DEPARTMENT OF NUTRITION, HIV AND AIDS

SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT

COMPONENT A - SUPPORT FOR NUTRITION IMPROVEMENT

GRANT NUMBER H761 - MW
CREDIT NUMBER 5068-MW

FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2018

National Audit Office
P O Box 30045
Capital City
Lilongwe 3
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<td>15</td>
</tr>
</tbody>
</table>
1.0 INTRODUCTION

HIV/AIDS and under-nutrition are two important issues which the Malawi Government is addressing as priorities since they have considerable impact on human development and economic growth in Malawi. The country sees the fight against HIV/AIDS and malnutrition as a priority for human development and the achievement of the Millennium Development Goals (MDGs). To adequately address health challenges and raise the health status of Malawians, Government has recently highlighted the management of nutrition as a key area of intervention in addressing health challenges.

The Nutrition, HIV and AIDS Project (NHAP) is composed of two components, namely; Component A-Support for Nutrition Improvement Component (SNIC); and Component B-Support for the National HIV and AIDS Strategic Plan 2011-2016. The implementation of SNIC is coordinated by the Department of Nutrition, HIV and AIDS in the Office of the President and Cabinet whereas the implementation of the Support to the National Strategic Plan to HIV and AIDS is managed by the National AIDS Commission.

The support for Nutrition Improvement Component is financed by the International Development Agency (IDA) (US$30.0 million) and the Canadian International Development Agency (CIDA) (US$13.1 million), while support for National HIV and AIDS Strategic Plan is financed by IDA (US$50 million) and Malawi Government (US$10.0 million) under pool funding. Implementation of the project commenced on 17th October, 2012 and will close on 31st August 2017.

2.0 PROJECT OBJECTIVES AND OUTPUTS

The objective of the Support for Nutrition Improvement Component is to increase access to and utilization of selected services known to contribute to, and utilization of, selected services known to contribute to the reduction of child stunting, maternal and child anaemia. The Sub Project will focus on three areas of intervention under the National Nutrition Policy and Strategic Plan (2007-2012) National Nutrition Policy and Strategic Plan (NNPSP) which are.
CONTROLLING OFFICER'S REPORT (CONTINUED)
FOR THE YEAR ENDING 30TH JUNE, 2018

a. To prevent and control the most common nutrition disorders among women, men, boys and girls in Malawi with emphasis on vulnerable groups;

b. To increase access to timely and effective management of the most common nutrition disorders among women, men, boys and girls in Malawi emphasis on vulnerable groups; and

c. To create an enabling environment for the effective implementation services and program.

3.0 PROJECT ACHIEVEMENTS

During the period under review the project achieved the following;

a. Supported roll out of the Micronutrient Powders
b. Supported roll out Monitoring and Evaluation framework in all districts
c. Increased coverage of nutrition interventions in traditional authorities from 56 to 76 representing 69.1% coverage of interventions in all impact districts
d. By 2018, 970,123 beneficiaries were reached with high impact nutrition interventions in targeted districts.
e. Supported national child health days in all districts
f. Supported world breastfeeding week for promotion of exclusive breastfeeding
g. Supported roll out of iron folate supplementation for women of reproductive age group including adolescents

The achievements under policy and strategic review include the following:

a. Multisector Nutrition Policy and strategic planned approved and high level launched
b. Finalised and submitted Nutrition legislation to Ministry of Justice for submission to cabinet for approval;
c. Supported development of adolescent nutrition strategic plan
d. Successfully advocated for inclusion of Nutrition in the MGDS III as a key priority area for national development
e. Supported reviewed of Infant and Young child feeding strategy and development of counseling cards and key messages
f. Supported research dissemination for evidence based programming
g. Supported multisector coordination meetings
h. Conducted end line survey for the project;

SECRETARY FOR HEALTH AND POPULATION (DNHA)
DEPARTMENT OF NUTRITION, HIV AND AIDS
SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT
COMPONENT A-SUPPORT FOR NUTRITION IMPROVEMENT
GRANT NUMBER H761-MW; CREDIT NUMBER 5068-MW

STATEMENT OF MANAGEMENT'S RESPONSIBILITIES
FOR THE YEAR ENDING 30TH JUNE, 2018

The management of the Support for Nutrition, HIV and AIDS Project Component A-Support for Nutrition Improvement is required to prepare financial statements for each financial year which give a true and fair view of the state of affairs of the project as at the end of the period and of the operating results for that period.

The 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 enable them to ensure that the financial statements comply with the financial agreements and statutes.

In preparing the financial statements the management accepts responsibility for the following:–

- Maintenance of proper accounting records;
- Selection of suitable accounting policies and applying them consistently;
- Making judgment and estimates that are reasonable and prudent; and
- Compliance with applicable accounting standards when preparing the financial statements, subject to any material departures being disclosed and explained in the financial statements.

The management also accepts responsibility for taking such steps as are reasonably open to them to safeguard the assets of the project and to maintain adequate systems of internal controls to prevent and detect fraud and other irregularities.

The management is of the opinion that the financial statements give a true and fair view of the financial affairs of the project and of its operating results.

The financial statements have been approved by the Department of Nutrition, HIV and AIDS on ........................................... and are signed on its behalf by:

Felix Pensulo Phiri
PROJECT COORDINATOR

Dr Dan Namarika
SECRETARY FOR HEALTH AND POPULATION
AUDITOR GENERAL

AUDITOR GENERAL’S REPORT
TO THE CONTROLLING OFFICER OF SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT- GRANT NUMBER H761-MW AND CREDIT NUMBER 5068-MW - COMPONENT A – SUPPORT FOR NUTRITION IMPROVEMENT
FOR THE YEAR ENDING 30TH JUNE, 2018

Opinion

I have audited the financial statements comprising Statement of Receipts and Payments, Statement of Sources and Uses of Funds and Designated Account Activity Statement of the Support for Nutrition, HIV and AIDS Project Grant Number H761 – MW and Credit Number 5068-MW for the year ended 30th June, 2018 and related notes as set out on pages 7 to 13.

In my opinion, the financial statements present fairly, in all material respects, the financial position of the Support for Nutrition, HIV and AIDS Project for the year ended 30th June, 2018 in accordance with the International Public Sector Accounting Standards (IPSAS).

Basis for Opinion

I conducted my audit in accordance with International Standards of Supreme Audit Institutions (ISSAIs). My responsibilities under those standards are further described in the Auditor’s Responsibilities for the Audit of the Financial Statements section of my report. I am independent of the Support for Nutrition, HIV and AIDS Project and the Department of Nutrition, HIV and AIDS in accordance with the International Standards of Supreme Audit Institutions - Code of ethics (ISSAI 30) as promulgated by the International Organisation of Supreme Audit Institutions (INTOSAI), and I have fulfilled my other ethical responsibilities in accordance with these requirements. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my opinion.
**Key Audit Matters**

Key audit matters are those matters that, in my professional judgment, were of most significance in my audit of the financial statements of the current period. These matters were addressed in the context of my audit of the financial statements as a whole, and in forming my opinion thereon, and I do not provide a separate opinion on these matters.

I have determined that there is no need to communicate key audit matters in my report due the nature of the project.

**Responsibilities of Management for the Financial Statements**

Management of the Support for Nutrition, HIV and AIDS Project is responsible for the preparation and fair presentation of the financial statements in accordance with International Public Sector Accounting Standards (IPSAS) Financial Reporting under the historical cost convention and for such internal control as they determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error. This responsibility includes designing, implementing and maintaining internal controls relevant to the preparation of the financial statements that are free from material misstatements, whether due to fraud or error.

**Auditor’s Responsibilities for the Financial Statements**

My objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor’s report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with International Standards of Supreme Audit Institutions (ISSAIs) will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with ISSAIs, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my 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 internal control.
• Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
• Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

I also provide those charged with governance with a statement that I have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on my independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, I determine those matters that were of most significance in the audit of the financial statements of the current period and are therefore the key audit matters. I describe these matters in my auditor’s report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, I determine that a matter should not be communicated in my report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement auditor on the audit resulting in this independent Auditor’s report is:

[Signature]

THOMAS K B MAKIWA
ACTING AUDITOR GENERAL
NATIONAL AUDIT OFFICE
LILONGWE
MALAWI

Date: 14/12/18
DEPARTMENT OF NUTRITION, HIV AND AIDS
SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT
COMPONENT A-SUPPORT FOR NUTRITION IMPROVEMENT COMPONENT
GRANT NUMBER H761-MW; CREDIT NUMBER 5068-MW

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDING 30TH JUNE 2018

<table>
<thead>
<tr>
<th>RECEIPTS</th>
<th>NOTES</th>
<th>2018</th>
<th>2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Balance brought forward</td>
<td></td>
<td>-821,275,054</td>
<td>6,450,989,508</td>
</tr>
<tr>
<td>IDA</td>
<td>3</td>
<td>2,983,444,348</td>
<td>1,471,841,232</td>
</tr>
<tr>
<td>CIDA</td>
<td></td>
<td>-</td>
<td>1,471,393,425</td>
</tr>
<tr>
<td>Exchange Gain</td>
<td>4</td>
<td>-</td>
<td>3,890,430</td>
</tr>
<tr>
<td>Government Contribution</td>
<td>5</td>
<td>50,965,860</td>
<td>46,452,900</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td>2,213,135,154</td>
<td>9,444,567,495</td>
</tr>
</tbody>
</table>

| PAYMENTS                                      |       |          |          |
| Capacity Building and Orientation             |       | 124,777,418 | 1,298,189,673 |
| Improved Access to the Minimum Package        |       | 196,219,314  | 1,577,063,005 |
| Improved Quality of Nutrition and Integrated  |       | 28,189,398   | 165,427,938  |
| PPFP Interventions                            |       | 460,592,658  | 3,892,219,364 |
| Improved Coordination and Enabling Environment|       | 236,522,590  | 1,965,246,379 |
| Strengthened monitoring reporting and oper.   |       | 590,668,070  | 81,225,944   |
| Strengthened Policy and Program Coordination  |       | 167,991,998  | 278,763,855  |
| Monitoring Reporting and Operational Research |       | 18,825,300   | 23,483,957   |
| Joint Planning                                |       | 57,842,398   | 121,628,384  |
| Orientation and Training                      |       | 4,007,604    | 156,152,324  |
| Advocacy & Strategic Communication            |       | 135,609,355  | 218,502,365  |
| Technical Assistance                          |       | 157,570,484  | 441,486,461  |
| Office Administration                         |       | 50,965,860   | 46,452,900   |
| STAFF SALARIES                                 |       | 2,229,782,447 | 10,265,842,549 |

| Surplus / Deficit                             | 6     | (16,647,293) | (821,275,054) |

NOTES
3
4
5
6
7
2018
2017
## Statement of Sources and Uses of Funds by Component for the Year Ended 30th June 2018

<table>
<thead>
<tr>
<th>Note</th>
<th>Jun-18</th>
<th>Jun-17</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Source of Funds</strong></td>
<td>USD</td>
<td>USD</td>
</tr>
<tr>
<td>IDA</td>
<td>3</td>
<td>4,165,995</td>
</tr>
<tr>
<td>CIDA</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>Total Financing</td>
<td></td>
<td>4,165,995</td>
</tr>
<tr>
<td><strong>Less: Use of Funds by Component</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Maternal &amp; Child Nutrition</td>
<td></td>
<td>2,286,467</td>
</tr>
<tr>
<td>Strengthen Policy &amp; Program Coordination</td>
<td></td>
<td>756,765</td>
</tr>
<tr>
<td>Total Expenditures</td>
<td></td>
<td>3,043,232</td>
</tr>
<tr>
<td>Surplus/(Deficit)</td>
<td></td>
<td>1,122,763</td>
</tr>
<tr>
<td><strong>Opening Cash Balances</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Local Operating Account</td>
<td>67,482</td>
<td>560,671</td>
</tr>
<tr>
<td>Local Holding Account</td>
<td>2,054,970</td>
<td>560,543</td>
</tr>
<tr>
<td>CIDA FCDA</td>
<td>0.00</td>
<td>100,000</td>
</tr>
<tr>
<td>IDA FCDA</td>
<td>0.00</td>
<td>5,867,914</td>
</tr>
<tr>
<td>Unliquidated Advances to NGOs</td>
<td>(3,269,228)</td>
<td>2,137,501</td>
</tr>
<tr>
<td>Total Opening Cash</td>
<td></td>
<td>-1,146,775</td>
</tr>
<tr>
<td><strong>Closing Bank Balances</strong></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Local Operating Account</td>
<td>9,020</td>
<td>67,482</td>
</tr>
<tr>
<td>Local Holding Account</td>
<td>0</td>
<td>2,054,970</td>
</tr>
<tr>
<td>CIDA FCDA</td>
<td>0</td>
<td>-</td>
</tr>
<tr>
<td>IDA FCDA</td>
<td>699,985</td>
<td>-</td>
</tr>
<tr>
<td>Unliquidated Advances to NGOs</td>
<td>(733,017)</td>
<td>(3,269,228)</td>
</tr>
<tr>
<td>Total Closing Bank Balances</td>
<td>(24,013)</td>
<td>(1,146,775)</td>
</tr>
</tbody>
</table>
DEPARTMENT OF NUTRITION, HIV AND AIDS
SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT
COMPONENT A-SUPPORT FOR NUTRITION IMPROVEMENT COMPONENT
GRANT NUMBER H761-MW; CREDIT NUMBER 5068-MW

DESIGNATED ACCOUNT (DA) ACTIVITY STATEMENT FOR THE YEAR ENDED 30TH JUNE 2018

Deposit Bank: Reserve Bank of Malawi (AC Nos. IDA 001301600010 & CIDA 0001306300011)

Currency of DA: USD

<table>
<thead>
<tr>
<th>PART I</th>
<th>CIDA</th>
<th>IDA</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>US $</td>
<td>US $</td>
</tr>
<tr>
<td>1. Cumulative advances to end of current reporting period</td>
<td>11,190,152</td>
<td>27,535,740</td>
</tr>
<tr>
<td>2. Cumulative expenditure to end of last reporting period</td>
<td>11,190,152</td>
<td>26,835,755</td>
</tr>
<tr>
<td>3. Outstanding Advance to be accounted (Line 1 minus line 2)</td>
<td>0</td>
<td>699,985</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>PART II</th>
<th>CIDA</th>
<th>IDA</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>US $</td>
<td>US $</td>
</tr>
<tr>
<td>4. Opening DA balance at beginning of reporting period</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>5. Add/Subtract: Cumulative adjustments (if any)</td>
<td>0.00</td>
<td>0.00</td>
</tr>
<tr>
<td>6. Advances from World Bank during reporting period</td>
<td>0</td>
<td>4,165,980</td>
</tr>
<tr>
<td>7. Add lines 5 and 6</td>
<td>0</td>
<td>4,165,980</td>
</tr>
<tr>
<td><strong>8. Outstanding advances to be accounted for (add line 4 and line 7)</strong></td>
<td>0</td>
<td><strong>4,165,980</strong></td>
</tr>
<tr>
<td>9. Closing DA balance at end of current reporting period (as of June 2015)</td>
<td>0</td>
<td>699,985</td>
</tr>
<tr>
<td>10. Add/Subtract: Cumulative adjustments (if any)</td>
<td>-</td>
<td>-</td>
</tr>
<tr>
<td>11. Expenditures for current reporting period</td>
<td>0</td>
<td>3,465,995</td>
</tr>
<tr>
<td>12. Add line 10 and 11</td>
<td>0</td>
<td>3,465,995</td>
</tr>
<tr>
<td>13. Add line 9 and 12</td>
<td>0</td>
<td>4,165,980</td>
</tr>
<tr>
<td><strong>14. Difference (if any ) (line 8 minus line 13)</strong></td>
<td>0</td>
<td>0</td>
</tr>
</tbody>
</table>
NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDING 30TH JUNE, 2018

1. NATURE OF OPERATIONS AND PRINCIPAL ACTIVITIES

HIV/AIDS and Under-nutrition are two important issues which the Malawi Government is addressing as priorities since they have considerable impact on human development and economic growth in Malawi. The country sees the fight against HIV/AIDS and malnutrition as a priority for human development and the achievement of the Millennium Development Goals (MDGs). To adequately address health challenges and raise the health status of Malawians, Government has recently highlighted the management of nutrition as a key area of intervention in addressing health challenges.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below.

2.1 Basis of presentation
These financial statements have been prepared in accordance with International Public Sector Accounting Standards (IPSAS) under the cash basis of accounting. The financial statements have been prepared in Malawi Kwacha and US$.

2.2 Receipts
Receipts represent funding from the World Bank, Canadian International Development Agency and Government Contribution which are transferred to the Project’s bank account. Through the Credit Ceiling System or direct to the beneficiaries. Income is recognized on receipt basis.

2.3 Payments
Payments are made in both Malawi Kwacha and foreign currencies. For payments in foreign currency, the amounts are translated to Malawi Kwacha using the exchange rate at the time of payment.

2.4 Foreign currency translations
Foreign currency receipts and payments are translated to Malawi Kwacha at the rate of exchange ruling on the day of the related translation.
NOTES TO THE FINANCIAL STATEMENTS CONT’D

Bank balances denominated in foreign currency are translated to Malawi Kwacha at the rate ruling on the financial statements date.

2.5 Taxation
The project is governed by the terms and conditions of the World Bank and items purchased for the Component A of Nutrition, HIV and AIDS Project will not be exempt from Customs Duty and VAT.

3.0 FUNDING

Sources of funds

<table>
<thead>
<tr>
<th>Source</th>
<th>Amount in US$</th>
<th>Transferred</th>
<th>Exchange Rate</th>
<th>MK</th>
</tr>
</thead>
<tbody>
<tr>
<td>IDA</td>
<td>2,528,317</td>
<td>2,528,317</td>
<td>715.8923</td>
<td>1,810,002,901</td>
</tr>
<tr>
<td>IDA</td>
<td>937,677</td>
<td>937,677</td>
<td>716.1983</td>
<td>671,562,981</td>
</tr>
<tr>
<td>IDA</td>
<td>699,985</td>
<td>699,985</td>
<td>716.9846</td>
<td>501,878,465</td>
</tr>
<tr>
<td></td>
<td>4,165,980</td>
<td></td>
<td></td>
<td>2,983,444,348</td>
</tr>
<tr>
<td>CIDA</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>Government Contribution</td>
<td></td>
<td></td>
<td></td>
<td>50,965,860</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td></td>
<td></td>
<td>3,034,410,208</td>
</tr>
</tbody>
</table>
### IDA US$ ACCOUNT – EXCHANGE DIFFERENCE CALCULATIONS

<table>
<thead>
<tr>
<th>Account Date</th>
<th>Description</th>
<th>DEBT</th>
<th>CREDIT</th>
<th>Debit</th>
<th>Credit</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Opening Balance as at 01/07/2017</td>
<td>MWK 0.00</td>
<td></td>
<td></td>
<td>US $ 0.00</td>
</tr>
<tr>
<td>01/07/2017</td>
<td>IDA Grant</td>
<td>1,810,002,901</td>
<td>715,8923</td>
<td>2,528,317</td>
<td></td>
</tr>
<tr>
<td>31/08/2017</td>
<td>Transfer to holding a/c</td>
<td>1,810,002,901</td>
<td>715,8923</td>
<td>2,528,317</td>
<td></td>
</tr>
<tr>
<td>21/01/2018</td>
<td>IDA Grant</td>
<td>671,562,981</td>
<td>716,1983</td>
<td>937,677</td>
<td></td>
</tr>
<tr>
<td>21/01/2018</td>
<td>Transfer to holding a/c</td>
<td>671,562,981</td>
<td>716,1983</td>
<td>937,677</td>
<td></td>
</tr>
<tr>
<td></td>
<td>Total</td>
<td>2,481,565,882</td>
<td>2,481,565,882</td>
<td>3,465,994</td>
<td>3,465,994</td>
</tr>
<tr>
<td></td>
<td>Balance per ledger</td>
<td></td>
<td></td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td></td>
<td>Exchange rate as of June 2015</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>MWK equivalent of US$ Balance</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td></td>
<td>Exchange loss/(gain) for the year</td>
<td></td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>
5.0 GOVERNMENT CONTRIBUTION

The amount relates to salaries for government staff assigned to implement project activities.

GOVERNMENT CONTRIBUTION

a. Salaries

<table>
<thead>
<tr>
<th>Name</th>
<th>Gross Pay/Month</th>
<th>Months</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>F. Pensulo</td>
<td>915,363</td>
<td>12</td>
<td>10,984,356</td>
</tr>
<tr>
<td>K. Mpeniuwawa</td>
<td>470,600</td>
<td>12</td>
<td>5,647,200</td>
</tr>
<tr>
<td>S. Moyo</td>
<td>216,461</td>
<td>12</td>
<td>2,597,532</td>
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<td>A. Chapola</td>
<td>78,323</td>
<td>12</td>
<td>939,876</td>
</tr>
<tr>
<td>Kazembe</td>
<td>84,050</td>
<td>12</td>
<td>1,008,600</td>
</tr>
<tr>
<td>Masamba</td>
<td>84,050</td>
<td>12</td>
<td>1,008,600</td>
</tr>
<tr>
<td>M. Tembo</td>
<td>133,606</td>
<td>12</td>
<td>1,603,272</td>
</tr>
<tr>
<td>Msowoya Linny</td>
<td>235,739</td>
<td>12</td>
<td>2,828,868</td>
</tr>
<tr>
<td>C. Kachali</td>
<td>222,887</td>
<td>12</td>
<td>2,674,644</td>
</tr>
<tr>
<td>Hilda</td>
<td>285,958</td>
<td>12</td>
<td>3,431,496</td>
</tr>
<tr>
<td>Maria</td>
<td>285,958</td>
<td>12</td>
<td>3,431,496</td>
</tr>
<tr>
<td>Dalitso</td>
<td>470,600</td>
<td>12</td>
<td>5,647,200</td>
</tr>
<tr>
<td>Catherine Tsoka</td>
<td>304,934</td>
<td>12</td>
<td>3,659,208</td>
</tr>
<tr>
<td>C. Salaniponi</td>
<td>235,739</td>
<td>12</td>
<td>2,828,868</td>
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<tr>
<td>Gawani</td>
<td>222,887</td>
<td>12</td>
<td>2,674,644</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td></td>
<td></td>
<td><strong>50,965,860</strong></td>
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6.0 TOTAL SURPLUS

The amount comprises the following balances

<table>
<thead>
<tr>
<th>Bank</th>
<th>2018</th>
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</thead>
<tbody>
<tr>
<td>IDA</td>
<td>MK 501,878,465</td>
</tr>
<tr>
<td>CIDA</td>
<td>0</td>
</tr>
<tr>
<td>HOLDING</td>
<td>0</td>
</tr>
<tr>
<td>OPERATING</td>
<td>MK 6,459,802</td>
</tr>
<tr>
<td>GROs Unliquidated (Appendix II)</td>
<td>(524,985,560)</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>(16,647,293)</td>
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</tbody>
</table>
DEPARTMENT OF NUTRITION, HIV AND AIDS
SUPPORT FOR NUTRITION, HIV AND AIDS PROJECT
COMPONENT A-SUPPORT FOR NUTRITION IMPROVEMENT COMPONENT
GRANT NUMBER H761-MW; CREDIT NUMBER 5068-MW

APPENDIX I

RECONCILIATION STATEMENT OF THE DESIGNATED ACCOUNTS

<table>
<thead>
<tr>
<th></th>
<th>IDA (US$)</th>
<th>CIDA (US$)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Opening Balance</td>
<td>0</td>
<td>0</td>
</tr>
<tr>
<td>Receipts</td>
<td>4,165,980</td>
<td>0</td>
</tr>
<tr>
<td>Closing Balance</td>
<td><strong>699,985</strong></td>
<td>0</td>
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</table>
## APPENDIX II

### TRANSFERS TO NGOS

<table>
<thead>
<tr>
<th>GRO</th>
<th>BALANCE B/F</th>
<th>ADVANCE</th>
<th>TOTAL</th>
<th>EXPENDITURE</th>
<th>BALANCE (US$)</th>
</tr>
</thead>
<tbody>
<tr>
<td>Save the Children Mangochi</td>
<td>(559,372)</td>
<td>639,590</td>
<td>80,218</td>
<td>236,562</td>
<td>(156,344)</td>
</tr>
<tr>
<td>Save the Children Mwanza</td>
<td>(334,464)</td>
<td>360,410</td>
<td>25,946</td>
<td>153,885</td>
<td>(127,939)</td>
</tr>
<tr>
<td>Feed the Children</td>
<td>169,940</td>
<td>41,874.67</td>
<td>211,815</td>
<td>123,891</td>
<td>87,924</td>
</tr>
<tr>
<td>DAPP BT</td>
<td>22,581</td>
<td>51,702</td>
<td>74,254</td>
<td>272,408</td>
<td>(198,125)</td>
</tr>
<tr>
<td>DAPP CZ</td>
<td>39,279</td>
<td>39,435</td>
<td>78,714</td>
<td>258,727</td>
<td>(180,014)</td>
</tr>
<tr>
<td>CRS Zomba</td>
<td>(130,366)</td>
<td>148,316</td>
<td>17,951</td>
<td>50,417</td>
<td>(32,467)</td>
</tr>
<tr>
<td>CRS Ntcheu</td>
<td>76,189</td>
<td>0.00</td>
<td>76,189</td>
<td>86,385</td>
<td>(10,196)</td>
</tr>
<tr>
<td>Concern World Wide</td>
<td>(901,376)</td>
<td>901,376</td>
<td>0.00</td>
<td>31,055</td>
<td>(31,056)</td>
</tr>
<tr>
<td>Nkhotakota Support Organisation</td>
<td>130,853</td>
<td>140,387</td>
<td>271,240</td>
<td>331,110</td>
<td>(59,871)</td>
</tr>
<tr>
<td>World Vision Machinga</td>
<td>(304,198)</td>
<td>584,922</td>
<td>280,723</td>
<td>202,012</td>
<td>78,710</td>
</tr>
<tr>
<td>World Vision Thyolo</td>
<td>(542,487)</td>
<td>403,837</td>
<td>(138,652)</td>
<td>(56,697)</td>
<td>(81,954)</td>
</tr>
<tr>
<td>Farmer's Union</td>
<td>(10,254)</td>
<td>97,382</td>
<td>87,129</td>
<td>87,129</td>
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<tr>
<td>World Relief</td>
<td>(68,383)</td>
<td>126,549</td>
<td>58,166</td>
<td>58,166</td>
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<tr>
<td>Africaire</td>
<td>129,910</td>
<td>0</td>
<td>129,910</td>
<td>151,595</td>
<td>(21,685)</td>
</tr>
<tr>
<td>UNICEF</td>
<td>0</td>
<td></td>
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<td></td>
<td>0</td>
</tr>
<tr>
<td><strong>TOTAL</strong></td>
<td>(2,282,148)</td>
<td>3,535,779</td>
<td>1,253,630</td>
<td>1,986,647</td>
<td>(733,017)</td>
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</tbody>
</table>