

**LILONGWE UNIVERSITY OF AGRICULTURE
AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE
AND FISHERIES PROJECT (ACE-AQUAFISH)**

STATEMENT OF RECEIPTS AND PAYMENTS

For the year ended

30 JUNE 2017

**LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)**

**STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017**

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LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

STATEMENT OF RECEIPTS AND PAYMENTS

For the year ended 30 June 2017

EXECUTIVE SUMMARY

Background

Africa Centre of Excellence in Aquaculture and Fisheries (ACE-AQUAFISH) Project is a five (5) years Project (2016 -2021) that aims to widen access to higher education so as to foster innovation and entrepreneurship in the production of high skilled fit-for-purpose critical mass of agricultural scientists for improved aquaculture and fisheries management in order to enhance food, nutrition and economic security in Eastern and Southern Africa. ACE-AQUAFISH project which is funded through a loan from World Bank to Malawi Government is coordinated by the Inter-University Council for East Africa and implemented by Lilongwe University of Agriculture and Natural Resources (LUANAR).

The World Bank will make available to Malawi a financial loan not exceeding US\$6million to be used exclusively to finance the Project in the planned period, 2016 to 2021.

Project goal

The overall goal of the ACE-AQUAFISH project is to train a pool of skilled and innovative graduate students, to contribute towards improved fish-based food and incomes from aquaculture and fisheries in Africa.

Objectives / purposes

- i. The purpose of ACE-AQUAFISH project is to facilitate and scale-up graduate training in aquaculture and fisheries, community action research, and strengthen linkages with private sector in the region while increasing female and youth participation.

Specific project objectives

- i. Enhance capacity to produce graduates that are relevant to industrial needs in aquaculture and fisheries sector in the region
- ii. Strengthen proactive graduates to support aquaculture, natural resource management and nutrition
- iii. Strengthen partnerships with industry, research and academia in the production of quality graduate students in the aquaculture and fisheries value chain, relevant for economic development.

ACE-AQUAFISH project will achieve its goal through four (4) key Disbursement Linked Indicators (DLIs) detailed below:

DLI	Description
DLI 1	Institutional readiness
DLI 2	Excellence in education and research capacity and development impact
DLI 3	Timely, transparent and institutionally reviewed financial management
DLI 4	Timely and audited procurement

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
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STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES

Management is responsible for the preparation and fair presentation of the statement of receipts and payments of ACE-AQUAFISH project being coordinated by Lilongwe University of Agriculture and Natural Resources. This report captures the statement of receipts and payments for the year ended 30 June 2017, and the notes to the statement of receipts and payments, which includes a summary of significant accounting policies and other explanatory information.

Management is also required to ensure that the Project keeps proper accounting records which disclose with reasonable accuracy at any time the financial position of the Project and ensure the statement of receipts and payments complies with the accounting policies.

In preparing the statement of receipts and payments, management accept responsibility for the following:

- Maintenance of proper accounting records;
- Selection of suitable accounting policies and applying them consistently;
- Making judgements and estimates that are reasonable and prudent;
- Compliance with applicable accounting standards, when preparing the statement of receipts and payments, subject to any material departures being disclosed and explained in the statement of receipts and payments; and
- Preparation of the statement of receipts and payments on a going concern basis unless it is inappropriate to presume that the Project will continue in business.

Management is also responsible for such internal control as they determine necessary to enable the preparation of the statement of receipts and payments that is free from material misstatement, whether due to fraud or error and for maintaining adequate accounting records and an effective system of risk management.

Managements' responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of the statement of receipts and payments that is free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Management have made an assessment of the Project's ability to continue as a going concern and have a reasonable expectation that the Project has adequate resources to continue in operational existence for the foreseeable future subject to the financing agreements.

Management have made an assessment and they attest to the adequacy of accounting records and effectiveness of the system of internal controls and effective risk management for the Project.

The auditor is responsible for reporting on whether the statement of receipts and payments is fairly presented in accordance with the accounting policies.

Approval of the statement of receipts and payments

The statement of receipts and payments of Africa Centre of Excellence in Aquaculture and Fisheries (ACE-AQUAFISH) Project being coordinated by Lilongwe University of Agriculture and Natural Resources was approved on 31 July 2018 and is signed on its behalf by:


Vice Chancellor


Director of Finance



20180056

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INDEPENDENT AUDITOR'S REPORT TO THE COUNCIL MEMBERS OF LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES ON THE AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE -AQUAFISH PROJECT)

Opinion

We have audited the statement of receipts and payments of the Africa Centre of Excellence in Aquaculture and Fisheries Project (ACE -AQUAFISH) "the Project" being coordinated by the Lilongwe University of Agriculture and Natural Resources, funded by the World Bank as set out on pages 5 to 7, which comprises the statement of receipts and payments for the year ended 30 June 2017, and notes to the statement of receipts and payments including a summary of significant accounting policies and other explanatory information.

In our opinion, the statement of receipts and payments presents fairly, in all material respects, the financial position of the Africa Centre of Excellence in Aquaculture and Fisheries Project (ACE -AQUAFISH) being coordinated by Lilongwe University of Agriculture and Natural Resources, funded by the World Bank as at 30 June 2017, and of its cash receipts and disbursements for the period then ended in accordance with the cash receipts and disbursements basis of accounting as described in note 2 to the statement of receipts and payments.

Basis for opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). Our responsibilities under those standards are further described in the *Auditor's responsibilities for the audit of the statement of receipts and payments* section of our report. We are independent of the University in accordance with the International Ethics Standards Board for Accountants' *Code of Ethics for Professional Accountants* (IESBA Code) and we have fulfilled our ethical responsibilities in accordance with the IESBA code. We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Basis of accounting and restriction on distribution and use

Without modifying our opinion, we draw our attention to note 2 to the statement of receipts and payments, which describes the basis of accounting. Our report is intended solely for LUANAR- Africa Centre of Excellence in Aquaculture and Fisheries Project (ACE -AQUAFISH) funded by the World Bank and being coordinated by Lilongwe University of Agriculture and Natural Resources (LUANAR) and should not be distributed to or used by parties other than Lilongwe University of Agriculture and Natural Resources (LUANAR) Africa Centre of Excellence in Aquaculture and Fisheries Project (ACE -AQUAFISH), Malawi Government and World Bank.

Other information

Management is responsible for the other information. The other information comprises the Executive Summary, the Statement of the Management's Responsibilities and the Supplementary Information. The other information does not include the statement of receipts and payments and our auditor's report thereon.

Our opinion on the statement of receipts and payments does not cover the other information and we do not express an audit opinion or any form of assurance conclusion thereon.

In connection with our audit of the statement of receipts and payments, our responsibility is to read the other information and, in doing so, consider whether the other information is materially inconsistent with the statement of receipts and payments or our knowledge obtained in the audit, or otherwise appears to be materially misstated. If, based on the work we have performed, we conclude that there is a material misstatement of this other information, we are required to report that fact. We have nothing to report in this regard.

Responsibilities of management for the statement of receipts and payments

Management is responsible for the preparation and fair presentation of statement of receipts and payments in accordance with the cash receipts and disbursements basis of accounting, and for such internal control as management determine is necessary to enable the preparation of the statement of receipts and payments that is free from material misstatement, whether due to fraud or error.

**LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)**

**INDEPENDENT AUDITOR'S REPORT (Continued)
For the year ended 30 June 2017**

Responsibilities of management for the statement of receipts and payments (Continued)

In preparing the statement of receipts and payments, management is responsible for assessing the Project's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Project or to cease operations, or have no realistic alternative but to do so.


Auditor's responsibilities for the audit of the statement of receipts and payments


Our objectives are to obtain reasonable assurance about whether the statement of receipts and payments as a whole are 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 economic decisions of users taken on the basis of the statement of receipts and payments.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the statement of receipts and payments, 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 Project's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude 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 Project's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the statement of receipts and payments 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 auditor's report. However, future events or conditions may cause the Project to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement of receipts and payments, including the disclosures, and whether the statement of receipts and payments represent the underlying transactions and events in a manner that achieves fair presentation.

We communicate with 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.


KPMG


Joel Mwenelupembe
Chartered Accountant (Malawi)
Partner
Lilongwe, Malawi


Date 31 July 2018

**LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)**

**STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017**

	<u>Notes</u>	<u>2017</u> <u>MK</u>	<u>2017</u> <u>US \$</u>
RECEIPTS			
Grants from World Bank	4	781,546,621	1,089,476
Other project income		127,881,103	177,613
Interest receivable		338,579	470
Exchange gain		4,682	-
Miscellaneous income		<u>244,865</u>	<u>340</u>
Total receipts		<u>910,015,850</u>	<u>1,267,899</u>
PAYMENTS			
PhD Programmes		6,178,158	8,581
MSc Programmes		48,686,959	67,621
Resources to support learning excellence		11,577,183	16,079
Research excellence		549,517	763
Attracting regional faculty & students		67,104	93
National, regional & international partners		2,705,972	3,758
Management governance		45,621,693	63,363
Sustainable financing		1,210,910	1,682
Monitoring & evaluation		596,300	828
Other projects	□	<u>72,618,132</u>	<u>100,859</u>
Total payments		<u>189,811,928</u>	<u>263,627</u>
Excess of receipts over payments		<u>720,203,922</u>	<u>1,004,272</u>
Represented by			
Cash and cash equivalents	5	<u>720,203,922</u>	<u>1,004,272</u>

The statement of receipts and payments as indicated above was approved on 31 July 2018 and is signed on its behalf by:


VICE CHANCELLOR


DIRECTOR OF FINANCE

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017

1. Project background

Africa Centre of Excellence in Aquaculture and Fisheries (ACE-AQUAFISH) Project is a five (5) years Project (2016 -2021) that aims to widen access to higher education. ACE-AQUAFISH project which is funded through a loan from World Bank to Malawi Government is coordinated by the Inter-University Council for East Africa and implemented by Lilongwe University of Agriculture and Natural Resources (LUANAR).

The World Bank will make available to Malawi a financial loan not exceeding US\$6million to be used exclusively to finance the Project in the planned period, 2014 to 2019.

2. Basis of preparation

The statement of receipts and payments of Lilongwe University of Agriculture and Natural Resources – ACE-AQUAFISH Project has been prepared for the purpose of reporting to donors as required under the terms of funding agreements. The reporting currency is the Malawian Kwacha (MK).

The statement of receipts and payments has been prepared on a cash-basis of accounting where funding is recognised when received and expenses are recognised when paid. This is deemed to be an appropriate accounting treatment. In addition, unliquidated funds as at period end are represented as cash balance in the statement of receipts and payments.

3. SIGNIFICANT ACCOUNTING POLICIES

The following accounting policies have been applied consistently in dealing with items which are considered material in relation to the statement of receipts and payments of Lilongwe University of Agriculture and Natural Resources - ACE-AQUAFISH Project.

3.1. Receipts

Receipts relate to funds received from the World Bank, other project receipts, interest received, exchange gains and other income. Receipts are recognised when they are received and are measured at the actual amount received.

3.2. Payments

These represent all payments made from the bank accounts of the Bunda ACE-AQUAFISH Project forex Account Number 1860000031658 and ACE-AQUAFISH Project Local Account number 1970000108068 Payments are recognised when paid and are measured at the actual amount paid.

3.3. Exchange rates

Transactions in foreign currencies are translated into Malawi Kwacha using the rate ruling at the date of the transaction. Transactions in Malawi Kwacha are translated into United States Dollars at annual weighted average rates.

3.4. Bank and unliquidated funds

These are bank balances and all expenses incurred by the implementing partners but not yet liquidated by Lilongwe University of Agriculture and Natural Resources – ACE-AQUAFISH Project as at period end.

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
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NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
For the year ended 30 June 2017

4. Grant income

This represents the direct transfers from the World Bank into Lilongwe University of Agriculture and Natural Resource's – Bunda ACE-AQUAFISH Project bank account held with FDH Bank Account Number 1860000031658 Bank number as follows:

		<u>USD</u>
Funds received in March 2017	<u>781,546,621</u>	<u>1,089,476</u>
TOTAL	<u>781,546,621</u>	<u>1,089,476</u>

5. Cash and cash equivalents

	<u>MK</u>	<u>USD</u>
Forex bank account	288,340,380	403,606
Local bank account	829,059	1,153
ACE 11 Investment account	<u>431,034,483</u>	<u>599,513</u>
	<u>720,203,922</u>	<u>1,004,272</u>

6. Exchange rates and inflation

The foreign currency affecting most of the operations of the Project is United States Dollar. The average of selling and buying exchange rate of this currency and the country's national price index which represents inflation rate are as follows:

Malawi Kwacha to 1 United States Dollar (USD)	720.00
Inflation rate	14.2%

At the time of signing the statement of receipts and payments, the exchange rate was as follows:

United States Dollar (USD)	734.65
Inflation	8.9%

7. Capital commitments

There were no capital commitments as at year end requiring disclosure in the statement of receipts and payments.

8. Contingent liabilities

There were no contingent liabilities existing as at year end requiring disclosure in the statement of receipts and payments.

9. Subsequent events

Subsequent to the reporting date there were no significant events necessitating adjustments to/or disclosure in the statement of receipts and payments.

**LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)**

SUPPLEMENTARY INFORMATION

The following pages do not form part of these audited statements of receipts and payments

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

APPENDIX I: EXPENDITURE AGAINST BUDGET ANALYSIS JULY 2016 - JUNE 2017

PROGRAMME ACTIVITIES	Budget US\$	Expenditure MK	Expenditure US\$	Balance US\$
PhD Programme				
5.1.1.3 Train 1 full PhD scholarship regional students to attend PhD training	14,050	-	-	14,050
5.1.1.4 Train 4 members for partial PhD (research and supervisory)	15,200	3,591,954	4,989	10,211
5.1.1.5 Train 5 partial PhD (tuition and supervisory)	21,500	2,586,204	3,592	17,908
Sub total	50,750	6,178,158	8,581	42,169

MSc Programme

5.1.2.1 Train 15 national students at MSc level in teaching & learning	-		-	-
5.1.2.3 Train 2 MScs with full scholarship	20,724	10,463,040	14,532	6,192
5.1.2.4 Train support 8 partial scholarships at MSc level, only research support	27,200	20,120,468	27,945	-745
5.1.2.6 Train Support 11 partial scholarships at MSc level, only tuition and supervisory	39,000	18,103,451	25,144	13,856
5.1.2.7 Support partial scholarship students on stipend (for those of GPA above 3.0)	18,000	-	-	18,000
Sub total	104,924	48,686,959	67,621	37,303

Resources to support learning excellence

5.1.3.5 Send 20 academic staff to attend short courses/ retooling	65,000	-	-	65,000
5.1.3.6. Send 10 technical staff to attend short courses/ retooling	39,000	10,732,759	14,906	24,094
5.1.3.10 Organize staff internship/attachment (to industry)	11,000	-	-	11,000
5.1.3.11 Conduct tracer study	15,000	-	-	15,000
5.1.3.12 Tendering process	2,500	844,424	1,173	1,327
5.1.3.14 Curriculum review for PG programs	10,000	-	-	10,000
5.1.3.15 Organize retooling course in e-learning and other new teaching methods also experiential learning	40,000	-	-	40,000
5.1.3.16 Develop e-learning materials	-	-	-	-
5.1.3.17 Enhance ICT	5,000	-	-	5,000
5.1.3.17 Equipment, chemicals and supplies	41,550	-	-	41,550
5.1.3.18 Rehabilitation of computer laboratories for 5 departments	72,756	-	-	72,756
Sub total	301,806	11,577,183	16,079	285,727

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

APPENDIX I: EXPENDITURE AGAINST BUDGET ANALYSIS JULY 2016 - JUNE 2017 (Continued)

Research excellence

5.2.1 Research agenda	15,000	334,000	464	14,536
5.2.6 Establish and implement viable MoUs with private or public institutions for applied research	35,000	215,517	299	34,701
5.2.7 Staff research grant	30,000	-	-	30,000
5.2.8 Renovate research facilities (ponds, tanks)	30,000	-	-	30,000
502.10 Publish refereed journal articles	6,000	-	-	6,000
5.5.13 Scaling up feed mill operations	2,000	-	-	2,000
Sub total	118,000	549,517	763	117,237

Quality assurance

5.3.5 Accreditation	10,000	-	-	10,000
5.3.7 Self evaluation	15,000	-	-	15,000
5.3.8 Benchmarking (PASET)	10,000	-	-	10,000
5.3.9 Develop an e-based evaluation form and student tracking system	10,000	-	-	10,000
Sub total	45,000	-	-	45,000

Equity dimensions

5.4.1 Sensitization meetings on gender (staff and students)	10,500	-	-	10,500
Sub total	10,500	-	-	10,500

Attracting regional faculty & students

5.5.1 Advertise for regional faculty and students	2,300	67,104	93	2,207
5.5.2 Market programs	7,500	-	-	7,500
Sub total	9,800	67,104	93	9,707

National, regional & international academic partners

5.6.2 Send 5 staff for short courses/ retooling	16,500	-	-	16,500
5.6.4 Send 9 members of staff to attend conferences	12,000	2,066,122	2,869	9,131
5.6.6 Publications	1,500	639,850	889	611
Sub total	30,000	2,705,972	3,758	26,242

National & regional sector partners

5.7.6 Send sector partners to attend conferences	6,000	-	-	6,000
5.7.7 Facilitate internships	15,000	-	-	15,000
5.7.9 Publications	1,500	-	-	1,500
Sub total	22,500	-	-	22,500

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

APPENDIX I: EXPENDITURE AGAINST BUDGET ANALYSIS JULY 2016 - JUNE 2017 (Continued)

Management & governance

5.9.1 Project inception workshop	49,000	22,218,805	30,859	18,141
5.9.2 Support salaries for coordination unit staff	11,100	-	-	11,100
5.9.3 Gratuity & benefits for project unit	4,320	-	-	4,320
5.9.4 Travel costs	8,400	5,633,834	7,825	575
5.9.5 Communication costs	3,600	-	-	3,600
5.9.6 Stationery & consumables	2,000	-	-	2,000
5.9.7 University utilities	27,864	10,008,621	13,901	13,963
5.9.8 Procure project furniture	15,000	-	-	15,000
5.9.9 Procure project equipment	28,700	-	-	28,700
5.9.10 Office supplies & refreshments	1,500	-	-	1,500
5.9.11 Set up and support international academic advisory board	17,500	-	-	17,500
5.9.12 Hold annual project steering committee	22,000	-	-	22,000
5.9.13 Conduct national steering committee and its annual meetings	3,600	-	-	3,600
5.9.14 Hold project technical committee	4,705	1,484,900	2,062	2,643
5.9.15 Support international students office	3,700	-	-	3,700
5.9.16 Procure project vehicle	60,000	1,268,586	1,762	58,238
5.9.17 Maintenance & vehicle insurance	3,500	-	-	3,500
5.9.19 Financial management system	13,000	3,630,420	5,042	7,958
5.9.20 ACE II meeting for peer learning	24,000	-	-	24,000
5.9.21 Audit fee	9,000	-	-	9,000
5.9.22 Coordination & Networking	34,000	983,980	1,367	32,633
Bank charges	-	392,547	545	-545
Sub total	346,489	45,621,693	63,363	283,126

Sustainable financing

5.10.1 Conduct short courses	10,000	-	-	10,000
5.10.2 Conduct proposal writing workshop	44,100	1,210,910	1,682	42,418
Sub total	54,100	1,210,910	1,682	52,418

Monitoring & evaluation

5.11.1 Conduct monthly monitoring & evaluation	5,700	596,300	828	4,872
Sub total	5,700	596,300	828	4,872
Other projects				
Ich Liebe Fish project	-	64,013,857	88,909	(88,909)
BIOFISA project	-	8,604,275	11,950	(11,950)
Sub total	-	72,618,132	100,859	(100,859)

GRAND TOTAL	1,099,569	189,811,928	263,627	862,942
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LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE-AQUAFISH)

APPENDIX I: EXPENDITURE AGAINST BUDGET ANALYSIS JULY 2016 - JUNE 2017 (Continued)

The Average Conversational Rate of MK720 has been used to convert Malawi Kwacha expenditures to US\$ Expenditures for July 2016 to June 2017.

1. Low expenditure in the financial year of 2016/2017 is due to late funding from World Bank as the first tranche was received in March 2017, as such most of year one activities will be implemented jointly with year two activities.
2. There is no provision of bank charges in the Project budget hence the charges are shown as overdrawn since these could not be avoided as they are generated by the bank were accounts are held.
3. Other projects shown are those projects whose funding are received through the ACE 11 bank accounts and they contribute to one of the DLIs of the project as stipulated in the project financing agreement.