UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

9 November 2022

PROJECT NAME: FIRST LINE ANTI-TB DRUGS PROCUREMENT FOR MINISTRY OF HEALTH AND SPORTS-TB (2020)

PROJECT NUMBER: 21262-005

COUNTRY: MYANMAR

AUDITOR: BDO LLP

PERIOD SUBJECT TO AUDIT: 1 FEBRUARY 2020 TO 31 JULY 2022
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Annex II – Responsibility statement by management
Acronyms and abbreviations

IAIG    Internal Audit and Investigations Group
IESBA   International Ethics Standards Board for Accountants
ISA     International Standards on Auditing
UNOPS   United Nations Office for Project Services
US$     United States Dollars
Financial audit report

Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project “First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020)” (“the project”) (oneUNOPS project ID 21262-005), which is implemented and managed by the UNOPS Office in Myanmar, for the period from 1 February 2020 to 31 July 2022.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project “First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020)” (“the project”) (oneUNOPS project ID 21262-005), for the period from 1 February 2020 to 31 July 2022 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
9 November 2022
Responsibility statement by management

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

Subject: INTERIM FINANCIAL STATEMENT

We enclose the Interim Financial Statement for project 21262-005 - First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020), which commenced in year 2020 and indicates the incurred expenditure as at 31 Jul 2022.

We draw your attention to the following:

a. Total funds received: US$ 3,226,299
b. Incurred expenditure and management fee: US$ 3,186,020
c. Commitments: US$ 6,765
d. Fund Balance: US$ 33,514

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

Yours Sincerely,

Programme Support Officer
PR-GFATM
UNOPS Asia Region
## INTERIM FINANCIAL STATEMENT

**Project:** 21262-005 - First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020)

**Partner(s):** 1382 - Myanmar

**As on:** 31 Jul 2022

### Income:

<table>
<thead>
<tr>
<th>Contributions</th>
<th>2020</th>
<th>2,878,293</th>
</tr>
</thead>
<tbody>
<tr>
<td>Transfers</td>
<td>2020</td>
<td>348,006</td>
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</tbody>
</table>

**Total Income A** 3,226,299

### Less: Project Expenses Period-Years

<table>
<thead>
<tr>
<th></th>
<th>2020</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Project(s) Expense</td>
<td>3,114,212</td>
<td></td>
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<tr>
<td>Management Fees</td>
<td>43,910</td>
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</tr>
<tr>
<td>Net Exchange Gain/Loss</td>
<td>44</td>
<td></td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th></th>
<th>2021</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Project(s) Expense</td>
<td>27,486</td>
<td></td>
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<tr>
<td>Management Fees</td>
<td>388</td>
<td></td>
</tr>
<tr>
<td>Net Exchange Gain/Loss</td>
<td>(20)</td>
<td></td>
</tr>
</tbody>
</table>

**Total Expenditure B** 3,186,020

### Project Cash Balance (Surplus) A-B 40,279

### Less: Actual Commitments

<table>
<thead>
<tr>
<th>PO Commitments</th>
<th>6,671</th>
</tr>
</thead>
<tbody>
<tr>
<td>Projected Fees on Commitments</td>
<td>94</td>
</tr>
</tbody>
</table>
Project Fund Balance (Surplus) | A-B-C | 33,514

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.

Certified by:  
Programme Support Officer  
PR-GFATM  
UNOPS Asia Region

Comment:

Date: 31 October 2022

Report run on: 1 Aug 2022
Annex II – Responsibility Statement by Management
UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID: 21262-005

First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020)

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 21262-005, Project name: First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020). 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$3,186,020 (In words: United States Dollar Three Million One Hundred Eighty Six Thousand and Twenty only) incurred by the UNOPS office for the period 1 February 2020 to 31 July 2022 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets Project ID 21262-005, Project name: First Line Anti-TB Drugs Procurement for Ministry of Health and Sports-TB (2020).

ACCEPTED AND CERTIFIED:

[Signatures]

Officer-in-Charge            Finance Specialist            Regional Director

Project: PR-GFATM, UNOPS Asia Region FA, SSC, IPAS Finance  UNOPS Asia Region
Region: AR                    Region: UNOPS – HQ           Region: AR
Place: Yangon, Myanmar       Place: Copenhagen, Denmark     Place: Bangkok, Thailand
Date: 2 November             Date: 2 November 2022        Date: 4 November 2022