UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

23 November 2018

PROJECT NAME: PALESTINIAN MATURITY PROGRAM
PROJECT NUMBER: 96457
COUNTRY OFFICE: JERUSALEM
AUDITOR: MOORE STEPHENS LLP
PERIOD SUBJECT TO AUDIT: 1 JANUARY 2017 TO 1 OCTOBER 2018
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## Acronyms and abbreviations

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Description</th>
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</thead>
<tbody>
<tr>
<td>IAIG</td>
<td>Internal Audit and Investigations Group</td>
</tr>
<tr>
<td>IESBA</td>
<td>International Ethics Standards Board for Accountants</td>
</tr>
<tr>
<td>ISA</td>
<td>International Standards on Auditing</td>
</tr>
<tr>
<td>UNOPS</td>
<td>United Nations Office for Project Services</td>
</tr>
<tr>
<td>US$</td>
<td>United States Dollars</td>
</tr>
</tbody>
</table>
Financial audit report

Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project ‘Palestinian Maturity Program’ (‘the project’) (oneUNOPS project ID 96457), which is implemented and managed by the UNOPS Office in Jerusalem, for the period from 1 January 2017 to 1 October 2018.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘Palestinian Maturity Program’ (oneUNOPS project ID 96457), for the period from 1 January 2017 to 1 October 2018 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the ‘Auditor’s responsibility for the audit of the project financial statement’ section of this report.

We are independent of UNOPS in accordance with the IESBA Code of Ethics for Professional Accountants. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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 for the audit of the project financial statement

The objectives of our audit are set out in the terms of reference for the audits of UNOPS projects, as issued by the Internal Audit and Investigations Group (IAIG) of UNOPS, and include obtaining reasonable assurance about whether the project financial statement is free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of the project financial statement.
As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also identify and assess the risks of material misstatement of the project financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.

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

**Project financial statement**

This is attached as Annex I to this report.

Mark Henderson
Partner

Moore Stephens LLP
150 Aldersgate Street
London EC1A 4AB

23 November 2018
Responsibility statement by management

This is attached as Annex II to this report.
Annex I – Project financial statement
Dear Sir/Madam,

Subject: Final Financial Statement

We enclose the Final Financial Statement for project 96457 - Palestinian Maturity Program, which commenced in year 2015 and indicates the final income and expense of the project.

We draw your attention to the following:

a. Incurred expenditure and management fee: US$ 7,283,756  
b. Total funds received: US$ 7,364,351 which includes interest earned: US$ 33,026 
c. Cash Surplus: US$ 80,595

If you have any question, please do not hesitate to contact the project focal point within 3 months from date of this letter, else the statement will be considered complete and final for the period reported.

Yours sincerely,

SVEN ECKERT  
HEAD OF PROJECT FINANCE  
UNOPS
# FINAL FINANCIAL STATEMENT

**Project:** 96457 - Palestinian Maturity Program  
**Partner(s):** 1111 - DFID Department For International Development (DFID),

As on: 01-Oct-2018

## Income:

<table>
<thead>
<tr>
<th>Contributions</th>
<th>2015</th>
<th>2,746,177</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2016</td>
<td>2,480,395</td>
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<tr>
<td></td>
<td>2017</td>
<td>2,104,753</td>
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<tr>
<td><strong>Total</strong></td>
<td></td>
<td>7,331,325</td>
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</tbody>
</table>

<table>
<thead>
<tr>
<th>Interest</th>
<th>2016</th>
<th>14,092</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>2017</td>
<td>12,328</td>
</tr>
<tr>
<td></td>
<td>2018</td>
<td>6,606</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td>33,026</td>
</tr>
</tbody>
</table>

**Total Income A** 7,364,351

## Less: Project Expenses

### Period-Years

<table>
<thead>
<tr>
<th>Year</th>
<th>Project(s) Expense</th>
</tr>
</thead>
<tbody>
<tr>
<td>2015</td>
<td>1,520,890</td>
</tr>
<tr>
<td>2016</td>
<td>3,076,840</td>
</tr>
<tr>
<td>2017</td>
<td>2,056,867</td>
</tr>
<tr>
<td>2018</td>
<td>629,159</td>
</tr>
</tbody>
</table>

**Total Expenditure B** 7,283,756

**Project Cash Balance A-B** 80,595

**Notes:**
- All amounts are in USD. Transactions in non-USD have been converted to USD at the UN operational rate of exchange as on the date of the transaction.
- The figures in the statement are rounded; however, the refund will be made based on precise cash balance of the project including decimals. 80,596.59 USD

Certified by: SVEN ECKERT  
HEAD OF PROJECT FINANCE  
UNOPS

Comment:
Annex II – Responsibility statement by management
Annex II
UNITED NATIONS OFFICE FOR PROJECT SERVICES
Palestinian Maturity Program-UNOPS Project number 96457
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 Statements of the Palestinian Maturity Program-UNOPS Project number 96457. 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 in Annex I, presents fairly in all material aspects, the expenditure of US$ 2,686,026 incurred by the UNOPS office for the period 01 January 2017 to 01 October 2018 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. 96457 Palestinian Maturity Program.

(Signature)
Name: Meron Mekuriaw
Finance Specialist
Region: SSC IPAS,HQ
Place: Copenhagen
Date: 20 November 2018

(Signature)
Name: Bana Kaloti
Regional Director
Region: Middle East
Place: Amman, Jordan
Date: 21 November 2018

(Signature)
Name: Yazan Eideh
Project Manager
Region: Middle East
Place: Jerusalem
Date: 21 November 2018