INTERNAL AUDIT AND INVESTIGATIONS GROUP

UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

7 July 2022

PROJECT NAME: GFATM-PR-REG TB-MYANMAR
PROJECT NUMBER: 20864-004 (WORK PACKAGE 20864-004-14 C19RM)
COUNTRY: MYANMAR
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 1 January to 31 December 2021
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# 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-REG TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-004, work package 20864-004-14 C19RM), 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-REG TB-Myanmar’ ("the project") (oneUNOPS project ID 20864-004, work package 20864-004-14 C19RM), 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.

Robert Waters
Partner

BDO LLP
55 Baker Street
London W1U 7EU

7 July 2022
Responsibility statement by management

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

Subject: ANNUAL FINANCIAL STATEMENT

We enclose the Annual Financial Statement for project 20864-004 - GFATM-PR-REG TB-Myanmar, which commenced in year 2019 and indicates the incurred expenditure as at 31 Dec 2021.

We draw your attention to the following:

a. Total funds received: US$ 9,314,722 which includes interest earned: US$ 17,448
b. Incurred expenditure and management fee: US$ 8,416,268
  c. Commitments: US$ 84
  d. Fund Balance: US$ 898,370

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

Yours Sincerely,

Finance Specialist
# ANNUAL FINANCIAL STATEMENT

Project: 20864-004 - GFATM-PR-REG TB-Myanmar
Partner(s): 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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<tr>
<th>Contributions</th>
<th>2019</th>
<th>3,587,066</th>
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<tbody>
<tr>
<td></td>
<td>2020</td>
<td>2,297,534</td>
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<tr>
<td></td>
<td>2021</td>
<td>3,006,220</td>
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<tr>
<td>Total Income</td>
<td>A</td>
<td>9,314,722</td>
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</table>

<table>
<thead>
<tr>
<th>Interest</th>
<th>2019</th>
<th>6,226</th>
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<tbody>
<tr>
<td></td>
<td>2020</td>
<td>6,750</td>
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<tr>
<td></td>
<td>2021</td>
<td>4,472</td>
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<tr>
<td>Total Interest</td>
<td>A</td>
<td>17,448</td>
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<table>
<thead>
<tr>
<th>Transfers</th>
<th>2021</th>
<th>406,454</th>
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</thead>
<tbody>
<tr>
<td>Total Transfers</td>
<td>A</td>
<td>406,454</td>
</tr>
</tbody>
</table>

## Notes

- Contributions
- Interest
- Transfers

- Total Income: 9,314,722
<table>
<thead>
<tr>
<th>Project</th>
<th>Expenses</th>
<th>Period-Years</th>
<th>2019</th>
<th>2020</th>
<th>2021</th>
</tr>
</thead>
<tbody>
<tr>
<td>20864-004-02 - ARC : American Refugee Committee</td>
<td>54,566</td>
<td></td>
<td>38,450</td>
<td></td>
<td>39,053</td>
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<tr>
<td>20864-004-03 - WHO : World Health Organization</td>
<td>51,134</td>
<td>1,165</td>
<td>47,115</td>
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<td>47,115</td>
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<tr>
<td>20864-004-04 - WVM : World Vision Myanmar</td>
<td>32,093</td>
<td>17,571</td>
<td>38,437</td>
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<td>38,437</td>
</tr>
<tr>
<td>20864-004-05 - SMRU : Shoklo Malaria Research Unit</td>
<td>299,658</td>
<td>52,214</td>
<td>405,980</td>
<td></td>
<td>405,980</td>
</tr>
<tr>
<td>20864-004-06 - United Nations Office for Project Services</td>
<td>184,635</td>
<td>151,703</td>
<td>296,386</td>
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<td>296,386</td>
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<tr>
<td>20864-004-09 - Ministry of Economic and Finance (Cam)</td>
<td>336,624</td>
<td>312,458</td>
<td>301,795</td>
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<td>301,795</td>
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<tr>
<td>20864-004-10 - Thailand</td>
<td>921,275</td>
<td>516,010</td>
<td>1,132,729</td>
<td></td>
<td>1,132,729</td>
</tr>
<tr>
<td>20864-004-11 - Vietnam</td>
<td>226,590</td>
<td>562,125</td>
<td>385,977</td>
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<td>385,977</td>
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<tr>
<td>20864-004-12 - Laos PDR</td>
<td>572,218</td>
<td>333,184</td>
<td>243,140</td>
<td>243,140</td>
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</table>

<table>
<thead>
<tr>
<th>Total Expenditure</th>
<th>B</th>
<th>8,416,268</th>
</tr>
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<tbody>
<tr>
<td>Project Cash Balance (Surplus)</td>
<td>A-B</td>
<td>898,454</td>
</tr>
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</table>

Less: Actual Commitments
### 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 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.

#### Note on Work Package 20864-004-06:

Transfers' income for the fiscal year 2021 includes; a) direct disbursement of $339,728 and $66,726 from the Global Fund to a co-PR, made in fiscal years 2019 and 2020, respectively; and b) excludes a direct disbursement $366,904 from the Global Fund to a co-PR for the fiscal year 2021 (this amount will be reported in 2022 AFS).

Expenditure for the fiscal year 2021 includes; a) direct disbursement $339,728 and $66,726 from the Global Fund to a co-PR, made in fiscal years 2019 and 2020, respectively for the fiscal year 2019 and 2020 made by the GF and b) exclude the third party disbursement $366,904 for the fiscal year 2021 (this amount will be reported in 2022 AFS).

The expenditure also includes salary reallocation adjustment of ($15,292) and ($46,850) for the fiscal year 2019 and 2020, respectively.

Certified by:

*Finance Specialist*

Date: 31 May 2022

Report run on: 20 May 2022

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<table>
<thead>
<tr>
<th>Project Fund Balance (Surplus)</th>
<th>A-B-C</th>
<th>898,370</th>
</tr>
</thead>
<tbody>
<tr>
<td>PO Commitments</td>
<td>C</td>
<td>81</td>
</tr>
<tr>
<td>Projected Fees on Commitments</td>
<td>C</td>
<td>3</td>
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The expenditure also includes salary reallocation adjustment of ($15,292) and ($46,850) for the fiscal year 2019 and 2020, respectively.

Certified by:

*Finance Specialist*

Date: 31 May 2022

Report run on: 20 May 2022
Annex II – 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 20864-004 (WP: 20864-004-14), Project name: 20864-004-14-UNOPS (C19RM): United Nations Office for Project Services. 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$3,980** (In words: United States Dollar Three Thousand Nine Hundred and Eighty 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 20864-004 (WP: 20864-004-14), Project name: 20864-004-14-UNOPS (C19RM): United Nations Office for Project Services.

**ACCEPTED AND CERTIFIED:**

Name: [Signature]  Name: [Signature]  Name: [Signature]
Programme Director  Finance Specialist  Regional Director
Project: PR-GFATM, UNOPS Asia Region FA, SSC, IPAS Finance
Region: AR  Region: UNOPS – HQ  Region: AR
Place: Yangon, Myanmar  Place: Copenhagen, Denmark  Place: Bangkok, Thailand
Date: 30 June 2022  Date: 30 June 2022  Date: 30 June 2022