

AUDITED PROJECT FINANCIAL STATEMENTS

PROJECT ID N°: 2000001144

DSF Grant N°: 2000001700-ER

Period Covered : 01/01/2018 – 31/12/2018

Fisheries Resources Management Programme (FReMP)

Prepared by: HLB Abraham Isaac & Company

Received on 28/06/2019

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**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME
(FReMP)
(IFAD DSF GRANT NO. 2000001700)**

**REPORT AND FINANCIAL STATEMENTS
31 DECEMBER 2018**

HLB ABRAHAM ISAAC & COMPANY
AUTHORISED AUDITORS AND ACCOUNTANTS
BIDHO STREET 171-1 RAZA BUILDING, 3rd FLOOR
P.O. BOX 3446
ASMARA - ERITREA

**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

**REPORT AND FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

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**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FRMP)
(IFAD DSF GRANT NO. 2000001700)**

Project Information
As at 31 December 2018

Implementing Agency:

Ministry of Marine Resources

Project Status:

Second Year

Location- Cost Centre:

National level -Asmara and Massawa
Zoba Debub
Zoba Gash Barka
Zoba Maekel
Zoba Anseba
Zoba Northern Red Sea
Zoba Southern Red Sea

Bankers:

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

Commercial Bank of Eritrea
Keren branch
Keren – Eritrea
Account # 2219

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED]
[REDACTED]

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

**Project Information (Cont...)
As at 31 December 2018**



Auditors:

HLB Abraham Isaac and Company
Authorised Auditors and Accountants
P.O.Box 3446
Asmara - Eritrea

Members of National Project Coordinators:

<u>Full Name</u>	<u>Responsible</u>
Tewolde Woldemikael	National project coordinator
Tecele Alemseged	Asst. NPC for coastal areas
Sami Mahmud	Asst. NPC for highland areas
Amanuel Semere	Financial controller
Measho Yohannes	Asst. Accountant
Makda Mebrahtu	Procurement controller
Adiam Mehari	Procurement officer
Simon Gebrenegus	Monitoring and evaluation officer
Ataklti Neguse	Asst. Monitoring and evaluation officer
Nardos Kebede Redi	Cashier

Location: Zoba Northern Red Sea - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Samsom Zekarias	Programme coordinator
Ibrahim Ahmed Sead	Financial controller
Mulugeta Mahdere	Monitoring and evaluation officer
Tikue Kidane	Planning officer
Hasen Mohamed Sied Hamed	Procurement officer
Gezaie Bahta	Cashier

Location: Zoba Southern Red Sea - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Mohammed Iyah	Programme coordinator
Meaza Tukabo	Financial controller
Araya Andemichael	Monitoring and evaluation officer
Ibrahim Saleh	Planning officer
Winta Berhane	Procurement officer
Hinna Ali Mohammed	Cashier

**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FRMP)
(IFAD DSF GRANT NO. 2000001700)**

Project Information (Cont...)

As at 31 December 2018

Location: Zoba Maekel - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Essaw Tikue	Programme coordinator
Yohannes Bahta	Financial controller
Hiab Kibrom	Monitoring and evaluation officer
Yonatan Afewerki	Planning officer
Bilal Saleh Yehdego	Procurement officer
Hewan Asfeha	Cashier

Location: Zoba Debub - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Alamin Ahmed	Programme coordinator
Asmerom Mengistu	Financial controller
Musie Mekonen	Monitoring and evaluation officer
Eseyas Feshaye	Planning officer
Debesay Rezene	Procurement officer
Aster Petros	Cashier

Location: Zoba Anseba - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Mahmud Idris	Programme coordinator
Medhane Tewelddebrhan	Financial controller
Solomon Bereket	Monitoring and evaluation officer
Tesfit Gebrekiristos	Planning officer
Semere Mehari	Procurement officer
Amine Mehari	Cashier

Location: Zoba Gash Barka - Members of PCO

<u>Full Name</u>	<u>Responsible</u>
Mekonen Ghirmai	Programme coordinator
Major Asmelash	Financial controller
Abdurezak Idris	Monitoring and evaluation officer
Amaniel Hayleab	Planning officer
Eseyas Asgedom	Procurement officer
Worku Abraha	Cashier

**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

**Project Information (Cont...)
As at 31 December 2018**

Back Ground:

Source of Financing:	IFAD DSF Grant
IFAD Grant allocated:	SDR 10,750,000
Effective date:	06 December 2016
Implementation starting date:	01 March 2017
Expiry date:	31 December 2023

Objectives:

- To increase income and improve nutrition situation for targeted beneficiaries and sustainable management of natural resources.

Components:

- Development of sustainable fisheries systems.
- Fisheries enterprises support services.
- Institution strengthening and implementation support.

**MINISTRY OF MARINE RESOURCES
FISHERIES RESOURCES MANAGEMENT PROGRAMME (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

STATEMENT OF PROGRAMME MANAGEMENT'S RESPONSIBILITIES

The agreement between IFAD and the Ministry of Marine Resources of the State of Eritrea requires the management of the Programme to prepare financial statements yearly until the Programme comes to an end. It also requires the management to ensure that the Programme keeps proper accounting records that disclose with reasonable accuracy, the financial position of the Programme. The management is also responsible for safe guarding the assets of the Programme.

The management accepts responsibility for annual financial statements, which have been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates, in accordance with International Public Sector Accounting Standards (IPSAS).

The management is of the opinion that the financial statements give a true and fair view of the state of the financial affairs of the Programme. The management further accepts responsibility for the maintenance of accounting records that may be relied upon in the preparation of the financial statements as well as adequate system of internal control and check.

Nothing has come to the attention of the management to indicate that the Programme will not remain going concern until the end of the duration period of the programme.



Tewolde Woldemikael
National Project Co-ordinator

Report of the Independent Auditors

**On the Financial Statements of
Ministry of Marine Resources
Fisheries Resources Management Programme (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

We have audited the financial statements set out on pages 8 to 19, which have been prepared on the basis of the accounting policies set out on page 17.

RESPECTIVE RESPONSIBILITIES OF MANAGEMENT AND AUDITORS

The management is responsible for the preparation of the financial statements. It is our responsibility to form an independent opinion, based on our audit, on those statements and to report our opinion to you.

BASIS OF OPINION

We conducted our audit in accordance with International Standard on Auditing and IFAD Guidelines. Our audit includes examination, on a test basis of evidence relevant to the amounts and disclosures in the financial statements. It also includes an assessment of the significant estimates and judgments made by the management in preparation of the financial statements, and of whether the accounting policies are appropriate to the Project's circumstances and are consistently applied and adequately disclosed.

We planned and performed our audit so as to obtain all the information and explanations which we considered necessary in order to provide us with sufficient evidence to give reasonable assurance that the financial statements are free of material misstatement whether caused by fraud or other irregularity or error. In forming our opinion, we also evaluated the overall adequacy of the presentation of information in the financial statements. We believe that our audit provides a reasonable basis for our opinion.

OPINION

In our opinion, proper books of account have been kept and the financial statements when read in conjunction with the notes thereto, give a true and fair view of the financial affairs of the Programme at 31 December 2018 and of the results of its operations for the year then ended and comply with International Public Sector Accounting Standards (IPSAS) and IFAD Guidelines.

With respect to Statement of Expenditure (SOE), adequate supporting documentation has been maintained to support claims from IFAD for reimbursement of expenditures incurred which are eligible for financing under Ministry of Marine Resources, Fisheries Resources Management Programme Agreement-IFAD DSF Grant No 2000001700.

HAB Abraham Isaac
Authorised Auditors and Accountants

Date *27th June 2019*.....



**Ministry of Marine Resources
Fisheries Resource Management Programme (FRMP)
(IFAD DSF GRANT NO. 2000001700)**

**Statement of Sources and Uses of Funds (by category)
For the Year Ended 31 December 2018**

	<u>Notes</u>	<u>Current year ERN</u>	<u>Previous year ERN</u>	<u>Cumulative ERN</u>
SOURCES OF FUNDS				
IFAD				
Grants: Initial Deposit		-	37,500,000	37,500,000
Grants: Recovery		-	-	-
Grants: Beginning cash		33,584,612	-	-
Grants: Replenishments to SA		7,438,322	-	7,438,322
Grants: Direct Payments		-	-	-
RECIPIENT				
Recipient contributions - cash		-	-	-
Recipient contributions - in kind		4,498,188	1,411,638	5,909,826
BENEFICIARIES				
Beneficiaries contributions - in kind		423,327	-	423,327
		45,944,449	38,911,638	51,271,475
Change in working capital		-	-	-
Total Sources of Funds		45,944,449	38,911,638	51,271,475
USES OF FUNDS				
BY CATEGORY				
IFAD				
1. Works		908,550	-	908,550
2. Vehicles		648,922	-	648,922
3. Equipment and materials		2,390,520	626,946	3,017,466
4. Consultancies and training		5,588,511	1,817,715	7,406,226
5. Salaries and allowances		473,488	289,700	763,188
6. Operating expenses		965,890	1,181,027	2,146,917
Sub Total		10,975,881	3,915,388	14,891,269
RECIPIENT				
1. Works		-	-	-
2. Vehicles		-	-	-
3. Equipment and materials		-	-	-
4. Consultancies and training		-	-	-
5. Salaries and allowances		4,498,188	1,411,638	5,909,826
6. Operating expenses		-	-	-
Sub Total		4,498,188	1,411,638.00	5,909,826
BENEFICIARIES				
1. Works		-	-	-
3. Equipment and materials		139,590	-	139,590
5. Salaries and allowances		283,737	-	283,737
Sub Total		423,327	-	423,327
Total Uses of Fund		15,897,396	5,327,026	21,224,422
SURPLUS		30,047,053	33,584,612	30,047,053

**Ministry of Marine Resources
Fisheries Resource Management Programme (FReMP)
(IFAD DSF GRANT NO. 2000001700)**

**Statement of Sources and Uses of Funds (by component)
For the Year Ended 31 December 2018**

	<u>Notes</u>	<u>Current year</u> <u>ERN</u>	<u>Previous year</u> <u>ERN</u>	<u>Cumulative</u> <u>ERN</u>
SOURCES OF FUNDS				
IFAD				
Grants: Initial Deposit		-	37,500,000	37,500,000
Grants: Recovery		-	-	-
Grants: Beginning cash		33,584,612	-	-
Grants: Replenishments to SA		7,438,322	-	7,438,322
Grants: Direct Payments		-	-	-
RECIPIENT				
Recipient contributions - cash				
Recipient contributions - in kind		4,498,188	1,411,638	5,909,826
BENEFICIARIES				
Beneficiaries contributions - in kind		423,327	-	423,327
		45,944,449	38,911,638	51,271,475
Change in working capital		-	-	-
Total Sources of Funds		45,944,449	38,911,638	51,271,475
USES OF FUNDS				
BY COMPONENT				
IFAD				
A. Development of sustainable fisheries system		2,609,423	803,923	3,413,346
B. Fisheries enterprises support services		166,092	423,397	589,489
C. Institution strengthening and implementation support		8,200,366	2,688,068	10,888,434
Sub Total		10,975,881	3,915,388	14,891,269
RECIPIENT				
A. Development of sustainable fisheries system		-	-	-
B. Fisheries enterprises support services		-	-	-
C. Institution strengthening and implementation support		4,498,188	1,411,638	5,909,826
Sub Total		4,498,188	1,411,638	5,909,826
BENEFICIARIES				
A. Development of sustainable fisheries system		-	-	-
B. Fisheries enterprises support services		-	-	-
C. Institution strengthening and implementation support		423,327	-	423,327
Sub Total		423,327	-	423,327
Total Uses of Fund		15,897,396	5,327,026	21,224,422
SURPLUS		30,047,053	33,584,612	30,047,053

**Statement of Expenditure
 For the Year Ended 31 December 2018**

	Current year			Previous year			Cumulative to date		
	Actual 1	Planned 2	Variance % 3=1/2	Actual 4	Planned 5	Variance % 6=4/5	Actual 7	Planned 8	Variance % 9=7/8
SOURCES OF FUNDS									
IFAD grant	7,438,322	77,698,500	10%	37,500,000	46,150,500	81%	44,938,322	123,849,000	36%
Counterpart fund	4,498,188	9,178,950	49%	1,411,638	5,446,500	26%	5,909,826	14,625,450	40%
Beneficiaries	423,327	802,500	53%	-	358,500	0%	423,327	1,161,000	36%
Total Sources of Funds	12,359,837	87,679,950	14%	38,911,638	51,955,500	75%	51,271,475	139,635,450	37%
USES OF FUNDS									
IFAD GRANT BY COMPONENT									
A. Development of sustainable fisheries system	2,609,423	40,660,500	6%	803,923	17,371,500	5%	3,413,346	58,032,000	6%
B. Fisheries enterprises support services	166,092	10,504,500	2%	423,397	11,331,000	4%	589,489	21,835,500	3%
C. Institution strengthening and implementation support	8,200,366	26,533,500	31%	2,688,068	17,448,000	15%	10,888,434	43,981,500	25%
SubTotal	10,975,881	77,698,500	14%	3,915,388	46,150,500	8%	14,891,269	123,849,000	12%
RECIEPANT FUND BY COMPONENT									
A. Development of sustainable fisheries system	-	3,690,000	0%	-	964,500	0%	-	4,654,500	0%
B. Fisheries enterprises support services	-	789,000	0%	-	642,000	0%	-	1,431,000	0%
C. Institution strengthening and implementation support	4,498,188	4,699,950	96%	1,411,638	3,840,000	37%	5,909,826	8,539,950	69%
SubTotal	4,498,188	9,178,950	49%	1,411,638	5,446,500	26%	5,909,826	14,625,450	40%
BENEFICIARIES BY COMPONENT									
A. Development of sustainable fisheries system	-	315,000	0%	-	114,000	0%	-	429,000	0%
B. Fisheries enterprises support services	-	487,500	0%	-	229,500	0%	-	717,000	0%
C. Institution strengthening and implementation support	423,327	-	-	-	15,000	0%	423,327	15,000	2822%
SubTotal	423,327	802,500	53%	-	358,500	0%	423,327	1,161,000	36%
Total Uses of Fund	15,897,396	87,679,950	18%	5,327,026	51,955,500	10%	21,224,422	139,635,450	15%

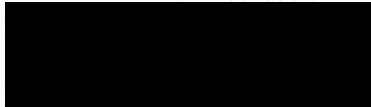
We hereby certify that the receipts from IFAD have been expended for eligible expenditures for the proper execution of the project, in accordance with the terms and conditions of the agreement dated _____

Name and title: _____

Dated: _____

Ministry of Marine Resources
 Fisheries Resource Management Programme (FReMP)
 (IFAD DSF GRANT NO. 2000001700)

Designated Account Statement
 For the Year Ended 31 December 2018



	<u>Note</u>	<u>USD</u>	<u>Equivalent ERN</u>
Opening balance		1,682,431	25,236,461
Add:			
IFAD Replenishments:			
Date 8/9/2018 W/A No. 2		495,888	7,438,322
		495,888	7,438,322
Bank interest		-	-
Deduct:			
Transfer to Operating Accounts:			
Transfer to bank account		266,666	4,000,000
Direct payment from special account		86,163	1,292,440
Bank service		50	750
Exchange rate difference			
Closing Balance		<u>1,825,440</u>	<u>27,381,593</u>
 Tewolde Woldemikael Project Co-ordinator		 Amanuel Semere Financial Controller	

Ministry of Marine Resources
 Fisheries Resource Management Programme (FReMP)
 (IFAD DSF GRANT NO. 2000001700)

Designated Account Reconciliation Statement
 For the Year Ended 31 December 2018



	<u>USD</u>	<u>Equivalent ERN</u>
1. Total advance by IFAD	2,500,000	37,500,000
2. <u>Less</u> total amount(s) recovered by IFAD:	<u>-</u>	<u>-</u>
3. Outstanding amount advanced by IFAD	<u>2,500,000</u>	<u>37,500,000</u>
4. Balance of Designated Account according to the bank statement at 31 December 2018	1,825,440	27,381,593
5. <u>Plus</u> balance of operating accounts	174,535	2,618,025
<u>Plus</u> cash on hand	<u>3,162</u>	<u>47,435</u>
Total bank balance as at 31 December 2018	2,003,138	30,047,053
<u>Plus</u> amount claimed		
6. WA No.	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>
7. <u>Plus</u> amount withdrawn and not yet claimed	<u>147,146</u>	<u>2,207,187</u>
	<u>147,146</u>	<u>2,207,187</u>
8. <u>Plus</u> amounts claimed in previous applications and not yet credited at the bank statement date, or claimed after the bank statement date		
WA No. 3 Date 04/04/2019	<u>349,717</u>	<u>5,245,760</u>
	<u>349,717</u>	<u>5,245,760</u>
9. Less: interest earned	<u>-</u>	<u>-</u>
10. Total advance accounted for	<u>2,500,001</u>	<u>37,500,000</u>
11. Difference between line 3 and line 10	<u>- 0.67</u>	<u>-</u>
Explanation of differences:	<u>-</u>	<u>-</u>
	<u>-</u>	<u>-</u>

DATE: 27/06/2019

SIGNATURE: [Signature]
 Name in Full: T. W. DEMIKAL
 Title in Full: NPD

Ministry of Marine Resources
 Fisheries Resource Management Programme (FRMP)
 (IFAD DSF GRANT NO. 2000001700)

SOEs-Withdrawal Application Statement
 For the Year Ended 31 December 2018

By Category of Expenditures in Local Currency ERN

Withdrawal application number	Initial deposit	Civil Works	Vehicles	Equipment and materials	Consultancies, and Training	Salaries and allowance	Operating expenses	Total ERN	Designated account currency equivalent	Value date	Rejected from IFAD	Net USD Reimbursed
		1	2	3	4	5	6					
Section A: Payment method - Replenishment												
<u>Approved withdrawals</u>												
2	-	614,002	-	1,689,281	2,979,897	512,038	1,643,104	7,438,322	495,888		-	-
<u>Pending submission</u>												
3	-	109,028	648,922	871,641	2,965,851	246,335	403,983	5,245,760	349,717			
		185,520	-	456,544	1,460,478	4,815	99,830	2,207,187	147,146			
Sub total (A)	-	908,550	648,922	3,017,466	7,406,226	763,188	2,146,917	14,891,269	992,751		-	-
Section B: Payment method - Reimbursement												
<u>Approved withdrawals</u>												
<u>Pending submission</u>												
Sub total (B)												
Section C: Payment method - Direct payment												
<u>Approved withdrawals</u>												
<u>Pending submission</u>												
Sub total (C)												
TOTAL (A+B+C)	-	908,550	648,922	3,017,466	7,406,226	763,188	2,146,917	14,891,269	992,751		-	-

**Ministry of Marine Resources
Fisheries Resources Management Programme (FRMP)
(IFAD DSF GRANT NO. 2000001700)**

**Notes to the Financial Statements
For the year ended 31 December 2018**

1. SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies adopted in the preparation of these financial statements are set out below:

A. Basis of Preparation

The financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) with particular emphasis on Modified Cash Basis Financial Reporting under the Modified Cash Basis of Accounting

B. Modified Cash Basis of Accounting

The modified cash basis of accounting recognizes:

- Transactions at the time cash flows take place,
- Invoices for goods and services which are outstanding on the date of the closure of the fiscal period as liabilities for that specific fiscal period,
- Loans and advances as assets/liabilities at the time of disbursement.

C. Foreign Currency Transactions

Foreign currency translation for the receipts and payments are converted using the actual historic exchange rate at the conversion from special to local account. Where part of the expenditures has to be met from the proceeds of subsequent draw downs from special to local account, this is done on First in First out (FIFO) basis.

All local expenditures paid in local currency are translated back to USD at the actual rate used for the transfer from special to local account. Cash or balances held in foreign currency are reported using the closing rate. Gains or losses on foreign currency transactions and balances are dealt within the Statement of Special Account Activities

2. Budget

The budget is developed on the same accounting basis (modified cash basis), same classification and the same year as the financial statements.

Ministry of Marine Resources
 Fisheries Resources Management Programme (FReMP)
 (IFAD DSF GRANT NO. 2000001700)

Notes to the Financial Statements
 For the year ended 31 December 2018

3. Fund Balances

Reconciliation

		2018 ERN	2017 ERN
	Cash Account	30,047,053	33,584,612
	Receivables	---	---
	Prepayments	---	---
		<u>30,047,053</u>	<u>33,584,612</u>

3a. Cash Details

	Cash Details	2018 ERN	2017 ERN
	Project Special Accounts		
	██	27,381,593	25,236,461
	Project Operating Accounts		
	██	1,046,461	2,372,371
	██	282,896	384,278
	██	10,413	905,742
	██	26,166	---
	██	58,047	1,000,000
	██	669,567	1,431,255
	██	314,739	1,312,485
	██	209,736	907,135
	Petty cash- Asmara	15,000	7,500
	Petty cash- Massawa	10,350	20,000
	Petty cash-Asseb	<u>22,085</u>	<u>7,385</u>
		<u>30,047,053</u>	<u>33,584,612</u>

4. Direct payment

W/A	Date	USD	ERN
No direct payment			

5. Government Counterpart Funds

Budget ERN	Actual ERN	Variance ERN	% Completed
<u>9,178,950</u>	<u>4,498,188</u>	<u>(4,680,762)</u>	49%

Ministry of Marine Resources
 Fisheries Resources Management Programme (FRMP)
 (IFAD DSF GRANT NO. 2000001700)

Notes to the Financial Statements
 For the year ended 31 December 2018

6. Beneficiaries Contribution Fund

Budget ERN	Actual ERN	Variance ERN	% Completed
802,500	423,327	(379,173)	53%

7. Non-Current Assets

	Cat 1, 2 and 3 Works, vehicles and equipment and materials ERN
Opening Balance	626,946
Additions:	
Works	908,550
Vehicles	648,922
Equipment and materials	1,886,179
	<u>4,070,597</u>

7a.

No.	Detail	01/01/2018 ERN	Change in fixed asset ERN	Total ERN
1.	Civil works			
	Floating set	---	15,368	15,368
	Watershed	---	93,660	93,660
	Mai –Sirwa ponds	---	30,001	30,001
	Aquaculture hatchery centre	---	769,521	769,521
	Sub total	---	908,550	908,550
2.	Vehicles			
	Motor cycle	---	648,922	648,922
3.	Equipment and Materials			
	Computers and printers	584,105	---	584,105
	Drums	42,841	---	42,841
	Toolkit	---	124,908	124,908
	SCUBA equipment's	---	724,076	724,076
	Office furniture's	---	1,037,195	1,037,195
	Sub total	626,946	1,886,179	2,513,125
	Grand Total	626,946	3,443,651	4,070,597

Ministry of Marine Resources
 Fisheries Resources Management Programme (FReMP)
 (IFAD DSF GRANT NO. 2000001700)

Notes to the Financial Statements
 For the year ended 31 December 2018

8. Yearly Procurements

Types of fixed asset purchased	Method of procurement
Civil works	Local shopping
Motor cycle	NCB
Furniture	NCB
Equipment's (Diving equipment's, lab equipment's, camera...)	NCB

9. Reconciliation of Funds Disbursed by IFAD and Funds Received by the Project

Fund Disbursed by IFAD

Date	W/A No.	Description	Amount SDR	Equivalent USD
8/8/2018	2	Replenishment	354,631	495,888
Total			354,631	495,888

DSF Fund Received by Project

Date	W/A No.	Description	Amount SDR	Equivalent USD
8/8/2018	2	Replenishment	354,631	495,888
Total			354,631	495,888

10. Allocation and use of the Funds of the Grant

Category	Allocated		Disbursed		Available Balance	
	Amount SDR	Equivalent USD	Amount SDR	Equivalent USD	Amount SDR	Equivalent USD
Initial Deposit	--	--	1,825,564	2,500,000	(1,825,564)	(2,500,000)
1	2,170,000	3,027,910	29,273	40,933	2,140,727	2,986,977
2	1,100,000	1,534,874	---	---	1,100,000	1,534,874
3	1,420,000	1,981,394	80,539	112,619	1,339,461	1,868,775
4	3,060,000	4,269,772	142,070	198,660	2,917,930	4,071,112
5	890,000	1,241,862	24,412	34,136	865,588	1,207,726
6	1,040,000	1,451,164	78,337	109,540	961,663	1,341,624
7	1,070,000	1,493,024	---	---	1,070,000	1,493,024
Balance at 31/12/2018	10,750,000	15,000,000	2,180,195	2,995,888	8,569,805	12,004,112

MINISTRY OF MARINE RESOURCES
 FISHERIES RESOURCES MANAGEMENT PROGRAMME (FRMP)
 (IFAD DSF GRANT NO. 2000001700)

Balance Sheet
At 31 December 2018

ASSETS EMPLOYED	NOTES	2018		2017	
		ERN	USD	ERN	USD
CURRENT ASSETS					
Cash at bank and on hand	3a	30,047,053	2,003,137	33,584,612	2,198,974
Use of funds		<u>21,224,422</u>	<u>1,414,961</u>	<u>5,327,026</u>	<u>355,135</u>
		<u>51,271,475</u>	<u>3,418,098</u>	<u>38,911,638</u>	<u>2,554,109</u>
REPRESENTED BY					
Funds	Appendix 1a	<u>51,271,475</u>	<u>3,418,098</u>	<u>38,911,638</u>	<u>2,554,109</u>

.....
 Tewolde Woldemikael
 National Project Co-ordinator

.....
 Amanuel Semere
 Financial Controller

Appendix 1

Ministry of Marine Resources
 Fisheries Resources Management Programme (FRMP)
 (IFAD DSF GRANT NO. 2000001700)

Notes to the Financial Statements
 For the year ended 31 December 2018

1a. FUNDS	<u>2018</u>		<u>2017</u>	
	<u>ERN</u>	<u>USD</u>	<u>ERN</u>	<u>USD</u>
GOE	5,909,826	393,988	1,411,638	94,109
Beneficiary	423,327	28,222	---	---
IFAD grant	<u>44,938,322</u>	<u>2,995,888</u>	<u>37,500,000</u>	<u>2,500,000</u>
	<u>51,271,475</u>	<u>3,418,098</u>	<u>38,911,638</u>	<u>2,594,109</u>