

Audited Project Financial Statements

Project Number: 42180-013
Loan Numbers: 3045-BAN, 3046-BAN(SF)
Period covered: 1 July 2014 to 30 June 2015

BAN: Second Public-Private Infrastructure Development Facility

Prepared by Infrastructure Development Company Limited

For the Asian Development Bank
Received on 31 December 2015

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Public Communications Policy 2011 and as agreed between ADB and the Infrastructure Development Company Limited.

FOREIGN-AIDED PROJECTS AUDIT DIRECTORATE
AUDIT COMPLEX (6TH FLOOR)
SEGUNBAGICHA, DHAKA.

No: 488/FAPAD/S-1/ADB/2014-2015/

Date: -12-2015.

Secretary
Economic Relations Division (ERD)
Ministry of Finance
Sher-e-Bangla Nagar, Dhaka-1207.

Sub: Audit Inspection Report on the accounts of "Second Public- Private Infrastructure Development Facility Project-II" financed by ADB Loan no.3045 BAN (OCR) and 3046 BAN (SF) for the FY 2014 - 2015.

The Auditor's Report along with a Management Letter containing audit observation on the accounts of the above mentioned project is enclosed for your kind information and necessary action.

Enclosure:

1. Auditor's Report
2. Financial Statements & notes to FS.
3. Audit Opinion on SOE
4. Management Letter
5. Auditor's Report on Special Account


(A.K.M. Jubaer)

Deputy Director
for Director General

Foreign Aided Projects Audit Directorate
Tel: 9361788


No: 488/FAPAD/S-1/ADB/2014-2015/ 852

Date: 27 12-2015.

Copy for information and necessary action to:

1. Secretary, Economic Relations Division (ERD), Ministry of Finance, Sher-e-Bangla Nagar, Dhaka-1207.
2. Country Director, Asian Development Bank, E-31, Sher-e-Bangla Nagar,
3. Project Director, "Second Public- Private Infrastructure Development Facility Project-II" IDCOL, 8, Panthapath, UTC Bhaban, (16 floor), Kawranbazar, Dhaka.
4. Office copy.




(A.K.M. Jubaer)

Deputy Director
for Director General

Foreign Aided Projects Audit Directorate
Tel: 9361788

Audit Inspection Report

on

The Accounts of
*“Second Public- Private Infrastructure Development
Facility Project-II”* Financed by ADB Loan no.3045 BAN
(OCR)
and 3046 BAN (SF) for the FY 2014 - 2015.

PART – I

Executive Summary & Audit Findings

Foreign Aided Projects Audit Directorate
Segunbagicha, Dhaka.

Information Regarding Audit

*	Name of Audit Unit	:	<i>"Second Public- Private Infrastructure Development Facility Project-II"</i>	
*	Nature of Audit	:	Financial audit	
*	Year of Audit	:	2014-2015	
*	Duration of Audit	:	08.12.2015 to 14.12.2015	
*	Audit Team	:	1. Kazi Shameem Hasan, A&A.O 2. Md. Nasir Hossain Talukder, Auditor	
*	Audit Methodologies	:	✓ Sampling & checking of Vouchers ✓ Verification of Financial Statement	
*	Scope of Audit	:	<ul style="list-style-type: none"> • Certification of Annual Financial Statement • The audit was conducted following International Auditing Standards (IAS) and practices of INTOSAI and also as per procedures prescribed by GOB and Development Partner. • Audit opinion is limited to the fund received and expenditure incurred by the project authority. • Review of Financial Management and Internal Control system. 	
*	Audit Status	:	1 st Year (2014-2015)	
*	Total estimated cost USD	:	USD 110,000,000	
*	Funding arrangement	:	GOB	Nil
		:	ADB	USD110,000,000.00
		:	Total	USD110,000,000.00
*	Current year cost	:	2014-2015	Tk.1,158,750,000.00
		:	Expenditure	Tk.1,158,750,000.00
		:		
*	Fund disbursement procedure	:	GOB : There is no provision of GOB fund.	

		<p>i) RPA Fund:</p> <p>A) Ordinary Capital Resources (OCR) fund was disbursed by ADB to Imprest Account no.3045 –BAN (OCR) maintained with Bangladesh Bank in US\$. Later on as per authorization from the Ministry of Finance those fund was transferred to operating account no. STD 000536000456, Janata Bank Limited, Ramna Corporate, Dhaka. During the year disbursement was made to the borrower vide direct payment procedure.</p> <p>B) On the basis of withdrawal application RPA fund was disbursed to Imprest Account maintained with Bangladesh Bank vide no. ADB loan no.3046-BAN (SF). Later on as per authorization from the Ministry of Finance those fund was transferred to operating account no. STD 000536000464, Janata Bank Limited, Ramna Corporate, Dhaka.</p> <p>ii) DPA fund: There was no provision of DPA fund for the project.</p>
*	Duration	: 05 Years.
*	Commencement of Project	: 06.04.2014
*	Completion of the Project	: 31.07.2019
*	Executing Agency	: Ministry of Finance, Economic Relations Division (ERD)
*	Implementing Agency	: Infrastructure Development Company Limited (IDCOL).
*	Funding Agency	: ADB
*	Program Objectives	<p>The objectives of the project is enhanced development of infrastructure including renewable energy (RE) facilities in Bangladesh:-</p> <p>(i) 4 (Four) large infrastructure projects.</p> <p>(ii) 33,333 Solar Home System (SHS).</p>

AUDITOR'S REPORT

Secretary
Economic Relations Division (ERD)
Ministry of Finance
Sher-e-Bangla Nagar, Dhaka-1207.

I. We have audited the accompanying financial statement of the “Second Public- Private Infrastructure Development Facility Project-II” finance by ADB Loan no.3045-BAN (OCR) and no.3046-BAN (SF) as on 30 June, 2015 and for the year then ended. The preparation of financial statement is the responsibility of management. Our responsibility is to express an opinion on the financial statement based on our audit.

II. We conducted our audit following International Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement. An audit includes examining, on test basis, evidences supporting the amounts and disclosures in the financial statement. An audit also includes assessing the accounting principles used and significant estimates made by the management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

III. In our opinion, the financial statement presents a fair view, in all materials respects, of the financial position “Second Public- Private Infrastructure Development Facility Project-II” finance by ADB Loan no.3045-BAN (OCR) and no.3046-BAN (SF) as on 30 June, 2015 and the result of its operations and its cost flows for the year then ended in accordance with the cash basis of accounting followed by the Government of Bangladesh.

IV. *Opinion Status: Unqualified*



(A.K.M. Jubair)

Deputy Director
for Director General

Foreign Aided Projects Audit Directorate

Tel: 9361788

PPIDF-II ADB Loan No. 3045-BAN (OCR)
Project Financial Statement
30th June, 2015

Resources	Notes	Cumulative Prior Period	Current Period	Cumulative Current Period
Government of Bangladesh	1	-	-	-
Loan from Development Partner	2	-	1,158,750,000	1,158,750,000
Other Resources	3	-	-	-
Cash Opening Balance		-	-	-
Total Resources		-	1,158,750,000	1,158,750,000

Expenditure and Cash				
1. Financing for Other Renewable energy applications		-	1,158,750,000	1,158,750,000
2. Program Support Administrative Cost		-	-	-
3. PO Staff & Customer training		-	-	-
4. Technical Inspections		-	-	-
5. Technical audits carried out by an audit firm		-	-	-
6. Independent engineers cost		-	-	-
7. Bank charges, taxes & transfers		-	-	-
Total Expenditure		-	1,158,750,000	1,158,750,000

Closing Balance				
Imprest A/c		-	-	-
Operating Account (RPA)	4	-	-	-
Operating Account (GOB)		-	-	-
Total Expenditure & Cash		-	1,158,750,000	1,158,750,000

Nahida
Nahida Akter
 Accounts Officer
 Infrastructure Development
 Company Limited (IDCOL)

Ziaul Alam
Md. Ziaul Alam, ACA
 Unit Head, Financial Reporting & Control
 Infrastructure Development Company
 Limited (IDCOL)

Verified
15.12.15
KAZI SHAMEEM HASAN
 Audit & Accounts Officer
 Foreign Aided Project Audit Directorate
 Govt. of the People's Republic of Bangladesh
 Audit Complex (6th Floor)
 Segun Bagicha, Dhaka.

PPIDF-II ADB Loan No. 3045-BAN (OCR)
NOTES TO FINANCIAL STATEMENT
30th June, 2015

1 GOVERNMENT OF BANGLADESH

There is no provision of GoB's share eligible for project expenditure

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Disbursement by GOB	-	-	-
Less: Refund to GOB	-	-	-
Total	-	-	-

2 Loan FROM LENDER/DONOR

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Initial Advance	-	-	-
Direct Payment	-	1,158,750,000	1,158,750,000
SOE Procedure	-	-	-
Non SOE Procedure	-	-	-
Total	-	1,158,750,000	1,158,750,000

3 OTHER RESOURCES

Other resources consists of the following. (in taka)

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Project Revenue	-	-	-
Bank Interest	-	-	-
Total	-	-	-

4 CASH (Closing Balance)

The project has two bank accounts of which one is USD Imprest Account maintained with Bangladesh Bank and another is operating account maintained with Janata Bank Ltd.

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Imprest Account	-	-	-
Operating Account (RPA)	-	-	-
Operating Account (GOB)	-	-	-
Total	-	-	-

Rahid
15-12-15
Kazi Shameem Hasan
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Ullah
Md. Ziaul Alam, ACA
 Unit Head, Financial Reporting & Control
 Infrastructure Development Company
 Limited (IDCOL)


PPIDF-II ADB Loan No. 3046-BAN (SF) -Renewable Energy Project
Project Financial Statement
30th June, 2015

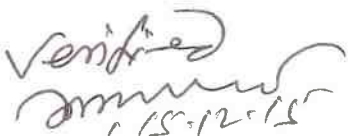
Resources	Notes	Cumulative Prior Period	Current Period	Cumulative Current Period
Government of Bangladesh	1	-	-	-
Loan from Development Partner	2	-	77,800,000	77,800,000
Other Resources	3	-	-	-
Cash Opening Balance		-	-	-
Total Resources		-	77,800,000	77,800,000

Expenditure and Cash				
1. Financing to POs for installing SHS in the rural areas of Bangladesh		-	-	-
2. Bank charges, taxes & transfers		-	-	-
Total Expenditure		-	-	-

Closing Balance				
Imprest A/c		-	-	-
Operating Account (RPA)	4	-	77,800,000	77,800,000
Operating Account (GOB)		-	-	-
Total Expenditure & Cash		-	77,800,000	77,800,000


Nahida Akter
 Accounts Officer
 Infrastructure Development
 Company Limited (IDCOL)


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 Unit Head, Financial Reporting & Control
 Infrastructure Development Company
 Limited (IDCOL)


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PPIDF-II ADB Loan No. 3046-BAN (SF)- Renewable Energy Project
NOTES TO FINANCIAL STATEMENT
30th June, 2015

1 GOVERNMENT OF BANGLADESH

There is no provision of GoB's share eligible for project expenditure

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Disbursement by GOB	-	-	-
Less: Refund to GOB	-	-	-
Total	-	-	-

2 Loan FROM Lender/Donor

Loan Receipt. (in taka)

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Initial Advance	-	-	-
Direct Payment	-	-	-
SOE Procedure	-	77,800,000	77,800,000
Non SOE Procedure	-	-	-
Total	-	77,800,000	77,800,000

3 OTHER RESOURCES

Other resources consists of the following. (in taka)

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Project Revenue	-	-	-
IDCOLs contribution	-	-	-
Total	-	-	-

4 CASH (Closing Balance)

The project has two bank accounts of which one is USD Imprest Account maintained with Bangladesh Bank and another is operating account maintained with Janata Bank Ltd.

	Inception to 30th June 2014	For the year 2014-2015	Inception to 30th June 2015
Imprest Account	-	-	-
Operating Account (RPA)	-	77,800,000	77,800,000
Operating Account (GOB)	-	-	-
Total	-	77,800,000	77,800,000

Nahida
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 Accounts Officer
 Infrastructure Development
 Company Limited (IDCOL)

Verified
20/06/15
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