

# **AUDITED PROJECT FINANCIAL STATEMENTS**

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Project N° : 1100001447

IFAD Grant No. 1000003632 / G-I-C-1159-  
IFAD Grant No. 1000004480 / G-I-C-1159-B  
IFAD Loan No. 1000003631 / L-I--801-  
IFAD Loan No. 1000004479 / L-I--801-B

Period covered: 1 July 2018 – 30 June 2019

## **On Farm Irrigation Development Project In Oldlands (OFIDO)**

Prepared by: Grant Thornton Mohamed Hilal

Received on 5 February 2020

The Audited project financial statements are documents owned by the Borrower/ Recipient. The views expressed herein do not necessarily represent those IFAD's Executive Board, Management or Staff. This document is made publicly available in accordance with the "Conceptual Framework on Financial Reporting and Auditing of IFAD-Financed Projects (2018)"



# On Farm Irrigation Development in the Old lands Project (OFIDO)

Financial audit of The Ministry of Agricultural and Land Reclamation in Cooperation with the MSMED under "On Farm Irrigation Development in the Old lands Project (OFIDO)" financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG for the period from July 1, 2018 up to June 30, 2019





**Grant Thornton**  
Mohamed Hilal

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To: Dr. Hassan Aly Shams El Din  
General Director  
On Farm Irrigation Development in the Old lands Project (OFIDO)  
Cairo, Egypt

December 18, 2019

Dear Sirs

Grant Thornton Mohamed Hilal is pleased to submit to you our final financial report which presents the results of our financial audit of the "On Farm Irrigation Development in the Old lands Project (OFIDO)" financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159B-EG, during the period from July 1, 2018 to June 30, 2019.

Meanwhile we would like to thank you and should you need any further information or clarification, please feel free to contact me.

  
Hossam El Basher, CPA

Principal Partner

Grant Thornton - Mohamed Hilal

Public Accountants  
The Egyptian Member Firm of  
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# Financial audit of On Farm Irrigation Development in the Old lands Project (OFIDO) financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, during the period from July 1, 2017 to June 30, 2018

To: Dr. Hassan Aly Shams El Din  
General Director  
Cairo, Egypt

This report presents the results of our audit of the “On Farm Irrigation Development in the Old lands Project (OFIDO)” financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG financial statement, for the period from July 1, 2018 to June 30, 2019.

## **Follow up on Prior Audit Recommendations**

We have reviewed the prior independent auditor’s report dated December 20, 2018. The prior audit report questioned \$ 599,088 in costs billed to IFAD, which represents exceed of the project approved budget for National TA Consultants line item by LE 1,240 and Revolving Funds (SFD) line item by LE 597,848. We have considered this finding in performing our audit and we noted that no writing approval from that donor to approve the over budget had been received for both line items

## **Assignment Objectives and Scope**

The objective of this engagement is to conduct a financial audit of resources managed and the expenditures incurred by the “On Farm Irrigation Development in the Old lands Project (OFIDO)”, for the period from July 1, 2018 to June 30, 2019. The specific objectives of this audit assignment are to:

- Obtain an understanding of the internal controls related to the financial reporting process, to identify and assess any weakness in internal control that might result in misstatements, whether due to fraud or to error;
- Design and conduct audit procedures in response to any weaknesses identified in the internal controls relating to the financial reporting process, to obtain audit evidence that the financial statements are fairly presented and free from material misstatements, in accordance with the applicable accounting framework;



- Verify whether expenditure that was incurred in the name of the project is in line with the terms of the financing agreements and incurred for the purposes intended in this agreements. Both IFAD and Government of Egypt funding's should be taken into consideration;
- Verify that the inventory and fixed assets held by the entity exist, are complete, are properly accounted and are used for the project purposes;
- Note any weaknesses in the internal control environment and in the financial reporting process, and communicate those in the management letter.

The preliminary planning and audit procedures started on August, 1<sup>st</sup>, 2019 and consisted of the following actions:

1. Meeting with the recipient's management to obtain our understanding about the project activities and ascertain any concerns that should be addressed in our audit.
2. Update our understanding of the recipient's operation, including its organizational structure, and the external and internal factors affecting its operation.
3. Identifying significant accounts and accounting applications, the important budget lines items, significant provisions of laws and regulations and relevant controls over the recipient's operations.
4. Performing a preliminary risk assessment to identify high-risk areas and sample size and the proper audit procedures.

The fieldwork segment of our audit commenced on August 4, 2019 starting with Medium, Small and Micro Enterprise Development Agency (MSME), and OFIDO offices on October 30, 2019 and was completed on December 18, 2019.

The scope of our work was to audit costs incurred by OFIDO financed by International Fund for Agricultural Development under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, during the period from July 1, 2018 to June 30, 2019. It also included an examination of the funds received from IFAD during the same period, and reconciliation of the fund balance as of June 30, 2019 with the recipient's cash balance.

Within each budget line item, we selected transactions on a judgmental basis to perform a substantive test of details.

Total expenditures incurred under the Grant from IFAD was \$184,369 total expenditures tested of which \$155,948 represents a coverage of 85 % of the total expenditures incurred under the Grant Agreement during audited period.

Total expenditures incurred under the Loan from IFAD was 5,192,164\$ total expenditures tested of \$ 4,441,130 which represents a coverage of 86% of the total expenditures incurred under the Loan Agreement during audited period.

Our tests of expenditures included but were not limited to the following:

1. Reconciling OFIDO's accounting records to the Project Financial Statement issued to International Fund for Agricultural Development (IFAD) and testing costs for eligibility with the relevant financing agreement and adequate supporting documentation;
2. Determining whether the costs incurred by OFIDO's and funded by IFAD were appropriate, consistent with the terms of the agreement and applicable rules and regulations and adequately supported.

3. Testing the adequacy of OFIDO internal controls to reasonably assure that:

- Transactions were executed in accordance with the approved budget and significant provisions of applicable laws and regulations and;
- Transactions were properly recorded, processed and summarized to permit the preparation of the financial statement and to maintain accountability of the project's assets.

## **Audit Results**

### **Financial Statements**

Our audit did not identify any question costs.

### **Internal Control Structure**

Our audit procedures did not identify any material reportable condition in connection to the project internal control structure; however, we noted other immaterial finding related to the internal control system which reported to the management of OFIDO in our management letter dated December 1 2019.

### **Compliance with Laws and Regulations**

Our audit procedures did not identify any material instance of non-compliance with OFIDO internal policies and procedures, agreement terms and applicable laws and regulations.

### **Management Comment**

Management of On Farm Irrigation Development in the Old lands Project (OFIDO) agreed on the draft report, accordingly we finalize it as it is.

This report is intended for the information of the On Farm Irrigation Development in the old lands Project (OFIDO)'s management and International Fund for Agricultural Development (IFAD) and others within the organization. However, this report is a matter of public record and its distribution is not limited.

*Grant Thornton M. Hilal*

Grant Thornton Mohamed Hilal,  
Cairo, Egypt  
December 18, 2019

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# Report on Financial Statements

## Independent Auditor's Report

To: Dr. Hassan Aly Shams El Din  
General Director  
On Farm Irrigation Development in the Old lands Project  
Cairo, Egypt

### Unqualified Opinion

We have audited the accompanying financial statements of the “On Farm Irrigation Development in the Old lands Project (OFIDO)”, financed by the International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, which comprise the statement of sources and uses of fund, statement of expenditures (SOEs), Designated Accounts/ Special Accounts (DAs/SAs) for the period from July 1, 2018 to June 30, 2019. And a summary of significant accounting policies and other explanatory notes

In our opinion, except for the effects of the Key audit matters described in the Key Audit Matters section of our Report, the accompanying financial statements present fairly, in all material respects the financial position of the Project as at June 30, 2019, and its financial performance for the year ended in accordance with International Public Sector Accounting Standards (IPSAS), and the IFAD Guidelines.

In addition, with respect to the SOE withdrawal application schedule, adequate supporting documentation has been maintained to support claims for reimbursements of expenditures incurred, such expenditures are eligible under the agreement referred to in Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG.

In addition, in all material respects, the funds received and disbursements made from the special/designated account of the project for the year ended on June 30, 2019, compliance with IFAD procedures and the balance of the DAs/SAs

### Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the financial statements of the current period. These matters were addressed in the context of our audit of the financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Our key audit matter is as follow:



Our Opinion is not modified in respect of these Matters below:

- **No Fixed Assets Physical Inspection Count**

We noted that management did not conduct physical inspection count for its fixed assets at year end.

- **Improper Accounting System**

During our audit, we noted that the project management doesn't maintain proper complete accounting system according to accounting standards. Currently, they are project is using excel sheet to record all transactions which is very difficult to be reconciled with the manual accounting books maintained by the project.

### **Scope of Work**

We conducted our audit in accordance with International Standards of Audit (ISA 701) and its amendments and subsequent changes introduced and IFAD's guidelines for statements of expenditure (SOEs) and special accounts (SAs). Our responsibilities under those Standards are further described in the Auditor Responsibilities for the Audit of Financial Statements Section of our report. We are independent of the project in accordance with the ethical requirements that are relevant to our audit of the financial statements in Egypt, and 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 qualified opinion.

### **Responsibilities of management and those charged with Governance for the Financial Statements.**

The management of OFIDO is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards (or others), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, 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 statements as a whole are 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 these financial statements. Our audit included examining, on test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by project management; and evaluating the overall financial statement presentation. In addition to achieve our objectives we conducted our audit in accordance

with the International Standards of Auditing (ISAs') and its amendments and International Fund for Agricultural Development Guidelines for Project Audit ("the IFAD Guidelines").

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgement, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

This report is intended for the information of the on Farm Irrigation Development in the old lands Project (OFIDO)'s management and International Fund for Agricultural Development (IFAD) and others within the organization. However, this report is a matter of public record and its distribution is not limited.



Grant Thornton Mohamed Hilal  
Cairo, Egypt  
December 18, 2019

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Public Accountants  
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The Ministry of Agricultural and Land Reclamation in Cooperation with the Social Fund for Development

Project name: On Farm Irrigation Development In The Old Land

IFAD Loan: L-I-801- & L-I-801-B

IFAD Grant : Grant No : G-I-C-1159- & G-I-C-1159-B

### Statement of Source and Use of Funds (By Category of Expenditures)

For the period from July 1, 2018 to June 30, 2019

| Description  | Notes | IFAD Loan no. 801 & Grant no. 1159 |                             | IFAD Loan no. 801 B & Grant no. 1159 B |                             | Total IFAD Loan no. 801- no 801 B & Grant no. 1159 - no 1159 B |                             | Question Cost |              |             |
|--|-------|------------------------------------|-----------------------------|--|-----------------------------|--|-----------------------------|---------------|--------------|-------------|
|  |       | Budget                             | Actual                      | Budget                                 | Actual                      | Budget   | Actual                      | Ineligible    | Unsupport ed | Finding No. |
|  |       | From 01/7/2018 to 30/6/2019        | From 01/7/2018 to 30/6/2019 | From 01/7/2018 to 30/6/2019            | From 01/7/2018 to 30/6/2019 | From 01/7/2018 to 30/6/2019                                    | From 01/7/2018 to 30/6/2019 |               |              |             |
| Opining Balance for IFAD Loan Designated account as of 1/7/2019  |       | -                                  | 1,177,694                   | -                                      | 218,114                     | -  | 1,395,808                   |               |              |             |
| Opining Balance for IFAD Grant Designated account as of 1/7/2019 |       | -                                  | 805,305                     | -                                      | 119,025                     | -  | 724,330                     |               |              |             |
| Opining Balance for IFAD SFD Designated account as of 1/7/2018   |       | -                                  | 87,347                      | -                                      | -                           | -  | 87,347                      |               |              |             |
| <b>funds received :-</b>   |       |                                    |                             |  |                             |  |                             |               |              |             |
| - Initial deposit Loan   |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| - Replenishment of the Special Account (SA)(Loan)                |       | -                                  | 1,921,783                   | -                                      | 2,491,219                   | -  | 4,413,002                   |               |              |             |
| - IFAD Direct Payments ( Loan )                                  |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| - IFAD Grant   |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| - SFD Credit line  |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| - Funds received by the government - if any                      |       | -                                  | 1,116,314                   | -                                      | -                           | -  | 1,116,314                   |               |              |             |
| - Funds received by Beneficiaries                                |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| <b>Total Funds available as of June 30, 2019</b>                 |       | \$ -                               | \$ 4,908,442.50             | \$ -                                   | \$ 2,828,357.85             | \$ -   | \$ 7,736,800.35             | \$ -          | \$ -         |             |
| <b>PROJECT EXPENDITURES (BY CATEGORY OF EXPENDITURES)</b>        |       |                                    |                             |  |                             |  |                             |               |              |             |
| <b>IFAD Loan credit</b>  |       |                                    |                             |  |                             |  |                             |               |              |             |
| Works  |       | 5,088,927                          | 2,232,248                   | 6,656,025                              | 2,875,514                   | 11,744,952   | 5,107,761                   |               |              |             |
| Means of Transportation & Equipment                              |       | 81,810                             | -                           | -                                      | -                           | 81,810   | -                           |               |              |             |
| national TA consultants  |       | 110,808                            | -                           | -                                      | -                           | 110,808  | -                           |               |              |             |
| Training   |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| Revolving Fund (SFD)   |       | 87,347                             | 84,403                      | -                                      | -                           | 87,347   | 84,403                      |               |              |             |
| <b>Subtotal IFAD Loan credit</b>                                 |       | \$ 5,368,892                       | \$ 2,316,651                | \$ 6,656,025                           | \$ 2,875,514                | \$ 12,024,917  | \$ 5,192,164                | \$ -          | \$ -         |             |
| <b>IFAD Grant</b>  |       |                                    |                             |  |                             |  |                             |               |              |             |
| Works  |       | -                                  | -                           | 334,000                                | -                           | 334,000  | -                           |               |              |             |
| Means of Transportation & Equipment                              |       | -                                  | -                           | 32,400                                 | -                           | 32,400   | -                           |               |              |             |
| national TA consultants  |       | -                                  | -                           | 140,000                                | 84,494                      | 140,000  | 84,494                      |               |              |             |
| Training   |       | 549,360                            | 53,156                      | 151,767                                | 46,720                      | 701,127  | 99,876                      |               |              |             |
| <b>NON Eligible Disbursement</b>                                 |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| <b>Subtotal Grant</b>  |       | \$ 549,360                         | \$ 53,156                   | \$ 658,167                             | \$ 131,214                  | \$ 1,207,527   | \$ 184,370                  | \$ -          | \$ -         |             |
| <b>Government Funds</b>  |       |                                    |                             |  |                             |  |                             |               |              |             |
| Works  |       | 484,265                            | 858,509                     | 738,234                                | -                           | 1,232,499  | 858,509                     |               |              |             |
| Means of Transportation & Equipment                              |       | 45,590                             | -                           | 7,800                                  | -                           | 53,190   | -                           |               |              |             |
| national TA consultants  |       | 18,792                             | -                           | -                                      | -                           | 18,792   | -                           |               |              |             |
| Training   |       | 77,260                             | 259,805                     | 17,232                                 | -                           | 94,492   | 259,805                     |               |              |             |
| PMU Operating Cost   |       | 224,000                            | -                           | 125,400                                | -                           | 349,400  | -                           |               |              |             |
| <b>Subtotal Government Funds</b>                                 |       | \$ 859,907                         | \$ 1,116,314                | \$ 888,466                             | \$ -                        | \$ 1,748,373   | \$ 1,116,314                | \$ -          | \$ -         |             |
| <b>beneficiaries Credit</b>                                      |       |                                    |                             |  |                             |  |                             |               |              |             |
| works  |       | 214,891                            | -                           | -                                      | -                           | 214,891  | -                           |               |              |             |
| PMU Operating Cost   |       | -                                  | -                           | -                                      | -                           | -  | -                           |               |              |             |
| <b>Subtotal Beneficiaries Funds</b>                              |       | \$ 214,891                         | \$ -                        | \$ -                                   | \$ -                        | \$ 214,891   | \$ -                        | \$ -          | \$ -         |             |
| <b>Total Expenses</b>  |       | \$ 6,993,050                       | \$ 3,486,120                | \$ 8,202,650                           | \$ 3,006,727                | \$ 15,195,708  | \$ 6,492,848                | \$ -          | \$ -         |             |
| <b>Balance as of June 30, 2019</b>                               |       |                                    | \$ 1,422,319                |  | \$ (178,369)                |  | \$ 1,243,953                |               |              |             |



## The Ministry of Agricultural and Land Reclamation in Cooperation with the Social Fund for Development

Project name: On Farm Irrigation Development In The Old Land

IFAD Loan: L-I--801- &amp; L-I--801-B

IFAD Grant : Grant No : G-I-C-1159- &amp; G-I-C-1159-B

**Statement of Source and Use of Funds (By Component)**

For the period from July 1, 2018 to June 30, 2019

| Description  | Notes | 2                                      |                                    | 1  |  | Question Cost |             | Finding No. |
|--|-------|--|------------------------------------|--|--|---------------|-------------|-------------|
|  |       | IFAD Loan no. 801 B & Grant no. 1159 B | IFAD Loan no. 801 & Grant no. 1159 | Total IFAD Loan no. 801- no 801 B & Grant no. 1159 - no 1159 B |  | Ineligible    | Unsupported |             |
|  |       | Actual                                 | Actual                             | Actual   |  |               |             |             |
|  |       | From 01/7/2018 to 30/6/2019            | From 01/7/2018 to 30/6/2019        | From 01/7/2018 to 30/6/2019                                    |  |               |             |             |
| Opining Balance for IFAD Loan Designated account as of 1/7/2019  |       | 218,114                                | 1,177,694                          | 1,395,808  |  |               |             |             |
| Opining Balance for IFAD Grant Designated account as of 1/7/2019 |       | 119,025                                | 605,305                            | 724,330  |  |               |             |             |
| Opining Balance for IFAD SFD Designated account as of 1/7/2018   |       | -                                      | 87,347                             | 87,347   |  |               |             |             |
| <b>funds received :-</b>   |       |  |                                    |  |  |               |             |             |
| - Initial deposit Loan   |       | -                                      | -                                  | -  |  |               |             |             |
| - Replenishment of the Special Account (SA)(Loan                 |       | 2,491,219                              | 1,921,783                          | 4,413,002  |  |               |             |             |
| - IFAD Direct Payments ( Loan )                                  |       | -                                      | -                                  | -  |  |               |             |             |
| IFAD Grant   |       | -                                      | -                                  | -  |  |               |             |             |
| SFD Credit line  |       | -                                      | -                                  | -  |  |               |             |             |
| - Funds received by the government - if any                      |       | -                                      | 1,116,314                          | 1,116,314  |  |               |             |             |
| - Funds received by Beneficiaries                                |       | -                                      | -                                  | -  |  |               |             |             |
| <b>Total Funds available as of June 30, 2019</b>                 |       | <b>\$ 2,828,358</b>                    | <b>\$ 4,908,443</b>                | <b>\$ 7,736,800</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>PROJECT EXPENDITURES (BY COMPONENT )</b>                      |       |  |                                    |  |  |               |             |             |
| <b>COMPONENT IFAD Loan credit</b>                                |       |  |                                    |  |  |               |             |             |
| On Farm Irrigation and Water Management                          |       | 2,875,514                              | 2,232,248                          | 5,107,761  |  | -             |             |             |
| Agriculture Competitiveness Enhancement                          |       | -                                      | -                                  | -  |  |               |             |             |
| Rural Enterprise & Micro - Finance Development                   |       | -                                      | 84,403                             | 84,403   |  | -             |             | 1           |
| Project Coordination & Management                                |       | -                                      | -                                  | -  |  |               |             |             |
| <b>Subtotal IFAD Loan credit</b>                                 |       | <b>\$ 2,875,514</b>                    | <b>\$ 2,316,655</b>                | <b>\$ 5,192,164</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>COMPONENT IFAD Grant</b>                                      |       |  |                                    |  |  |               |             |             |
| On Farm Irrigation and Water Management                          |       | 84,494                                 | -                                  | 84,494   |  | -             |             |             |
| Agriculture Competitiveness Enhancement                          |       | 46,720                                 | 53,156                             | 99,876   |  | -             | -           |             |
| Rural Enterprise & Micro - Finance Development                   |       | -                                      | -                                  | -  |  |               |             |             |
| Project Coordination & Management                                |       | -                                      | -                                  | -  |  |               |             |             |
| NON Eligible Disbursement  |       | -                                      | -                                  | -  |  | -             | -           |             |
| <b>Subtotal Grant</b>  |       | <b>\$ 131,214</b>                      | <b>\$ 53,156</b>                   | <b>\$ 184,370</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>COMPONENT Government Funds</b>                                |       |  |                                    |  |  |               |             |             |
| On Farm Irrigation and Water Management                          |       | -                                      | -                                  | -  |  |               |             |             |
| Agriculture Competitiveness Enhancement                          |       | -                                      | -                                  | -  |  |               |             |             |
| Rural Enterprise & Micro - Finance Development                   |       | -                                      | -                                  | -  |  |               |             |             |
| Project Coordination & Management                                |       | -                                      | 1,116,314                          | 1,116,314  |  |               |             |             |
| <b>Subtotal Government Funds</b>                                 |       | <b>\$ -</b>                            | <b>\$ 1,116,314</b>                | <b>\$ 1,116,314</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>COMPONENT of beneficiaries Credit</b>                         |       |  |                                    |  |  |               |             |             |
| On Farm Irrigation and Water Management                          |       | -                                      | -                                  | -  |  |               |             |             |
| Agriculture Competitiveness Enhancement                          |       | -                                      | -                                  | -  |  |               |             |             |
| Rural Enterprise & Micro - Finance Development                   |       | -                                      | -                                  | -  |  |               |             |             |
| Project Coordination & Management                                |       | -                                      | -                                  | -  |  |               |             |             |
| <b>Subtotal Beneficiaries Funds</b>                              |       | <b>\$ -</b>                            | <b>\$ -</b>                        | <b>\$ -</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>Total Expenses</b>  |       | <b>\$ 3,006,727</b>                    | <b>\$ 3,486,124</b>                | <b>\$ 6,492,848</b>  |  | <b>\$ -</b>   | <b>\$ -</b> |             |
| <b>Balance as of June 30, 2019</b>                               |       | <b>\$ (178,369)</b>                    | <b>\$ 1,422,318</b>                | <b>\$ 1,243,953</b>  |  |               |             |             |
|  |       | -178369.3838                           | 1422319.165                        | (1,243,953)  |  |               |             |             |



Project name: On Farm Irrigation Development In The Old Land

IFAD Loan: L-801 &amp; L-801-B

IFAD Grant: Grant No : G-4-C-1159- &amp; G-4-C-1159-B

Statement of Income and Expenditures (BY CATEGORY of Expenditures)

FOR THE YEAR ENDED 30/06/2019

| Notes  | From 1/7/2018 to 30/06/2019 |            |             | From 1/7/2017 to 30/06/2018 |            |             | From 1/7/2016 to 30/06/2017 |           |             | From 1/7/2015 to 30/6/2016 |           |             | From 1/7/2014 to 30/6/2015 | From 1/7/2013 to 30/6/2014 | From 1/03/2011 to 30/6/2013 | From 1/3/2011 to 30/06/2019 |             |             | OFIDO (1) |         | OFIDO (2) |         | Total OFIDO |         |
|--|-----------------------------|------------|-------------|-----------------------------|------------|-------------|-----------------------------|-----------|-------------|----------------------------|-----------|-------------|----------------------------|----------------------------|-----------------------------|-----------------------------|-------------|-------------|-----------|---------|-----------|---------|-------------|---------|
|  | OFIDO (2)                   | OFIDO (1)  | Total Ofido | OFIDO (2)                   | OFIDO (1)  | Total Ofido | OFIDO (2)                   | OFIDO (1) | Total Ofido | OFIDO (2)                  | OFIDO (1) | Total Ofido | OFIDO (1)                  | OFIDO (1)                  | OFIDO (1)                   | OFIDO (2)                   | OFIDO (1)   | Total Ofido | Appraisal | %       | Appraisal | %       | Appraisal   | %       |
|  | USD 000                     | USD 000    | USD 000     | USD 000                     | USD 000    | USD 000     | USD 000                     | USD 000   | USD 000     | USD 000                    | USD 000   | USD 000     | USD 000                    | USD 000                    | USD 000                     | USD 000                     | USD 000     | USD 000     | USD 000   | USD 000 | USD 000   | USD 000 | USD 000     | USD 000 |
| 1 - Initial cash balance brought forward Comprising of | 337.139698                  | 1870.34695 | 2207.485    | 317.228901                  | 1939.3034  | 2256.532    | 1166.2                      | 3681.25   | 4847.45     | 0                          | 1451      | 1451        | 1852                       | 2460                       |                             |                             |             |             |           |         |           |         |             |         |
| IFAD Loan Designated account                           | 218.113934                  | 1177.69358 | 1395.808    | 156.225401                  | 937.853453 | 1094.079    | 936.2                       | 1737.84   | 2734.04     | 0                          | 435       | 435         | 690                        | 1076                       |                             | 1370.539                    | 5954.367034 |             |           |         |           |         |             |         |
| IFAD Grant Designated account                          | 119.024723                  | 605.305371 | 724.3301    | 161.0035                    | 655.884951 | 816.8895    | 170                         | 705.21    | 875.21      | 0                          | 12        | 12          | 31                         | 85                         |                             | 450.0282                    | 2094.400322 |             |           |         |           |         |             |         |
| IFAD SFD Designated account                            | 0                           | 87.347     | 87.347      | 0                           | 345.665    | 345.665     | 0                           | 1238.2    | 1238.2      | 0                          | 1004      | 1004        | 1231                       | 1299                       |                             | 0                           | 5205.112    |             |           |         |           |         |             |         |
| FINANCING:   |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| - IFAD funds received:                                 |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| - Initial deposit Loan                                 |                             |            |             |                             |            |             |                             |           |             | 0                          | 1000      | 500         | 1500                       | 0                          |                             | 1500                        | 1000        | 2000        | 3000      |         |           |         |             |         |
| - Replenishment of the Special Account (SA)(Loan)      | 2491.21919                  | 1821.78286 | 4413.002    | 3503.05709                  | 3687.3947  | 7200.452    | 16.96                       | 1561.26   | 1578.22     | 0                          | 4175      | 4175        | 1788                       | 0                          | 0                           | 8011.236                    | 13143.438   | 19154.67    |           |         |           |         |             |         |
| - IFAD Direct Payments (Loan)                          | 0                           | 0          | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 278       | 278         | 2934                       | 765                        | 595                         | 0                           | 4562        | 4562        |           |         |           |         |             |         |
| IFAD Grant   | 0                           | 0          | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 170                        | 760       | 930         | 0                          | 0                          | 118                         | 170                         | 878         | 1048        |           |         |           |         |             |         |
| IFAD GRANT Direct payment                              |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             | 0                           | 0           | 0           |           |         |           |         |             |         |
| SFD Credit line  | 0                           | 0          | 0           | 0                           | 4724.41    | 4724.41     | 448.98                      | 448.98    |             | 0                          | 1228.5    | 1228.5      | 990                        | 0                          | 1500                        | 0                           | 8891.89     | 8891.89     |           |         |           |         |             |         |
| - Funds received by the government - If any            | 0                           | 1116.31369 | 1116.314    | 238.230289                  | 158.820193 | 397.0505    | 90.666                      | 377.333   | 467.999     | 97.3                       | 2294.3    | 2391.6      | 798                        | 637                        | 9503                        | 426.1963                    | 14884.76689 | 15310.96    |           |         |           |         |             |         |
| - Funds received by Beneficiaries                      | 0                           | 0          | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 512                         | 0                           | 512         | 512         |           |         |           |         |             |         |
|  | 0                           | 0          | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0                           | 0           | 0           |           |         |           |         |             |         |
| 2 - TOTAL FINANCING                                    | 2828.36785                  | 4908.4425  | 7736.8      | 3741.28735                  | 8580.62489 | 12321.9     | 107.626                     | 2387.573  | 2495.2      | 1267.3                     | 9235.8    | 10503.1     | 8510                       | 1402                       | 13718                       | 7607.432                    | 44872.09489 | 62479.53    |           |         |           |         |             |         |
| PROJECT EXPENDITURES (BY CATEGORY OF EXPENDITURES)     |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| IFAD Loan credit                                       |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| Works  | 2875.5137                   | 2232.24766 | 5107.761    | 3330.93259                  | 3431.03367 | 6761.966    | 943.81                      | 2326.02   | 3169.826    | 3.6                        | 3602.26   | 3606.06     | 4841                       | 1046                       | 323                         | 7054.05                     | 17801.56    | 24855.61    | 36576.2   | 80%     | 12769.34  | 55%     | 48345.43    | 51%     |
| Means of Transportation & Equipment                    |                             | 0          | 0           | 108.347520                  | 108.3475   | 13.13       | 0.00                        | 13.12885  | 0           | -4.2                       | -4.2      | 156         | 646                        | 121.48                     | 797.80                      | 918.2764                    | 1066.6      | 76%         | 230.78    | 53%     | 1287.26   | 71%     | 479.81      | 50%     |
| national TA consultants                                |                             | 0          | 0           | 1.88833624                  | 26.6208996 | 28.40824    | 35.23                       | 35.22899  | 0           | 52.1                       | 52.1      | 36          | 49                         | 40                         | 1.85                        | 238.85                      | 240.7362    | 478.91      | 60%       | 0%      | 0%        | 0%      | 0%          | 0%      |
| Revolving Fund   |                             | 84.403     | 84.403      |                             | 4982.628   | 4982.628    |                             | 1341.615  | 1341.615    | 0                          | 994.3     | 994.3       | 1217                       | 68                         | 201                         | 0.00                        | 8888.95     | 8888.946    | 9877.5    | 90%     | 0%        | 0%      | 0%          | 0%      |
|  |                             | 0          | 0           |                             | 0          | 0           | 0                           | 0.00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0.00                        | 0.00        | 0.00        | 0         | 0%      | 0%        | 0%      | 0%          | 0%      |
| Subtotal IFAD Loan credit                              | 2875.5137                   | 2316.65086 | 5192.164    | 3441.16856                  | 3440.18257 | 11881.35    | 856.92                      | 3702.65   | 4599.80     | 3.6                        | 4044.46   | 4048.26     | 6094                       | 1379                       | 1219                        | 7177.42                     | 27727.16    | 34904.67    | 47000     | 88%     | 13000     | 55%     | 60000.00    | 58%     |
| IFAD Grant   |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| Works  |                             | 0          | 0           |                             | 0          | 0           | 0.00                        | 0.00      | 0.00        | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0.00                        | 0.00        | 0           | 368.85    | 0%      | 0%        | 0%      | 0%          | 0%      |
| Means of Transportation & Equipment                    |                             | 0          | 0           |                             | 0          | 0           | 0.00                        | 0.00      | 0.00        | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0.00                        | 0.00        | 0           | 46.1      | 0%      | 0%        | 0%      | 0%          | 0%      |
| national TA consultants                                | 84.49382                    | 0          | 84.49382    | 33.7997649                  | 3.66186054 | 37.41133    | 0.02                        | 6.81      | 6.82        | 0                          | 22.6      | 22.6        | 9                          | 26                         | 12.42700657                 | 118.27                      | 80.38       | 198.6634    | 98.362    | 82%     | 169.05    | 70%     | 267.40      | 74%     |
| Training   | 46.71987                    | 53.1559892 | 99.87596    | 8.21901251                  | 46.9280197 | 55.14703    | 8.98                        | 42.52     | 51.50       | 0                          | 44.29     | 44.29       | 10                         | 28                         | 21                          | 63.92                       | 245.89      | 309.8129    | 900.648   | 27%     | 415       | 15%     | 1315.65     | 24%     |
|  |                             | 0          | 0           |                             | 0          | 0           | 0                           | 0.00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0.00                        | 0.00        | 0           | 0         | 0%      | 0%        | 0%      | 0%          | 0%      |
| Subtotal Grant   | 131.21339                   | 53.1559892 | 184.3694    | 41.9787774                  | 50.5786803 | 92.55536    | 9.00                        | 49.33     | 58.32       | 0                          | 66.79     | 66.79       | 19                         | 54                         | 33.42700557                 | 182.29                      | 326.26      | 508.4663    | 999       | 33%     | 999       | 18%     | 1998.00     | 23%     |
| Government Funds                                       |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| Works  | 0                           | 886.509142 | 886.5091    | 0                           | 0          | 47.333      | 33.333                      | 80.686    | 46          | 2068.9                     | 2114.9    | 618         | 380                        | 2280                       | 93.33                       | 8216.74                     | 6310.075    | 5385        | 115%      | 2858    | 3%        | 8243.00 | 77%         |         |
| Means of Transportation & Equipment                    |                             | 0          | 0           | 17.0164492                  | 17.01645   | 0           | 0                           | 0         | 0           | 105.9                      | 105.9     | 24          | 0                          | 6000                       | 17.02                       | 6129.90                     | 6146.916    | 131         | 4675%     | 0%      | 0%        | 0%      | 131.00      | 4882%   |
| national TA consultants                                |                             | 0          | 0           |                             | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 49                         | 382                         | 0.00                        | 401.00      | 401         | 1059      | 38%     | 0%        | 0%      | 1059.00     | 38%     |
| Training   |                             | 0          | 0           |                             | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 27                         | 273                         | 0.00                        | 300.00      | 300         | 2554      | 12%     | 0%        | 0%      | 2554.00     | 12%     |
| PMU Operating Cost                                     | 0                           | 259.804551 | 259.8046    | 22.213384                   | 158.820193 | 390.034     | 43.333                      | 344       | 387.333     | 51.3                       | 119.5     | 170.8       | 196                        | 171                        | 629                         | 315.85                      | 1838.12     | 2153.972    | 6214      | 30%     | 1119      | 28%     | 7333.00     | 29%     |
| Subtotal Government Funds                              | 0                           | 1116.31369 | 1116.314    | 238.230289                  | 158.820193 | 397.0505    | 90.666                      | 377.333   | 467.999     | 97.3                       | 2294.3    | 2391.6      | 798                        | 637                        | 9504                        | 426.1963                    | 14884.76689 | 15371.95    | 15343     | 87%     | 3977      | 11%     | 18320.00    | 79%     |
| Beneficiaries Credit                                   |                             |            |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |             |             |           |         |           |         |             |         |
| works  |                             |            |             |                             |            |             |                             | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 383                         | 0.00                        | 383.00      | 383         | 4210      | 9%      | 2027      | 0%      | 6237.00     | 6%      |
| PMU Operating Cost                                     |                             |            |             |                             |            |             |                             | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 119                         | 0.00                        | 119.00      | 119         | 4604      | 3%      | 0%        | 0%      | 4604.00     | 3%      |
| Subtotal Beneficiaries Funds                           |                             | 0          | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 512                         | 0                           | 512         | 512         | 8674      | 6%      | 2027      | 0%      | 10841.00    | 5%      |
| 3 - TOTAL PROJECT EXPENDITURES & APPRAISAL             | 3006.72709                  | 3485.12034 | 6492.947    | 3721.37762                  | 8549.56235 | 12371       | 956.597                     | 4129.52   | 5086.12     | 101.1                      | 7005.55   | 7106.65     | 6911                       | 2010                       | 11259.42701                 | 7785.802                    | 43451.19973 | 51237       | 72156     | 60%     | 20003     | 39%     | 92159.00    | 56%     |
| Balance brought forward (1 + 2 - 3) Comprising of      | -178.36824                  | 1422.32216 | 1243.953    | 337.138695                  | 1870.34595 | 2207.485    | 317.229                     | 1939.303  | 2256.532    | 1166.2                     | 3681.25   | 4847.45     | 1451                       | 1852                       | 0                           | 0                           | 0           | 0           |           |         |           |         |             |         |



Project name: On Farm Irrigation Development In The Old Land  
 IFAD Loan: L-I-801 & L-I-801-B  
 IFAD Grant: Grant No : G-I-C-1159- & G-I-C-1159-B

STATEMENT OF INCOME AND EXPENDITURE (BY COMPONENT)  
 FOR THE YEAR ENDED 30/06/2019

|   | From 1/7/2017 to 30/06/2019 |             |             | From 1/7/2017 to 30/06/2018 |            |             | From 1/7/2016 to 30/06/2017 |           |             | From 1/7/2015 to 30/6/2016 |           |             | From 1/7/2014 to 30/6/2015 | From 1/7/2013 to 30/6/2014 | From 1/03/2011 to 30/6/2013 | From 1/3/2011 to 30/06/2019 |               |             | OFIDO (1) |           | OFIDO (2) |          | Total OFIDO |         |
|---|-----------------------------|-------------|-------------|-----------------------------|------------|-------------|-----------------------------|-----------|-------------|----------------------------|-----------|-------------|----------------------------|----------------------------|-----------------------------|-----------------------------|---------------|-------------|-----------|-----------|-----------|----------|-------------|---------|
| notes   | OFIDO (2)                   | OFIDO (1)   | Total Ofido | OFIDO (2)                   | OFIDO (1)  | Total Ofido | OFIDO (2)                   | OFIDO (1) | Total Ofido | OFIDO (2)                  | OFIDO (1) | Total Ofido | OFIDO (1)                  | OFIDO (1)                  | OFIDO (1)                   | OFIDO (2)                   | OFIDO (1)     | Total Ofido | Appraisal | %         | Appraisal | %        | Appraisal   | %       |
|   | USD 000                     | USD 000     | USD 000     | USD 000                     | USD 000    | USD 000     | USD 000                     | USD 000   | USD 000     | USD 000                    | USD 000   | USD 000     | USD 000                    | USD 000                    | USD 000                     | USD 000                     | USD 000       | USD 000     | USD 000   | USD 000   | USD 000   | USD 000  | USD 000     | USD 000 |
| 1 - Initial cash balance brought forward Comprising | 337,136.86                  | 1870,345.95 | 2207,485    | 317,228.01                  | 1938,303.4 | 2255,532    | 1166.2                      | 3681.25   | 4847.45     | 0                          | 1451      | 1451        | 1852                       | 2460                       | 0                           | 0                           | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD Loan Designated account                        | 218,113.94                  | 1177,693.68 | 1395,808    | 196,225.01                  | 937,853.45 | 1094,079    | 996.2                       | 1737.84   | 2734.04     | 0                          | 435       | 435         | 590                        | 1076                       | 0                           | 1370.538                    | 5954,387034   | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD Grant Designated account                       | 119,024.723                 | 695,905.71  | 724,330.1   | 161,003.5                   | 655,884.95 | 816,888.5   | 170                         | 705.21    | 875.21      | 0                          | 12        | 12          | 31                         | 85                         | 0                           | 480,0282                    | 2094,400322   | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD SFD Designated account                         | 0                           | 87,347      | 87,347      | 0                           | 345,956    | 345,956     | 0                           | 1238.2    | 1238.2      | 0                          | 1004      | 1004        | 1231                       | 1299                       | 0                           | 0                           | 8205,112      | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| FINANCING:  | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0                           | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| - IFAD funds received:                              | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0                           | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| Initial deposit Loan                                | 0                           | 0           | 0           | 0                           | 0          | 0           | 0.00                        | 0         | 0           | 1000                       | 500       | 1600        | 0                          | 0                          | 1500                        | 1000                        | 2000          | 3000        | 0         | 0         | 0         | 0        | 0           | 0       |
| Replenishment of the Special Account (SA)(Loan)     | 2491,21919                  | 1921,78286  | 4413,002    | 3503,05709                  | 3697,3947  | 7200,452    | 16,96                       | 1561,26   | 1578,22     | 0                          | 4175      | 4175        | 1788                       | 0                          | 0                           | 6011,236                    | 13143,438     | 19154,67    | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD Direct Payments (Loan)                         | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 278       | 278         | 2934                       | 765                        | 585                         | 0                           | 4862          | 4862        | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD Grant  | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 170                        | 760       | 930         | 0                          | 0                          | 118                         | 170                         | 878           | 1048        | 0         | 0         | 0         | 0        | 0           | 0       |
| IFAD Grant Direct Payment                           | 0                           | 0           | 0           | 0                           | 4724,41    | 4724,41     | 0                           | 448,98    | 448,98      | 0                          | 1228,5    | 1228,5      | 990                        | 0                          | 1500                        | 0                           | 8891,89       | 8891,89     | 0         | 0         | 0         | 0        | 0           | 0       |
| SFD Credit line                                     | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0                           | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| Funds received by the government - if any           | 0                           | 1116,31369  | 1116,314    | 238,230289                  | 158,820193 | 397,9505    | 90,666                      | 377,333   | 467,999     | 97,3                       | 2294,3    | 2391,6      | 798                        | 637                        | 9503                        | 426,1963                    | 14884,76869   | 15310,96    | 0         | 0         | 0         | 0        | 0           | 0       |
| Funds received by Beneficiaries                     | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 512                         | 0                           | 512           | 512         | 0         | 0         | 0         | 0        | 0           | 0       |
|   | 0                           | 0           | 0           | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0                           | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| 2 - TOTAL FINANCING                                 | 2828,36785                  | 4908,4425   | 7736,8      | 3741,28738                  | 8590,62469 | 12321,91    | 107,628                     | 2387,673  | 2495,2      | 1287,3                     | 8235,8    | 10503,1     | 8510                       | 1402                       | 13718                       | 7807,432                    | 44872,09489   | 52478,53    | 0         | 0         | 0         | 0        | 0           | 0       |
| PROJECT EXPENDITURES (BY CATEGORY OF EXPENDITURES)  |                             |             |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |               |             |           |           |           |          |             |         |
| COMPONENT IFAD Loan credit                          |                             |             |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |               |             |           |           |           |          |             |         |
| On Farm Irrigation and Water Management             | 2875,51                     | 2232,25     | 5107,76     | 3332,82                     | 3457,55    | 6790,38     | 943,81                      | 2261,25   | 3205,05     | 3,8                        | 3654,36   | 3656,16     | 4877                       | 1095                       | 363                         | 7055,94                     | 18040,41      | 25096,35    | 35030     | 61%       | 12816     | 55%      | 47946,00    | 52%     |
| Agriculture Competitiveness Enhancement             |                             | 0,00        | 0,00        |                             | 0,00       | 0,00        | 0                           | 0         | 0,00        | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0,00                        | 0,00          | 0           | 0         | 0%        |           | 0%       | 0,00        | 0%      |
| Rural Enterprise & Micro - Finance Development      |                             | 84,40       | 84,40       |                             | 4982,628   | 4982,63     | 1341,62                     | 1341,62   | 0           | 994,3                      | 994,3     | 1217        | 66                         | 301                        | 0,00                        | 8988,96                     | 8988,946      | 10875       | 81%       |           | 0%        | 10875,00 | 81%         |         |
| Project Coordination & Management                   | 0,00                        | 0,00        | 0,00        | 106,35                      | 106,35     | 13,13       | 0,00                        | 13,13     | 0           | -4,2                       | -4,2      | 0           | 166                        | 0                          | 0                           | 121,45                      | 797,60        | 919,2765    | 999       | 80%       | 186       | 66%      | 1179,00     | 78%     |
|   |                             |             |             | 0                           | 0          | 0           | 0                           | 0         | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0,00                        | 0,00          | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| Subtotal IFAD Loan credit                           | 2875,51                     | 2316,65     | 5192,16     | 3441,17                     | 8440,18    | 11881,35    | 856,92                      | 3702,86   | 4559,80     | 3,8                        | 4644,46   | 4648,26     | 6094                       | 1319                       | 1270                        | 7177,417                    | 27727,1552170 | 34904,57    | 47000     | 59%       | 13000     | 55%      | 60000,00    | 58%     |
| COMPONENT IFAD Grant                                |                             |             |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |               |             |           |           |           |          |             |         |
| On Farm Irrigation and Water Management             | 131,21                      | 0,00        | 131,21      | 41,98                       | 2,65       | 45,63       | 9,00                        | 9,00      | 0           | 0                          | 0         | 9,00        | 0,00                       | 0                          | 182,19                      | 12,65                       | 194,8402      | 82          | 16%       | 916       | 20%       | 998,00   | 20%         |         |
| Agriculture Competitiveness Enhancement             |                             | 52,16       | 52,16       | 0,00                        | 46,93      | 46,93       | 0,00                        | 46,93     | 0           | 22,5                       | 22,5      | 10,00       | 54,00                      | 33,42700567                | 0,00                        | 269,34                      | 269,3361      | 597         | 45%       |           | 0%        | 597,00   | 45%         |         |
| Rural Enterprise & Micro - Finance Development      |                             | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 44,29                      | 44,29     | 0,00        | 0,00                       | 0                          | 0,00                        | 44,29                       | 44,29         | 320         | 14%       |           | 0%        | 320,00   | 14%         |         |
| Project Coordination & Management                   |                             | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0,00        | 0,00                       | 0                          | 0,00                        | 0,00                        | 0             | 0           | 0%        | 83        | 0%        | 83,00    | 0%          |         |
|   |                             | 0           | 0           | 0                           | 0          | 0,00        | 0                           | 0,00      | 0           | 0                          | 0         | 0,00        | 0,00                       | 0                          | 0,00                        | 0,00                        | 0             | 0           | 0         | 0         | 0         | 0        | 0           | 0       |
| Subtotal Grant                                      | 131,21                      | 52,16       | 183,37      | 41,98                       | 50,58      | 92,56       | 9,00                        | 49,32     | 46,32       | 0,00                       | 66,79     | 66,79       | 19,00                      | 54,00                      | 33,43                       | 182,19                      | 326,28        | 508,47      | 999       | 33%       | 999       | 18%      | 1988,00     | 25%     |
| COMPONENT Government Funds                          |                             |             |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |               |             |           |           |           |          |             |         |
| On Farm Irrigation and Water Management             |                             | 886,51      | 886,51      |                             | 0,00       | 47,33       | 33,33                       | 80,67     | 46          | 2068,9                     | 2144,9    | 618         | 439,00                     | 2802                       | 93,33                       | 6817,74                     | 6711,075      | 6678        | 101%      | 3343      | 3%        | 9921,00  | 68%         |         |
| Agriculture Competitiveness Enhancement             |                             | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 27,00                      | 273                        | 0,00                        | 300,00                      | 300           | 3673        | 8%        |           | 0%        | 3673,00  | 8%          |         |
| Rural Enterprise & Micro - Finance Development      |                             | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0,00                       | 0                          | 0,00                        | 0,00                        | 0             | 63          | 0%        |           | 0%        | 63,00    | 0%          |         |
| Project Coordination & Management                   | 0,00                        | 256,80      | 256,80      | 238,23                      | 168,82     | 397,05      | 43,33                       | 344,00    | 387,33      | 51,3                       | 225,4     | 276,7       | 180                        | 171,00                     | 6629                        | 332,86                      | 7968,02       | 8300,888    | 5029      | 168%      | 634       | 63%      | 5663,00     | 147%    |
| Subtotal Government Funds                           | 0,00                        | 1116,31     | 1116,31     | 238,23                      | 168,82     | 397,05      | 90,67                       | 377,33    | 468,00      | 97,3                       | 2294,3    | 2391,6      | 798                        | 637                        | 9504                        | 426,1963                    | 14884,76869   | 15311,96    | 15343     | 97%       | 3977      | 11%      | 18320,00    | 79%     |
| COMPONENT of beneficiaries Credit                   |                             |             |             |                             |            |             |                             |           |             |                            |           |             |                            |                            |                             |                             |               |             |           |           |           |          |             |         |
| On Farm Irrigation and Water Management             | 0,00                        | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 393                         | 0,00                        | 393,00        | 393         | 8814      | 4%        | 2027      | 0%       | 10841,00    | 4%      |
| Agriculture Competitiveness Enhancement             | 0,00                        | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0,00                        | 0,00          | 0           | 0         | 0%        |           | 0%       | 0,00        | 0%      |
| Rural Enterprise & Micro - Finance Development      | 0,00                        | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 0                           | 0,00                        | 0,00          | 0           | 0         | 0%        |           | 0%       | 0,00        | 0%      |
| Project Coordination & Management                   | 0,00                        | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 179                         | 0,00                        | 119,00        | 119         | 0         | 0%        |           | 0%       | 0,00        | 0%      |
| Subtotal Beneficiaries Funds                        | 0,00                        | 0,00        | 0,00        | 0,00                        | 0,00       | 0,00        | 0,00                        | 0,00      | 0           | 0                          | 0         | 0           | 0                          | 0                          | 572                         | 0                           | 512           | 512         | 8814      | 6%        | 2027      | 0%       | 10841,00    | 6%      |
| 3- TOTAL PROJECT EXPENDITURES & Appraisal           | 3006,73                     | 3495,12     | 6492,85     | 3721,39                     | 8649,69    | 12370,96    | 966,60                      | 4129,52   | 6086,12     | 101,1                      | 7005,65   | 7106,65     | 6911                       | 2010                       | 11258,42701                 | 7785,802                    | 43461,19973   | 51237       | 72156     | 1,9448323 | 20003     | 84%      | 92159       | 56%     |
| Balance brought forward (1 + 2 - 3) Comprising of   | 168,77                      | 3292,67     | 3461,44     | 337,14                      | 1870,35    | 2207,48     | 317,23                      | 1939,30   | 2256,53     | 1166,2                     | 3681,25   | 4847,45     | 1451                       | 1852                       | 2460                        | 572994                      |               |             |           |           |           |          |             |         |
| IFAD Loan Designated account                        | -166,18                     | 867,23      | 701,05      | 218,11                      | 1177,69    | 1395,81     | 156,23                      | 937,85    | 1094,08     | 996,2                      | 1737,84   | 2734,04     | 435                        | 890                        |                             |                             |               |             |           |           |           |          |             |         |
| IFAD Grant Designated account                       | -12,19                      | 552,15      | 539,96      | 119,02                      | 605,31     | 724,33      | 161,00                      | 655,88    | 816,39      | 170                        | 705,21    | 875,21      | 12                         | 31                         |                             |                             |               |             |           |           |           |          |             |         |
| IFAD SFD Designated account                         | 0,00                        | 2,94        | 2,94        | 0,00                        | 87,35      | 87,35       | 0,00                        | 345,57    | 345,57      | 0                          | 1238,2    | 1238,2      | 1004                       | 1231                       |                             |                             |               |             |           |           |           |          |             |         |

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On Farm Irrigation Development In the Old Land  
International Fund For Agriculture Development  
Source of Finance : ( IFAD )  
Loan No : 801 EGYPT ( OFIDO )

SA 2000000  
SFD 8891776.22  
DP 4561573.02  
R 11222003.6  
R(B) 3520017.02  
SA(B) 1000000  
Total 31195369.9

13222004 25675352.86

4520017.02

0

Aggregate Schedule For Withdrawal Orders Transferred For the Project And its Related Disbursements  
From 1/1/2011 Till 30/6/2016

| Category - NO  | Works (1)<br>117916 | Means Of Transportati on (2)<br>117917 | National TA (3)<br>200008 | Training (4)<br>117921 | Revolving Fund (5)<br>117918 | Unallocated (6)<br>117919 | 99Z<br>073824 | 98Z<br>074684 | Total     | Rejected From IFAD | Net Reimburse d | value date  | Rmarks | Date       |
|----------------|---------------------|--|---------------------------|------------------------|------------------------------|---------------------------|---------------|---------------|-----------|--------------------|-----------------|-------------|--------|------------|
| Withdrawal No. |                     |  |                           |                        |                              |                           |               |               |           |                    |                 |             |        |            |
| 1              |                     |  |                           |                        |                              |                           | 1500000       |               | 1500000   | 0                  | 1500000         | 3/21/2011   | SA     | 1/12/2011  |
| 1SFD           |                     |  |                           |                        |                              |                           |               | 1500000       | 1500000   | 0                  | 1500000         | 12/10/2012  | SFD    | 12/10/2012 |
| 2 NPCU         |                     | 127775                                 |                           |                        |                              |                           |               |               | 127775    | 0                  | 127775          | 1/30/2013   | DP     | 1/14/2013  |
| 3 NPCU         |                     | 36950                                  |                           |                        |                              |                           |               |               | 36950     | 0                  | 36950           | 2/28/2013   | DP     | 2/4/2013   |
| 4 NPCU         |                     | 36950                                  |                           |                        |                              |                           |               |               | 36950     | 0                  | 36950           | 4/17/2013   | DP     | 3/18/2013  |
| 5 NPCU         |                     | 383325                                 |                           |                        |                              |                           |               |               | 383325    | 0                  | 383325          | 4/17/2013   | DP     | 1/29/2013  |
| 6 NPCU         | 764961.5            |  |                           |                        |                              |                           |               |               | 764961.5  | 0                  | 764961.5        | 12/20/2013  | DP     | 11/10/2013 |
| 7 NPCU         | 637898              |  |                           |                        |                              |                           |               |               | 637898    | 0                  | 637898          | 7/24/2014   | DP     |            |
| 8 NPCU         | 1279145.3           |  |                           |                        |                              |                           |               |               | 1279145.3 | 0                  | 1279145.3       | 8/7/2014    | DP     |            |
| 9 NPCU         | 303313.09           |  |                           |                        |                              |                           |               |               | 303313.09 | 0                  | 303313.09       | 11/6/2014   | DP     |            |
| 10 NPCU        | 372339.12           | 212224.32                              |                           |                        |                              |                           |               |               | 584563.44 | 0                  | 584563.44       | 12/8/2014   | R      |            |
| 11 NPCU        | 109722.11           |  |                           |                        |                              |                           |               |               | 109722.11 | 0                  | 109722.11       | 2/25/2015   | DP     |            |
| 12 NPCU        | 210811.94           |  |                           |                        |                              |                           |               |               | 210811.94 | 0                  | 210811.94       | 3/9/2015    | DP     |            |
| 13 NPCU        | 955154.17           |  |                           |                        |                              |                           |               |               | 955154.17 | 0                  | 955154.17       | 4/29/2015   | R      |            |
| 14 NPCU        | 392781.94           |  |                           |                        |                              |                           |               |               | 392781.94 | 0                  | 392781.94       | 4/16/2015   | DP     |            |
| SFD 2          |                     |  |                           |                        | 989948.68                    |                           |               |               | 989948.68 | 0                  | 989948.68       | 6/8/2015    | SFD    |            |
| 15 NPCU        | 248364.9            |  |                           |                        |                              |                           |               |               | 248364.9  | 0                  | 248364.9        | 6/25/2015   | R      |            |
| 16 NPCU        |                     |  |                           |                        |                              |                           | 500000        |               | 500000    | 0                  | 500000          | 7/2/2015    | SA     |            |
| 17 NPCU        | 948222.54           |  | 125616.6                  |                        |                              |                           |               |               | 1073839.2 | 0                  | 1073839.18      | 11/16/2015  | R      |            |
| 18 NPCU        | 277939.1407         |  |                           |                        |                              |                           |               |               | 277939.14 | 0                  | 277939.1407     | 11/16/2015  | DP     |            |
| 1 NPCU B       |                     |  |                           |                        |                              |                           |               |               | 1000000   | 0                  | 1000000         | 1/21/2016   | SA(B)  |            |
| 19 NPCU        | 1989358.87          |  | 9568.83                   |                        |                              |                           |               |               | 1998927.7 | 0                  | 1998927.7       | 1/29/2016   | R      |            |
| SFD 3          |                     |  |                           |                        | 1228437                      |                           |               |               | 1228437   | 0                  | 1228437         | 3/22/2016   | SFD    |            |
| 20 NPCU        | -17651.74           |  | 13627.36                  |                        |                              |                           |               |               | -4024.38  | 0                  | -4024.38        | 6/14/2016   | R      |            |
| 21 NPCU        | 1091601.45          |  | 14922.02                  |                        |                              |                           |               |               | 1106523.5 | 0                  | 1106523.47      | 6/14/2016   | R      |            |
| 22 NPCU        | 244176.94           |  | 13759.54                  |                        |                              |                           |               |               | 257936.48 | 0                  | 257936.48       | 9/21/2016   | R      |            |
| 2 NPCU B       | 3811.87             |  |                           |                        |                              |                           |               |               | 3811.87   | 0                  | 3811.87         | 9/21/2016   | R(B)   |            |
| SFD 4          |                     |  |                           |                        | 448980                       |                           |               |               | 448980    | 0                  | 448980          | 11/21/2016  | SFD    |            |
| 23 NPCU        | 1278418.51          | 834.88                                 | 24070.57                  |                        |                              |                           |               |               | 1303324   | 0                  | 1303323.96      | 1/12/2017   | R      |            |
| 3 NPCU B       | 19.21               | 13128.85                               |                           |                        |                              |                           |               |               | 13148.06  | 0                  | 13148.06        | 1/10/2017   | R(B)   |            |
| SFD 5          |                     |  |                           |                        | 1085338.39                   |                           |               |               | 1085338.4 | 0                  | 1085338.39      | 8/30/2017   | SFD    |            |
| 25 NPCU        | 609053.33           |  | 9656.62                   |                        |                              |                           |               |               | 618709.95 | 0                  | 618709.95       | 10/5/2017   | R      |            |
| SFD 6          |                     |  |                           |                        | 1402463.27                   |                           |               |               | 1402463.3 | 0                  | 1402463.27      | 10/27/2017  | SFD    |            |
| 26 NPCU        | 442022.94           |  | 1499.79                   |                        |                              |                           |               |               | 443522.73 | 0                  | 443522.73       | 11/29/2017  | R      |            |
| 4 NPCU B       | 434377.09           |  |                           |                        |                              |                           |               |               | 434377.09 | 0                  | 434377.09       | 11/29/2017  | R(B)   |            |
| SFD 7          |                     |  |                           |                        | 1207087.96                   |                           |               |               | 1207088   | 0                  | 1207087.96      | 11/30/2017  | SFD    |            |
| SFD 8          |                     |  |                           |                        | 1006510.92                   |                           |               |               | 1006510.9 | 0                  | 1006510.92      | 1/18/2018   | SFD    |            |
| 5 NPCU B       | 409409.38           |  |                           |                        |                              |                           |               |               | 409409.38 | 0                  | 409409.38       | 1/29/2018   | R(B)   |            |
| 27 NPCU        | 1139317.9           |  | 10661.46                  |                        |                              |                           |               |               | 1149979.4 | 0                  | 1149979.36      | 1/30/2018   | R      |            |
| 7 NPCU B       | 792726.9            | 108347.53                              |                           |                        |                              |                           |               |               | 901074.43 | 0                  | 901074.43       | 2/27/2018   | R(B)   |            |
| 8 NPCU B       | 485892.07           |  |                           |                        |                              |                           |               |               | 485892.07 | 0                  | 485892.07       | 2/27/2018   | R(B)   |            |
| 28 NPCU        | 277975.17           |  | 3507.01                   |                        |                              |                           |               |               | 281482.18 | 0                  | 281482.18       | 4/11/2018   | R      |            |
| SFD 9          |                     |  |                           |                        | 23010                        |                           |               |               | 23010     | 0                  | 23010           | 4/12/2018   | SFD    |            |
| 9 NPCU B       | 821240.77           |  |                           |                        |                              |                           |               |               | 821240.77 | 0                  | 821240.77       | 6/4/2018    | R(B)   |            |
| 29 NPCU        | 485720.08           |  | 11390.75                  |                        |                              |                           |               |               | 497110.83 | 0                  | 497110.83       | 6/5/2018    | R      |            |
| 10 NPCU B      | 451063.35           |  |                           |                        |                              |                           |               |               | 451063.35 | 0                  | 451063.35       | 6/20/2018   | R(B)   |            |
| 30 NPCU        | 705627.97           |  | 961.68                    |                        |                              |                           |               |               | 706589.65 | 0                  | 706589.65       | 6/20/2018   | R      |            |
| Total          | 18144815.81         | 919535.58                              | 239242.3                  | 0                      | 7391776.22                   | 0                         | 2000000       | 1500000       | 1000000   | 31195370           | 0               | 31195369.88 |        |            |



# Notes to the Financial Statements

## **Note 1- General Information**

### **1.1 Background**

Upon the contractual conditions, applicable to this project are as follows:

Grant Agreement No. 1159 and No. 1159B Egypt and loan agreement No. 801 Egypt and No. 801B Egypt.

Egypt was signed by the international fund for agriculture development and the ministry of international cooperation on 16 February 2010 including annexes, the project is entitled.

On Farm irrigation development in the old land (OFIDO) project, the loan agreement includes amount to be disbursed by the social fund for development.

### **1.2 Activities and Project Objective**

The activates of the project carried out or financed with the programmers funds are provided for in contractual basis and that the expenditures have not been affected for private purposes and disbursed within the period.

The target group for the project will be landless, youth and poor people who have the ability to work to enhance the Farm production potential and raise household's income.

The goal of the project is to improve the livelihood of the rural poor in the project area through targeted interventions to enhance Farms production potential and raise household's income.

### **1.3 Project final Budget**

The project is financed from the following sources:

- International Fund for Agricultural Development (IFAD)
- The Government of Egypt

## a- Budget OFIDO 1

| Ministry of Agriculture and Land Reclamation (MALR) - Projects Management Unit (PMU)<br>On-Farm Irrigation Development in the Old Lands Project (OFIDO - I) - M&E<br>Total Cost of the Annual Work Plan & Budget (AWP&B) - 2018/2019 by Financer & Category in US Dollars |                          |                   |                    |                   |                     |
|---|--------------------------|-------------------|--------------------|-------------------|---------------------|
| Category & Component  | Beneficiary contribution | Gov. contribution | Grant contribution | Loan contribution | Total contributions |
| <b>Work</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 214,891                  | 494,265           | 0                  | 5,088,947         | 5,798,103           |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (IV): Project Coordination Unit   | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of work category</b>   | <b>214,891</b>           | <b>494,265</b>    | <b>0</b>           | <b>5,088,947</b>  | <b>5,798,103</b>    |
| <b>Consultancies (Cons)</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 1,392             | 0                  | 8,208             | 9,600               |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 2,210             | 0                  | 102,600           | 110,000             |
| (IV): Project Coordination Unit   | 0                        | 17,400            | 0                  | 0                 | 17,400              |
| <b>Total of TA/Consulting category</b>  | <b>0</b>                 | <b>18,792</b>     | <b>0</b>           | <b>110,808</b>    | <b>129,600</b>      |
| <b>Training (Tr)</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 23,860            | 214,740            | 0                 | 238,600             |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 27,120            | 244,080            | 0                 | 271,200             |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 2,210             | 12,890             | 0                 | 15,100              |
| (IV): Project Coordination Unit   | 0                        | 24,070            | 70,650             | 0                 | 94,720              |
| <b>Total of Tr category</b>   | <b>0</b>                 | <b>77,260</b>     | <b>549,360</b>     | <b>0</b>          | <b>626,620</b>      |
| <b>Revolving fund</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (IV): Project Coordination Unit   | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of Revolving fund category</b>   | <b>0</b>                 | <b>0</b>          | <b>0</b>           | <b>0</b>          | <b>0</b>            |
| <b>Means of Transportation (M/T)</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 5,040             | 0                  | 45,360            | 50,400              |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (IV): Project Coordination Unit   | 0                        | 40,550            | 0                  | 36,450            | 77,000              |
| <b>Total of M/T category</b>  | <b>0</b>                 | <b>45,590</b>     | <b>0</b>           | <b>81,810</b>     | <b>127,400</b>      |
| <b>Operation &amp; Maintenance (O/M)</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 64,000            | 0                  | 0                 | 64,000              |
| (IV): Project Coordination Unit   | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of O/M category</b>  | <b>0</b>                 | <b>64,000</b>     | <b>0</b>           | <b>0</b>          | <b>64,000</b>       |
| <b>Salaries &amp; Allowances (S&amp;A)</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management  | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Agriculture Competitiveness Enhancement   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (III): Rural Enterprise & Micro Finance Development   | 0                        | 160,000           | 0                  | 0                 | 160,000             |
| (IV): Project Coordination Unit   | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of S &amp; A category</b>  | <b>0</b>                 | <b>160,000</b>    | <b>0</b>           | <b>0</b>          | <b>160,000</b>      |
| <b>Grand Total in US Dollars</b>  | <b>214,891</b>           | <b>859,907</b>    | <b>549,360</b>     | <b>5,281,565</b>  | <b>6,905,723</b>    |

## Budget OFIDO 2

| Ministry of Agriculture and Land Reclamation (MALR) - Projects Management Unit (PMU)<br>On-Farm Irrigation Development in the Old Lands Project (OFIDO - Phase II) - M&E<br>Total Cost of the Annual Work Plan & Budget (AWP&B) - 2018/2019 by Financer & Category in US Dollars |                          |                   |                    |                   |                     |
|--|--------------------------|-------------------|--------------------|-------------------|---------------------|
| Category & Component   | Beneficiary contribution | Gov. contribution | Grant contribution | Loan contribution | Total contributions |
| <b>Work</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 738,234           | 334,000            | 6,656,025         | 7,728,259           |
| (II): Project Coordination Unit  | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of work category</b>  | <b>0</b>                 | <b>738,234</b>    | <b>334,000</b>     | <b>6,656,025</b>  | <b>7,728,259</b>    |
| <b>National TA, Consultants (TA/Consulting)</b>  |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Project Coordination Unit  | 0                        | 0                 | 140,000            | 0                 | 140,000             |
| <b>Total of TA/Consulting category</b>   | <b>0</b>                 | <b>0</b>          | <b>140,000</b>     | <b>0</b>          | <b>140,000</b>      |
| <b>Training (Tr)</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 17,233            | 151,767            | 0                 | 169,000             |
| (II): Project Coordination Unit  | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of Tr category</b>  | <b>0</b>                 | <b>17,233</b>     | <b>151,767</b>     | <b>0</b>          | <b>169,000</b>      |
| <b>Means of Transportation (M/T)</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 7,600             | 32,400             | 0                 | 40,000              |
| (II): Project Coordination Unit  | 0                        | 0                 | 0                  | 0                 | 0                   |
| <b>Total of M/T category</b>   | <b>0</b>                 | <b>7,600</b>      | <b>32,400</b>      | <b>0</b>          | <b>40,000</b>       |
| <b>Operation &amp; Maintenance (O/M)</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Project Coordination Unit  | 0                        | 35,400            | 0                  | 0                 | 35,400              |
| <b>Total of O/M category</b>   | <b>0</b>                 | <b>35,400</b>     | <b>0</b>           | <b>0</b>          | <b>35,400</b>       |
| <b>Salaries &amp; Allowances (S&amp;A)</b>   |                          |                   |                    |                   |                     |
| (I): On-Farm Irrigation & Water Management   | 0                        | 0                 | 0                  | 0                 | 0                   |
| (II): Project Coordination Unit  | 0                        | 90,000            | 0                  | 0                 | 90,000              |
| <b>Total of S &amp; A category</b>   | <b>0</b>                 | <b>90,000</b>     | <b>0</b>           | <b>0</b>          | <b>90,000</b>       |
| <b>Grand Total for OFIDO - Phase II</b>  | <b>0</b>                 | <b>888,467</b>    | <b>658,167</b>     | <b>6,656,025</b>  | <b>8,202,659</b>    |

## 1.4 Project Implementation

The project is implemented by Ministry of Agricultural and Land Reclamation in Cooperation with the MSMED under “On Farm Irrigation Development in the Old lands Project (OFIDO)”

### Note 2- Scope of statements:

The financial statements are the representation and the responsibility of OFIDO's management.

The “Budget” columns represent the total budget amounts approved. The “YTD” column presents the budget approved during the Year ended June 30, 2019. The “Cumulative” column presents the total budget approved from inception to June 30, 2019. The main budget categories are presented for reporting purposes only.

The “Actual Expenditures” columns identify the total costs incurred by the project. The “YTD” column presents the project costs incurred during the year ended June 30, 2019. These columns are presented for reporting purposes only.

The “Questioned Costs” columns represent audit results and are included in the financial statements for presentation purposes only.

### Note 3 – Summary of significant accounting Policies

#### 3.1 Preparation and presentation of Financial Statements

The special purpose financial statement was prepared in accordance with the International Public Sector Accounting Standard (IPSAS) “Financial reporting under the cash basis of Accounting” (IPSAS-Cash Basis) issued by the International Public Sector Accounting Standards Board (IPSASB) within the International Federation of Accountants (IFAC), and presented in accordance with IFAD Handbook for Financial Reporting and Auditing of IFAD Financed Projects

The special purpose project financial statement consist of:

- Statement of cash receipts and payment
- Statement of uses of funds by project activity
- Summary of significant accounting policies and other explanatory notes

#### 3.2 Basis of accounting:

The special purpose financial statements are prepared and presented using the IPSAS-Cash Basis of accounting, IPSAS-Cash Basis means a basis of accounting under witch transactions and other events are recognised only when cash or its equivalent is received or paid

Financial statements prepared under the IPSAS-Cash Basis provide information about the sources of cash raised during the period, the purpose for which cash was used and the cash balances at the reporting date

#### 3.3 Presentation of currency

The presentation currency of these special financial statements is United States Dollar (USD)

#### 3.4 Foreign Currency

The IFAD Loan & grant received in US Dollars and expenses paid in Egyptian Pound (EGP). However due to the fact that the project do not use the Egyptian Pound (EGP) bank account all Expenses had been directly disbursed from the US Dollars bank account all expenditures had been registered in the accounting books in US Dollars.



The Egyptian Contribution received in Egyptian Pound (EGP), and expenses paid in Egyptian Pound (EGP). Expenses have been translated into US Dollars by using the average exchange rate at end year.

### 3.5 Taxes

All applicable taxes are paid in accordance to common tax regulations of the Republic of Egypt, and out of the government component

### 3.6 Other Credit account

The total Amount of 15,107,533 EGP that was locked in the [REDACTED] Bank had been transferred to the [REDACTED] bank account with approval to be used by the project and is currently registered in other credit account of the central unit for the benefit of the project

#### Note 4- IFDA Loan Designated account:

| On Farm Irrigation Development in the Old Land<br>International Fund For Agriculture Development<br>(IFAD)<br>Bank Reconciliation For Designated Account Number [REDACTED]<br>L-I-801 & L-I-801-B |            |                               |                           |  |
|---|------------|-------------------------------|---------------------------|--|
| Description   | Note       | USD<br>Up to<br>30-6-<br>2018 | USD<br>Up to<br>30-6-2018 | USD<br>(1-7-2018:30-6-2019)<br>USD Up to 30-6-2019 |
| Amount Received From IFAD ( OFIDO 1 )   |            | 13222004                      |                           | 15143786   |
| Amount Received From IFAD ( OFIDO 2 )   |            | 4520017                       |                           | 7011236.2  |
| Amount Received To Refund Non Eligible amount disbursed from OFIDO 1  |            | 45847.65                      |                           | 48030.45   |
| (1) Total Amount Received From IFAD   |            | 17787968.29                   |                           | 22203053.14  |
| Less  |            |                               |                           |  |
| Amount Transferred To operating Account Up to 30/06/2019 (OFIDO 1)  | 11031441   |                               | 0.00                      | 11031441   |
| Amount Transferred To operating Account Up to 30/06/2019 (OFIDO 2)  | 1000000    |                               | 0.00                      | 1000000  |
| Amount Transferred To Repayment Account payable ( Grant designated account ) Up to 30/06/2019 (OFIDC  | 454793.5   |                               | 0.00                      | 454793.53  |
| (2) Total Amount Transferred To operating Account Up to 30/06/2019  |            | 12486234.20                   | 0.00                      | 12486234.2   |
| Expenditure From Designated Account OFIDO 1   | 1856280    |                               | 2418122.54                | 4274402.1  |
| Expenditure From Designated Account OFIDO 2   | 2054389    |                               | 2875513.7                 | 4929882.5  |
| Non Eligible expenditures   | 2653.36    |                               | 4577.93                   | 7231.29  |
| (3) Total Expenditure From Designated Account   |            | 3913301.67                    | 5298214.17                | 9211515.84   |
| Refunded to DA (OFIDO 1)  | 50         |                               | 5612.85                   | 5662.85  |
| Refunded to DA (OFIDO 2)  | 0          |                               | 0                         | 0  |
| (4) Total Refunded to DA  | 50         |                               | 5612.85                   | 5662.85  |
| (5) Net Expenditure From Designated Account (3-4)   |            | 3913251.67                    | 5292601.32                | 9205852.99   |
| Total (2+5)   |            | 16399485.87                   | 5292601.32                | 21692087.19  |
| Cash at Bank 30/06/2019   |            | 1385482.42                    |                           | 510965.95  |
| balance at Designated Bank Account 30/06/2019 ( OFIDO 1 )   | -77165.05  |                               | -463221.96                | -570387.8  |
| balance at Designated Bank Account 30/06/2019 ( OFIDO 2 )   | 1480648.27 |                               | -364294.51                | 1081353.8  |

#### Note 5 - IFDA Loan Operating account:

| On Farm Irrigation Development in the Old Land<br>International Fund For Agriculture Development<br>(IFAD)<br>Bank Reconciliation For Operating Account Number [REDACTED]<br>L-I-801- & L-I-801-B |                 |                               |                               |   |
|---|-----------------|-------------------------------|-------------------------------|---|
| Description   | Note            | USD<br>Up to<br>30-6-<br>2018 | USD<br>Up to<br>30-6-<br>2018 | USD<br>(1-7-2018:30-06-<br>2019)<br>USD Up to 30-6-2019 |
| Amount Transferred From Designated Account to Operating Account OFIDO 1   | 11031441        |                               | 0                             | 11031440.67   |
| Amount Transferred From Designated Account to Operating Account OFIDO 2   | 1000000         |                               | 0                             | 1000000   |
| Total Transferred From Designated Account to Operating Account  |                 | 12031440.7                    | 0                             | 12031440.7  |
| Credit Interest ( Penalty for delays in delivery ) by Exchange Rate 7.8201  | 700             | 93.08                         | 0                             | 93.08   |
| Amount Transferred From Grant Designated account to loan operating account (OFIDO1)   |                 | 454793.524                    | 0                             | 454793.524  |
| Liquidate advanced payment letter of guarantee  |                 |                               | 0                             | 0   |
| Liquidate performance guarantee   |                 |                               | 677613.1676                   | 677613.1676   |
| Total   |                 | 12486337.3                    | 677613.1676                   | 18163939.5  |
| Less  |                 |                               |                               |   |
| Expenditures from Operating Account Equivalent USD up to 30/06/2019 (OFIDO 1)   | 10188166        |                               | 57.99979517                   | 10188128.79   |
| Expenditures Refunded to Operating Account Equivalent USD up to 30/06/2019 (OFIDO 1)  |                 |                               | -180519.4324                  | -180519.4324  |
| Expenditures from Operating Account Equivalent USD up to 30/06/2019 ( OFIDO 2 )   | 2247546.2       |                               | 0                             | 2247546.204   |
| Non Eligible Disbursement   | 48500.473       |                               | 0                             | 48500.47309   |
| Imprest   | 1399.6756       |                               | 0                             | 1899.675625   |
| Total Expenditures from Operating Account Equivalent USD During period From   |                 | 12485512.7                    | -180262                       | 12205330.7  |
| balance at Operating Bank Account 30/6/2019 Equivalent USD Dollar   |                 | 714.58                        |                               | 857874.3  |
| balance at Operating Bank Account 30/6/2019 Equivalent EGP  | EGP 15107643.22 | 17.9908                       | 858588.8915                   | 858588.8915   |
| balance at Operating Bank Account 30/06/2018 (  |                 | 1388067.8                     | 180262.0326                   | 1478329.833   |
| balance at Operating Bank Account 30/06/2018 (  |                 | 1247546.2                     | 0                             | 1247546.204   |
| Penalty   |                 | 93.08                         | 0                             | 93.08   |
| Non Eligible Disbursement   |                 | -48500.47                     | 0                             | -48500.47309  |
| Imprest   |                 | -1399.68                      | 0                             | -1399.675625  |
| Liquidate letters of guarantee  |                 |                               | 677613.1676                   | 677613.1676   |
| balance EGP   | 15107643.22     | USD 714.58                    |                               | 857874.3  |



**Note 6 - Grant Designated Account:**

| On Farm Irrigation Development In the Old Land<br>International Fund For Agriculture Development<br>(IFAD )<br>Bank Reconciliation<br>Grant No : G-I-C-1159- & G-I-C-1159-B |          |                      |                              |                      |
|---|----------|----------------------|------------------------------|----------------------|
| Description   | Note     | Up to 30/06/2018 USD | 01/07/2018 to 30/06/2019 USD | Up to 30/06/2019 USD |
| Amount Received From IFAD OFIDO (1) Up to 30/06/2019  |          | 878000               | 0                            | 878000               |
| Amount Received From IFAD OFIDO (2) Up to 30/06/2019  |          | 170000               | 0                            | 170000               |
| <b>Total</b>  |          | <b>1048000</b>       | <b>0</b>                     | <b>1048000</b>       |
| <b>Less</b>   |          |                      |                              |                      |
| amount transferred to operating Grant account OFIDO (1) Up to 30/6/2019   |          | 768000               | 0                            | 768000               |
| amount transferred to operating Grant account OFIDO (2) Up to 30/6/2019   |          | 60000                | 0                            | 60000                |
| Amount Transferred From Loan Designated account to Grant Designated account (OFIDO1)  |          | -454793.53           | 0                            | -454793.53           |
| <b>Sub Total</b>  |          | <b>363206.5</b>      | <b>0</b>                     | <b>363206.47</b>     |
| Total Expenditures From OFIDO (1) Up to 30/6/2019   |          | 89246.76             | 55135.93                     | 114382.69            |
| Total Expenditures From OFIDO (2) Up to 30/6/2019   |          | 13852.05             | 127856.9                     | 141508.95            |
| Total Non Eligible Expenditures   |          |                      | 27651.76                     | 27651.76             |
| <b>Sub Total</b>  |          | <b>72898.81</b>      | <b>210644.59</b>             | <b>283643.4</b>      |
| <b>Total</b>  |          | <b>436105.3</b>      | <b>210644.59</b>             | <b>646749.87</b>     |
| <b>Cash at Bank 30/6/2019</b>   |          | <b>611894.7</b>      | <b>-210644.59</b>            | <b>401250.13</b>     |
| balance at Designated Bank Account 30/6/2019 ( OFIDO 1)   | 508546.8 |                      | 450410.84                    |                      |
| balance at Designated Bank Account 30/6/2019 ( OFIDO 2)   | 106348   |                      | -21508.95                    |                      |
| Non Eligible  |          |                      | -27651.76                    |                      |

**Note 7 - IFDA Grant Operating account:**

| On Farm Irrigation Development In the Old Land<br>International Fund For Agriculture Development<br>(IFAD )<br>Bank Reconciliation For Operating Account Number [REDACTED]<br>Grant No : G-I-C-1159- & G-I-C-1159-B |      |                      |                              |                      |
|---|------|----------------------|------------------------------|----------------------|
| Description   | Note | Up to 30/06/2018 USD | 01/07/2018 to 30/06/2019 USD | Up to 30/06/2019 USD |
| Amount Transferred From Designated Account to Operating Account OFIDO 1   |      | 768000               | 0                            | 768000               |
| Amount Transferred From Designated Account to Operating Account OFIDO 2   |      | 50000                | 0                            | 50000                |
| Total Transferred From Designated Account to Operating Account  |      | 818000               | 0                            | 818000               |
| <b>Total</b>  |      | <b>818000</b>        | <b>0</b>                     | <b>818000</b>        |
| <b>Less</b>   |      |                      |                              |                      |
| Expenditures from Operating Account Equivalent USD Up to 30/06/2019 (OFIDO 1)   |      | 227282.4966          | 227228248                    | 227285.4189          |
| Expenditures from Operating Account Equivalent USD Up to 30/06/2019 (OFIDO 2)   |      | 23516.15236          | 1353.630075                  | 24869.782            |
| Total Expenditures from Operating Account Equivalent USD Up to 30/6/2019  |      | 250778.6489          | 1376.552438                  | 252155.201           |
| Non Eligible Expenditures   |      | 66005.52483          | 0                            | 66005.525            |
| Amount Transferred to Loan Operating Account  |      | 454721.3996          | 0                            | 454721.4             |
| loss forex  |      | 33592.6392           | 0                            | 33592.639            |
| Imprest OFIDO 1   |      | 5589.679387          |                              | 5589.6794            |
| Imprest OFIDO 2   |      | 5683.981973          |                              | 5683.982             |
| Equivalent balance at Operating Bank Account 30/6/2019  |      | 1628.126048          | -1376.552438                 | 251.573610           |
| Equivalent balance at Operating Bank Account 30/6/2019 ( OFIDO 1)   |      | -19171.73962         | -22 92236249                 | -19194.662           |
| Equivalent balance at Operating Bank Account 30/6/2019 ( OFIDO 2)   |      | 20799.86567          | -1353.630075                 | 19446.2356           |
| EXC   |      | 1628.126048          | EXC                          | -1376.552438         |
| balance at Grant Operating Bank Account EGP 30/6/2017   |      | 17.5933              | 17.5933                      | 0                    |
|   |      |                      |                              | EGP 4426.01          |

**Note 8 – IFDA/MSMED Designated account:**

- The fund balance represents the difference between funds received from OFIDO and costs incurred by MSMED during the period from July 1, 2017 to June 30, 2018.

**MSMED Designated Account**

The Fund balance represents the difference between funds received from OFIDO and costs incurred by MSMED during the period  
From July 1, 2018 to June 30, 2019

| <u>Description</u>  | <u>Figures In<br/>US\$</u> |
|---|----------------------------|
| Opening balance as of July 1, 2018                                    | 87,347.00                  |
| Funds received During Audited period                                  |                            |
| Refund during the audit period  | 34,207.00                  |
| <b>Total Funds Available during the audited period</b>                | <b>121,554.00</b>          |
| <u>Less :</u>   |                            |
| Cost incurred during the period from July 1 , 2018 to June 30 , 2019  | 84,403.00                  |
| Expenditures not yet recorded carry out from previous periods (Error) | -                          |
| Bank Charges During The Audit period                                  | 91.31                      |
| <b>Total Expenditures Reported at Financial Report</b>                | <b>84,494.31</b>           |
| <b>Fund Balance as of June 30, 2019</b>                               | <b>37,059.69</b>           |
| <u>Less:</u>  |                            |
| Advance to [REDACTED] Bank  | 34,207.00                  |
| <b>Bank Book USD as of June 30, 2019</b>                              | <b>2,852.69</b>            |
| <b>Bank Statement USD as of June 30, 2019</b>                         | <b>2,852.69</b>            |

- In addition to [REDACTED] Bank EGP Balance equal 602,469 EGP equivalent to 34,207 USD this balance is refund from promotion of Agricultural Prjs Association-Behira.

**Note 9 –Expenditures by MSMED**

|  |                  |
|--|------------------|
| Cost incurred during the period from July 1 , 2018 to June 30 , 2019                               | 84,403.00        |
| Expenditures not yet recorded carry out from previous periods (Error)                              |                  |
| - This amount did not recorded in accounting system by MSMED but did recorded in financial report) | -                |
| Bank Charges Not Recorded in the financial report  | 91.31            |
| <b>Total Expenditures Reported at Financial Report</b>   | <b>84,494.31</b> |

# Report on the Internal Control Structure Independent Auditor's Report

To: Dr. Hassan Aly Shams El Din  
General Director  
Cairo, Egypt

We have audited the financial statements of the Ministry of Agricultural and Land Reclamation in Cooperation with the MSMED under "On Farm Irrigation Development in the Old lands Project (OFIDO)" financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, for the period from July 1, 2018 to June 30, 2019 and issued our report thereon dated December 1, 2019.

We conducted our audit in accordance with International Standards on Auditing (ISA 701). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the fund accountability statement is free of material misstatement.

The management of OFIDO is responsible for establishing and maintaining an internal control structure. In fulfilling this responsibility, estimates and judgments by management are required to assess the expected benefits and related costs of internal control structure policies and procedures. The objectives of an internal control structure are to provide management with reasonable, but not absolute, assurance that assets are safeguarded against loss from unauthorized use or disposition, and that transactions are executed in accordance with management's authorization and in accordance with the terms and agreements; and transactions are recorded properly to permit the preparation of fund accountability statement in conformity with basis of accounting described in Note 2 to Financial statement.

Because of the inherent limitations in any internal control structure, errors or irregularities may, nevertheless occur and not be detected. Also, projection of any evaluation of the structure to future periods is subject to the risk that procedures may become inadequate because of changes in conditions or that the effectiveness of the design and operation of policies and procedures may deteriorate.

In planning and performing our audit of the fund accountability statement described in the first paragraph, we obtained an understanding of the internal control structure. With respect to the internal control structure, we obtained an understanding of the design of relevant policies and procedures and whether they have been placed in operation, and we assessed control risk in order to determine our auditing procedures for the purpose of expressing our opinion on the Financial Statement and not to provide an opinion on the internal control structure. Accordingly, we do not express such an opinion

Our consideration of the internal control structure would not necessarily disclose all matters in the internal



control structure that might be material weaknesses under the International Auditing Standards. A material weakness is a reportable condition in which the design or operation of one or more of the specific internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the Financial Statement may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control structure and its operation that we consider to be material weaknesses as defined above.

This report is intended for the information of the On Farm Irrigation Development in the old lands Project (OFIDO)'s management and International Fund for Agricultural Development (IFAD) and others within the organization. However, this report is a matter of public record and its distribution is not limited.



Grant Thornton Mohamed Hilal,  
Cairo, Egypt  
December 18, 2019

Grant Thornton - Mohamed Hilal  
Public Accountants  
The Egyptian Member Firm of  
Grant Thornton International



# Report on Compliance with Laws and Regulations

## Independent Auditor's Report

To: Dr. Hassan Aly Shams El Din  
General Director  
Cairo, Egypt

We have audited the financial statements of the Ministry of Agricultural and Land Reclamation in Cooperation with the MSMED under "On Farm Irrigation Development in the Old lands Project (OFIDO)" financed by International Fund for Agricultural Development (IFAD) under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, for the period from July 1, 2018 to June 30, 2019 and issued our report thereon dated December 1, 2019.

We conducted our audit in accordance with International Standards on Auditing (ISA 701) as well as the relevant guidelines of International Fund for Agricultural Development. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the fund accountability statement is free of material misstatement resulting from violations of agreement terms and laws and regulations that have a direct and material effect on the determination of the fund accountability statement amounts.

Compliance with agreement terms and laws and regulations applicable to the project is the responsibility of OFIDO management. As part of obtaining reasonable assurance about whether the financial statement is free of material misstatement, we performed tests of OFIDO compliance with certain provisions of grant terms and laws and regulations. However, our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

Material instances of noncompliance are failures to follow requirements or violations of agreement terms and laws and regulations that cause us to conclude that the aggregation of misstatements resulting from those failures or violations is material to the Statement of Cash Receipts and Disbursements. The results of our tests of compliance disclosed no material incidents of non-compliance with grant agreement document items and conditions as well as applicable Egyptian laws and regulations

This report is intended for the information of the On Farm Irrigation Development in the old lands Project (OFIDO)'s management and International Fund for Agricultural Development (IFAD) and others within the organization. However, this report is a matter of public record and its distribution is not limited.



Grant Thornton Mohamed Hilal,  
Cairo, Egypt  
December 18, 2019

Grant Thornton - Mohamed Hilal  
Public Accountants  
The Egyptian Member Firm of  
Grant Thornton International

## Appendix A

### Fixed Assets:

#### Fixed Assets List

| no | Asset Description            | Categories | Financing source | efacery | Age  | Location     | Supplier Name | Date of purchase | Date of receipt | Purchase Value | Taxes  | Total  |
|----|------------------------------|------------|------------------|---------|------|--------------|---------------|------------------|-----------------|----------------|--------|--------|
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Qena         |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Qena         |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Qena         |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Sohag        |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Sohag        |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Sohag        |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Assuit       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Assuit       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Assuit       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | PMU          |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | PMU          |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | PMU          |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | PMU          |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Behara       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Behara       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Behara       |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Kafr Elshikh |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Kafr Elshikh |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Pick-up double Cabin Vehides |            | Loan +Gov        |         | MALR | Kafr Elshikh |               | 14-Jan-13        | 04-Jul-13       | 26,900         | 62,186 | 89,086 |
| 1  | Microbus                     | Vehides    | Loan +Gov        |         | MALR |              |               | 04-Nov-12        | 04-Aug-13       | 36,950         | -      | 36,950 |
| 1  | Microbus                     | Vehides    | Loan +Gov        |         | MALR |              |               | 18-Mar-13        | 04-Jul-13       | 36,950         | -      | 36,950 |
| 36 | Desktop Computer             | Equipment  | Loan +Gov        |         | MALR |              |               | 02-Aug-13        | 18-Oct-13       | 44,097         |        | 44,097 |
| 10 | Laptop                       | Equipment  | Loan +Gov        |         | MALR |              |               |                  | 04-Jul-13       | 14,287         |        | 14,287 |
| 7  | Laser Printer                | Equipment  | Loan +Gov        |         | MALR |              |               | 19-Feb-13        | 18-Mar-13       | 2,653          |        | 2,653  |
| 3  | vechiles Nissan              | Vehides    | Loan +Gov        |         |      |              |               |                  | 25-Oct-17       | 11,882         |        | 11,882 |
| 3  | vechiles Nissan              |            |                  |         |      |              |               |                  | 25-Oct-17       | 11,882         |        | 11,882 |

## Appendix B

Financial audit of On Farm Irrigation Development in the Old lands Project (OFIDO) financed by International Fund for Agricultural Development (IFAD) and Government of Egypt under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, during the period from July 1, 2018 to June 30, 2019

### **Management Comments**

Management of On Farm Irrigation Development in the Old lands Project (OFIDO) agreed on the draft report.



## Appendix C

Financial audit of On Farm Irrigation Development in the Old lands Project (OFIDO) financed by International Fund for Agricultural Development (IFAD) and Government of Egypt under Loan No.801-EG & No. 801 B-EG and Grant No. 1159-EG & No. 1159 B-EG, during the period from July 1, 2018 to June 30, 2019

### **Auditor Comments**

Based on agreed on the draft report from the management of On Farm Irrigation Development in the Old lands Project (OFIDO), we finalized our audit report.