

**Sindh Irrigation and
Drainage Authority**

Financial Statements
for the year ended June 30, 2012

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 comprises the balance sheet as at June 30, 2012, 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

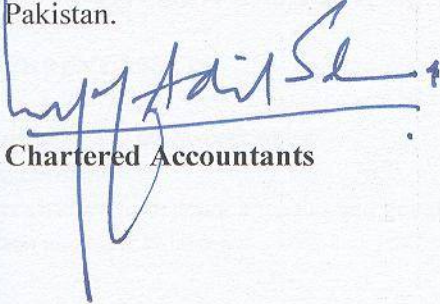
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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, 2012, and of its income and expenditure, changes in 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


Karachi
Date: June 07, 2013

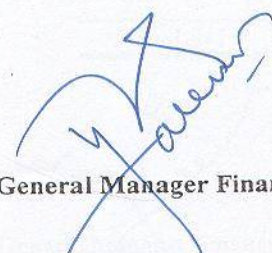
SINDH IRRIGATION AND DRAINAGE AUTHORITY
BALANCE SHEET
AS AT JUNE 30, 2012

	Note	2012	2011 (Restated)	2010 (Restated)
----- (Rupees in '000) -----				
PROPERTY, PLANT AND EQUIPMENT	4	67,600	38,043	25,525
CURRENT ASSETS				
Advances and other receivables	5	11,232	8,934	149
Prepayments	6	1,001	1,008	315
Receivables from donor agencies and governments	7	204,288	47,514	39,747
Cash and bank balances	8	1,281,481	1,185,371	224,034
		1,498,002	1,242,827	264,245
		<u>1,565,602</u>	<u>1,280,870</u>	<u>289,770</u>
FUND AND LIABILITIES				
Accumulated surplus		1,941	-	-
NON-CURRENT LIABILITY				
Funds from government and donor agencies for specific projects - net	9	555,593	1,124,151	229,848
CURRENT LIABILITIES				
Creditors, accrued and other liabilities	10	1,006,769	156,719	59,922
Provision for taxation		1,299	-	-
		<u>1,565,602</u>	<u>1,280,870</u>	<u>289,770</u>
CONTINGENCIES AND COMMITMENTS	11			

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


Managing Director


Member SIDA Board


General Manager Finance

SINDH IRRIGATION AND DRAINAGE AUTHORITY
INCOME AND EXPENDITURE ACCOUNT
FOR THE YEAR ENDED JUNE 30, 2012

2012 2011
(Rupees in '000)

INCOME

Grant from donors

Grants received from the Government of Sindh - non project
Grants received from the Government of Sindh - completed project
Amount excess received from donor agencies on account
of reimbursement of expenditure

27,864	18,892
-	192
-	(20)
<u>27,864</u>	<u>19,064</u>

Other income

Profit on saving bank accounts
Others

3,720	-
1,562	-
5,282	-
<u>33,146</u>	<u>19,064</u>

EXPENDITURE

Completed project expenditure

- 192

Non-project expenditure :

- out of Government grant

Salaries and allowances
Telephone and postage
Travelling and conveyance
Electricity
Fuel
Printing and stationery
Repairs and maintenance
Others

25,117	15,320
383	745
93	185
699	1,031
1,000	948
149	306
274	246
149	91
<u>27,864</u>	<u>18,872</u>

- out of other income

Salaries
Printing and stationery
Utilities
Others

940	-
423	-
175	-
132	-
<u>1,670</u>	<u>-</u>
<u>29,534</u>	<u>19,064</u>

Surplus before taxation

3,612 -

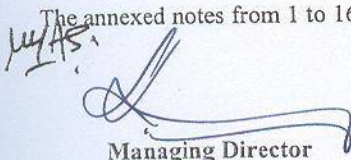
Taxation

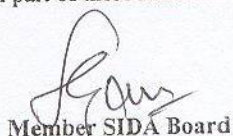
1,671 -

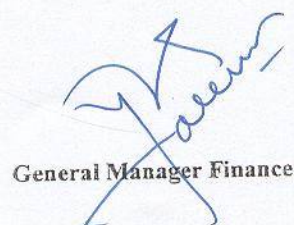
Surplus after taxation

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

SINDH IRRIGATION AND DRAINAGE AUTHORITY
STATEMENT OF CHANGES IN ACCUMULATED SURPLUS
AS AT JUNE 30, 2012

	2012	2011
	---(Rupees in '000)---	
Accumulated surplus		
At the beginning of the year	-	-
Surplus for the year	1,941	-
At the end of the year	<u>1,941</u>	<u>-</u>

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

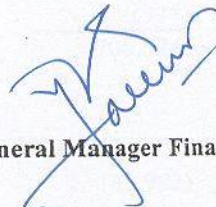
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Managing Director



Member SIDA Board




General Manager Finance

SINDH IRRIGATION AND DRAINAGE AUTHORITY
CASH FLOW STATEMENT
FOR THE YEAR ENDED JUNE 30, 2012

	2012	2011 (Restated) (Rupees in '000)
A. CASH FLOWS FROM OPERATING ACTIVITIES		
Surplus before taxation	3,612	-
Adjustments for non-cash charges:		
Depreciation	12,435	11,149
Working capital changes		
(Increase) / decrease in current assets:		
Advances and other receivables	(2,298)	(8,785)
Prepayments	6	(694)
Receivable from donor agencies and governments	(156,774)	(7,767)
	(159,066)	(17,245)
Increase in current liabilities:		
Creditors, accrued and other liabilities	850,013	96,797
	<u>706,995</u>	<u>90,701</u>
Taxes paid	(371)	-
Net cash generated from operating activities	<u>706,624</u>	<u>90,701</u>
B. CASH FLOWS FROM INVESTING ACTIVITIES		
Fixed capital expenditure	(41,992)	(23,667)
Net cash used in investing activities	<u>(41,992)</u>	<u>(23,667)</u>
C. CASH FLOWS FROM FINANCING ACTIVITIES		
Funds received from donor agencies and governments for specific projects - net	3,633,063	1,469,577
Grant received from the Government of Sindh - non project	27,864	18,872
Costs incurred on specific projects	(3,023,618)	(615,222)
Advances extended/(consumed) for specific projects	(1,177,967)	40,141
Non-project expenditure incurred during the year out of government grant	(27,864)	(19,064)
Net cash (used in)/generated from financing activities	<u>(568,522)</u>	<u>894,304</u>
Net increase in cash and cash equivalents (A+B+C)	96,110	961,337
Cash and cash equivalents at the beginning of the year	1,185,371	224,034
Cash and cash equivalents at the end of the year	<u>1,281,481</u>	<u>1,185,371</u>

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


Managing Director


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