

JAMHUURIYADDA FEDERAALKASOOMAALIYA
Xukuumadda Soomaaliya
Xafiiska Ra'iisul
Wasaaraha



جمهورية الصومال الفيدرالية
الحكومة لصومال
مكتب رئيس الوزراء

Federal Republic of Somalia
Office of the Prime Minister
Capacity Injection Project (CIP) – Project Coordination Unit (PCU)

Ref No: 003/CIP/2016

Date: 03th February, 2016

World Bank
International Development Association
1818 H Street, N.W.
Washington, D.C. 20433
United States of America

Subject: Submission First Quarter of 2015 Interim Financial Report IFR

Project Name: Somalia Capacity Injection Project (P149971)

Dear Sir,

We the Project Coordination Unit in the Office of Prime Minister Federal Government of Somalia hereby submitting the Interim Financial Report for the Somalia Capacity Injection Project (P147791) as part of the project quarterly report covering the period from 13 October to 31 December, 2015. We the undersigned, confirm the accuracy of the report to the best of our ability.

Yours Sincerely

Mohamed Farah Mohamed
CIP Project Coordinator



Mohamed Harun Abdilahi
Financial Management specialist

Copy to: Alex Appiah Koranteng
World Bank, Nairobi – Kenya.

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Report of the Independent Auditor

To: The Project Management

Report on the financial statements

We have audited the accompanying financial statements of Capacity Injection Project ("the Project"), funded by the International Development Association ("IDA") under the Grant Agreement No TFA0415, which comprise the statement of financial position as at 31 December 2015 and the statement of receipts and payments for the year then ended, and the notes thereto ("the financial statements") as set out on pages 1 to 6. The financial statements have been prepared by Project Management.

Project Management's responsibility for the financial statements

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

Auditor's responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our 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 financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risk of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, except for the effects on the project financial report of the matters referred to above, the financial statements present fairly the cash receipts and payments of the project during the year ended 31 December 2015 and comply with the related grant agreement

Emphasis of Matter

Without modifying our opinion, we draw your attention to the fact that the financial statements have not been prepared in full compliance with the International Public Sector Accounting Standards (IPSAS) issued by the Public Sector Committee of the International Federation of Accountants. This is because the financial statements lack notes to the financial statements, accounting policies applied to the project as required by the IPSAS.

Yours faithfully,



Dr Nur Farah

**Auditor General, Federal Government of Somalia
(FGS)**

Date 30/06/2016

Villa Somalia

Mogadishu

Project No. P149971
 Grant No. TFA0415
 Interim Unaudited Financial Report
 Revenue and Expenditure Statement
 October 13 to December 31, 2015

DESCRIPTION		NOTES	AMOUNT IN USD
A	REVENUES		
	External Grants – Multilateral		\$ 500,000.00
	Other Income		-
	Bank Interest		-
	TOTAL REVENUES		\$ 500,000.00
B	EXPENDITURES		
	Compensation of employees		\$ 100,594.50
	Use of Goods and Services		\$ 7,521.18
	TOTAL EXPENDITURES		\$ 108,115.68
	Surplus for the year 2015	(A) - (B)	\$ 391,884.32

Coordinator Initials.....M.F......
 FM Specialist Initials.....[Signature].....

Project No. P149971
Grant No. TFA0415
Interim Unaudited Financial Report
Statement of Source and Application of Fund
October 13, to December 31, 2015

DESCRIPTION		NOTES	AMOUNT IN USD
A	RECEIPTS		
A1	Balances B/F		
	Withdrawal Applications		-
	Bank Interest (if any)		-
A2	Receipts During the Period		
	Withdrawal Applications		\$ 500,000.00
	Bank Interest (if any)		-
	Total Receipts		\$ 500,000.00
B	DISBURSEMENTS		
B1	Balances B/F		
	Receipts Executed by component		
	Component 1: Developing Capacity for key cross-cutting Government Functions		-
	Comp2. Strengthening the Frameworks and Procedures for Civil Service Management		-
	Comp 3: Strengthening Policy Management, Coordination and Monitoring Capabilities		-
	Component 4 Project Management and Coordination		-
	Bank charges, commissisons and other charges		-
B2	Sub-total		-
	Disbursements During the Period		
	Receipts Executed by component		
	Component 1: Developing Capacity for key cross-cutting Government Functions		-
	Comp2. Strengthening the Frameworks and Procedures for Civil Service Management		-
	Comp 3: Strengthening Policy Management, Coordination and Monitoring Capabilities		-
	Component 4 Project Management and Coordination		\$ 100,594.50
	Bank charges, commissisons and other charges		\$ 7,521.18
	Sub-total		\$ 108,115.68
	Total Disbursement		\$ 108,115.68
	Fund Balance - 31, December 2015		\$ 391,884.32

Coordinator Initials.....*M.F.*
FM Specialist Initials.....*[Signature]*

Statement of Expenditures - Post Review Expenses

USD
\$ 500 000.00Payments made during the period from 13-Oct-15 To31/12/2015Date: 31/12/2015

Application No.:

Grant No: TFAD415SOE Sheet No.: 1

1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
Item No.	Category No.	Name of Supplier, Contractor or Consultant	Brief Description of Goods, Works or Services	Total Amount of Contract (include all currencies)	Currency of Expenditure	Total Invoice amount covered by this application (net of retention)	Eligible % of financing	Currency and eligible amount paid (7)x(8)	US\$ Equivalent paid from Special Account**	Date of Payment	Exchange Rate on Date of Transaction	Payment in USD, converted using each day's exchange rate	WB Contract No. (if applicable)	Remarks
Comp 4		Hassan Essa	Salary of Project Procurement specialist from July to November	\$ 37 033.70	US Dollar	\$ 37 033.70	100%	\$ 37 033.70		05-Dec-15	22,000 sh.so	PV-12/12/15		
Comp 4		Mohamed Farah	Salary of Project Coordinator from July to November	\$ 30 100.00	US Dollar	\$ 30 100.00	100%	\$ 30 100.00		05-Dec-15	22,000 sh.so	PV-13/12/15		
Comp 4		Mohamed Harun	Salary of Project Finance Specialist from Aug to November	\$ 16 025.00	US Dollar	\$ 16 025.00	100%	\$ 16 025.00		09-Dec-15	22,000 sh.so	PV- 10/12/15		
Comp 4		Mohamed Harun	Salary of Project Finance Specialist, December	\$ 4 145.00	US\$	\$ 4 145.00	100%	\$ 4 145.00		27-Dec-15	22,000 sh.so	PV- 402/12/15		
Comp 4		Mohamed Farah	Salary Project Coordinator, December	\$ 6 020.00	US\$	\$ 6 020.00	100%	\$ 6 020.00		27-Dec-15	22,000 sh.so	PV- 402/12/15		
Comp 4		Hassan Essa	Salary of Project Procurement specialist, December	\$ 6 670.00	US\$	\$ 6 670.00	100%	\$ 6 670.00		27-Dec-15	22,000 sh.so	PV- 404/12/15		
				100 594.50		100 594.50		100 594.50						

Coordinator Initials: M.F.FM Specialist Initials: [Signature]

Project No. P149971
 Grant No. TFA0415
 Interim Unaudited Financial Report
 Bank Reconciliation Statement
 November 30, 2015
 Account Number 1090

DESCRIPTION	AMOUNT IN USD
Balance as per Bank Statement as at 30th November 2015	\$ 492,478.82
Deduct: checks issued and transfers requested, not yet presented/charged by the bank (list attached)	-
Add: deposits, not yet credited by the bank (detailed individually)	-
Add/deduct: errors or omissions by the bank, not yet adjusted (detailed individually below)	-
Total as of November 30, 2015	\$ 492,478.82
Total Receipts and Bank Interest to date, plus beginning balance per cash book	\$ 500,000.00
Less: Total payments per cash book as at 30 of November 2015	-
Balance as per Cash Book as at 30 of November 2014	\$ 500,000.00
Variance	\$ (7,521.18)

Explanation:

The difference between cash book and bank statement is the bank commission, which is 1.5% of the amount deposited equivalent 7499.68 and correspondent bank charge which is \$ 21.5

Per Book Balance	
Beginning Balance as of November 1, 2015	-
Advance received	\$ 500,000.00
Total	\$ 500,000.00
Commulative Expenditures for Current Reporting Period	-
Balance per Book as of November 30, 2015	\$ 500,000.00
Adjustment:	
less: Bank Commission and Correspondent Bank Charge	\$ 7,521.18
Adjusted Balance per Book as at 30 of November 2015	\$ 492,478.82

Coordinator Initials..... *MF*
 FM Specialist Initials..... *MB*

Project No. P149971
Grant No. TFA0415
Interim Unaudited Financial Report
Bank Reconciliation Statement
December 31, 2015
Account Number 1090

DESCRIPTION	AMOUNT IN USD
Balance as per Bank Statement as at 31th December 2015	\$ 391,884.32
Deduct: checks issued and transfers requested, not yet presented/charged by the bank (list attached)	
Add: deposits, not yet credited by the bank (detailed individually)	-
Add/deduct: errors or omissions by the bank, not yet adjusted (detailed individually below)	-
Total as of December 31, 2015	\$ 391,884.32
Total Receipts and Bank Interest to date, plus beginning balance per cash book	\$ 500,000.00
Less: Total payments per cash book as at 31 on December 2015	\$ 108,115.68
Balance as per Cash Book as at 31 on December 2015	\$ 391,884.32
Variance	-

Coordinator Initials.....*MF*.....
 FM Specialist Initials.....*WAT*.....

Project No. P149971
 Grant No. TFA0415
 Interim Unaudited Financial Report
 Balance Sheet
 December 31, 2015

DESCRIPTION		NOTES	AMOUNT IN USD
A	ASSETS		
	Cash and Cash equivalents		\$ 391,884.32
	Advances		-
	TOTAL ASSETS		\$ 391,884.32
B	REPRESENTED BY		
	Surplus for the year 2015		\$ 391,884.32
	Total closing balances	(A) - (B)	\$ 391,884.32

Coordinator Initials.....*ME*.....
 FM Specialist Initials.....*[Signature]*.....

CENTRAL BANK OF SOMALIA



البنك المركزي الصومالي

BANKIGA DHEXE EE SOOMAALIYA

Ref. _____
Bank Statement

KU. Somalia Capacity Injection Project
Muqdisho

A/C No 1090
Type: C/A USD.

Date	Description	Debit	Credit	Balance
			04/01/2016	
16/11/2015	F35		499,978.50	499,978.50
16/11/2015	JE 27/11	7,492.68		492,478.82
12/12/2015	PV131/12/15	15,584.51		476,894.31
12/12/2015	PV130/12/15	20,045.00		447,849.31
12/12/2015	PV129/12/15	36,562.05		411,286.86
14/12/2015	JE 24/12	7,507.54		408,719.32
29/12/2015	PV402/12/15	4,027.75		404,691.57
29/12/2015	PV403/12/15	5,809.00		398,882.57
30/12/2015	PV404/12/15	6,426.50		392,456.07
31/12/2015	JE 52/12	571.75		<u>391,884.32</u>
				<u>391,884.32</u>

Qaybta Xisaabaha Guud

