

AUDITED PROJECT FINANCIAL STATEMENTS

PROJECT ID N°: 2000001195

IFAD Loan N°: 2000001642
IFAD Grant N°: 2000001641

Period Covered: 01/07/2020 – 30/06/2021

Rwanda Dairy Development Project (RDDP)

Prepared by: Office of the Auditor General and State Finances

Received on: 31/12/2021

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**RWANDA DAIRY DEVELOPMENT
PROJECT
RDDP**

Audit Report on Financial Statements

For the year ended 30 June 2021

OAG Core Values

Integrity

In public Interest

Innovation

Objectivity

Professionalism

**RWANDA DAIRY DEVELOPMENT PROJECT (RDDP)
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JUNE 2021**

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1. INTRODUCTION

1.1. Background

The Rwanda Dairy Development Project (RDDP) is a project established in September 2016 between the government of Rwanda and International fund for Agriculture Development (IFAD). The project aimed to contribute to pro-poor national economic growth and improve the livelihood of resource-poor rural households focusing on food security, nutrition and empowerment of women and youth in a sustainable and climate-resilient dairy value chain development. Specifically, the project seeks to increase competitiveness and profitability of the dairy sector for the provision of quality products from small-scale producers to domestic and regional consumers, thus improving their livelihoods, food security and nutrition whilst building overall resilience.

The financing agreement between International Fund for Agricultural Development (IFAD) and government of Rwanda was signed in Rome on 4 November 2016. The project was declared effective on 19 December 2016 and its implementation is 6 years. The expected project completion date is 31 December 2022 and the financing close date shall be 30 June 2023.

1.2. Project financing

Total funds available for Rwanda Dairy Development Project is **USD 65.1 million of which USD 43.6 million** and **USD 1.1 million** is loan and grant from IFAD respectively. Heifer International will provide **USD 4.0 million**, Private sector/banks will provide **USD 6.6 million**, Government of Rwanda committed to provide **USD 3.9 million** and Beneficiaries contribution is set to be **USD 5.9 million**

1.3. Project coverage

The primary target group of RDDP comprises slightly over 100,000 resource-poor rural households, of whom 80,000 will be involved in dairy farming (mostly zero-grazing) and 20,000 in national wealth ranking system (*Ubudehe*), and consistent with the targeting strategy laid off-farm activities along the dairy value chain.

The project will cover four provinces of Rwanda and 14 districts are targeted for project implementation, the districts are: East (Nyagatare, Rwamagana, Kayonza and Gatsibo), North (Gicumbi, Burera, and Musanze), West (Nyabihu, Rubavu, Rutsiro and Ngororero) and South (Nyanza, Huye, and Ruhango).

1.4. Project activities

The projects activities are classified into four major components as shown below:

- Climate –smart dairy production intensification;
- Producer organization and value chain development;
- Institutional and policy development; and
- Project management and coordination.

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1.5. Summary of key project information

Project Start Date:	<ul style="list-style-type: none"> The project approval date is 22/09/2016 The project signature of agreement date is 04/11/2016 The project effectiveness date is 19/12/2016 																
Project End Date:	<ul style="list-style-type: none"> The project completion date is 31/12/2022 The project completion extended to No Extension. The project last disbursement date is 30/06/2023 The project last disbursement extended to No extension. 																
Project Manager:	The project manager is Mr. NDAGIJIMANA Alexis																
Project coordinator	The project coordinator is RWAMULANGWA Stephen																
Project Budget by donor	<p>List donor(s) name, amount and currency:</p> <table> <thead> <tr> <th>Source of fund</th> <th>Amount in USD</th> </tr> </thead> <tbody> <tr> <td>IFAD-LOAN</td> <td>43,618,800</td> </tr> <tr> <td>IFAD-Grant</td> <td>1,090,865</td> </tr> <tr> <td>HEIFER INTERNATIONAL (HPI):</td> <td>3,996,900</td> </tr> <tr> <td>Banks, shareholders</td> <td>6,567,100</td> </tr> <tr> <td>Beneficiaries</td> <td>5,931,800</td> </tr> <tr> <td>Government of Rwanda:</td> <td>3,863,900</td> </tr> <tr> <td>Total project fund</td> <td>65,069,365</td> </tr> </tbody> </table>	Source of fund	Amount in USD	IFAD-LOAN	43,618,800	IFAD-Grant	1,090,865	HEIFER INTERNATIONAL (HPI):	3,996,900	Banks, shareholders	6,567,100	Beneficiaries	5,931,800	Government of Rwanda:	3,863,900	Total project fund	65,069,365
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Government of Rwanda:	3,863,900																
Total project fund	65,069,365																
Implementing Budget Agency	RAB/SPIU-IFAD Funded Projects.																

1.6. Rwanda dairy development Project performance as at 30 June 2021

Component I: Climate-Smart Dairy Production Intensification

• Training of 250 L-FFS Facilitators

The RDDP in collaboration with L-FFS Master trainers from Rwanda Agriculture and Animal resources board (RAB), Heifer International and Rwanda Council of Veterinary Doctors (RCVD) conducted trainings successfully of the 250 L-FFS facilitators around the 14 districts of RDDP interventions. The training focuses on topics ranging from improved animal production (animal nutrition, basic animal health practices, genetic improvement, milk handling and hygiene) to other topics leading to social capital and human development. The trained facilitators together with the existing facilitators of previous intakes have established new 396 L-FFS groups comprising of 11,299 farmer members.

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Training of L-FFS facilitators, Huye District, May 2021

- **L-FFS Groups competitions**

937 L-FFS groups were evaluated in 12 Districts by L-FFS Master trainers, 180 L-FFS groups (15 groups/district) were pre-selected for competition with the aim to know the best performer L-FFS groups at District level. The evaluation counted 15 indicators subdivided into 3 components (L-FFS groups structure, L-FFS methodology and knowledge transfer and L-FFS sustainability and scale-up). 60 best performer L-FFS groups (5 groups/district) were given a reward package of in-kind learning materials (CMT Kits, spray pumps, wheel barrows, hay baling boxes, breeding calendar, weighing band, thermometers, etc.).



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The best L-FFS Groups have been rewarded

- **Planting of different forage varieties**

During the agricultural season A&B of 2020/2021, RDDP purchased different seeds varieties and distributed to the farmers. The seeds and planting materials distributed directly to farmers covered 773.9 Ha and 748.8Ha covered through pass on forage seeds making a total of 1,522.7 ha.



The RDDP supported farmers to plant different forage varieties covered 1522.7Ha

- **Awareness campaign on Forage conservation**

From 15 to 18 June 2021, RDDP has conducted an awareness campaign on forage conservation using different technologies to ensure successful dissemination of the technologies at community level across Districts of interventions and conserve more forage. This campaign aimed at enhancing farmer's knowledge and skills in forage and crop residues conservation technologies to ensure farmer to farmer extension and supporting dairy farmers to conserve forage and crop residues to maximize milk production.

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The following were the achievements per District:

- ✓ Nyagatare: 100 kg of silage, 6,000 kg of hay, and 40 kg of crop residues were conserved respectively
- ✓ Kayonza: 2,000 kg of silage, 1,280 kg of hay, and 948 kg of crop residues were conserved respectively;
- ✓ Rwamagana: 2600 kg of silage and 632 kg of crop residues were conserved respectively;
- ✓ Gatsibo: 2600 kg of silage and 632 kg of crop residues were conserved respectively;
- ✓ Ruhango: 800 kg of silage, 200 kg of hay were conserved respectively;
- ✓ Huye: 5000 kg of silage, 1000 kg of hay were conserved respectively;
- ✓ Musanze: 920 kg of silage, 120 kg of hay, and 1000 kg of crop residues were conserved respectively;
- ✓ Burera: 1000 kg of silage;
- ✓ Gicumbi: 250 kg of silage, 90 kg of hay, and 100 kg of crop residues were conserved respectively;
- ✓ Rutsiro: 2400 kg of silage, 120 kg of hay, and 216 kg of crop residues were conserved respectively.



Farmers in Katabagemu sectors used baler machine to bail forage hay for conservation and storing, Nyagatare, June 2021

• **Distribution of cows**

The RDDP in collaboration with Heifer International Rwanda, purchased and distributed 298 in calf heifers (cows) to the poor families in the districts of RDDP interventions as follow as: Burera (25), Gicumbi (16), Nyabihu (58), Rubavu (14), Rutsiro (52), Rwamagana (18), Kayonza (6), Ruhango (29), Nyanza (35) and Huye (45).

The 298 cows have been distributed both to the collective cowsheds and for individuals as follows: 103 cows distributed to the communal cowsheds and 195 cows distributed to the individuals.

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Distribution of cows to poor families to support Girinka Program in Karengye, Nyakaliro and Gahengeri Sectors, Rwamagana District, June 2021



Distribution of 11 First female's calves to new beneficiaries through PoG Scheme in Ngororero District, April 2002

- **Compensation and replacement of cows**

During the last fiscal year 2020/2021, the 233 cow's replacement were registered and the beneficiaries include 123 males and 110 females were compensated with cows: The distribution in the different districts is as follows: Gicumbi (16), Burera (8), Musanze (6), Nyabihu (12), Rubavu (22), Rutsiro (20), Rwamagana (11), Kayonza (27), Nyagatare (42), Ruhango (9), Nyanza (25) and Huye (35). The process of replacing dead cows is done on a regular basis. In this case, 175 cows were replaced.

- **Construction of Spray races**

The construction works of 5 spray races located in Kayonza (2) and in Nyagatare (3) Districts were completed, those infrastructures are for a dip wash of cattle using acaricides for control of tick born diseases in cattle. The spray races have been provisionally handed over to the beneficiaries and subjected to 2 months testing period after which final handover will be done. The spray races are being utilized and the final handover will be done in August 2021.

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The completed Spray races are serving farmers in Nyagatare District, May 2021.

- **Purchase of ultrasound machines**

The 5 ultrasound machines for cattle pregnancy test have been purchased and provided to RAB for utilization. After purchasing the machines, the project trained RAB staff for ultrasound machines operations

- **Acquisition of vaccines (BQ,LSD, Brucellosis and ECF) to immunize cattle in RDDP**

Intervention

- ✓ 350,000 doses of BQ vaccines were purchased from Biopharma Ltd and delivered to Rubirizi national veterinary laboratory where Districts of RDDP intervention zones are taking vaccines. 322,395 cows have been vaccinated against BQ.
- ✓ 400,000 doses of LSD vaccines were purchased from Biopharma Ltd and delivered to Rubirizi national veterinary laboratory where Districts of RDDP intervention zones are taking vaccines. 364,279 cows have been vaccinated against LSD.
- ✓ 3000 dose of ECF vaccines and accessories were purchased and delivered to the stock at Rubirizi National Veterinary Laboratory. In total 6,473 cows have been vaccinated against ECF using both RAB and RDDP vaccines.
- ✓ 25,000 doses of Brucellosis vaccines were purchased from Biopharma Ltd and delivered to Rubirizi national veterinary laboratory where Districts of RDDP intervention zones are taking vaccines. 27,154 cows have been vaccinated against Brucellosis.
- ✓ 120,000 doses of FMD vaccines were purchased from Biopharma Ltd and delivered to Rubirizi national veterinary laboratory where Districts of RDDP intervention zones are taking vaccines. 113,439 cows have been vaccinated against FMD.
- ✓ 150,000 doses of RVF vaccines were purchased from Biopharma Ltd and delivered to Rubirizi national veterinary laboratory where Districts of RDDP intervention zones are taking vaccines. 149,054 cows have been vaccinated against RVF.

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✓ 53,257 doses of bovine semen purchased and distributed to 12 Districts (except for Gatsibo and Ngororero).

• **Local and Imported bovine Semen purchased**

✓ 25,378 doses of bovine semen and purchased and distributed to 12 Districts in Quarter one of the FY 2020/2021 and 27,879 doses of bovine semen purchased in Quarter 3 of 2020/21 (second instalment and distributed to the Districts).

✓ 6,500 imported bovine semen purchased of which 4,000 doses (3000 doses of Friesian super semen, 600 doses of Friesian sexed semen, 400 doses of Jersey sexed semen), and 2,500 doses of Sahiwal breed. This activity is to support the artificial insemination in District of RDDP interventions zones.

• **Support RAB to construct the facilities of forage seeds handling in RAB Stations (Rubona, Songa, Mirama/Nyagatare)**

The construction of the forage seeds handling in Rubona, Songa/Huye and Mirama in Nyagatare stations have been completed and the provision handover has been done in February 2021. So far the facilities are in liability period for 12 months.



The forage seeds handlings in Huye and Nyagatare have been completed

• **Construction of communal cowshed**

The construction works of the communal cowshed located in Rwaniro/ Huye District; have been completed and the provisional handover has been done in collaboration with Heifer International Rwanda and Huye District.

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The construction of Rwaniro/Huye Communal cowshed, Huye District, May 2021

- **Construction of Milk Collection Points (MCPs) to support in milk collection**

For current fiscal year 2020/2021, 38 MCPs are completed and handed over to dairy cooperatives. They are located in Nyanza (4), Ruhango (4), Huye (5), Nyagatare (4), Kayonza (4), Rwamagana (5), Nyabihu (4), Rubavu (4) and Rutsiro (4) Districts. 12 MCPs are under finishing stage and located in Gicumbi (4), Burera (4), and Musanze (4) Districts.



Milk Collection Point (Boneza site), 2021 in Rutsiro District



Operationalization of MCP for Katabagemu farmers' in June in Nyagatare District

Component 2: Producers Organization and Value Chain Development

- **Rehabilitation of remaining Milk Collection Centers (MCCs)**

All eighteen (18) Milk Collection Centres planned to be constructed this fiscal year 2020/21 were completed and provisionally handed over to their dairy Cooperatives. The remaining burning issue is NKOMANE MCC which still have a problem of uncompleted fence due to the disputes related to boundaries and the case is still in Court. While waiting the Court decision, we are seeking the management decision because the project is approaching its end point.

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Rehabilitation works of MCC Gishari/ Rwamagana and Kirambo MCC/Burera, May 2021.

- **Support Milk Collection Centres (MCCs) with 3 phase electricity**

All the 4 MCCs are completed and connected to the 3 phase electricity and are operational such as Rwabiharamba MCC, HOK Karama MCC, Katabagemu MCC and Karushuga MCC.



MCC is connected to 3 phase Electricity in Nyagatare district May 2021.

- **Rehabilitation of Access Road to Liquid Nitrogen Plant located in Rubona Station and improvement of spot to access road in Muhoza**

The rehabilitation works to access road to liquid nitrogen plant in Rubona/ Huye and access road to Muhoza was completed and the provisional handover has been done waiting for liability period.

- **Approval and financing bankable business plans**

1313 business plans were approved and being implemented at different levels. During this financial, RDDP total matching grant at 30 June 2021 is equivalent to Frw 1.5 billion. These BPs are related to buying processing plants equipment's, Hangars, cowsheds, chopper machines, Milk truck, motorcycles, milk cans, milk cooling tanks, Vet kits and etc.

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- **Coaching of the farmers' cooperatives on leadership, governance and financial management**

During the year ended 30 June 2021, 88 cooperatives were coached from which 604 leaders and staff (male: 369, female: 235) participated in the coaching on leadership, governance and financial management of a cooperative.

Component 3: Institutional and Policy Development

- Training of new public and private AI technicians, 45 new technicians were trained on AI techniques by Rwanda council of veterinary from Burera, Musanze, Huye, Rubavu, Rutsiro, Rwamagana, Nyagatare, Ruhango, Nyanza and Kayonza Districts.
- Monitoring the distribution of drugs and medical prescription by vet professionals to control the drug residues in milk, 608 vet pharmacies and vet shops were inspected in North, West, South, and East Provinces
- Amendment of 2002 animal identification law and develop the Ministerial order on animal identification and traceability. Following the guidance of the Rwanda Law Reform Commission, the Law was amended and merged into a Ministerial Order in the Animal Health and Production Law that is being drafted. The draft Animal Health and Production Law is being reviewed by Rwanda Law Reform Commission.
- Amendment of animal health law and development of its related Ministerial orders, rules regulations and strategies. The Law was amended and produced the Animal Health and Production Law that has completed the drafting process. The draft of this Law is ready for Rwanda Law Reform inputs and Cabinet Approval. This Law will have two Ministerial Orders, a Prime Minister's order and a presidential order. The draft Animal Health and Production Law is being reviewed by Rwanda Law Reform Commission.

Component 4: Project Coordination and Management

- **Purchase of IT Equipment of SPIU**, the contract to purchase (Computers, Printer, Scanner, Photocopier, Projector etc..) for RDDP staff was signed and the required IT equipment such as Computers, Printers, Scanner have been supplied and distributed to the RDDP staff as planned.
- **Conduct RDDP Annual Outcome Survey**, the final report of RDDP Annual Outcome Survey has been produced and approved by SPIU and NISR.
- **Conduct RDDP Impact Assessment Study**, the inception report of Impact Assessment Study was produced and validated. The data collection at household level and focus group discussions of key stakeholders including cooperatives and other Implementation Institutions are ongoing and waiting for the draft report.
- **Prepare and accompany a support implementation mission of IFAD**. The implementation support mission for RDDP has been conducted by IFAD Team in May 2021. The Aide memoire was produced by IFAD Support Mission, some recommendations provided are useful for next fiscal year 2021/22 planning.

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1.7. Registered office

The entity is domiciled in Kigali, Rwanda. The address of its registered office is: P.O Box 7418 Kigali – Rwanda / Kacyiru.

1.8. Banker

The banker for the current year is the National Bank of Rwanda (BNR).

1.9. Auditor

The Project is audited by the Office of the Auditor General of State Finances (OAG).

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1.10. Funding summary

Source of funds	Donor Commitment- SDR	Amount received to date – SDR	Amount received to date – Frw	Undrawn balance to SDR	Exchange rate	Undrawn balance Frw
	(A)	(B)	(C)	D=(A-B)	E	F=D*E
Grant						
IFAD 2000001641	790,000	789,827.82	1,112,426,147	172.18	1,408.441332	242,505
Loan						
IFAD 2000001642	31,350,000	23,260,008.33	32,760,357,115	8,089,991.67	1,408.441332	11,394,278,644
Sub Total	32,140,000	24,049,836.15	33,872,783,262	8,090,163.85		11,394,521,149
Others	USD	USD	FRW	USD		FRW
GOR	3,863,900	1,071,041.14	1,057,267,439	2,792,858.86	987.139896	2,756,942,406
HEIFER INTERNATIONAL	3,996,900	2,861,387.82	2,824,590,077	1,135,512.18	987.139896	1,120,909,373
BANKS, SHAREHOLDERS	6,567,100	0	0	6,567,100.00	987.139896	6,482,646,411
BENEFICIARIES	5,931,800	958,350.48	946,025,990	4,973,449.52	987.139896	4,909,490,445
Sub Total	20,359,700	4,890,779	4,827,883,506	15,468,921		15,269,988,635
Total			4,827,883,506			26,664,509,784

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1.11. The management of the Project

The management that served the project during the year ended 30 June 2021 and until today is as follows:

Name	Role	Position	Contact Information
	Former Chief Budget Manager up to 14 August 2020	Director General of RAB	
	Chief Budget Manager from 14 August 2020 until now	Chief Finance Officer /RAB	
	Project Coordination	SPIU Coordinator from 14 August 2020 up to now	
	Project Management	Acting Project Coordinator until 14 August 2020 and Project Manager until today	
	Finance Management	Head of Finance	
	Finance Management	Chief Accountant	
	Monitoring, Evaluation & Information System	Head of MIS	

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2. STATEMENT OF MANAGEMENT RESPONSIBILITIES

Article 66 of the Organic Law N°. 12/2013 of 12/09/2013 on State Finances and Property requires budget agencies to prepare and submit to the Ministry annual financial statements in a period of one month from the end of the fiscal year and submit their annual financial statements to the Auditor General of State Finances not later than 30 September of the following fiscal year.

Article 19 of the Organic Law N° 12/2013 further stipulates that the Chief Budget Manager is responsible for maintaining accounts and records of the budget agency, preparing reports on budget execution, managing revenues and expenditures, preparing, maintaining and coordinating the use of financial plans, managing the financial resources for the budget agency effectively, efficiently and transparently, ensuring sound internal control systems in the budget agency and safeguarding the public property held by the budget agency. As Chief Budget Manager, I accept responsibility for the annual financial statements, which have been prepared using appropriate accounting standards applicable to Public entities as determined by Article 99 of the Ministerial Order N°. 001/16/10/TC of 26/01/2016 relating to financial regulations.

These financial statements have been extracted from the accounting records of **Rwanda Dairy Development Project (RDDP)** and the information provided is accurate and complete in all material respects. The financial statements also form part of the consolidated financial statements of the Government of Rwanda.

In my opinion, the financial statements give a true and fair view of the state of the financial affairs of **Project for Rwanda Dairy Development Project**. I further confirm that **Project for Rwanda Dairy Development Project** maintained proper accounting records which can be relied upon in the preparation of financial statements. I also confirm that adequate systems of internal control were maintained and operated effectively during the year to safeguard the assets of the budget agency.

The project closing date is 31 December 2022

Signature: _____



UMUTONI Clarisse
Chief Finance Officer/RAB



Date: _____

30/12/2021

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3.REPORT OF THE AUDITOR GENERAL

REPORT ON THE FINANCIAL STATEMENTS

**UMUTONI Clarisse
Chief Finance Officer/RAB**

3.1.Opinion

As required by Article 165 of the Constitution of the Republic of Rwanda of 2003 revised in 2015, and Articles 6 and 14 of Law N° 79/2013 of 11/09/2013 determining the mission, organization and functioning of the Office of the Auditor General of State Finances (OAG), I have audited the financial statements of **Rwanda Dairy Development Project (RDDP)** for the year ended **30 June 2021**. These financial statements comprise the statement of financial position as at 30 June 2021, the statement of financial performance, statement of cash flows, statement of changes in net assets, statement of comparison of budget versus actual and notes to the financial statements including a summary of significant accounting policies. These financial statements are set out on pages **19 to 53**

In my opinion, the accompanying financial statements give a true and fair view of the financial position of **RDDP** as at **30 June 2021**, of its financial performance and its cash flows for the year then ended in accordance with the guidelines provided by Ministerial Order N° 001/16/10/TC of 26/01/2016 relating to financial regulations and Organic Law N° 12/2013/OL of 12/09/2013 on State Finances and Property.

3.2.Basis for Opinion

I conducted my audit in accordance with the International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under ISSAIs are described in section 3.4 of this report.

I am independent of **Rwanda Dairy Development Project (RDDP)** and have fulfilled my ethical responsibilities in accordance with the ethical requirements that are relevant to my audit of financial statements of public entities as determined by the *Code of ethics* for International Organisation of Supreme Audit Institutions (INTOSAI). I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

**3.3 Responsibilities of management and those charged with governance for the
Financial Statements**

According to Organic Law N° 12/2013/OL of 12/09/2013 on State Finances and Property, management of **Rwanda Dairy Development Project (RDDP)** is responsible for keeping accounting records and books of account, and preparation of financial statements in accordance with the financial regulations prescribed by the Minister in Ministerial order N° 001/16/10/TC of 26/01/2016 relating to financial regulations. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation 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 **Rwanda Dairy Development Project's** ability to continue as a going concern,

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disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless Government either intends to discontinue operations of the Rwanda Dairy Development Project.

Those charged with Governance of this Project for Rwanda Dairy Development Project are the Project steering Committee. They are responsible for overseeing Projects' activities.

3.3. Auditor General's responsibilities for the audit of the financial statements

My objective when conducting an audit is 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 my opinion. Misstatements can arise from fraud or error and are considered material if individually or in aggregate, they could reasonably be expected to influence economic decisions of users taken on the basis of these financial statements.

An audit conducted in accordance with ISSAIs requires an auditor to exercise professional judgment and maintain professional skepticism throughout the audit and involves:

- The identification and assessment of the risks of material misstatement of the financial statements, whether due to fraud or error; design and perform procedures responsive to those risks and to obtain sufficient and appropriate audit evidence to provide a basis for the auditor's opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal controls.
- Obtaining an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purposes of expressing an opinion on the effectiveness of internal control.
- Evaluating the appropriateness of accounting policies used, the reasonableness of accounting estimates made by management.
- Concluding on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Rwanda Dairy Development Project's ability to continue as a going concern as well as evaluating the presentation of the financial statements.
- Evaluation of the overall presentation, structure and content of the financial statements, including disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieved fair presentation.

**KAMUHIRE Alexis
AUDITOR GENERAL
KIGALI**

30th December, 2021



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4. FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2021

**4.1. STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30
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	Notes	For the year ended 30 June 2021	For the year ended 30 June 2020
		Frw	Frw
REVENUE			
Revenue from exchange transactions	4	-	51,600
Transfers from other government entities	5	500,000,000	200,000,000
Grants	6	426,442,281	166,212,165
Other revenue	7	1,604,697,110	985,656,302
Borrowings	8	5,770,497,279	9,591,545,472
Total Revenue		8,301,636,670	10,943,465,539
EXPENSES			
Wages, salaries and employee benefits	9	616,174,794	627,948,262
Goods and services	10	4,357,530,843	5,539,746,057
Capital expenditure	11	97,338,255	337,308,000
Grants and other transfer payments	12	3,236,824,534	2,003,488,120
Other expenses	13	5,901,020	14,091,817
Social assistance	14	190,500	239,298,346
Total expenses		8,313,959,946	8,761,880,602
OTHER GAINS AND LOSSES			
Foreign exchange gain	15	38,649,426	22,018,732
Surplus for the period		26,326,150	2,203,603,669

The notes on pages 24 to 53 form an integral part of the financial statements.

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4.2.STATEMENT OF FINANCIAL POSITION AS AT 30 JUNE 2021

	Notes	As at 30 June 2021 Frw	As at 30 June 2020 Frw
ASSETS			
Current Assets			
Cash and cash equivalents	16	1,091,929,419	1,977,990,239
Receivables from exchange transactions	17	93,916,687	-
Prepayments and other current assets	18	-	27,463,414
Total Assets		1,185,846,106	2,005,453,653
EQUITY AND LIABILITIES			
Current Liabilities			
Current accounts Payable	19	89,765,797	866,165,596
Tax liabilities	20	2,540,401	72,074,299
Equity/ Net Assets			
Accumulated opening balance	21	(17,746,938)	(17,746,938)
Adjustments on current liabilities	23	(79,000)	(79,000)
Adjustments on cash and cash equivalents	24	20,000	20,000
Accumulated surplus / (deficit)		1,111,345,846	1,085,019,696
Total		1,185,846,106	2,005,453,653

The notes on pages 24 to 53 form an integral part of the financial statements.

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4.3. STATEMENT OF CASH FLOWS FOR THE YEAR ENDED 30 JUNE 2021

	Note	30 June 2021	30 June 2020
		Frw	Frw
Cash flow from operating activities (A)			
Receipts			
Revenue from exchange transactions	04	-	51,600
Transfers from other government entities	05	500,000,000	200,000,000
Grants	06	426,442,281	166,212,165
Other revenue	07	1,604,697,110	985,656,302
Foreign exchange gain	15	57,306,570	22,018,732
Total receipts		2,588,445,961	1,373,938,799
Payments			
Wages, salaries and employee benefits	09	(616,174,794)	(627,948,262)
Goods and services	10	(4,376,187,987)	(5,539,746,057)
Grants and other transfer payments	12	(3,236,824,534)	(2,003,488,120)
Other expenses	13	(5,901,020)	(14,091,817)
Social assistance	14	(190,500)	(239,298,346)
Total payments		(8,235,278,835)	(8,424,572,602)
Adjusted for working capital			
Changes in receivables		(66,453,273)	(25,884,838)
Changes in payables		(845,933,697)	(375,411,429)
		(912,386,970)	(401,296,267)
Cash and cash equivalent from operations		(6,559,219,844)	(7,451,930,070)
Cash flows from investing activities (B)			
Capital expenditure	12	(97,338,255)	(337,308,000)
Cash and cash equivalent from Investment activities		(97,338,255)	(337,308,000)
Cash flow from financing activities (C)			
Borrowings	08	5,770,497,279	9,591,545,472
Cash and cash equivalent from financing activities		5,770,497,279	9,591,545,472
Net cash and cash equivalent for the period		(886,060,820)	1,802,307,402
Cash and cash equivalent at the beginning		1,977,990,239	175,682,837
Cash and cash equivalent at the end		1,091,929,419	1,977,990,239

The notes on pages 24 to 53 form an integral part of the financial statements

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4.4. STATEMENT OF CHANGES IN NET ASSETS AS AT 30 JUNE 2021

	Notes	Accumulated Surplus / Deficit	Movement during the year	Total
Fiscal year		2018/2019	2019/2020	2019/2020
		Frw	Frw	Frw
Total accumulated opening balance		(17,746,938)	-	(17,746,938)
Accumulated opening balance		(17,746,938)	-	(17,746,938)
Accumulated surplus from previous years		(1,118,583,973)	2,203,603,669	1,085,019,696
Accumulated surplus/(deficit)		(1,118,583,973)	2,203,603,669	1,085,019,696
Total accumulated adjustments		(59,000)	-	(59,000)
Adjustments on cash and cash equivalents		20,000	-	20,000
Adjustments on current liabilities		(79,000)	-	(79,000)
Total		(1,136,389,911)	2,203,603,669	1,067,213,758
Fiscal year		2019/2020	2020/2021	2020/2021
Total accumulated opening balance		(17,746,938)	-	(17,746,938)
Accumulated opening balance		(17,746,938)	-	(17,746,938)
Accumulated surplus from previous years		1,085,019,696	26,326,150	1,111,345,846
Accumulated surplus/(deficit)		1,085,019,696	26,326,150	1,111,345,846
Total accumulated adjustments		(59,000)	-	(59,000)
Adjustments on cash and cash equivalents		20,000	-	20,000
Adjustments on current liabilities		(79,000)	-	(79,000)
Total		1,067,213,758	26,326,150	1,093,539,908

The notes on pages 24 to 53 form an integral part of the financial statements

4.5. STATEMENT OF COMPARISON OF BUDGET AND ACTUAL AMOUNTS

Particulars	Original Budget	Revised Budget	Actual amount	Variance	%
RESOURCES	1,714,337,502	1,956,617,466	2,531,139,391	-574,521,925	129.4
Grants	697,141,375	697,141,375	426,442,281	270,699,094	61.2
Transfers from other government entities	423,403,000	423,403,000	500,000,000	-76,597,000	118.1
Other revenue	593,793,127	836,073,091	1,604,697,110	(768,624,019)	191.9
PAYMENTS	7,136,384,629	9,498,111,848	8,177,972,265	1,320,139,583	86.1
Wages, salaries and employee benefits	573,252,561	688,161,210	616,174,794	71,986,416	89.5
Goods and services	5,362,467,068	5,199,357,181	4,357,530,843	841,826,338	83.8
Foreign exchange loss /(gain)		1,500,000	-38,649,426	40,149,426	2,576.6
Subsidies	999,999,997	379,999,997		379,999,997	0.0
Grants and other transfer payments	960,003	3,214,762,460	3,236,824,534	(22,062,074)	100.7
Social assistance	100,000,000	191,000	190,500	500	99.7

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Other expenses	99,705,000	14,140,000	5,901,020	8,238,980	41.7
ACQUISITION OF NON-CURRENT ASSETS	2,291,445,407	171,998,152	97,338,255	74,659,897	56.6
Capital expenditure	2,291,445,407	171,998,152	97,338,255	74,659,897	56.6
TRANSACTIONS IN FINANCIAL ASSETS AND LIABILITIES	7,713,492,534	7,713,492,534	5,770,497,279	1,942,995,255	74.8
NET ACQUISITION OF FINANCIAL ASSETS					
NET INCURRENCE OF LIABILITIES	7,713,492,534	7,713,492,534	5,770,497,279	1,942,995,255	74.8
Borrowings	7,713,492,534	7,713,492,534	5,770,497,279	1,942,995,255	74.8

Explanation on variances

Grants: Grants were received at 61%. This was a result of some activities that were at standstill due to COVID-19.

Subsidies: Subsidies were not executed due to IFAD rejection of implementation of this activities.

Goods and services: Goods and services were executed at 83.8%. The unutilized funds were meant for training costs that was hampered by the effects of COVID-19.

Capital expenditure: This was executed at 57% due to some contracts not executed due to COVID-19.

Borrowings: Grants were received at 61%. This was a result of some activities that were at standstill due to COVID-19.

The financial statements were approved by the management of the RDDP and were signed by:

Prepared by: **BARABWIRIZA Samuel**
Chief Accountant

Checked by: **Stephen RWAMULANGWA**
SPIU Coordinator

Approved by: **UMUTONI Clarisse**
Chief Finances Officer

Signature _____ Date 30/12/2021
Signature _____ Date 30/12/2021
Signature _____ Date 30/12/2021



4.6. NOTES TO THE FINANCIAL STATEMENTS

4.6.1. Statement of compliance

The financial statements have been prepared in accordance with the Organic Law N° 12/2013 of 12/09/2013 on State Finances and Property and related legal framework. These financial statements have been authorized for issue by The Chief Budget Manager UMUTONI Clarisse on 31 July 2021.

The financial statements have been prepared on a going concern basis and the accounting policies have been applied consistently throughout the period. The presentation and classification of items in the financial statements are consistent from one period to the next and takes into consideration progressive improvements as contained in the Government of Rwanda roadmap to migrate to accrual IPSAS.

4.6.2. Basis of preparation

The financial statements have been prepared on the basis of historical costs unless otherwise stated. The cash flow statement is prepared using the direct method.

The specific accounting basis for major items in the financial statements are provided below.

In this context modified accrual basis of accounting means that financial transactions and events shall generally be recognized in the books of account when they occur and not only when cash or its equivalent is received or paid, except in the following circumstances when transactions will be treated on a cash basis;

- Public debt (principal and interest) – involving Treasury bills, treasury bonds, corporate bonds, sovereign bonds and external loans acquired by the Ministry or any other debt the State may take on will be treated on cash basis and recognized as revenue during the year of receipt and as expenditure in the year of repayment. However, loans acquired directly by a public entity and any associated interest shall be treated on an accrual basis and recognized as liabilities.
- Inventories – these are assets:
 - a. In the form of materials and supplies to be consumed in the production process,
 - b. In the form of materials to be consumed in the rendering of services,
 - c. Held for sale or distribution in the ordinary course of operations,
 - d. In the process of production for sale or distribution.

Inventories include assets such as consumable stores, maintenance materials, ammunition, land and other properties held for sale, strategic stock piles e.g. fuel reserves. These will be treated on cash basis and recorded as expenditure during the year of acquisition and treated as revenue in the year of disposal.

- **Non-exchange transactions:** - These arise where an entity receives value from another entity without giving approximately equal value in exchange. These include taxes, fines

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and penalties, transfers, gifts and donations and shall be recognised when cash is received.

- **Non-current assets (tangible and intangible assets):** - such as vehicles, furniture, equipment, finance leases, Plant and tools and investment property will be treated on cash basis and recorded as capital expenditure during the year of acquisition and revenue in the year of disposal.
- **Investments excluding those directly made by public entities:** - shareholding in public corporations, investments in associates, equity interest in joint ventures, lending and on-lending by government entities will be treated on cash basis and recorded as capital expenditure during the year of acquisition and revenue in the year of disposal.

The financial statements are presented in Rwanda Francs (Frw), being the currency of legal tender in Rwanda which is the functional and reporting currency of the Government of Rwanda.

a) Reporting project

The Financial Statements have been prepared by **Rwanda Dairy Development Project (RDDP)** pursuant to Articles 19 and 66 of the Organic Law on State Finances and Property N° 12/2013 of 12/09/2013 that empowers the Chief Budget Manager to prepare the financial statements.

b) Reporting periods

The Government of Rwanda Fiscal Year runs from 1 July to 30 June. These financial statements cover the period from 1 July 2020 to 30 June 2021. The comparative figures reflect the 12 months ended 30 June 2020.

c) Key assumptions and judgements

These financial statements, as a component of the Government consolidated financial statements, reflect the Government's financial position as at 30 June 2021, and the financial results of operations and cash flows for the year ended on that date. Included in these financial statements are a number of judgements, estimations and assumptions.

d) Key assumptions

These financial statements reflect the financial position as at 30 June 2021, and the financial results of operations and cash flows for the period ended on that date. Included in these financial statements are a number of judgements, estimates and assumptions.

The assumptions are based on information available at the time of the preparation of the financial statements. It should therefore be noted that actual results may differ from the assumptions stated and thus have a material impact on the financial statements. The key assumptions are discussed below:

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e) Presentation Currency

The functional currency of the Government of Rwanda is the Rwandan Franc. For reporting purposes, the financial statements are translated into Rwandan Francs.

The rates used to translate foreign currency balances is the average rate applicable by National Bank of Rwanda as at 30 June 2021.

f) Areas of significant estimation

These financial statements do not have significant estimates so far. For the non-current asset and inventory balances disclosures, the acquisition cost before depreciation has been used.

g) Adoption of new and revised standards

The government is in the process of transitioning to IPSAS through a phased approach that involves a six-year implementation plan.

Fair presentation and Compliance with Accrual Basis IPSASs during the period of transition

IPSAS 33, First-Time-Adoption-of-Accrual-Basis-IPSASs, stipulates that where a first-time adopter has not recognized assets and/or liabilities under its previous basis of accounting, it is not required to recognize and/or measure the following assets and/or liabilities for reporting periods beginning on a date within three years following the date of adoption of IPSASs.

The IPSAS implementation roadmap as per blue print provides a six-year road map for implementation IPSAS accrual. The implementation is a process up to the six year. The government preferred incremental change instead of big bang.

Basing on the exemption relating to fair presentation and compliance provided by IPSAS 33, paragraph 33 to 62, the categories of assets and liabilities listed below have not been recognised but disclosed. Disclosing them is a first step in identification of assets and liabilities that have not been recognised in balance sheet. In addition, this is the second year of implementation, the identification is not yet completed and hence the disclosures might not be comprehensive. Further, though the approximate value is allocated to the non-current assets, the accuracy is not yet confirmed

The main ones include;

- a) Inventories (see IPSAS 12, Inventories);
- b) Investment property (see IPSAS 16, Investment Property);
- c) Property, plant and equipment (see IPSAS 17, Property, Plant and Equipment);
- d) Defined benefit plans and other long-term employee benefits (see IPSAS 25, Employee Benefits);
- e) Biological assets and agricultural produce (see IPSAS 27, Agriculture);
- f) Intangible assets (see IPSAS 31, Intangible Assets);
- g) Service concession assets and the related liabilities, either under the financial liability model or the grant of a right to the operator model (see IPSAS 32, Service Concession Arrangements: Grantor);

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- h) Public debts; and
- i) Government Investments in Public and Private Enterprises

4.6.3. Significant accounting policies

The accounting policies set out in this section have been consistently applied by all consolidated entities and for all the years presented.

- **Fines, penalties and licenses**

These are non-tax revenue collected by Rwanda Revenue Authority and other Government Agencies. They are recognised when cash underlying the fee, fine, penalty or licence is received.

- **Transfers from other general government units**

Transfers from other general Government units includes Transfers from National Treasury, Inter-entity and intra-entity transfers. Inter-entity transfers refer to transfers between cost or revenue centres belonging to different public entities while intra-entity refers to transfers between cost or revenue centres within the same budget agency.

A transfer is a transaction in which one institutional unit provides a good, service, or asset to another unit without receiving from the latter any good, service, or asset in return as a direct counterpart. Grants are normally receivable in cash, but may also take the form of the receipt of goods or services (in kind). Grants receivable are classified first by the type of unit providing the grant and then by whether the grant is current or capital.

A grant may be a sum of money or services given by a government body for specific purposes. Usually the money given can only be used for the intended purposes stated in the grant writing or application.

These transfers could be classified according to the sector of the counterparty and whether they are current or capital transfers.

The grants and transfers shall be sub-categorized as follows:

- a) Grants received from Foreign Governments;
- b) Grants received from International Organizations; and
- c) Grants received from other general Government units which includes Treasury Transfers, Inter-entity and intra-entity transfers.

Grants and similar financing for capital items, to the extent that they have not been eliminated on consolidation, are recognised immediately in the Statement of financial assets and liabilities unless it is likely that the grant will need to be repaid, in which case the grant is deferred in the Statement of financial assets and liabilities

The following applies to grants and transfers:

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- Grants are recognized in the books of accounts when cash is received and in case of grant in kind, such grants are recorded upon receipt of the grant item and upon determination of the value.
- Transfer from Treasury are recognized in the books of accounts when cash is received.
- Transfers received from Government entity for onward payment to a third party are not treated as an inter-entity (revenue) rather, such transfers shall be recorded as transit fund (liability) in the books of the receiving entity.
- Transfers from Treasury that are not related to current fiscal year budget are not treated as cash transfers. Instead such transfers shall be treated as inter-entity transfers.
- Transfers from entities to Treasury which does not relate to the current fiscal year budget are treated by Treasury as inter-entity transfers.
- Funds returned to Treasury at the end of the fiscal year as a result of zero balance accounts sweeping are not recognized as inter-entity transfers. Instead, those funds will reduce the cash transfer account balance for the same year. Where such transfers are received by Treasury in the subsequent fiscal year (such as embassies and foreign missions) such transfers is recognized as inter-entity transfers.
- The transfers other than grant include subsidies, as well as gifts and transfers from individuals, private non-profit institutions, nongovernmental foundations, corporations, and the nature of the transfer is not such that it could be included in the other categories of transfers.

- **Other income**

These are other revenue not classified in other classes of revenue. This include claims from insurance and guarantees seized.

- **Borrowings**

The Ministry of Finance and Economic Planning is the principal borrowing agent for Central Government. Public debt and associated interest is recognized on cash basis. Proceed from loan borrowing is recognized as revenue during the year of receipt at cost and repayment as expenditure in the year of repayment. Cash is considered as received when recipient entity received a transfer advice from the partner rather than when cash is received in the bank account of the receiving entity.

Other loans (principal and any associated interest) acquired directly by a public entity (e.g. those acquired by Decentralized Entities) are treated on an accrual basis and recognized as liabilities.

1. Expenditure

All expenditure is recognised on accrual basis however the point of recognition may be different according to their categories.

a) Compensation of employees

Compensation of employees is the total remuneration, in cash or in kind, payable to an individual in an employer-employee relationship in return for work performed by the latter during the reporting period.

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Expenditure relating to compensation of employees is accounted for on an accrual basis and recognized in the books of accounts when an expenditure is incurred regardless of the time associated cash and cash equivalent are paid out.

Staff costs include salaries and wages, the costs of pensions and other employee benefits. Public sector pension scheme costs include current service costs and past service costs.

b) Goods and services

Goods and services consist of the value of goods and services used for the production of market and nonmarket goods and services.

The value of goods or services is recorded when the goods or services are actually used rather than when they were acquired or paid for. In practice, these events often coincide for inputs of services but not for goods, which may be acquired some time in advance of their use. The value of goods purchased and held for resale is recorded as goods and services when they are sold.

c) Grants

Expenditure relating to grants includes grants to international organisation and foreign governments, grants to subsidiaries etc. Grants are accounted for on cash basis and recognized in the books of accounts when cash and cash equivalent is paid out. Cash is considered as paid when consideration for payment such as Cheque, Payment Order are signed rather than when cash and cash equivalent are debited from the bank statement.

d) Transfers to public Entities

Transfers to public entities are made in the form of direct/indirect cash transfers and direct payments to public reporting entities. Payments from the Central Treasury account are originated and approved by the respective Public entities before they are forwarded to the Treasury for payment. Direct/indirect cash transfers are transferred together with associated activities to be performed. The expenditure/receipt is recognised when actual cash is transferred. Cash is considered as transferred when consideration for payment such as EFT, Cheque, Payment Orders are approved level 2 rather than when cash and cash equivalent are debited from the bank statement. For direct payments expenditure is recognized when goods/services are received and when commitment is approved for all other expenditures. During the consolidation process while the actual spending reported by budget agencies is regarded as expenditures.

e) Acquisition of fixed assets

The expenditure on acquisition of property plant and equipment items is not capitalized. The cost of acquisition and proceeds from disposal of these items are treated as expenditure and income items respectively. Where an asset is acquired in a non-exchange transaction for nil or nominal consideration and the fair value of the asset can be reliably established, a contra transaction is recorded as revenue and as Acquisition of Fixed Assets otherwise it not recorded rather a fixed asset register which contains details of assets is maintained by each public entity.

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f) Other expenses

Any other expenses not part of the ones above will fall into this category and shall be for on cash basis of accounting and recognised in books of accounts when cash and cash equivalent is paid.

2. Assets and Liabilities

a) Cash and cash equivalents

Cash comprises cash on hand, demand deposits and cash equivalents. Demand deposits and cash equivalents comprise balances with banks and investments in short-term money market instruments which are readily convertible to known amounts of cash and are subject to insignificant risk of changes in value. Bank account balances include amounts held at the National Bank of Rwanda, foreign bank for the case of embassies and high commissions and at various commercial banks at the end of the reporting period.

b) Receivables from exchange transactions

These receivables include the receivables from the exchange transactions, prepayments and other receivables recoverable in period not exceeding 12 months.

c) Receivables from non-exchange transactions

These receivables include the receivables from taxes, receivables relating to on lending transactions, and other non-exchange transactions recoverable in period not exceeding 12 months.

d) Prepayments and other current assets

These include advances and prepayments made during the year but the service or goods are not yet consumed or received by the entity at the closing date.

e) Current Liabilities

These mainly relate to invoices for goods and services which were outstanding on the date of the closure of the fiscal year. These are recognized as liabilities for that specific fiscal year. All goods received notes are recognised as liabilities if not yet paid as at the end of the period.

It also includes short term borrowings received by budget agencies from Local Commercial Banks as these are not regarded as public debt.

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3. Other relevant information

a) Foreign currency transactions

Transactions denominated in foreign currencies are initially translated to the Rwandan Franc at the foreign exchange rate at the date of transaction.

The National Bank of Rwanda provides exchange rates for major foreign currencies on a daily basis. These are presented for selling rate (rate the bank will sell foreign currency to its clients), buying rate (rate the bank will buy foreign currency from its clients) and average rate (average between the selling and buying rate).

During the year, revenue items are translated using the selling rate (this equals the Buying rate presented at BNR website) of the transaction day whereas the Expense items should be translated using the buying rate (this equals the Selling rate presented at BNR website) of the transaction day.

The associated exchange losses are recorded as other expenditure while exchange gains should be recorded as other revenue. At the end of the year, book balances, Assets (such as bank and cash and accounts receivables) and liability (such as accounts payables), denominated in foreign currencies are converted into the Rwanda Franc at the average rate of exchange ruling on that closing date, as issued by the National Bank of Rwanda. The associated exchange losses/gains are recorded as expenditure/income in the books.

b) Comparative figures

Adjustments have been made on the opening balances of the current financial period with respect to adjustments made by individual entities relating to the comparative periods.

c) Subsequent events

There have been no events subsequent to the financial year end with a significant impact on the financial statements for the year ended June 30, 2021.

d) Changes in accounting policies and estimates

When presentation or classification of items in the financial statements is amended or accounting policies are changed voluntarily, comparative figures have been restated to ensure consistency with the current period unless it is impracticable to do so; in this regards, such adjustments have been treated as adjustments to opening balance.

e) Contingencies

The Project does not recognize a contingent liability, but discloses details of any contingencies in the notes to the financial statements, unless the possibility of an outflow of resources embodying economic benefits or service potential is remote. Project has no contingent assets.

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f) Notes to the statement of comparison of budget and actual amounts

- The original budget for 2020/2021 was approved by the Parliament/ District council for Local Government on 30 June 2020. Subsequent revisions or additional appropriations were made to the approved budget in accordance with specific approvals from the appropriate authorities. The additional appropriations are added to the original budget by the Government upon receiving the respective approvals in order to conclude the final budget. Accordingly, the Government recorded additional appropriations of 3 March 2021 budget in accordance with specific instructions of the Cabinet/Parliament.
- Government's budget is prepared on a different basis to the actual income and expenditure disclosed in the financial statements. The financial statements are prepared on accrual basis using a classification based on the nature of expenses in the Statement of revenues and expenditures, whereas the budget is prepared on a cash basis. The amounts in the financial statements were recast from the accrual basis to the cash basis and reclassified by presentation to be on the same basis as the approved budget. A comparison of budget and actual amounts, prepared on a comparable basis to the approved budget, is then presented in the statement of comparison of budget and actual amounts.

In addition to the Basis difference, adjustments to amounts in the financial statements are also made for differences in the formats and classification schemes adopted for the presentation of the financial statements and the approved budget.

- Timing differences occur when the budget period differs from the reporting period reflected in the financial statements. There are no timing differences for Government.
- Public entity differences occur when the budget omits program/activity or a public entity that is part of the public entity for which the financial statements are prepared. There are no entity differences.

4. Revenue from exchange transactions

This refers to the fees collected from the sales of Goods and Services and property income as follows for the period ended 30/06/2021.

ID Account	Description	12 Months to 30 June 2021	12 Months to 30 June 2020
		Frw	Frw
0602	Sale of good and services	-	51,600

5. Transfers from other government entities

During the period ended 30 June 2021, RDDP received transfers from other government entities as detailed below:

Id account	Description	12 Months to 30 June 2021	12 Months to 30 June 2020
		Frw	Frw
0503	Government counterpart funds	500,000,000	200,000,000

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6. Grants

These comprise grant received from IFAD during the year ended 30 June 2021.

ID Account	Description	12 Months to 30 June 2021	12 Months to 30 June 2020
		Frw	Frw
040202	International organization	426,442,281	166,212,165

7. Other revenue

The other revenue earned during the year ended 30 June 2021 comprises private contribution for matching grant, exempted taxes which was treated as counterpart fund:

ID Account	Description	12 Months to 30 June 2021	12 Months to 30 June 2020
		Frw	Frw
0701	Miscellaneous and unidentified revenue	1,604,697,110	985,656,302

8. Borrowings

These comprise of proceeds from borrowing from external development partners received by entity in form of cash transfers; direct payments and in form of technical assistance:

Code	Description	Lender	For the year ended 30 June 2021 (Frw)	For the year ended 30 June 2020 (Frw)
080203	Foreign loan (Loan received in cash)	IFAD	5,770,497,279	9,591,545,472

9. Wages, salaries and employment benefits

These comprise of the remuneration payable to employees in return for the work done. In addition to wages and salaries, compensation of employees includes social contributions made by general Government unit on behalf of its employees:

ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
211601	Project staffs remuneration basic salary in cash	439,764,743	567,779,926
211611	Project staffs remuneration TPR Top Up in cash	61,207,888	0
213121	Government contributions to social security for project staffs	21,061,273	25,360,701

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ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
213122	Government contributions to health insurance for project staffs	89,553,521	33,285,991
213124	Government contributions to maternity leave for project staffs	4,587,369	1,521,644
		616,174,794	627,948,262

10. Goods and Services

Below are expenditures incurred by RDDP in respect of use of goods and services for the year ended 30 June 2021:

ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
221	Office stationaries	112,934,985	148,833,668
222	Technical and research costs	2,023,005,244	2,637,973,267
223	Transport costs	320,701,821	410,998,783
224	Maintenance costs	74,444,162	48,146,178
226	Training	256,912,547	222,004,494
227	Agricultural and veterinary supplies	1,569,532,084	2,071,789,667
		4,357,530,843	5,539,746,057

11. Capital expenditure

The assets acquired by RDDP during the year ended 30 June 2021 are detailed below

ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
231410	Acquisition of computer software	9,625,000	0
231502	Acquisition of laboratory and medical equipment	84,704,255	0
231599	Acquisition of other specialized equipment	3,009,000	337,308,000
Total		97,338,255	337,308,000

12. Grants and other transfer payments

During the year ended 30 June 2021, RDDP transferred grants to different development partners as follow:

ID Account	Description	12 Months to 30 June 2021	12 Months to 30 June 2020
		Frw	Frw
262101	Current grants to International Organization	-	378,670,563

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264201	Transfers to Independent development projects	-	1,020,530,303
267104	Transfers to Central Government Institutions - Current	195,381,000	61,393,000
267105	Transfers to Districts	380,827,340	278,694,254
267109	Intra Transfers to Central Government	195,600,000	264,200,000
267399	Other transfer to non-reporting government entities	2,465,016,194	-
Total		3,236,824,534	2,003,488,120

13. Other expenses

The miscellaneous expenses incurred by RDDP for the year ended 30 June 2021 are detailed below;

ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
289102	Automobile and aircrafts insurance	5,901,020	14,091,817

14. Social assistance

Social assistance was incurred to facilitate preparation of world milk day.

ID Account	Description	12 months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
272	Social assistance	190,500	239,298,346

15. Other gain and losses

The effect of foreign exchange transactions for the year ended 30 June 2021 are shown below:

ID Account	Description	12 Months to 30 June 2021	12 months to 30 June 2020
		Frw	Frw
145111	Gain of currency exchange and translations	57,306,570	81,458,355
221605	Loss on currency exchange and translations	(18,657,144)	(59,439,623)
		38,649,426	22,018,732

16. Bank balances

The bank amounts shown in the table below have been reconciled to the bank statements as at 30 June 2021 and as at 30 June 2020.

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ID Account	Bank name	Bank account	Balance as at 30 June 2021	Balance as at 30 June 2020
			Frw	Frw
	MINAGRI RDDP OPERATIONS ACCOUNT RWF (RWF)		427,652,968	1,468,590,349
	MINAGRI RDDP COUNTERPART ACCOUNT RW (RWF)		481,998,819	181,549,070
	MINAGRI RDDP SPECIAL ACCOUNT USD (USD)		182,277,632	327,850,820
Total			1,091,929,419	1,977,990,239

Special account is denominated in USD and balance on this account as at 30 June 2021 was USD 184,652.28 and it was translated using exchange rate of 987.14 ruling as at 30 June 2021.

17. Receivables

This refers to the amount's receivable from the fees, sales of Goods and services and property income as at 30/06/2021

ID account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
312199	Other accounts receivables	63,087,905	-
312209	Maternity leave scheme contributions receivable	828,782	-
312801	Advance payments on works-goods and service contracts	-	27,463,414
322101	Accounts receivables - Customers	30,000,000	0
Total		93,916,687	27,463,414

18. Advance and other current assets

Advance relate to the amount paid to the contractor before starting works.

ID account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
312801	Advance payments on works-goods and service contracts	-	27,463,414
Total		-	27,463,414

19. Current accounts payable

The following payables were owed by RDDP to different suppliers as at 30 June 2021. Comparative figures are detailed below:

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ID account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
4121	Accounts Payables -Third parties		
412101	Suppliers Control	78,982,261	853,850,752
412105	Returned payments	5,473,124	4,055,884
412108	Other Accounts Payable	2,512,500	2,775,000
412109	Mission Payable	2,797,912	2,717,912
412201	Outstanding salaries and wages	-	1,556,183
412202	TPR Payable	-	726,662
412203	Medical health insurance contributions payables	-	291,924
412204	Social security contributions payables	-	177,935
412209	Maternity leave scheme contributions payables	-	13,344
Total		89,765,797	866,165,596

20. Tax liabilities

RDDP has the following tax liabilities as at 30 June 2021. Comparative figures are detailed below:

ID account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
4121	Tax liabilities		
412401	VAT payable	2,392,051	41,004,377
412402	WHT payable	148,350	31,069,922
Total		2,540,401	72,074,299

21. Accumulated opening balance surplus

These include cash book reconciled bank balances, petty cash balances, accounts payables balance as well as accounts receivables balances existing at the beginning of the year along with the closing balance of the Prior year adjustments and the accumulated balance as of the last year

Account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
511101	Bank and cash equivalent opening balance	3,044,785	3,044,785
511102	Receivables opening balance	1,053,000	1,053,000
511103	Payable opening balance	(21,844,723)	(21,844,723)
Total		(17,746,938)	(17,746,938)

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22. Adjustment on receivable

There was no adjustment on receivables account during the year ended 30 June 2021.

23. Prior year adjustment on payable

Prior year adjustments are detailed below

Account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
512103	Payables Adjustment	(79,000)	(79,000)

24. Prior year adjustment on cash and bank balances

Account	Description	Balance as at 30 June 2021	Balance as at 30 June 2020
		Frw	Frw
512101	Bank and cash Adjustment	20,000	20,000

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25. Changes in Accounts Receivable and Accounts Payable

These comprise of changes in accounts receivable and accounts payable from previous year to this year. Once the change in accounts receivable is positive, it represents the cash outflow while the negative change in accounts receivables implies cash inflows. As far as accounts payable are concerned, the positive change implies more cash inflows whereas the negative trend of accounts payable implies the cash flowing outside the entity. Below is the movement within accounts receivable and accounts payable.

Description	Balance as at 30 June 2020	Movement during the year	Balance as at 30 June 2021
	Frw	Frw	Frw
Receivables	27,463,414	(66,453,273)	93,916,687
Payables	866,165,596	(776,399,799)	89,765,797
Tax payable	72,074,299	(69,533,898)	2,540,401

26. Accumulated surplus or deficit

Accumulated surplus or deficit refers to the cumulative surplus and deficit from previous period and adjusted to the surplus of current period. See details below

Description	Frw
Accumulated opening surplus	1,085,019,696
Surplus for the period ended 30 June 2021	26,326,150
Accumulated surplus bal c/d	1,111,345,846

27. Important disclosures

27.1 Breakdown of the inventory of supplies and consumables

Below is the value of consumable store kept by RDDP as at 30 June 2021

Code	Description	Value Frw
331	Consumable stock	11,778,493

27.2 RDDPs' funds kept by third parties (Partners)

RDDP signed MoU with different partners and funds are transferred based on MoU, below are funds not yet utilized by those partners and the amount are held on their accounts as at 30 June 2021

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27.2.1 Funds transferred in Rwandan francs

No	Names of co-partner	Opening balance	Amount transferred during the year	Amount used	Closing balance as at 30 June 2021
		Frw	Frw	Frw	Frw
1	RAB	11,233,035	195,600,000	202,687,242	4,145,793
2	MINAGRI	-	195,381,000	66,406,611	128,974,389
3	Gicumbi	3,637,122	31,766,000	26,627,331	8,775,791
4	Nyabihu	4,500,642	19,280,000	23,414,790	365,852
5	Nyagatare	13,030,259	78,425,000	61,879,199	29,576,060
6	Musanze	5,207,272	22,031,000	26,300,517	937,755
7	Nyanza	63,816	18,627,000	18,257,253	433,563
8	Ruhango	239,760	18,567,000	17,873,000	933,760
9	Rustiro	1,881,428	32,067,000	26,948,428	7,000,000
10	Burera	285,600	25,727,000	25,112,600	900,000
11	Rwamagana	734,637	23,305,000	24,026,081	13,556
12	Huye	14,604,028	22,438,000	27,316,260	9,725,768
13	Kayonza	7,353,352	24,554,000	31,103,433	803,919
14	Rubavu	2,865,600	64,040,340	59,840,690	7,065,250
15	BDF	495,544,622	1,215,974,801	1,644,862,973	66,656,450
16	RNDP	39,295,149	121,862,360	158,627,877	2,529,632
17	RCVD	32,665,503	202,706,000	192,772,788	42,598,715
18	RYAF	89,592,381	278,610,000	312,671,771	55,530,610
19	NVVH	512,417		512,417	-
20	IRLI	29,908,244	205,517,570	170,405,995	65,019,819
21	Heiffer	189,389,972	530,400,000	658,895,841	60,894,131
Total		942,544,839	3,326,879,071	3,776,543,097	492,880,813

27.2.2 Funds transferred in foreign currencies

No	Names of co-partner	Opening balance	Amount used	Closing balance as 30 June 2021	Exchange rate	Closing balance as at 30 June 2021
		A	B	C=A-B	D	E=C*D
		USD	USD	USD		Frw
1	FAO	415,964	135,519	280,445	987.139896	276,838,448

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27.3 Summary of physical assets reconciled to the fixed asset register

	Computer and Equipment		Motorcycles		Motor vehicle		Building		Furniture & Fittings		Total	
	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw	Frw
Opening balance as at 01 July 2020	43,993,314	40,799,340	339,506,816	863,436,991	3,152,229,702							4,439,966,163
Additions during the year ended 30 June 2021	108,321,387	-	-	-	3,009,000							111,330,387
Total	152,314,701	40,799,340	339,506,816	863,436,991	3,155,238,702							4,551,296,550
Transfer & disposals	58,632,805	0	169,836,800	863,436,991	3,139,174,702							4,231,081,298
Closing balance as at 30 June 2021	93,681,896	40,799,340	169,670,016	-	16,064,000							320,215,252

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27.4 Transfers to public reporting entities

Receiving entity	Amount transferred		Comparative figures	
		Frw		Frw
MINAGRI		195,381,000		61,393,000
RAB		195,600,000		264,200,000
KAYONZA District		24,554,000		24,554,000
NYAGATARE District		78,425,000		38,545,254
Rwamagana district		23,305,000		21,383,000
Huye District		22,438,000		22,437,000
Nyanza District		18,627,000		18,627,000
Nyabihu district		19,280,000		18,056,000
Rubavu district		64,040,340		18,161,000
Rutsiro district		32,067,000		19,567,000
Burera district		25,727,000		24,837,000
Gicumbi district		31,766,000		31,766,000
Musanze district		22,031,000		21,880,000
Ruhango district		18,567,000		18,881,000
Total		771,808,340		604,287,254

27.5 Aging summary report receivable

Receivable aging summary provide information regarding receivable period

Description	1-45 days	46-90 days	91-365 days	Above 2 years	Total
	Frw	Frw	Frw	Frw	Frw
MCC	-	-	-	63,087,905	63,087,905
RSSB	-	-	828,782	-	828,782
PRISM Project	-	-	30,000,000	-	30,000,000
Total			30,828,782	63,087,905	93,916,687

27.6 Payables aging report

Description	1-45 days	46-90 days	91-365 days	1 year to 2 years	Above 2 years	Total
	Frw	Frw	Frw	Frw	Frw	Frw
United contractors Company	-	-	-	1,940,000	-	1,940,000
Smart OAK Ltd	-	-	-	23,695,000	-	23,695,000
RDDP Beneficiaries	-	-	-	8,271,036	-	8,271,036
Inter-business co	-	-	-	5,620,320	-	5,620,320
Access dreams Ltd	2,512,500	-	-	9	-	2,512,400
Musanze graphic co Ltd	4,796,650	-	-	-	-	4,796,650
Sarura Agro-vet co Ltd	-	42,930,291	-	-	-	42,930,291
RRA VAT and WHT	2,540,401	-	-	-	-	2,540,401
Total	9,849,551	42,930,291	-	39,526,356	-	92,306,098

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27.7 Advance guarantee

The table below shows the prepayment made to the contractors

Contractor name	Contract objective	Guarantor	Contract amount	Advance paid	Recovered amount	Advance not recovered	Expiry date
			Frw	Frw	Frw	Frw	
Karame	Construction of road to nitrogen	MUA Insurance Rwanda Ltd	137,317,970	27,463,414	27,463,414	-	31/12/2021

27.8 Performance guarantee

Contractor name	Guarantor	Contract amount	Guaranteed amount	Return date
		Frw	Frw	
	MUA Insurance Rwanda Ltd	138,906,020	13,890,602	04/06/2022
	Ecobank Rwanda	44,900,280	4,490,028	20/12/2020
	MUA Insurance Rwanda Ltd	39,803,970	3,980,397	28/06/2021
	MUA Insurance Rwanda Ltd	69,658,621	6,965,862	04/02/2022
Total		293,268,891	29,326,889	

28. Additional Schedules

28.1 Schedule of withdrawal applications IFAD LOAN N°2000001642

WA Number	Description	Date	Total (Frw)	Total (USD Equivalent)	Total(SDR Equivalent)
WA.33	Replenishment	24/09/2020	1,727,582,792	1,826,582.00	1,300,873.14
WA.34	BDF	16/12/2020	258,475,000	276,373.90	191,672.09
WA.33bis	Replenishment	18/12/2020	214,097,474	222,661.71	154,201.06
WA.35	Replenishment	04/03/2021	1,878,462,025	1,941,344.85	1,352,109.19
WA.36	BDF	31/03/2021	1,116,129,988	1,151,139.23	812,257.34
WA.37	Replenishment	08/04/2021	575,750,000	601,982.75	422,984.27
Total for 12 months to 30 JUNE 2021			5,770,497,279	6,020,084.44	4,234,097.09
Total previous cumulative			23,081,528,572	26,387,820.21	19,025,911.24
Grand total			28,852,025,851	32,407,904.65	23,260,008.33

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28.2 Schedules of withdraw application

External Grant-Grant N° 2000001641

WA Number		Date	Total (Frw)	Total (USD Equivalent)	Total (SDR Equivalent)
WA.05	Replenishment	25/11//2020	151,417,292	158,029.43	110,876.84
WA.06	Replenishment	12/10/2020	185,905,853	193,579.87	135,041.91
WA.07	Replenishment	14/05/2021	89,119,136	91,592.00	63,663.03
Total for 12 months to 30 June 2021			426,442,281	443,201.30	309,581.78
Total previous cumulative			575,180,926	673,970.18	480,246.04
Grand total			1,001,623,207	1,117,171.48	789,827.82

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28.3 Summary of expenses by Categories for 12 months period ended 30 June 2021

	Categories	IFAD LOAN	IFAD GRANT	GOR	HPI	Beneficiaries	TOTAL
1	Works	819,594,886	-	125,233,502	-	-	944,828,388
2	Goods, services and inputs	694,247,357	-	38,682,319	-	-	732,929,676
3	Consultancies	419,951,377	-	8,339,268	65,361,508	682,928,837	1,176,580,990
4	Training and workshop	2,582,569,863	426,442,281	28,918,504	582,928,754	107,513,657	3,728,373,059
5	Grants and subsidies	834,225,000	-	-	-	-	834,225,000
6	Salaries and allowances	616,174,794	-	-	-	-	616,174,794
7	Operating costs	276,545,540	-	22,959,643	-	-	299,505,183
	FY 2020-2021	6,243,308,817	426,442,281	224,133,236	648,290,262	790,442,494	8,332,617,090
	FY 2019-2020	7,703,304,223	-	381,494,564	593,491,940	143,029,498	8,821,320,225

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28.4 Cumulative of expenses by categories for 12 months period ended 30 June 2021

CATEGORIES		IFAD LOAN	IFAD GRANT	GOR	HPI	Beneficiaries	TOTAL
		Frw	Frw	Frw	Frw	Frwv	Frw
1	Works	2,532,711,672	-	266,426,316	-	12,553,998	2,811,691,986
2	Goods, services and inputs	10,054,427,284	-	395,097,232	-	-	10,449,524,516
3	Consultancies	6,826,464,128	293,078,360	87,166,232	2,241,661,323	682,928,837	10,131,298,880
4	Training and workshop	4,066,563,623	426,442,281	87,769,550	582,928,754	107,513,657	5,271,217,865
5	Grants and subsidies	2,555,338,537	-	1,464,937	-	143,029,498	2,699,832,972
6	Salaries and allowances	2,392,847,240	-	-	-	-	2,392,847,240
7	Operating costs	626,493,597	-	65,679,111	-	-	692,172,708
TOTAL FY 2020-2021		29,054,846,081	719,520,641	903,603,378	2,824,590,077	946,025,990	34,448,586,167
Cumulative up to 30 June 2020		22,811,537,264	293,078,360	679,470,142	2,176,299,815	155,583,496	26,115,969,077

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28.5 Summary of expenses by Component for 12 months' period ended 30 June 2021

Component	IFAD & LOAN - 2000001642	IFAD GRANT Nr 2000001641	Heifer International	Government counterpart funds	Beneficiaries	Total
	Frw	Frw	Frw	Frw	Frw	Frw
1.Climate-smart Dairy Production Intensification	3,768,608,914	426,442,281	66,487,239	142,610,996	107,513,657	4,511,663,087
1.1 Training and capacity building of smallholder dairy farmers	627,363,369		66,487,239	26,733,345	107,513,657	828,097,610
1.2 Sustainable access to public and private livestock services	64,635,233			10,755,433		75,390,666
1.3 Asset building and climate-smart productivity of poor households	3,076,610,312	426,442,281		105,122,218		3,608,174,811
2.Producer organization and value chain development	1,629,497,384	-	581,803,023	69,960,866	682,928,837	2,964,190,110
2.1 Organization and capacity building of dairy cooperatives and other VC players	513,685,978		335,799,711	26,359,956	682,928,837	1,558,774,482
2.2 Investment in milk collection and processing infrastructure	708,870,161		246,003,312	37,843,566		992,717,039
2.3 Leveraging financing for climate resilient dairy enterprise development	406,941,245			5,757,344		
3. Institutional and Policy Development	72,062,357	-	-	1,498,487	-	73,560,844
3.1 Policy formulation						
3.2 Policy implementation and institutional strengthening						
3.3 Policy related analysis and technical assistance	72,062,357			1,498,487		73,560,844
4.Project Management and Coordination	773,140,162	-	-	10,062,887	-	783,203,049
4.1 Investment costs	28,524,816			2,531,582		31,056,398
4.2 Recurrent costs	744,615,346			7,531,305		
Total FY 2020/2021	6,243,308,817	426,442,281	648,290,262	224,133,236	790,442,494	8,332,617,090
Total FY 2019/2020	7,703,304,223	-	593,491,940	381,494,564	143,029,498	8,821,320,225

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28.6 Cumulative total expenses by component as at 30 June 2021

Component	IFAD & LOAN - 2000001642	IFAD GRANT Nr 2000001641	Heifer International	Government counterpart fund	Beneficiary	Total
	Frw	Frw	Frw	Frw	Frw	Frw
1. Climate-smart Dairy Production Intensification	15,039,174,025	608,782,455	1,958,606,697	447,823,380	107,513,657	18,161,900,214
1.1 Training and capacity building of smallholder dairy farmers	2,833,626,206	79,973,729	176,220,703	122,478,026	107,513,657	3,319,812,321
1.2 Sustainable access to public and private livestock services	5,655,635,644	102,366,445	917,773,286	119,596,939	-	6,795,372,314
1.3 Asset building and climate-smart productivity of poor households	6,549,912,175	426,442,281	864,612,708	205,748,415	-	8,046,715,579
2.Producer organization and value chain development	9,460,522,070	73,026,740	816,027,122	354,111,126	838,512,333	11,542,199,391
2.1 Organization and capacity building of dairy cooperatives and other VC players	2,654,428,480	-	335,799,711	41,859,399	682,928,837	3,715,016,427
2.2 Investment in milk collection and processing infrastructure	5,433,383,273	73,026,740	426,143,567	290,283,484	143,029,498	6,365,866,562
2.3 Leveraging financing for climate resilient dairy enterprise development	1,372,710,317	-	54,083,844	21,968,243	12,553,998	1,461,316,402
3. Institutional and Policy Development	673,341,762	27,597,400	49,956,258	20,802,805	-	771,698,225
3.1 Policy formulation	10,265,441	-	-	33,559	-	10,299,000
3.2 Policy implementation and institutional strengthening	393,377,581	27,597,400	-	2,252,678	-	423,227,659
3.3 Policy related analysis and technical assistance	269,698,740	-	49,956,258	18,516,568	-	338,171,566
4.Project Management and Coordination	3,881,808,224	10,114,046	-	80,866,067	-	3,972,788,337
4.1 Investment costs	367,324,509	-	-	33,710,724	-	401,035,233
4.2 Recurrent costs	3,514,483,715	10,114,046	-	47,155,343	-	3,571,753,104
Cumulative up to June 30 2021	29,054,846,081	719,520,641	2,824,590,077	903,603,378	946,025,990	34,448,586,167
Cumulative up to June 30 2020	21,718,767,634	293,078,360	2,176,299,815	679,470,142	155,583,496	26,115,969,077

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28.7 Statement of special account activities

Account Name: Special Account			
Account N°:			
Bank:			
Address:	Kigali		
	Notes	USD	FRW
Opening balance at 01/07/2020		349,865.34	327,850,820
Add: Replenishments-WAs			
24/09/2020	WA.33	1,826,582.00	1,727,582,792
25/11/2020	WA.05	158,029.43	151,417,292
10/12/2020	WA.06	193,579.87	185,905,853
18/12/2020	WA.33bis	222,661.71	214,097,474
04/03/2021	WA.35	1,941,344.85	1,878,462,025
31/03/2021	WA.36	1,151,139.23	1,116,129,988
14/05/2021	WA.07	91,592.00	89,119,136
		5,934,794.43	5,690,565,379
Less Transfers to Operations account			
28/10/2020	Replenishment of Operation Account	2,000,000	1,906,790,942
25/01/2021	Replenishment of Operation Account	750,000	723,680,559
09/03/2021	Replenishment of Operation Account	1,000,000	967,708,134
28/04/2021	Replenishment of Operation Account	1,000,000	972,133,903
22/04/2021	Replenishment of Operation Account	1,000,000	976,772,754
		5,750,000	5,547,086,292
Less Bank charges		142.15	138,262
Add: Exchange Gain			57,306,570
Less Exchange Loss			18,369,764
Closing balance as at 30 June 2021		184,652.28	182,277,632

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28.8 Allocation and use of the financing funds on IFAD LOAN N° 200000I642

Category	Allocated				Disbursed			Balance as at 30 June 2021	
	Original Allocation in SDR	New Allocation in SDR	Equivalent USD-Before Allocation	Equivalent USD-After Allocation	Amount SDR	Equivalent USD(Or Otherwise)	Amount SDR	Equivalent USD (or otherwise)	Equivalent Frw (or otherwise)
Works	330,000	3,830,000	510,200	5,921,414	1,563,160.28	2,198,316.12	2,266,839.7	3,723,097.51	3,192,710,726
Consultancies	3,700,000	3,700,000	5,689,700	5,689,701	3,699,113.01	5,111,051.54	886.99	578,649.36	1,249,273
Grants & Subsidies	5,030,000	5,030,000	7,777,200	7,777,200	2,445,759.92	3,399,741.66	2,584,240.08	4,377,458.23	3,639,750,540
Goods ,services & Inputs	9,700,000	8,090,000	14,971,120	12,486,219	8,197,576.34	11,432,079.62	(107,576.34)	1,054,139.64	(151,514,964)
Operating costs	780,000	780,000	1,208,600	1,208,600	303,057.41	426,824.66	476,942.59	781,775.20	671,745,657
Salaries & allowances	2,420,000	2,420,000	3,737,900	3,737,901	1,742,364.95	2,437,271.31	677,635.05	1,300,629.23	954,409,212
Training & workshop	6,300,000	6,300,000	9,724,100	9,724,100	2,551,879.12	3,602,619.74	3,748,120.88	6,121,480.66	5,279,008,365
Advance Account/Startup Cost			-		99,752.23	135,274.00	(99,752.23)	(135,274)	(140,495,164)
Authorized allocation					2,657,345.07	3,664,726.00	(2,657,345)	(3,664,726)	(3,742,714,531)
Unallocated	3,090,000	1,200,000		4,769,440			1,200,000		1,690,129,598
TOTAL	31,350,000	31,350,000	43,618,820	51,314,574	23,260,008.33	32,407,904.65	8,089,991.67	14,137,229.83	11,394,278,712

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28.9 Allocation and use of the financing funds on IFAD GRANT:2000001641

Category	Allocated		Disbursed				Available balance as at 30 June 2021	
	Amount SDR	Equivalent USD(or otherwise)	Equivalent USD-Before Allocation	Equivalent USD-After Allocation	Amount SDR	Equivalent USD	Amount SDR	Equivalent USD(or otherwise)
Consultancies	350,000	486,955	486,955	486,955	324,728	463,064	25,273	23,891
Goods, services & inputs	370,000	514,781	514,781	514,781	322,078	454,108	47,922	60,673
Authorized allocation					143,023	200,000	(143,023)	(200,000)
Unallocated	70,000	97,391	97,391	97,391			70,000	97,391
TOTAL	790,000	1,099,127	1,099,127	1,099,127	789,828	1,117,171	172	(18,044)

28.10 DESIGNATED ACCOUNT RECONCILIATION STATEMENT

Part A: IFAD Loan

Project Title: RDDP (Rwanda Dairy Development Project)

IFAD LOAN & GRANT: N°2000001642

1.	TOTAL ADVANCED BY IFAD						USD	4,000,000
2.	LESS: TOTAL AMOUNT RECOVERED BY IFAD						USD	13,580.73
3.	EQUALS PRESENT OUSTANDING AMOUNT ADVANCED TO THE SPECIAL ACCOUNT (NUMBER 1 LESS NUMBER 2)						=USD	3,986,419.27
4.	BALANCE OF SPECIAL ACCOUNT PER ATTACHED BANK STATEMENT AS OF DATE: (30/06/2021)						USD	184,652.28
5.	PLUS: BALANCE OF THE PROJECT ACCOUNT(S)			FRW 822,081,247	FRW/USD 972.13		+USD	845,646.10
							+USD	845,646.10
						Sous total de 5:		845,646.10
	TOTAL OF SPECIAL ACCOUNT BALANCE, PROJECT ACCOUNT, SUB-ACCOUNTS..(4+5)						=USD	1,030,298.38
6.	PLUS. TOTAL AMOUNT CLAIMED IN THIS APPLICATION N° ...						+USD	
7.	PLUS: TOTAL AMOUNT WITHDRAWN FROM THE SPECIAL ACCOUNT/PA AND NOT YET CLAIMED (=3-4-5-8-11)							
	REASON: Eligible amount for which disb.Appl. Has not yet been prepared (from 01/05/2021).						+USD	906,902.31
8.	PLUS: AMOUNTS CLAIMED IN PREVIOUS APPLICATIONS NOT YET CREDITED AT DATE OF BANK STATEMENT AND CLAIMED AFTER DATE OF BANK STATEMENT							
		WA N°	Date	USD	AMOUNT			
		38	28/05/2021	usd	1,862,799.3			
		Total			1,862,799.2			
	SUBTOTALS OF PREVIOUS APPLICATIONS NOT YET CREDITED						+USD	1,862,799.31

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9.	MINUS: INTEREST EARNED								-USD	
10.	TOTAL ADVANCE ACCOUNTED FOR (N°.4 THROUGH N°.9)								=USD	3,800,000.00
11.	DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3 AND 10 ABOVE								=USD	186,419.27
						FRW	FRW/USD			
EXPLANATION OF ANY DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3 AND 10:										
		Funds difference attributed to the IFAD grant						USD	186,419.27	
								USD		
								USD		
								USD	186,419.27	
12.	DATE:	30/06/2021								
			Name:	NDAGIJIMANA Louis Munyemanzi						
			Title:	SPIU HFFA						
	Name:	BARABWIRIZA Samuel			Name:	RWAMULANGWA Stephen				
	Title:	Chief Accountant			Title:	SPIU Coordinator				

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28.11 Part B: IFAD Grant

IFAD GRANT: N°2000001641

ACCOUNT NUMBER: [REDACTED]

1.	TOTAL ADVANCED BY IFAD							USD	4,000,000	
2.	LESS: TOTAL AMOUNT RECOVERED BY IFAD							-USD	13,580.73	
3.	EQUALS PRESENT OUSTANDING AMOUNT ADVANCED TO THE SPECIAL ACCOUNT (NUMBER 1 LESS NUMBER 2)							=USD	3,986,419.27	
4.	BALANCE OF SPECIAL ACCOUNT PER ATTACHED BANK STATEMENT AS OF DATE: (30/06/2021)							USD	184,652.28	
				FRW		FRW/USD				
5.	PLUS: BALANCE OF THE PROJECT ACCOUNT(S)	822,081,247			972.134			+USD	845,646.10	
								+USD	-	
								Sous total de 5:	845,646.10	
	TOTAL OF SPECIAL ACCOUNT BALANCE, PROJECT ACCOUNT, SUB-ACCOUNTS (4+5)							=USD	1,030,298.38	
6.	PLUS: TOTAL AMOUNT CLAIMED IN THIS APPLICATION N° ...							+USD		
7.	PLUS: TOTAL AMOUNT WITHDRAWN FROM THE SPECIAL ACCOUNT/PA AND NOT YET CLAIMED (=3-4-5-8-11)									
	REASON: Eligible amount for which disb. Appl. Has not yet been prepared (from 01/05/2021).							+USD	186,419.27	
8.	PLUS: AMOUNTS CLAIMED IN PREVIOUS APPLICATIONS NOT YET CREDITED AT DATE OF BANK STATEMENT AND CLAIMED AFTER DATE OF BANK STATEMENT									
		WA N°	Date	USD	AMOUNT					
		WA#		USD						
	SUBTOTALS OF PREVIOUS APPLICATIONS NOT YET CREDITED							+USD	0.00	
9.	MINUS: INTEREST EARNED							-USD		
10.	TOTAL ADVANCE ACCOUNTED FOR (N°4 THROUGH N°9)							=USD	1,216,717.65	
11.	DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3 AND 10 ABOVE							=USD	2,769,701.62	
						FRW	FRW/USD			
EXPLANATION OF ANY DIFFERENCE BETWEEN THE TOTALS APPEARING ON LINES 3 AND 10:										
	Funds difference attributed to the IFAD Loan							USD	2,769,701.62	
								+USD		
12.	DATE: 6/30/2021							+USD	-	
								+USD	2,769,701.62	
				Name:	NDAGIJIMANA Louis Munyemanzi					
				Title:	SPIU HFFA					
	Name:	BARABWIRIZA Samuel			Name:	RWAMULANGWA Stephen				
	Title:	Chief Accountant			Title:	SPIU Coordinator				