



TERMS OF REFERENCE (TOR)

External Financial Audit Services

Somali Meat Company

1. Background

Somali Meat Company (Someat) is the largest meat exporter in Somalia, engaged in livestock sourcing, slaughtering, processing, and international export of meat products. The company operates in compliance with ISO, Halal, national regulations, and international export standards.

As part of its commitment to transparency, accountability, and strengthened financial governance, Somali Meat Company intends to engage an independent and qualified audit firm to conduct a financial audit for the fiscal years:

- 2023
- 2024
- 2025

2. Objective of the Audit

The main objective of this assignment is to:

- Provide an independent opinion on whether the financial statements of Somali Meat Company for the years 2023, 2024, and 2025 present fairly, in all material respects, the financial position of the company.
- Assess compliance with applicable financial reporting standards and relevant laws and regulations.
- Review internal control systems and provide recommendations for improvement.
- Identify financial risks and areas requiring strengthening.

3. Scope of Work

The selected audit firm will:

1. Conduct a full statutory financial audit of:
 - Statement of Financial Position (Balance Sheet)
 - Income Statement
 - Cash Flow Statement
 - Statement of Changes in Equity
 - Notes to the Financial Statements
2. Review:
 - Accounting records and supporting documentation
 - Bank reconciliations and cash management
 - Inventory and stock records
 - Fixed assets register
 - Receivables and payables
 - Payroll and tax compliance
 - Export revenue documentation and compliance
3. Evaluate:
 - Internal control systems
 - Risk management practices
 - Financial policies and procedures
4. Issue:
 - Independent Auditor's Report for each financial year
 - Management Letter highlighting weaknesses and recommendations

4. Audit Standards

The audit shall be conducted in accordance with:

- International Standards on Auditing (ISA)

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- International Financial Reporting Standards (IFRS) or applicable national standards
 - Relevant Somali laws and regulations

5. Deliverables

The audit firm shall provide:

1. Audited Financial Statements for:
 - 2023
 - 2024
 - 2025
2. Independent Auditor's Opinion (signed and stamped)
3. Management Letter with recommendations
4. Presentation of findings to management (if required)

All reports shall be submitted in both:

- Hard copy (signed and stamped)
- Soft copy (PDF and editable format)

6. Duration of Assignment

The audit is expected to commence immediately upon contract signing and be completed within **30 days**.

7. Eligibility and Qualifications

Interested firms must:

- Be legally registered and licensed audit firms
- Have valid professional certification and registration
- Have at least **5 years of experience** in auditing private sector companies
- Have experience auditing export or agribusiness companies (preferred)
- Have qualified audit staff (CPA, ACCA, CA or equivalent)
- Provide references from at least three previous clients

8. Proposal Requirements

Interested firms shall submit:

1. Technical Proposal:
 - Company profile
 - Understanding of the assignment
 - Audit methodology and work plan
 - Team composition and qualifications
 - Relevant experience and references
2. Financial Proposal:
 - Detailed breakdown of audit fees
 - Payment terms

9. Evaluation Criteria

Proposals will be evaluated based on:

- Relevant experience and qualifications
- Technical approach and methodology
- Audit team competence
- Cost-effectiveness
- References and past performance

10. Submission Details

Interested and qualified audit firms are invited to submit their Technical and Financial Proposals in sealed envelopes or via email to:

Address: Somali Meat Company
Mogadishu, Somalia

info@someat.so

Board Email: cc: Board@someat.so

CEO Email: cc: ceo@someat.so

Contact Person:

Mohamed Said
Chief Executive Officer (CEO)

+252612292282

+252 61 5501373

Deadline for Submission: 26/3/2026

11. Confidentiality

All information accessed during the audit process shall be treated as strictly confidential and shall not be disclosed without written authorization from Somali Meat Company.

More info you can visited www.someat.so

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