UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

9 September 2021

PROJECT NAME: EXPLOSIVE HAZARD MITIGATION IN AREAS LIBERATED FROM DA’ESH, IRAQ, 2019 VTF EU DEVCO

PROJECT NUMBER: 21305-001
COUNTRY: IRAQ
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 25 FEBRUARY 2019 TO 30 NOVEMBER 2020
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UNOPS Internal Audit and Investigations Group
Financial audit report
Explosive Hazard Mitigation in areas liberated from Da’esh, Iraq, 2019 VTF EU DEVCO, (21305-001), Iraq
25 February 2019 to 30 November 2020
**Acronyms and abbreviations**

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Description</th>
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<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>
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</table>
Financial audit report

Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project ‘Explosive Hazard Mitigation in areas liberated from Da’esh, Iraq, 2019 VTF EU DEVCO’ (‘the project’) (oneUNOPS project ID 21305-001), which is implemented and managed by the UNOPS UNOPS Peace and Security Cluster (PSC), for the period from 25 February 2019 to 30 November 2020.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘Explosive Hazard Mitigation in areas liberated from Da’esh, Iraq, 2019 VTF EU DEVCO’ (‘the project’) (oneUNOPS project ID 21305-001), for the period from 25 February 2019 to 30 November 2020 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.

Robert Waters
Partner

BDO LLP
55 Baker Street
London W1U 7EU

9 September 2021
Responsibility statement by management
This is attached as Annex II to this report.
Annex I – Project financial statement
Date: 26 August 2021  
Ref. Project No. 21305-001  
Funding: VTF

Dear Sir/Madam

Subject: Final Financial Statement

We enclose the final financial statement for project 21305-001, “Explosive Hazard Mitigation in areas liberated from Da'esh, Iraq, 2019 VTF EU DEVCO”, which commenced in February 2019 and indicates the incurred expenditure up to its end date of 30 November 2020.

We draw your attention to the following:

a. Incurred expenditure and management fee: US$ 10,437,472
b. Total funds received: US$ 10,561,636 which includes interest earned: US$ 124,151
c. Fund Surplus: US$ 124,164

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, HQ

Cc    Ms. Sonia Mrabet  
Chief Finance Officer  
Budget, Financial Management and Reporting Unit, UNMAS

Mr. Amir Omeragic, Director, PSC
<table>
<thead>
<tr>
<th>Country Name:</th>
<th>Iraq</th>
<th>Funding:</th>
<th>VTF</th>
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<td>21305-001</td>
<td>Project Title:</td>
<td>Explosive Hazard Mitigation in areas liberated from Da'esh, Iraq, 2019 VTF EU DEVCO</td>
</tr>
</tbody>
</table>

**FINAL FINANCIAL REPORT**

(In US Dollars)

1) **INCOME**

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Deposit rec'd 30 Apr 2019</td>
<td>6,262,491</td>
</tr>
<tr>
<td>Deposit rec'd 13 Nov 2019</td>
<td>4,174,994</td>
</tr>
<tr>
<td>Interest 2019</td>
<td>98,754</td>
</tr>
<tr>
<td>Interest 2020</td>
<td>25,397</td>
</tr>
</tbody>
</table>

**TOTAL AVAILABLE FUNDS**

10,561,636

2) **EXPENDITURE**

**ACTUAL EXPENDITURE INCURRED**

<table>
<thead>
<tr>
<th>Period</th>
<th>Actual Expenditure Incurred</th>
<th>Indirect Cost</th>
</tr>
</thead>
<tbody>
<tr>
<td>25/02/2019 - 31/07/2019</td>
<td>317,606</td>
<td>13,689</td>
</tr>
<tr>
<td>01/09/2019 - 31/01/2020</td>
<td>6,554,497</td>
<td>282,499</td>
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<tr>
<td>01/02/2020 - 30/11/2020</td>
<td>3,134,101</td>
<td>135,080</td>
</tr>
</tbody>
</table>

**TOTAL EXPENDITURE**

10,437,472

**TOTAL AMOUNT REQUIRED**

10,437,472

3) **SURPLUS FUNDS ON HAND**

124,164

Note:
* The quarterly breakdown is based on the interim reports provided to the partner at the point in time and based on the records for the period at that time.

Sven Eckert

Head of Project Finance

UNOPS, HQ

26 Aug 2021
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. 21305-001 "Explosive Hazard Mitigation in areas liberated from Da'esh, Iraq, 2019 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 21305-001, presents fairly in all material aspects, the incurred expenditure and management fee for a total of US$10,437,472 incurred by the UNOPS office for the period 25 February 2019 to 30 November 2020 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. 21305-001 "Explosive Hazard Mitigation in areas liberated from Da'esh, Iraq, 2019 VTF EU DEVCO".

________________________________________
Mr. Amir Omeragic  
Director, Peace and Security Cluster  
Region: NY SC  
Place: NYC  
Date: June 22, 2021

Ms. Nicola Jody Maine  
Head of Support Services  
Region: NY SC  
Place: NYC  
Date: 22-06-2021

Ms. Ines Tlemsani  
Portfolio Manager  
Region: NY SC  
Place: NYC  
Date: 22 June 2021