



AUDIT

OF

UNDP PERU

**MEJORAMIENTO DEL SERVICIO DE COMERCIALIZACION DEL GRAN
MERCADO DE BELEN - IQUITOS**
(Nationally Implemented Project No. 88902, Output No. 95376)

Report No. 2236

Issue Date: 6 August 2020

Report on the Audit of UNDP Peru
Mejoramiento del Servicio de Comercialización del Gran Mercado de Belén - Iquitos
(Project No. 88902, Output No. 95376)
Executive Summary

The UNDP Office of Audit and Investigations (OAI), through BDO LLP (the audit firm), from 15 June to 10 July 2020, conducted an audit of Mejoramiento del Servicio de Comercialización del Gran Mercado de Belén - Iquitos (Project No. 88902, Output No. 95376) (the Project), which is nationally implemented¹ with support services provided by the UNDP Country Office in Peru (the Office). The last audit of the Project was conducted by OAI, through BDO LLP in 2019 and covered project expenses from 1 January 2017 to 31 December 2018.

The audit firm conducted a financial audit, in accordance with the International Standards of Auditing (ISA), the 700 series, 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 Combined Delivery Report, which includes expenses for the period from 1 January to 31 December 2019 and the accompanying Funds Utilization statement² as of 31 December 2019. The audit did not include expenses processed and approved in locations outside of the country (such as UNDP Regional Centres and UNDP Headquarters). The audit did not cover the Statement of Assets as no assets were held by the Project. In addition, the audit did not cover the Statement of Cash Position as no separate bank account was established and maintained for the Project.

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 submitted by the audit firm, the results are summarized in the table below:

Project Expenses*	
Amount (in \$ '000)	Opinion
5,979	Unmodified

**Expenses recorded in the Combined Delivery Report were \$6,404,336. Excluded from the audit scope were transactions that relate to expenses processed and approved by other UNDP offices outside of the country (\$425,193).*

The audit did not result in any recommendations.

The previous audit (Report No. 2125 issued on 10 July 2019) did not result in any recommendations.

¹ The responsible units in UNDP facilitate the audits of nationally implemented (NIM) projects. However, this NIM project was audited by OAI due to the significant involvement of the Country Office in its implementation, and the subsequent materiality of the amount expended by UNDP.

² The Funds Utilization statement includes the balance, as at a given date, of five items: (a) outstanding advances received by the project; (b) undepreciated fixed assets used at the project level; (c) inventory held at the project level; (d) prepayments made by the project; and (e) outstanding commitments held at the project level.



Management comments and action plan

Comments and/or additional information provided have been incorporated into the report, where appropriate.

Brett Simpson
Officer-in-Charge
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