



**AUDIT**

**OF**

**UNDP SUDAN**

**SUDAN DISARMAMENT, DEMOBILIZATION AND REINTEGRATION PROGRAMME**  
**(Directly Implemented Project No. 63343)**

**Report No. 1257**

**Issue Date: 7 February 2014**

**Report on the audit of UNDP Sudan  
Sudan Disarmament, Demobilization and Reintegration Programme (Project No. 63343)  
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), from 11 November to 5 December 2013, through Talal Abu – Ghazaleh & Co (the audit firm), conducted an audit of the Sudan Disarmament, Demobilization and Reintegration Programme (SDDRP), Project No. 63343 (the Project), which is directly implemented and managed by the UNDP Country Office in Sudan (the Office). The last audit of the Project was conducted by OAI in 2011.

The audit firm conducted a financial audit to express an opinion on whether the financial statements present fairly, in all material aspects, the Project's operations. The audit covered the Project's Statement of Expenditure (Combined Delivery Report) for the period from 1 January to 31 December 2012 and Statement of Assets as of 31 December 2012.

The audit was conducted under the general supervision of OAI in conformance with the *International Standards for the Professional Practice of Internal Auditing*.

**Audit results**

Based on the audit report and corresponding management letter submitted by the audit firm, the results are summarized in the table below:

Project Expenditure		Project Assets	
Amount (in \$ '000)	Opinion	Amount (in \$ '000)	Opinion
15,183	Unqualified	1,217	Unqualified

**Key recommendation:** Total = 1, high priority = 0

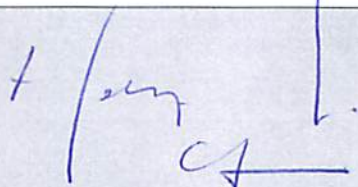
The audit did not result in any high (critical) priority recommendations. There is one medium (important) priority recommendation, which means, "Action is required to ensure that UNDP is not exposed to risks that are considered moderate. Failure to take action could contribute to negative consequences for UNDP." This recommendation includes actions to address the variance from the approved budget with the amount of expenditures actually reported.

**Implementation status of previous OAI audit recommendations:** Report No. 767, 28 March 2011.

Total recommendations: 19  
Implementation status: 100%

### Management comments and action plan

The Resident Representative accepted the recommendation and is in the process of implementing it. Comments and/or additional information provided have been incorporated into the report, where appropriate.

A handwritten signature in blue ink, appearing to read 'H. Ostveiten', is written over a light blue rectangular background. A blue line from the text above loops around the signature.

Helge S. Ostveiten  
Director  
Office of Audit and Investigations