



INTERNAL AUDIT AND INVESTIGATIONS GROUP

## UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

### FINANCIAL AUDIT REPORT

**19 June 2015**

<b>PROJECT NAME:</b>	<b>GLOBAL FUND REGIONAL ARTEMISININ INITIATIVE (RAI) – MYANMAR - PRINCIPAL RECIPIENT - UNOPS</b>
<b>PROJECT NUMBER:</b>	<b>00089550</b>
<b>COUNTRY:</b>	<b>MYANMAR</b>
<b>AUDITOR:</b>	<b>MOORE STEPHENS LLP</b>
<b>PERIOD SUBJECT TO AUDIT:</b>	<b>1 JANUARY TO 31 DECEMBER 2014</b>

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## Acronyms and abbreviations

FB	Fund Board
FMO	Fund Manager's Office
IPSAS	International Public Sector Accounting Standards
MMOH	Myanmar Operations Hub
NMCP	National Malaria Control Program
OC	Operations Centre
PC	Project Centre
RAI	Regional Artemisinin Initiative
RO	Regional Office
SR	Sub-recipient
TOR	Terms of Reference
UNOPS	United Nations Office for Project Services
USD	United States Dollars

## Financial audit report

### Audit opinion on the project financial statement

#### Report of the Independent Auditors to UNOPS Myanmar Operations Hub

We have audited the accompanying project financial statement for the project 'Global Fund Regional Artemisinin Initiative (RAI) – Myanmar – Principal Recipient – UNOPS' (Atlas project ID 00089550) of UNOPS for the period from 1 January until 31 December 2014.

#### 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.

#### Auditor's opinion

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project 'Global Fund Regional Artemisinin Initiative (RAI) – Myanmar – Principal Recipient – UNOPS' (Atlas project ID 00089550), for the period from 1 January until 31 December 2014 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

**Project financial statement**

This is attached as Annex I to this report.

**Audit opinion on the statement of non-expendable property****Report of the Independent Auditors to UNOPS Myanmar Operations Hub**

We have audited the accompanying statement of non-expendable property of the project 'Global Fund Regional Artemisinin Initiative (RAI) – Myanmar - Principal Recipient – UNOPS' (Atlas project ID 00089550) of UNOPS as at 31 December 2014.

**Unqualified opinion**

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project 'Global Fund Regional Artemisinin Initiative (RAI) – Myanmar - Principal Recipient – UNOPS' (Atlas project ID 00089550) as at 31 December 2014 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

**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

19 June 2015

**Responsibility statement by management**

This is attached as Annex III to this report.



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## **Annex I – Project financial statement**

May 26, 2015  
Ref: Project No: 00089550  
Funding: GFATM

To whom it may Concern,

**Subject: Certified Annual Financial Statement as at 31 December 2014**

We enclose the Certified Financial Statement for project **00089550 UNOPS\_RAI\_PR\_001**, which commenced in year 2014 and indicates project expenses as at 31 December 2014.

We draw your attention to the following:

- › Project expenditure and management fee: **US\$ 832,380**
- › Project advances: **US\$ 111** and open purchase orders: **US\$ 7,842**
- › Total cash received: **US\$ 1,924,877** including interest earned: **US\$ 24,191**
- › Project fund balance: **US\$ 1,084,545**

If you have any question, please do not hesitate to contact UNOPS

Yours sincerely,



Ala'a Nemer  
Regional Finance Practice Advisor  
CSPG IPAS, UNOPS HQ



Project Atlas id: 00089550 Funding GFATM  
All Amounts in US\$

Project Title : UNOPS\_RAI\_PR\_001 Date: **26/05/2015**

**CERTIFIED ANNUAL FINANCIAL STATEMENT AS AT 31 DECEMBER 2014**

**Opening Balances 2003** 0.00

**1) INCOME**

**DEPOSITS**

2014	5,473,173.00	5,473,173.00
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**INTEREST**

2014	24,191.29	24,191.29
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**REFUND / INTER-PROJECT TRANSFER**

2014	-3,572,487.00	-3,572,487.00
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<b>TOTAL FUNDS (A)</b>	<b>1,924,877.29</b>
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**2) PROJECT EXPENSES**

**PERIOD - PRIOR YEARS:**

**PERIOD - CURRENT YEAR**

2014	Project Expense	800,184.40	
	Net exchange gain	-6.92	
	Management fee	32,202.27	
		832,379.75	832,379.75

<b>TOTAL PROJECT EXPENSES (B)</b>	<b>832,379.75</b>
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Project Advances (C)	110.96	110.96
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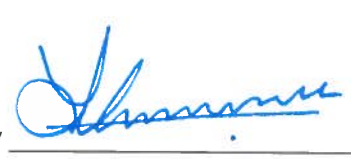
<b>PROJECT CASH BALANCE (D) = (A) - (B) - (C)</b>	<b>1,092,386.58</b>
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Open Purchase Orders (E)	7,841.99	7,841.99
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<b>3) PROJECT FUND BALANCE (F) = (D) - (E)</b>	<b>1,084,544.59</b>
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*The Statement is following IPSAS reporting requirements, Management Fee is calculated and recorded against Project Expenses (Disbursements + Receipt Accruals)*  
*Project Advances represents amounts yet to be either recovered or settled against Project Expenses. Open POs represents amounts committed against goods/services yet to be delivered/rendered. Fund balance represents cash available for implementation activities.*

Prepared by   
 M. Shafiq RAJEA  
 Senior Finance Associate  
 CSPG IPAS, UNOPS HQ

Certified By   
 Ala'a Nemer  
 Regional Finance Practice Advisor  
 CSPG IPAS, UNOPS HQ



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## **Annex II – Statement of non-expendable property**

Total Items: 17.00

17-Jun-15

Department ID	Item Category	Useful life (year)	PROJECT_ID	Project In Short	NEW - TAG NUMBER	Item Description	Serial number	Purchase/acquisition date	No. of years used	Currency	Amount	USD equivalent	Location as of 31.12.2014
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0001	Laptop computer Complete set Dell Latitude E 6440	ST-BF9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B123
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0002	Laptop computer Complete set Dell Latitude E 6440	ST-CB9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B323
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0003	Laptop computer Complete set Dell Latitude E 6440	ST-D19FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B123
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0004	Laptop computer Complete set Dell Latitude E 6440	ST-D49FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B123
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0005	Laptop computer Complete set Dell Latitude E 6440	ST-D79FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B113
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0006	Laptop computer Complete set Dell Latitude E 6440	ST-DC9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B326
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0007	Laptop computer Complete set Dell Latitude E 6440	ST-DH9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B424
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0008	Laptop computer Complete set Dell Latitude E 6440	ST-FK9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	ICT Store - Write-Off by damage
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0009	Laptop computer Complete set Dell Latitude E 6440	ST-GG9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B322
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0010	Laptop computer Complete set Dell Latitude E 6440	ST-GT9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B426
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0011	Laptop computer Complete set Dell Latitude E 6440	ST-HF9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B126
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0012	Laptop computer Complete set Dell Latitude E 6440	ST-JC9FVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B115
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0013	Laptop computer Complete set Dell Latitude E 6440	ST-19LFVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B415
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0014	Laptop computer Complete set Dell Latitude E 6440	ST-1KYFVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B325
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0015	Laptop computer Complete set Dell Latitude E 6440	ST-2KLFVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B113
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0016	Laptop computer Complete set Dell Latitude E 6440	ST-2QMFVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	M42
05506	Communication & IT equipment	3	000089550	RAI	89550MMR0017	Laptop computer Complete set Dell Latitude E 6440	ST-37LFVZ1	19-Feb-14	1.32	USD	1,582.45	1,582.45	B123

26,901.65



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## **Annex III – Statement of management responsibility**

**UNITED NATIONS OFFICE FOR PROJECT SERVICES**

**Project ID: 00089550 GF RAI PR-MYANMAR-PR-UNOPS**

**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 Statement of the UNOPS Project ID. 89550 GF RAI PR-MYANMAR-PR-UNOPS. 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, set in Annex I, presents fairly in all material respects, the expenditure of US\$ 832,380 incurred by the UNOPS office for the period 1 January to 31 December 2014 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. 89550 GF RAI PR-MYANMAR-PR-UNOPS.

**Statement of Inventory of Non-Expendable Equipment**

The Statement of Non-Expendable Equipment presents fairly, in all material respects, the Non-Expendable Equipment balance as at 31 December 2014 amounting to US\$ 26,902 in accordance with the Non-Expendable Inventory listing certified by project management.



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Name: Dr Attila Molnar  
Programme Director, UNOPS - GFATM  
Region: Asia, Europe and Middle East Office (AEMO)  
Place: Yangon, Myanmar  
Date: 17 June 2015