

**UNITED NATIONS OFFICE FOR PROJECT SERVICES
(UNOPS)****FINANCIAL AUDIT REPORT****14 May 2020**

PROJECT NAME:	YSLME PHASE 2
PROJECT NUMBER:	91007
COUNTRY:	REPUBLIC OF KOREA
AUDITOR:	BDO LLP
PERIOD SUBJECT TO AUDIT:	3 JULY 2014 TO 31 DECEMBER 2019

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Acronyms and abbreviations

IAIG	Internal Audit and Investigations Group
IESBA	International Ethics Standards Board for Accountants
ISA	International Standards on Auditing
UNOPS	United Nations Office for Project Services
US\$	United States Dollars

Financial audit report

Audit opinion on the project financial statement

Unmodified opinion

We have audited the accompanying project financial statement for the project 'YSLME Phase 2' ("the project") (oneUNOPS project ID 91007), which is implemented and managed by the UNOPS Office in Republic of Korea, for the period from 3 July 2014 to 31 December 2019.

In our opinion, the financial statement gives a true and fair view of, in all material respects, the expenditure of the project 'YSLME Phase 2' ("the project") (oneUNOPS project ID 91007), for the period from 3 July 2014 to 31 December 2019 in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those provisions and standards are further described in the 'Auditor's responsibility for the audit of the project financial statement' section of this report.

We are independent of UNOPS and the implementing partner in accordance with the IESBA Code of Ethics for Professional Accountants. We have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Management responsibility for the financial statement

Management is responsible for the preparation and fair presentation of the financial statement in accordance with International Public Sector Accounting Standards, and for such internal control as management determines is necessary to enable the preparation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's responsibility for the audit of the project financial statement

The objectives of our audit are set out in the terms of reference for the audits of UNOPS projects, as issued by the Internal Audit and Investigations Group (IAIG) of UNOPS, and include obtaining reasonable assurance about whether the project financial statement is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the decisions of users taken on the basis of the project financial statement.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We also identify and assess the risks of material misstatement of the project financial statement, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our 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 control.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Project financial statement

This is attached as Annex I to this report.

Audit opinion on the statement of non-expendable property**Unmodified opinion**

We have audited the accompanying statement of non-expendable property of the project 'YSLME Phase 2' (oneUNOPS project ID 91007) of UNOPS as at 31 December 2019.

In our opinion, the statement of non-expendable property presents fairly, in all material respects, the status of non-expendable property of the project 'YSLME Phase 2' (oneUNOPS project ID 91007), as at 31 December 2019, in conformity with the terms of the agreements and in accordance with International Public Sector Accounting Standards.

Statement of non-expendable property

This is attached as Annex II to this report.



Robert Waters

Partner

BDO LLP
55 Baker Street
London
W1U 7EU

14 May 2020

Responsibility statement by management

This is attached as Annex III to this report.

Annex I – Project financial statement

Expenditure report

Reporting Period: 201401-201912

COUNTRY	PROJECT	PROJECT_DESCR	WORKPACKAGE_DESCR	2014	2015	2016	2017	2018	2019	Grand Total
91007 YSLME Phase	91007-ACTIVITY 1	Sust. Reg. & Nat. Cooperation			220,113	126,251	339,691	611,068	906,645	2,203,768
	91007-ACTIVITY 2	Provisioning services			1,594		66,030	339,758	473,903	881,285
	91007-ACTIVITY 3	Regulating and cultural servic			1,472		58,650	258,156	359,762	678,041
	91007-ACTIVITY 4	Supporting services			5,076		86,714	495,228	1,350,700	1,937,718
	91007-ACTIVITY 5	Project Management		33,392	8,623	33,497	85,355	91,279	127,201	379,348
Grand Total				33,392	236,878	159,748	636,442	1,795,489	3,218,210	6,080,160

Certified by:

 Meron Mekuriaw

Meron MEKURIAW

Date:16 January 2020

Finance Specialist

IPAS Finance, UNOPS

Annex II – Statement of non-expendable property

Date: 15.01.2020

ECR
VIEMCO WEC
Project ID 91007 YSLME Phase 2

Implementing the Strategic Action Programme for the Yellow Sea Large Marine
Ecosystem: restoring ecosystem goods and services and consolidation
of a long-term regional environmental governance framework

Statement of Inventory of Non-Expendable Equipment as of 31 December 2019

This is to certify that 91007 Project's balance of the Non-Expendable Equipment
procured during the period from 03 July 2014 to 31 Dec 2019 amounts to US\$ 95.50.

Asset ID	Asset Descr	Asset Period From	Asset Amount	Net Book Value
102670	Audioconferencing systems	201702	\$3,437.97	\$95.50

ECR WEC

Finance Associate: Boris Baduyev



ECR VIEMCO WEC

Head of support services: Gurel Gurkan



Annex III – Responsibility Statement by Management

Appendix C – Responsibility Statement by Management

UNITED NATIONS OFFICE FOR PROJECT SERVICES

oneUNOPS Project ID: **91007**, Name of the Project: **YSLME Phase 2**

Responsibility Statement by Management

The United Nations Office for Project Services (UNOPS) management is responsible for the preparation, integrity and fair presentation of the Financial Statement of the UNOPS Project ID 91007, YSLME Phase 2. The Statement presented has been prepared in accordance with the requirements of the applicable UNOPS regulations and rules.

We do hereby state that, in our opinion:

Financial Statement

The Financial Statement presents fairly in all material aspects, the expenditure of US\$ 6,080,160 incurred by the UNOPS office for the period from 03 July 2014 to 31 December 2019 in accordance with the accounting policies set out in the Notes to the Statement and in conformity with approved activities and budgets of UNOPS Project ID 91007, YSLME phase 2.

Statement of Inventory of Non-Expendable Equipment

The Statement of Non-Expendable Equipment presents fairly, in all material respects, the Non-Expendable Equipment balance procured during the period from 03 July 2014 to 31 December 2019 of the project amounting to US\$ 96 in accordance with the Non-Expendable equipment listing certified by project management.

(Signature)

 Meron Mekuriaw

Name: Meron Mekuriaw

Title: Regional Financial
Management Officer

Unit: IPAS Finance

Place: Copenhagen

Date: 06 April 2020

(Signature)



Name: Moin Karim

Title: Regional Director

Region: ECR

Place: Geneva

Date: 07 April 2020

(Signature)

 Gurkan

Name: Gurel Gurkan

Title: Head of Support Services

Office: VIEMCO

Place: Copenhagen

Date: April 06, 2020