

**THE UNITED NATIONS INDUSTRIAL DEVELOPMENT ORGANISATION  
(UNIDO)**

**AUDIT REPORT AND PROJECT FINANCIAL REPORT**

**FOKABS INC**

**CONTRACT NUMBER: 3000082790**

**FOR THE YEAR ENDED APRIL 2022 AND COVERING THE  
PERIOD FROM JANUARY 2022 TO APRIL 2022**

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**Project identification**

<b>Project Identification</b>	
<b>Country of implementation</b>	Cameroon
<b>Auditor</b>	EXPERTS COMPTABLES INTERNATIONAUX-MAA(EXCI-MAA)
<b>Period covered by the audited Project Financial Report submitted by the Partner (“PFR”):</b>	January 2022 to April 2022
<b>Project Title</b>	Technical Assistance for the realization of the Technology Needs Assessment and Technology Action Plans for Cameroon.
<b>Partnership Agreement (PO) Symbol to identify the Project Financial Report</b>	PO 3000082790
<b>Name of Partner</b>	FOKABS INC
<b>Location (s) of PA/PFR records</b>	Cameroon & Canada
<b>Total Project Budget (USD)</b>	143 050
<b>Total Audited PFR Expenditure (USD)</b>	85,180
<b>Total Audited PFR in US\$ Equivalent (using UN FX rate provided by IPMS]</b>	Not Applicable
<b>Audit Opinion</b>	Unqualified

## **INDEPENDENT AUDITORS REPORT ON THE PROJECT FINANCIAL REPORT**

To: UNIDO Representative/Head of Office, - Wagramer Strasse 5, A-1220 Vienna, Austria  
cc: Manager of the Partner – Kevin Enongene, Country Director

### **Our opinion**

In our opinion, financial statement of project “Technical Assistance for the realization of the Technology Needs Assessment and Technology Action Plans for Cameroon” (the Project) is prepared, in all material respects, in accordance with the accounting policies described in Note 1 to the financial statement.

### **What we have audited**

The Project’s financial statement comprise:

- the financial report for the year ended April 2022 covering the period from January 2022 to 31 April 2022 presented US Dollars (USD); and
- the notes to the financial statement, which include a summary of significant accounting policies.

### **Basis for opinion**

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor’s responsibilities for the audit of the financial statements* section of our report.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

We had considered the exchange rate of 1usd equals 526.77 FCAF for the conversion of invoices issued in FCFA

### **Independence**

We are independent of UNIDO and FOKABS in accordance with the International Ethics Standards Board for Accountants’ Code of Ethics for Professional Accountants (IESBA Code). We have fulfilled our other ethical responsibilities in accordance with the IESBA Code.

### **Other information**

Management is responsible for the other information. The other information comprises the Project identification (but does not include the financial statements and our auditor’s report thereon).

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

In connection with our audit of the financial statements, our responsibility is to read the other information identified above and, in doing so, consider whether the other information is materially inconsistent with the financial statements or our knowledge obtained in the audit, or otherwise appears to be materially misstated.

If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

## **INDEPENDENT AUDITORS REPORT ON THE PROJECT FINANCIAL REPORT (continued)**

### **Emphasis of Matter - Basis of accounting and restriction on distribution and use**

We draw attention to Note 1 to the financial statement, which describes the basis of accounting. The financial statement prepared to assist the Partner in complying with the financial reporting provisions of the Partnership Agreement. As a result, the financial statement may not be suitable for another purpose.

Our report is intended solely for UNIDO and FOKABS INC and should not be distributed to or used by parties other than UNIDO and FOKABS INC. Our opinion is not modified in respect to this matter.

### **Responsibilities of management and those charged with governance for the financial statement**

Management is responsible for the preparation of the financial statement in accordance with the accounting policies described in Note 1 to the financial statement, 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.

In preparing the financial statement, management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Project or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Project's financial reporting process.

### **Auditor's responsibilities for the audit of the financial statements**

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole 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 economic decisions of users taken on the basis of this financial statement.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the 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.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statement or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.

**INDEPENDENT AUDITORS REPORT ON THE PROJECT FINANCIAL REPORT (continued)**

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

For Experts Comptables Internationaux-Maa (EXCI-MAA),



Pierre KEMENI  
Managing Partner

15/06/2022

## Project financial Reports

<b>SECTION 4: BUDGET &amp; EXPENDITURE REPORTING</b>	Reporting Period : From 01/07/2021 - To 31/12/2021
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Resources			Fund Cumulative Prior Period	Fund received for this reporting	Total Fund Received	Comments								
a. Fund Received from GCF			-	191,700.00	191,700.00									
b. Interest Income			-	-	-									
c. Others Resources			-	-	-									
<b>Total Resources (a+b+c)</b>			-	<b>191,700.00</b>	<b>191,700.00</b>									
Budget and Expenditure														
Project Outcome	Output	Cost Categories	Budget Reporting				Expenditure Reporting				Budget Utilization Rate	Available Budget	Comments on utilization of COVID-19 modalities (i.e. contingency budget, budget re-allocation)	
			Approved budget	Budget re-allocation	Current Budget after Re-allocation	Change in %	Cumulative Prior period Expenditure	Expenditure for this reporting period***	Commitment	Total Expenditure				
			(a)	(b)	(c)		(i)	(ii)	(iii)	iv = (i+ii+iii)	iv/(c)	iv - (c)		
Outcome 1: Institutional capacity and coordination mechanisms in place to govern and coordinate climate action and finance	1.1. Effective coordination mechanism between NDA and National Designated Entity (NDE) for the UNFCCC Technology Mechanism and other climate finance focal points	Consultant - Individual - International	7,000.00	-	7,000.00	0%	7,000.00	-	-	7,000.00	100%	-	-	
		Consultant - Individual - Local	10,250.00	-	10,250.00	0%	10,250.00	-	-	10,250.00	100%	-	-	
		Consultant - Individual - Local	4,800.00	-	4,800.00	0%	4,800.00	-	-	4,800.00	100%	-	-	
		Travel - Local	1,500.00	-	1,500.00	0%	1,500.00	-	-	1,500.00	100%	-	-	
		Travel - Local	2,000.00	-	2,000.00	0%	2,000.00	-	-	2,000.00	100%	-	-	
		Travel - International	5,000.00	-	5,000.00	0%	5,000.00	-	-	5,000.00	100%	-	-	
		Office Supplies	1,500.00	-	1,500.00	0%	900.00	600.00	-	1,500.00	100%	-	-	
		Workshop/Training	2,400.00	-	2,400.00	0%	2,400.00	-	-	2,400.00	100%	-	-	
Output total:			34,450.00	-	34,450.00	0%	33,850.00	600.00	-	34,450.00	100%	-	-	
Outcome 2: Country Programming process	2.1. Technology solutions identified and prioritized in accordance with national strategies and plans	Consultant - Individual - International	47,500.00	-	47,500.00	0%	10,000.00	37,500.00	-	47,500.00	100%	-	-	
		Consultant - Individual - Local	45,000.00	-	45,000.00	0%	8,750.00	36,250.00	-	45,000.00	100%	-	-	
		Consultant - Individual - Local	6,000.00	-	6,000.00	0%	3,000.00	3,000.00	-	6,000.00	100%	-	-	
		Travel - Local	3,000.00	-	3,000.00	0%	1,000.00	2,000.00	-	3,000.00	100%	-	-	
		IT Equipment	3,000.00	-	3,000.00	0%	1,660.00	1,347.83	(7.83)	3,000.00	100%	-	-	
		Workshop/Training	1,600.00	-	1,600.00	0%	1,600.00	-	-	1,600.00	100%	-	-	
	Output total:			106,100.00	-	106,100.00	0%	26,010.00	80,097.83	(7.83)	106,100.00	100%	-	-
	2.2. Stakeholder engagement consultative processes	Consultant - Individual - International	7,000.00	-	7,000.00	0%	-	-	-	-	0%	7,000.00	-	
		Consultant - Individual - Local	6,250.00	-	6,250.00	0%	-	-	-	-	0%	6,250.00	-	
		Consultant - Individual - Local	4,200.00	-	4,200.00	0%	-	-	-	-	0%	4,200.00	-	
Travel - International		10,000.00	-	10,000.00	0%	-	-	-	-	0%	10,000.00	-		
Travel - Local		500.00	-	500.00	0%	-	-	-	-	0%	500.00	-		
Workshop/Training	6,000.00	-	6,000.00	0%	-	-	-	-	0%	6,000.00	-			
Output total:			33,950.00	-	33,950.00	0%	-	-	-	81%	33,950.00	-		
<b>Project Outcome total</b>			<b>174,500.00</b>	-	<b>174,500.00</b>	<b>0%</b>	<b>59,860.00</b>	<b>80,697.83</b>	<b>(7.83)</b>	<b>140,550.00</b>	<b>81%</b>	<b>33,950.00</b>		
Project Management Cost (6%)	Audit Fee		2,500.00	-	2,500.00	0%	-	2,500.00	-	2,500.00	100.0%	-	-	
	Consultant - Individual - International		2,500.00	(772.59)	1,727.41	-31%	-	-	-	-	0.0%	1,727.41	-	
	Consultant - Individual - Local		-	3,271.75	3,271.75		-	721.47	-	721.47	22.1%	2,550.28	-	
	Office Supplies		7,087.00	(2,190.13)	4,896.87	-31%	-	-	-	-	0.0%	4,896.87	-	
	Travel - International		1,000.00	(309.03)	690.97	-31%	-	-	-	-	0.0%	690.97	-	
	<b>Total PMC</b>			13,087.00	-	13,087.00	0%	-	3,221.47	-	3,221.47	25%	9,865.53	-
Contingency			8,725.00	-	8,725.00	0%	-	-	-	-	0%	8,725.00	-	
Delivery Partner Fee**			16,686.52	-	16,686.52	0%	-	12,181.56	-	12,181.56	73%	4,504.96	-	
<b>Project Total</b>			<b>212,998.52</b>	-	<b>212,998.52</b>	<b>0%</b>	<b>59,860.00</b>	<b>96,100.86</b>	<b>(7.83)</b>	<b>155,953.03</b>	<b>73%</b>	<b>57,045.49</b>		

## Notes

### 1. Summary of significant accounting policies

The principal accounting policies adopted in the preparation of the Project Financial Report (PFR) are set out below. These policies have been consistently applied unless otherwise stated.

#### a) Basis of preparation

The Project Financial Report (PFR) is prepared on a modified cash basis of accounting. Under this basis, income is recorded when it is received, while expenditures are recorded when paid for. The basis is modified for the project period. In compliance with the Partnership Agreement, the liquidation period ends in April 2022.

The accounting policies enumerated below relate to the Project Financial Report (PFR) as a whole.

#### b) Instalments

Instalments comprise of cash transfers from UNIDO for the implementation of the project activities during the project period. These are recognised when received in the project bank account.

#### c) Interest income

This is revenue credited to the bank account to which Project funds are deposited as a result of the interest rate paid by the financial institution for the respective deposit account. This is recognised when received in the project bank account.

#### d) Expenditure

Expenditure comprises expenses incurred directly for approved UNIDO project activities. Expenses are incurred in accordance with the Partnership Agreement and are recognised when payment is made.

#### e) Fixed assets

Fixed assets are expensed in the Project Financial Report (PFR) in the period of purchase. The PFR does not therefore, reflect the value of fixed assets at the end of the period. Fixed assets are defined as tangible assets which have been acquired with the intention of being used on a continuing basis for a period exceeding one year.

#### f) Foreign currency translations

The PFR is presented in US Dollars (USD) which is the currency of the Partnership Agreement. Expenditure incurred in currencies other than the currency specified in the agreement is converted to the reporting currency using the exchange rates prevailing at the dates of the transaction.



Contract number: 3000082790 implemented by FOKABS INC  
Audit Report and Project Financial Report  
For the year ended 31 December 2021 covering period from September 2020 to 31 December 2021

**g) Balance due from UNIDO**

This represents project expenditure paid by the partner from other sources of funds that is yet to be refunded by UNIDO. The funds are refunded after submitting the Final Project Financial Report.