EASTERN NILE TECHNICAL REGIONAL OFFICE (ENTRO)
NILE COOPERATION FOR CLIMATE RESILIENCE PROJECT (NCCR)
INCOME AND EXPENDITURE REPORT (GRANT UTILISATION REPORT)

Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association

FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

EASTERN NILE TECHNICAL REGIONAL OFFICE (ENTRO)
INCOME AND EXPENDITURE REPORT

(Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association)

FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

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A.A. Bromhead Audit Services LLP

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INCOME AND EXPENDITURE REPORT
(Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association)
FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

General Information

Registered office

The Eastern Nile Technical Regional Office (ENTRO)
P.O.Box 271730 - 1000
Dessie road
Addis Ababa, Ethiopia

Executive Management

Name	Position
Teshome Atnafie	Acting Executive Director and Senior Regional Project Coordinator/Head Water Resources Development Unit
El Sadig Goda	Regional Finance and Administration Head

Principal banker

Commercial Bank of Ethiopia
P O Box 255
Addis Ababa, Ethiopia

Independent auditor

A. A. Bromhead Audit Services LLP.
P.O.Box: 709
Addis Ababa, Ethiopia

Report on the objectives, scope and methodology of the audit of income and expenditure report of the Nile Cooperation for Climate Resilience Project (NCCR)

For the period 1 July 2025 to 28 February 2026

Our objectives, scope and methodology of the audit of the income and expenditure report prepared for the grant are presented below.

1 Audit objectives

The objective of our audit is to express an opinion on the income and expenditure report of the grant for the period 1 July 2025 to 28 February 2026, and the transferred fund balance disclosed therein. The audit includes but is not limited to the following tasks:

- Review of the agreement signed by the parties on 9 March 2021,
- All necessary supporting documents, records, and accounts have been kept in respect of all project ventures.
- The financial statements have been prepared in accordance with the Organisation's accounting policies;
- National laws and regulations have been complied with and the financial and accounting procedures approved for the Project were applied; and

2 Audit scope

The audit scope requires the auditor to carry out sufficient audit steps and procedures to ensure adherence to the requirements of the project agreement Signed by the parties on 9 March 2021. Details of the steps and procedures are given below.

3 Audit Methodology

The audit was conducted in accordance with International Standards on Auditing (ISAs). Those standards require that the auditor complies with ethical requirements and plans and performs the audit to obtain reasonable assurance as to whether the income and expenditure report is correct and is incurred in compliance with requirements of the project agreement.

3.1 Key controls and procedures

Key controls and procedures for the programs implemented were evaluated against the requirements of the project agreement.

3.2 Compliance with agreement terms and applicable laws and regulations

The audit engagement included reviews, assessments and reports on compliance with local laws and regulations and adherence to the terms and conditions of the project agreement (the "Agreement").

4 Transferred fund balance

Certificate of transferred fund balance was received.

A.A. Bromhead Audit Services LLP

5 Implementation

- Reviewed completeness of transactions in the income and expenditure report.
- Reviewed compliance with the requirements of the agreement.
- Costs incurred meet the eligibility requirements provided in the agreement.
- Costs incurred were effectively disbursed using the project's bank account.

6 Results of the audit

The independent auditor's report on the income and expenditure report is set out on pages 4 to 5.

A.A. Bromhead Audit Services LLP

A.A. Bromhead
Audit Services LLP

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EECMY Central Office Building 4th floor.

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Independent Auditor's Report

To Eastern Nile Technical Regional Office (ENTRO), Nile Cooperation for Climate Resilience Project (NCCR), Financed by the International Bank for Reconstruction and Development and International Development Association

Report on the Income and Expenditure Report (Fund Utilisation Report)

Opinion

We have audited the accompanying Income and Expenditure Report prepared in connection with a grant provided by International Bank for Reconstruction and Development and International Development Association (the "Bank") to finance eligible expenditures of the project. The report, set out on pages 6 to 12, covers the period from 1 July 2025 to 28 February 2026 and includes the notes and annexes forming part of the Income and Expenditure Report, including the accounting policies described on page 7.

In our opinion, the accompanying Income and Expenditure Report, including the transferred fund balance disclosed therein, present fairly, in all material respects, the financial performance of the grant for the period from 1 July 2025 to 28 February 2026 and the transferred fund balance of the project as at 28 February 2026, in accordance with the accounting policies described on page 7 and the requirements of the agreement Signed on 9 March 2021 (the "Agreement").

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 of income and expenditure report* section of our report. We are independent of Eastern Nile Technical Regional Office (ENTRO) in accordance with the ethical requirements that are relevant to our audit of the financial statements in Ethiopia, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Eastern Nile Technical Regional Office (ENTRO) Management for the Income and Expenditure Report

The Management of the Eastern Nile Technical Regional Office (ENTRO) (the "Management") is responsible for the management of the Grant and for the preparation and fair presentation of the Income and Expenditure Report, including the disclosure of the transferred fund balance reported therein, in accordance with the accounting policies set out on page 5 and the requirements of the Agreement. In doing so, Management is responsible for such internal control as it determines is necessary to enable the preparation of the Income and Expenditure Report and the related transferred fund balance to be free from material misstatement, whether due to fraud or error.

A.A. Bromhead Audit Services LLP

Report on the income and expenditure report (Fund Utilisation Report) (continued)

Auditor's Responsibilities for the Income and Expenditure Report

Our objectives are to obtain reasonable assurance about whether the Income and Expenditure Report and the transferred fund balance disclosed therein, 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 International Bank for Reconstruction and Development and International Development Association for Developing Countries taken on the basis of the lIncome and Expenditure Report and the transferred fund balance reported therein.

As part of an audit in accordance with ISAs, we exercise professional judgement and maintain professional scepticism throughout the audit. We have also checked that:

- External funds have been used in accordance with the conditions of the relevant financing agreements, with due attention to economy and efficiency, and only for the purposes for which the financing was provided;
- All necessary supporting documents, records, and accounts have been kept in respect of all project ventures.
- Designated accounts have been maintained in accordance with the provisions of the relevant financing agreements and disbursement letter and funds disbursed out of the accounts were used only for the purpose intended in the financial agreement;
- The financial statements have been prepared in accordance with the Organisation's accounting policies;
- National laws and regulations have been complied with and the financial and accounting procedures approved for the Project were applied; and
- The costs incurred meet the eligibility requirements provided in the Agreement.

A.A. Bromhead Audit Services LLP

26 June 2026
Addis Ababa, Ethiopia

EASTERN NILE TECHNICAL REGIONAL OFFICE (ENTRO)

INCOME AND EXPENDITURE REPORT

Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association

FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

	Notes	28-Feb-26 USD	30-Jun-25 USD
Revenue from non-exchange transactions	2.2	1,394,838	3,078,032
Reversal of prior year exchange losses		327	-
		1,395,165	**3,078,032**
Expenditure:			
Personnel costs		222,607	262,343
Service costs and charges		158,324	1,731,523
Conferences and training		361,899	1,144,785
Field travel expenses		10,362	28,969
Supplies and services		166,353	425,294
Capital equipment purchases		9,901	135,079
Total project expenditure	2.3	**929,446**	**3,727,993**
Excess of income over expenditure		**465,719**	**(649,961)**
Unspent fund balance at 28 February 2026			
Accumulated deficit brought forward		(429,856)	220,105
Excess of income over expenditure		465,719	(649,961)
		35,863	**(429,856)**
Funds transferred back to donor	Annex - I	(35,863)	-
Unspent fund balance at 28 February 2026		-	**(429,856)**

EASTERN NILE TECHNICAL REGIONAL OFFICE (ENTRO)

NOTES TO THE INCOME AND EXPENDITURE REPORT

Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association

FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

1 REPORTING ENTITY

The Eastern Nile Technical Regional Office (ENTRO) was established by the Eastern Nile Council of Ministers (ENCON) in 2022 for advancing the cooperative development of the water resources within the context of the Eastern Nile Subsidary Action Plan (ENSAP).

The main tasks of ENTRO include:
(1) Support for ENSAP Management;
(2) Secretariat support to ENSAP and ENCOM;
(3)Liaison with donors and partners; and .
(4)Management and coordination of Integrated Development of the Eastern Nile (IDEN)

The registered office of The Eastern Nile Technical Regional Office (ENTRO) is:

P.O.Box 271730 - 1000
Dessie road
Addis Ababa, Ethiopia

1.1 Management system

The Eastern Nile Technical Regional Office (ENTRO) is structured in such a way to enable it to effectively manage its operations and achieve its objectives. The Eastern Nile Technical Regional Office (ENTRO) has policies, procedures and processes that enable recording, documentation and reporting of financial affairs of its's projects at a point in time.

2 ACCOUNTING POLICIES

2.1 Basis of preparation

The Income and Expenditure Report was prepared on a modified cash basis.

2.2 Income

Income represents amounts received from the grantor, International Bank for Reconstruction and Development and the International Development Association. Income is recognised when funds are received from the grantor. Excess of income over expenditures is reported as 'fund balance' and carried forward for future utilisation or return for the grantor.

2.3 Expenditure

The amounts presented represent funds disbursed and costs incurred during the period from 1 July 2025 to 30 November 2025. This report has been prepared as at 28 February 2026 and includes only expenditures incurred up to 30 November 2025. Expenditures incurred after 30 November 2025 are not included in the report. However, the report includes subsequent payments made up to 28 February 2026 in respect of costs and expenditures that were incurred on or before 30 November 2025.

2.4 Transactions and balances in ETB

Expenses in Ethiopian Birr are translated to USD using exchange rates prevailing on the dates of the transactions. The Fund balance is presented in USD.

2.5 Reporting currency

The income and expenditure report is presented in USD.

A.A. Bromhead Audit Services LLP

Annex - I: Certificate of transferred fund balance

ENTRO
NILE BASIN INITIATIVE
INITIATIVE DU BASSIN DU NIL

Eastern Nile Technical Regional Office
Dessie Road, Front of Ararat Hotel
P.O Box 27173-1000
Phone: +251 11 646 1130
Fax:+251 11645 9407
Website:www.nilebasin.org

Payment Voucher

Page 1

PAYEE

Voucher No. NCCR-PV-00882
Posting Date 11. November 2025
Payment Ref: ENTRO/1345/2025

Posted Inv. No.

Account Code	Account Name	Description	Curr. Code	Amount	Amount USD	Exch. Rate	Project	Activity	Donor	Category	Grant
3100	Accumulated surplus or deficits un restricted	Cash refund to world bank over drawn the annual budget	USD	35,863.0	35,863.00	0.0000	NCCR		WB		P172848
5101	Bank Charges & Interest	Bank Charges Cash refund to world bank over drawn the annual	USD	880.4	880.44	0.0000	NCCR	G6.1.1.27	WB	OP	P172848
1000398447305	ENTRO NCCR PROJECT - USD	Cash refund to world bank over drawn the annual budget	USD	-36,743.4	-36,743.44	0.0000	NCCR		WB		P172848

TOTAL USD 0.00

Amount in words: **** ZERO USD AND 0 CENTS ONLY ****

Prepared By:	Checked By	Approved By:	Authourised By:
Name: AYCHELET	Name: Abentsele Mou	Name:	Name:
Signature:	Signature:	Signature:	Signature:
Date:	Date: 11/11/2025	Date:	Date:

A.A. Bromhead Audit Services LLP
AB

Annex - I: Certificate of transferred fund balance (continued)

Results 1 - 1 of 1

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{1:F01CBETETAAAXXX.SN...ISN.}{2:I103CITIUS33XXXXN}{3:{108:xxxxx}}{4:
:20/TRANSACTION REFERENCE NUMBER          : FT25310MWB3Y
:23B/BANK OPERATION CODE                  : CRED
:32A/Value Date, CCY, Amount              : 251106USD35863,00
:50K/ORDERING CUST                        : /1000398447305
                                            ENTRO NCCR PROJECT
                                            UNITY SQUARE CHURCHIL ROAD
                                            ADDIS ABABA ETHIOPIA
:53B/SENDER'S CORRESPONDENT BANK          : /D/36004812
:57A/Account with Bank                    : CITIUS33
:59/Beneficiary Customer                  : /36397337
                                            IBRD-TF
:70/DETAILS OF PAYMENT                    : /RFB/REFUND THE OVERDRAWN
:71A/DETAILS OF CHARGES                   : OUR
:72/Sender to Receiver Information        : /INS/ALL CHARGES INLUSIVE OF FUND
                                            //TRANSFER CHARGED FOR THE ACCOUNT
                                            //OF SENDER
                                            -}
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Commercial Bank of Ethiopia
International Business Service
Special Branch

Results 1 - 1 of 1

COMMERCIAL BANK OF ETHIOPIA
Foriegn Transfer and NR NT

MAIL TO   Date :06 NOV 2025

ENTRO GIZ/EU-BMZ
ENTRO GIZ/EU-BMZ
AA
YEKAWOREDA.9
SD

DEBIT ADVICE

With reference to the Documentary credit- Ref No: FT25310MWB3Y for USD 35,863.00 Your account has been debited for the following item(s)

	USD	717.26
	USD	3.34
	USD	45.00
APPLY: Value Added Tax (VAT)		114.84
Total Amount Debited	USD	36,743.44

880.44

We have debited your USD account No:1000398447305 Value, 06 NOV 2025 maintained with Foriegn Transfer and NR NT
/RFB/REFUND THE OVERDRAWN

NARRATIVE:

Note: we use rate USD @ 149.9028

Payment Details:
/RFB/REFUND THE OVERDRAWN

If you have any queries regarding the above details, please contact us as soon as possible quoting our transaction reference.

Commercial Bank of Ethiopia
International Business Service
Special Branch

A.A. Bromhead Audit Services LLP
AB

Annex - I: Certificate of transferred fund balance (continued)

ENTRO
NILE BASIN INITIATIVE
INITIATIVE DU BASSIN DU NIL

Ref: ENTRO/1345/2025
Date: November 05, 2025

The Manager
International Banking Division
Commercial Bank of Ethiopia
Addis Ababa, Ethiopia

06/11/25

Dear Sir/Madam,

SUBJECT: <u>CASH TRANSFER</u>

Please transfer **USD 35,863.00** (Thirty-five thousand eight hundred sixty-three only) from our **FCY Account No. 1000398447305**, maintained in your department, to refund the **overdrawn amount** from the World Bank. The transfer details are as follows:

Account Name: IBRD-TF
Account Number: 36397337
Bank Name: CITIBANK N.A.
SWIFT Code: CITIUS33XXX
ABA: 021000089
Reference: TF B4716

Kindly deduct any applicable charges from the above-mentioned account.

Sincerely,

EASTERN NILE TECHNICAL REGIONAL OFFICE
Egypt Ethiopia S.Sudan Sudan
ENTRO

Teshome Atnafie
Acting Executive Director

Elsadiq Abaker Goda
Regional Finance and Admin. Head

cc:
- Finance and Administration
  <u>ENTRO</u>

ENTRO is an organ established to implement the Eastern Nile Subsidiary Action Program within the framework of Nile Basin Initiative
Egypt, Ethiopia, South Sudan, Sudan

A.A. Bromhead Audit Services LLP
AB

EASTERN NILE TECHNICAL REGIONAL OFFICE (ENTRO)
ANNEX TO THE INCOME AND EXPENDITURE REPORT

Grant number TF0B4716, financed by International Bank for Reconstruction and Development and the International Development Association

FOR THE PERIOD 1 JULY 2025 TO 28 FEBRUARY 2026

Currency: USD

Annex 2: Statement of Receipts and Expenditure - Nile Cooperation for Results Project (CIWA-NCCR)

	Jul - Sep 2025	Oct - Nov 2025	Total 30 November 2025
Income			
Replenishment of DA-WA 020	968,421	-	968,421
Replenishment of DA-WA 021	426,417	-	426,417
Reversal of prior year exchange losses	327.00	-	327
Total	**1,395,165**	**-**	**1,395,165**
Total income	**1,395,165**	**-**	**1,395,165**
Expenses			
Project Costs - Quarter 1	567,125	-	567,124
Project costs - Quarter 2	-	362,322	362,322
Total expenses	**567,125**	**362,322**	**929,446**
Operating surplus for the year			**465,719**
Opening fund balance			(429,856)
Fund transferred to World Bank			(35,863)
Fund balance ending			**-**
Represented by:			
Current assets			
Cash and bank balances as at 28 February 2026			-
Other receivables			-
			-
Less: current Liability			
Other payables			-
Net current assets			**-**

Currency: USD

Annex 3 - Expenditure for World Bank Projects - By Cost Category

CIWA-NCCR

Cost Category

	Grant amount	Actual 30 November 2025	Cumulative to 30 November 2025
Goods, workshops, training and consultancy services, operating cost	9,500,000	929,446	9,500,000
	9,500,000	**929,446**	**9,500,000**

Annex 4: Budget Utilization Report

	Budget - original	Budget - Revised	Utilization	Variance
CIWA - NCCR (Nile Cooperation for Climate Resilience Project)	968,240	929,446	929,446	-
	968,240	**929,446**	**929,446**	**-**

A.A. Bromhead Audit Services LLP