UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

FINANCIAL AUDIT REPORT

18 August 2023

PROJECT NAME: PROCUREMENT OF NFI
PROJECT NUMBER: 23435-002
COUNTRY: AFGHANISTAN
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 31 MARCH 2022 TO 31 MAY 2023
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Acronyms and abbreviations

IAIG         Internal Audit and Investigations Group
IESBA        International Ethics Standards Board for Accountants
ISA          International Standards on Auditing
NFI          Non-Food Items
UNOPS        United Nations Office for Project Services
US$          United States Dollars
Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project ‘Procurement of NFI’ (“the project”) (one UNOPS project ID 23435-002), which is implemented and managed by the UNOPS Office in Afghanistan, for the period from 31 March 2022 to 31 May 2023.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project ‘Procurement of NFI’ (“the project”) (one UNOPS project ID 23435-002), for the period from 31 March 2022 to 31 May 2023 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 ‘Procurement of NFI’ (one UNOPS project ID 23435-002) of UNOPS as at 31 May 2023.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project ‘Procurement of NFI’ (one UNOPS project ID 23435-002), as at 31 May 2023, 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 report.

Robert Waters
Partner

BDO LLP
55 Baker Street
London W1U 7EU

18 August 2023
Responsibility statement by management
This is attached as Annex III to this report.
Annex I – Project financial statement
Dear Sir/Madam,

Subject: INTERIM FINANCIAL STATEMENT

We enclose the Interim Financial Statement for project 23435-002 - Procurement of NFI, which commenced in year 2022 and indicates the incurred expenditure as at 31 May 2023.

We draw your attention to the following:

a. Total funds received: US$ 979,059 which includes interest earned: US$ 4,026
b. Incurred expenditure and management fee: US$ 924,240
c. Project Capitalised Asset: US$ 4,180
d. Fund Balance: US$ 50,639

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

Yours Sincerely,

[Name] Finance Specialist

Date: 2 Jun 2023
Ref. Project No: 23435-002
Funding: 1131 - Japan
## INTERIM FINANCIAL STATEMENT

### Project:
23435-002 - Procurement of NFI

### Partner(s):
1131 - Japan

### As on:
31 May 2023

### Income:

<table>
<thead>
<tr>
<th>Contributions</th>
<th>2022</th>
<th>975,033.15</th>
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</thead>
<tbody>
<tr>
<td><strong>Interest</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2022</td>
<td></td>
<td></td>
</tr>
<tr>
<td>2023</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

### Total Income

| A | 979,059 |

### Less: Project Expenses Period-Years

<table>
<thead>
<tr>
<th>Year</th>
<th>Project(s) Expense</th>
<th>Management Fees</th>
<th>Net Exchange Gain/Loss</th>
</tr>
</thead>
<tbody>
<tr>
<td>2022</td>
<td>658,522.94</td>
<td>52,681.84</td>
<td>15.64</td>
</tr>
<tr>
<td>2023</td>
<td>197,240.73</td>
<td>15,779.26</td>
<td>(0.51)</td>
</tr>
</tbody>
</table>

### Total Expenditure

| B | 924,240 |

### Less: Project Capitalised Assets:

| C | 4,180 |

### Less: Project Advances

| D | 0 |

### Project Cash Balance (Surplus)

| A-B-C-D | 50,639 |

### Less: Actual Commitments

| PO Commitments | E | 0 |
| HR Commitments | E | 0 |
| Projected Fees on Commitments | E | 0 |
| Project Fund Balance (Surplus) | A-B-C-D-E | 50,639 |

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.
- This is an interim statement and figures are not final.
- The report includes fee projections for open period(s).

Certified by: [Redacted]  
Finance Specialist  
Date: June 2, 2023  
Comment:

Report run on: 2 Jun 2023
Annex II – Statement of non-expendable property
<table>
<thead>
<tr>
<th>S/No.</th>
<th>Project No.</th>
<th>Asset Category</th>
<th>Item Description</th>
<th>Unit</th>
<th>Quantity</th>
<th>Amount</th>
<th>Asset ID</th>
<th>PO Number</th>
<th>Receipt Date</th>
<th>Condition</th>
<th>Cumulative Depreciation</th>
<th>NBV</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>23435-002</td>
<td>ICT</td>
<td>43212105 Laserjet printers 700-color</td>
<td>No.</td>
<td>1</td>
<td>$4,400</td>
<td>130414</td>
<td>3179175</td>
<td>29-Mar-2023</td>
<td>Good</td>
<td>$219.99</td>
<td>$4,180</td>
<td>Capitalized Asset</td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
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<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td></td>
<td></td>
<td>Grand Total</td>
<td></td>
<td></td>
<td>$4,400</td>
<td></td>
<td></td>
<td></td>
<td></td>
<td></td>
<td>$219.99</td>
<td></td>
</tr>
</tbody>
</table>

Prepared by: Project Support Associate
Title: Project Support Associate
Signature:

Verified by: Project Manager
Title: Project Manager
Signature:
Annex III – Responsibility Statement by Management
23435-002: Procurement of NFI

Responsibility Statement by Management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Interim Financial Statements of the UNOPS Project ID. 23435-002 Procurement of NFI. The Statement 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, presents fairly in all material aspects, the expenditure of US$ 924,240 incurred by the UNOPS office for the period 31 March 2022 to 31 May 2023 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. 23435-002: Procurement of NFI.

Statement of Inventory of Non-Expendable Equipment

The Statement of Non-Expendable Equipment presents fairly, in all material respects, the Non-Expendable Equipment balance procured during the period from 31 March 2022 to 31 May 2023 of the project amounting to US$ 4,180.00 in accordance with the Non-Expendable Inventory listing certified by project management.

Name: [Redacted]  
Project Manager  
Region: AFCC, AR  
Place: Kabul  
Date: 25 July 2023

Name: [Redacted]  
Project Manager  
Region: AFCO, AR  
Place: Kabul  
Date: 26 July 2023

Name: [Redacted]  
Director & Representative  
Region: AFCO, AR  
Place: Kabul  
Date: 27 July 2023

*Attachment: IRS 23435-002 – 31 May 2023