



AUDIT

OF

EMERGENCY MINE ACTION
(Directly Implemented Project No. 99753, Output No. 103025)

IN

UNDP YEMEN

Report No. 2361

Issue Date: 9 July 2021

**Report on the Audit of UNDP Yemen
Emergency Mine Action (Project No. 99753, Output No. 103025)
Executive Summary**

The UNDP Office of Audit and Investigations (OAI), through KPMG SA (the audit firm), from 23 to 30 May 2021, conducted an audit of ‘Emergency Mine Action’ (Project No. 99753, Output No. 103025) (the Project), which is directly implemented and managed by the UNDP Country Office in Yemen (the Office). The last audit of the Project was conducted by OAI, through KPMG SA in 2020 and covered project expenses from 1 January to 31 December 2019.

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 2020 and the accompanying Funds Utilization statement¹ as of 31 December 2020. The audit did not include activities and expenses incurred or undertaken at the “responsible party” level, or 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
9,421	Unmodified

*Expenses recorded in the Combined Delivery Report were \$12,027,625. Excluded from the audit scope were expenses processed and approved by other UNDP offices outside of the country (\$1,273,299). Also excluded were expenses incurred at the “responsible party” level (\$1,332,449), which included the amount of (\$934,320) that were subject to a separate audit conducted by external auditors that resulted in a qualified opinion.

The audit did not result in any recommendations.

Implementation status of previous OAI audit recommendations:

The previous audit (Report No. 2258, issued on 30 July 2020) did not result in any recommendations.

¹ 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
Office of Audit and Investigations