

AUDITED PROJECT FINANCIAL STATEMENTS

Project N° : 1100001616

Loan: I-852-LR

Period covered: 01.7 to 31.12.2017

Smallholder Tree Crops Revitalization Support Project (STCRSP)

Prepared by: Auditor General Liberia

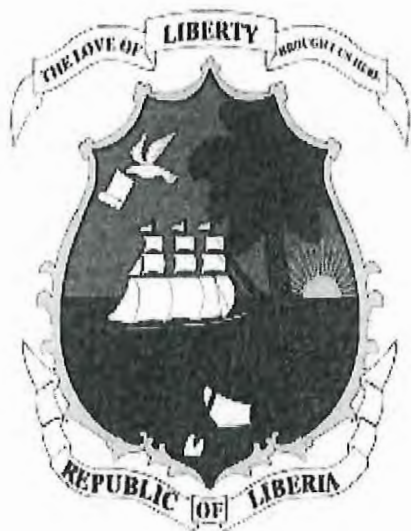
Received on 03.07.2018

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Promoting Accountability of Public Resources

AUDITOR GENERAL'S REPORT



www.gac.gov.lr

Project Name: Smallholder Tree Crops Revitalization Support Project (STCRSP)

Implementing Agency: Ministry of Agriculture

IFAD LOAN Number: I-852-LR

For the period July 1, 2017 to December 31, 2017

Yusador S. Gaye, CPA, CGMA
Auditor General, R. L.

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PROJECT INFORMATION AND PERFORMANCE

• Institutional Details/Information

Implementing Agencies

Quapatamai Multipurpose Farmers' Cooperative
Society, Salayea District

Zorzor District Multipurpose Farmers' Cooperative
Society, Zorzor District

Voinjama District Multipurpose Farmers' Cooperative
Society, Voinjama District

Quardu Gboni Farmers' Cooperative, Quardu Gboni

Sebehill/SEKUFA Farmers' Cooperative, Kolahun
District

Foya Maliandoe Farmers' Cooperative, Foya District

Guma Mende Farmers' Cooperative, Vahun District

LAADCO, Private Partner, 27, Warner Avenue, 16th
Street Sinkor, Monrovia

• Project Address

Program Management Unit, Ministry of Agriculture,
University of Liberia Campus Fendell

• Bankers:

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

• Auditor:

General Auditing Commission of Liberia, Old Executive
Mansion, Ashmun Street, Monrovia, Liberia

Key Members Of The Project Implementation Unit

No.	Name	Position
1.	Princetta Clinton-Varnah	Project Coordinator
2.	Priscilla N. Thomas	Financial Controller
3.	Patrick S. Krah	Gender/M&E Officer
4.	Perry D. Brown	Procurement Officer

- **Background Information on the Project**

The total cost of the STCRSP is USD 24.95 million financed from an IFAD highly concessional loan of USD 16.88 million, and contributions from a Private Sector Exporter (USD 5.13 million), Beneficiaries (USD 0.92 million) and the GoL (USD 2.02 million). The STCRSP financing agreement was signed on January 10, 2012, while the ratification process was completed in June 2012 and the loan took effect on July 13, 2012. The STCRSP specific objectives are to: (i) increase the quantity sold and price received by poor farmers for cocoa and coffee by rehabilitating plantations, (ii) improve access to markets through rural roads rehabilitation and maintenance system development; and (iii) strengthen the Ministry of Agriculture (MOA) and/or private extension services as well as Farmers Based Organizations. The project targets the most vulnerable rural farming households in Lofa County.

The project is managed by the Program Management Unit (PMU) set up at the Ministry of Agriculture (MOA) to manage donors funded projects.

The project consists of four (4) components, namely:

Component 1: Cocoa/coffee Revitalization. 15,000ha of cocoa/coffee plantations will be rehabilitated (i.e. 50% of the total cocoa/coffee plantations in Lofa) using a sustainable and affordable value chain model with emphasis on improvements to both quality and quantity through: (i) Seven Cooperatives, three of which directly work with a private sector exporter in farms revitalization. The County Agriculture Coordinator (CAC) and eight District Agricultural Officers (DAOs) are fully involved in the training of the farmers in both approaches, through Farmers Field Schools.

Component 2: Rehabilitation of farm to market roads. 315 km (revised 153.5km) of farm to market roads will be rehabilitated. The roads will be identified based on the County Development Agenda, other donor initiatives, priorities expressed by the cocoa/coffee producer cooperatives and the County Resident Engineer according to specific criteria. Local enterprises will be contracted through a competitive process. Routine maintenance of roads will be executed by village committees that will be trained, strengthened, equipped, remunerated and supervised by Cooperatives, Private Partner, MOA and the Lofa Resident Engineer, with monitoring by the PIU, for the road section under their responsibility.

Component 3: Institutional Capacity Building

Seven Cooperatives will be strengthened in financial and institutional management by technical assistance and in technical areas by the CAC and DAOs. The CAC and DAOs are also being supported to undertake their activities. Marketing skills development for the cooperatives and linkages with key trading partners will play a central role in ensuring the sustainability of project operations, as well as the provision of working capital to the cooperatives as part of their business plans. The CAC and DAOs capacity-building plan will be implemented by consultants in accordance with their mandate and their role through RB-MOAs.

Component 4: Project Management. This component includes equipment, operating costs and consulting services as required to manage the project for the Project Implementation Unit (PIU) through the Program Management Unit (PMU). The PMU is the unit of MOA in charge of implementing all donor projects in the agricultural sector. The PIU will be strengthened to ensure project monitoring, oversight and guidance. A County-level PIU is in place in Lofa for the field implementation; follow up of activities in the field and reporting to the Monrovia PIU.

- **Project Objective**

The STCRSP specific objectives are: (i) increase the quantity sold and price received by 15,000 smallholder farmers for cocoa and coffee by rehabilitating plantations, (ii) improving access to markets through 315 km (revised 153.5km) of rural roads rehabilitation and maintenance system development; and (iii) strengthening MOA at county-level, private extension services (Liberia Agriculture and Assets Development Company-LAADCO) as well as 7 cooperatives (Sebehill, Guma Mende, Maliandoe, Quardu Gboni, Zorzor, Quapatamai and Voinjama) in Lofa County.

- **Project Costs**

Loan Allocation by Component

Components	% Finance	Loan allocation	
		SDR	US\$
1. Cocoa & Coffee Revitalization	100%	863,337	1,389,000
2. Rehabilitation of Farm-to-Market Road	100%	6,262,307	10,068,000
3. Institutional Capacity Building	100%	1,834,281	2,951,000
4. Project Management	100%	1,540,075	2,476,000
Total	100%	10,500,000	16,884,000

Loan allocation by Category

Category	% Finance	Loan allocation	
		SDR	US\$
Civil works	100%	5,350,000	8,602,800
Vehicle, Equipment & Goods	100%	1,250,000	2,010,000
Technical Assistance, Studies & Training	100%	1,140,000	1,833,120
Salaries, Allowances and Operating Cost	100%	1,710,000	2,749,680
Unallocated		1,050,000	1,688,400
TOTAL		10,500,000	16,884,000

The above categories (Civil works and Technical Assistance, Studies & Training) were recommended for reallocation and approval was granted in March of 2016 as per the below table

*Auditor General's Report on the Close-out Audit of the Smallholder
Tree Crops Revitalization Support Project (STCRSP)
for the period ended July 1, 2017 to December 31, 2017*

Reallocation by category

Category	% Financed	Original Loan allocation		Approved Reallocation	
		SDR	US\$	SDR	US\$
Initial Deposit					
Civil works	100%	5,350,000	8,602,800	4,750,000	7,638,000
Vehicle, Equipment & Goods	100%	1,250,000	2,010,000	1,250,000	2,010,000
Technical Assistance, Studies & Training	100%	1,140,000	1,833,120	2,790,000	4,486,320
Salaries, Allowances and Operating Cost	100%	1,710,000	2,749,680	1,710,000	2,749,680
Unallocated		1,050,000	1,688,400		
TOTAL		10,500,000	16,884,000	10,500,000	16,884,000

Summary of Performance

- During the period July1-December 31, 2017, the project received a cash total of US\$996,245(Nine Hundred Ninety Six Thousand Two Hundred Forty Five United States Dollars) from the STCRSP Loan account. With a deficit balance of US\$163,373(One Hundred Six Three Thousand Three Hundred Seventy Three United States Dollars) owed to the other ongoing projects in the PIU at the beginning of the Period, the project had a total of US\$832,872 (Eight Hundred Thirty Two Thousand Eight Hundred Seventy Two United States Dollars) available in cash for implementation of planned activities. The Project expenditure up to Closure was projected at US\$835,350 (Eight Hundred Thirty Five Thousand Three Hundred Fifty United States Dollars) of which US\$757,335 was projected for the period under review.
- During the period July 1-December 2017, a total of US\$ 618,853 (Six Hundred Eighteen Thousand Eight Hundred Fifty Three United States Dollars) was used to finance cost of actual expenditure incurred by the project during the period and prior periods for project implementation including road rehabilitation, revitalization of cocoa and coffee farms, capacity building of cooperatives and coordination, monitoring and management support to Project.
- To date, a cumulative amount of US\$15,263,340 (Fifteen Million Two Hundred Sixty Three Thousand Three hundred Forty United States Dollars) has been disbursed from the IFAD Loan account with total contribution of US\$3,511,568(Three Million Five Hundred Eleven Thousand Five Hundred Sixty Eight United States Dollars) from the Private Partner. The Government of Liberia In-Kind contribution captured amounts to US\$719,205. The Government contribution has been difficult to fully capture. However, amount reported represents only tax exemption on vehicles and equipment purchased as well as taxes computed on Contracts award for road works by the project.

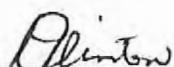
STATEMENT OF PROJECT MANAGEMENT RESPONSIBILITIES

The Project's Financing Agreement requires the Project Management Team to prepare the financial statements in accordance the requirements of the International Fund for Agricultural Development Financing Agreement and the International Public Sector Accounting Standards (IPSAS) under the cash Basis of Accounting. The IPSAS Cash Basis of Accounting requires that the financial statements present fairly for each year the Project's Statement of Cash Receipts and Payment, Statement of Budget and Actual Amounts and Explanatory Note.

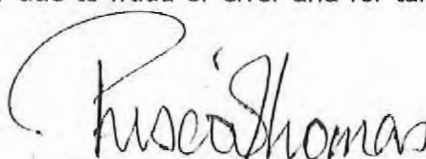
In preparing the financial statements, management accepts responsibility for the following;

- Maintenance of proper accounting records;
- Selection of suitable accounting policies and consistent application thereof;
- Making judgments and estimates that are reasonable and consistently applied;
- Compliance with applicable accounting standards when preparing financial statements; and
- Preparation of financial statements on a going concern basis unless it is inappropriate to presume that the Project will continue in business in the foreseeable future.

The management also accepts responsibility for implementing and maintaining adequate internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error and for taking reasonable steps to safeguard the assets of the Project.



Project Coordinator



Financial Comptroller

June 20, 2017

Hon. Mogana S. Flomo, PHD
Minster
Ministry of Agriculture
Monrovia, Liberia

AUDITOR GENERAL'S REPORT

In our opinion, the accompanying financial statements present fairly, in all material respects, the Statement Receipts and Payments, Statement of Expenditure, Statement of Comparison of Budget and Actual Amount and Statement of Designated Account for the fiscal period then ended in accordance with the International Public Sector Accounting Standards (IPSAS) Cash Basis of Accounting.

We have audited the financial statements of **LOAN No. I-852-LR of the Smallholder Tree Crops Revitalization Support Project (STCRSP)** as at December 31, 2017, which comprise the Statement Receipts and Payments, Statement of Expenditure, Statement of Comparison of Budget and Actual Amount and Statement of Designated Account and a summary of other accounting policies and explanatory notes.

Basis for Opinion

We conducted our audit in accordance with International Standard of Supreme Audit Institutions (ISSAIs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Ministry of Agriculture's Project Implementation Unit in accordance with the International Ethics Standards Board for Accountants' Code of Ethics for Professional Accountants (IESBA Code) together with the ethical requirements that are relevant to our audit of the financial statements and we have fulfilled our other ethical responsibilities in accordance with these requirements and the IESBA Code. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of MOA PIU Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standard Cash Basis (IPSAS), 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 Implementation Unit's (PIU) 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 PIU or to cease operations, or has no realistic alternative but to do so.

*Auditor General's Report on the Close-out Audit of the Smallholder
Tree Crops Revitalization Support Project (STCRSP)
for the period ended July 1, 2017 to December 31, 2017*

Those charged with governance are responsible for overseeing the PIU'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 ISSAIs 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.


Yusador S. Gaye, CPA, CGMA
Auditor General, R.L.

Monrovia, Liberia

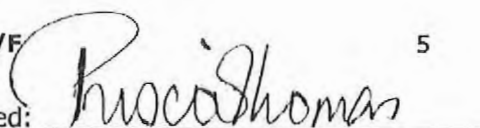
June 2018

*Auditor General's Report on the Close-out Audit of the Smallholder
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STATEMENT OF RECEIPT AND EXPENDITURE BY CATEGORY

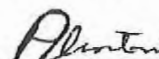
	Notes	Jul 1-Dec 31,2017 Amount US\$	2016-2017 Amount US\$	Cumulative to date Amount US\$
FINANCING:				
Balance Brought Forward	4	(163,373.00)	599,373.33	-
Initial deposit		0.00	0.00	1,500,000.00
Replenishment to Special Account		996,245.00	1,517,910.33	13,763,340.00
Government In-Kind Contribution		0.00	110,408.04	719,205.42
Private Partner In-Kind Contribution		0.00	481,816.00	3,511,570.52
Total Financing		832,872.00	2,709,508.09	19,494,116.00
PROJECT EXPENDITURE :(by Category)				
CIVIL WORKS		374,148.00	1,194,844.32	6,807,491.00
Vehicles, Equipment & Goods		0.00	29,308.00	1,592,992.00
Technical Assistances, Study and Training		159,918.00	607,527.47	3,931,495.00
Salaries, Allowance & Operating Cost		84,786.00	448,977.52	2,717,343.00
		618,853.00	2,280,657.31	15,049,321.00
Government In-Kind				
Civil Works			110,408.04	649,584.85
Vehicle, Equipment & Goods				69,620.57
Private Partners In-Kind Contribution				
Vehicle, Equipment & Goods				255,691.00
Technical Assistance Study & Training			481,816.00	3,255,879.52
Total Project Expenditure		618,853.00	2,872,881.00	19,280,096.00
Balance C/F	5	214,019.00	(163,373.00)	214,019.00

Signed:



PRISCILLA N. THOMAS
FINANCIAL CONTROLL

Signed:




PRINCETTA CLINTON-VARMAH
PROJECT COORDINATOR

The notes found on pages 18-26 are an integral part of these financial statements

STATEMENT OF RECEIPT AND EXPENDITURE BY COMPONENT

	Notes	Jul 1-Dec 31,2017 Amount US\$	2016-2017 Amount US\$	Cumulative to date Amount US\$
FINANCING:		US\$	US\$	US\$
Balance Brought Forward		(163,373)	599,373.33	-
Initial deposit		0.00	0.00	1,500,000.00
Replenishment to Special Account		996,245.00	1,517,910.33	13,763,340.00
Government In-Kind Contribution		0.00	110,408.04	719,205.42
Private Partner In-Kind Contribution		0.00	481,816.00	3,511,570.52
Total Financing		832,872.00	2,709,508.09	19,494,116.00
PROJECT EXPENDITURE :(by Component)				
1. Revitalization of Cocoa & Coffee		8,721.00	95,642.61	2,141,633.41
2. Rehabilitation of farm to Market Road		396,245.00	1,258,397.50	6,347,530.00
3 Institutional Capacity Building		73,750.00	201,421.51	2,487,083.32
4. Project Management		140,137.00	725,195.69	3,454,220.51
		<u>618,853.00</u>	<u>2,280,657.31</u>	<u>15,049,321.00</u>
Government In-Kind				
Revitalization of Cocoa & Coffee		0.00	0.00	0.00
Rehabilitation of farm to Market Road		0.00	110,408.04	656,174.42
Institutional Capacity Building				28,078.00
Project Management		0.00	0.00	34,953.00
Private Partner In-Kind Contribution				
Revitalization of Cocoa & Coffee		0.00	481,816.00	3,511,570.52
Total Project Expenditure		<u>618,853.00</u>	<u>2,868,747.57</u>	<u>18,661,243.47</u>
Balance C/F		214,019.00	(163,373.26)	214,019.00

Signed:



PRISCILLA N. THOMAS
FINANCIAL CONTROLL

Signed:



PRINCETTA CLINTON-VARMAH
PROJECT COORDINATOR

The notes found on pages 18-26 are an integral part of these financial statements

STATEMENT OF COMPARISON OF BUDGET TO ACTUAL AMOUNT

		2016-2017 Budget	2016-2017 Actual	Variance
Financing:	Notes	US\$	US\$	US\$
Balance Brought Forward		(163,373.00)	(163,373.00)	0.00
Initial deposit		0.00	0.00	0.00
Replenishment to Special Account		823,393.00	996,245.00	(172,852.00)
Government in kind contribution		0.00	0.00	0.00
Private Partner Contribution:		0.00	0.00	0.00
Total Financing		660,019.00	832,872.00	(172,852.00)
Project Expenditure by project category :				
Civil Works		411,120.00	374,148.00	36,972.00
Vehicles, Equipment & Goods		0.00	0.00	0.00
Technical Assistances, Study and Training		178,820.00	159,918.00	18,902.00
Salaries, Allowance & Operating Cost		70,080.00	84,786.00	(14,706.00)
		660,019.00	618,852.00	41,168.00
Private Partner Contribution:				
Technical Assistances, Study and Training		0.00	0.00	0.00
Government Contribution:				
Civil Works		0.00	0.00	0.00
Total Project Expense		660,019.00.00	618,852.00	41,168.00
Surplus/Deficit for the period			214,020.00	214,020.00

The surplus during the period was a result of the following (i) One of the contractors did not complete 100% of work contract before the Completion date and therefore full payment was not made to the contractor (ii) Impact survey for the project was budgeted to have start during the period under review with part-payment made but contract was not awarded for the survey and (iii) the operation was of the central office was largely switched to other projects(J-Rice) to avoid overspending the overall loan allocation for salaries, allowances and Operating cost.

The notes found on pages 18-26 are an integral part of these financial statements

STATEMENT OF DESIGNATED ACCOUNT Activity

Account No.: XXXXXXXXXX
Bank: **Central Bank of Liberia**
Address: Carey & Warren Streets, Monrovia

		Amount US\$	Notes	Amount US\$
Opening Balance				15,768.00
IFAD Replenishment:				
Date	WA No.			
10-Jul-17	WA-037	234,621.00		
17-Jul-17	WA-038	452,563.00		
12-Sep-17	WA-039	185,378.00		
13-Nov-17	WA-040	123,683.00		
Total Replenishment				996,245.00
TOTAL				1,012,013.00
Transfer to Operating Account:				
2-Aug-17		250,000.00		
9-Oct-17		450,000.00		
17-Nov-17		188,000.00		
Total transfer to operating A/c				888,000.00
Bank Charges				100.00
Closing balance as at 31/12/2017				123,913.00

The notes found on pages 18-26 are an integral part of these financial statements

SPECIAL ACCOUNT/ GRANT ACCOUNT RECONCILIATION STATEMENT

Project Title: STCRSP

IFAD Loan/Grant No.: I-852-LR

ACCOUNT NUMBER: SPECIAL ACCOUNT [REDACTED] With Central Bank of Liberia

1. TOTAL ADVANCED BY IFAD	US\$	1,500,000.00
2. LESS: TOTAL AMOUNT RECOVERED BY IFAD	-US\$	1,014,794.76
3. EQUALS PRESENT OUTSTANDING AMOUNT ADVANCED TO THE SPECIAL ACCOUNT (NUMBER 1 LESS NUMBER 2)	US\$	485,205.24
4. BALANCE OF SPECIAL ACCOUNT PER ATTACHED BANK STATEMENT AS OF DATE: Dec. 31, 2017	US\$	123,913.24
5. PLUS BALANCE OF THE PROJECT ACCOUNT-LSDI	+US\$.00
PLUS BALANCE OF PROJECT ACCOUNT -EcoBank-Monrovia PIU	+US\$	67,031.64
PLUS BALANCE OF SUB-ACCOUNT-Ecobank-Lofa PIU	+US\$	10.00
PLUS BALANCE OF CASH IN HAND	+US\$	263.61
Sub-total of 5:		67305.25
TOTAL OF BANK BALANCES, PA, SUB-ACCOUNTS & CASH IN HAND BALANCE (4+5):	=US\$	191,218.00
6. PLUS: TOTAL AMOUNT CLAIMED IN THIS APPL. No. WA-041	+US\$	271,186.00
7. PLUS: TOTAL AMOUNT WITHDRAWN FROM THE SPECIAL ACCOUNT/PA AND NOT YET CLAIMED (=3-4-5-8-11)	+US\$	42.95
REASON: Eligible amount for which disb. Appl. have not yet been prepared.		
8. PLUS: AMOUNTS CLAIMED IN PREVIOUS APPLICATIONS NOT YET CREDITED AT DATE OF BANK STATEMENT AND CLAIMED AFTER DATE OF BANK STATEMENT		
APPLICATION No. Date US\$ AMOUNT		
	US\$	
SUBTOTAL OF PREVIOUS APPLICATIONS NOT YET CREDITED	+US\$	0.00
9. MINUS: INTEREST EARNED	-US\$	0.00

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10. TOTAL ADVANCE ACCOUNTED FOR (NO.4 THROUGH NO.9) **=US\$ 462,4487.44**

11. EXPLANATION OF ANY DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3
AND 10

+US\$ 22,757.80.00

Inter-Account advance to pre-
finance STCRSP activity

23,726.90

Unpresented/Oustanding Checks (Total)

-970.00

Rounding up difference

0.90

12. DATE: 06-27-18

SIGNATURE:

Priscilla Thomas

Name in Full: **PRISCILLA N. THOMAS**

Title in Full: Financial Controller
IFAD/PIU

WITHDRAWAL APPLICATION STATEMENT

Category No.	Civil Works		Vehicles, Equipment & Goods	Technical Assistance, Studies & Training	Salaries, Allowances & Operating Cost		TOTAL	Rejected from IFAD	Amount Recovered by IFAD	Net Replenishment by IFAD
	I	II			III	IV				
WA. No.										
WA-037 (from Prior Year Expenditure)								-	-	234,621.14
WA-038 (from Prior Year Expenditure)								-	-	452,562.83
WA-039 (from Prior Year Expenditure)								-	-	185,378.00
WA-0040	232,485.66			41,891.71	73,289.62		347,666.99	-	223,983.54	123,683.45
WA- pending Submission to IFAD							-	-	-	
WA-0041	141,662.76			118,026.75	11,495.49		271,185.00			
WAs Total	374,148.42	0.00		159,918.46	84,785.11		618,851.99	0.00	223,983.54	996,245.42

The notes found on pages 18-26 are an integral part of these financial statements

NOTES TO THE FINANCIAL STATEMENTS

1. Financial Reporting Under the International Public Sector Accounting Standards (IPSAS)

In accordance with International Public Sector Accounting Standards (IPSAS), note to the financial statement of an entity should:

- Present any information about the basis of preparation of the financial statements and the specific accounting policies selected and applied for the significant transaction and other events, and
- Provide additional information which is not presented on the face of the financial statements but necessary for a fair presentation of the entity's cash receipts, cash payment, cash balance and other statements as statement of financial position.

2. Accounting policies

The principal accounting policies applied in the preparation of these financial statements are set out below. The policies have been consistently applied unless otherwise stated.

a. Basis of Presentation

The statement of income and actual expenditure has been prepared on cash basis of accounting, i.e. income is recognised when received and expenses when payments are made.

The programme's financial statements are prepared on historical cost convention and have been also presented in United States Dollars.

b. Foreign Currency

Foreign currencies transactions are accounted for at the rate of exchange prevailing at the date at which the transactions were made and recorded. However, expenditure conversion to SDR is used at the rate at which disbursements were made to the project accounts.

c. Fixed Assets

Fixed assets are expensed on acquisition and a comprehensive fixed assets register is maintained.

d. Income

Funding from IFAD loan is recognised in the programme's income statement when disbursement is made to the Project accounts or to vendor's accounts upon project request.

3. Budget

The budget is developed on the modify cash basis, but same classification and for the same period of the financial statements. Material Variance is explained as note to the financial statements.

4. Opening Balance

	Jul 1-Dec 31, 2017	2016/2017
	Amount	Amount
	\$	\$
Project Designated Account [REDACTED]	15,768 .00	362,832.820
Operating Account - [REDACTED] (less Outstanding Checks)		
Project Operating account# [REDACTED] less outstanding checks)	103,302	69,191.82
Project sub-account (Lofa)# [REDACTED]	6,413	49,061.88
Petty Cash (office and Field)	280	1,242.85
Advance to Quapatamai cooperative	808	12,711.83
Advance to LAADCO	8,721	1,339.64
Advance to Zorzor cooperative	2,435	-14.55
Advance to Voinjama cooperative	136	142.32
Advance to Quardu Gboni cooperative	2,630	1,828.97
Advance to Sebehill cooperative	(380)	26.75
Advance to Foya Maliando cooperative	(30)	5,696.32
Advance to Guma Mende cooperative	7,510	34.56
Advance to staff and others	7,491	2,072.85
Pre-Finance of Cocoa Study	(318,457)	93,206.20
Total Opening balance	(163,373)	599,374.26

4-a Closing balance

Project Designated Account No. [REDACTED]	123,913.00	15,768.00
Project Operating account # [REDACTED] (less outstanding checks)	66,062.00	103,302.00
Project sub-account (Lofa)# [REDACTED]	10.00	6,413.00
Petty Cash (office and Field)	264.00	280.00
Advance to Quapatamai cooperative	0.00	808.00
Advance to LAADCO	0.00	8,721.00
Advance to Zorzor cooperative	(65.00)	2,435.00
Advance to Voinjama cooperative	136.00	136.00
Advance to Quardu Gboni cooperative	0.00	2,630.00
Advance to Sebehill cooperative	(380.00)	(380.00)

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Advance to Foya Maliando cooperative	0.00	(30.00)
Advance to Guma Mende cooperative	202.00	7,510.00
Advance to staff and others	151.00	7,491.00
Inter-Account Advances	23,727.00	(318,457.00)
Total Closing balance	214,019.00	-163,373.00

5. Non-Current Assets (See Attached Assets register)

	July 1- December 2017 Cat 2. Vehicle Equipment & Goods	2016- 2017Cat 2. Vehicle Equipment & Goods
Opening Balance	987,952.50	989,426.50
Addition		
Disposal	-512,469.98	-1,474.00
Closing Balance	475,482.52	987,952.50

Those assets that were written off the registers are mostly assets that were turnover to the Cooperatives and the ones that are assigned to Ministry of Agriculture through their extension staff.

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6. Allocation and Use of the Loan Funds

Category	% Financed	Original Loan allocation		Approved Reallocation		Disbursement as of December 31, 2017		Available Fund	
		SDR	USD	SDR	USD	SDR	USD	SDR	USD
Initial Deposit						314,230	485,205	-314,230	485,205
Civil works	100%	5,350,000	8,602,800	4,700,000	7,557,600	4,583,369	6,665,829	116,631	166,098
Vehicle, Equipment & Goods	100%	1,250,000	2,010,000	1,250,000	2,010,000	1,053,918	1,592,992	196,082	279,247
Technical Assistance, Studies & Training	100%	1,140,000	1,833,120	2,840,000	4,566,720	2,620,005	3,813,468	219,995	313,303
Salaries, Allowances and Operating Cost	100%	1,710,000	2,749,680	1,710,000	2,749,680	1,857,439	2,705,846	-147,439	-209,973
Unallocated		1,050,000	1,688,400				0	0	0
TOTAL		10,500,000	16,884,000	10,500,000	16,884,000	10,428,961	15,263,340	71,039	1,033,879

The total available funding is SDR71,039 which should be US\$1,620,660 at the original value of the Loan. However, with the shift in the exchange rate and given the loan agreement was made in SDR and not US Dollars, the equivalent of the SDR 71,039 available balance using the December 31, 2017 rate (0.702181) is US\$ 1,033,879 and not US\$1,620,660 as it should be. This created a loss of US\$586,481 due to exchange rate difference.

7. Commitment Listing

Date	Contract Number		Description	Procurement Amount	Amount Invoiced	Balance
10/28/2014	MOA/PMU/IFAD/NCB/W-15b/2013		Construction/rehabilitation of Gravel Roads Pavement in foya, Vahun and Kolahun districts	472,234.15	446,553.15	25,681.00
3/13/2017	MOA/PMU/IFAD/NCB/W-27A/16		Construction/rehabilitation of Gravel Roads Pavement for 27.3km with	482,893.34	458,748.68	24,144.66
3/13/2017	MOA/PMU/IFAD/NCB/W-27B/16		Construction of Gravel Road Pavement for 27.3km with	428,043.05	406,640.90	21,402.15
5/12/2017	MOA/PMU/IFAD/NCB/W-29/2016		Construction of Gravel Pavement & Road Concrete Str	193,143.96	183,485.86	9,658.10
	N/A		Severance Benefit to PC	21,664.00		21,664.00
	N/A		Severance Benefit to FC	26,175.00		26,175.00
	N/A		July-December 2017 salary payment to PC	24,000.00		24,000.00
	N/A		July-December 2017 salary payment to FC	19,800.00		19,800.00
12/6/2016	N/A		Cocoa Study in bong, Nimba and Lofa	84,638.00	59,323.44	25,314.56
	N/A		Audit service for 2016-2017 annual financial statement	8,914.50	4,457.25	4,457.25
	N/A		Project completion report writing	4,700.00		4,700.00
			Withholding tax arrears for PC and FC	5,034.48		5,034.48
			NASSCROP arrears for PC & FC	3,901.72		3,901.72
		Total		1,775,142.20	1,559,209.28	215,932.92

AT the completion date of the project (September 30, 2017, Crossroads Entrepreneur, had not completed 100% the required worked under the contract terms therefore as required by the financing agreement there will be no additional payment after the last invoice that was submitted before project completion date. Also SAMA Tech Construction did not continue work after the disaster of August 2016. In keeping with the Financing agreement, these two contractors contract balances are not included in the commitment listing.

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8. Project performance by Financier by Component

Component	IFAD			Private Partners			Government of Liberia			Beneficiaries			Total Budget		
	Approved	Actual	%	Approved	Actual	%	Approved	Actual	%	Approved	Actual	%	Approved	Actual	%
1. Revitalization of Cocoa & Coffee	1,388	2,150	155%	5,131	3,512	68%	752		0%	149		0%	7,420	5,662	76%
2. Rehabilitation of Farm to Market roads	10,068	6,590	65%	-			531	656	123%	553		0%	11,153	7,246	
3. Institution Capacity Building	2,951	2,512	85%	-			193	29	15%	221		0%	3,365	2,541	76%
3. Project Management	2,476	3,527	142%	-			549	34	6%	-			3,025	3,561	118%
													0		
Initial Disbursement (balance)		485											485		
TOTAL	16,884	15,263	90%	5,131.40	3,512	68%	2,025	719	36%	923	0	0%	24,963	19,494	78%

9. Reconciliation of Disbursement by IFAD and Fund received by Project

Project Account		IFAD Status of Fund		
WA No.	Total Disbursement	WA No.	Total Disbursement	DIFFERENCE
WA-001	1,000,000.00	WA-001	1,000,000.00	0.00
WA-002	220,081.11	WA-002	220,081.11	0.00
WA-003	242,135.49	WA-003	242,135.49	0.00
WA-004	229,215.12	WA-004	229,215.12	0.00
WA-005	628,010.59	WA-005	628,010.59	0.00
WA-006	223,331.12	WA-006	223,331.12	0.00
WA-007	420,503.27	WA-007	420,503.27	0.00
WA-009	442,424.49	WA-009	442,424.49	0.00
WA-010	464,009.76	WA-010	464,009.76	0.00
WA-011	682,128.65	WA-011	682,128.65	0.00
WA-012	500,000.00	WA-012	500,000.00	0.00
WA-013	537,427.55	WA-013	537,427.55	0.00
WA-014	351,393.83	WA-014	351,393.83	0.00
WA-015	314,357.31	WA-015	314,357.31	0.00
WA-016	492,056.23	WA-016	492,056.23	0.00
WA-017	404,497.97	WA-017	404,497.97	0.00
WA-018	403,146.23	WA-018	403,146.23	0.00
WA-019	217,648.02	WA-019	217,648.02	0.00
WA-020	311,923.54	WA-020	311,923.54	0.00
WA-021	220,312.22	WA-021	220,312.22	0.00
WA-022	383,946.56	WA-022	383,946.56	0.00

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Project Account		IFAD Status of Fund		
WA No.	Total Disbursement	WA No.	Total Disbursement	DIFFERENCE
WA-023	157,694.22	WA-023	157,694.22	0.00
WA-024	417,826.49	WA-024	417,826.49	0.00
WA-025	223,515.51	WA-025	223,515.51	0.00
WA-026	249,170.24	WA-026	249,170.24	0.00
WA-027	361,752.59	WA-027	361,752.59	0.00
WA-028	682,554.47	WA-028	682,554.47	0.00
WA-029	464,140.98	WA-029	464,140.98	0.00
WA-030	482,564.86	WA-030	482,564.86	0.00
WA-031	714,686.73	WA-031	714,686.73	0.00
WA-032	306,728.79	WA-032	306,728.79	0.00
WA-033	900,626.21	WA-033	900,626.21	0.00
WA-034	210,259.93	WA-034	210,259.93	0.00
WA-035	157,933.79	WA-035	157,933.79	0.00
WA-036	249,090.40	WA-036	249,090.40	0.00
WA-037	234,621.14	WA-037	234,621.14	0.00
WA-038	452,562.83	WA-038	452,562.83	0.00
WA-039	185,378.00	WA-039	185,378.00	0.00
WA-040	123,683.45	WA-040	123,683.45	0.00
TOTAL	15,263,339.69		15,263,339.69	