UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

20 March 2020

PROJECT NAME: ASSISTING STABILISATION, HUMANITARIAN EFFORTS AND CIVILIAN RETURNS IN RETAKEN AREAS WITH EXPLOSIVE THREAT MITIGATION, 2018, VTF EU DEVCO

PROJECT NUMBER: 20685-001

COUNTRY: IRAQ

AUDITOR: BDO LLP

PERIOD SUBJECT TO AUDIT: 1 MAY 2018 TO 30 APRIL 2019
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## Acronyms and abbreviations

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Full form</th>
</tr>
</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>
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</table>
Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project ‘Assisting Stabilisation, Humanitarian Efforts and Civilian Returns in Retaken Areas with Explosive Threat Mitigation’ (‘the project’) (oneUNOPS project ID 20685-001), which is implemented and managed by the UNOPS Office in Iraq, for the period from 1 May 2018 to 30 April 2019.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘Assisting Stabilisation, Humanitarian Efforts and Civilian Returns in Retaken Areas with Explosive Threat Mitigation’ (‘the project’) (oneUNOPS project ID 20685-001), for the period from 1 May 2018 to 30 April 2019 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. Misst atements 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.

Robert Waters
Partner
BDO LLP
55 Baker Street
London W1U 7EU

20 March 2020
Responsibility statement by management
This is attached as Annex II to this report.
Annex I – Project financial statement
**UNOPS**

Country Name: Iraq  
Funding: VTF  
Project Number: 20685-001  
Project Title: Assisting Stabilization, Humanitarian Efforts and Civilian Returns in Retaken Areas with Explosive Threat Mitigation, 2018, VTF EU DEVCO

**FINAL FINANCIAL REPORT AS AT 30 APRIL 2019**

(In US Dollars)

1) **INCOME**

| Deposit rec'd 23 May 2018 | 6,571,910 |
| Deposit rec'd 25 Feb 2019 | 4,381,273 |
| Interest 2018              | 43,725    |
| Interest 2019              | 69,531    |
| Gain on foreign exchange   | 9         |

**TOTAL AVAILABLE FUNDS**  
11,066,449

2) **EXPENDITURE**

**ACTUAL EXPENDITURE INCURRED**

<table>
<thead>
<tr>
<th>PERIOD - Current Year</th>
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</thead>
<tbody>
<tr>
<td>01/05/18 - 31/07/18</td>
<td>53,908</td>
<td></td>
</tr>
<tr>
<td>Indirect Cost</td>
<td>2,323</td>
<td>56,231</td>
</tr>
<tr>
<td>01/08/18 - 31/10/18</td>
<td>454,215</td>
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<tr>
<td>Indirect Cost</td>
<td>19,577</td>
<td>473,792</td>
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<tr>
<td>01/11/18 - 31/01/19</td>
<td>869,370</td>
<td></td>
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<tr>
<td>Indirect Cost</td>
<td>37,470</td>
<td>906,840</td>
</tr>
<tr>
<td>01/02/19 - 30/04/19</td>
<td>9,015,032</td>
<td></td>
</tr>
<tr>
<td>Indirect Cost</td>
<td>388,548</td>
<td>9,403,580</td>
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</tbody>
</table>

**TOTAL EXPENDITURE**  
10,840,443

Unliquidated Obligations as at 30 April 2019  
-  

3) **SURPLUS FUNDS ON HAND**  

**226,006**

*Note: The figures in the statement are rounded, however, the refund will be made based on precise cash balance of the project including decimals US$ 226,005.66.*

12-Feb-2020

Shafiq Ratea  
Project Finance Specialist  
UNOPS HQ
Annex II – Responsibility Statement by Management
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 UNOPS Project ID. 20685-001 “Assisting Stabilisation, Humanitarian Efforts and Civilian Returns in Retaken Areas with Explosive Threat Mitigation, 2018, VTF EU DEVCO”. The Statement presented has 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 Statement as reported in the final financial statement of project 20685-001, presents fairly in all material aspects, the incurred expenditure and management fee for a total of US$10,840,443 incurred by the UNOPS office for the period 1 May 2018 to 30 April 2019 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. 20685-001 “Assisting Stabilisation, Humanitarian Efforts and Civilian Returns in Retaken Areas with Explosive Threat Mitigation, 2018, VTF EU DEVCO”.

Mr. Amir Omeragic
Director, Peace and Security Cluster
Region: NY SC
Place: NYC
Date: 25/01/2020

Ms. Jody Maine
Deputy Director, Support OIC
Region: NY SC
Place: NYC
Date: 26/12/2020

Mr. Jonas Chaudhary
Portfolio Manager
Region: NY SC
Place: NYC
Date: 24/02/2020

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