

**MINISTRY OF AGRICULTURE, ANIMAL HUSBANDRY AND FISHERIES
(LVV)**

**"AGRICULTURAL COMPETITIVENESS PROJECT SURINAME"
IDB Agreement LOAN NO: 4097/OC-SU – L1020 AND
NON-REIMBURSABLE INVESTMENT GRANT OPERATIONS
GRANTED BY EU-CIF Agreement No: DF-SU-G1004**

FINANCIAL STATEMENTS

FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2022

Ministry of Agriculture, Animal Husbandry and Fisheries (LVV)
Agricultural Competitiveness Project Suriname-IDB loan no.: 4097/OC-SU – L1020 and
Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004

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Ministry of Agriculture, Animal Husbandry and Fisheries (LVV)
Agricultural Competitiveness Project Suriname-IDB loan no.: 4097/OC-SU – L1020 and
Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004

INDEPENDENT AUDITOR'S REPORT

To: Ministry of Agriculture, Animal Husbandry and Fisheries (LVV)
Agricultural Competitiveness Project Suriname-IDB

A. REPORT ON THE AUDIT OF THE FINANCIAL STATEMENTS FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2022

Our opinion

We have audited the financial statements, which is recorded on the pages 5 till 41 of this report, for the period January 1, 2022 to December 31, 2022 of the Agricultural Competitiveness Project Suriname IDB loan no.: 4097/OC-SU – L1020 and Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004, executed by Ministry of Agriculture, Animal Husbandry and Fisheries (Executing Agency), based in Paramaribo and financed with funds from the Inter-American Development Bank (IDB) and European Union Caribbean Investment Facility (EU-CIF).

In our opinion the accompanying financial statements presents fairly, in all material respects, the cash flows and cumulative disbursements of the Agricultural Competitiveness Project Suriname IDB loan no.: 4097/OC-SU – L1020 and Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004 as of December 31, 2022 in accordance with Cash Basis Accounting and specific requirements of the IDB and EU-CIF.

The financial statements comprise of:

1. the statement of cash flows for the period January 1, 2022 to December 31, 2022;
2. the statement of cumulative investments as at December 31, 2022;
3. the notes comprising a summary of the significant accounting policies and other explanatory information.

Basis for our opinion

We conducted our audit in accordance with International Standards on Auditing.

Our responsibilities under those standards are further described in the 'Our responsibilities for the audit of the financial statements' section of our report. International Standards on Auditing require 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.

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

Other matters

We draw attention to the delay of the Project, mainly due to the COVID-19 pandemic as of March 2020 and the several changes of management during the Project. The program was scheduled to end in June 2022. As of July 5, 2022, the IDB has approved a loan extension request and has extended the last disbursement date to June 23, 2024. The IDB informed the Executing Agency that the institution commenced the process of canceling US\$ 2 million of loan funds.

Our opinion is not modified in respect of this matter.

Report on other legal and/or regulatory requirements

We did not observe situations suggesting non-compliance with the financial clauses in Inter-American Development Bank Loan Agreement No. 4097/OC-SU – L1020 during the period audited by us except for the following: In accordance with article 6.31 of the Project Operating Manual (POM) the maximum value of individual purchases through the Petty Cash Fund may not exceed US\$ 750. We notified that some expenses exceeded that amount.

B. DESCRIPTION OF RESPONSIBILITIES REGARDING THE FINANCIAL STATEMENTS

Responsibilities of Project management's for the financial statements

The Project management is responsible for the preparation and fair presentation of the financial statements in accordance with Cash Basis Accounting and specific requirements of the IDB. Furthermore, the Project management is responsible for such internal control as management determines is necessary to enable the preparation of the financial statements that are free from material misstatement, whether due to fraud or error.

Our responsibilities for the audit of the financial statements

Our objective is to plan and perform the audit assignment in a manner that allows us to obtain sufficient and appropriate audit evidence for our opinion.

Our audit has been performed with a high, but not absolute, level of assurance, which means we may not detect all material errors and fraud during our audit.

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. The materiality affects the nature, timing and extent of our audit procedures and the evaluation of the effect of identified misstatements on our opinion.

We have exercised professional judgement and have maintained professional skepticism throughout the audit, in accordance with International Standards on Auditing, ethical requirements and independence requirements. Our audit included e.g.:

- Identifying and assessing the risks of material misstatement of the financial statements, whether due to fraud or error, designing and performing audit procedures responsive to those risks, and obtaining 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;
- Obtaining and 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 Execution Unit internal control;
- Evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management;
- Evaluating the overall presentation, structure and content of the financial statements, including the disclosures; and
- Evaluating whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

Paramaribo, March 31, 2023

Tjong A Hung Accountants N.V.



M.S.A. Tjong A Hung CA MSc RA
Partner

Ministry of Agriculture, Animal Husbandry and Fisheries (LWV)

Agricultural Competitiveness Project Suriname-IDB loan no.: 4097/OC-SU – L1020 and Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004

STATEMENT OF CASH FLOWS FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2022 (Expressed in US dollars)

	Notes	2022			2021		
		IDB	EU-CIF	Total	IDB	EU-CIF	Total
CASH RECEIVED							
Accumulated cash at beginning of year		3,400,009	300,000	3,700,009	2,149,060	-	2,149,060
Activity during the period							
Disbursements (advance, reimbursements, direct payments and reimbursements guaranteed by letter of credit)	9	-	-	-	1,250,000	300,000	1,550,000
Unused advances of PCF 2 – POC Funds	4	-7,990	-	-7,990	949	-	949
Redeposit of unused funds		-	-	-	-	-	-
		-7,990	-	-7,990	1,250,949	300,000	1,550,949
Total cash received		3,392,019	300,000	3,692,019	3,400,009	300,000	3,700,009
DISBURSEMENTS MADE							
Cumulative cash disbursed at beginning of year		-1,962,897	-	-1,962,897	-1,582,568	-	-1,582,568
Activity during the year							
Payments for goods and services		-	-	-	-	-	-
Agricultural Health and Food Safety		-311,047	-	-311,047	-92,817	-	-92,817
Agricultural Research and Technology Transfer		-191,509	-4	-191,513	-35,087	-	-35,087
Program Administration		-	-4,586	-4,586	-236,955	-	-236,955
External Audit		-9,841	-	-9,841	-9,841	-	-9,841
Monitoring And Evaluation		-414	-	-414	-	-	-
Foreign Exchange Gain or Loss	4	-26,236	-128	-26,364	-5,629	-	-5,629
		-539,047	-4,718	-543,765	-380,329	-	-380,329
Total cash disbursements		-2,501,944	-4,718	-2,506,662	-1,962,897	-	-1,962,897
Cash to be justified		-5,604	-	-5,604	-	-	-
CASH AVAILABLE AS AT DECEMBER 31,	3	884,471	295,282	1,179,753	1,437,112	300,000	1,737,112

The accompanying notes on pages 7 to 22 form an integral part of the financial statements.

Ministry of Agriculture, Animal Husbandry and Fisheries (LWV)

Agricultural Competitiveness Project Suriname- IDB loan no.: 4097/OC-SU – L1020 and Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004

STATEMENT OF CUMULATIVE INVESTMENTS AS AT DECEMBER 31, 2022 (Expressed in US dollars)

Nr.	CATEGORY OF INVESTMENT	CUMULATIVE AT JANUARY 1, 2022			MOVEMENT DURING YEAR			CUMULATIVE AT 31-Dec-22		
		IDB	EU-CIF	TOTAL	IDB	EU-CIF	TOTAL	IDB	EU-CIF	TOTAL
1	Agricultural Health and Food									
1.1	Safety	615,822	-	615,822	311,047	-	311,047	926,869	-	926,869
1.2	Plant Health	97,485	-	97,485	240,073	-	240,073	337,558	-	337,558
1.3	Animal Health	211,992	-	211,992	46,219	-	46,219	258,211	-	258,211
1.4	Food Safety	280,781	-	280,781	24,755	-	24,755	305,536	-	305,536
1.4	Laboratory Complex Infrastructure	25,564	-	25,564	-	-	-	25,564	-	25,564
2	Agricultural Research and Technology Transfer									
2.1	Agricultural Innovation Projects	481,934	-	481,934	191,509	4	191,513	673,443	4	673,447
2.2	Institutional Capacity Building	368,706	-	368,706	167,129	-	167,129	535,835	-	535,835
2.3	Open Funding Window for Climate Change Adaption	100,410	-	100,410	19,003	-	19,003	119,413	-	119,413
2.4	Cluster Laboratory	12,818	-	12,818	4,663	-	4,663	4,663	-	4,663
2.4	Cluster Laboratory	12,818	-	12,818	714	4	718	13,532	4	13,536
3	Program Administration									
3.1	Personnel	812,295	-	812,295	-	4,586	4,586	812,295	4,586	816,881
3.2	Equipment & Furniture	413,840	-	413,840	-	-	-	413,840	-	413,840
3.3	Operation Costs	149,128	-	149,128	-	-	-	149,128	-	149,128
3.4	Communication & Visibility	249,327	-	249,327	-	-	-	249,327	-	249,327
3.4	Communication & Visibility	-	-	-	-	4,586	4,586	-	4,586	4,586
4	External Audit									
4	External Audit	38,206	-	38,206	9,841	-	9,841	48,047	-	48,047
5	Monitoring and Evaluation									
5	Monitoring and Evaluation	-	-	-	414	-	414	414	-	414
7700	Foreign Exchange Gain or Loss									
7700	Foreign Exchange Gain or Loss	14,640	-	14,640	26,236	128	26,364	40,876	128	41,004
Total	Total	1,962,897	-	1,962,897	539,047	4,718	543,765	2,501,944	4,718	2,506,662

Ministry of Agriculture, Animal Husbandry and Fisheries (LVV)
Agricultural Competitiveness Project Suriname- IDB loan no.: 4097/OC-SU – L1020 and
Non-Reimbursable Investment Grant Operations Agreement No: DF-SU-G1004

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2022

NOTE 1 – PROGRAM DESCRIPTION

On June 23, 2017 the Republic of Suriname and Inter-American Development Bank (IDB) entered into a Loan Agreement No. 4097/OC-SU – L1020 to cooperate in the execution of the Agricultural Competitiveness Project the activities started per December 1, 2017 for a period of five years ending June 23, 2022. On July 5, 2022 the IDB approved an extension of 24 months (2 years) moving the last disbursement date to June 13, 2024 (O-CCB/CSU-496/2022), with an impact on the original budget. The IDB informed the Executing Agency that the institution commenced the process of canceling US\$ 2 million of loan funds.

Together with the above loan a non-reimbursable investment operation (“Investment Grant operation” or “IGR”) has been granted to complement the ACP loan, for EUR 2.35 million (approximately US\$ 2.732 million) by the European Union Caribbean Investment Facility (EU-CIF) starting per January 2019 for a period of 30 months. On October 3, 2022 the IDB approved an extension, moving the expiration date to September 12, 2024 (O-CCB/CSU-869/2022). The resources shall be transferred to the IDB, as administrator, by means of a project specific grant subject to the Framework Administrative Agreement between the European Union (EU) and the IDB dated June 10, 2015 (the EU-IDB Framework Agreement).

The ACP loan and the IGR grant will together be referred to as “the Program”.

PROGRAM SCOPE AND OBJECTIVES

Objectives IDB Loan

The objective of the Program is to contribute to increasing the competitiveness of the agricultural sector through the improvement of animal health, plant health and food safety, and agricultural research and technology transfer services.

Objectives EU-CIF Grant

The objective of this project is to support the implementation of the ACP loan by addressing critical activities to strengthen the capacity of LVV in agricultural innovation and animal and plant health services. The EU-CIF funds will support the government of Suriname to complete the civil works of the Cluster Laboratory of the LVV. The Cluster Laboratory is a sub-component of component 2 of the ACP loan (see above). The project, in conjunction with the ACP loan, will look for execution synergies with the EU funded Suriname Agriculture Market Access Project (SAMAP) and implemented by the FAO.

PROGRAM COMPONENTS

Objective

The Program objective is to increase the competitiveness of the agricultural sector through the improvement of animal health, plant health, food safety and agricultural research and technology transfer services.

Description

In order to achieve the above-mentioned objectives, the Program will encompass the following components:

- Component 1. Agricultural Health and Food Safety;
- Component 2. Agricultural Research and Technology Transfer;
- Component 3. Program Administrations.

Component 1 - Agricultural Health and Food Safety

This component will have four sub-components:

- 1) Plant Health;
- 2) Animal Health;
- 3) Food Safety; and
- 4) Laboratory Complex Infrastructure.

Climate change impacts and adaptation actions will be considered, when appropriate, in selected activities of this component. For instance, specific training will address the implications of climate change in terms of animal and plant health.

Sub-component 1.1 - Plant Health

The focus areas of investment are:

- (i) the financing of the reorganization of the plant health service through appropriate legal, institutional and operational frameworks;
- (ii) the establishment of pest surveillance system and traceability systems;
- (iii) the strengthening of the export certification capacity and the import regulatory systems through the implementation of procedures to minimize risks associated with the movement of goods and people;
- (iv) the improvement of plant quarantine facilities;
- (v) the establishment of integrated border controls (infrastructure and procedures) for effective pest exclusion;
- (vi) a pesticide management system for regulating chemicals used in plant health and human health (including the promotion of Integrated Pest Management - IPM);
- (vii) human resources development through training for staff at all levels of the plant health services;
- (viii) the equipment and inputs for the LVV Laboratory Complex in order to provide timely diagnoses with a high degree of confidence and support the selection and application of phytosanitary measures; and
- (ix) the establishing of an area of low fruit flies prevalence, as a pilot program that may be later scaled-up for export purposes.

Sub-component 1.2 - Animal Health

The focus areas of investment of this sub-component are:

- (i) the establishment of a disease surveillance system including identification and traceability of animals and farms for the national registry, training in epidemiology risk analysis;

- (ii) disease surveillance and control programs, obtaining World Organization for Animal Health (OIE) recognition of disease free status;
- (iii) the organization of simulation exercises for the technical and logistical preparedness in case of disease introduction;
- (iv) the establishment of an animal health information system and equipment and materials for the LVV Laboratory Complex as related to animal health activities;
- (v) specific trainings aimed at increasing the competences of the Veterinary Service Unit; and
- (vi) awareness campaigns for the general public in order to help preventing exotic diseases introduction and to encourage disease notification, strengthening the collaboration between the public and private sectors.

Sub-component 1.3 - Food Safety

The focus areas of investment are:

- (i) financing of the development of national food safety policy;
- (ii) financing of the establishment of a Food Safety Unit (FSU) within LVV;
- (iii) financing of the establishment of a National Codex Committee;
- (iv) development of food safety standards and upgrade to technical regulations following Good Agricultural Practices (GAP) for crops, livestock and aquaculture;
- (v) the financing of development of hygiene code for processors of crops, meat and fish;
- (vi) staff training, including Training of Trainers (ToT) sessions on GAP, hygiene code, risk analysis;
- (vii) master's degrees in agri-food safety and quality assurance abroad;
- (viii) the strengthening of the diagnostic capacity of the Laboratory Complex through training, equipment, materials for residue testing and testing the content of imported pesticides, developing a quality assurance system (ISO 17025) and having laboratory methodologies validated and accredited;
- (ix) strengthening of the registration and inspection system through the preparation of procedural manuals for inspection of primary producers, preparation of procedural manuals for inspection of primary processors, training of plant and meat inspectors, hiring of meat inspectors and plant inspectors, equipment for inspection units (plant, meat, fish) and the development of a quality assurance system (ISO 17020) for inspection units, and accreditation of the inspection units (meat and plant);
- (x) implementation of a surveillance system for food safety hazards;
- (xi) awareness campaigns to the general public on food safety, including a solid collaboration with private sector actors in Suriname;
- (xii) institutional support and training to the Inter-Ministerial working Group of Food Safety, which includes the Ministry of Trade, the Ministry of Health and the Ministry of Finance (Custom Department); and
- (xiii) support to the Fish Inspection Institute. This component will directly cooperate with the Bureau of Standards.

On February 14, 2022 the Program was notified about the establishment of the National Food Safety Institute of Suriname (NIVS), which the single body in Suriname that monitors the safety and quality of food. Therefore, the implementation of all current and future safety related projects and programs carried out by or in collaboration with the government of the Republic of Suriname should be supervised and implemented by said body (509/22). On March 22, 2022 the institutional changes in supervision and implementation responsibility was addressed to the IDB by the Ministry of LVV (968/22) and were acknowledged on March 28, 2022 (O-CCB/CSU-221/2022).

Sub-component 1.4. - Laboratory Complex Infrastructure

The completion of the construction of the Laboratory Complex at LVV (useful for all sub components) will be included in this Component and will complement animal and plant health and food safety activities included in the other three sub-components.

Component 2 - Agricultural Research and Technology Transfer

This component will have four sub-components:

- 1) Agricultural Research and Technology Transfer Projects;
- 2) Institutional Strengthening;
- 3) Open Funding Window for Climate Change Adaptation; and
- 4) Cluster Laboratory.

Sub-component 2.1 - Agricultural Research and Technology Transfer Projects

The sub-component focuses on the strengthening of agricultural research and technology transfer, through the funding of five selected agricultural research and technology transfer projects that will consider climate change adaptation and/or mitigation and will be implemented in collaboration with national and international research and technology transfer centers. The five projects have been identified through a prioritization exercise that took into account the following criteria: economic relevance, market opportunities, yield gaps, and environmental and socio-economic aspects, as well as vulnerability to climate change impacts and contribution to Greenhouse Gas (GHG) emissions. The five pre-selected projects will combine adaptive research, technology validation and technology transfer activities and will focus on the following sub-sectors: rice, open-field vegetables, protected vegetable production, citrus fruits, and minor fruits. Emphasis will be given to gender considerations in the implementation of the projects (specific communication campaigns, focus on gender-sensitive crops, among others) so as to encourage the participation of women.

Sub-component 2.2 - Institutional Strengthening

This sub-component will focus on staffing and training, considering climate change impacts and adaptation actions of key research and technology transfer stakeholders (research department of LVV, public research centers such as ADRON, among others) in the country. Scholarships to upgrade the educational level of research staff of LVV will also be covered by this sub-component, as well as the establishment of the media unit.

Sub-component 2.3 - Open Funding Window for Climate Change Adaptation

This sub-component will finance 10 to 15 small research and technology transfer projects (up to a maximum of US\$ 100,000 each), selected through a competitive process. These projects will specifically focus on environmental sustainability and climate change adaptation.

Predefined selection criteria will consider at least the following:

- (i) focus on addressing explicit vulnerability to climate change;
- (ii) contribution to increase resilience to climate change (i.e. how the research and technology transfer could result in decreased variability, increased income or productivity, improvement in socio-economic variables);
- (iii) possible contribution to reduce GHG emissions or use of a low carbon technology; and
- (iv) adequacy and replicability (i.e. how the proposal responds to a pressing need and the potential to apply the technology at a larger scale). LVV departments will join efforts with external research centers, universities, and private sector actors for the implementation of this sub-component. Communication campaigns will ensure maximum visibility of the calls for proposals and emphasis will be given to and the inclusion of female farmers in the projects.

Sub-component 2.4 - Cluster Laboratory

Agriculture health and innovation services. The main activity is the construction of the Cluster Laboratory, which is a key subcomponent of the research and technology transfer component of the ACP loan. Many research and technology transfer initiatives depend on the laboratory for their development. The cluster laboratory encompasses laboratory facilities for soil, crop protection, seed quality control, post-harvest, weed management and processing. The Cluster Laboratory is currently partially constructed, and its completion will enable complementary financing from the ACP loan for the electrical works and outfitting of the laboratory.

In outfitting the laboratory, the equipment selected will be specified as those being convenient (not the most expensive or state-of-the-art) and dependable technology. In addition, the training needs of LVV staff and maintenance needs will be taken into consideration in the implementation of this activity.

This sub-component will cover the finalization (electricity works and outfitting) of the LVV Cluster Laboratory, necessary for its functionality. This laboratory will be used for research purposes and will be complementary to the research projects financed under sub-component 2.1, as all key tests needed for the research projects will be conducted in the Cluster Laboratory.

Component 3 – Program Administration

The component includes sub-components such as:

Personnel, equipment & furniture operation cost, financial cost and project administration. Within the scope of project administration, financing will be available to design and implement a communications and visibility plan in order to raise awareness among different stakeholders in the sector about the importance of the actions being carried out by the Program.

PROGRAM COSTS AND FINANCING STRUCTURE

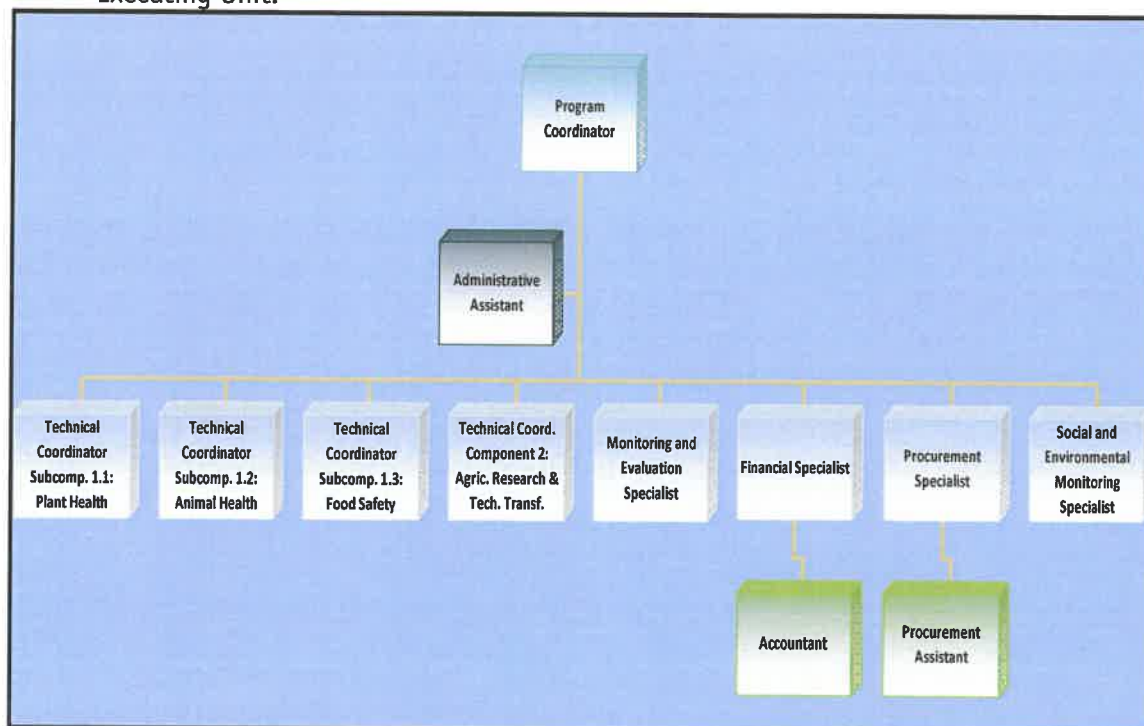
The total cost of this operation is twenty million two hundred thirty one thousand and nine hundred and twenty-three US dollars (US\$ 20,231,923), which is financed by the IDB (US\$ 17,500,000) and EU-CIF (US\$ 2,731,923) with no counterpart from the GOS.

The following is the financial plan of the Program:

CATEGORY OF INVESTMENT	LOAN AND GRANTS			
	IDB	EU-CIF	TOTAL	%
Component 1. Agricultural Health and Food Safety	9,928,663	-	9,928,663	49.1
1.1 Plant Health	2,801,000	-	2,801,000	13.8
1.2 Animal Health	3,860,437	-	3,860,437	19.1
1.3 Food Safety	1,867,226	-	1,867,226	9.2
1.4 Laboratory Complex Infrastructure	1,400,000	-	1,400,000	6.9
Component 2. Agricultural Research and Technology Transfer	5,770,637	2,325,041	8,095,678	40.0
2.1 Agricultural Innovation Projects	2,959,437	-	2,959,437	14.6
2.2 Institutional Capacity Building	696,200	-	696,200	3.4
2.3 Open Funding Window for Climate Change Adaption	1,015,000	-	1,015,000	5.0
2.4 Cluster Laboratory	1,100,000	2,325,041	3,425,041	16.9
Program Administration	1,250,700	174,378	1,425,078	7.0
External Audit	250,000	-	250,000	1.2
Monitoring and Evaluation	300,000	-	300,000	1.5
EU-CIF fees	-	232,504	232,504	1.1
Total	17,500,000	2,731,923	20,231,923	100

The budget of US\$ 17,500,000 is valid until December 31, 2022

Figure 1: Organizational Structure Of Agricultural Competitiveness Program, Structure Of The Program Executing Unit.



Execution IDB

The Executing Agency (EA) is the Ministry of Agriculture, Animal Husbandry and Fisheries (LVV). The EA of the Program will be the LVV, through the PEU under the Planning and Development Department. The PEU will be responsible for all the fiduciary obligations to manage the Program, including:

- (i) planning of the technical and fiduciary aspects related to the Program activities;
- (ii) procurement of goods, works and services for the Program;
- (iii) the oversight and evaluation of Program activities;
- iv) financial and accounting management of the Program, including the submission of disbursement requests and preparation of financial reports; and
- (v) risk management, including environmental and social risks.

The resources of the EU-CIF Grant will be administrated by the EA in the same manner as it is implementing the resources from the ACP Loan.

On April 21, 2020 LVV signed a contract for Consultant's Services "Provision of Consultancy Services for the Project Executing Unit (PEU)" for SU-L1020, SU-L1052 and SU-G1004 with the Inter-American Institute for Cooperation on Agriculture (IICA). The contract with IICA became effective after the advance payment was received on August 5, 2020. The commencement of services by the IICA led PEU was on September 14, 2020, but assumed official control of the project on November 12, 2020 (official handover of the financial administration to the PEU-IICA).

For the year 2022 the PEU consisted of the following key personnel comprised of LVV appointed staff and Inter-American Institute for Cooperation on Agriculture (IICA) consultants:

LVV Appointed Staff

1. Procurement Assistant : Ms. K. Kromoreso - Start date September 24, 2019

IICA Consultants

2. Program Manager : Ms. G. St. Croix - Start date September 14, 2020
3. Financial Specialist : Ms. S. Vin - Start date September 14, 2020
4. Financial Assistant : Ms. M. Smitter - Start date November 23, 2020
5. Procurement Specialist : Ms. C. Lopez-King - Start date September 1, 2021
6. Procurement Assistant : Ms. R. Chitoe - Start date November 12, 2019
7. Technical Coordinator : Mr. J. Vorswijk - Start date November 1, 2021
8. Project Assistant : Ms. R. Joefield-Stakel - End date July 22, 2022
9. Project Assistant : Ms. F. King - Start date October 3, 2022
10. Project Administrative Assistant : Ms. Jo-Ann Gaddum - Start date September 27, 2021
11. Office Assistant : Ms. Jo-Ann Kartomenggolo - Start date January 3, 2022
12. Stakeholder Engagement & Communication Officer: Ms. M. Neede - End date September 13, 2022
13. Environmental Health & Safety Specialist: Ms. J. Themen - Start date September 14, 2020

NOTE 2 – SIGNIFICANT ACCOUNTING POLICIES

Cash Basis of Accounting

The financial statements of the Program as of December 31, 2022 have been prepared using the cash basis of accounting, which recognizes transactions and acts only when the cash and or its equivalent is received or disbursed by the Project, and not when they give rise to accrue or originate rights or obligations.

Currency

The Program's accounting records are maintained in U.S. dollars. The financial statements are also presented in U.S. dollars rounded off to the nearest whole US dollar value. The valid exchange rate as at December 31, 2022 is as follow:

	December 31, 2022 SRD	December 31, 2021 SRD
US\$	30.273	20.342

Foreign Exchange Gain or Loss

Cash receipts and cash disbursements denominated in the currency other than the U.S. dollars were translated using the applicable rate of the Central Bank of Suriname at the date of the transaction.

This regards the Foreign Exchange Gain or Loss due to the depreciation of the Surinamese dollar (SRD). As of June 7, 2021 the GoS changed the policy in establishing the US\$ exchange rate which causes the effective exchange rate to be updated 3 times a day. The rates are published on the Central Bank of Suriname website at 10:00 AM, 12:30 PM and 15:00 PM.

NOTE 3 – AVAILABLE CASH BALANCE

The composition of the available cash balance as at December 31, 2022 is as follows:

	December 31, 2022			December 31, 2021		
	IDB US\$	EU-CIF US\$	Total US\$	IDB US\$	EU-CIF US\$	Total US\$
Central Bank of Suriname USD	882,451	295,156	1,177,607	1,433,734	300,000	1,733,734
Central Bank of Suriname SRD	1,734	125	1,859	210	-	210
POC SRD – PCF 2	5,891	1	5,892	3,168	-	3,168
Cash to be justified *	-5,604	-	-5,604	-	-	-
Total	884,471	295,282	1,179,753	1,437,112	300,000	1,737,112

*) On December 5, 2022 there was a Burglary at the IICA headquarter where Project Operation Costs with the amount of SRD 169,660.14 (US\$ 5,604) of the project was stolen. The IICA management has decided that in order to avoid undue delays which will negatively impact critical project activities as a result of the incident, the full amount of the stolen funds will be refunded by the IICA as an interim measure, pending the outcome of the police investigation which is still going on.

Treasury Single Account

For this Program Treasury Single Account is utilized. This account is held by the Ministry of Finance, whereby the Executing Agency is primarily responsible for the funds. Both projects have their own project account, which makes it possible to administrate and monitor the cash flow of the project. The process is that the Executing Agency sends a request for direct payment with the necessary information after which Finance makes a request for payment and sends it to the Central Bank. The original bank statements are sent to the Executing Agency.

The policy prescribes that deposits of project resources in the bank accounts which accrue interest, commissions etc. for the Executing Agency, this income must be contributed to the Program as an integral part of the local or counterpart contribution. These funds may be used for expenses that are similar and/or complementary to eligible project expenses financed by the Bank.

Bank accounts held with the Central Bank do not accrue interest and do not bear monthly fees for maintaining the account. The Program funds are maintained in US dollars only. Payments to local suppliers of goods and services are paid in SRD according to the purchase USD rate of the CBvS, which is SRD 30.273.

NOTE 4 – UNUSED ADVANCES OF PCF 2 – POC FUNDS AND REDEPOSIT OF UNUSED FUNDS FINANCED THE IDB LOAN

Unused advances of PCF 2 - POC funds ACP Loan

The main purpose of the PCF2 - POC funds is to make small purchases of goods and services regarding the project.

The unused advances as of December 31, 2021 for US\$ 1,047 was debited to the cash balance of POCF per January 2022 and utilized during the financial year. The advances provided to the project coordinators unused as of December 31, 2022 is a total of US\$ 9,037.

Since it is a report on cash basis, the US\$ 9,037 should be returned and accounted in the following financial year.

	2022 US\$	2021 US\$
S. Modiwirijo	1,675	-
A. Djoeneri	290	167
V. Matau	88	-
W. Ghisaidoobe	1,170	310
M. Soerdjbalisingh	1,398	
S. Ramautar	4,416	570
	<u>9,037</u>	<u>1,047</u>

NOTE 5 – ADVANCES PENDING JUSTIFICATION

As at December 31, 2022 the amount pending justification to the IDB for Loan No. 4097/OC-SU amounted to US\$ 355,521 and for the EU-CIF grant US\$ 4,590 (Note 11).

NOTE 6 – ADVANCES AND JUSTIFICATION

The Project is receiving cash advances of funds from IDB based on a disbursement request. Upon reaching 80% disbursement out of the cash advances, the Project justifies the expenditures and then requests for additional cash advance.

	December 31, 2022 US\$	December 31, 2021 US\$
Opening balance of advances	1,485,079	1,200,787
Advances received and recorded during the period	-	1,250,000
Correction regarding justification of advances in OPS	6,327	220
Less: Justification of advances	-226,812	-965,928
Closing balance as at December 31, 2022	<u>1,264,593</u>	<u>1,485,079</u>

The advance of funds balance is composed of the following:

Cash available balance	884,472	1,437,112
Payments after last justification 2022 (Note 11)	355,521	39,664
Cash to be justified (Note 4)	5,604	-
Unused advance of PCF 2-POC funds (Note 4)	7,990	-
Unused advance of PCF 2-POC funds adjustment	-9	- 9
Pending justification in discussion with IDB regarding component 2 ANJ 9 (Note 11)	-29,860	-6,328
Accumulated Foreign Exchange Gains or Losses previous years (see Note 11)	40,876	14,640
Closing balance as at December 31, 2022	<u>1,264,593</u>	<u>1,485,079</u>

NOTE 7 – PROCUREMENT OF GOODS, WORKS AND SERVICES

7.1. Procurement of goods Su-L1020

The following list of contracts for procurement of goods made by the Program from the beginning until December 31, 2022 is stated here:

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
1	Prodimes	Purchase of computer - and office supplies for the Minor Fruits Innovation Projects	11-Feb-22	Post Review	N/A	2.1.1.3		31,301	-	-
2	Computer Hardware Services (CHS)	Purchase of computer supplies for the Minor Fruits Innovation Projects	11-Feb-22	Post Review	N/A	2.1.1.3		69,634	-	-
3	Agrimex N.V.	Purchase of Agricultural supplies for the citrus Innovation Projects	1-Mar-22	Post Review	N/A	2.1.1.2			1,561	-
4	Sohani Group N.V.	Purchase of Agricultural supplies for the minor fruits innovation project	10-Mar-22	23-Feb-22	CCB/CSU/132/ 2022	2.1.1.3		107,310	-	-
5	Rapid Import Export	Supply of vials, mini scales and forceps for the ALPP projects	1-Mar-22	Post Review	N/A	1.1.7.1		39,445	-	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
6	SuriGraphics	Printing and delivery of 2 types of brochures for the Citrus Innovation Project of the Ministry of Agriculture, Animal Husbandry and Fisheries	1-Mar-22	Post Review	N/A	2.1.1.2		34,000	-	
7	N.V. Devina's Enterprises	Purchase of office furniture and supplies for the border control ports for the Ministry of Agriculture, Animal Husbandry and Fisheries	6-May-22	7-Apr-22	OCCB/CSU/232/2022	1.1.3.6		154,854	-	
8	Protrade international N.V.	Purchase of refrigerators and freezers for border control ports for the Ministry of Agriculture, animal Husbandry and Fisheries	12-May-22	Post Review	N/A	1.1.3.6		75,600	-	

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
9	Nation Trading N.V.	Purchase of weighing scales and bins for border control ports for the Ministry of Agriculture, Animal Husbandry and Fisheries	12-Apr-22	Post Review	N/A	1.1.3.6		86,000	-	-
10	Agrimex N.V.	Purchase of Applicator equipment for the conducting of trainings to applicators from the Ministry	22-Apr-22	13-Apr-22	0- CCB/CSU/269/ 2022	2.2.5.3		105,270	-	-
11	Prodimec International Inc.	Supply of computer equipment for the animal husbandry department veterinary laboratory	6-May-22	12-Apr-22	0- CCB/CSU/252/ 2022	1.1.3.6/1.2.1.1 / 1.2.3.1 / 1.2.11.1		-	14,185	-
12	AaBeCe Graphics & Signs N.V.	The printing and delivery of 2 types of brochures for the Open Field and Minor Fruits Innovation Project	19-May-22	Post Review	N/A	2.1.1.1 / 2.1.1.3		49,150	-	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
13	Computer Hardware Services (CHS)	Supply of computer equipment for the Animal Husbandry Department	19-May-22	Post Review	N/A	1.1.3.6 / 1.2.1.1 / 1.2.3.1 / 1.2.11.1		-	2,146	
14	International Trade and Marketing N.V. (INTRAMAR)	The supply and delivery of measuring instruments for the Open Field Project of the Ministry of Agriculture, Animal Husbandry and Fisheries	24-Jun-22	6-Jun-22	0- CCB/CSU/414/ 2022	2.1.1.1		102,307	-	
15	Rapid Import Export N.V.	The supply and delivery of irrigation system supplies for the Open Field Project of the Ministry of Agriculture, Animal Husbandry and Fisheries	18-Jul-22	12-Jul-22	0- CCB/CSU/534/ 2022	2.1.1.1		138,470	-	

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
16	H.J. Agro	The supply and delivery of fertilizers for Open Field Project of the Ministry of Agriculture, Animal Husbandry and Fisheries	5-Aug-22	6-Jun-22	0- CCB/CSU/414/ 2022	2.1.1.1		14,750		
17	International Trade and Marketing N.V. (INTRAMAR)	Purchase of sticky traps for non-farm trials validation of pesticides in vegetable crops for Open Field	17-Aug-22	Post Review	N/A	2.1.1.1		48,262		
18	Office Furniture	purchase of office furniture for NPPO	29-Aug-22	24-Aug-22	0-CCB/CSU- 714/2022	1.1.1.2		135,675		
19	ITEE N.V.	Supply and delivery of media apparatus and electronic devices for the media unit of LVW	30-Aug-22	24-Aug-22	0- CCB/CSU/683/ 2022	2.2.3.3		276,145		
20	Integrated Computer Services N.V.	Purchase of computer equipment for the Plant Health Unit (NPPO)	30-Aug-22	17-Aug-22	0-CCB/CSU- 684/2022	1.1.1.1		372,000		

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
21	SEMC Hardware N.V.	Procurement of Agricultural Tractor and Tractor Implements for the Ministry of LVV (Lot 1: Procurement of Agricultural Tractor)	5-Sep-22	11-Aug-22	0- CCB/CSU/659/ 2022	2.1.1.1	SUA0371	-	29,120	-
22	Intetrade Limited	Procurement of Agricultural Tractor and Tractor Implements for the Ministry of LVV (Lot 2: Procurement of Tractor Implements)	5-Sep-22	11-Aug-22	0- CCB/CSU/659/ 2022	2.1.1.1	SUA0372	-	-	32,406
23	Kokriki	Purchase of media apparatus and electronic devices for media unit of LVV	30-Aug-22	24-Aug-22	0- CCB/CSU/683/ 2022	2.2.3.3	-	114,516	-	-
24	International Trade and Marketing N.V. (INTRAMAR)	Supply of passion fruit seeds for the minor fruits project of the Ministry of LVV	12-Sep-22	5-Sep-22	0- CCB/CSU/760/ 2022	2.1.1.3	-	146,250	-	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
25	Fernandes Autohandel	"Procurement of 6 (six) motor vehicles for the Ministry of LVV. Lot 1: Procurement of 4 (four) Pick-up trucks"	16-Sep-22	8-Jul-22	0- CCB/CSU/510/2 022	1.2.3.4 / 1.2.9.3	SUA0369	-	142,000	-
26	On Time Shipping	supply and delivery of Trinocular Zoom Stereo Microscope	13-Oct-22	Post Review	N/A	1.1.7.4	-	-	1,850	-
27	N.V. Handel- en Industrie Maatschappij Prodimec International Corporation	PROCUREMENT OF OFFICE FURNITURE, ICT EQUIPMENT AND STATIONERY FOR THE RICE INNOVATION PROJECT OF THE MINISTRY OF LVV	27-Oct-22	20-Oct-22	0- CCB/CSU/914/2 022	2.1.1.5	SUB0920	1,595,646	-	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
28	CHM Suriname N.V.	Supply and installation of air conditioner units for the Ministry of LVV	25-Oct-22	1-Sep-22	0- CCB/CSU/753/2 022	1.1.5.1/ 1.1.7.4/ 1.2.1.1/ 2.1.1.1/ 2.1.1.3 /2.2.5.3			19,941-	
29	International Trade and Marketing N.V. (INTRAMAR)	supply and delivery of brush cutters, shredders and other items for composting activities for the Ministry of Agriculture, Animal Husbandry and Fisheries	26-Oct-22	5-Oct-22	0- CCB/CSU/834/2 022	2.1.1.1/ 2.1.1.2/ 2.1.1.3		602,625	-	
30	ChemTica International S.A.	Traps and pheromone lures for the Tomato fruit borer and Tomato pin worm	28-Oct-22	21-Oct-22	0- CCB/CSU/918/2 022	1.1.5.1			6,720	
31	ISCA Technologies Inc.	Pheromone lures for the Fall worm	3-Nov-22	21-Oct-22	0- CCB/CSU/918/2 022	1.1.5.1			827	

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
32	Caisley International GMBH	Ear tags for livestock species	2-Nov-22	1-Nov-22	0-CCB/CSU/874/2022	1.2.4.1	SUA0373	-	-	98,528
33	International Trade and Marketing N.V. (INTRAMAR)	Small agricultural supplies for the Demonstration Plots of the Minor Fruits Project	3-Nov-22	20-Oct-22	0-CCB/CSU-949/2022	2.1.1.3		290,100	-	
34	Agrimex N.V.	For the supply and delivery of barbed wire for the implementation of yellow passion fruit trial	15-Nov-22	2-Nov-22	0-CCB/CSU-990/2022	2.1.1.3		-	1,950	
35	Sohani Group N.V.	For the supply and delivery of walaba poles for the implementation of yellow passion fruit trial	16-Nov-22	2-Nov-22	0-CCB/CSU-990/2022	2.1.1.3		120,000	-	

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
36	Agrimex N.V.	Supply and delivery of seed trays and potting soil for validation of passion fruit seeds activity for Minor Fruits Project	15-Nov-22	8-Nov-22	0- CCB/CSU/1005/ 2022	2.1.1.3-1-2/3		-	13,577	-
37	HJ Agro	Supply and delivery of seed trays and potting soil for validation of passion fruit seeds activity for Minor Fruits Project	15-Nov-22	Post Review	N/A	2.1.1.3-1-2/3		-	2,744	-
38	Bosroko	Supply and delivery of promotional items for the Minor Fruits for the Ministry of Agriculture, Animal Husbandry and Fisheries	29-Nov-22	Post Review	N/A	2.1.1.3		-	677	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
39	Intramar N.V.	Purchase of brush cutters for the Pesticide Unit of the Ministry of LW	23-Dec-22	Post Review	N/A	2.2.5.3		-	1,593	-
40	CHM Suriname N.V.	purchase of plastic containers for on-farm trials 'validation of pesticides' in vegetable crops for Open Field	19-Dec-22	29-Nov-2022	0-CCB/CSU-1063/2022	2.1.1.1		-	8,588	-
41	HJ Agro	For Supply and delivery of humus and seed trays for Ministry of LW (Demonstration Plots - Minor Fruits) and field trials for testing biological bugs control mechanism on Passion Fruit varieties	21-Dec-22	15-Nov-22	0-CCB/CSU-1063/2022	2.1.1.3		-	6,400	-

7.1 Procurement of goods										
No	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$	Amount in EURO
List of contracts for procurement of goods funded by the IDB										
42	Agrimex N.V.	For Supply and delivery of fertilizers and potting soil for Ministry of LVW (Demonstration Plots - Minor Fruits) and field trials for testing biological bugs control mechanism on Passion Fruit varieties	20-Dec-22	15-Nov-22	0-CCB/CSU-1063/2022	2.1.1.3			12,962	
43	InteTrade Ltd.	PROCUREMENT OF EQUIPMENT FOR RICE INNOVATION PROJECT OF THE MINISTRY OF LVW	30-Nov-22	5-Oct-22	0-CCB/CSU/861/2022	2.1.1.5	SUA0376		142,796	
Sub total								4,709,311	409,635	130,934

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

7.2. Procurement of services Su-L1020

7.2 Procurement of services									
No.	Contractor / Supplier	Description of Services	Sign date (mo/year)	IDB no-objection	Reference # IDB No-Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$
List of contracts for procurement of services funded by the IDB									
1	Allies Elisabeth van Sauers - Muller	Consultancy for the development of Operational Manuals and the execution of Training Workshops for the implementation of the National Pesticides Management System for improved Agricultural Health and Food Safety System in Suriname.	13-Apr-22	1-Apr-22	O-CCB/CSU-234/2022	1.1.8.2	SUA2094	332,416	-
2	Sharvin Virendrasingh Anandbahadoer	Individual Consultancy to conduct the assessment of the Plant Health Diagnostic Laboratory	14-Apr-22	11-Apr-22	O-CCB/CSU-258/2022	1.1.1.1	SUA2095	339,864	-
3	Franklin Remy Grauwde	Individual Consultancy service for preparing a preliminary regulated pest list for Suriname	5-May-22	25-Apr-22	O-CCB/CSU-291/2022	1.1.5.3	SUA2109	177,650	-
4	Blu Dots	Consultancy for the development of Pesticides Database management system for improved Agricultural Health and Food Safety	10-May-22	27-Apr-22	O-CCB/CSU-306/2022	1.1.8.1	SUA2108	1,603,358	-
5	Samuel Godefroy	Individual Consultant - Senior Food Safety and Regulatory Policy Advisor to offer advisory support at the executive level of NIVS.	29-Jun-22	17-Jun-22	O-CCB/CSU-470/2022	1.3	SUA2114	-	58,800

7.2 Procurement of services									
No.	Contractor / Supplier	Description of Services	Sign date (mo/year)	IDB no-objection	Reference # IDB No-Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$
List of contracts for procurement of services funded by the IDB									
6	Jeffrey Jones	Individual Consultant to assist the Ministry of LVW as Technical Coordinator for the Sanitary, Phytosanitary and Veterinary Components of the SU L1020 Program	25-Jul-22	13-Jul-22	0-CCB/CSU-562/2022	1.1.4.1	SUA2116	-	94,800
7	Sharvin Virendresingh Anandbadoer	Individual Consultant – Supervision of the Electrical and Plumbing installation Works for the completion of the Cluster Laboratory	22-Sep-22	14-Sep-22	0-CCB/CSU-756/2022	2.4.1.2	SUA2128	-	55,250
8	Tadimoeljo Miquel	Individual consultancy to provide technical assistance to the Animal Health Department to draft specification for lab equipment required	4-Oct-22	22-Sep	0-CCB/CSU-817/2022	1.2	SUA2138	-	350
9	Sheldon Simson	Individual consultancy to provide technical assistance to the Animal Health Department to draft specification for lab equipment required	4-Oct-22	22-Sep	0-CCB/CSU-817/2022	1.2	SUA2139	-	350
10	RINO TJONG A HUNG	Individual Consultant – Supervision of the Construction Works for the completion of the Cluster Laboratory	14-Nov-22	27-Oct	0-CCB/CSU-950/2022	2.4.1.2	SUA2166	-	31,395
11	Dr. Joseph Ishmael Khan	Individual Consultancy Services to conduct the Mid Term Evaluation of SU-L1020	14-Nov-22	2-Nov	0-CCB/CSU-991/2022	4	SUA2167	-	22,000
12	Kathleen Eleonoor Maria Burke	Technical assistance to strengthen the research team to initiate and execute the priorities of the research and surveillance program already defined.	19-Dec-22	13-Dec-2022	0-CCB/CSU-1112/2022	1.1.5.3		-	47,296
Sub total								2,453,289	310,241
Total procurement goods and services									

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

7.3. Procurement of works Su-L1020

The following list of contracts for procurement of works made by the Program from the beginning until December 31, 2022 is stated here:

7.3 Procurement of works									
No.	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$
List of contracts for procurement of goods funded by the IDB									
1	N.V. BETA Group	Retrofitting of the Laboratory Complex (Residue and Veterinary Complex) with electrical and plumbing works	30-Jun-22	2-Jun	0-CCB/CSU-429/2022	1.4.1.1	SUB0912	-	435,405
2	Bouwbedrijf Alvera N.V.	Execution of civil construction works for the repair and completion of the Laboratory Complex (Residue and Veterinary Complex) (TERMINATED)	30-Jun-22	2-Jun	0-CCB/CSU-429/2022	1.4.1.1	-	-	-
3	N.V. BETA Group	Execution of the electrical and plumbing installation works for the Cluster Laboratory	6-Oct-22	10-Jun-22	0-CCB/CSU-360/2022	2.4.1.1-2-1	SUB0919	-	637,701
4	AANNEMINGS- EN GRONDVERZETBEDRIJF R. BALWANT GIR NV	Remodeling and Reconstruction of IPM Laboratory at ADRON in Nickerie, Suriname.	5-Oct-22	15-Sep	0-CCB/CSU-804/2022	2.1.1.5	SUB0921	1,428,077	-
Sub total								1,428,077	1,073,106

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

7.4. Procurement of Non-Consulting Service Su-L1020

The following list of contracts for procurement of non-consulting service made by the Program from the beginning until December 31, 2022 is stated here:

7.4 Procurement of Non-Consulting Service									
No.	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in SRD	Amount in US\$
List of contracts for procurement of goods funded by the IDB									
1	Rita Salim	Customs clearance activities for the importation of Tractor Implements purchased for the Open Field Innovation project of the Ministry of LVV	27-Dec-22	Post Review	N/A			-	1,087
Sub total									1,087

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

7.5. Procurement of goods Su-G1004

The following list of contracts for procurement of goods made by the Program from the beginning until December 31, 2022 is stated here:

7.5 Procurement of goods								
No.	Supplier	Contract description	Sign date (mo/year)	IDB No- Objection	Reference # IDB No- Objection	Investment category	PRISM #	Amount in US\$
List of contracts for procurement of goods funded by the IDB								
1	Bosroko	Supply and delivery of promotional items for the Ministry of LW (ALPP and pesticides)	29-Nov-22	Post Review	N/A	3.4.3.		1,158
2	Bosroko	purchase of branding materials	5-Dec-22	23-Nov-2022	0-CCB/CSU-1048/2022	3.4.3.		11,430
Sub total								12,588

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

7.6. Procurement of services Su-G1004

7.6 Procurement of services							
No.	Contractor / Supplier	Description of Services	Sign date (mo/year)	IDB no-objection	Reference # IDB No-Objection	Investment category	PRISM #
List of contracts for procurement of services funded by the IDB							
1	Nancy Valerie Pierau-Riedewald	Individual Consultant to facilitate the Agricultural Competitiveness Program Communication and Public Relation Activities.	14-Jun-22	02-jun-222	O-CCB-CSU-423/2022	3.4.1	SUA2113
Sub total							154,800

N/A: No prism number required for amounts below US\$ 25,000, with the exception of individual consultants.

NOTE 8 - INVESTMENT CATEGORIES AND DISBURSEMENTS MADE

	Budget		Total	Cumulative Investments		Total
	IDB	EU-CIF		IDB	EU-CIF	
	US\$	US\$	US\$	US\$	US\$	US\$
1. Agricultural Health and Food Safety	9,928,663	-	9,928,663	926,869	-	926,869
1.1. Plant Health	2,801,000	-	2,801,000	337,558	-	337,558
1.2. Animal Health	3,860,437	-	3,860,437	258,211	-	258,211
1.3. Food Safety	1,867,226	-	1,867,226	305,536	-	305,536
1.4. Laboratory Complex Infrastructure	1,400,000	-	1,400,000	25,564	-	25,564
2. Agricultural Research and Technology Transfer	5,770,637	2,325,041	8,095,678	673,443	4	673,447
2.1. Agricultural Innovation Projects	2,959,437	-	2,959,437	535,835	-	535,835
2.2. Institutional Capacity Building	696,200	-	696,200	119,413	-	119,413
2.3. Open Funding Window for Climate Change Adaption	1,015,000	-	1,015,000	4,663	-	4,663
2.4. Cluster Laboratory	1,100,000	2,325,041	3,425,041	13,532	4	13,536
3. Program Administration	1,250,700	174,378	1,425,078	812,295	4,586	816,881
4. External Audit	250,000	-	250,000	48,047	-	48,047
5. Monitoring and Evaluation	300,000	-	300,000	414	-	414
6. EU-CIF fees	-	232,504	232,504	-	-	-
7700. Foreign Exchange Gain or Loss*)	-	-	-	40,876	128	41,004
TOTAL	17,500,000	2,731,923	20,231,923	2,501,944	4,718	2,506,662

*)The project administration as of December 31, 2022 reflect the exchange rate of 30.273. Due to the fluctuation in the exchange rate and the cancellation of contracts which resulted in redeposits the project has suffered in 2022 a Foreign Exchange Loss of US\$ 26,236 for the ACP Loan and US\$ 128 for the EU-CIF grant (Accumulated US\$ 41,004).

NOTE 9 – DISBURSEMENTS MADE

Note 9a: Disbursement made IDB loan

Disbursement Request (DR) Number	Type	DR Date	Co reception Date	Authorization date	US\$
1	Receipt	22-Nov-17 1)	19-Dec-17	19-Dec-17	150,000
3	Receipt	24-May-18 2)	28-May-18	29-May-18	1,000,000
8	Receipt	6-Dec-19 3)	12-Dec-19	13-Dec-19	1,000,000
12	Receipt	30-Sep-21 4)	26-Nov-21	2-Dec-21	1,250,000
					<u>3,400,000</u>
2	Justification	24-May-18	28-May-18	29-May-18	142,678
4	Justification	31-Aug-18	6-Sep-18	11-Sep-18	83,573
5	Justification	30-Nov-18	11-Feb-19	13-Feb-19	63,055
6	Justification	11-Jun-19	3-Jul-19	3-Jul-19	270,573
7	Justification	6-Dec-19	10-Dec-19	12-Dec-19	389,335
9	Justification	21-Jun-21	21-Jun-21	2-Aug-21	679,152
10	Justification	28-Sep-21	26-Sep-21	7-Oct-21	271,980
11	Justification	24-Nov-21	26-Nov-21	1-Dec-21	14,796
13	Justification	24-Nov-22	13-Dec-22	13-Dec-22	226,812
					<u>2,141,954</u>
Corrections regarding justification of advances 5, 6, 7 and 9 by the IDB in OPS					<u>- 6,547</u>
					<u>2,135,407</u>
Closing balance as at December 31, 2022					<u>1,264,593</u>

- 1) First disbursement, request No. 1 dated November 22, 2017.
Pursuant to the terms and conditions of the loan contract, the Executing Agency requested the first Advance of Funds on November 22, 2017 for the amount of US\$ 150,000. The Ministry of LVV received the amount of US\$ 150,000 on December 21, 2017. The advance was recorded in the contractual currency (US\$).
- 2) Second disbursement, request No. 3 dated May 24, 2018.
The Executing Agency requested the second Advance of Funds on May 24, 2018 for the amount of US\$ 1,000,000. The Ministry of LVV received the amount of US\$ 1,000,000 on May 31, 2018. The advance was recorded in the contractual currency (US\$).
- 3) Third disbursement, request No. 8 dated Dec 06, 2019.
The Executing Agency requested the third Advance of Funds on Dec 06, 2019 for the amount of US\$ 1,000,000. The Ministry of LVV received the amount of US\$ 1,000,000 on Dec 17, 2019. The advance was recorded in the contractual currency (US\$).
- 4) Fourth disbursement, request No. 12 dated September 30, 2021.
The Executing Agency requested the fourth Advance of Funds on September 30, 2021 for the amount of US\$ 1,250,000. The Ministry of LVV received the amount of US\$ 1,250,000 on December 6, 2021. The advance was recorded in the contractual currency (US\$).

Receipt pertains to the amount requested from IDB and subject to justification when 80% of the fund is used.

Justification pertains to the amount used by the Project out of the advance of funds and reported to the IDB.

Total cash received from IDB as at December 31, 2021 amounted to US\$ 3,400,000 (advance of funds).

Note 9b: Disbursement made EU-CIF grant

Disbursement Request (DR) Number	Type	DR Date	Co reception Date	Authorization date	US\$
1	Receipt	23-Sep-21 1)	20-Oct-21	1-Nov-21	300,000

1) First disbursement, request No. 1 dated September 23, 2021.

Pursuant to the terms and conditions of the loan contract, the Executing Agency requested the first Advance of Funds on September 23, 2021 for the amount of US\$ 300,000. The Ministry of LVV received the amount of US\$ 300,000 on November 3, 2021. The advance was recorded in the contractual currency (US\$).

Receipt pertains to the amount requested from EU-CIF and subject to justification when 80% of the fund is used.

Justification pertains to the amount used by the Project out of the advance of funds and reported to the IDB.

Total cash received from EU-CIF as at December 31, 2021 amounted to US\$ 300,000 (advance of funds).

NOTE 10 -- RECONCILIATION BETWEEN THE STATEMENT OF CASH FLOWS AND THE STATEMENT OF CUMULATIVE INVESTMENTS

	31-Dec-22			31-Dec-21		
	IDB	EU-CIF	Total	IDB	EU-CIF	Total
	US\$	US\$	US\$	US\$	US\$	US\$
Per Statement of Cash Flow						
- Cumulative cash received as at December 31	3,392,019	300,000	3,692,019	3,400,009	300,000	3,700,009
Per Statement of Cumulative Investments						
- Cumulative investments as at December 31	-2,501,944	-4,718	-2,506,662	-1,962,897	-	-1,962,897
- Cash to be justified	-5,604	-	-5,604	-	-	-
Available cash balance as at December 31	884,471	295,282	1,179,753	1,437,112	300,000	1,737,112

	<u>IDB 2022</u>	<u>EU-CIF 2022</u>	<u>IDB 2021</u>	<u>EU-CIF 2021</u>
	<u>US\$</u>	<u>US\$</u>	<u>US\$</u>	<u>US\$</u>
Balance as of January 1, 2022	3,400,009	300,000	2,149,060	-
Advance of Funds	-	-	1,250,000	300,000
Direct Payments/ unused advances				
PCF-2 POC/ Redeposit of funds	-7,990	-	949	-
Advanced Payments	-	-	-	-
Total cash received	3,392,019	300,000	3,400,009	300,000
Project Disbursements				
Repayments	-	-	-	-
Payments for goods and services	-539,047	-4,718	-380,329	-
Total Project Disbursements Made	-539,047	-4,718	-380,329	-
Cumulative Investments				
Agricultural Health and Food Safety	926,869	-	615,822	-
Agricultural Research and Technology				
Transfer	673,443	4	481,934	-
Program Administration	812,295	4,586	812,295	-
External Audit	48,047	-	38,206	-
Monitoring and Evaluation	414	-	-	-
Foreign Exchange Gain or Loss	40,876	128	14,640	-
Total Cumulative Investments	2,501,944	4,718	1,962,897	-
Cash to be justified	-5,604	-	-	-
Available cash as of December 31, 2022	884,471	295,282	1,437,112	300,000

NOTE 11 – RECONCILIATION BY INVESTMENT CATEGORIES BETWEEN THE PROGRAM'S RECORDS AND THE IDB'S RECORDS

Note 11a – Reconciliation ACP Loan

COI	Category of Investment	Per Program's Records	Per IDB's Records	Difference
1	Agriculture Health and Food Safety	926,869	719,209	207,660
2	Agriculture Research and Technology Transfer	673,443	555,442	118,001
3	Program Administration	812,295	812,295	-
4	External Audit	48,047	48,047	-
5	Monitoring and Evaluation	414	414	-
7700	Foreign Exchange Gain or Loss	40,876	-	40,876
	Total Cumulative Disbursement	2,501,944	2,135,407	366,537

Details are as follows:

Description	Unjustified Expenditures 2022 (a)	Restatements to be processed in the IDB records (b)	Cumulative Foreign Exchange Loss (c)	Total Differences (a+b+c)
1 Agriculture Health and Food Safety	187,839	19,821	-	207,660
1.1 Plant Health	131,954	19,821	-	151,775
1.2 Animal Health	35,000	-	-	35,000
1.3 Food Safety	20,885	-	-	20,885
1.4 Laboratory Complex Infrastructure	-	-	-	-
2 Agriculture Research and Technology Transfer	167,682	-49,681	-	118,001
2.1 Agriculture Innovation Projects	150,274	-29,860	-	120,414
2.2 Institutional Capacity Building	12,708	-19,821	-	-7,113
2.3 Open Funding Window for Climate Change Adaption	4,663	-	-	4,663
2.4 Cluster Laboratory	37	-	-	37
3 Program Administration	-	-	-	-
3.1 Personnel	-	-	-	-
3.2 Equipment & Furniture	-	-	-	-
3.3 Operation Costs	-	-	-	-
4 External Audit	-	-	-	-
5 Monitoring and Evaluation	-	-	-	-
7700 Foreign Exchange Gain or Loss	-	-	40,876	40,876
Total	355,521	-29,860	40,876	366,537

Explanation of the difference

- The expenditures incurred in 2021 listed in column "Unjustified Expenditures 2022(a)" were not yet justified to the Inter-American Development Bank as of December 31, 2022;
- Restatements to be made in the IDB Records based on restating expenditures for:
 - Payment to UWI which was paid out of an incorrect budget line;
 - Redeposit of funds due to contract cancellation from SOS Handelsmij.
- The expenditures listed in column "Foreign Exchange Loss before 2022 (c)" include (COI 7700) are the cumulative foreign exchange Gain or Loss over the period 2017 – 2022.

Note 11b – Reconciliation EU-CIF Grant

COI	Category of Investment	Per Program's Records	Per IDB's Records	Difference
2	Agriculture Research and Technology Transfer	4	-	4
3	Program Administration	4,586	-	4,586
7700	Foreign Exchange Gain or Loss	128	-	128
	Total Cumulative Disbursement	4,718	-	4,718

Details are as follows:

COI	Category of Investment	Unjustified Expenditures 2022 (a)	Cumulative Foreign Exchange Loss (b)	Total Differences (a+b+c)
2	Agriculture Research and Technology Transfer	4	-	4
2.4	Cluster Laboratory	4	-	4
3	Program Administration	4,586	-	4,586
3.4	Communication & Visibility	4,586	-	4,586
7700	Foreign Exchange Gain or Loss	-	128	128
	Total Cumulative Disbursement	4,590	128	4,718

Explanation of the difference

- (a) The expenditures incurred in 2022 listed in column "*Unjustified Expenditures 2022 (a)*" were not yet justified to the Inter-American Development Bank as of December 31, 2022.
- (b) The expenditures listed in column "*Foreign Exchange Loss before 2022 (c)*" include (COI 7700) are the cumulative foreign exchange Gain or Loss over the period 2022.

NOTE 12 – SUBSEQUENT EVENTS

Subsequent events are events or transactions sometimes occur after the end of the period date, but before the issue of the financial statements and auditor's report, that has a material effect on the financial statements, and therefore may require adjustment or disclosure in the statements.

For this report no subsequent events are noted.

12.1. Accounts payable as at December

12.1a Accounts payable IDB

The list of outstanding payables as at December 31, 2022 is as follows:

Supplier/Consultant/Requestor	Description of Services	Amount in US\$
Blu Dot Technology	Final payment based on deliverables as per contract PROC/044/1020/22	13,241
Agrimex NV	Payment based on deliveries as per contract PROC/081/1020/22	13,577
Agrimex NV	Payment based on deliveries as per contract PROC/079/1020/22	1,950
Joseph Khan	1st Payment based on deliverables as per contract PROC/078/1020/22	2,200
Samuel Godefroy	2nd Payment based on deliverables as per contract PROC/051/1020/22	17,640
Jeffrey Jones	4th Payment based on deliverables as per contract PROC/054/1020/22	7,900
Sohani Group NV	Payment based on deliveries as per contract PROC/080/1020/22	3,964
InteTrade Limited	1st Payment based on deliveries as per contract PROC/060/1020/22	31,207
W. Ghisaidoobe	Request to issue a cheque for purchase of food & beverages and fuel for transportation	2,250
V.Matau	Request to issue a cheque for purchases related to the breeding pest and research activity & installing trinocular and laboratory equipments and tools for identification of fruit fly	1,260
S.Ramautar	Request to issue a cheque for purchases related to the execution of training for nursery staff, researchers and extension officers in Citrus cultivation by a Citrus Specialist	4,271
	Total	99,460

12.1b Accounts payable EU-CIF grant

As of December 31, 2022 there were no accounts payable made regarding the EU-CIF grant.

NOTE 13 - FINANCIAL COSTS GOVERNMENT

The interest and commitment fee regarding the loan is an obligation for the government as agreed in the loan agreement regarding IDB financing. The interest and commitment fee is not applicable for the EU-CIF grant. These are paid by "Bureau voor de Staatsschuld". The amounts regarding interest and commitment fee for 2022 is US\$ 162,520.

	December 31, 2022	December 31, 2021
	IDB	IDB
	US\$	US\$
Commitment fee	70,295	76,635
Interest paid	92,225	26,534
Total	162,520	103,169

13.1. Approval of the financial statements

The financial statements of the Agricultural Competitiveness Project Suriname as at and for the year ended were approved by the Executing Agency on March 31, 2023.