

## UNITED NATIONS OFFICE FOR PROJECT SERVICES (UNOPS)

### FINANCIAL AUDIT REPORT

18 November 2025

<b>Project name:</b>	Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)
<b>Project number:</b>	22988-002
<b>Country:</b>	Yemen
<b>Auditor:</b>	BDO LLP
<b>Period subject to audit:</b>	1 July 2022 to 30 June 2024

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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
UNOPS	United Nations Office for Project Services
US\$	United States Dollars
YIUSEP	Yemen Integrated Urban Services Emergency Project

## Financial audit report

### Audit opinion on the project financial statement

#### Unmodified opinion

We have audited the accompanying project financial statement for the project 'Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)' ("the project") (oneUNOPS project ID 22988-002), which is implemented and managed by the UNOPS Office in Yemen, for the period from 1 July 2022 to 30 June 2024.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the income and expenditure of the project 'Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)' ("the project") (oneUNOPS project ID 22988-002), for the period from 1 July 2022 to 30 June 2024 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 'Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)' (oneUNOPS project ID 22988-002) of UNOPS as at 30 June 2024.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project 'Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)' (oneUNOPS project ID 22988-002), as at 30 June 2024, 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.

DS  
BDO LLP

**BDO LLP**  
55 Baker Street  
London W1U 7EU

18 November 2025

**Responsibility statement by management**

This is attached as Annex III to this report.

## Annex I – Project financial statement

## Annex A: Financial Statements

**Expenditures and Contributions for Project 22988-002**

Period: July 2022 to June 2024

Item	First interim Auditing As of 30 June 2022	Second interim Auditing As of 30 June 2024	Total
<b>Income:</b>			
<b>Contributions</b>	\$16,401,277.00	\$79,285,495.00	\$95,686,772.00
<b>Interest</b>	\$0.00	\$2,524,389.34	\$2,524,389.34
<b>Total Income:</b>	<b>\$16,401,277.00</b>	<b>\$81,809,884.34</b>	<b>\$98,211,161.34</b>
<b>Expenses:</b>			
<b>Management Fees</b>	\$5,468.57	\$1,653,909.84	\$1,659,378.41
<b>Project(s) Expense</b>	\$182,285.58	\$55,130,327.80	\$55,312,613.38
<b>Total Expenses</b>	<b>\$187,754.15</b>	<b>\$56,784,237.64</b>	<b>\$56,971,991.79</b>

Prepared

Review a  
WAR

Date: 09-Oct-2024

Ref. Project No: 22988-002

Funding: The World Bank

Dear Sir/Madam,

**Subject: Interim Financial Report**

We enclose the **Interim Financial Report for project 22988-002-AF(1) : Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)**, which commenced in year **2022** and indicates the incurred expenditure as at **30-Jun-2024**.

We draw your attention to the following:

- a. Total funds received: **US\$98,211,161.34** which includes interest earned: **US\$ 1,061,235.83**
- b. Incurred expenditure and management fee: **US\$ 56,971,991.79**
- c. Project Capitalised Asset: **US\$ 4,319.02**
- d. Project advances: **US\$ 978,288.08**
- e. Commitments: **US\$24,420,522.43**
- f. Fund Balance: **US\$ 15,836,040.03**

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

Yours Sincerely,

A redacted signature block consisting of three black rectangular boxes of varying widths.A redacted name block consisting of a single black rectangular box.

**Interim Financial Report**
**Project: 22988-002: AF(1) : Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II)**
**Funding(s): 1646 The World Bank**
**As on: 30-Jun-2024**
**Currency: USD**
**Income**

Contribution	2022	16,401,277.00
	2023	79,285,495.00
		<b>95,686,772.00</b>
Interest	2023	56,710.46
	2024	1,004,525.37
		<b>1,061,235.83</b>
Transfers	2024	1,463,153.51
		<b>1,463,153.51</b>
<b>Total Income</b>	<b>A</b>	<b>98,211,161.34</b>

**Project Expenses**

<b>2022</b>	Project(s) Expense	2,547,123.93
	Management Fees	76,413.72
		<b>2,623,537.65</b>
<b>2023</b>	Project(s) Expense	36,129,339.26
	Management Fees	1,083,880.18
		<b>37,213,219.44</b>
<b>2024</b>	Project(s) Expense	16,636,150.19
	Management Fees	499,084.51
		<b>17,135,234.70</b>

<b>Total Expenditure</b>	<b>B</b>	<b>56,971,991.79</b>
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<b>Less: Project Capitalized Asset</b>	<b>C</b>	<b>4,319.02</b>
<b>Less: Project Advances</b>	<b>D</b>	<b>978,288.08</b>

<b>Project Cash Balance - Surplus</b>	<b>A-B-C-D</b>	<b>40,256,562.45</b>
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**Less: Actual Commitments**

<b>PO Commitment</b>	<b>E</b>	<b>24,381,929.02</b>
<b>HR Commitment</b>	<b>E</b>	<b>266,814.87</b>
<b>Projected Fees on Commitments</b>	<b>E</b>	<b>739,462.32</b>
<b>Prepayments</b>	<b>E</b>	<b>(967,683.78)</b>
<b>Total Commitment</b>	<b>E</b>	<b>24,420,522.43</b>
<b>Project Fund Balance - Surplus</b>	<b>A-B-C-D-E</b>	<b>15,836,040.03</b>

**Notes:**

- i. 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 voucher.
- ii. This is an interim report and figures are not final.
- iii. The report includes fee projections for open period(s).
- iv. Project advances include operational advances, prepayments, petty cash, and any VAT payments to suppliers that have yet to be recovered.
- v. The report is prepared in accordance to IPSAS reporting requirement, the reported figure under commitment is for information and it discloses only the expected utilization of project funds as of the reporting period, these commitments are not charged as an expense until the goods are delivered or services rendered.
- vi. Commitments include reservations in compliance with Financial Rule 105.01. These reservations include obligations for which the contractual process is still in progress.
- vii. The total figures in the report are rounded, however, the precise cash balance of the project including decimals is USD 15,836,040.029.

Certified by:



Comment:



Finance Associate

Date: 11 Oct 2024

Report run on: 09-Oct-2024

## Annex II – Statement of non-expendable property

**Assets List Summary**

Cost Centre: BS124

Project: 22988-002

Depreciation Book:

Period From: 160000

Period To: 262406

As of: 06 Nov 2024 08:20:18

Asset	Asset_Description	Asset_Group	Asset_Category	Asset_Category_B	Asset_Opening_B	Asset_Opening_C	Asset_Opening_N	Asset_Additions	Asset_Depreciation	Asset_Net_Value	Asset_Cumulative	Asset_Net_Value	Asset_Closing_C	Asset_Closing_B	Asset_Status	Asset_Lifetime	Work_Package	Donor_Description	Nature_Of_Cost	DEPRIC_BOOK	Asset_Start_Date	Asset_Capitalised	Remaining_Used	Asset_Location_D
131083	46191505 Fire alarm systems	HYMS	N/M	Heavy machinery	6,170.00	-1,234.00	4,936.00	0	-616.98	0	0	4,319.07	-1,850.98	6,170.00	N	60	22988-002-09-00	The World Bank	BUSINESS	04-Jan-2023	04-Jan-2023	42	Yemen Sanaa Off	

Assets Verifier:-

4,319.02

Project Manager:-

9 Nov 2024

### Annex III – Responsibility Statement by Management



Annex III  
UNITED NATIONS OFFICE FOR PROJECT SERVICES

Project ID 22988-002-Parent Phase II: Yemen Integrated Urban Services

Emergency Project (YIUSEP 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/Income/Income-Expenditure Statements as set out in Annex I of the Project ID 22988-002-Parent Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II). The Statement presented in Annex I has been prepared in accordance with (World Bank Grant No. D9570) 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\$ 56,784,238 incurred by the UNOPS office for the period of 01-Jul-2022 to 30-Jun-2024 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 22988-002-Parent Phase II: Yemen Integrated Urban Services Emergency Project (YIUSEP II).

**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 up to 30-June- 2024 of the project amounting to US\$ 4,319.02 in accordance with the Non-Expendable Inventory listing certified by project management.



Name: [REDACTED]  
Finance Officer



Name: [REDACTED]  
Director – UNOPS Operational  
Hub in Amman



Name: [REDACTED]  
Project Manager

Region: HQ

Region: Hub in Amman

Place: Panama

Place: Amman, Jordan

Place: Sana'a, Yemen

Date: October 23, 2024

Date: 10 November 2024

Date: 10 - November - 2024

\*Please strike off, whichever is not applicable