

**Sindh Irrigation and
Drainage Authority**

Financial Statements
For the year ended June 30, 2013

INDEPENDENT AUDITORS' REPORT TO THE SINDH IRRIGATION AND DRAINAGE AUTHORITY

We have audited the accompanying financial statements of **Sindh Irrigation And Drainage Authority (the Authority)**, which comprise the balance sheet as at June 30, 2013, and the related income and expenditure account, statement of changes in accumulated surplus and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory information.

Management's Responsibility for the Financial Statements

The Authority's management is responsible for the preparation and fair presentation of these financial statements in accordance with approved accounting standards as applicable in Pakistan, and for such internal control as the Authority's management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

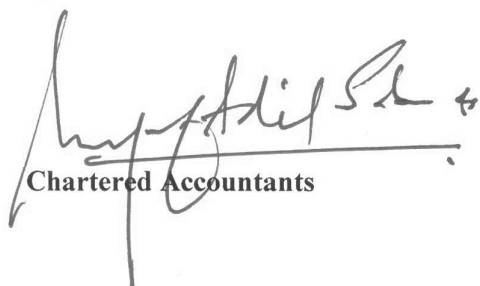
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from 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 the auditor's 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, the auditor considers internal control relevant to the Authority'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 Authority's internal control. An audit also includes evaluating the appropriateness of the accounting policies used and the reasonableness of accounting estimates made by the 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 audit opinion.

Opinion

In our opinion, the financial statements present fairly, in all material respects the financial position of the Authority as at June 30, 2013, and of its income and expenditure, changes in accumulated surplus and its cash flows for the year then ended in accordance with approved accounting standards as applicable in Pakistan.



Chartered Accountants

Engagement Partner:
Mushtaq Ali Hirani

Date: March 19, 2014
Karachi


SINDH IRRIGATION AND DRAINAGE AUTHORITY
BALANCE SHEET
AS AT JUNE 30, 2013


		2013	2012
	Note	------(Rupees in '000)-----	
PROPERTY, PLANT AND EQUIPMENT	4	58,086	67,600
CURRENT ASSETS			
Advances and other receivables	5	61,057	11,232
Prepayments	6	1,163	1,001
Receivables from donor agencies and governments	7	1,434,243	204,288
Cash and bank balances	8	557,024	1,281,481
		2,053,487	1,498,002
		<u>2,111,573</u>	<u>1,565,602</u>
FUND AND LIABILITIES			
Accumulated surplus		1,549	1,941
CURRENT LIABILITIES			
Funds from governments and donor agencies for specific projects - net	9	13,857	555,593
Creditors, accrued and other liabilities	10	2,094,470	1,006,769
Provision for taxation		1,697	1,299
		<u>2,111,573</u>	<u>1,565,602</u>
CONTINGENCIES AND COMMITMENTS	11		

The annexed notes from 1 to 16 form an integral part of these financial statements.

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Managing Director


Member SIDA Board


General Manager Finance

SINDH IRRIGATION AND DRAINAGE AUTHORITY
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2013

2013 **2012**
(Rupees in '000)

INCOME

Grant from donors

Grants received from the Government of Sindh - non project 35,451 27,864

Other income

Profit on saving bank accounts	1,600	3,720
Others	-	1,562
	1,600	5,282
	37,051	33,146

EXPENDITURE

Non-project expenditure - out of Government grant

Salaries and allowances	32,465	25,117
Telephone and postage	505	383
Travelling and conveyance	487	93
Electricity	981	699
Fuel	802	1,000
Printing and stationery	46	149
Repairs and maintenance	54	274
Others	111	149
	35,451	27,864

Non-project expenditure - out of other income

Salaries	273	940
Printing and stationery	-	423
Utilities	367	175
Others	793	132
	1,433	1,670
	36,884	29,534

Surplus before taxation	167	3,612
Taxation	559	1,671
(Deficit) / surplus after taxation	(392)	1,941

Other comprehensive income for the year - -

Total comprehensive income for the year (392) 1,941

The annexed notes from 1 to 16 form an integral part of these financial statements.


Managing Director


Member SIDA Board


General Manager Finance

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SINDH IRRIGATION AND DRAINAGE AUTHORITY
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
AS AT JUNE 30, 2013

	2013	2012
	---(Rupees in '000)---	
Accumulated surplus		
At the beginning of the year	1,941	-
Comprehensive income for the year		
(Deficit) / surplus for the year	(392)	1,941
Other comprehensive income for the year	-	-
Total comprehensive income for the year	(392)	1,941
At the end of the year	<u>1,549</u>	<u>1,941</u>

The annexed notes from 1 to 16 form an integral part of these financial statements.

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Managing Director


Member SIDA Board


General Manager Finance

SINDH IRRIGATION AND DRAINAGE AUTHORITY
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2013

	2013	2012
	(Rupees in '000)	
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus before taxation from Government grant and other income net of non-project expenditure	167	3,612
Adjustments for non-cash charges		
Depreciation	20,276	12,435
Working capital changes		
Decrease / (increase) in current assets		
Advances and other receivables	(49,825)	(2,298)
Prepayments	(162)	6
Receivable from donor agencies and governments	(1,229,955)	(156,774)
	(1,279,942)	(159,066)
Increase in current liabilities		
Creditors, accrued and other liabilities	1,087,701	850,014
	(171,798)	706,995
Taxes paid	(160)	(371)
Net cash (used in)/generated from operating activities (A)	(171,958)	706,624
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(10,762)	(41,992)
Net cash used in investing activities (B)	(10,762)	(41,992)
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Funds received from donor agencies and governments for specific projects - net	3,745,152	3,633,063
Costs incurred on specific projects	(4,643,774)	(3,023,618)
Advances extended/(consumed) for specific projects	356,885	(1,177,967)
Net cash used in financing activities (C)	(541,737)	(568,522)
Net (decrease) / increase in cash and cash equivalents (A+B+C)	(724,457)	96,110
Cash and cash equivalents at the beginning of the year	1,281,481	1,185,371
Cash and cash equivalents at the end of the year	557,024	1,281,481

The annexed notes from 1 to 16 form an integral part of these financial statements.

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Managing Director



Member SIDA Board



General Manager Finance