UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

23 AUGUST 2013

PROJECT NAME: PROJET D’APPUI A LA REHABILITATION ET RELANCE DU SECTEUR AGRICOLE (PARRSA)
PROJECT NUMBER: 00077040
COUNTRY: DEMOCRATIC REPUBLIC OF CONGO
AUDITOR: MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT: 1 JANUARY TO 31 DECEMBER 2012
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1. **FINANCIAL AUDIT REPORT**

Country Director  
UNOPS Democratic Republic of Congo Operations Centre  
Kinshasa  
Democratic Republic of Congo  

**1.1. AUDIT OPINION ON THE PROJECT FINANCIAL STATEMENT**

Report of the Independent Auditors to UNOPS Democratic Republic of Congo Operations Centre  

We have audited the accompanying project financial statement for the project ‘Projet d’Appui à la Réhabilitation et à la Relance du Secteur Agricole’ « PARRSA », (Project ID 00077040) of UNOPS for the period from 1 January until 31 December 2012.

**Management responsibility for the financial statement**

Management is responsible for the preparation and fair presentation of the financial statement in accordance with International Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

**Auditor’s responsibility**

Our responsibility is to express an opinion on the financial statement based upon the results of our audit. We conducted our audit in accordance with the International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity’s preparation of a financial statement that gives a true and fair view in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

**Unqualified opinion**

In our opinion the financial statement gives a true and fair view of the income and expenditures of the project ‘Projet d’Appui à la Réhabilitation et à la Relance du Secteur Agricole’ « PARRSA », (Project ID 00077040) of UNOPS for the period from 1 January until 31 December 2012 in accordance with International Public Sector Accounting Standards.

**Emphasis of matter**

Without qualifying our opinion, we have raised one financial audit finding of US$ 10,585, amounting to 0.3% of total reported expenditure, which represents an expenditure amount which, in our opinion, does not meet the criteria specified in our audit objectives. We have also raised six internal control audit findings, detailed in the accompanying internal audit report, which represent important control weaknesses, instances of non-compliance or other significant matters which we came across during the conduct of our audit work. The financial audit finding and internal control audit findings are together not considered material in the context of our audit.
1.1.1. Project financial statement

This is attached as Annex I to this report.

1.2. AUDIT OPINION ON THE STATEMENT OF NON-EXPENDABLE PROPERTY

Report of the Independent Auditors To UNOPS Democratic Republic of Congo Operations Centre

We have audited the accompanying statement of non-expendable property of the project ‘Projet d’Appui à la Réhabilitation et à la Relance du Secteur Agricole” « PARRSA », (Project ID 00077040) of UNOPS as at 31 December 2012.

Unqualified opinion

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of the non-expendable property of the project ‘Projet d’Appui à la Réhabilitation et à la Relance du Secteur Agricole” « PARRSA », (Project ID 00077040) as at 31 December 2012 in conformity with the terms of the project agreements.

Emphasis of matter

Without qualifying our opinion, we draw your attention to the internal audit finding number 6, detailed in the accompanying internal audit report, which includes a recommendation concerning the management of non-expendable property. This audit finding is not considered material in the context of our audit of the statement of non-expendable property.

1.2.1. Statement of non-expendable property

This is attached as Annex II to this report.

Mark Henderson
Partner
Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB
Date: 23 August 2013
1.3. **RESPONSIBILITY STATEMENT BY MANAGEMENT**

This is attached as Annex III to this report.
Annex I – Project financial statement

Country Name: Democratic Rep of Congo
Project Atlas id: 00077040
Project Title: Project D'Appui a la Rehabilitation et a la Renforcement du Secteur Agricole (PARRSA)

1) INCOME

DEPOSITS
Deposit received in 2011 10,000,000.00
Deposit received in 2012 3,711,982.81

INTEREST
Interest earned in 2011 43,154.19
Interest earned in 2012 37,264.85

TOTAL FUNDS $13,792,401.85

2) EXPENDITURE

ACTUAL EXPENDITURE INCURRED

PRIOR YEAR
2011 Project Expenditure 1,382,571.46
Management fee 98,708.77

CURRENT YEAR
2012 Project Expenditure 2,849,711.32
Exchange Rate 5,420.72
Management fee 185,231.23

TOTAL EXPENDITURE INCURRED 4,616,707.69

3) SURPLUS FUNDS ON HAND (to be refunded to client) $9,281,694.35

Vladyslav Dubenko
AFR Regional Finance Management Officer
Annex II – Statement of non-expendable property

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**Total:** 35 items, $440,732.74

**Verified by:**
DIARRASSOUBA

**Certified by:**
Moussa DIAGANA
Annex III - Statement of management responsibility

Project ID: 00077040 PARRSA

Responsibility statement by management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Financial/Income/Income-Expenditure Statement of the UNOPS Project ID: 00077040 PARRSA. The Statement, presented in Annex I, has been prepared in accordance with the applicable UNOPS regulations and rules.

We do hereby state that, in our opinion:

Financial Statement

The Financial Statement as reported, presents fairly in all material respects, the expenditure of US$ 3,038,376 incurred by the UNOPS office for the period 1 January to 31 December 2012 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets of UNOPS Project ID: 00077040 PARRSA.

Statement of Inventory of Non-Expendable Property

The Statement of Non-Expendable Property, as set out in Annex II, presents fairly, in all material respects, the Non-Expendable Equipment balance as at 31 December 2012 amounting to US$ 440,733 in accordance with the Non-Expendable Inventory listing certified by project management.

Name: Moussa Diagana
Head of Project, PARRSA
Place: Kinshasa, DRC
Date: