

Request for disbursement**Date 22.07.24**

Reference is made to the Agreement between Competence International and Norad, ref. QZA-0743, QZA-23/0048 regarding the project "Capacity building", signed on 27.11.22.

Based on the needs of the project we kindly request the disbursement of NOK 9 259 133 to Competence International, Account no. 1234.56.7890 in bank Development Bank IBAN no: w235hsgf6rh73

Our request is based on the below calculation and needs for the next 6 months and is supported by the updated financial report of the Project and latest approved budget and implementation plan.

We confirm that the project is being implemented in accordance with the Agreement and in line with the latest approved implementation plan and budget.

The financial year (FY) for the project is 01.01.24 to 31.12.24. The project's FY for partner institutions for this project is 01.01.24 to 31.12.24.

<i>Currency =</i>	Total project cost	Funding from other sources	Funding from Norad
Approved budget current project FY (from 01.01.24 to 31.12.24)	39 536 500	19 536 500	20 000 000
Available balance beginning of current FY	1 438 065	718 875	719 190
Received amount during current FY	19 722 647	9 744 647	10 000 000
Expenditure during current FY up to date	19 985 264	9 861 510	10 123 754
Estimated balance at date (30.06.24) (including any interest)	1 175 448	580 012	595 436
Budget next 6 months (from 01.07.24 to 31.12.24)	19 768 250	9 768 250	10 000 000
Requested amount for disbursement from Norad*			9 404 564

*Requested amount for disbursement from Norad = Budget next 6 months – estimated balance – funding from other sources

On behalf of Competence International

Ålesund, 22.07.24

Place, date

Clarissa Clever

Clarissa Clever
Project owner

Stephen Strict

Stephen Strict
Controller

Attachment: Updated financial statement for the Project. Explanations and consequences of any deviations from latest approved plans and budgets. Any other required documentation as per the Agreement

PROJECT TITLE: Capacity building
NAME OF ORGANIZATION: Competence International
REPORTING PERIOD: 01.01.24-30.06.24
CURRENCY: NOK

AVAILABLE FUNDS	Year 2 Q2				Explanations
	Budget	Actual	Variance NOK	Variance %	
Unused funds from Y1 Norad	-	719,190	719,190	100%	Unused funds as of 31.12.23.
Unused funds from Y1 Other	-	718,875	718,875	100%	Unused funds as of 31.12.23.
Grant received from Norad	10,000,000	10,000,000	-	0%	NA
Grant received from SIDA	5,000,000	7,500,000	2,500,000	50%	Due to a need for internal reallocation of funds between projects funded through our multiyear agreement with Sida the contribution (grant) from Sida was reduced for year 1, and equally increased in year 2.
Interest	18,250	22,647	4,397	24%	NA
Own contribution	4,750,000	2,200,000	- 2,550,000	-54%	To compensate for the need to reallocate Sida funds we increased the own contribution for year 1, and equally decreased own funding in year 2.
TOTAL AVAILABLE FUNDS	19,768,250	21,160,712	1,392,462	0	

DIRECT PROJECT COSTS (Based on cost-categories)	Year 2 Q2				Explanations
	Budget	Actual	Variance NOK	Variance %	
Salary and personnel costs	6,750,000	6,439,652	310,348	5%	NA
Travel costs	1,425,000	1,386,392	38,608	3%	NA
External consultants	1,475,000	1,286,337	188,663	13%	A decrease in external consultants; more tasks have been performed by project staff.
Investments	1,250,000	1,700,000	- 450,000	-36%	Overconsumption due to a small delay in year 1 related to sub-offices, equipment for tnok 500 that was budgeted for in year 1 was procured in year 2.
Supplies and cash transfers	7,000,000	7,428,943	- 428,943	-6%	NA
Other costs	575,000	436,493	138,507	24%	Underconsumption is not the result of one or a few incidents, but a result of a continuous focus on cost-effectiveness.
TOTAL DIRECT PROJECT COSTS	18,475,000	18,677,817	- 202,817	-1%	

TOTAL INDIRECT COSTS (7%)	1,293,250	1,307,447	- 14,197	-1%	
Indirect costs Norad	654,206	662,302	-8,096		

TOTAL UNUSED FUNDS	-	1,175,448			
Unused funds Norad		595,436			Unused funds will be carried over to Q3.

NOTES TO THE FINANCIAL STATEMENT

Accounting principles

The basis of accounting for projects is accrual accounting based on relevant regulation in the Norwegian Accounting Act and Accounting Standards Generally Accepted in Norway

Revenue and cost recognition

Donor contributions are recognised as revenue when the funds are used. Contributions not used by the end of the project period are specified as unspent funds. Expenditure are recognised as project costs based on the transaction date, i.e. when the goods or services have been delivered and the activity is performed.

Fixed assets

The main rule in the field is that fixed assets procured for a project are not capitalised but charged as an expense at the time of procurement.

Currency

Bank deposits and cash holdings are valued at the exchange rate on the closing date. Donor contributions are valued at the exchange rate of acquisition. Donor contributions are valued at the exchange rate of acquisition. These acquired rates are also applied to the costs in foreign currency. In projects with more than one transfer of

Ålesund, 22.07.24

Place, date

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Project owner

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