

**UNITED NATIONS OFFICE FOR PROJECT SERVICES
(UNOPS)**

FINANCIAL AUDIT REPORT

06 September 2016

PROJECT NAME:	UNFCCC CDM LOAN SCHEME PROJECT
PROJECT NUMBER:	00083198 AND 00084193
COUNTRY:	GENEVA
AUDITOR:	MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT:	1 JANUARY TO 31 DECEMBER 2015

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Acronyms and abbreviations

CDM	Clean Development Mechanism
ERP	Enterprise Resource Planning
IPSAS	International Public Sector Accounting Standards
UNFCCC	United Nations Framework Convention on Climate Change
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 Office in Geneva

We have audited the accompanying project financial statement for the project 'Clean Development Mechanism Loan Scheme' ("the project") (Atlas project ID 00083198 and 00084193), which is implemented and managed by the UNOPS Office in Geneva, for the period from 1 January 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 'Clean Development Mechanism Loan Scheme' ("the project") (Atlas project ID 00083198 and 00084193), for the period from 1 January until 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

06 September 2016

Responsibility statement by management

This is attached as Annex II to this report.



INTERNAL AUDIT AND INVESTIGATIONS GROUP

Annex I – Project financial statement

May 19, 2016
Ref: Award No: 00067419
Ref: Project No: 00083198, 00084193
Funding: UFCCC

Ms. Figueres,

Subject: Certified Financial Statement as at 31 Dec 2015

We enclose the Certified Financial Statement for award **00067419 United Nations Framework Convention on Climate Change (UNFCCC) Clean Development Mechanism (CDM) Loan Scheme Project**, which commenced in year 2012 and indicates project expenses as at 31 Dec 2015.

We draw your attention to the following:

- › Project expenditure and management fee: **US\$ 4,341,418**
- › Total cash received: **US\$ 8,619,418** including interest earned: **US\$ 73,454**
- › Project fund balance: **US\$ 4,278,000**

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

Yours sincerely,



Lubica CHOVANOVA
Finance Associate
CSG IPAS, UNOPS HQ

UNFCCC Secretariat
Ms. Christiana Figueres,
Executive Secretary
Attention: Mr. Miguel Alejandro Naranjo Gonzalez

CC: Philipp Von Waechter, Portfolio Manager

PO Box 2695

Tel: + 45 45 33 75 00



UNOPS is ISO 9001 certified

2100 Copenhagen

Fax: +45 45 33 75 01

Denmark

E-mail: info@unops.org

www.unops.org

Funding UFCCC
All Amounts in US\$
Date: 19/05/2016

Award ID: 00067419
Project ID: 00083198, 00084193
Project Title : United Nations Framework Convention on Climate Change (UNFCCC) Clean Development Mechanism (CDM) Loan Scheme Project

CERTIFIED FINANCIAL STATEMENT AS AT 31 DEC 2015

1) INCOME

DEPOSITS

2012	4,012,389.00	
2013	1,839,157.00	
2014	947,560.00	
2015	1,746,858.00	<u>8,545,964.00</u>

INTEREST

2012	4,923.80	
2013	17,278.15	
2014	19,136.93	
2015	32,114.82	

TOTAL INTEREST

73,453.70

MISCELLANEOUS INCOME

2013	115.32	
2014	-115.32	
2015	0.00	<u>-</u>

TOTAL FUNDS (A)

8,619,417.70

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2012	Project Expense	665,881.32	
	Management Fee	<u>39,242.08</u>	<u>705,123.40</u>
2013	Project Expense	1,525,493.43	
	Net Exchange Loss	0.01	
	Management Fee	<u>106,772.85</u>	<u>1,632,266.29</u>
2014	Project Expense	984,881.65	
	Management fee	<u>68,926.52</u>	<u>1,053,808.17</u>

PERIOD - CURRENT YEAR

2015	Project Expense	886,120.05	
	Net exchange loss	83.51	
	Management fee	<u>64,016.59</u>	<u>950,220.15</u>

TOTAL PROJECT EXPENSES (B)

4,341,418.01

Project Advances (C)	<u>0.00</u>	-
Project Capitalised Asset (D)	<u>0.00</u>	-

PROJECT CASH BALANCE (E) = (A) - (B) - (C) - (D)

4,277,999.69

Open Purchase Orders (F)	<u>0.00</u>	-
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3) PROJECT FUND BALANCE (G) = (E) - (F)

4,277,999.69

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.

Loan recovery of USD\$ 196,099 was applied under contribution account (USD 167,500) and expense account (USD 28,599) instead of miscellaneous receivable account. The adjustment has been carried out in 2016

Certified By: 

Lubica CHOVANOVA
Finance Associate
CSG IPAS, UNOPS HQ

Project ID:	00083198	Funding	UNFCCC
Project Title:	United Nations Framework Convention on Climate Change (UNFCCC) Clean Development Mechanism (CDM) Loan Scheme Project		All Amounts in US\$
		Date:	19/05/2016

CERTIFIED FINANCIAL STATEMENT AS AT 31 DEC 2015

1) INCOME

DEPOSITS

2012	508,756.00	
2014	154,115.00	
2015	392,663.00	<u>1,055,534.00</u>

INTEREST

2012	1,235.78	
2013	1,344.12	
2014	802.52	
2015	1,312.68	

TOTAL INTEREST 4,695.10

INTER-PROJECT TRANSFER

2013	213,072.00	
2014	71,038.00	
2015	0.00	<u>284,110.00</u>

TOTAL FUNDS (A) 1,344,339.10

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2012	Project Expense	217,981.11	
	Management Fee	<u>15,258.67</u>	<u>233,239.78</u>
2013	Project Expense	304,796.50	
	Net Exchange Loss	0.01	
	Management Fee	<u>21,335.76</u>	<u>326,132.27</u>
2014	Project Expense	336,724.81	
	Management fee	<u>23,570.61</u>	<u>360,295.42</u>

PERIOD - CURRENT YEAR

2015	Project Expense	213,155.47	
	Net exchange loss	83.51	
	Management fee	<u>14,920.08</u>	<u>228,159.06</u>

TOTAL PROJECT EXPENSES (B) 1,147,826.53


Project Advances (C)	<u>0.00</u>	-
Project Capitalised Asset (D)	<u>0.00</u>	-

PROJECT CASH BALANCE (E) = (A) - (B) - (C) - (D) 196,512.57

Open Purchase Orders (F)	<u>0.00</u>	-
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3) PROJECT FUND BALANCE (G) = (E) - (F) 196,512.57

*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.*

Certified By: 
Lubica CHOVANOVA
Finance Associate
CSPG IPAS, UNOPS HQ

Project ID:	00084193	Funding	UNFCCC
Project Title :	United Nations Framework Convention on Climate Change (UNFCCC) Clean Development Mechanism (CDM) Loan Scheme Project		All Amounts in US\$
		Date:	19/05/2016

CERTIFIED FINANCIAL STATEMENT AS AT 31 DEC 2015

1) INCOME

DEPOSITS

2012	3,503,633.00	
2013	1,839,157.00	
2014	793,445.00	
2015	1,354,195.00	<u>7,490,430.00</u>

INTEREST

2012	3,688.02	
2013	15,934.03	
2014	18,334.41	
2015	30,802.14	

TOTAL INTEREST

68,758.60

INTER-PROJECT TRANSFER

2013	-213,072.00	
2014	-71,038.00	
2015	0.00	<u>(284,110.00)</u>

MISCELLANEOUS INCOME

2013	115.32	
2014	-115.32	
2015	0.00	<u>-</u>

TOTAL FUNDS (A)

7,275,078.60

2) PROJECT EXPENSES

PERIOD - PRIOR YEARS:

2012	Project Expense	447,900.21	
	Management Fee	23,983.41	<u>471,883.62</u>
2013	Project Expense	1,220,696.93	
	Management Fee	85,437.09	<u>1,306,134.02</u>
2014	Project Expense	648,156.84	
	Management fee	45,355.91	<u>693,512.75</u>

PERIOD - CURRENT YEAR

2015	Project Expense	672,964.58	
	Net exchange gain	0.00	
	Management fee	49,096.51	<u>722,061.09</u>

TOTAL PROJECT EXPENSES (B)

3,193,591.48

Project Advances (C)	<u>0.00</u>	-
Project Capitalised Asset (D)	<u>0.00</u>	-

PROJECT CASH BALANCE (E) = (A) - (B) - (C) - (D)


4,081,487.12

Open Purchase Orders (F)	<u>0.00</u>	-
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3) PROJECT FUND BALANCE (G) = (E) - (F)

4,081,487.12

*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.*

Certified By: 
Lubica CHOVANOVA
Finance Associate
CSPG IPAS, UNOPS HQ



INTERNAL AUDIT AND INVESTIGATIONS GROUP

Annex II – Responsibility Statement by Management

UNITED NATIONS OFFICE FOR PROJECT SERVICES

Award ID: 67419

UNFCCC CDM Loan Scheme Project**Responsibility Statement by Management**

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of Financial Statement of the UNOPS Award ID. 67419, UNFCCC CDM Loan Scheme Project. The Statement, presented under 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\$ 950,220.15 incurred by the UNOPS office for the period 1 January to 31 December 2015 in accordance with UNOPS accounting policies and in conformity with approved activities and budgets of UNOPS Award ID. 67419, UNFCCC CDM Loan Scheme Project.

(Signature)



Kanit Ms. Kanit PUKCHAREON
Regional Finance Specialist

Region: CSPG / IPAS

Place: UNOPS HQ, Copenhagen

Date: 01 July 2016

(Signature)



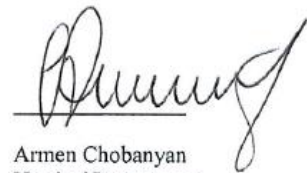
Moin Kattim
Regional Director

Region: ECR

Place: Geneva

Date: 01 July 2016

(Signature)



Armen Chobanyan
Head of Programme

Region: ECR

Place: Geneva

Date: 01 July 2016