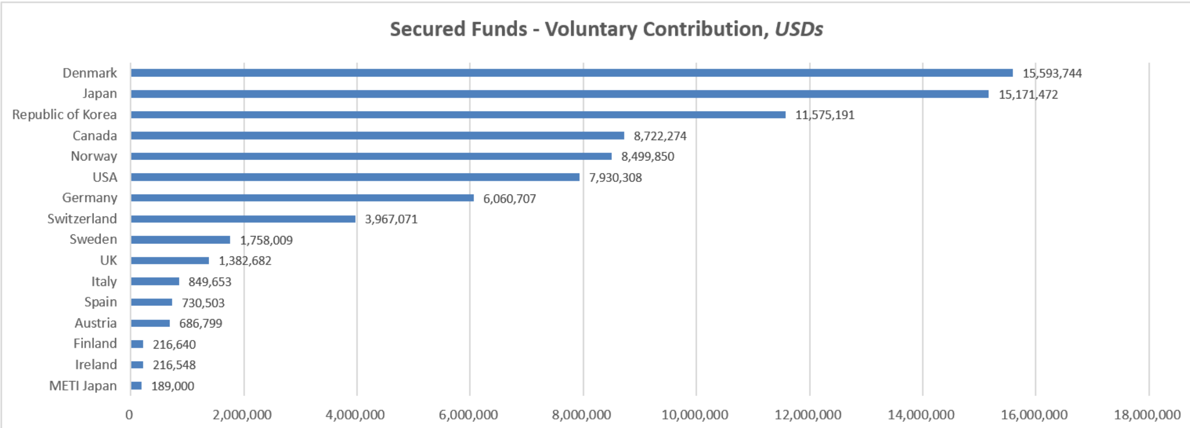


Figure 6 – Funds secured through UNFCCC's Financial Mechanisms (USD 29.6 million). *Last contribution received from GCF in 2023, GEF in 2022*

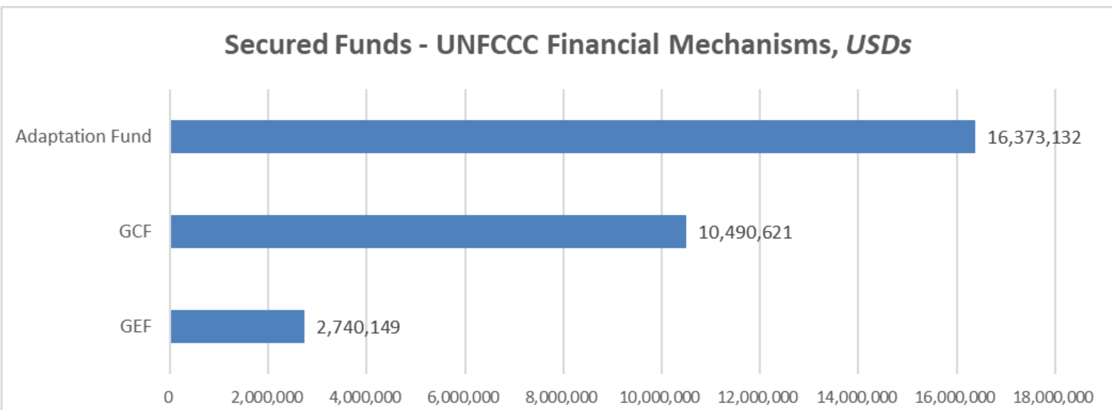


Figure 7 – Funds secured through other Mechanisms (USD 2.1 million). *Last contribution received from UNIDO in 2018, NDC Partnership in 2021, UNDP Togo in 2022*