25 August 2023

PROJECT NAME: IDA CRL - CASH FOR WORK PROJECT
PROJECT NUMBER: 23455-001
COUNTRY: AFGHANISTAN
AUDITOR: BDO LLP
PERIOD SUBJECT TO AUDIT: 4 MAY TO 31 DECEMBER 2022
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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 ‘IDA CRL - Cash for Work Project’ (the project) (oneUNOPS project ID 23455-001), which is implemented and managed by the UNOPS Office in Afghanistan, for the period from 4 May to 31 December 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 ‘IDA CRL - Cash for Work Project’ (the project) (oneUNOPS project ID 23455-001), for the period from 4 May to 31 December 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.
Audit opinion on the statement of non-expendable property

Unmodified opinion

We have audited the accompanying statement of non-expendable property of the project ‘IDA CRL - Cash for Work Project’ (oneUNOPS project ID 23455-001) of UNOPS as at 31 December 2022.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project ‘IDA CRL - Cash for Work Project’ (oneUNOPS project ID 23455-001), as at 31 December 2022, 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

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

Subject: ANNUAL FINANCIAL STATEMENT

We enclose the Annual Financial Statement for project 23455-001 - IDA CRL - Cash for Work Project, which commenced in year 2022 and indicates the incurred expenditure as at 31 Dec 2022.

We draw your attention to the following:

a. Total funds received: US$ 45,578,556 which includes interest earned: US$ 84,081
b. Incurred expenditure and management fee: US$ 7,268,174
c. Project Capitalised Asset: US$ 5,027
d. Commitments: US$ 62,823,466
f. Fund Balance: US$ (24,518,111)

Please arrange to deposit referred amount into UNOPS Account No. 323-846017, ABA 0210-00021, Swift code CHASU33XXX with JP MORGAN Chase Bank, 277 Park Avenue, 23rd Fl., New York, NY 10172 USA, quoting UNOPS project reference.

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

Yours Sincerely,

[Name], Finance Specialist
ANNUAL FINANCIAL STATEMENT

Project: 23455-001 - IDA CRL - Cash for Work Project
Partner(s): 1444 - IDA International Development Association
As on: 31 Dec 2022

### Income:

<table>
<thead>
<tr>
<th>Source</th>
<th>2022</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>Contributions</td>
<td></td>
<td>45,494,475.00</td>
</tr>
<tr>
<td>Interest</td>
<td>84,081.38</td>
<td>84,081.38</td>
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</tbody>
</table>

**Total Income A**: 45,578,556

### Less: Project Expenses

<table>
<thead>
<tr>
<th>Period-Years</th>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>2022</td>
<td>Project(s) Expense</td>
<td>7,122,823.67</td>
</tr>
<tr>
<td></td>
<td>Management Fees</td>
<td>145,305.61</td>
</tr>
<tr>
<td></td>
<td>Net Exchange Gain/Loss</td>
<td>44.50</td>
</tr>
</tbody>
</table>

**Total Expenditure B**: 7,268,174

### Less: Project Capitalised Assets: C

**C**: 5,027

### Less: Project Advances D

**D**: 0

**Project Cash Balance (Surplus) A-B-C-D**: 38,305,355

### Less: Actual Commitments

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>PO Commitments</td>
<td>61,567,489</td>
</tr>
<tr>
<td>HR Commitments</td>
<td>0</td>
</tr>
<tr>
<td>Projected Fees on Commitments</td>
<td>1,255,977</td>
</tr>
<tr>
<td>Prepayments</td>
<td>0</td>
</tr>
<tr>
<td>Project Fund Balance (Deficit)</td>
<td>(A-B-C-D-E)</td>
</tr>
<tr>
<td>-------------------------------</td>
<td>-------------</td>
</tr>
</tbody>
</table>

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.

Certified by: ___________________________  Comment: ___________________________

Finance Specialist
Date: 2 August 2023

Report run on: 1 May 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>Serial No</th>
<th>Unit</th>
<th>Quantity</th>
<th>Amount</th>
<th>Asset ID</th>
<th>Supplier Name</th>
<th>PO Number</th>
<th>Receipt Date</th>
<th>Condition</th>
<th>Cumulative Depreciation</th>
<th>NBV</th>
<th>Location</th>
<th>Remarks</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>23456-001</td>
<td>ICT</td>
<td>4321234567 Laser printer</td>
<td>1234567</td>
<td>No.</td>
<td>1</td>
<td>$6,200</td>
<td>12345</td>
<td>Afghan Asian Logistic Services Co.</td>
<td>31768789</td>
<td>31-Dec-2022</td>
<td>Good</td>
<td>$173</td>
<td>$5,000.00</td>
<td>Retail</td>
<td>Capitalized Asset</td>
</tr>
</tbody>
</table>

Grand Total: $5,200
Annex III – Responsibility Statement by Management
Annex III
UNITED NATIONS OFFICE FOR PROJECT SERVICES
Project ID: 23455-001 <IDA CRL - Cash for Work Project>

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/Income/Income-Expenditure Statements as set out in Annex I of the UNOPS Project ID 23455-001 IDA CRL - Cash for Work Project. The Statement presented in Annex I has been prepared in accordance with (ARTF GRANT NUMBER TF0B8537) and 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 Annex I, presents fairly in all material aspects, the expenditure of US$ 7,268,173.78 incurred by the UNOPS office for the period 04 May 2022 to 31 December 2022 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 23455-001 IDA CRL - Cash for Work Project.

Statement of Inventory of Non-Expendable Equipment

The Statement of Non-Expendable Equipment as set out in Annex II presents fairly, in all material respects, the Non-Expendable Equipment balance procured during the period from 04 May 2022 to 31 December 2022 the project amounting to US$ 5,027 in accordance with the Non-Expendable Inventory listing certified by project management.

(Signature)
Name:
Finance Senior Officer
Region: AFCO
Place: Kabul
Date: 17-Aug-2023

(Signature)
Name:
Country Director and Representative
Region: AFCO
Place: Kabul
Date: 17-Aug-2023

(Signature)
Name:
Head of Project
Region: AFCO
Place: Kabul
Date: 17-Aug-2023