

**LILONGWE UNIVERSITY OF AGRICULTURE AND
NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE
AND FISHERIES PROJECT (ACE)
STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED
30 JUNE 2019**

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

STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019

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LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)

AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE)

**STATEMENT OF MANAGEMENT RESPONSIBILITIES
FOR THE YEAR ENDED 30 JUNE 2019**

Management is responsible for the preparation and fair presentation of statement of receipts and payments of the ACE-AQUAFISH project implemented by Lilongwe University of Agriculture and Natural Resources. This report captures the statement of receipts and payments for the year ended 30 June 2019, and the notes to the statement of receipts and payments, which includes a summary of significant accounting policies and other explanatory information.

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

In preparing the statement of receipts and payments, 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;
- compliance with applicable accounting standards when preparing statement of receipts and payments, subject to any material departures being disclosed and explained in the statement receipts and payments.

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.

Management is of the opinion that the statement of receipts and payments presents fairly in all material respects, the state of the financial affairs of the project and of its operating results.

The statement of receipts and payments was approved by management and is signed on its behalf by:-


VICE CHANCELLOR

13/1/20
DATE


DIRECTOR OF FINANCE

13/1/20
DATE

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

**EXECUTIVE SUMMARY
FOR THE YEAR ENDED 30 JUNE 2019**

Background

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

The world Bank will make available to Malawi a financial loan not exceeding USD\$6million to be used exclusively to finance the project in the planned period from 2016 to 2021.

Project goal

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

Objective /Purposes

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

Specific programme objective

- Enhance capacity to produce graduates that are relevant to industrial needs in aquaculture and fisheries sector in the region.
- Strengthen proactive graduates to support aquaculture, natural resources management and nutrition
- Strengthen and fisheries value chain, relevant for economic development.

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

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

**INDEPENDENT AUDITOR'S REPORT TO THE MEMBERS OF
LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
AFRICA CENTRE OF EXCELLENCE IN AQUACULTURE AND FISHERIES PROJECT (ACE)
ON THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

Opinion

We have audited the statement of receipts and payments of the African Centre of Excellence in Aquaculture and Fisheries project (ACE - AQUAFISH) implemented by the Lilongwe University of Agriculture and Natural Resources funded by the World Bank as set out on pages 5 to 7, which comprise the statement of receipts and payments for the year ended 30 June 2019, and notes to the statement receipts and payments, including a summary of significant accounting policies and other explanatory information.

In our opinion, the Statement of receipts and payments presents fairly, in all material respects, the financial position of project for the year ended 30 June 2019, in accordance the World Bank financing agreements.

Basis for opinion

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

Responsibilities of the Management and those charged with governance for the statement of receipts and payments

The management is responsible for the preparation of the statement of receipts and payments that are fairly in all material respects in accordance with financing reporting provisions of the relevant donor financing agreements for such internal control as management determines is necessary to enable the preparation of statement of receipts and payments that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance are responsible for overseeing the Project's financial reporting process.

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Audit . Tax . Accounting . Advisory

Partners: C.M.C Banda , D.Ngwira (Mrs)

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

**ON THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

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

Our objectives are to obtain reasonable assurance about whether the statement of receipts and payments as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with ISAs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of this statement of receipts and payments.

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

- Identify and assess the risks of material misstatement of the statement of receipts and payments, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion.
- Evaluate the appropriateness of accounting policies used.
- Conclude on the appropriateness of the Program's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Program's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the statement of receipts and payments or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the program to cease to continue as a going concern.
- Evaluate the overall presentation, structure and content of the statement of receipts and payments, and whether the statement of receipts and payments represents the underlying transactions and events in a manner that achieves a fair presentation.
- Obtain sufficient appropriate audit evidence regarding the financial information of the Program activities to express an opinion on the statement of receipts and payments. We are responsible for the direction, supervision and performance of the audit. We remain solely responsible for our audit opinion.

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

ON THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019

- We communicate with the management regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.
- We also provide the management with a statement that we 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 our independence, and where applicable, related safeguards.

The engagement partner on the audit resulting in this independent auditor's report is Cornwell Banda.



Graham Carr



Cornwell Banda

Chartered Accountants (Malawi)
ADL House, City Centre
P O Box 898
Lilongwe

Date: 17th January 2020

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Audit . Tax . Accounting . Advisory
Partners: D.Ngwira (Mrs), C.M.C Banda



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

INCOME & EXPENDITURE
FOR THE YEAR ENDED 30 JUNE 2019

	Notes	MK	US\$	MK	US\$
INCOME					
Balance b/d		275,005,620	381,369	720,203,922	1,004,272
World Bank Funding	4	1,550,235,511	2,106,770	-	-
Interest Receivable		1,804,970	2,456	14,450,897	20,015
Exchange Gain		896,959	-	5,572,029	-
Miscellaneous income		4,339,688	5,904	457,104	633
Other project income	5	253,955,698	342,546	215,456,077	299,848
Total Income		2,086,238,446	2,839,045	956,140,029	1,324,768
EXPENDITURE					
PhD Programme		16,674,765	22,687	5,046,516	6990
MSc Programme		43,043,406	58,562	32,492,735	45004
Resources to support Learning Excellence		53,126,516	72,281	139,297,401	192933
Research Excellence		16,187,423	22,024	10,657,608	14761
Quality Assurance		38,185,547	51,953	-	-
Attracting Regional Faculty & Students		4,826,868	6,567	300,000	416
National Regional & Internatgional Academic Partners		20,996,898	28,567	15,734,295	21793
National & Regional Sector Partners		6,480,171	8,817	41,410,096	57354
Project Management & Coordination		136,923,786	185,327	185,643,740	257,124
Sustainable Financing		3,203,955	4,359	140,000	194
Monitoring & Evaluation		960,190	1,306	1,584,000	2194
Other Projects		210,940,425	286,994	248,828,018	344636
Total Expenditure		(551,549,950)	(749,444)	681,134,409	943,399
Excess of receipts over payments		1,534,688,496	2,089,601	275,005,620	381,369
Represented by:					
Cash and cash equivalents		1,532,738,496	2,086,948	27,500,620	381,369
Other receivables		1,950,000	2,653	-	-
		1,534,688,496	2,089,601	27,500,620	381,369

The statement of receipts and payments was approved by management and is signed on its behalf by:


VICE CHANCELLOR

13/1/20
DATE


DIRECTOR OF FINANCE

13/1/20
DATE

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

**NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

1 PROGRAMME BACKGROUND

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

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

2 Basis of preparation

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

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

3 Significant accounting policies

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

3.1 Receipts

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

3.2 Payment

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

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

**NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019**

3.3 Exchange rates

Transaction in foreign currencies are translated into Malawi Kwacha using the rate ruling at the date of the transaction ,transactions in Malawi Kwacha are translated into United States Dollars at annual weighted average rates balances of period end are translated at exchange rates prevailing at the reporting date.

3.4 Bank and Unliquidated funds

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

4 Grant income

This represents the direct transfer from the World Bank into Lilongwe of Agriculture and Natural Resources - Bunda ACE-AQUAFISH Project bank account held with FDH Bank number 1860000031658 as follows:

Details	2019 MK	2019 USD	2018 MK
World Bank funding	1,550,235,511	2,106,770	-
	<u>1,550,235,511</u>	<u>2,106,770</u>	<u>-</u>

5 Other income

Details	2019 MK	2019 USD	2018 MK
Ich Liebe Fish Project	60,612,113	77,652	131,570,653
BIOFISA	41,912,649	57,798	37,134,532
DAAD	88,743,466	122,377	46,570,892
PFAP 11 Students Support	46,126,047	62,726	-
RFU Students Support	14,428,341	19,374	-
SPAIT /ICLARM Project	2,133,083	2,619	-
	<u>253,955,698</u>	<u>342,546</u>	<u>215,276,077</u>

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

NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019

	2019 MK	2019 USD	2018 MK
6 Cash and cash equivalents			
Forex bank account - NBM	369,394,248	483,537	254,612,539
Forex bank account - FBH	65,643,514	89,866	-
Local bank account-NBM	4,307,415	5,860	20,393,081
Local bank account-FDH	5,648,578	7,685	-
Investment account - CDH	725,163,162	1,000,000	-
Investment account -NBM	362,581,581	500,000	-
	<u>1,532,738,496</u>	<u>2,086,948</u>	<u>275,005,620</u>
7 Other receivables			
Bunda college receivable	1,950,000	2,653	-
	<u>1,950,000</u>	<u>2,653</u>	<u>-</u>

8 Exchange rates and inflation

The foreign currencies affecting most of the operation of the Project are United states Dollar. The average of selling and buying exchange rate of these currencies and the country's national price index which represets inflation rate are as follows:

	2019
Malawi Kwacha to 1 United Stated Dollars (USD)	778.15
Inflation rate	8.60%

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

United states Dollar (USD)	737.6961
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NOTES TO THE STATEMENT OF RECEIPTS AND PAYMENTS
FOR THE YEAR ENDED 30 JUNE 2019

9 Capital commitments

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

10 Contingent liabilities /provisions

There were contingent liabilities existing as at year end requiring disclosure in the statement of receipts and payments.

11 Subsequent event

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

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.1.1 PhD program				
5.1.1.1 Train 7 National students at PhD level from teaching & learning	72,065	10,910,124	14,844	57,221
5.1.1.2 Train 4 regional students				

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.1.2 MSc Program				
5.1.2.1 Train 15 National students at MSc level in teaching & learning	86,480	11,056,300	15,043	71,437
5.1.2.2 Send 7 regional students to attend Msc training	37,500	13,845,953	18,838	18,662
5.1.2.3 Train 2 MScs with full scholarship	68,530	5,484,330	7,462	61,068
5.1.2.5 MSc internship	50,000.00	-	-	50,000
5.1.2.7 Support partial scholarship students on stipend (for those of GPA above 3.0)	18,000	12,656,823	17,220	780
Sub Total	260,510	43,043,406	58,562	201,948

The low expenditure is due to delayed funding by World Bank. The project had to negotiate with University that the payment of tuition fees should be made in the 2019/2020.

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.1.3 Resources to support Learning Excellence				
5.1.3.5 Send 20 Academic staff to attend Short courses/ retooling	40,000	19,298,942	26,257	13,743
5.1.3.6. Send 10 Technical staff to attend Short courses/ retooling	25,000	6,881,527	9,363	15,637
5.1.3.11 Conduct Tracer study	12,000	3,276,752	4,458	7,542
5.1.3.12 Tendering Process		-	-	-
5.1.3.13 Procure Library resources	7,500	1,907,173	2,595	4,905
5.1.3.15 Organize Retooling course in e-learning and other new teaching methods also experiential learning	35,000	17,041,334	23,185	11,815
5.1.3.17 Enhance ICT	7,094	2,743,200	3,732	3,362
5.1.3.17 Equipment, chemicals, Supplies and Minibus	165,000	1,977,588	2,691	162,309
Sub Total	291,594	53,126,516	72,281	219,313

The commencement of third party validation was delayed as expected for DLIs achieved since the design of the project funding is linked to indicators achieved as such most of the activities were put on hold waiting for this exercise which was finalized in third quarter of the year. In addition all procurements of equipment were put on hold until availability of the resources in order to complete the procurement processes hence low absorption

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.2:Research Excellence				
5.2.2 PhD Student ressearch	28,000	2,900,000	3,946	24,054
5.2.3 MSc Student Research	65,000	6,035,792	8,212	56,788
Most of students were undergoing course work hence research fund were not accessed until they conclude and pass the course work hence low absorption				
5.2.6 Establish and implement viable MoUs with private or public institutions for applied research	30,000	-	-	30,000
5.2.7 Staff research grant	50,000	-	-	50,000
5.2.8 Renovate research facilities (ponds, tanks)	30,000	7,251,632	9,866	20,134
5.2.9 Scaling up Best Practices	16,000	-	-	16,000
5.2.10 Publish refereed journal articles	6,750	-	-	6,750
5.2.11 Dissemination workshops		-	-	-
5.5.12 Outreach programs	5,000	-	-	5,000
5.5.13 Scaling up feed mill operations	4,000	-	-	4,000
Sub Total	234,750	16,187,423	22,024	212,726

Most of activities were not implemented due to delayed funding which was waiting the third party validation hence most of them were shifted to 2019/2020 financial year.

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.3: Quality Assurance				
5.3.1 Curriculum review	90,000	3,136,381	4,267	85,733
Curriculum review vote was waiting for the consultants report who was engaged by LUANAR through another CABMACC project to review the personnel and programmes being offered hence the exercise could only be done after that report. As such, most of the activities involved were shifted to 2019/2020 financial year				
5.3.2 Monitoring and evaluation			-	-
5.3.3 Recruit external examiners	42,000		-	42,000
5.3.4 Support development of external examination policy	5,000		-	5,000
5.3.5 Accreditation Regional	10,000		-	10,000
5.3.6 Accreditation International	20,000	28,770,479	39,144	(19,144)
The Over expenditure on this vote was due to under estimation since this was a new activity altogether hence ranges of the costs were not intially not known.				
5.3.8 Benchmarking (PASET)	30,000	6,278,688	8,542	21,458
5.3.9 Develop an e-based evaluation form and student tracking system	25,000	-	-	25,000
Sub Total	222,000	38,185,547	51,953	170,047

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
Due to delayed funding most activities were shifted to 2019/2020 financial year hence low absorption rate.				
5.4: Equity Dimensions				
5.4.1 Sensitization meetings on Gender (staff and students)	22,500		-	22,500
5.4.2 Recruit National and Regional students in all programs			-	-
5.4.3 Support special scholarships for female candidates at MSc level	20,514		-	20,514
5.4.4 Support special scholarships for female candidates PhD level			-	-
5.4.5 Special needs students			-	-
5.4.6 Recruit National and Regional staff in all programs			-	-
5.4. 10 Encourage Joint re.search and publications			-	-
Sub Total	43,014	-	-	43,014

All activities were shifted to 2019/2020 financial year due to delayed funding because of third party validation exercise. In addition the activity of gender needed involvement of gender experts whom we are trying to identify with help of gender department from LUANAR.

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.5: Attracting Regional Faculty & Students				
5.5.1 Advertise for regional faculty and students	1,207	-	-	1,207
5.5.2 Market programs	30,000	4,826,868	6,567	23,433
5.5.3 Develop a framework with partner institutions for reaching potential students and staff in respective countries		-	-	-
5.5.4 Staff mobilization	10,000		-	10,000
5.5.5 Remedial courses (e.g. language, stats, maths, res methods)-Course material development @ 12,000 and delivery @3000	12,000		-	12,000
Sub Total	53,207	4,826,868	6,567	46,640

Most of marketing strategies to sensitize students regionally and nationally and staff mobilization was not effectively done due to lack of resources as the funding was delayed as such the activities were shifted to the following year.

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

EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
	APPROVED BUDGET FOR 2018/2019 US \$	EXPENDITURE JULY 2018 TO APRIL 2019 MK	CUMULATIVE EXPENDITURE JULY 2018 TO APRIL 2019 US\$	BALANCE TO DATE US\$
5.6/5.8: National, Regional and International Academic Partners				
5.6.1 Support Teaching and learning			-	-
Advertise for supply of Lab & field supplies for teaching & learning materials	17,667		-	17,667
Conduct staff exchange visits	56,000		-	56,000
Train one staff at MSc level from (MALDECO)	12,000		-	12,000
Train one staff at PhD level from (UoE)	14,000		-	14,000
Research facilitation		-	-	-
5.6.2 Send 5 staff for Short courses/ retooling	20,000	9,151,559	12,451	7,549
5.6.3 Create 5 Outreach and technology transfer nodes	10,000	-	-	10,000
5.6.4 Send 9 members of staff to attend Conferences	10,000	8,118,000	11,045	(1,045)
5.6.5 Internship	30,000	3,488,035	4,746	25,254
5.6.6 Publications	1,111	239,304	326	785
Sub Total	170,778	20,996,898	28,567	142,211

National, Regional and International Academic Partners activities were not fully implemented due to the financial constraints the project had due to delayed third party validation which meant the bank to disburse funds towards the financial year end. In addition other partners are not submitting their requests for implementation of their activities.

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
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EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
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5.7: National & Regional Sector Partners				
5.7.1 Teaching and learning	17,667		-	17,667
5.7.2 Support Staff exchange visits for sector partners	30,000	-	-	30,000
5.7.3 Research facilitation (Partial Scholarships)	12,025	-	-	12,025
5.7.4 Short courses/ retooling	16,500	-	-	16,500
5.7.5 Outreach and technology transfer	20,000	-	-	20,000
5.7.6 Send Sector partners to attend Conferences	12,000	6,480,171	8,817	3,183
5.7.7 Facilitate Internships	15,000	-	-	15,000
5.7.9 Publications	2,500	-	-	2,500
Sub Total	125,692	6,480,171	8,817	116,875

National & Regional Sector Partners support by the project was not fully implemented due to delayed third party validation which meant the bank to disburse funds towards the financial year end

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FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
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5.9: Management & Governance				
5.9.1 Project Inception Workshop		1,805,054	2,456	(2,456)
5.9.2 Support Salaries for Coordination Unit Staff	30,000	20,587,645	28,010	1,990
5.9.3 Gratuity & Benefits for Project unit	15,000	110,875	151	14,849
5.9.4 Travel Costs	8,400	6,698,040	9,113	(713)
5.9.5 Communication Costs	3,600	2,556,283	3,478	122
5.9.6 Stationery & Consumables	2,000	1,248,900	1,699	301
5.9.7 Utilities	6,000	2,281,636	3,104	2,896
5.9.8 Procure project Furniture		-	-	-
5.9.9 Procure Project Equipment		-	-	-
5.9.10 Office Supplies		-	-	-
5.9.11 Set up & Support International Academic Advisory Board	15,000	1,460,000	1,986	13,014
5.9.12 Hold Annual Steering Committee	40,000	4,665,024	6,347	33,653
5.9.13 Conduct National Steering committee meetings	13,500	1,893,000	2,576	10,924
5.9.14 Hold Project Technical Committee	16,000	11,499,816	15,646	354
5.9.15 Support International students office	5,000	-	-	5,000
5.9.16 Procure project vehicle		-	-	-
5.9.17 Maintenance & Vehicle Insurance	14,500	1,495,120	2,034	12,466
5.9.18 Train LUANAR management team on management, leadership, communication skills and work ethics		6,895,307	8,700	(8,700)
5.9.19 Financial management system	7,740	2,510,244	3,415	4,325

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FOR THE YEAR ENDED 30 JUNE 2019

Expenditure Classification as per Project Implementation Plan				
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5.9.20 ACE II meeting for peer learning	40,000	17,597,140	23,942	16,058
5.9.21 Audit fee	8,000	6,761,375	9,199	(1,199)
5.9.22 Coordination & Networking	75,000	43,685,402	59,153	15,847
Bank Charges		3,172,926	4,317	(4,317)
Sub Total	299,740	136,923,786	185,327	114,413

The under and over balances under management and governance are within the normal variance of not more than 15% annually. Other activities were also not fully implemented due to the financial constraints the project had due to delayed fund.

LILONGWE UNIVERSITY OF AGRICULTURE AND NATURAL RESOURCES (LUANAR)
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EXPENDITURE AGAINST BUDGET
FOR THE YEAR ENDED 30 JUNE 2019

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5.10: Sustainable Financing				
5.10.1 Conduct Short courses	20,000	2,009,855	2,734	17,266
5.10.2 Conduct Proposal writing workshop	20,000	1,194,100	1,625	18,375
5.10.3 Open and Distance learning courses			-	-
Sub Total	40,000	3,203,955	4,359	35,641
These activities were shifted to 2019/2020 financial year due to delayed funding during 2018/2019 financial year				
5.11: Monitoring and Evaluation				
5.11.1 Conduct Monthly monitoring & evaluation	10,000	960,190	1,306	8,694
Sub Total	10,000	960,190	1,306	8,694
Monitoring was done on a small scale since most of the activities were not fully supported and implemented as result of delayed funding.				