

**Sindh Irrigation and
Drainage Authority**

**Financial Statements
for the year ended June 30, 2014**

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, 2014, 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

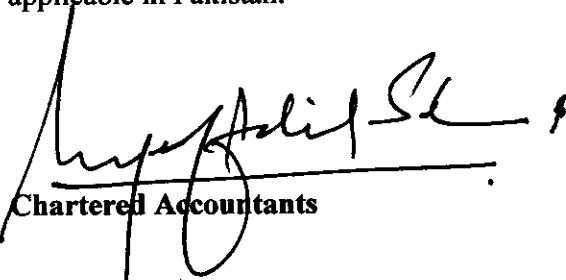
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards as applicable in Pakistan. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance 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, 2014, 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: April 23, 2015
Karachi

SINDH IRRIGATION AND DRAINAGE AUTHORITY
BALANCE SHEET
AS AT JUNE 30, 2014


	Note	2014 <u>(Rupees in '000)</u>	2013
PROPERTY, PLANT AND EQUIPMENT	4	41,641	58,086
CURRENT ASSETS			
Advances and other receivables	5	81,656	61,057
Prepayments	6	1,044	1,163
Receivables from donor agencies and governments	7	333,802	1,434,243
Cash and bank balances	8	149,042	557,024
		565,544	2,053,487
		<u>607,185</u>	<u>2,111,573</u>
FUND AND LIABILITIES			
Accumulated (deficit) / surplus		(9,920)	1,549
CURRENT LIABILITIES			
Funds from donor agencies and governments for specific projects - net	9	13,857	13,857
Creditors, accrued and other liabilities	10	601,490	2,094,470
Provision for taxation		1,758	1,697
		<u>607,185</u>	<u>2,111,573</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, 2014

	2014	2013
	(Rupees in '000)	
Grant from donors		
Grants received from the Government of Sindh - non project	35,451	35,451
 Non-project expenditure - out of Government grant		
Salaries and allowances	43,160	32,465
Telephone and postage	543	505
Travelling and conveyance	701	487
Electricity	669	981
Fuel	1,945	802
Printing and stationery	35	46
Repairs and maintenance	-	54
Others	70	111
	(47,123)	(35,451)
(Deficit) / surplus during the year	(11,672)	-
Other income		
Profit on saving bank accounts	3,349	1,600
Others	367	-
	3,716	1,600
 Non-project expenditure - out of other income		
Salaries	275	273
Fuel	640	-
Utilities	1,253	367
Others	206	793
	(2,374)	(1,433)
(Deficit) / surplus before taxation	1,342	167
Taxation	(1,139)	(559)
Deficit after taxation	(11,469)	(392)
Other comprehensive surplus for the year	-	-
Total comprehensive deficit for the year	(11,469)	(392)

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, 2014

2014 2013
— (Rupees in '000) —

A. CASH FLOWS FROM OPERATING ACTIVITIES

(Deficit) / surplus before taxation from Government grant and other income
net of non-project expenditure

(10,330) 167

Adjustments for non-cash charges

Depreciation

20,913 20,276

Working capital changes

Decrease / (increase) in current assets

Advances and other receivables

(20,599) (49,825)

Prepayments

119 (162)

Receivable from donor agencies and governments

- (1,229,955)

(20,480) (1,279,942)

(Decrease) / Increase in current liabilities

Creditors, accrued and other liabilities

(1,492,980) 1,087,701

(1,502,877) (171,798)

Taxes paid

(1,078) (160)

Net cash used in operating activities (A)

(1,503,955) (171,958)

B. CASH FLOWS FROM INVESTING ACTIVITIES

Fixed capital expenditure

(4,468) (10,762)

Net cash used in investing activities (B)

(4,468) (10,762)

C. CASH FLOWS FROM FINANCING ACTIVITIES

Funds received from donor agencies and governments for specific projects - net

4,520,688 3,745,152

Costs incurred on specific projects

(3,965,569) (4,643,774)

Advances extended/(consumed) for specific projects

545,322 356,885

Net cash generated from/(used) in financing activities (C)

1,100,441 (541,737)

Net decrease in cash and cash equivalents (A+B+C)

(407,982) (724,457)

Cash and cash equivalents at beginning of the year

557,024 1,281,481

Cash and cash equivalents at end of the year

149,042 557,024

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

M.A.S.

[Signature]
Managing Director

[Signature]
Member SIDA Board

[Signature]
General Manager Finance