



AfricaRice
Rice science at the service of Africa
La science rizicole au service de l'Afrique



Global Rice
Science
Partnership

Audited Financial Statements

for the year ended 31 December 2014



Audited Financial Statements

for the year ended
31 December 2014



AfricaRice

Rice science at the service of Africa
La science rizicole au service de l'Afrique



STATEMENT OF THE BOARD CHAIR

YEAR ENDED 31 DECEMBER 2014

The Board of Trustees of the Africa Rice Center (AfricaRice) met at the temporary headquarters in Cotonou, Benin, during the month of March and later the Board met in Cotonou, Benin in September 2014.

The Board is pleased with the continued improvements in the financial health and stability of the Center during the financial year ended on 31 December 2014. The Center continued to operate 3 CRPs in 2014. Total CRP funding increased to US\$ 10.2 million up from US\$ 9.5 million in 2013. The partial payments from the Fund Council from W1 and W2 were received in February, April, October and December with as much as US\$ 3.7 million pre-financed by the close of the year 2014, but because of the strong financial health of AfricaRice, the payment delay had no major disruptive effect on research activities. The Board is pleased to note that, AfricaRice recorded positive results and closed the year with a modest surplus of US\$ 43,795 for the year-ended 31 December 2014. The Board wishes to commend the management for the sound and prudent manner in which it has managed the Center's resources in accordance with Board-approved program of work and budget.

The total revenue during the year fell by US\$ 1.330 million to US\$ 29.275 million, down from US\$ 30.605 million in 2013. The net expenditure decreased by US\$ 0.797 million to US\$ 29.231 million down from US\$ 30.028 million in 2013. This resulted in a modest surplus of US\$ 0.0438 million and increased the Center's net assets. The Center's Undesignated Net Assets decreased from US\$ 12.484 million at end of 2013 to US\$ 11.715 million at end of 2014. This decrease was due to the additional US\$ 0.813 allocated towards designated net assets to bring it to the level of net book value of fixed assets as at 31st December 2014 for the purpose of replacement of capital property, plant and equipment.

Other Indicators of Financial Health

The Center's liquidity and reserve indicator levels remained high at 153 days, slightly lower than the 156 days recorded in 2013. It is the eighth consecutive year that these financial indicators are above CGIAR recommended level. We expect that once again, AfricaRice will remain one of the CG Centers with the highest reserve indicator ratio. The audited Indirect Cost Rate for AfricaRice decreased to 10.3% during the year, down from 15.1% in 2013.

Restricted Receivables to Restricted Payables from donors ratio increased from 1.35 up to 1.96. This is partially explained by the level of unsettled donor debts resulting from the delayed payments budgeted in line with new funding processes within the CGIAR System. Like all CGIAR Centers in 2014, AfricaRice had to resort to pre-financing to maintain an adequate level of research activities for on-going projects, pending disbursement of funds through the new funding mechanisms, of which more than 36% of the GRiSP funding was unpaid as of year-end.

Risk Management

The Board approved a risk management statement at its 26th session in March 2006 and continues to monitor and manage identified risks as related to their likely impact and probability of occurrence. The Board, in close consultation with the Director General, sets the risk appetite for the Center.

Africa Rice Center - Centre du riz pour l'Afrique

Address / Adresse	Telephone / Téléphone	Fax / Télécopieur	E-mail / Courrier électronique	Web Site / Site Internet
01 B.P. 2031, Cotonou, Bénin	(229) 64 18 13 13	(229) 64 22 78 09	AfricaRice@cgiar.org	www.AfricaRice.org



AfricaRice

Fiduciary Responsibility

The Board recognizes its fiduciary responsibility for the financial statements of the center as well as in setting the overall strategy for the Center and following up on its implementation in accordance with agreed policies, timelines and output/outcomes.

AfricaRice Strategy, Global Rice Science Partnership (GRiSP), Climate Change, Agriculture and Food Security (CAAFS) , and Genebank Stability CGIAR Programs

The Board congratulates the leadership and management of AfricaRice for developing the AfricaRice Center Strategy for 2011-2020 the Global Rice Science Partnership (GRiSP) as the first Consortium Research Program of the CGIAR, and for successfully implementing the 2012 to 2014 work plans and activities related to the GRiSP program. The GRiSP is the result of the continuing effective partnership of AfricaRice with the International Rice Research Institute (IRRI) and the International Center for Tropical Agriculture (CIAT). AfricaRice as a member of the CCAFS CRP and Genebank Stability CRP and also received funds allocations from these CRP's and successfully carried out all planned activities during the years 2012 to 2014 .

Appreciation

On behalf of the Board of Trustees, I would like to thank the management and staff for their dedication and commitment in continuing the provision of corporate services to the International Institute of Tropical Agriculture (IITA), Bioversity International and the International Potato Center (CIP) offices for their West Africa activities in our Cotonou research station during the course of the year. I would also like to put on record our sincere appreciation to our member states, donors, collaborating national and international institutions and the CGIAR partners for their continued support and cooperation towards meeting the mission of the Center, which is aimed at alleviating poverty and enhancing income of resource-poor farmers in Africa.

Peter J. Matlon
Chairman, Board of Trustees



BOARD STATEMENT ON RISK MANAGEMENT

YEAR ENDED 31 DECEMBER 2014

The Board of Trustees of the Africa Rice Center (AfricaRice) has the responsibility for ensuring that an appropriate mechanism is in place for Center-wide risk management in order to ensure the achievement of the Center's research objectives. These risks include strategic, operational, financial and reputational elements that are inherent to the nature, *modus operandi* and locations of the Center's activities. These risks evolve over time owing to the environment in which the Center operates. There is potential for negative impact arising from inadequate or failed internal processes, systems, human factors and/or external events.

Most critical risks include:

- Irrelevant priorities and poor strategy resulting in low impact science (and therefore inappropriate technology);
- Misallocation of scientific efforts from agreed priorities;
- Loss of reputation for scientific excellence and integrity;
- Research disruption and information system failure;
- Financial liquidity problems;
- Transaction processing failures;
- Loss of assets, including information assets;
- Failure to recruit, retain and effectively utilize qualified and experienced staff;
- Failures in staff health and safety systems;
- Failures in the execution of Center's legal and fiduciary responsibilities; and
- Failure on the part of donors to make appropriate level of investments to support research.

The Board has adopted a risk management policy – communicated to all staff – that includes a framework by which the Center's management identifies, evaluates and prioritizes risks and opportunities across the organization; develops risk mitigation strategies which balance benefits with costs; monitors the implementation of these strategies; and periodically reports to the Board on results. This process draws upon risk assessments and analysis prepared by the staff of the Center's business units, internal auditors, Center-commissioned external reviewers and the external auditors.

The risk assessments also incorporate the results of collaborative risk assessments with other CGIAR Centers, System Office components, and other entities in relation to shared risks arising from jointly managed activities. The risk management framework seeks to draw upon best practices, as promoted in codes and standards promulgated in a number of CGIAR member countries. It is subject to ongoing review as part of the Center's continuous improvement efforts.

Risk mitigation strategies include the implementation of systems of internal controls, which, by their nature, are designed to manage rather than eliminate risk. The Center endeavors to manage risk by ensuring that the appropriate infrastructure, control systems and people are in place throughout the organization. Key practices employed in managing risks and opportunities include environmental reviews, clear policies and accountabilities, transaction approval frameworks, financial and management reporting, and the monitoring of metrics designed to highlight positive or negative performance of individuals and processes across a broad range of key performance areas. The design and effectiveness of the risk management system and internal controls is subject to coordination through a Risk Management Committee and ongoing



AfricaRice

review by the Center's Internal Audit Unit, which is independent of the operating units, and which reports on the results of its audits directly to the Director General and to the Board through its Audit Committee.

The AfricaRice Board and management have reviewed the implementation of the risk management process during 2014 and the Board is satisfied with the progress made.

The Board has monitored and satisfied themselves of the sound fiscal management of Africa Rice Center (AfricaRice). The Board monitored the effectiveness of internal controls through the interactions with the Internal and External Audit functions that report to the Audit Committee.

A handwritten signature in black ink, appearing to read "Peter J. Matlon", is shown on a light-colored background.

Peter J. Matlon
Chairman, Board of Trustees



CERTIFICATE BY CENTER MANAGEMENT

YEAR ENDED 31 DECEMBER 2014

We have prepared the accompanying financial statements of the Africa Rice Center (AfricaRice) as of 31 December 2014. These financial statements are the responsibility of the Africa Rice Center management, and have been duly presented to the Center's external auditors, KPMG, Senegal for review.

The Center's management has worked closely with the internal and external auditors to ensure that the financial statements are presented in compliance with the CGIAR Manual, Financial Guideline Number 2 and the related Advisory Note issued by the CGIAR Consortium Office in December ,2014.

In accordance with the requirement of Financial Guideline Number 2, the undersigned certify that:

- (i) The financial records of Africa Rice Center have been properly maintained;
- (ii) The financial statements, together with the explanatory notes thereto, comply in full with the provisions of the manual; and that
- (iii) The financial statements and the notes thereto give a true and fair view of the financial position, financial performance and cash flows of the Africa Rice Center.

Denis Huneault
Director of Administration and Finance

Harold Roy-Macauley
Director General



**KPMG Sénégal S.A.
Avec Conseil d'Administration**

Immeuble Horizons S.A.
83, Boulevard de la République
Dakar – Sénégal

Téléphone : + 221 33 849 27 27
Télécopie : + 221 33 822 17 02
NINEA : 22486742 S 3 RC : SN-DKR -2003- B -4225

AFRICA RICE CENTER (AfricaRice)

01 B.P.2031- Cotonou- BENIN

Independent Auditors' Report

Year ended as of 31 December 2014 (from 01/01/2014 to 31/12/2014)

Audit Report on the Financial Statements

Board of Trustees of AfricaRice Center (AfricaRice)

We have audited the accompanying financial statements of Africa Rice Center (AfricaRice) for the year ended as of 31 December 2014 comprising the Statement of Financial Position, the Statement of Activities and the Statement of Cash Flows and a Summary of Significant Accounting Policies and Other Explanatory notes.

Management's Responsibility for the Financial Statements

AfricaRice's management is responsible for the preparation and fair presentation of these financial statements in accordance with International Standards Auditing and with the CGIAR Manual, the Financial Guideline N°2 and the related Advisory Note issued by the CGIAR Consortium Office on November 2013 and again updated on 10th December 2014.

This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial report that is free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those standards require that we comply with relevant ethical requirements and plan and perform the audit to obtain reasonable assurance whether the financial report is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on our 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, we consider 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 principles used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

Opinion

In our opinion, the accompanying financial statements give a true and fair view of the financial position of Africa Rice Center (AfricaRice) as of 31 December 2014 and of its surplus and its cash flows for the year then ended in accordance with the CGIAR Manual, the Financial Guideline N°2 and the related Advisory Note issued by the CGIAR Consortium Office on November 2013 and again updated on 10th December 2014.

Dakar, March 24th 2015

KPMG Senegal

Ndiaga SARR
Senior Partner



KPMG Sénégal s.a avec Conseil d'Administration
Cabinet Sénégalais membre de KPMG
International une entité de droit suisse

Société anonyme d'expertise
comptable - commissariat aux
comptes avec Conseil d'administration

Inscrit au Tableau de l'Ordre National
des Experts Comptables et Comptables
Agrégés du Sénégal (ONECCA)

Siège Social 83, Boulevard de la République
Immeuble Horizons S.A.
BP : 2395 Dakar – Sénégal

Capital : 20.000.000 FCFA
RC : 4225 – B – 2003 Dakar
NINEA : 22486742 S 3

AFRICA RICE CENTER (AfricaRice)
STATEMENT OF FINANCIAL POSITION
AS AT 31 DECEMBER 2014

	Note	2014	2013
<u>ASSETS</u>			
<u>Current Assets</u>			
Cash and Cash Equivalent	3(a)	8,513,696	13,914,637
Accounts Receivable:			
Donors	4	9,069,407	8,265,287
Employees (net of allowances)	5	631,312	536,290
Accounts Receivable-CGIAR Centers	6 (a)	806,347	679,085
Others (net of allowances)	6 (b)	1,046,954	206,639
Inventories	13	361,196	319,740
Prepaid Expenses	7	1,273,907	664,368
Total Current Assets		21,702,819	24,586,046
<u>Property and Equipment</u>			
Property and Equipment	8	13,146,677	15,103,741
Less: Accumulated Depreciation	8	(11,701,981)	(14,472,074)
Total Property and Equipment-Net		1,444,696	631,667
TOTAL ASSETS		23,147,515	25,217,713
<u>LIABILITIES AND NET ASSETS</u>			
<u>Current Liabilities</u>			
Bank Balances(Overdraft)	3 (b)	21	
Accounts Payable:			
Donors	9	4,635,131	6,473,990
Employees	10 (a)	950,187	736,293
Accounts Payable -CGIAR Centers	11 (a)	327,961	426,636
Others	11 (b)	468,122	556,356
Employees Investment Account	10(b)		214,562
Provisions and Accruals	12	3,606,940	3,694,520
Total Current Liabilities		9,988,362	12,102,356
TOTAL LIABILITIES		9,988,362	12,102,356
<u>Net Assets</u>			
<u>Unrestricted Net Assets:-</u>			
Undesignated		11,714,457	12,483,690
Designated		1,444,696	631,667
TOTAL NET ASSETS		13,159,153	13,115,357
TOTAL LIABILITIES & NET ASSETS		23,147,515	25,217,713

The accompanying notes to the financial statements (1-17) form part of this statement.

The financial statements were approved by the Board of Trustees on **24 March 2015** and were signed on their behalf by:



Mr. Denis Huneault
 Director of Administration and Finance



Dr. Harold Roy-Macauley
 Director General

AFRICA RICE CENTER (AfricaRice)

Statement of Activity

For The Year Ended 31 December 2014

	2014			2013				
	Unrestricted	Restricted - CRPs	Restricted - Non-CRP	Total	Unrestricted	Restricted - CRPs	Restricted - Non-CRP	Total
				2014				2013
Revenue and Gains								
Grant Revenue								
Window 1 & 2	-	10,198,151	0	10,198,151	-	9,484,716	-	9,484,716
Window 3	91,140	4,746,915	3,115,685	7,953,740	269,565	3,991,578	5,738,707	9,999,850
Bilateral	693,249	7,723,941	1,998,859	10,416,049	508,093	8,518,203	1,684,059	10,710,355
Total Grant Revenue	784,389	22,669,007	5,114,544	28,567,940	777,658	21,994,498	7,422,766	30,194,921
Other Revenue and Gains	707,099	-	-	707,099	622,850	-	-	622,850
Total Revenue and Gains	1,491,488	22,669,007	5,114,544	29,275,039	1,400,508	21,994,498	7,422,766	30,817,772
Expenses and Losses								
Research Expenses	1,014,703	17,307,740	3,224,396	21,546,839	12,007	16,179,643	3,197,722	19,389,373
CGIAR Collaborator Expenses	-	237,553	-	237,553	-	108,560	-	108,560
Non CGIAR Collaborator Expenses	-	3,063,421	1,681,509	4,744,930	-	3,792,960	2,995,253	6,788,213
General and Administration Expenses	2,701,921	0	0	2,701,921	3,954,636	-	-	3,954,636
Indirect Cost Recovery	(2,268,932)	2,060,293	208,639	0	(3,143,125)	1,913,335	1,229,791	0
Other Expenses and Losses								
Total Expenses and Losses	1,447,692	22,669,007	5,114,544	29,231,244	823,517	21,994,498	7,422,766	30,240,781
Surplus (Deficit)	43,795	0	(0)	43,795	576,990	(0)	0	576,990

AFRICA RICE CENTER (AfricaRice)
Note to the Statement of Activities
For The Year Ended 31 December 2014

Further informational Note on Expenses:

	2014			2013				
	Unrestricted	CRP	Non-CRP	Total	Unrestricted	CRP	Non-CRP	Total
Expenses by Function								
Personnel costs	2,897,465	7,659,579	1,646,558	12,203,602	2,156,835	7,041,501	1,154,856	10,353,192
CGIAR Collaboration Costs		237,553	0	237,553		108,560		108,560
Other Collaboration		3,063,421	1,681,509	4,744,930		3,792,960	2,995,253	6,788,213
Supplies & Services	267,009	7,180,461	1,202,203	8,649,673	1,187,405	7,014,169	1,539,948	9,741,523
Travel	338,343	1,813,452	220,535	2,372,330	447,815	1,607,789	291,417	2,347,021
Depreciation	213,807	625,367	149,622	988,796	174,588	486,744	202,829	864,161
Cost Sharing Percentage		28,880	5,478	34,358		29,440	8,673	38,113
Indirect Cost Recovery	(2,268,932)	2,060,293	208,639	0	(3,143,125)	1,913,335	1,229,791	0
Total Operating Expenses	1,447,692	22,669,007	5,114,544	29,231,243	823,517	21,994,498	7,422,766	30,240,782

AFRICA RICE CENTER (AfricaRice)
STATEMENT OF CHANGES IN NET ASSETS
FOR THE YEAR ENDED 31 DECEMBER 2014

	Undesignated	Designated ^{1/}	Total
UNRESTRICTED NET ASSETS	US \$	US \$	US \$
	-	-	-
Balance as at 1 January 2013	12,050,061	488,306	12,538,367
Net Surplus for the year	576,990		576,990
<u>Net Gain and Losses not recognised in Statement of Activities:</u>			
Prior Period Adjustments			
Net Changes in Investment in Fixed Assets	(143,361)	143,361	
Balance as at 31 December 2013	12,483,690	631,667	13,115,357
Net Surplus for the year	43,795		43,795
Net Changes in Investment in Fixed Assets	(813,029)	813,029	
Designated in an amount equal to the Investment in Net book Value of Property Plant and Equipment ^{1/}			
Balance as at 31 December, 2014	11,714,457	1,444,696	13,159,153

^{1/} **Designated Net Assets**

This amount has been transferred from undesignated net assets in an amount representing the accumulated net book value of investment in fixed assets with effect from 2007

Net Assets are the residual interest in the Center's assets remaining after liabilities are deducted. These are classified as follows:-

(a) Undesignated Net Assets

These represent that part of net assets accumulated from past and present surpluses of revenue over expenses that are not designated by Center Management for specific purposes.

(b) Designated Net Assets

These represent that part of net assets that has been designated by Center Management for the future acquisitions and replacement of property and equipment in an amount equal to the net investment in fixed assets. This has been introduced in order to disclose this amount in line with the requirements of CG Financial Guideline Series No.2

The accompanying notes to the financial statements (1-17) form part of this statement

AFRICA RICE CENTER (AfricaRice)
STATEMENT OF CASHFLOWS
FOR THE YEAR ENDED 31 DECEMBER 2014

	Total	
	2014	2013
CASHFLOWS PROVIDED (USED) IN OPERATING ACTIVITIES		
Change in Net Assets	43,795	576,990
Adjustments to Reconcile Change in Net Assets to Net Cash Provided (Used) by Operating Activities :		
Prior Period Adjustments	41,829	79,543
Depreciation	946,967	864,160
Gain on Disposal of Fixed Assets	(9,254)	23,970
Decrease (Increase) in Assets		
Accounts Receivable: Donors	(804,120)	2,042,535
Employees	(95,022)	(105,236)
Others	(967,578)	(453,467)
Inventories	(41,456)	(20,039)
Prepaid Expenses	(609,538)	(325,478)
Increase (Decrease) in Liabilities		
Accounts Payable: Donors	(1,838,859)	3,900,779
Employees	213,894	174,034
Others	(186,908)	277,135
Employees Investment Account	(214,562)	197
Provisions and Accruals	(87,580)	(8,061)
Net Cash Provided in Operating Activities	(3,608,391)	7,027,064
CASHFLOWS PROVIDED (USED) IN INVESTING ACTIVITIES		
Acquisition of Property and Equipment	(1,801,825)	(1,121,439)
Proceeds from Disposal of Property and Equipment	9,254	10,405
Net Cash Used in Investing Activities	(1,792,571)	(1,111,034)
CASHFLOWS PROVIDED (USED) IN FINANCING ACTIVITIES		
Bank Overdraft	21	(39,574)
Net Cash Used in Financing Activities	21	(39,574)
Net Increase (Decrease) in Cash and Cash Equivalents		
Cash and Cash Equivalents at Beginning of Year	13,914,637	8,038,183
(Decrease)/Increase in Cash and Cash Equivalents	(5,400,942)	5,876,455
Cash and Cash Equivalents at End of Year	8,513,696	13,914,637

The accompanying notes to the financial statements (1-17) form part of this statement

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS

1. ORGANIZATION AND OBJECTIVES

The Africa Rice Center (AfricaRice) is an autonomous intergovernmental research association of African member countries. It is also a leading pan-African research organization with a mission to contribute to poverty alleviation and food security in Africa through research, development and partnership activities. It belongs to the Consortium of Centers supported by the CGIAR Fund. The Center was created in 1971 by 11 African countries. Today its membership comprises 25 countries, covering West, Central, East and North African regions, namely Benin, Burkina Faso, Cameroon, Central African Republic, Chad, Côte d'Ivoire, Democratic Republic of Congo, Egypt, Gabon, the Gambia, Ghana, Guinea, Guinea Bissau, Liberia, Madagascar, Mali, Mauritania, Niger, Nigeria, Republic of Congo, Senegal, Sierra Leone, Togo, Uganda, and Rwanda.

Following the political crisis in Côte d'Ivoire, AfricaRice's headquarters was temporarily relocated in 2005 to Cotonou, Benin. Research staff are also based in Senegal, Nigeria, Tanzania, Liberia, Sierra Leone, Madagascar and Côte d'Ivoire.

The Center receives funds from the CGIAR Fund, as well as from its member countries and other donors.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounts have been prepared under the historical cost convention. The significant accounting policies, which have been applied consistently with the previous year, are set out below.

(i) Basis of Preparation and Presentation of Financial Statements

The financial statements are prepared and presented in accordance with the recommendations made in the CGIAR Financial Guidelines Series No. 2: Accounting Policies and Reporting Practices Manual (March 2004 – updated in February 2006) which are in conformity with International Accounting Standards (IAS) for not-for-profit organizations.

This guideline was last updated in 2006 and does not provide any guidance on the presentation of the financial aspects of CGIAR Research Programs (CRP). As a consequence, an "Advisory Note" has been issued from the CGIAR Consortium Office every year to all CGIAR centers to provide guidance for the centers and their auditors with regards to 2011, 2012, 2013 and 2014 Financial Statements reporting and accounting treatment by the individual centers for the funds disbursed through CGIAR Fund Windows(1, 2, and 3).

The latest revision of the "Advisory Note" was issued once again on 10th December, 2014 with a view to clarify on issues relating to the preparation of the 2014 Audited Financial Statements. A comprehensive review of FG2 guidelines is still in progress to bring it into full compliance with IFRS. The planned implementation for full IFRS compliance has been set to start with the Financial Statements for 2016.

(ii) Revenue Recognition

The financial statements of AfricaRice have been presented using the accrual basis of accounting. Funds paid by Member States and other Donors are therefore credited to Revenue when they are received in accordance with the existing Board-approved Policy

All grants whether restricted or unrestricted, are recognized as revenue upon fulfillment of the donor-imposed conditions, or the donor has explicitly waived the conditions.

They are classified as follows according to the type of donor-imposed restrictions:

- ❖ Unrestricted grants are funds made available to AfricaRice to meet normal operating costs or whatever other purpose AfricaRice may deem fit.
- ❖ Restricted bilateral grants, which may be pledged for more than one year, are funds that are used to finance and support specific projects identified and agreed upon by their donors and AfricaRice. Such projects may

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS

include fixed assets acquisitions and replacement funds as well as research and training activities, and are recognized as revenue only to the extent that related expenses have been incurred. They are labeled as permanently or temporarily restricted. CGIAR Challenge Programs continue to be treated as bilateral grants based on the agreements signed with the coordinating centers. The Genebank Stability Funds have been incorporated into the CRP mainstream grants.

- ❖ Restricted CGIAR Research Programs (CRP) that are funded through the CGIAR Funding Windows, are treated as restricted funds for carrying out the approved workplans and budgets under the Strategy and Results Framework (SRF) of the CGIAR Consortium.

(iii) Foreign Currency Transactions

Since the currency for accounting at AfricaRice is the US dollar, AfricaRice accounts are maintained in US dollars. Local currency of various member states and other countries in which AfricaRice operates are recorded in the books of AfricaRice at the rate of exchange prevailing on the dates of the transactions.

Pledges in currencies other than US dollars are recorded at the exchange rates prevailing at the time of receipt or, if outstanding, at the rate of exchange prevailing at the year end.

Monetary assets and liabilities in currencies other than the US dollars are restated at market rates of exchange prevailing at the year-end. Differences in exchange are accounted for in the statement of activities.

(iv) Property, Plant, Equipment and Depreciation

The CGIAR Accounting Financial Guidelines No. 2 effective from year 2004 and updated in February 2006 prescribes the depreciation rates for all purchases made from restricted project funds be made at a 100% of cost during the year of purchase.

The threshold for capitaliation of individual assets is US\$ 1,000.

The assets constructed or purchased effective 1 January 2005 are capitalized in accordance with those guidelines.

The annual depreciation rates are as follows:

	Rates
Physical Facilities (buildings and installations)	1.67%
Heavy duty equipment	10.00%
Agricultural equipment	10.00%
Vehicles and tractors	14.29%
Furniture and office equipment	10.00%
Laboratory and scientific equipment	10.00%
Computer equipment	20.00%

(v) Accrued Relocation Allowance

A provision has been made to meet the end of contract relocation allowance in accordance with the contracted amount for each international staff member. This provision takes into account the Board-approved policy that no allowance is payable before one full year of service, and is further prorated for the period between one and two years of service before attaining the full sum contracted.

(vi) Inventories

Inventories of materials and supplies are stated at the lower of the acquisition cost and the net realizable values. Acquisition cost is determined using the moving average method.

Materials in transit are stated at invoice cost, inclusive of insurance and freight.

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS

2.1 Tax status

In accordance with the agreements between AfricaRice and the governments of Côte d'Ivoire and Benin, signed on 26 September 1989 and 14 December 2004 respectively, AfricaRice, its assets, income and any other property are exempted from any form of direct taxation in Côte d'Ivoire and Benin. AfricaRice may be reimbursed on its request value added tax on construction work for buildings, supplies and services used exclusively for official purposes, except for tax on services in the case of Benin. AfricaRice and its staff are not required to contribute to the social security plan of Côte d'Ivoire although in practice a certain number of staff are affiliated to the Social Security Organization in Côte d'Ivoire. Certain AfricaRice staff are exempt from all taxes on salaries and benefits for their activities at AfricaRice.

2.2 Grants in-kind

Grants-in-kind are recorded at the fair value of the assets (or services) received or promised, or the fair value of the liabilities satisfied.

The only grants-in-kind relating to seconded staff support that will be recognized by AfricaRice in the financial statements will be subject to the fulfillment of following conditions:

- (i) the donated staff must be fully engaged in a project within AfricaRice's agreed agenda activities;
- (ii) the project must be full-cost budgeted in AfricaRice's work program;
- (iii) the full cost as budgeted is borne by the in-kind provider; and
- (iv) the in-kind provider approves of the inclusion, and the value, of their support as revenue in AfricaRice's financial statements.

The financial statements as a consequence do not include seconded staff grants in-kind, and these are disclosed as detailed below:

Seconded personnel

The following countries and institutions provided support in the form of seconded scientific personnel to AfricaRice during the year. The costs were borne by the donors based on a fair valuation of the services provided by these personnel as shown below, whilst AfricaRice provided the necessary operational services and utilities.

	2014 Number of personnel	2014 Estimated costs (US \$)	2013 Number of personnel	2013 Estimated costs (US \$)
France	3	360,000	3	360,000
Total	<u>3</u> ===	<u>360,000</u> =====	<u>3</u> ==	<u>360,000</u> =====

2.3 Nationally Recruited Staff (GSS) contingency fund

The nationally recruited staff, commonly referred to as General Support Staff (GSS), participate in a Contributory Contingency Fund where the employer and employee both contribute funds to the Fund on a monthly basis. The Contingency Fund is managed by an independent management committee comprising of elected representatives of the staff body and ex-officio representatives of the Center management. The Fund operates under an intra-Center constitution which lays out the guidelines for granting loans to its members as well as fund withdrawal options.

AfricaRice has withdrawn the invested part of the Contingency Provident Fund upon request by the management committee (see note 10(b)).

2.4 Indirect cost recovery

The pooling of direct and indirect costs is based on the principle of attribution and assignability. Expenditures that are common to the different cost centers are allocated on the basis of resource drivers. Non-operating and non-recurring expenditures are excluded in the computation.

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS

The method of calculating the indirect cost recovery rate is based in accordance with the CGIAR Financial Guidelines No.5 as amended by the Advisory Note issued in December 2014 (refer to Annex 12).

(The indirect cost rates on restricted projects may vary depending on the rates agreed upon in the terms and conditions of the relevant agreements.

2.5 Contingent liabilities and subsequent events

Post year-end events and contingent liabilities that may have an impact on the Center's financial situation as at the end of the reporting period, if any, are reflected in the financial statement, and any significant non-adjusting post year-end events are disclosed in the notes to the financial statements.

There is a pending Court Case in which a former employee has sued for TZS 105,000,000 (Tanzania Shillings equivalent to \$60,555) in the very unlikely event that he wins the case (as confirmed by AfricaRice Lawyers to KPMG).

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

3(a) CASH AND CASH EQUIVALENTS

	2014 US \$	2013 US \$
Bank Balances-Current Accounts ^{a/}	4,755,448	4,015,429
Bank Balances-Short Term Investment Accounts ^{b/}		
Citibank, Short Term EURO Deposit		5,044,541
Bank of Africa-Short Term Deposits	1,575,766	3,589,292
Citibank, Cash Reserve Accounts	2,111,354	1,227,115
Cash on Hand ^{c/}	71,129	38,260
	8,513,696	13,914,637

^{a/} The bank balances include bank accounts at headquarters and those held by outstations for local cash management in the respective locations

^{b/} The short-term deposits are investments acquired with original maturities of three months or less. Currently most of the funds are held in Cash Reserve Accounts and are therefore readily available on call.

^{c/} The cash on hand balances include cash imprests both at headquarters and those held by outstations for local cash management in the respective locations

3(b) BANK BALANCES (OVERDRAFT)

	2014 US \$	2013 US \$
Bank Balances (Overdraft)-Ecobank (XOF) Current Account		
Bank Balances (Overdraft)-Ecobank (LRD) Current Project Account	21	
	21	-

4 ACCOUNTS RECEIVABLE-DONORS

	2014 US \$	2013 US \$
<u>Unrestricted Grants:-</u>		
Sub-Total Unrestricted Grants Receivable		
<u>Restricted Grants:-</u>		
<u>Restricted Project Fund Balances Receivable-See note (a) below</u>		
Bilateral Restricted Grants Receivable	5,406,934	5,244,164
Bilateral Challenge Program Grants Receivable (IRD, France)	9,000	19,508
IRRI Bilateral GRiSP	21,592	235,508
CGIAR Research Programs Receivable-GRiSP	3,335,344	2,463,002
CGIAR Research Programs Receivable-CCAFS	167,113	159,422
CGIAR Genebank Stability Fund Receivable	138,425	143,684
Sub-Total Restricted Grants Receivable	9,078,407	8,265,287
Provision for Doubtful Accounts Receivable:GCP, IRD, France	(9,000)	
	9,069,407	8,265,287

(a) Details of amounts receivable from restricted donors are given in the Schedule of Restricted Agenda Funding on Note 17

(b) No general provisions are made for doubtful donor receivables, as expenditures are only incurred on the basis of Bilateral Agreements signed between the donors and AfricaRice .Specific provision has been made for IRD, France who have failed to pay the residual balance on this project since January 2010.

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

5	ACCOUNTS RECEIVABLE-EMPLOYEES	2014	2013
		US \$	US \$
	Due from Staff Members	632,105	528,045
	Due from Separated Staff Members	1,212	10,251
	Sub-Total Employee Accounts Receivable	633,317	538,295
	Provision for Doubtful Accounts		
Less:	Receivable ^{a/}	(2,006)	(2,006)
		631,312	536,290
	^{a/} No general provision is made for doubtful receivables. The accounts deemed doubtful are identified based on case by case review		
6 (a)	ACCOUNTS RECEIVABLE-CGIAR CENTERS	2014	2013
		US \$	US \$
	Corporate Services Inter-Center Receivables:		
	International Institute of Tropical Agriculture (IITA)	401,139	304,375
	Bioversity International	34,888	5,750
	International Potato Center (CIP)	1,741	40,247
	Sub-Total Inter-Center Accounts Receivable	437,767	350,372
	Other CGIAR Centers Accounts Receivable	368,580	328,712
		806,347	679,085
6 (b)	ACCOUNTS RECEIVABLE-OTHERS	2014	2013
		US \$	US \$
	Sundry Receivable Accounts	1,046,954	206,639
	Sub-Total	1,046,954	206,639
Less:	Provision for Doubtful Accounts Receivable ^{a/}		
		1,046,954	206,639
	^{a/} No general provision is made for doubtful receivables. The accounts deemed doubtful are identified based on case by case review		
7	PREPAID EXPENSES	2014	2013
		US \$	US \$
	Petrol Coupons	5,338	9,910
	Pre-Paid to Suppliers	1,268,568	654,458
		1,273,907	664,368

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

Note 8 (a) : PROPERTY , PLANT & EQUIPMENT

	Physical Facilities (Buildings and Installations)	Heavy Duty Equipment	Agricultural Equipment	Vehicles and Tractors	Furniture and Office Equipment	Laboratory & Scientific Equipment	Computers	Fixed Assets in Transit	Total 2014	Total 2013
<u>COST</u>										
Balance: 1 January, 2014	1,589,022	779,486	1,795,457	2,864,039	1,353,067	4,641,407	1,920,694	160,568	15,103,741	14,151,343
<u>CURRENT PERIOD</u>										
Prior Period Adjustment ©									-	-
Reclassified Assets in Transit	15,445	15,300	6,518			2,288	2,279	(41,829)	-	-
Disposals		(11,533)	(1,046,677)	(319,604)	(994,434)	(1,200,375)	(186,266)		(3,758,889)	(89,498)
Additions (Note b)	91,500	18,900	65,325	285,106	72,082	326,022	125,323	817,569	1,801,825	1,041,895
Balance: 31 December, 2014	1,695,966	802,154	820,622	2,829,540	430,715	3,769,342	1,862,030	936,308	13,146,677	15,103,741
<u>ACCUMULATED DEPRECIATION</u>										
Balance: 1 January, 2014	1,555,510	742,216	1,774,908	2,602,117	1,304,895	4,640,262	1,810,337	41,829	14,472,073	13,663,036
<u>CURRENT PERIOD</u>										
Prior Period Adjustment ©									-	-
Reclassified Assets in Transit	15,445	15,300	6,518			2,288	2,279	(41,829)	-	-
Disposals		(11,533)	(1,046,677)	(319,604)	(994,434)	(1,200,375)	(186,266)		(3,758,889)	(55,123)
Additions (Note b)	31,059	8,199	68,391	261,892	73,019	295,522	124,691	126,022	988,796	864,160
Balance: 31 December, 2014	1,602,014	754,182	803,139	2,544,405	383,480	3,737,696	1,751,041	126,022	11,701,980	14,472,073
NET BOOK VALUE	93,952	47,971	17,483	285,135	47,235	31,645	110,989	810,287	1,444,697	631,667

(a) As a result of adjustments which followed a change of Accounting Policy on Capitalization of Land, Buildings and Installations in year 2000 as described in other notes, Buildings and Installations amounting to \$12,029,892 were excluded from the Fixed Assets Register and treated as 'Assets in Custody'.

This policy has been discontinued with effect from January 1, 2004 following the implementation of the revised Financial Guideline No. 2.

The buildings constructed in Cotonou, Republic of Benin, since 2005 are being depreciated over a period of 5 years in line with the Management decision to stay in the host country, Benin, for a period of 5 years by which period it is anticipated that peace will have been re-established in Côte d'Ivoire.

(b) The Fixed Asset additions financed from restricted funds during the year amounted to **US\$ 774,989** and **US\$ 689,573** in 2013.

(c) The Prior Period Adjustment relates to a depreciation adjustment for Fixed Asset additions in 2014 financed from 2013 accrued expenses.

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

9 ACCOUNTS PAYABLE-DONORS

	2014	2013
	US \$	US \$
<u>Restricted Grants:-</u>		
<u>Restricted Grants Received in Advance - See Note (a) below</u>		
Bilateral Restricted Grants Received in Advance	4,247,071	5,909,495
IRRI Bilateral GRiSP		7,949
CGIAR Research Programs(CRP) Received in Advance-GRiSP		
CGIAR Research Programs(CRP) Received in Advance-CCAF		
CGIAR Genebank Stability Fund Received in Advance	11,711	100,746
Sub-Total Restricted Grants Payable as per Schedule	4,258,782	6,018,190
USAID-OFDA Refundable Balance -See Note (b) below		100,000
Sub-Total Restricted Grants Payable	4,258,782	6,118,190
<u>Member States and Other Contribution:</u>		
Member States Contributions Received in Advance		355,800
Sub-Total Member States Contributions Received in Advance	-	355,800
<u>Unrestricted Grants:-</u>		
Japan Unrestricted Grant 2015 in Advance	9,800	
Côte d'Ivoire Unrestricted Grant 2015 in Advance	366,550	
	376,350	
	4,635,131	6,473,990

(a) Details of amounts received in advance from restricted donors are given in the Schedule of Restricted Agenda Funding on Annex 11.

(b) This account payable was held under instruction from the donor USAID who had indicated a decision to have the amount transferred to a different project that has yet to be identified. It has been written back after 15 years of stagnation.

No provision is made for donor accounts receivable based on past experience and a detailed review of restricted spending to ensure that the receivables fall within amounts pledged by the donors.

10(a) ACCOUNTS PAYABLE-EMPLOYEES

	2014	2013
	US \$	US \$
Staff Contingency Funds (Liberia Staff) ^{a/}		27,851
Staff Contingency Funds (Côte D'Ivoire, Senegal and Benin-based Staff) ^{a/}	551,869	240,302
Due to Separated Staff Members	55,193	66,558
Due to Staff Members	343,125	401,583
	950,187	736,293

^{a/} Staff Contingency Fund is a quassi retirement fund for Nationally Recruited Staff (See also note 2.3)

10(b) ACCOUNTS PAYABLE-EMPLOYEES INVESTMENT ACCOUNT

	2014	2013
	US \$	US \$
Amount Invested in Time Deposit for the General Support Staff Contingency Fund		
Balance Brought Forward January 1, 2014	214,562	214,365
Capital Enhancements During the Year 2014		197
Capital Withdrawal During the Year 2014	(214,562)	
Balance Carried Forward December 31, 2014	-	214,562

These are excess cash funds belonging to the Staff Contingency Fund that were invested in short term deposit with Citibank New York. Interest earned during the year has been credited to the control account for the General Support Staff Contingency Fund, and the capital sum was recalled and paid back to the Contingency Fund control account during 2014.

The Staff Contingency Fund is a quassi retirement fund which operates under an intra-center constitution managed by elected representatives of the staff and ex-officio representatives of Center management (See also Note 2.3).

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

11 (a) ACCOUNT PAYABLE-CGIAR CENTERS

	2014	2013
	US \$	US \$
Corporate Services Inter-Center Payables:		
International Institute of Tropical Agriculture (IITA)	327,961	298,537
Bioversity International		
International Potato Center (CIP)		
Sub-Total Corporate Service Inter-Center Accounts Payable	327,961	298,537
Other CGIAR Centers		128,099
	327,961	426,636

11 (b) ACCOUNT PAYABLE-OTHERS

	2014	2013
	US \$	US \$
Suppliers Payable Accounts	396,188	433,402
Payroll Taxes Accounts Payable	30,314	31,327
Sundry Payable Accounts	41,620	91,627
	468,122	556,356

12 PROVISIONS AND ACCRUALS

	2014	2013
	US \$	US \$
Accrued Expenses & Provisions (a)	1,522,810	1,847,143
Staff Accrued Leave	958,383	792,405
Accrued Relocation & Repatriation Allowances	575,596	531,325
Accrued Termination Benefits-Support Staff	480,995	421,834
Accrued Audit Fees-External (Statutory Audits)	69,156	63,724
Accrued Audit Fees-External (Non-Statutory Audit Assignments) (b)		38,090
	3,606,940	3,694,520

(a) Accrued Expenses and Provisions are various, works, supplies, services and travel relating to the headquarters, and all outstations of AfricaRice as of the end of the financial year.

(b) Accrued Audit Fees (Non-Statutory Audit Assignments) relate to audit engagements for various Restricted Projects where the donor agreements require special audits to be undertaken at the cost of the project.

13 INVENTORIES

	2014	2013
	US \$	US \$
Stationery and Office Supplies	36,522	27,605
Vehicle and Equipment Spare Parts	183,272	173,918
Building and Maintenance Supplies	94,005	73,730
Fuel and Lubricants	4,352	5,829
Fuel Stocks - Cotonou	2,966	9,194
Field and Farm Supplies	11,122	5,101
Laboratory Supplies	2,288	741
Stocks - Health Post	1,031	1,698
General Stocks	22,768	20,020
St Louis Station Stores	2,870	1,905
	361,196	319,740

The inventory is periodically reviewed to ensure that any slow moving item with a possible obsolescence risk are identified and disposed of. No general provision for inventory obsolescence is deemed necessary under these circumstances.

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

14 MEMBER STATES' CONTRIBUTION

Funds paid by Member States towards AfricaRice's Operations and Capital Development will be recognised as Revenue when they are received in accordance with the revised Board-approved Policy as mentioned in Note2.(i).

The following Member States paid in contributions to the activities of AfricaRice during the years ended December 31, 2013 and 2014:

	2014	2013
	US \$	US \$
Benin	18,283	36,566
Cote D'Ivoire	60,362	60,976
Guinea		18,283
Nigeria	320,350	160,175
Liberia	28,594	16,734
Senegal	54,849	
The Gambia	5,056	
Cameroun		105,661
Burkina-Faso	80,913	
Togo		18,283
Mauritania	50,490	
Uganda	36,566	18,283
Egypt		18,283
Congo Brazzaville	18,634	
Gabon	19,152	18,283
Madagascar		36,566
	693,249	508,093

15 OTHER INCOME

	2014	2013
	US \$	US \$
'Other Income' Revenues are made up as follows:		
Interest Income	76,976	98,215
Sale of rice	42,896	160,723
Guest House	95,262	9,901
Transport	56,039	15,008
Training Bench fees	79,492	47,846
Miscellaneous Income	63,857	72,047
Sale of Fixed Assets	9,254	6,460
Administrative Fees Received from Hosted Institutions	283,324	212,650
	707,099	622,850

AFRICA RICE CENTER (AfricaRice)

NOTES TO THE FINANCIAL STATEMENTS - (Continued)

16 EXPENSES AND LOSSES

	2014	2013
	US \$	US \$
(a) Program Related Expenses by Functional Classification as of December 31, 2014		
Research Programs	19,699,894	20,312,735
Challenge Programs	310,767	790,106
Research Support	6,518,661	5,176,305
	29,529,322	26,286,146

(b) Expenses and Losses by Functional and Natural Classification as of December 31, 2014

	2014		2013	
	US \$		US \$	
	Program Related	Management and General	Program Related	Management and General
Personnel Costs	10,239,488	1,964,115	8,196,242	2,156,835
Supplies & Services	8,382,574	267,100	8,566,240	1,175,398
CRP Collaborators and Partnerships Costs-CGIAR Centers	237,553		108,560	
Supplies & Services-Collaborators and Partnerships Costs	4,744,930		6,788,213	
Operational Travel	2,035,490	336,840	1,899,206	447,815
Depreciation	854,930	133,867	689,573	174,588
Cost Sharing Percentage	34,358		38,113	
Gross Operating Expenses	26,529,322	2,701,921	26,286,146	3,954,636

**AFRICA RICE CENTER (AfricaRice)
NOTES TO THE FINANCIAL STATEMENTS - (Continued)**

17 (a) SCHEDULE OF RESTRICTED AGENDA FUNDING

(Expressed in US Dollars)

TEMPORARILY RESTRICTED BILATERAL

Donor and Project	Notes to Adjustments	Grant Period	Grant Pledged	2013 Balances @31/12/13		Balance Adjustments 2014	Received in 2014	2014 Balances @31/12/14		Expenditures/ Grants in	
				Receivable	Payables			Receivable	Payables	2014	2013
AfDB I(NERICA Dissemination Project)		Jan'04-Dec'11	1,230,000	13,427	13,427			13,427			
ANRP ESCAPE		Jul'11-Nov'14	152,820	939		13,804	13,804	205		14,949	70,126
ACP- AfroWEEDs Project		Oct'09-Oct'12	408,453	21				0		21	(39)
BADEA Training		Nov'12-Dec'12	310,000	559				559			
BADEA-Rice Production Training		Nov'13-Dec'13	64,710	74,852				64,710		(10,142)	74,852
BMGF-RAM for Rice Cultivar Improvement		Nov'13-Dec'18	7,500,000			1,384,269	1,384,269	593,127	213,767	1,170,502	
Green Super Rice Phase II		Oct'12-Oct'15	1,300,000	153,717				164,955		439,410	589,050
CIDA Sup. Rice Res. in Africa		Apr'11-Mar'16	7,136,573	570,392		199,620	199,620	164,955	934,967	1,749,713	1,749,713
CFC-FAO-NERICA Dissemination in Central Africa Project		Jan'08-Dec'12	2,500,961	72,085		74,191	74,191	0	2,106	2,106	(72,255)
DFID17 - DFID SCPRID Project		Sep'13-Aug'17	387,303	42,018		109,744	109,744		32,620	119,143	86,937
European Union(RAP Project)		Jan'11-Dec'14	3,307,200	962,762		1,336,095	1,336,095	734,836		1,108,169	905,947
Rice Policy (Incremental Fund)		Jun'10-Dec'13	2,756,000	113,908				113,968		60	174,614
EC-IFAD/CARD South-South Collaboration		Aug'12-Sep'14	551,200	203,836		26,856	26,856		38,078	192,614	293,850
GATSBY Project		Jan'13-Dec'13	11,776	4,000		4,000	4,000				11,776
GTZ-IAR Globe (EAW)		Jul'13-Jun'16	551,200	46,539		97,020	97,020	112,576		256,135	45,839
GTZP11 - GIZ CAUSA Project		Oct'14-Dec'16	608,000			252,200	252,200		252,200		
GTZP8 -GTZ MICCORDEA		Jan'10-Dec'13	1,608,000	0				0			131,237
GTZ-Attributed Grant		Jan'13-Dec'13	312,806	18		286,021	286,021		0	286,003	307,853
AIDP Liberia		Oct'12-Jul'14	854,232	172,070		283,455	283,455	168,001		279,386	445,425
IFAD6- WCA Phase 2		Mar'13-Mar'16	1,470,000	74,841				306,725		381,567	370,659
FTF - Ghana		Feb'12-Dec'12	299,822	1,282					1,028	253	(4,281)
Africa Rising		Apr'12-Dec'12	170,000	2,465					0	(2,465)	
AfDB SARD SC		May'12-Nov'16	15,500,500	443,009		3,338,770	3,338,770	111,542		2,784,219	1,919,598
AfricaRising-Nafaka-Tanzania Project		Dec'14-August'15	300,000			240,000	240,000			16,692	
IRRI/WARDA Abiotic Stress Project, Phase 2	(a)	Mar'11-Feb'14	4,800,000	357,081		320,000	320,000	0			1,598,246
IRRI/USAID Linkage fund		Jul'13-Dec'13	38,738	223		24,038	24,038		21,665	2,596	14,700

**AFRICA RICE CENTER (AfricaRice)
NOTES TO THE FINANCIAL STATEMENTS - (Continued)**

17 (a) SCHEDULE OF RESTRICTED AGENDA FUNDING

(Expressed in US Dollars)

TEMPORARILY RESTRICTED BILATERAL

Donor and Project	Notes to Adjustments	Grant Period	Grant Pledged	2013 Balances		Balance Adjustments 2014	Received in 2014	2014 Balances		Expenditures/ Grants in	
				Receivable @31/12/13	Payables @31/12/13			Receivable @31/12/14	Payables @31/12/14	2014	2013
Japan/CGFellowship Program-Abe		Nov'10-Feb'11	12,700			(5,633)			0		5,807
Japan/CGFellowship Program-Saito	(a)	Nov'10-Mar'11	7,000		5,633						
CGIAR Fellowship (Dr. Michi)		Jan'12-Dec'12	7,192		6,420					6,420	
Japan Statistics Project		Feb'13-Jan'15	584,080		169,622		227,783		135,112	262,293	362,899
JIRCAS Fellowship		Nov'12-Dec'12	9,310		0				0		665
Japan Emergency Project 2		Apr'13-Oct'14	9,000,000		3,081,293					3,081,293	5,738,707
JAPAN SMART IV Phase 2		Oct'14-Sep'15	475,642					69,997		69,997	
Japan (RYMV Project)		Jan'00-Mar'14	86,000	101,824			143,276	23,794		65,246	107,911
LABOSEM Project		Jan'12-Dec'13	95,448					0		3,102	38,648
GYGA Project		Feb'12-Mar'14	102,350		20,580				381	20,199	71,114
Nigeria RTA Project		Jan'13-Dec'15	1,666,170		949,712				362,157	587,555	848,133
WAAPP1c SL Project-Sierra Leone		Mar'13-Feb'16	2,164,528	220,968			205,000	446,859		430,892	220,968
WAAPP-1C-Project-Liberia		Jul'13-Jun'16	1,540,112		150,265			258,727		408,992	3,746
CORAF-WAAP		May'13-Oct'14	50,000					33,140		33,140	
GYGA 2		Apr'14-March'15	75,000				37,500	32,113		69,613	
CORAF-WAAP		May'14-Oct'15	181,000					79,219		79,219	
SFSA NRM Evaluation		March'14-Oct'15	103,000				51,500	24,986		76,486	
UEMO1-UEMOA-PACER Project		Aug'12-Aug'14	301,205				140,041	224		180,322	127,139
UEMOA 2 - UEMOA PAU Project		July'14-June'17	2,167,065		40,056		722,355		722,355		
USAID-Seed Scaling Project		Oct'14-Sep'15	1,960,000				1,960,000		1,925,608	34,392	
WOTRO Parasite Project		Apr'11-Mar'15	139,923	35,813			41,414	17,606		23,207	44,419
Sub-Total			94,760,758	5,244,164	5,789,333	95,448	15,513,748	5,406,368	4,171,606	17,389,127	19,142,442

**AFRICA RICE CENTER (AfricaRice)
NOTES TO THE FINANCIAL STATEMENTS - (Continued)**

17 (a) SCHEDULE OF RESTRICTED AGENDA FUNDING

(Expressed in US Dollars)

TEMPORARILY RESTRICTED BILATERAL

Donor and Project	Notes to Adjustments	Grant Period	Grant Pledged	2013 Balances		Balance Adjustments 2014	Received in 2014	2014 Balances		Expenditures/ Grants in 2014	Expenditures/ Grants in 2013
				Receivable @31/12/13	Payables @31/12/13			Receivable @31/12/14	Payables @31/12/14		
Sub-Total Challenge Program Grants			3,251,812	19,508	120,163		276,011	9,566	75,465	310,767	790,106
Sub-Total Restricted Grants			98,012,570	5,263,672	5,909,495	95,448	15,789,759	5,415,934	4,247,071	17,699,894	19,932,548

NOTES:

(a) Balance of closed project absorbed during the year

**AFRICA RICE CENTER (AfricaRice)
NOTES TO THE FINANCIAL STATEMENTS - (Continued)**

17 (b) SCHEDULE OF RESTRICTED AGENDA FUNDING

(Expressed in US Dollars)

CGIAR RESEARCH PROGRAMS (CRP)

Donor and Project	Notes to Adjustments	Grant Period	Grant Pledged	2013 Balances		Balance Adjustments 2014	Received in 2014	2014 Balances		Expenditures/ Grants in		
				Receivable @31/12/13	Payables @31/12/13			Receivable @31/12/14	Payables @31/12/14	2014	2013	
<u>CGIAR Research Program (CRP) Grants</u>												
CCAFS CRP Total		Jan'11-Dec'15	787,980	159,422			358,874	167,113		366,565	397,470	
GRiSP CRP-Total		Jan'11-Dec'15	15,613,048	2,463,002			7,222,000	3,335,344		8,094,342	7,602,000	
GRiSP -IRRI Bilateral Projects	(a)	Jan'11-Dec'15	2,189,745	235,508	7,949	(1,714)	1,381,657	21,592		1,173,975	1,161,563	
Sub-Total CGIAR Research Program (CRP) Grants			18,590,773	2,857,931	7,949	(1,714)	8,962,531	3,524,048		9,634,882	9,161,033	
<u>CGIAR Genebank Stability Grants</u>												
Fund Council Genebank		Jan'11-Dec'16	2,311,385	143,684	100,746		364,999	138,425	11,711	448,775	323,683	
Sub-Total CGIAR Genebank Stability Fund Grants			2,311,385	143,684	100,746		364,999	138,425	11,711	448,775	323,683	
Total All Restricted Grants			118,914,728	8,265,287	6,018,190	93,734	25,117,289	9,078,407	4,258,782	27,783,551	29,417,264	

NOTES:

(a) Balance of closed project absorbed during the year

ANNEX 1

**AFRICA RICE CENTER (AfricaRice)
SCHEDULE OF UNRESTRICTED GRANT REVENUES**

For the Year Ended December 31, 2014 and 2013
(Expressed in US Dollars)

DONOR AND PORGRAM/PROJECT	Grant Period	For the year ended 31 December 2014				Grant 2013
		Grant Pledged Total	Accounts Receivable	Accounts Payable	Current Years Revenue	
<u>UNRESTRICTED</u>						
Côte d'Ivoire	Jan '15-Dec '15			366,550		
Japan	Jan '14-Dec '14	91,140		9,800	91,140	269,565
Member States Contributions	Jan '14-Dec '14	693,249		-	693,249	508,093
Total Unrestricted Grants		784,389	-	376,350	784,389	777,658

ANNEX 2

**AFRICA RICE CENTER (AfricaRice)
SCHEDULE OF RESTRICTED GRANT REVENUE**

For the Year Ended December 31, 2014 and 2013
(Expressed in US Dollars)

Donor and Program/Project	Grant Period	Grant Pledged (Total)	For the year ended 31 December 2014			2013 Annual Expenditures
			Prior Years Expenditures	Current Years Expenditure	Total Expensed to Date	
Window 1 and Window 2 (W1/W2) Funding						
<u>CGIAR Research Program (CRP) Grants</u>						
CCAFS CRP Total	Jan-Dec'14	366,565		366,565	366,565	397,470
GRiSP CRP Total	Jan-Dec'14	8,715,042		8,715,042	8,715,042	7,602,000
GRiSP -IRRI Bilateral Projects	Jan-Dec'14	679,775		679,775	679,775	1,161,563
Sub-Total		9,761,382	-	9,761,382	9,761,382	9,161,033
<u>CGIAR Genebank CRP Funding</u>						
Fund Council Genebank	Jan-Dec'14	406,315		359,740	359,740	323,683
Fund Council Genebank (DRC)	Jan'13-Dec'15	49,880		36,664	36,664	
Fund Council Genebank (CAR)	Mar'13-Dec'15	48,720		40,365	40,365	
Sub-Total CGIAR Genebank CRP Fund Grants		504,915	-	436,769	436,769	323,683
Sub-Total Window 1 and Window 2 CGIAR CRP Funding		10,266,297	-	10,198,151	10,198,151	9,484,716

ANNEX 2

**AFRICA RICE CENTER (AfricaRice)
SCHEDULE OF RESTRICTED GRANT REVENUE**

For the Year Ended December 31, 2014 and 2013
(Expressed in US Dollars)

Donor and Program/Project	Grant Period	Grant Pledged (Total)	For the year ended 31 December 2014			2013 Annual Expenditures
			Prior Years Expenditures	Current Years Expenditure	Total Expensed to Date	
Windows 3 (W3) Funding						
BMGF-RAM for Rice Cultivar Improvement	Nov'13-Dec'18	7,500,000		1,170,502	1,170,502	
European Union(RAP Project)	Jan'11-Dec'14	3,187,903	2,079,734	1,108,169	3,187,903	905,947
EC-IFAD/CARD South-South Collaboration	Aug'12-Sep'14	551,200	293,850	192,614	486,464	293,850
IFAD6- WCA Phase 2	Mar'13-Mar'16	1,470,000	370,658	381,567	752,225	370,659
Japan/UNDP-TCDC (Interspecific Hybrid. Project)	Apr'14-Mar'15	210,000		105,351	105,351	411,954
Japan (Increasing Quality Compet.Loc. Project)	Apr'14-Mar'15	68,800		19,063	19,063	68,668
Japan (Dev.Interspec. OG&OS Progenies Project)	Apr'14-Mar'15	60,200		19,595	19,595	83,922
Japan (High Yield Varieties-Humid Zones project)	Apr'14-Mar'15	60,200		34,360	34,360	102,852
Japan (Phys. & Genetic Invest.-NERICA Project)	Apr'14-Mar'15	33,000		30,147	30,147	139,715
Japan-Development of Sustainable Rice Farming Systems Project	Apr'14-Mar'15	17,000		17,502	17,502	82,059
Japan Breeding Project	Jan'10-Dec'14	8,000,000	6,397,200	1,602,800	8,000,000	1,424,041
Japan Emergency Project 2	Apr'13-Mar'15	9,000,000	5,738,707	3,081,293	8,820,000	5,738,707
Japan (RYMV Project)	Apr'14-Mar'15	60,200		65,246	65,246	107,911
USAID Seed scaling project	Oct'14-Sep'15	1,960,000		34,392	34,392	
Sub-Total Window 3 Funding		32,178,503	14,880,149	7,862,600	22,742,749	9,730,285

ANNEX 2

AFRICA RICE CENTER (AfricaRice)
SCHEDULE OF RESTRICTED GRANT REVENUE Continued

For the Year Ended December 31, 2014 and 2013
(Expressed in US Dollars)

Donor and Program/Project	Grant Period	Grant Pledged (Total)	For the year ended 31 December 2014			2013 Annual Expenditures
			Prior Years Expenditures	Current Years Expenditure	Total Expensed to Date	
Bilateral Funding						
ANRP ESCAPE	Jul'11-Nov'14	146,146	131,197	14,949	146,146	70,126
ACP- AfroWEEDs Project	Oct'09-Oct'12	348,469	348,449	21	348,469	(39)
BADEA-Rice Production Training	Nov'13-Dec'13	64,710	75,063	(10,142)	64,921	74,852
Green Super Rice Phase II	Oct'12-Oct'15	1,300,000	723,617	439,410	1,163,027	589,050
CIDA Sup. Rice Res. in Africa	Apr'11-Mar'16	7,136,573	4,097,928	934,967	5,032,895	1,749,713
CFC-FAO-NERICA Dissemination in Central Africa Project	Jan'08-Dec'12	2,309,560	2,307,454	2,106	2,309,560	(72,255)
DFID17 - DFID SCPRID Project	Sep'13-Aug'17	387,303	86,937	119,143	206,080	86,937
Rice Policy (Incremental Fund)	Jun;10-Dec'13	2,700,222	2,700,222	60	2,700,281	174,614
GATSBY Project	Jan'13-Dec'13	11,776	11,776	-	11,776	11,776
GCP Rice Challenge Initiative	Jun'09-Nov'15	2,687,634	2,437,651	238,255	2,675,906	767,008
GCP IBP Support	Jan'14-Dec'15	120,000		71,946	71,946	
GCP Rice Challenge Initiative - Extension	Dec'14-Nov'15	100,000		566	566	
GTZ-IAR GLOBE (EAW)	Jul'13-Jun'16	551,200	45,839	256,135	301,974	45,839
GTZP11 - GIZ CAUSA Project	Oct'14-Dec'16	608,000		-	-	
GTZP8 - GTZ MICCORDEA	Jan'10-Dec'13	1,600,937	1,600,937	-	1,600,937	131,237
GTZ-Attributed Grant	Jan'14-Dec'14	286,003		286,003	286,003	307,853
AIDP Liberia	Oct'12-Jul'15	854,232	588,352	279,386	867,738	445,425
FTF - Ghana	Feb'12-Dec'12	292,783	292,530	253	292,783	(4,281)

ANNEX 2

AFRICA RICE CENTER (AfricaRice)

SCHEDULE OF RESTRICTED GRANT REVENUE Continued

For the Year Ended December 31, 2014 and 2013
(Expressed in US Dollars)

Donor and Program/Project	Grant Period	Grant Pledged (Total)	For the year ended 31 December 2014			2013 Annual Expenditures
			Prior Years Expenditures	Current Years Expenditure	Total Expensed to Date	
Africa Rising	Apr'12-Dec'12	170,000	172,465	(2,465)	170,000	
AfDB SARD SC	May'12-Nov'16	15,500,500	1,954,887	2,784,219	4,739,106	1,919,598
AfricaRising-Tanzania Project	Dec'14-August'15	300,000		16,692	16,692	
IRRI/WARDA Abiotic Stress Project, Phase 2 ¹	Mar'11-Feb'14	4,800,000	4,837,081	-	4,837,081	1,598,246
IRRI/USAID Linkage fund	Jul'13-Dec'14	38,738	14,700	2,596	17,296	14,700
IRRI-STRASA :Phase III	Apr'14-March'19	8,000,000		1,616,128	1,616,128	
Japan SMART IV	Oct'09-Sep'14	3,055,239	2,646,108	409,131	3,055,239	545,228
Japan/CGFellowship Program-Abe	Nov'10-Feb'11	12,700	12,761	-	12,761	5,807
CGIAR Fellowship (Dr. Michi)	Jan'12-Dec'12	7,192	-	6,420	6,420	0
Japan Statistics Project	Oct'12-Mar'15	811,863	414,458	262,293	676,751	362,899
JIRCAS Fellowship	Nov'12-Dec'12	51,560	51,560	-	51,560	665
JAPAN SMART IV Phase 2	Oct'14-Sep'15	475,642		69,997	69,997	
LABOSEM Project	Jan'12-Dec'13	95,448	92,888	3,102	95,990	38,648
GYGA Project	Feb'12-Mar'14	102,350	81,770	20,199	101,969	71,114
Nigeria RTA Project	Jan'13-Dec'15	1,666,170	848,133	587,555	1,435,688	848,133
WAAPP1c SL Project-Sierra Leone	Mar'13-Feb'16	2,164,528	220,967	430,892	651,859	220,968
WAAPP-1C-Project-Liberia	Jul'13-Jun'16	1,540,112	3,746	408,992	412,738	3,746
CORAF-WAAP	May'13-Oct'14	50,000		33,140	33,140	
GYGA Phase 2 Project	Apr'14-March'15	75,000		69,613	69,613	

AFRICA RICE CENTER (AfricaRice)
SCHEDULE OF RESTRICTED GRANT REVENUE Continued

For the Year Ended December 31, 2014 and 2013
 (Expressed in US Dollars)

Donor and Program/Project	Grant Period	Grant Pledged (Total)	For the year ended 31 December 2014			2013 Annual Expenditures
			Prior Years Expenditures	Current Years Expenditure	Total Expensed to Date	
CORAF-WAAP	May'14-Oct'15	181,000		79,219	79,219	
SFSA NRM Evaluation	March'14-Oct'15	103,000		76,486	76,486	
UEMO1-UEMOA-PACER Project	Aug'12-Aug '14	301,205	127,138	180,322	307,460	127,139
UEMOA 2 - UEMOA PAU Project	July'14-June'17	2,167,065			-	
WOTRO Parasite Project	Apr'11-Mar'15	139,923	122,737	23,207	145,944	44,419
GCP-NAM population-WARDA/CIAT	Aug'08-Dec'13	138,950	138,950	-	138,950	23,098
Fund Council Genebank (RIN)	Jan-Dec'14	12,010		12,006	12,006	
Sub-Total Bilateral Funding		63,465,742	27,188,301	9,722,800	36,911,101	10,202,263
Total Restricted Grants		105,910,542	42,068,450	27,783,551	69,852,001	29,417,263

Note: ¹The 37,081 unfunded balance in the Donor Account was absorbed by unrestricted funding in 2014

ANNEX 3

AFRICA RICE CENTER (AfricaRice)

STATEMENT of INDIRECT COST RATE COMPUTATION

2014	In-house	Partners	Total
General and Administration Expenses	2,392,392	309,529	2,701,921
Research Expense ^{1,2}	21,546,839	4,744,930	26,291,769
Total	23,939,231	5,054,459	28,993,690
 Cost Ratios			
Direct/Total	90.0%	93.9%	90.7%
Indirect/Total	10.0%	6.1%	9.3%
Indirect/Direct	11.1%	6.5%	10.3%
2013	In-house	Partners	Total
General and Administration Expenses	3,309,597	645,039	3,954,636
Research Expense ^{1,2}	19,389,372	6,788,213	26,177,585
Total	22,698,969	7,433,252	30,132,221
 Cost Ratios			
Direct/Total	85.4%	91.3%	86.9%
Indirect/Total	14.6%	8.7%	13.1%
Indirect/Direct	17.1%	9.5%	15.1%

¹ Partnerships are a growing part of CGIAR business, but do not incur the same level of overhead. For clarity, the overhead cost calculation has been done separately. Overall rate is also shown. 2013 comparative figures have been reworked to show the same information.

² The amount is net of the overhead recovery. The deduction of the overhead recovery does not result in a net amount but rather it results in the correct gross amount of the direct costs. This is because the project costs (normally reported as direct project costs) include an amount of indirect costs that a donor of restricted projects allows a Center to recover. As this is not a real direct cost it should be removed.

ANNEX 4

AFRICA RICE CENTER (AfricaRice)

CRP Report and Funding Report

CRP 3.3 - Global Rice Science Partnership (GRiSP) Expenditure Report

For the period 1 January to 31 December 2014

Natural Classification	W1/W2 (USD)	W3 (USD)	Bilateral (USD)	Center Funds (USD)	Total (USD)
Personnel	4,004,463	1,207,107	2,185,235		7,396,805
Collaborator Costs - CGIAR Centers		237,553			237,553
Collaborator Costs - Partners	804,027	915,970	1,274,937		2,994,935
Supplies & Services	2,982,104	1,296,661	2,597,840		6,876,604
Operational Travel	614,461	386,869	686,470		1,687,800
Depreciation	5,160	255,211	316,935		577,306
Sub-Total Expenses and Losses	8,410,215	4,299,372	7,061,417	-	19,771,004
Indirect Cost	984,602	447,543	522,551		1,954,695
Total Operating Expenses	9,394,817	4,746,915	7,583,967	-	21,725,699

CRP 3.3 FUNDING REPORT

Description	W1/W2 (US\$)
Opening Balance as at 1 January 2014	(2,690,558)
Adjustment in beginning balance	(1,716)
Cash Receipts from Lead Centers	8,603,656
Disbursements in 2014	(9,394,817)
Closing Balance as at 31 December 2014	(3,483,435)

ANNEX 5

AFRICA RICE CENTER (AfricaRice)

CRP Report and Funding Report

CRP 7 - Climate Change, Agriculture and Food Security (CAAFS) Expenditure Report

For the period 1 January to 31 December 2014

Natural Classification	W1/W2 (USD)	W3 (USD)	Bilateral (USD)	Center Funds (USD)	Total (USD)
Personnel	102,679		61,410		164,089
Collaborator Costs - CGIAR Centers					-
Collaborator Costs - Partners	68,486		-		68,486
Supplies & Services	102,800		32,284		135,084
Operational Travel	45,076		18,896		63,972
Depreciation			4,886		4,886
Sub-Total Expenses and Losses	319,042	-	117,475	-	436,517
Indirect Cost	47,523		10,492		58,015
Total Operating Expenses	366,565	-	127,968	-	494,532

CRP 3.3 FUNDING REPORT

Description	W1/W2 (US\$)
Opening Balance as at 1 January 2014	(159,422)
Cash Receipts from Lead Centers	358,874
Disbursements in 2014	(366,565)
Closing Balance as at 31 December 2014	(167,112)

ANNEX 6

AFRICA RICE CENTER (AfricaRice)

CRP Report and Funding Report

CRP 8 GENE BANK STABILITY Expenditure Report

For the period 1 January to 31 December 2014

Natural Classification	W1/W2 (USD)	W3 (USD)	Bilateral (USD)	Center Funds (USD)	Total (USD)
Personnel	93,180		5,505		98,685
Collaborator Costs - CGIAR Centers					-
Collaborator Costs - Partners	-		-		-
Supplies & Services	199,401		5,561		204,962
Operational Travel	61,620		60		61,680
Depreciation	35,866		-		35,866
Sub-Total Expenses and Losses	390,067	-	11,126	-	401,193
Indirect Cost	46,702		880		47,582
Total Operating Expenses	436,769	-	12,006	-	448,775

CRP 3.3 FUNDING REPORT

Description	W1/W2 (US\$)
Opening Balance as at 1 January 2014	(143,684)
Cash Receipts from Lead Centers	453,739
Disbursements in 2014	(436,769)
Closing Balance as at 31 December 2014	(126,714)

ANNEX 7

AFRICA RICE CENTER (AfricaRice) GERMANY UNRESTRICTED (ATTRIBUTED) CONTRIBUTION

FINANCIAL REPORT: Statement of Expenditure for the period 1 January to 31 December 2014

Project Name: Contribution to the genetic resources collections (genebank) of africarice

Giz GmbH Contract No./Project No: Contract No: 81177945/Project No: 13.1432.7-001.00

Program: MaintenACE of the genetic resources collections (genebank)

Category of Expenditures	Budget	Previous Years		Current Year		Total Spent (Cumulative)		Balance
	EUR	USD	EUR	USD	EUR	USD	EUR	EUR
PERSONNEL COSTS	100,000			131,876	105,537	131,876	105,537	(5,537)
OPERATIONNAL COSTS	96,594			113,654	91,057	113,654	91,057	5,537
CAPITAL EQUIPMENT	-			-	-	-	-	-
OTHER COSTS (CSP 2%)	4,490			5,608	4,490	5,608	4,490	-
INDIRECT ADMINISTRATIVE COSTS (14.2%)	27,916			34,865	27,916	34,865	27,916	-
TOTAL EXPENDITURE	229,000	-	-	286,003	229,000	286,003	229,000	-


Balance Income & expenses

	USD	EUR	Balance Agreement & Income	EUR
Funds received in 2014:			Agreement	229,000
Nov-14	143,635	115,000	Fund received	(229,000)
Nov-14	142,368	114,000	Balance	-
Total funds received	286,003	229,000		
Less: 2014 expenses*	286,003	229,000		
Balance	-	-		

*The actual Expenses were recorded in US dollars during the year, and the EURO equivalent was converted using the actual rate of total fund received - 1.2489\$:1EURO

We hereby certify that the expenditures have not been financed from other parties.

Name and Title:


George MAINA
Head of Finance

ANNEX 8

**AFRICA RICE CENTER (AfricaRice)
GERMANY RESTRICTED CONTRIBUTION**

FINANCIAL REPORT: Statement of Expenditures for the period 1 January to 31 December 2014

Project name: East African Wetlands: Optimizing sustainable production for future food security (WETLANDS)

GIZ GmbH Contract No: Contract No: 81161244 / Project No: 12.1433.7-001.00

Category of Expenditures	Budget	Previous Years (2013)		Current Year (2014)		Total Spent (cumulative)		Outstanding
	EUR	USD	EUR	USD	EUR	USD	EUR	EUR
Personnel Costs	155,525	26,432	20,029	87,410	68,520	113,842	88,549	66,976
Supplies and Operations	28,200	8,345	6,323	55,137	42,865	63,482	49,188	(20,988)
Equipment	2,300	2,493	1,889	14,496	10,866	16,990	12,755	(10,455)
Training and Workshops	20,000	-	-	595	490	595	490	19,510
International Travel	18,000	4,026	3,050	18,981	14,614	23,007	17,664	336
Publications	800	-	-	-	-	-	-	800
Other Expenses	1,455	-	-	426	351	426	351	1,104
Indirect Costs	24,890	4,543	3,442	20,539	15,975	24,018	18,590	6,300
Sub-Total AfricaRice	251,170	45,839	34,735	197,584	153,681	242,360	187,589	63,581
Rwanda	52,360	-	-	17,275	12,795	17,275	12,795	39,565
Tanzania	44,110	-	-	24,002	17,777	24,002	17,777	26,333
Uganda	52,360	-	-	17,275	12,795	17,275	12,795	39,565
Sub-Total-Collaborators	148,830	-	-	58,551	43,367	58,551	43,367	105,463
Total	400,000	45,839	34,735	256,135	197,048	300,910	230,956	169,044

ANNEX 8

**AFRICA RICE CENTER (AfricaRice)
GERMANY RESTRICTED CONTRIBUTION**

FINANCIAL REPORT: Statement of Expenditures for the period 1 January to 31 December 2014

Project name: East African Wetlands: Optimizing sustainable production for future food security (WETLANDS)

GIZ GmbH Contract No: Contract No: 81161244 / Project No: 12.1433.7-001.00

Category of Expenditures	Budget		Previous Years (2013)		Current Year (2014)		Total Spent (cumulative)		Outstanding	
	EUR	USD	EUR	USD	EUR	USD	EUR	USD	EUR	EUR

Balance Income & expenses	USD	EUR					Balance Agreement & Income		EUR	
As at 31 December 2013	(46,539)	(35,265)					Agreement		400,000	
Fund received:							Fund received		(140,000)	
May 2014	(97,020)	(70,000)					Balance		260,000	
Less: 2014 expenses*	256,135	197,048								
As at 31 December 2014	112,576	91,783								

* The actual expenses were recorded in US dollars during the year, and the Euro equivalent was converted using the average rate of EURO receipts for the first six months, and the year end rate for the last six months

We hereby certify that the expenditures have not been financed from other parties.

Name and Title:



George MAINA
Head of Finance

ANNEX 9

AFRICA RICE CENTER (AfricaRice)

INTERNATIONAL FUND FOR AGRICULTURE DEVELOPMENT (IFAD)

FINANCIAL REPORT: Statement of Expenditure for the period 1 January to 31

December, 2014

Project name: Strengthening of Rice Value Chains in West and Central Africa

IFAD Grant numbered: I-R-1428-AFRICARICE

Name of Programme: Strengthening of Rice Value Chains in West and Central Africa


Category of Expenditures	Budget	Previous Years	Current Year	Total Spent (cumulative)	Outstanding
	USD	USD	USD	USD	USD
Personnel (including subcontractors)	200,000	59,873	90,568	150,441	49,559
Professional services/Consultancies	110,000	27,893	0	27,893	82,107
Travel costs	120,000	23,561	49,974	73,535	46,465
Equipment	245,000	16,402	6,261	22,662	222,338
Operational costs	90,000	36,100	33,318	69,418	20,582
Knowledge Management, Reporting and Publications	160,000	37,797	12,965	50,761	109,239
Training/Capacity Building	350,000	126,390	143,967	270,357	79,643
Overhead	165,600	39,522	44,515	84,036	81,564
CGIAR Trust Cost Sharing	29,400	3,121		3,121	26,279
Total	1,470,000	370,659	381,567	752,225	717,775

Balance Income & expenses	USD	Balance Agreement & Income	USD
--------------------------------------	------------	---------------------------------------	------------

As at 31 December 2013	(74,841)	Agreement	1,470,000
Fund received:	-	Fund received	(445,500)
Less: 2014 expenses	381,567	Balance	1,024,500
As at 31 December 2014	306,725		

We hereby certify that that the above amounts have been expended for Eligible Expenditures for the proper execution of the Programme in accordance with the terms and conditions of this Agreement dated 20 March 2013.

Name and Title:


George MAINA
 Head of Finance



AfricaRice

Africa Rice Center (AfricaRice)
01 BP 2031, Cotonou, Benin
www.AfricaRice.org