UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

1 September 2022

PROJECT NAME: GFATM-PR-TB-MYANMAR
PROJECT NUMBER: 20864-006 (WORK PACKAGE 20864-006-08)
COUNTRY: MYANMAR
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 1 JANUARY TO 31 DECEMBER 2021
Contents

Acronyms and abbreviations........................................................................................................ 3

Financial audit report..................................................................................................................... 4
  Audit opinion on the project financial statement ........................................................................ 4
  Audit opinion on the statement of non-expendable property .................................................... 6

Annex I – Project financial statement
Annex II – Statement of non-expendable property
Annex III – Responsibility statement by management
# Acronyms and abbreviations

<table>
<thead>
<tr>
<th>Acronym</th>
<th>Description</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>
</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 ‘GFATM-PR-TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-006, work package 20864-006-08), which is implemented and managed by the UNOPS Office in Myanmar, for the period from 1 January to 31 December 2021.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘GFATM-PR-TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-006, work package 20864-006-08), for the period from 1 January to 31 December 2021 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.

Use of this report
This report is made solely to UNOPS, in accordance with terms of reference defined by UNOPS. Our work has been undertaken so that we might state to UNOPS those matters we are required to state to it in accordance with UNOPS’s terms of reference and for no other purpose. To the fullest extent permitted by law, we do not accept or assume responsibility to anyone other than UNOPS, for our work, for this report, or for the opinions we have formed.

Project financial statement
This is attached as Annex I to this report.
Audit opinion on the statement of non-expendable property

Unmodified opinion

We have audited the accompanying statement of non-expendable property of the project ‘GFATM-PR-TB-Myanmar’ (oneUNOPS project ID 20864-006, work package 20864-006-08) of UNOPS as at 31 December 2021.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project ‘GFATM-PR-TB-Myanmar’ (oneUNOPS project ID 20864-006, work package 20864-006-08), as at 31 December 2021, in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Statement of non-expendable property

This is attached as Annex II to this report¹.

Robert Waters
Partner

BDO LLP
55 Baker Street
London W1U 7EU
1 September 2022

¹ The attached financial statement includes all expenditure reported against the ‘GFATM-PR-TB-Myanmar’ grant with oneUNOPS project ID 20864-006, for the period from 1 January to 31 December 2021. The scope of this audit concerns only the expenditure amounting to US$ 2,855,086 as incurred by UNOPS Myanmar as Principal Recipient with oneUNOPS project ID 20864-006, and work package ID 20864-006-08.
Responsibility statement by management

This is attached as Annex III to this report.
Annex I – Project financial statement
Date: 20 May 2022  
Ref. Project No: 20864-006  
Funding: 1680 - GFATM-TUB Global Fund to fight Tuberculosis, 1681 - GFATM-MAL Global Fund to fight Malaria, 1679 - GFATM-AID Global Fund to fight AIDS

Dear Sir/Madam,

Subject: ANNUAL FINANCIAL STATEMENT

We enclose the Annual Financial Statement for project 20864-006 - GFATM-PR-TB-Myanmar, which commenced in year 2021 and indicates the incurred expenditure as at 31 Dec 2021

We draw your attention to the following:

a. Total funds received: US$ 29,707,565 which includes interest earned: US$ 4,564  
b. Incurred expenditure and management fee: US$ 18,292,167  
c. Project advances: US$ 106,240  
d. Commitments: US$ 266,705  
e. Fund Balance: US$ 11,042,453

If you have any questions, please do not hesitate to contact UNOPS
### ANNUAL FINANCIAL STATEMENT

**Project:** 20864-006 - GFATM-PR-TB-Myanmar  
**Partner(s):**  
- 1679 - GFATM-AID Global Fund to fight AIDS  
- 1680 - GFATM-TUB Global Fund to fight Tuberculosis  
- 1681 - GFATM-MAL Global Fund to fight Malaria  
**As on:** 31 Dec 2021

#### Income:

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<thead>
<tr>
<th>Contributions</th>
<th>2021</th>
<th>29,703,001</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Interest</strong></td>
<td>2021</td>
<td>4,564</td>
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<tr>
<td><strong>Total Income</strong></td>
<td><strong>A</strong></td>
<td><strong>29,707,565</strong></td>
</tr>
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</table>

#### Less: Project Expenses

<table>
<thead>
<tr>
<th>Period-Years</th>
<th>2021</th>
<th>18,292,167</th>
</tr>
</thead>
<tbody>
<tr>
<td>20864-006-01 - MAM: Medical Action Myanmar</td>
<td>1,027,834</td>
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</tr>
<tr>
<td>20864-006-02 - MHAA: Myanmar Health Assistance Association</td>
<td>707,553</td>
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<tr>
<td>20864-006-03 - MMA: Myanmar Medical Association</td>
<td>1,563,814</td>
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</tr>
<tr>
<td>20864-006-04 - NTP: National TB Program</td>
<td>8,245,149</td>
<td></td>
</tr>
<tr>
<td>20864-006-05 - PGK: Pyi Gyi Khin</td>
<td>1,066,548</td>
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<tr>
<td>20864-006-06 - The Union</td>
<td>1,415,445</td>
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<tr>
<td>20864-006-07 - WHO : World Health Organization</td>
<td>1,410,738</td>
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<tr>
<td>20864-006-08 - United Nations Office for Project Services</td>
<td>2,855,086</td>
<td></td>
</tr>
</tbody>
</table>

| **Total Expenditure** | **B** | **18,292,167** |

#### Less: Project Advances  
**C** | **106,240**

#### Project Cash Balance (Surplus)  
**A-B-C** | **11,309,158**

#### Less: Actual Commitments  
**PO Commitments** | **D** | **255,073**
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.
❖ Project advances include operational advances, prepayments, petty cash, and any VAT payments to suppliers that have yet to be recovered.
❖ The statement is prepared in accordance to IPSAS reporting requirement, the reported figure under commitment is for information and it discloses only the expected utilisation of project funds as of the reporting period, these commitments are not charged as an expense until the goods are delivered or services rendered.
❖ Currency revaluations are done at the end of the year as per IPSAS requirement, and they are reversed in the following year.

Please note that the final audit report of UNOPS financial statements for 2021, as per regular process, has not yet been shared by the UN Board of Auditors. The audit itself has been concluded and the Board of Auditors has shared its observations with UNOPS. None of these raise any concerns about the integrity and completeness of the client project records that have been used to prepare the attached Financial Report. Should the reported figures need to be adjusted, UNOPS will provide a revised statement without delay.

Certified by:

Date: 25 May 2022

Report run on: 20 May 2022
Annex II – Statement of non-expendable property
<table>
<thead>
<tr>
<th>No.</th>
<th>Project ID</th>
<th>Site Name</th>
<th>Contract Start</th>
<th>Risk Management Proposed Solution</th>
<th>Project Title</th>
<th>Contract Value</th>
<th>Completion Date</th>
<th>Contract Status</th>
<th>Contract Number</th>
<th>Contract Location</th>
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<tbody>
<tr>
<td>No.</td>
<td>Project ID</td>
<td>Tag Number</td>
<td>Package description</td>
<td>Serial number</td>
<td>Purchase Quantity</td>
<td>Order Quantity</td>
<td>Purchase Value</td>
<td>Units of RE</td>
<td>Asset Value</td>
<td>Asset Value as of 01/31/2022</td>
</tr>
<tr>
<td>-----</td>
<td>------------</td>
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<td>-----------------------------</td>
</tr>
<tr>
<td>No.</td>
<td>Project No.</td>
<td>Project Name</td>
<td>Task No.</td>
<td>Task Description</td>
<td>Task Start Date</td>
<td>Task End Date</td>
<td>Task Duration</td>
<td>Task Type</td>
<td>Task Hour Rate</td>
<td>Task Cost</td>
</tr>
<tr>
<td>-----</td>
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<td>--------------</td>
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</tr>
<tr>
<td>69</td>
<td>2021010100</td>
<td>Project X</td>
<td>1</td>
<td>Task A</td>
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<tr>
<td>70</td>
<td>2021010100</td>
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<td>Task B</td>
<td>01/01/2021</td>
<td>31/12/2021</td>
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<td>Work</td>
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<td>Project Z</td>
<td>3</td>
<td>Task C</td>
<td>01/01/2021</td>
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<td>1 year</td>
<td>Work</td>
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<td>$6,000</td>
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</tbody>
</table>

The above table represents a project timeline with task details including start and end dates, duration, type, hourly rate, cost, and priority status.
<table>
<thead>
<tr>
<th>No.</th>
<th>Project ID</th>
<th>P/C</th>
<th>Tag Number</th>
<th>Asset Profile Description</th>
<th>Serial number</th>
<th>Purchase date</th>
<th>Quantity</th>
<th>Payment</th>
<th>Payment Method</th>
<th>Security</th>
<th>Description</th>
<th>Revised date</th>
<th>Remarks</th>
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<tbody>
<tr>
<td>158</td>
<td>2504-0102</td>
<td>P/C</td>
<td>1205808</td>
<td>Sp 800 5000 230 400 Rev 11</td>
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<td>18-Mar 20</td>
<td>1000</td>
<td>947.71</td>
<td>947.71</td>
<td>35</td>
<td>743.88</td>
<td>2012-12-01</td>
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<tr>
<td>159</td>
<td>2504-0102</td>
<td>P/C</td>
<td>1205809</td>
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<tr>
<td>161</td>
<td>2504-0102</td>
<td>P/C</td>
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<td>706396102026</td>
<td>18-Mar 20</td>
<td>1000</td>
<td>947.71</td>
<td>947.71</td>
<td>35</td>
<td>743.88</td>
<td>2012-12-01</td>
<td>1205811</td>
</tr>
</tbody>
</table>

**Total:** 27,547.10

Prepared by:  
Signed by:  
Date: 51-December-2021  
Date: 51-December-2021  
Date: 51-December-2021
Annex III – Responsibility Statement by Management
UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: 20864-006

GFATM-PR-TB-Myanmar

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 Project ID 20864-006 (WP: 20864-006-08), Project name: GFATM-PR-TB-Myanmar. 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, as set out in Annex I, presents fairly in all material respects, the expenditure of US$ 2,855,086 (In words: United States Dollar Two Million Eight Hundred Fifty Five Thousand and Eighty Six only) incurred by the UNOPS office for the period 1 January 2021 to 31 December 2021 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets Project ID 20864-006 (WP: 20864-006-08), Project name: GFATM-PR-TB-Myanmar.

Statement of Inventory of Non-Expendable Equipment

The Statement of Non-Expendable Equipment presents fairly, in all material respects, the Non-Expendable Equipment balance as at 31 December 2021 amounting to US$ 17,010 (In words: United States Dollar Seventeen Thousand and Ten only) as net book Value in accordance with the Non-Expendable Inventory listing certified by project management.

ACCEPTED AND CERTIFIED:

Name: ___________________________ Name: ___________________________ Name: ___________________________

Project: __________________________ Region: __________________________ Region: __________________________

Place: Yangon, Myanmar Place: Copenhagen, Denmark Place: Bangkok, Thailand

Date: 29 August 2022 Date: 30 August 2022 Date: 31 August 2022