

MINISTRY OF FOOD AND AGRICULTURE

GHANA COMMERCIAL AGRICULTURE PROJECT (GCAP) & GHANA JSDF GRANT FOR PERI-URBAN VEGETABLE VALUE CHAIN FOR POVERTY REDUCTION PROJECT

**FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2018**

Public Disclosure Authorized

Public Disclosure Authorized

AUDIT SERVICE

In case of reply the
number and date of the
letter should be quoted



Good Governance
and Accountability

My Ref. **GCAP/PJT/AUD/2018/02**

Your Ref. No:

Tel: 233 (0) 302 664920/28/29

Fax: 233 (0) 302 6751495

Website: www.ghaudit.org

M. 96

P. O. Box.....

ACCRA

27th JUNE 19

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**GHANA COMMERCIAL AGRICULTURE PROJECT (GCAP)
Ministry of Food and Agriculture
IDA Credit Number 5077-GH**

Auditor's Report on the Financial Statement

We have audited the accompanying financial statements on pages 4 to 16 of the Ghana Commercial Agriculture Project (GCAP) financed under IDA Credit Number 5077-GH for the year ended December 31, 2018. The statements comprise the statement of financial position as at 31st December 2018, the statement of sources and uses of funds, statement of expenditures (SOEs) and statement of cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's responsibility for the financial statements

2. Ministry of Food and Agriculture, which is the implementing agency for GCAP is responsible for the preparation and fair presentation of these financial statements in accordance with International Financial Reporting Standards, and for such internal control as Management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's responsibility

3. Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards of Supreme Auditing Institutions (ISSA).

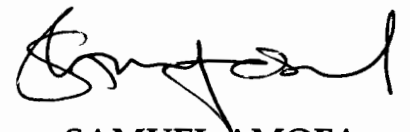
4. Those standards require that we comply with ethical requirements, and plan and perform the audit to obtain reasonable assurance that the financial statements are free from material misstatement.

5. An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

7. In my opinion, the financial statements present fairly, in all material respects, the financial position of GCAP as at 31st December 2018 and in accordance with International Financial Reporting Standards and the Project Agreement Guidelines



SAMUEL AMOFA

ASSISTANT AUDITOR-GENERAL

FOR: AUDITOR GENERAL

Ghana Commercial Agriculture Project (GCAP) & (GVVCP)
IDA Credit No. 5077-GH
IDA-PPF No. Q7760-GH
IDA-Trust Fund No. TFOA4745
Year Ended 31 December 2018

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GENERAL INFORMATION

Steering Committee Members

| | |
|---|------------|
| Hon. Owusu Afriyie Akoto (Dr)– Minister, MOFA | - Chairman |
| Hon. Sagre Bambangi (Dr)- Dep. Minister MOFA | - Member |
| R. P. Ankobiah-Ag. Chief Director, MOFA | - Member |
| Sauda Ahmed, Head, World Bank Unit, MOF | - Member |
| Charles Nornoo – PC, GCAP | - Member |
| Mawuli Agboka – OM, GCAP | - Member |
| Asante Krobea – MOFA | - Member |
| Ben Vas Nyamadi (Dr.) - GIDA | - Member |
| Angela Dannson – MOFA | - Member |
| Ebenezer Sampong – EPA | - Member |
| Richard Adjei (Dr.) – GIPC | - Member |
| Amos W. Wuni – Exe.Sec, LC | - Member |
| Kwesi Korboe – MOFA | - Member |

Project Implementation Unit

| | |
|---------------------------|--|
| Charles Nornoo | - Project Coordinator |
| Mawuli Agboka | - Operations Manager |
| Ben Johnson | - Financial Management Specialist |
| Adu Nyarko Andorful | - Social Safeguards Specialist |
| George Amoasah | - Environmental & Safeguard Specialist |
| Geoffrey Anno | - Monitoring and Evaluation Specialist |
| Galina Okartei-Akko | - Agri-Business Analyst |
| Philip Laryea | - Contract Management Specialist |
| Allswell E. Okai | - Agricultural Economist |
| Bloomfield Crosby Attipoe | - Senior Infrastructure Engineer/Zonal Coordinator |
| Reuben Ashong | - Environmental Specialist (SADA Zone) |
| Amama Kaleem-Habib | - Social Safeguards Specialist (SADA zone) |

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA-PPF No. Q7760-GH
IDA-Trust Fund No. TFOA4745
Year Ended 31 December 2018

Project Office

Ministry of Food and Agriculture
P. O. Box M 37
Ministries, Accra.

Independent Auditors

Ghana Audit Service

Bankers

Agriculture Development Bank (ADB),
Bank of Ghana (BoG) Accra

PROJECT BACKGROUND

The Agreements

The Credit Agreement No.5077-GH and IDA-PPF No. Q7760 was approved in September 2012 and became effective on 8 April 2013. The agreements were signed by the Government of Ghana and the International Development Association (IDA) of the World Bank for foreign exchange facilities of SDR64.5m (US\$100m) investment loan and USAID funding of US\$45m. The funding will be administered under Public International Organisation grant to the World Bank in conformity to USAID's FORWARD Initiative and primarily to address the food security situation by increasing household incomes, improving the competitiveness of the rice, maize and soya beans value chains and expanding market opportunities for smallholder farmers. The USAID Trust fund was modified to reduce the total amount of the Recipient Executed Trust Fund (RETF) to US\$16.95m on 23 February 2018. The Closing date of the USAID TF, which was September 30, 2017 was extended to May 31, 2018 and further extended to January 31, 2019.

Ghana Commercial Agriculture Project (GCAP) will contribute directly to the medium term macro-economic growth by leveraging on improved agricultural productivity and production for both smallholder and nucleus farms in selected project intervention areas, the project will expand the opportunities for Ghana's poor to participate in this growth.

On 20 November 2015, the project obtained approval and was restructured. As part of the restructuring, there were revisions to the Project Development Objectives (PDO) as well as the main components of the project. The new PDO is stipulated as follows: To improve agricultural productivity and production of both smallholder and nucleus farms in selected project intervention areas with increased access to reliable water, land, finance, and agricultural input and output markets.

On 8th May 2018, the project obtained yet another approval for Additional Financing of SDR 34.8m (US\$50m) from IDA and was also restructured. The Closing Date of the Project was extended by fifteen (15) months from September 30, 2019 to December 31, 2020. The original PDO has been reviewed by removing the reference to "increased access to reliable water, land, finance and agricultural input and output markets" which mainly define the interventions undertaken by the project to achieve the development objectives. Other changes include: (i) simplification of the project structure by merging the existing seven (7) components into four (4).

The revised components are as follows:

1. Facilitating investment promotion in commercial agriculture
2. Promoting private sector investments and small-holder linkages in selected areas
3. Rehabilitation/modernization of irrigation schemes and reforming of irrigation institutions and management
4. Project management, monitoring and evaluation

The closure date of the project has been extended to 31 December 2020 for the IDA Credit, and the end date for the USAID Grant extended to 31 Jan 2019.

The total funds available as indicated above (IDA US\$150 million, JSDF US\$2.85 million and USAID US\$ 16.95 million).

THE JAPAN SOCIAL DEVELOPMENT FUND (JSDF) GRANT FOR THE PERI-URBAN VEGETABLE VALUE CHAIN FOR POVERTY REDUCTION PROJECT. GRANT No. TFOA4745.

The grant agreement for the Ghana Peri-Urban Vegetable Value Chain for Poverty Reduction was approved on November 4, 2016 and became effective on the June 15, 2017. This grant is funded out of the Japan Social Development Fund (JSDF) and proposes to extend to the Government of Ghana an amount not to exceed two million eight hundred and fifty thousand United States Dollars (US\$2,850,000). The objective of the project is to improve productivity and market access by the beneficiary vegetable farmers in selected Peri-urban communities in the country.

Repayment of Credit

The Government of Ghana shall repay the principal amount of IDA Credit in semi-annual instalments payable on each 15 January and 15 July, commencing 15 July 2022 and ending 15 January 2052. The facility is an interest free loan however it attracts a 7.5% service charge and a 0.5% Commitment Fee.

Statement of Project Implementation Unit's Responsibilities

The Project Implementation Unit is responsible for the preparation of the financial statements for the period, which has been prepared in all material respects in accordance with the accounting policies described in note 1 to the financial statement. In preparing these financial statements, the Project Implementation Unit has selected suitable accounting policies and then applied them consistently, made judgements that are reasonable and prudent and followed the cash basis of accounting.

The Project Implementation Unit is responsible for ensuring that the Project keeps proper accounting records that disclose with reasonable accuracy at any time the financial performance of the Project. The Project Implementation Unit is also responsible for safeguarding the assets of the Project and taking reasonable steps for the prevention and detection of fraud and other irregularities.

Principal Activities

The principal activities of the project are set out on page 2 of this report.

Financial Results

The Statement of sources and uses on page 6 shows net increase in project funds during the year of US\$ 4,137,287 (2017: US\$9,747,429).

Independent Auditor

The Ghana Audit Service has expressed willingness to continue in office as auditors for the project.

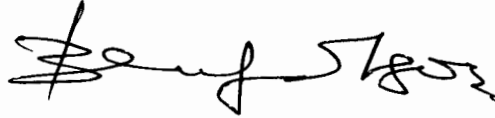
Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA-PPF No. Q7760-GH
IDA-Trust Fund No. TFOA4745
Year Ended 31 December 2018

BY ORDER OF THE PROJECT IMPLEMENTATION UNIT:

Project Coordinator:



Financial Management Specialist:



28^A
.....June 2019

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

STATEMENT OF SOURCES AND USES OF FUNDS

(All amounts are expressed in US dollars unless otherwise stated)

| | | Current Total | Cumulative to date | Cumulative to 2018 |
|---|-----------------|--------------------------|-------------------------------|-------------------------------|
| | | US\$ | US\$ | US\$ |
| SOURCES | | | | |
| Balance 1 January 2018 | | 9,747,429 | - | |
| Funds received during the year (Note 2) | | 12,601,710 | 68,967,844 | 56,366,133 |
| Adjustments | | 0 | 3,100 | 3,100 |
| | | <u>22,349,139</u> | <u>68,970,944</u> | <u>56,369,233</u> |
| USES | | | | |
| | Category | | | |
| Works for Part C.2(b) & A (except Part A.3(d) and Parts C.1(a) and C.2(b)) | 1 | 2,241,758 | 12,262,482 | 10,020,724 |
| Goods, Consultants' services, etc (under Part B.1 through B.3) | 2 | 0 | 785,515 | 785,516 |
| Works, Goods, non-consulting & Consulting services for Part C3 | 4 | 0 | 416,248 | 416,248 |
| Matching Grants for Sub-projects under Parts A.3(d), C.1(b) and C.2(a) | 5 | 25,251 | 9,064,713 | 9,027,463 |
| Agri-business Service Grants for Agri-business Services under Part C.4 | 6 | 0 | 140,869 | 140,869 |
| Goods, Consultants, Services, Training and Operating Costs under Part D of the Project | 7 | 1,605,302 | 16,753,763 | 15,158,046 |
| Project Preparations Fund (PPF) | 8 | 0 | 1,327,674 | 1,327,674 |
| Works under Part E.1, E.2 and E.4 (sub-comp 5.1, 5.2 & 5.4) | 9A | 8,002,193 | 8,002,193 | 0 |
| Goods, non-consulting services and consultants' services under Part E.1, E.2, E.4 (sub-comp 5.1, 5.2 & 5.4) | 9B | 931,348 | 4,624,466 | 3,693,119 |
| Works, goods under Part E.3 (sub-component 5.3) | 10A | 3,996,889 | 3,996,889 | 0 |
| Goods, non-consulting services and consultants' services under Part E.3 (sub-component 5.3) | 10B | 788,287 | 1,799,091 | 1,010,804 |
| Staff Retrenchment in GIDA and ICOUR and severance payments under Parts F.1 and F.2 (sub-components 6.1 and 6.2) | 11 | 0 | 3,376,505 | 3,376,504 |
| Works, Goods, consulting services, Training and non-consultant services under Parts F.3 and F.4 (sub-components 6.3 and 6.4) and Parts G.1 and G.2 (sub-components 7.1 and 7.2) | 12 | 383,195 | 1,300,202 | 917,008 |
| Goods, Consultant's services, Training and Operating Costs from Interest Accounts | 9 | 230,924 | 959,921 | 728,997 |
| Withholding Tax | | 0 | (2,415) | 0 |
| Advance to Tamale Office | | 6,706 | 18,046 | 11,340 |
| Adjustments - Others | | | 7,492 | 7,492 |
| Total Uses of Funds (Note 3) | | <u>18,211,853</u> | <u>64,833,657</u> | <u>46,621,804</u> |
| Net increase in project funds during the year | | <u>4,137,287</u> | <u>4,137,287</u> | <u>9,747,429</u> |

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

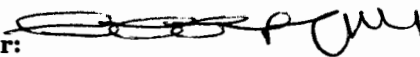
BALANCE SHEET

(All amounts are expressed in US dollars unless otherwise stated)

| | | <u>As at 31 December</u> | |
|----------------------------|------|-------------------------------|-------------------------------|
| | Note | Cumulative to date US\$ | Cumulative to 2018 US\$ |
| Non-Current Assets | | | |
| Project Expenditure | | 64,815,742 | 46,621,804 |
| Current assets | | | |
| Cash and Bank Balances | 3 | 4,137,287 | 9,747,429 |
| Project Advances | 4 | <u>18,046</u> | |
| | | 4,155,332 | 9,747,429 |
| Total Assets | | <u>68,971,074</u> | <u>56,369,233</u> |
| Current liabilities | | | |
| Withholding Tax | 5 | <u>0</u> | <u>0</u> |
| Net assets | | <u>68,971,074</u> | <u>56,369,233</u> |
| Represented by: | | | |
| Accumulated Fund | 6 | <u>68,971,074</u> | <u>56,369,233</u> |

The financial statements on pages 6 and 7 were approved by the Project Implementation Unit on ^{28th} June 2018 and signed on its behalf by:

Project Coordinator:



Financial Management Specialist:



Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

NOTES

(All amounts in the notes are expressed in US dollars unless otherwise stated)

1. Accounting policies

The following are the significant accounting policies adopted in the preparation of these financial statements:

(a) Basis of accounting

The financial statements have been prepared on the historical cost convention in accordance with World Bank financial reporting requirements and in compliance with the credit agreement numbers 5700-GH and PPF-Q7760 on cash basis.

(b) Income

Income is recognized on cash basis and credited directly to the respective designated accounts.

(c) Project expenditure

This comprises expenditure incurred under the seven (7) components of the project and the administrative expenditure incurred by the PIU and Tamale satellite office. It is recognised when goods and services are paid for. This includes project expenses capitalised at period end.

(d) Fixed assets

Property, plant and equipment are expensed in the year of acquisition.

(e) Foreign currency translation

Transactions in foreign currencies (currencies other than the United States Dollar) are converted by the Commercial Bank (ADB Bank) at the rate ruling at the date in which the transaction took place. Current assets and liabilities denominated in foreign currencies are translated at the rate of exchange ruling at the balance sheet date and fixed assets translated at the rate of exchange ruling at the time of acquisition. Gains or losses arising on foreign currency transactions are credited to or charged against recurrent expenditure in the period in which they arise.

(f) Cumulative expenditure

This comprises expenditure incurred under the four (4) components of the project from inception to date, as well as the three (3) new components following the restructure of the project during the year ended 2015.

(g) Advances

This comprises funds transferred to satellite office in Tamale for project activities. This is added to uses upon retirement.

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

NOTES (CONTINUED)

(All amounts in the notes are expressed in US dollars unless otherwise stated)

2. Funds received

This represents funds received from IDA and interest received on it.

2018

| Application number | Description | Amount US\$ |
|---------------------------|-----------------------------|----------------------|
| | Designated Account A | |
| GCAP (A) 35 | Funds received from IDA | 12,417,783.88 |
| | | |
| subtotal | | 12,417,783.88 |
| | | |
| | Interest | |
| A | Interest received | 78,815.27 |
| B | Interest received | - |
| C | Interest received | 105,111.32 |
| | | |
| subtotal | | 183,926.59 |
| | | |
| Total | | 12,601,710.47 |

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

NOTES TO FINANCIAL STATEMENTS (CONTINUED)

(All amounts in the notes are expressed in US dollars unless otherwise stated)

3. Project expenditure

| | | Cumulative to 2017 US\$ | Current Year US\$ | Cumulative to date US\$ |
|---|-----------------|-------------------------------|----------------------|-------------------------------|
| | <u>Category</u> | | | |
| Works for Part C.2(b) & A (except Part A.3(d) and Parts C.1(a) and C.2(b) | 1 | 10,020,724 | 2,241,758 | 12,262,482 |
| Goods ,Consultants' services, etc (under Part B.1 through B.3) | 2 | 785,516 | 0 | 785,515 |
| Works, Goods, non-consulting & Consulting services for Part C3 | 4 | 416,248 | 0 | 416,248 |
| Matching Grants for Sub-projects under Parts A.3(d), C.1(b) and C.2(a) | 5 | 9,027,463 | 25,251 | 9,064,713 |
| Matching Grants for Sub-projects under Parts A.3(d), C.1(b) and C.2(a) | 6 | 140,869 | 0 | 140,869 |
| Goods, Consultants, Services, Training and Operating Costs under Part D of the Project | 7 | 15,158,046 | 1,605,302 | 16,753,763 |
| Project Preparations Fund (PPF) | 8 | 1,327,674 | 0 | 1,327,674 |
| Works under Part E.1, E.2 and E.4 (sub-comp 5.1, 5.2& 5.4) | 9A | 0 | 8,002,193 | 8,002,193 |
| Goods, non-consulting services and consultants' services under Part E.1, E.2, E.4 (sub -comp 5.1, 5.2 & 5.4) | 9B | 3,693,119 | 931,348 | 4,624,466 |
| Works, goods under Part E.3 (sub-component 5.3) | 10A | 0 | 3,996,889 | 3,996,889 |
| Goods, non- consulting services and consultants' services under Part E.3 (sub-component 5.3) | 10B | 1,010,804 | 788,287 | 1,799,091 |
| Staff Retrenchment in GIDA and ICOUR and severance payments under Parts F.1 and F.2 (sub-components 6.1 and 6.2) | 11 | 3,376,504 | 0 | 3,376,505 |
| Works, Goods, consulting services, Training and non-consultant services under Parts F.3 and F.4 (sub-components 6.3 and 6.4) and Parts G.1 and G.2 (sub-components 7.1 and 7.2) | 12 | 917,008 | 383,195 | 1,300,202 |
| Subtotal (A) | | 45,873,975 | 17,974,223 | 63,850,613 |
| Goods, consultants' services, Training and Operating Costs from Interest Account | 9 | 728,997 | 231,054 | 959,921 |
| Withholding Tax | | - | - | (2,415) |
| Adjustments - ZONAL OFFICE ADVANCE | | 11,340 | 6,706 | 18,046 |
| | | 7,492 | | 7,492 |
| Subtotal (B) | | 747,829 | 237,760 | 983,044 |
| Total (A+B) | | 46,621,804 | 18,211,982 | 64,833,657 |

Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA Credit No. Q7760
Financial Statements
For the year ended 31 December 2018

NOTES (CONTINUED)

(All amounts in the notes are expressed in US dollars unless otherwise stated)

4. Cash and Bank Balances

| | 2018 | 2017 |
|--|---------------------------|---------------------------|
| | US\$ | US\$ |
| ADB IDA Designated Accounts – A | 1,238,635 | 3,766,304 |
| ADB IDA Designated Accounts – C | 2,797,240 | 5,834,491 |
| ADB IDA Sub Designated DA-A Cedi Account | 5,118 | 3,318 |
| ADB Interest on Designated Accounts | 96,294 | 143,316 |
| PPF Cedi Account | 0 | 0 |
| | <u>4,137,287</u> | <u>9,747,429</u> |
| | Cumulative to date | Cumulative to 2017 |
| | US\$ | US\$ |

5. Creditors

| | | |
|---|----------|----------|
| Withholding tax due Ghana Revenue Authority | 0 | 0 |
|---|----------|----------|

6. Accumulated Fund

The accumulated fund is financed by:

| | | |
|----------------------------------|--------------------------|--------------------------|
| Funds received from IDA | 67,898,753 | 55,480,969 |
| Other sources including interest | <u>1,072,321</u> | <u>888,264</u> |
| | <u>68,971,074</u> | <u>56,369,233</u> |

NOTES TO FINANCIAL STATEMENTS

NOTE 3 - PROJECT EXPENDITURE

| | Cumulative to 2017 | | Current Year-2018 | | Cumulative to 2018 | |
|---|--------------------|------------------------|-------------------|-------------------|--------------------|-------------------|
| | Old Category | Mapped to New Category | New Category | | New Category | |
| Works for Part C.2(b) & A (except Part A.3(d) and Parts C.1(a) and C.2(b) | 1 | 10,020,724 | 13 | 405,308 | | 10,426,032 |
| Goods ,Consultants' services, etc (under Part B.1 through B.3) | 2 | 785,516 | 13 | 0 | | 785,515 |
| Works, Goods, non-consulting & Consulting services for Part C3 | 4 | 416,248 | 13 | 0 | | 416,248 |
| Goods, Consultants, Services, Training and Operating Costs under Part D of the Project | 7 | 15,158,046 | 13 | 1,605,302 | 2,248,370 | 16,753,763 |
| Project Preparations Fund (PPF) | 8 | 1,327,674 | 13 | 0 | | 1,327,674 |
| Goods, Consultant's services, Training and Operating Costs from Interest Accounts | 9 | 728,997 | 13 | 231,054 | | 959,924 |
| Zonal Office Advance | | 11,340 | 13 | 6,706 | | 18,046 |
| Withholding Taxes | | 0 | 13 | 0 | | (2,415) |
| Exchange Loss | | 7,492 | 13 | | | 7,492 |
| Matching Grants for Sub-projects under Parts A.3(d), C.1(b) and C.2(a) | 5 | 9,027,463 | 14 | 25,251 | 25,251 | 9,064,713 |
| Matching Grants for Sub-projects under Parts A.3(d), C.1(b) and C.2(a) | 6 | 140,869 | 14 | 0 | | 140,869 |
| Works under Part E.1, E.2 and E.4 (sub-comp 5.1, 5.2& 5.4) | 9A | 0 | 15 | 8,002,193 | | 8,002,193 |
| Goods, non-consulting services and consultants' services under Part E.1, E.2, E.4 (sub -comp 5.1, 5.2 & 5.4) | 9B | 3,693,119 | 15 | 931,348 | | 4,624,466 |
| Works, goods under Part E.3 (sub-component 5.3) | 10A | 0 | 15 | 3,996,889 | | 3,996,889 |
| Goods, non- consulting services and consultants' services under Part E.3 (sub-component 5.3) | 10B | 1,010,804 | 15 | 788,287 | 14,101,912 | 1,799,091 |
| Staff Retrenchment in GIDA and ICOUR and severance payments under Parts F.1 and F.2 (sub-components 6.1 and 6.2) | 11 | 3,376,504 | 15 | 0 | | 3,376,505 |
| Works, Goods, consulting services, Training and non-consultant services under Parts F.3 and F.4 (sub-components 6.3 and 6.4) and Parts G.1 and G.2 (sub-components 7.1 and 7.2) | 12 | 917,008 | 15 | 383,195 | | 1,300,202 |
| Planting For Food & Jobs (Certified Seeds) | | | 16 | 1,836,450 | 1,836,450 | 1,836,450 |
| TOTAL | | | | 46,621,804 | 18,211,983 | 64,833,657 |

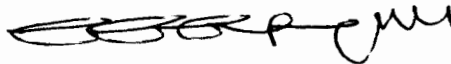
Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA-PPF No. Q7760-GH
Financial Statements
For the year ended 31 December 2018

DESIGNATED ACCOUNTS STATEMENT
FOR THE YEAR ENDED 31 DECEMBER 2018
(All amounts are expressed in US dollars unless otherwise stated)

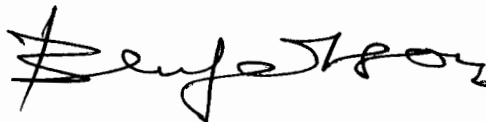
| | A | C | TOTAL |
|---|------------------------------|-----------------------------|------------------------------|
| | US\$ | US\$ | US\$ |
| Balance - 1 January 2018 | 3,766,304 | 5,834,491 | 9,600,795 |
| Transfer from IDA | <u>12,417,784</u> | <u>-</u> | <u>12,417,784</u> |
| Total Funds Available in the Designated Accounts | <u>16,184,088</u> | <u>5,834,491</u> | <u>22,018,579</u> |
| Movement: | | | |
| Movement from C to A | (3,000,000) | 3,012,000 | 12,000 |
| Eligible Expenditures paid during the year | 17,938,747 | 25,251 | 17,963,997 |
| Zonal Advance balance | <u>6,706</u> | <u>-</u> | <u>6,706</u> |
| | <u>14,945,453</u> | <u>3,037,251</u> | <u>17,982,703</u> |
| Balance at 31 December 2018 | <u>1,238,635</u> | <u>2,797,240</u> | <u>4,035,876</u> |

The Designated Accounts statement on page 13 was approved by the Project
Implementation Unit on ^{28th} June 2019 and signed on its behalf by:

Project Coordinator:



Financial Management Specialist:



Ghana Commercial Agriculture Project (GCAP)
IDA Credit No. 5077-GH
IDA-PPF No. Q7760
Financial Statements
For the year ended 31 December 2018

NOTES

(All amounts in the notes are expressed in US\$)

1. Accounting policies

The following are the significant accounting policies adopted in the preparation of the designated account statement:

(a) Basis of accounting

The Designated Account Statement has been prepared in accordance with the provisions of the Credit Agreements Nos. 5077-GH, TF --- and PPF Q7760-GH.

(b) Opening balance

This amount represents prior year closing balances brought forward.

(c) Transfer from IDA

This represents transfers from the World Bank. Transfers are recognised as income when it hits the designated accounts.

(d) Interest earned

These amounts represent refunds of transaction charges in the designated accounts during the period under review.

(e) Eligible expenditure

This is made of all eligible payments made by the project during the period under review.

Annex 1 – Schedule of Fixed Assets Register

DETAILS OF ADDITIONS TO FIXED ASSETS FOR THE YEAR ENDED 31 DECEMBER 2018

FIXED ASSET RECORD - GHANA COMMERCIAL AGRIC PROJECT

COMPUTERS - CMP (LAPTOPS, DESKTOPS, NOTEBOOKS)

DATE:

| Asset Class/Code | Asset Name/Description | Serial Number | Vendor2 | Physical Location | Acquisition Date (PAYMENT DATE) | PV No. | Acquisition Cost (GHS) | Exch Rate | Acquisition Cost (USD) | |
|--------------------------|-----------------------------|---------------|----------------|-------------------|---------------------------------|-----------|------------------------|------------------|------------------------|------------------|
| ADDITIONS IN 2018 | | | | | | | | | | |
| COMPUTERS | | | | | | | | | | |
| 1 MOFA/GCAP/PIU-CMP/412 | HP SPECTRE X360 LAPTOP | 5CD751701C | NEXT COMPUTERS | MOFA | ROBERT AMPRATWUM | 1-Jun-18 | PV No. 235/18 | 8,500.00 | 4.41 | 1,927.44 |
| 2 MOFA/GCAP/PIU-CMP/413 | HP SPECTRE X360 LAPTOP | 5CD7517108 | NEXT COMPUTERS | MOFA | EBENEZER ACHEAMPONG | 1-Jun-18 | PV No. 235/18 | 8,500.00 | 4.41 | 1,927.44 |
| 3 MOFA/GCAP/CMP/303 | HP LAPTOP COMPUTER | | BRAA GERAR ENT | MED-MOFA | PATRICK OFORI | 17-Jul-18 | PV No. 259/18 | 10,810.00 | 4.52 | 2,391.59 |
| 4 MOFA/GCAP/CMP/304 | HP LAPTOP COMPUTER | | BRAA GERAR ENT | MED-MOFA | AGYEMAN | 17-Jul-18 | PV No. 259/18 | 10,810.00 | 4.52 | 2,391.59 |
| 5 MOFA/GCAP/CMP/137 | HP LAPTOP COMPUTER | | BRAA GERAR ENT | MED-MOFA | GEORGE BAWUAH | 17-Jul-18 | PV No. 259/18 | 10,810.00 | 4.52 | 2,391.59 |
| 6 MOFA/GCAP/CMP/138 | HP LAPTOP COMPUTER | | BRAA GERAR ENT | MED-MOFA | GEORGE ARTHUR | 17-Jul-18 | PV No. 259/18 | 10,810.00 | 4.52 | 2,391.59 |
| 7 MOFA/GCAP/CMP/139 | HP DESKTOP WITH 27" MONITOR | | BRAA GERAR ENT | MED-MOFA | PATRICK OFORI | 17-Jul-18 | PV No. 259/18 | 10,575.00 | 4.52 | 2,339.60 |
| 8 MOFA/GCAP/CMP/139 | HP PRINTER | | BRAA GERAR ENT | MED-MOFA | PATRICK OFORI | 17-Jul-18 | PV No. 259/18 | 6,697.50 | 4.52 | 1,481.75 |
| TOTAL | | | | | | | | 77,512.50 | | 17,242.60 |

DETAILS OF ADDITIONS TO FIXED ASSETS FOR THE YEAR ENDED 31 DECEMBER 2018

| Vendor | Physical Location | | Acquisition Date (PAYMENT DATE) | PV No. | Acquisition Cost (GHS) | Exch Rate | Acquisition Cost (USD) |
|--------------------------------|-------------------|---------------|------------------------------------|----------------|---------------------------|-----------|------------------------|
| BRAA GERAR REHOBOTH ENTERPRISE | GCAP OFFICE | M&E SPECIALIS | 17-Jul-18 | PV No 148/2018 | 1,762.50 | 4.26 | 413.73 |
| BRAA GERAR REHOBOTH ENTERPRISE | GCAP OFFICE | PROJ COORDIN | 17-Jul-18 | PV No 148/2018 | 3,466.25 | 4.26 | 813.67 |
| | | | | | 5,228.75 | | 1,227.40 |

