

MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP)  
REPORT AND FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 07 JULY 2024

MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP)  
REPORT AND FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 07 JULY 2024

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## **1 INTRODUCTION**

### **1.1 Background**

Resilient landscapes and livelihoods Project (RLLP) comprises four components and nine sub components. The four components named as Component 1-Green Infrastructure and Resilient Livelihood, Component 2: Investing in Institution and Information for Resilience, Component 3: Rural Land Administration, Certification and Land use and Component 4: Project Management

The project will be implemented in eight regions with increased number of watersheds, which are 217 including the existing 135 major watersheds supported under SLMP-I and SLMP-II and 17 RLLP woredas, 18 GAC supported woredas and 47 additional GCF and Progreen financed new woredas.

MOA will be responsible to ensure that required program activities are implemented appropriately. It will channel funds to regions and will ensure that regions disburse funds to woredas and line bureaus in a timely manner and use such funds for eligible expenditures. MOA will furthermore be responsible for overall financial management aspect of the program.

### **1.2 Objectives of the RLLP Project**

The general Project Development Objective (PDO) is to contribute to the achievement of the government higher objectives and to bring the benefits of the Government's SLM Program to further rural communities who are affected by land degradation.

The specific objective of the project is to improve climate resilience, land productivity and carbon storage, and increase access to diversified livelihood activities in selected rural watersheds

### **1.3 Audit objectives**

The objective of the audit of the Project Financial Statements (PFSs) is to;

- Express a professional opinion(s) on the financial position of the project at the end of each fiscal year, and on funds received and expenditures incurred for the relevant accounting period. The project books of accounts provide the basis for preparation of the PFSs by the project implementing agency and are established to reflect the financial transactions in respect of the project. The implementing agency maintains adequate internal controls and supporting documentation for transactions.

The objective of the audit is to express an opinion on the consolidated Project financial statements for the period ended 07 July 2024. The audit includes but not limited to the following tasks:

- Perform reviews of the accounting records and ascertain whether the laid down financial procedures are complied with;
- Review and evaluate the Project's accounting policies and administrative controls and report any significant weaknesses, together with recommendations for improvement and ensure that the respective accounts manual is updated in accordance with the respective guidelines;
- Determine whether the management and financial systems, including internal controls, within the components are adequate for efficient and prudent management of funds;
- Review the use of funds vis a vis approved budgets in relation to the agreement between the International Development Association and the Government of Federal Democratic Republic of Ethiopia (FDRE).
- Recommend possible improvements and/or actions in any area on financial management and especially areas where weaknesses were noted; and



## **1 INTRODUCTION (continued)**

### **1.4 Audit scope**

The audit scope required us to carry out sufficient audit steps and procedures to ensure that the audit objectives were met for the period ended 07 July 2024. Details of the steps and procedures are given below.

### **1.5 Audit Methodology**

We conducted the audit in accordance with International Standards on Auditing. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance whether the statement of income and expenditure and financial position of the project is free from material misstatement.

#### *Internal controls*

Evaluated internal controls to obtain a sufficient understanding of the design of relevant controls, policies and procedures and whether they have been in operation during the period under review.

Compliance with agreement terms and applicable laws and regulations

Reviewed, assessed and reported on compliance with the terms and conditions of agreement.

Obtained specific written representations from management

#### *Contractual obligations*

- Appraised relevant documents such as agreement between The Government of Federal Republic of Ethiopia and The International Development Association and documents concerning rights and obligations with a view to provide a comprehensive appraisal of the
- Verified compliance of project expenditures with relevant terms of agreements as well as all the applicable rules;
- Verified compliance of the recipient with the terms and conditions of the agreement with the

#### *Receipts and disbursements*

Verified compliance with the disbursements and procurement procedures set up for the RLLP Project.

#### *Implementation*

- Examined whether expenditures are classified in accordance with the budget;
- Reviewed bank statements and other relevant books of accounts and assessed whether they show a complete view of the income received and expenditure incurred in accordance with generally accepted principles;
- Verified and confirmed that all commitments are genuine, with the relevant agreements disclosed within the financial records and are for the pursuance of agreed Project objectives;
- Examined a representative sample of payments transactions of and within the Project including accuracy and completeness of records; and
- Verified RLLP Project accounts and gave an opinion and/ or advice regarding the manner they are operated.

#### *Other income sources*

- Established whether other income, if any, generated by the RLLP Project, such as interest, in-kind/local contributions, exchange gains, etc.; have been used in furtherance of the Project objectives; and
- Verified that contributions made towards RLLP Project activities were made and used in accordance with relevant agreement.

### **1.6 Results of the audit**

#### **1.6.1 Summary of results by audit objectives**

Reach an opinion as to the validity of the statement of receipts and expenditure and the statement of financial position of the RLLP Project.

In our opinion, the financial statements referred to above give a true and fair view of the cash receipts and expenditure and the balance of RLLP Project fund and cash status in accordance with the accounting policies set out on note 2 and in conformity with the grant agreement.

#### STATEMENTS OF MANAGEMENT'S RESPONSIBILITIES

The Management of RLLP project is responsible for preparing the project's financial statements for the year ended 07 July 2024 which gives a true and fair view of the state of affairs of the project's operating results for that period. The Management is required to ensure the project keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the project. The Management is also responsible for safeguarding the assets of the project.

The Management of RLLP project is responsible for preparing these financial statements that give a true and fair view in accordance with the accounting policy stated in section 2.1 of this report and for such internal controls as the management determine are necessary to enable the preparation of the RLLP Project financial statement are free from material misstatement, whether due to fraud or error.

The Management of RLLP Project accepts responsibility for the Project financial statements which has been prepared using appropriate accounting policies supported by reasonable and prudent judgments and estimates. The Management of the Project is of the opinion that Project financial statement give a true and fair view of the state of the financial affairs of the Project and of the results of its activities. The Management of the Project further accepts responsibility for the maintenance of accounting records which may be relied upon in the preparation of the Project financial statements, as well as adequate systems of internal financial control.


- i) Designing, implementing and maintaining such internal control as they determine necessary to enable the presentation of financial statements that are free from material misstatement, whether due to fraud or error;
- ii) Selecting suitable accounting policies and applying them consistently; and
- iii) Making accounting estimates and judgements that are reasonable in the circumstances.

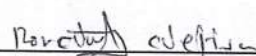
The Management certifies that, to the best of its knowledge, the information furnished to the auditors for the audit was correct and is an accurate presentation of the Project's financial transactions.

Management acknowledges that the independent audit of the financial statements does not relieve them of their responsibilities.

Nothing has come to the attention of Management to indicate that the Project will not remain a going concern for at least the next twelve months from the date of this statement.

Signed on behalf of the management by:

  
Project Manager  
Habtamu Hailu  
23 January 2025

  
Senior Financial Management Specialist  
Hussen Ahmed





Chartered Certified Accountants and Authorized Auditors  
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MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY 2024

#### Independent Auditors' Report

##### Opinion

We have audited the accompanying financial statements under the agreement of Resilient landscapes and livelihoods Project (RLLP), which comprise the Statement of Income and Expenditure and Statement of Change in Fund Balance for the period ended 07 July, 2024 and Statement of Financial Position as at 07 July, 2024 and notes to the financial statement, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the Resilient landscapes and livelihoods Project (RLLP)'s financial position as at 07 July 2024 and the income received and expenditure incurred for the period ended 07 July 2024, and were utilized for the purpose defined in the funding agreement and in accordance with the accounting policies set out in note 2.

##### Report on other requirements

In all materials respects, for samples selected and locations visited, we confirm that:

- a) The payments out of the disposition fund have been made in accordance with conditions of the Financing agreement and Separate Agreement.
- b) The Disposition Fund has been maintained in accordance with the provisions of the (Loan/Financing) Agreement.
- c) Expenditure selected and verified are supported by relevant and reliable evidence. All supporting documents and records with respect to the statements of expenditure submitted as the basis for withdrawal applications have been made available.
- d) The audited statements of expenditures can be relied upon to support the related withdrawal applications.
- e) Goods and services financed have been procured in accordance with the relevant Financing Agreement and Separate Agreement, and
- f) Assets procured from project funds exist and there is verifiable ownership by the implementing agency or beneficiaries in line with the financing agreement
- g) World Bank financing has been used in accordance with the conditions of the relevant financing agreement and only for the purposes for which the financing was provided.
- h) During the reporting period no funds were reported as a transfer to Farmer groups which are benefiting from the project under component one, sub component 1.2.

##### Responsibilities of Management for the Project Financial Statement

The financial statement, drawn up in accordance with the conditions in the grant agreement is the responsibility of the Management of Resilient landscapes and livelihoods Project (RLLP). The Management is responsible for the preparation and fair presentation of the financial statement in accordance with the Project's accounting policies set out on note 2; this includes determining that this basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances, and for such internal controls as management determines is necessary to enable the preparation of the financial statement that is free from material misstatement, whether due to fraud or error.



### **Auditors' responsibilities for the Audit of the Project Financial Statements**

It is our responsibility to issue an opinion on the financial statement, based on our audit. We conducted our audit in accordance with International Auditing Standards (ISAs) including ISA 805 and ISAE 3000. This requires that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with laws, regulations, and auditing standards including International Standards on Auditing (ISAs) specifically ISA 805 and ISAE 3000, we exercise professional judgment and maintain professional scepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, 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.
- Obtain 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 purpose of expressing an opinion on the effectiveness of the Organization's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.
- Conclude on the appropriateness of the 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 Organization's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Organization to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with the Management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

The engagement partner on the audit resulting in this independent auditors' report is Thomas Mulugeta

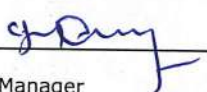
*HST*

Thomas Mulugeta  
Partner  
HST Audit Limited Liability Partnership  
Resilient landscapes and livelihoods Project (RLLP)  
Addis Ababa, Ethiopia  
23 January 2025

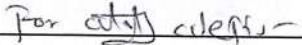


MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
STATEMENT OF FINANCIAL POSITION  
AS AT 07 JULY 2024

	Note	07 July 2024 ETB	07 July 2023 ETB
<b>Assets</b>			
<b>Current assets</b>			
Cash and cash equivalent	3	1,545	105,522,828
Account receivable	4	3,396,349	239,135,806
<b>Total assets</b>		<b>(3,394,804)</b>	<b>(344,658,634)</b>
<b>Liabilities and fund balance</b>			
<b>Current liabilities</b>			
Accounts Payable	5	1,047,300	228,993
<b>Project Fund</b>			
Fund balance		2,350,594	344,408,199
<b>Total liabilities and fund balance</b>		<b>3,397,894</b>	<b>344,637,192</b>
<b>Net asset (fund balance)</b>		<b>2,350,594</b>	<b>344,408,199</b>

  
Project Manager  
Habtamu Hailu

23 January 2025

  
Senior Financial Management Specialist  
Hussen Ahmed





MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
STATEMENT OF INCOME AND EXPENDITURE  
FOR THE PERIOD ENDED 07 JULY, 2024

	Note	07 July 2024 ETB	07 July 2023 ETB
<b>Income</b>			
IDA 63120	6	1,095,690,154	1,039,835,634
TF 49048	6	68,930,973	533,021,140
Government contribution	6	119,768	-
Other income (Gain on change of foreign exchange rate)	7	3,071,433	6,134,505
		<b>1,167,812,328</b>	<b>1,578,991,279</b>
<b>Expenditure</b>			
Component 1-Green Infrustructure and Resilient Livelyhood	8.1	1,136,604,245	968,371,347
Component 2: Investing in Institutiond and Information for Resilence	8.1	168,766,541	187,651,929
Component 3: Rural Land Administration, Certification and Land use	8.1	108,198,538	94,326,266
Component 4: Project Management	8.1	96,300,609	104,464,417
		<b>1,509,869,934</b>	<b>1,354,813,959</b>
<b>Surplus (deficit) for the year</b>		<b>(342,057,605)</b>	<b>224,177,320</b>
<b>Fund balance beginning of year</b>		<b>344,408,199</b>	<b>120,230,879</b>
<b>Fund balance at end of year</b>		<b>2,350,594</b>	<b>344,408,199</b>



MINISTRY OF AGRICULTURE  
 RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
 STATEMENT OF DISPOSITION FUND ACCOUNT  
 FOR THE PERIOD ENDED 07 JULY, 2024

Special account number  
 Depository account  
 Related Grant  
 Address  
 Currency

0100071300339  
 National Bank of Ethiopia  
 IDA 63120 and MDTF A9048  
 Addis Ababa, Ethiopia  
 USD

	USD	ETB
<b>As at 8 July, 2023</b>	-	-
<b>Opening balance</b>	<b>706,881</b>	<b>38,621,789</b>
<b>Add transfers</b>		
IDA 63120	18,110,315	1,014,949,704
TF A9048	2,656,070	149,696,497
Chinese Foreign Minister	2,157	119,768
	<b>20,768,542</b>	<b>1,164,765,969</b>
Transfer to pool birr account as in 1st quarter	700,000	38,639,440
Transfer to pool birr account as in 2nd quarter	12,000,000	670,139,000
Transfer to pool birr account as in 3rd quarter	3,400,000	190,969,560
Transfer to pool birr account as in 4th quarter	5,375,423	306,711,191
	<b>21,475,423</b>	<b>1,206,459,191</b>
Gain on exchange rate difference	-	3,071,433
<b>As at July 7, 2024</b>	<b>0</b>	<b>0</b>





**2 Principal Accounting Policies**

The principal accounting policies adopted by the Project are set out below:

**a) Basis of Accounting**

Modified cash basis of accounting is used in the recognition of income and expenditure of the Project.

**b) Recognition of Income and Expenditure**

Transfer received from World bank/IDA and MDTF is recorded as income when received. Gain on foreign currency fluctuation is recognized on the basis of the prevailing Birr rate to value currency remaining USD Expenditures are accounted in the period they are paid.

**c) Fixed Assets & Stocks**

Fixed assets and stock items procured for the implementation of the project are reported as expenditures at the time of purchase regardless of consumption or usage.

**d) Foreign currency Translation**

Foreign currency transactions are translated in to the in the prevailing Birr rate at the time of transaction.

**e) Reporting Currency**

The reporting currency for the Program Financial Statements is Ethiopian Birr, which is rounded to the nearest Birr.



MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
NOTES TO THE FINANCIAL STATEMENTS  
FOR THE PERIOD ENDED 07 JULY, 2024

	7 July 2024 Total ETB	7 July 2023 Total ETB
<b>3 Cash in hand and at bank</b>		
DA ACC NO. 0100071300339	-	38,621,789
DA ACC NO. 0100071040873	1,545	66,901,039
	<b>1,545</b>	<b>105,522,828</b>
<b>4 Account receivable</b>		
Advance to Region	3,396,349	238,361,477
Advance to Staff	-	10,244
Advance to Staff Purchase	-	6,387
Advance to Supplier	-	757,699
	<b>3,396,349</b>	<b>239,135,806</b>
<b>5 Accounts payable</b>		
HIV Contribution	-	600
Sundry Credit	1,047,300	20,841
VAT Payable	-	180,487
Withholding Tax Payable	-	48,506
	<b>1,047,300</b>	<b>228,993</b>
<b>6 Grant income</b>		
(IDA)Loans from Multilateral	1,095,690,154	1,039,835,634
(TF)Grants from Multilateral	68,930,973	533,021,140
GoV't Cont	119,768	-
	<b>1,164,740,896</b>	<b>1,572,856,774</b>
<b>7 Other income</b>		
Gain/loss on change of foreign currency	3,071,433	6,134,505





**8 Expenditure**

**8.1 Expenditure by activity**

**Component 1-Green Infrastructure and Resilient Lvevlihood**

	7-Jul-24 ETB	7-Jul-23 ETB
1.1 Lands, and Land Restoration and Watershed Management	705,620,301	548,748,842
1.2 Climate Smart Agriculture	116,227,331	90,333,018
1.3 Livelihood Diversification and Connection to Value Chains	314,756,613	329,289,487
	<b>1,136,604,245</b>	<b>968,371,347</b>

**Component 2: Investing in Institutiond and Information for Resilence**

2.1 Capacity Building, Information Modernization and Policy Development	136,621,432	162,689,420
2.2 Impact Evaluation, Knowledge Management and Communication	32,145,109	24,962,508
	<b>168,766,541</b>	<b>187,651,929</b>

**Component 3: Rural Land Administration, Certification and Land use**

3.1 Second Level Landholding Certification	108,198,538	93,791,695
3.2 Participatory Local Land Use Planning and Development Control	-	529,697
3.3 National Rural Land Administration Information System	-	4,875
	<b>108,198,538</b>	<b>94,326,266</b>

**Component 4: Project Management**

4.1 Program management &reporting	96,300,609	104,464,417
	<b>1,509,869,934</b>	<b>1,354,813,959</b>

	Cummlative planned	Cummlative actual	Cummlative Variance	Utilization ratio
<b>Component 1-Green Infrastructure and Resilient Lvevlihood</b>				
1.1 Lands, and Land Restoration and Watershed Management	3,092,623,327	2,505,893,269	586,730,058	81%
1.2 Climate Smart Agriculture	551,029,761	390,263,500	160,766,261	71%
1.3 Livelihood Diversification and Connection to Value Chains	1,107,232,062	843,874,252	263,357,810	76%
	<b>4,750,885,150</b>	<b>3,740,031,021</b>	<b>1,010,854,128</b>	<b>79%</b>
<b>Component 2: Investing in Institutiond and Information for Resilence</b>				
2.1 Capacity Building, Information Modernization and Policy Developmen	730,354,434	700,090,570	30,263,864	96%
2.2 Impact Evaluation, Knowledge Management and Communication	425,469,119	159,447,865	266,021,254	37%
	<b>1,155,823,553</b>	<b>859,538,435</b>	<b>296,285,119</b>	<b>74%</b>
<b>Component 3: Rural Land Administration, Certification and Land use</b>				
3.1 Second Level Landholding Certification	742,119,307	515,163,302	226,956,005	69%
3.2 Participatory Local Land Use Planning and Development Control	-	-	-	-
3.3 National Rural Land Administration Information System	-	-	-	-
	<b>742,119,307</b>	<b>515,163,302</b>	<b>226,956,005</b>	<b>69%</b>
<b>Component 4: Project Management</b>				
4.1 Program management &reporting	779,992,165	530,761,244	249,230,921	68%
	<b>7,428,820,174</b>	<b>5,645,494,002</b>	<b>1,783,326,173</b>	<b>76%</b>





Chartered Certified Accountants and Authorized Auditors  
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MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY, 2024  
ADDIS ABABA

#### INDEPENDENT AUDITORS' REPORT ON COMPLIANCE

We have audited the accompanying financial statements of RLLP project set out on pages 10 to 17, which includes the Statement of Financial Position as at 07 July 2024, Statement of Income and Expenditure and Statement of Change Balance for the period from September 07 July 2024 and the related notes to the financial statements, including summary of significant accounting policies.

We conducted our audit in accordance with International Standards on Auditing Including ISA 805 and ISAE 3000. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement of receipts and expenditure is free of material misstatement resulting from violations of agreement terms and laws and regulations that have a direct and material effect on the determination of the statement of receipts and expenditure amounts.

Compliance with agreement terms, laws and regulations, contracts and binding policies and procedures are the responsibility of the Management of the Project. As part of our audit, we selected and tested transactions and records to determine the project's compliance with agreement terms, laws, regulations, contracts, binding policies and procedures. Our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

Material instances of non-compliance are failure to follow requirements or violations of agreement terms and laws and regulations that cause us to conclude that the aggregation of misstatements resulting from those failures or violations is material to the fund accountability statement.

In the woredas and regional office visited, we have verified that all funds have been used in accordance with the established rules and regulations of the IA and financial agreement and only for the purposes for which the funds were provided.

Counterpart funds have been provided and used in accordance with the relevant Agreements, manuals and subsequent operational plans, including detailed budget line allocations, with due attention to economy and efficiency, and only for the purposes for which they were provided.

All necessary supporting documents, records, and accounts have been maintained in respect of all project activities, including expenditures reported using Interim Unaudited Financial Reports (IFR) methods of reporting. We verify that respective reports issued during the period were in agreement with the underlying books of account.

We have observed that disposition accounts have been maintained in accordance with the provisions of the Implementing Agreement and the Financial Agreement and funds disbursed out of the accounts were used only for the purpose intended in the Agreements.

National laws and regulations have been complied with, and that the financial and accounting procedures approved for the project (e.g. project implementation manual, financial management manual, etc.) were followed and used.

HST  
HST Audit Limited Liability Partnership  
Resilient Landscapes and Livelihoods Project (RLLP)  
Addis Ababa  
23 January 2025







Chartered Certified Accountants and Authorized Auditors  
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HST Audit Limited Liability Partnership  
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MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY, 2024  
ADDIS ABABA

Dear Sir,

5 INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL

We have audited the accompanying financial statements of supporting Resilient landscapes and livelihoods Project (RLLP) project set out on pages 10 to 17, which includes the Statement of Financial Position as at 07 July 2024, Statement of Income and Expenditure and Statement of Change Balance for the year ended 07 July 2024 and the related notes to the financial statements, including summary of significant accounting policies.

We conducted our audit in accordance with International Standards on Auditing. In planning and performing our audit, we considered the RLLP project internal control over financial reporting as a basis for designing our auditing procedures for expressing our opinion on the statement of receipts and expenditure, and to comment on the internal control over the implementation of the project. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the project's fund accountability statement will not be prevented, or detected and corrected on a timely basis.

We have issued a separate letter to management on findings observed on the internal control of the Organization and the project.

HST  
HST Audit Limited Liability Partnership  
Resilient landscapes and livelihoods Project (RLLP)  
Addis Ababa  
23 January 2025



**MoA-RESILIENT LANDSCAPE AND LIVELIHOODS PROJECT**  
**Fixed Asset Register Machinery, Equipment and Furniture**  
**FIXED ASSET REGISTER**  
**Machinery, Equipment and Furniture**

Type of Office Equipment	Supplier	P.O. Number	GRR Number	GRR Date	Quantity	Unit Price	Total Value (ETB)	Location	Remarks
Laptop Computer	Daqin Technology Co.Ltd	Jv.43020	228816	1/12/2013	352	20,577.54	7,243,294.38	MoA	
Desktop Computer	Daqin Technology Co.Ltd	Jv.43021	228816	1/13/2013	33	15,577.62	514,061.57	MoA	
Photocopy Machine	National Marketers PLC	Ck.Pv.No.0018369	228813	12/15/2012	104	49,495.00	5,147,480.00	MoA	
UPS	Kenera International Trading PLC	Ck.Pv.No.0018370	228811	8/21/2020	16	8,290.70	132,651.12	MoA	
Server	T and T consulting PLC	Inv.No. 00000265	140198	10/2/2013	30	9,959.52	298,785.53	MoA	
Server	Infonass Solution	Pv.0018388	228814	12/15/2012	16	212,427.97	3,398,847.45	MoA	
Photocopy Machine	AL-Farooq computer Telecom Solution PLC	Ck.Pv.No.0018368	228812	12/15/2012	9	112,453.07	1,012,077.62	MoA	
Network Tools kit	Robit International Business Group PLC	Pv. 0018349	228676	7/24/2012	6	24,324.99	145,949.94	MoA	
HP Desktop Computer Corei5	Haneta trading	Pv.No.0018348	228677	7/25/2012	129	27,900.00	3,599,100.00	MoA	
A3 Flatbed Scanner	Ethio Tech IT Solution	Pv.0018285	228657	6/9/2012	5	132,856.43	664,282.14	MoA	
UPS	Alta Computech PLC	Pv.No. 0018271	228652	6/2/2012	2	11,067.60	22,135.20	MoA	
HP ZBOOKS Work Station	Necom Computer Technology	Pv.0018250	228648	5/19/2012	2	221,500.01	443,000.01	MoA	
Laptop Computer	Madot Computer Solution PLC	Pv.0018247	228647	5/18/2012	12	47,500.00	570,000.00	MoA	
Network Tools kit	Robit International Business Group PLC	Pv. 0018236	228640	5/5/2012	2	23,250.00	46,500.00	MoA	
Laptop Computer Corei 7	Madot Computer Solution PLC	Ck.pv.0018334	228666	7/10/2012	2	54,000.00	108,000.00	MoA	
Laptop Computer Corei 7	Madot Computer Solution PLC	Ck.pv.0018334	228660	6/18/2012	2	71,250.00	142,500.00	MoA	
Memory Reader	Take Five Importer PLC	Pv.0093893	228684	9/12/2012	8	2,104.50	16,836.00	MoA	
Camera Stand	Take Five Importer PLC	Pv.0093893	228684	9/12/2012	7	15,237.50	106,662.50	MoA	
A3 Flatbed Scanner	Ethio Tech IT Solution	Pv. 0093853	228678	8/6/2012	8	23,724.36	189,794.88	MoA	
A3 Flatbed Scanner	Abubeker Fuad Sherif/Nizecell Importer	Pv. 0093853	228679	8/7/2012	55	23,684.82	1,302,665.10	MoA	
HP Z6 G4 Workstation with Z24N G2 Display	Kenera International Trading PLC	Pv. 0093853	228680	8/7/2012	16	177,520.04	2,840,320.64	MoA	
Auger	Mega Supply Engineering PLC	Pv. 0093853	228628	3/12/2012	68	19,435.00	1,321,580.00	MoA	
Camera Canon 5D Mark 4	Mabuwas Business	Pv. No. 0018259	228650	5/20/2012	8	174,800.00	1,398,400.00	MoA	
External Hard disk 2TB	Cristian Selfu Retta	Pv.No.0018270	228653	6/3/2012	43	4,487.30	192,953.90	MoA	
Drone Wings 2 and Connecting Rod*1 Set	Survey System PLC	Pv.No.0093612	228624	1/20/2012	1	132,767.50	132,767.50	MoA	
Memory 128GV CF for 5D m.iv. Camera	Mabuwas Business	Pv.0093801	228695	10/19/2012	8	7,500.00	60,000.00	MoA	
Wireless Nic Mic	Mabuwas Business	Pv.0093802	228695	10/19/2012	8	25,000.00	200,000.00	MoA	





**MoA-RESILIENT LANDSCAPE AND LIVELIHOODS PROJECT**  
**Fixed Asset Register Machinery, Equipment and Furniture**  
**FIXED ASSET REGISTER**

**Machinery, Equipment and Furniture**

Type of Office Equipment	Supplier	P.O. Number	GRR Number	GRR Date	Quantity	Unit Price	Total Value (ETB)	Location	Remarks
Clinometer DQL-16B	Survey System PLC	Pv.0093645	228626	2/10/2012	17	6,810.99	115,786.83	MoA	
Hand Held GPS/Garmin GPS Etrex 32x	Survey System PLC	Pv.0093645	228626	2/10/2012	260	13,179.64	3,426,706.40	MoA	
Total Station N6	Survey System PLC	Pv.0093645	228626	2/10/2012	03	178,816.59	536,449.78	MoA	
HP Laptop Core 17	Topcom Computer Trading	Pv.0204	228613	12/15/2011	01	47,800.00	47,800.00	MoA	
HDD External 2TB	Topcom Computer Trading	Pv.0204	228613	12/15/2011	02	4,950.00	9,900.00	MoA	
HP Laptop Core 17	Topcom Computer Trading	Pv.0204	228614	12/15/2011	01	47,800.00	47,800.00	MoA	
Generator KG 7000 DE	WOW Prime House Service PLC	Pv.0093948	228693	10/18/2012	104	41,731.07	4,340,031.28	MoA	
Toyota Land Cruiser	UNPOS	Jv.041860	135523	7/14/2012	20	835,126.67	16,702,533.36	MoA	
YAMAHA Motor Cycle	UNPOS	Jv.041860	135531	7/23/2012	276	83,686.66	23,097,517.58	MoA	
UPS B4C	ALTA (SYSCOM International PLC)		228694	10/19/2012	316	5,179.29	1,636,655.10	MoA	
SAMSUNG GALAXY TAB A 10-1	Golden Line General Trading	Jv.0026293	228673	7/21/2012	390	8,891.63	3,467,735.00	MoA	
LED TV 43"	AL-Farooq Computer & Telecom Solution PLC	Jv.0026294	228672	7/21/2012	43	18,544.00	1,227,067.62	MoA	
Network Cable	AL-Farooq Computer & Telecom Solution PLC	Jv.0026294	228672	7/21/2012	81	5,750.00	465,750.00	MoA	
RG-45	AL-Farooq Computer & Telecom Solution PLC	Jv.0026294	228672	7/21/2012	4000	3.00	12,006.00	MoA	
External Hard Disk	Kenera International Trading PLC	Jv.0026274	228630	3/25/2012	300	2,542.06	762,617.99	MoA	
Printer Brother	Brigetach PLC	Jv.0026275	228649	4/20/2012	408	4,718.94	1,925,329.15	MoA	
HP Laptop Core 17	Topcom Computer Trading	Pv.0228	228622	12/29/2011	01	47,800.00	47,800.00	MoA	
Network Switch 8 port	NIZECELL	Pv.0093926	228689	10/3/2012	81	1,330.07	107,735.67	MoA	
Accessories for Camera	Ubuntu Computer Solution	Pv.No. 0018681	140161	7/10/2013	3	59,166.67	177,500.00	MoA	
Laptop	Mabus Buisiness	Inv.No.00000203	140195	9/24/2013	2	71,500.00	142,999.99	MoA	
Hand held GPS	Christian Seifu Retta	Inv.No.00000250	140201	10/10/2013	54	36,284.86	1,959,382.31	MoA	
Office table and Safe box	Delux Furniture	Inv.No.00000299	140215	11/14/2013	2	23,450.00	46,900.00	MoA	
Chair	Waryt Mulutla International PLC	Inv.No.00000300	140215	11/12/2013	4	6,500.00	25,999.98	MoA	
Purchase of Vehicles	UNPOS	Jv.6115	135523	7/14/2012	18	167,879.24	3,021,826.33	MoA	
Surveying materials	Survey System PLC	Pv. 0093645	228626	10/30/2019	280	14,567.66	4,078,944.05	MoA	
Auger	Mega Supply Engineering PLC	Pv.0018162	228628	3/12/2012	68	19,435.00	1,321,580.00	MoA	
Laptop	Madot Computer Solution PLC	Pv. 0018316	228660	6/18/2012	1	142,500.00	142,500.00	MoA	





## Machinery, Equipment and Furniture



MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY 2024

NO	AMHARA	OROMIA	BENSHANGUL GUMUZ	SNNP	GAMBELA	SIDAMA	SOUTHWEST ETHIOPIA	CENTRAL ETHIOPIA	SOUTH ETHIOPIA	TIGRAY
1	Bureau of Land	RPCU	RPCU	Bure	RPCU	Arbegona	Gesha	Alcho	RPCU	RPCU
2	Bureau of Agriculture	Regional-LAUB	Assosa	Boloso bombe	Gambella woreda	Hawassa Zuria	Binbo	Endagegn	Basketo	Region
3		Ambo	Homosha		Godere	Wonsho	Masha	Geta	Gzegofa	R/azebo
4		Dandi	Bidigillu		Mengshi	RPCU	Semen bench	Gumer	Semen ari	Enderta
5		Ejere	Bambasic				RPCU	Region		Tsa/emba
6		Ejersa Lafto					Chena	gibe		G/afeshu
7		Tiyo					Gena	Hulbareg		
8		Haremaya					Lome	Mirab Azrnet		
9		Kersa					Tercha	Yem		
10								Tembaro		
11										
12										
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Chartered Certified Accountants and Authorized Auditors  
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MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY, 2024  
ADDIS ABABA

#### INDEPENDENT AUDITORS' REPORT ON COMPLIANCE

We have audited the accompanying financial statements of RLLP project set out on pages 10 to 17, which includes the Statement of Financial Position as at 07 July 2024, Statement of Income and Expenditure and Statement of Change Balance for the period from September 07 July 2024 and the related notes to the financial statements, including summary of significant accounting policies.

We conducted our audit in accordance with International Standards on Auditing Including ISA 805 and ISAE 3000. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the statement of receipts and expenditure is free of material misstatement resulting from violations of agreement terms and laws and regulations that have a direct and material effect on the determination of the statement of receipts and expenditure amounts.

Compliance with agreement terms, laws and regulations, contracts and binding policies and procedures are the responsibility of the Management of the Project. As part of our audit, we selected and tested transactions and records to determine the project's compliance with agreement terms, laws, regulations, contracts, binding policies and procedures. Our objective was not to provide an opinion on overall compliance with such provisions. Accordingly, we do not express such an opinion.

Material instances of non-compliance are failure to follow requirements or violations of agreement terms and laws and regulations that cause us to conclude that the aggregation of misstatements resulting from those failures or violations is material to the fund accountability statement.

In the woredas and regional office visited, we have verified that all funds have been used in accordance with the established rules and regulations of the IA and financial agreement and only for the purposes for which the funds were provided.

Counterpart funds have been provided and used in accordance with the relevant Agreements, manuals and subsequent operational plans, including detailed budget line allocations, with due attention to economy and efficiency, and only for the purposes for which they were provided.

All necessary supporting documents, records, and accounts have been maintained in respect of all project activities, including expenditures reported using Interim Unaudited Financial Reports (IFR) methods of reporting. We verify that respective reports issued during the period were in agreement with the underlying books of account.

We have observed that disposition accounts have been maintained in accordance with the provisions of the Implementing Agreement and the Financial Agreement and funds disbursed out of the accounts were used only for the purpose intended in the Agreements.

National laws and regulations have been complied with, and that the financial and accounting procedures approved for the project (e.g. project implementation manual, financial management manual, etc.) were followed and used.

HST  
HST Audit Limited Liability Partnership  
Resilient Landscapes and Livelihoods Project (RLLP)  
Addis Ababa  
23 January 2025







Chartered Certified Accountants and Authorized Auditors  
የተመሰረተ የሂሳብ አዋቂዎችና የተፈቀደ የኢትዮጵያ ስራ ተቋማት

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MINISTRY OF AGRICULTURE  
RESILIENT LANDSCAPES AND LIVELIHOODS PROJECT (RLLP) FUNDED BY WORLD BANK  
FOR THE PERIOD ENDED 07 JULY, 2024  
ADDIS ABABA

Dear Sir,

5 INDEPENDENT AUDITORS' REPORT ON INTERNAL CONTROL

We have audited the accompanying financial statements of supporting Resilient landscapes and livelihoods Project (RLLP) project set out on pages 10 to 17, which includes the Statement of Financial Position as at 07 July 2024, Statement of Income and Expenditure and Statement of Change Balance for the year ended 07 July 2024 and the related notes to the financial statements, including summary of significant accounting policies.

We conducted our audit in accordance with International Standards on Auditing. In planning and performing our audit, we considered the RLLP project internal control over financial reporting as a basis for designing our auditing procedures for expressing our opinion on the statement of receipts and expenditure, and to comment on the internal control over the implementation of the project. Accordingly, we do not express an opinion on the effectiveness of the entity's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the project's fund accountability statement will not be prevented, or detected and corrected on a timely basis.

We have issued a separate letter to management on findings observed on the internal control of the Organization and the project.

HST  
HST Audit Limited Liability Partnership  
Resilient landscapes and livelihoods Project (RLLP)  
Addis Ababa  
23 January 2025

