



INTERNAL AUDIT AND INVESTIGATIONS GROUP

UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

22 March 2016

PROJECT NAME:	TOWARDS ECOSYSTEM-BASED MANAGEMENT OF THE HUMBOLDT CURRENT LARGE MARINE ECOSYSTEM (HCLME)
PROJECT NUMBER:	00076126
COUNTRY:	PERU
AUDITOR:	MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT:	1 JULY 2014 TO 31 DECEMBER 2015

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Acronyms and abbreviations

HCLME	Humboldt Current Large Marine Ecosystem
IAIG	Internal Audit and Investigations Group
IP	Implementing Partner
IPSAS	International Public Sector Accounting Standards
OC	Operations Centre
PC	Project Centre
RO	Regional Office
TOR	Terms of Reference
UNOPS	United Nations Office for Project Services
USD	United States Dollars
FB	Fund Board

Financial audit report

Audit opinion on the project financial statement

Report of the Independent Auditors

We have audited the accompanying project financial statement for the project 'Towards Ecosystem-Based Management of the Humboldt Current Large Marine Ecosystem (HCLME)' ('the project') (Atlas award ID 00076126), of UNOPS for the period from 1 July 2014 to 31 December 2015.

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 'Towards Ecosystem-Based Management of the Humboldt Current Large Marine Ecosystem (HCLME)' (Atlas award ID 00076126), for the period from 1 July 2014 to 31 December 2015 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.



Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB

22 March 2016

Responsibility statement by management

This is attached as Annex III to this report.

Annex I – Project financial statement

Project Atlas id:	00076126	Funding	UNDP-MDTF
			All Amounts in US\$
Project Title :	Towards Ecosystem-Based Management of the Humboldt	Date:	05/02/2016

INTERIM FINANCIAL STATEMENT AS AT 31 DEC 2015

1) Award

Project Award	6,925,000.00	<u>6,925,000.00</u>
TOTAL Approved Award (A)		<u>6,925,000.00</u>

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2011	Project Expense	352,429.93	
	Net Exchange Gain	-424.21	
	Management Fee	<u>24,301.72</u>	<u>376,307.44</u>
2012	Project Expense	693,904.21	
	Net Exchange Loss	21.90	
	Management Fee	<u>48,573.30</u>	<u>742,499.41</u>
2013	Project Expense	1,086,037.54	
	Net Exchange Gain	-1,857.96	
	Management Fee	<u>77,816.72</u>	<u>1,161,996.30</u>
2014	Project Expense	1,673,081.21	
	Net exchange loss	604.90	
	Management fee	<u>115,321.59</u>	<u>1,789,007.70</u>
PERIOD - CURRENT YEAR			
2015	Project Expense	1,784,622.92	
	Net exchange loss	2,402.90	
	Management fee	<u>122,700.18</u>	<u>1,909,726.00</u>
TOTAL PROJECT EXPENSES (B)			<u>5,979,536.85</u>

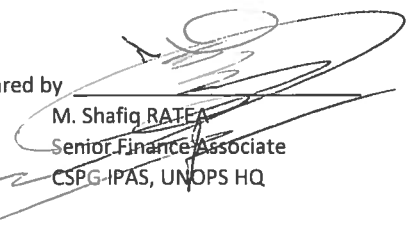
Project Advances (C)	<u>5,376.11</u>	<u>5,376.11</u>
PROJECT Budget BALANCE (D) = (A) - (B) - (C)		<u>940,087.04</u>


Open Purchase Orders (E)	<u>10,150.89</u>	<u>10,150.89</u>
3) PROJECT Budget BALANCE (F) = (D) - (E)		<u>929,936.15</u>

This statement is interim and is provided for information purposes only. Figures are not final. Final figures will appear in the certified financial statement once books for the concerned period are closed.

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 
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Annex II – Statement of management responsibility

UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: PIMS 4147 - Towards Ecosystem Based Management of the Humboldt Current Large Marine Ecosystem (UNOPS Atlas project ID 76126) of Lima, Peru.

Responsibility Statement by Management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Expenditure Statements of the UNOPS PIMS 4147 - Towards Ecosystem Based Management of the Humboldt Current Large Marine Ecosystem (UNOPS Atlas project ID 76126 Lima, Peru.

The Statements presented have been prepared in accordance with the requirements of the applicable UNOPS regulations and rules.


We do hereby state that, in our opinion:

Financial Statement

The Financial Statements as reported, present fairly in all material aspects, the expenditure of US\$ 2,877,691.22 incurred by the UNOPS office for the period 01.07.2014 to 31.12.2015 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 Atlas project ID title 'Towards Ecosystem Based Management of the Humboldt Current Large Marine Ecosystem'.

Statement of Inventory of Non-Expendable Equipment of USD2,500 unit value and above.

As of the 31st December 2015 the Non-Expendable Equipment value (> or = USD2,500) held by the project was zero as all equipment had been donated to the equipment users.



Name: Michael J. Akester
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UNOPS
Lima, Peru
Date: 31.03.16

