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Zhang Fang

中华人民共和国甘肃省审计厅
Gansu Provincial Audit Office of the People's Republic of China

审计报告

Audit Report

甘审外报〔2016〕14号

GANSU AUDIT REPORT〔2016〕NO. 14

项目名称:世界银行贷款甘肃统筹城乡发展基础设施建设项目
Project Name: World Bank Loan Gansu Rural-Urban Integration
Development Infrastructure Project

贷款号: 8480-CN
Loan No.: 8480-CN

项目执行单位:武威市利用世界银行贷款建设城乡融合发展
核心区基础设施项目领导小组办公室
世行贷款临夏县统筹城乡发展基础设施项目
执行办公室

Project Entity: Wuwei City World Bank Loan Rural-Urban
Integration Development Project Implementation
Leading Group Office
World Bank Loan Gansu Rural-Urban Integration
Development Infrastructure Project Linxia County
Project Implementation Office

会计年度: 2015
Accounting Year: 2015

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一、审计师意见

审 计 师 意 见

武威市利用世界银行贷款建设城乡融合发展核心区基础设施项目领导小组办公室、世行贷款临夏县统筹城乡发展基础设施项目执行办公室：

我们审计了世界银行贷款甘肃统筹城乡发展基础设施建设项目 2015 年 12 月 31 日的资金平衡表及截至该日同年度的项目进度表和贷款协定执行情况表等特定目的财务报表及财务报表附注（第 5 页至第 16 页）。

（一）项目执行单位对财务报表的责任

编制上述财务报表中的资金平衡表、项目进度表及贷款协定执行情况表是你办的责任，这种责任包括：

1. 按照中国的会计准则、会计制度和本项目贷款协定的要求编制项目财务报表，并使其实现公允反映；
2. 设计、执行和维护必要的内部控制，以使项目财务报表不存在由于舞弊或错误而导致的重大错报。

（二）审计责任

我们的责任是在执行审计工作的基础上对财务报表发表审计意见。我们按照中国国家审计准则和国际审计准则的规定执行了审计工作，上述准则要求我们遵守审计职业要求，计划和执行审计工作以对项目财务报表是否不存在重大错报获取合理保证。

为获取有关财务报表金额和披露信息的有关证据，我们实施了必要的审计程序。我们运用职业判断选择审计程序，这些程序包括对由于舞弊或错误导致的财务报表重大错报风险的评估。在进行风险评估时，为了设计恰当的审计程序，我们考虑了与财务报表相关的内部控制，但目的并非对内部控制的有效性发表意见。审计工作还包括评价所选用会计政策的恰当性和作出会计估计的合理性，以及评价财务报表的总体列

报。

我们相信，我们获取的审计证据是适当的、充分的，为发表审计意见提供了基础。

（三）审计意见

我们认为，第一段所列财务报表在所有重大方面按照中国的会计准则、会计制度和本项目贷款协定的要求编制，公允反映了世界银行贷款甘肃统筹城乡发展基础设施建设项目 2015 年 12 月 31 日的财务状况及截至该日同年度的财务收支、项目执行情况。

（四）其他事项

2015 年度未发生提款报账。未开设专用账户。

本审计师意见之后，共同构成审计报告的还有两项内容：财务报表及财务报表附注和审计发现的问题及建议。

中华人民共和国甘肃省审计厅
2016 年 6 月 27 日



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I. Auditor's Opinion

Auditor's Opinion

To Wuwei City World Bank Loan Rural-Urban Integration Development Project Implementation Leading Group Office, World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project Linxia County Project Implementation Office:

We have audited the special purpose financial statements (from page 5 to page 16) of World Bank Loan Rural-Urban Integration Development Infrastructure Project, which comprise the Balance Sheet as of December 31, 2015, the Summary of Sources and Uses of Funds by Project Component, the Statement of Implementation of Loan Agreement, the Statement of Implementation of Grant Agreement for the year then ended, and Notes to the Financial Statements.

Project Entity's Responsibility for the Financial Statements

The preparation of the Balance Sheet, Statement of Project investment progress, Statement of Project implementation progress, Statement of Implementation of Loan Agreement is the responsibility of your entity, which includes:

- i. Preparing and fair presenting the accompanying financial statements in accordance with Chinese accounting standards and system, and the requirements of the project Loan agreement;
- ii. Designing, implementing and maintaining necessary internal control to ensure that the financial statements are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with the Government Auditing Standards of the People's Republic of China and International Standards on Auditing. 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 entities' 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 entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is appropriate and sufficient to provide a basis for our audit opinion.

Audit Opinion

In our opinion, the financial statements identified in the first paragraph present fairly, in all material respects, financial position of World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project financed by the word bank as of December 31, 2015, its financial receipts and disbursements, the project implementation for the year in accordance with Chinese accounting standards and system, and the requirements of the project loan agreement.

Other Matter

In 2015, no application and withdrawal occurred. No special account opened.

The audit report consists of the Auditor's Opinion and two more parts hereinafter: Financial Statements and Notes to the Financial Statements, Audit Findings and Recommendations.

Gansu Provincial Audit Office of the People's Republic of China
June 27, 2016

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The English translation is for the convenience of report users; Please take the Chinese audit report as the only official version.

二、财务报表及财务报表附注

II. Financial Statements and Notes to the Financial Statements

(一) 资金平衡表

i. Balance Sheet

资 金 平 衡 表 BALANCE SHEET

2015 年 12 月 31 日

(As of December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

货币单位: 人民币元

Prepared by: Wuwei PMO、Linxia PMO

Currency Unit: RMB Yuan

资 金 占 用 Application of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance	资 金 来 源 Sources of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance
一、项目支出合计 Total Project Expenditures	1	-	75,023,891.75	一、项目拨款合计 Total Project Appropriation Funds	28	-	26,322,331.52
1. 交付使用资产 Fixed Assets Transferred	2	-	-	二、项目资本与项目资本公积 Project Capital and Capital Surplus	29	-	-
2. 待核销项目支出 Construction Expenditures to be Disposed	3	-	-	其中:捐赠款 Including: Grants	30	-	-
3. 转出投资 Investments Transferred-out	4	-	-	三、项目借款合计 Total Project Loan	31	-	2,435,100.00
4. 在建工程 Construction in Progress	5	-	75,023,891.75	1. 项目投资借款 Total Project Investment Loan	32	-	2,435,100.00
二、应收生产单位投资借款 Investment Loan Receivable	6	-	-	(1) 国外借款 Foreign Loan	33	-	-
其中:应收生产单位世行贷款 Including: World Bank Investment Loan Receivable	7	-	-	其中:国际开发协会 Including: IDA	34	-	2,435,100.00
三、拨付所属投资借款 Appropriation of Investment Loan	8	-	-	国际复兴开发银行 IBRD	35	-	-
其中:拨付世行贷款 Including: Appropriation of World Bank Investment Loan	9	-	-	技术合作信贷 Technical Cooperation	36	-	-
四、器材 Equipment	10	-	-	联合融资 Co-Financing	37	-	-
其中:待处理器材损失 Including: Equipment Losses in Suspense	11	-	-	(2) 国内借款 Domestic Loan	38	-	-

后续 (To be continued)

资 金 平 衡 表 (续前)

BALANCE SHEET (continued)

2015 年 12 月 31 日

(As of December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

货币单位: 人民币元

Prepared by: Wuwei PMO、Linxia PMO

Currency Unit: RMB Yuan

资 金 占 用 Application of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance	资 金 来 源 Sources of Fund	行次 Line No.	期初数 Beginning Balance	期末数 Ending Balance
五、货币资金合计 Total Cash and Bank	12	-	2,634,327.76	2. 其他借款 Other Loan	39	-	-
1. 银行存款 Cash in Bank	13	-	2,633,298.44	四、上级拨入投资借款 Appropriation of Investment Loan	40	-	-
其中:专用账户存款 Including: Special Account	14	-	-	其中:拨入世行贷款 Including: World Bank Loan	41	-	-
2. 现金 Cash on Hand	15	-	1,029.32	五、企业债券资金 Bond Fund	42	-	-
六、预付及应收款合计 Total Prepaid and Receivable	16	-	100,000.00	六、待冲项目支出 Construction Expenditures to be Offset	43	-	-
其中:应收世行贷款利息 Including: World Bank Loan Interest Receivable	17	-	-	七、应付款合计 Total Payable	44	-	49,008,293.96
应收世行贷款承诺费 World Bank Loan Commitment Fee Receivable	18	-	-	其中:应付世行贷款利息 Including: World Bank Loan Interest Payable	45	-	-
应收世行贷款资金占用费 World Bank Loan Service-Fee Receivable	19	-	-	应付世行贷款承诺费 World Bank Loan Commitment Fee Payable	46	-	-
七、有价证券 Marketable Securities	20	-	-	应付世行贷款资金占用费 World Bank Loan Service Fee Payable	47	-	-
八、固定资产合计 Total Fixed Assets	21	-	10,997.52	八、未交款合计 Other Payables	48	-	-
固定资产原价 Fixed Assets, Cost	22	-	-	九、上级拨入资金 Appropriation of Fund	49	-	-
减:累计折旧 Less: Accumulated Depreciation	23	-	-	十、留成收入 Retained Earnings	50	-	3,491.55
固定资产净值 Fixed Assets, Net	24	-	-				
固定资产清理 Fixed Assets Pending Disposal	25	-	-				
待处理固定资产损失 Fixed Assets Losses in Suspense	26	-	-				
资金占用合计 Total Application of Fund	27	-	77,769,217.03	资金来源合计 Total Sources of Fund	51	-	77,769,217.03

(二) 项目进度表

ii. Summary of Sources and Uses of Funds by Project Component

项 目 进 度 表 (一)
SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT I

本期截至 2015 年 12 月 31 日 (For the period ended December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

Prepared by: Wuwei PMO、Linxia PMO

货币单位: 人民币元
Currency Unit: RMB Yuan

项 目 内 容 Project Component	本 期		Current Period		累 计	Cumulative	
	本年计划额 Current Period Budget	本期发生额 Current Period Actual	本期完成比 Current Period % Completed	项目总计划 额 Life of PAD		累计完成额 Cumulative Actual	累计完成比 Cumulative % Completed
资金来源合计 (Total Sources of Funds)	28,757,431.52	28,757,431.52	100.00%	1,387,682,900.00		28,757,431.52	2.07%
一、国际金融组织贷款 International Financing	2,435,100.00	2,435,100.00	100.00%	915,000,000.00		2,435,100.00	0.27%
1. 国际复兴开发银行 IBRD	2,435,100.00	2,435,100.00	100.00%	915,000,000.00		2,435,100.00	0.27%
2. 国际开发协会 IDA	-	-	-	-		-	-
二、配套资金 Counterpart Financing	26,322,331.52	26,322,331.52	100.00%	472,682,900.00		26,322,331.52	5.57%
1. 省级配套 Province Level Counterpart Fund	-	-	-	-		-	-
2. 市级配套 Municipal Level Counterpart Fund	-	-	-	-		-	-
3. 县级配套 County Level Counterpart Fund	26,322,331.52	26,322,331.52	100.00%	472,682,900.00		26,322,331.52	5.57%

后续 (To be continued)

项目进度表 (一)

SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT I

本期截至 2015 年 12 月 31 日 (For the period ended December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

Prepared by: Wuwei PMO、Linxia PMO

货币单位: 人民币元

Currency Unit: RMB Yuan

项目内容 Project Component	本期 (Current Period)		累计 (Cumulative)	
	本年计划额 Current Year Budget	本期发生额 Current Period Actual	项目总计划 Project Budget	累计完成额 Cumulative Actual
资金运用合计 Total Application of Funds	75,023,891.75	75,023,891.75	1,387,682,900.00	75,023,891.75
1.武威道路网络提升 Wuwei Road Network Upgrade	12,823,868.50	12,823,868.50	845,234,300.00	12,823,868.50
2.临夏道路网络提升 Linxia Road Network Upgrade	59,745,050.75	59,745,050.75	447,154,400.00	59,745,050.75
3.咨询服务与能力建设 Consulting Services and Capacity Building	19,872.50	19,872.50	24,808,700.00	19,872.50
4.承诺费 Commitment Fees	-	-	7,893,400.00	-
5.建设期利息 Loan Interest	-	-	60,304,600.00	-
6.先征费 Front-end Fees	2,435,100.00	2,435,100.00	2,287,500.00	2,435,100.00
7.汇兑损益 Exchange Gains or Losses	-	-	-	-
差异 (Difference)		(46,266,460.23)		(46,266,460.23)
1、应收款变化 (Change in Receivables)		100,000.00		100,000.00
2、应付款变化 (Change in Payables)		(49,008,293.96)		(49,008,293.96)
3、货币资金变化 (Change in Cash and Bank)		2,634,327.76		2,634,327.76
4、其他 (Other)		7,505.97		7,505.97

项 目 进 度 表 (二) SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT II

本期截至 2015 年 12 月 31 日 (For the period ended December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

Prepared by: Wuwei PMO、Linxia PMO

货币单位: 人民币元

Currency Unit: RMB Yuan

项 目 内 容 Project Component	项 目 支 出 (Project Expenditure)						
	累计支出 Cumulative Amount	已 移 交 资 产 (Asset Transferred)			在建工程 Work in Progress	待核销项目支出 Constructions Expenditures to be disposed	转出投资 Investments Transferred-out
		固定资产 Fixed Asset	流动资产 Current Assets	无形资产 Intangible Assets	递延资产 Deferred Assets		
1. 武威道路网络提升 Wuwei Road Network Upgrade	12,823,868.50	-	-	-	-	12,823,868.50	-
2. 临夏道路网络提升 Linxia Road Network Upgrade	59,745,050.75	-	-	-	-	59,745,050.75	-
3. 咨询服务与能力建设 Consulting Services and Capacity Building	19,872.50	-	-	-	-	19,872.50	-
4. 承诺费 Commitment Fees	-	-	-	-	-	-	-
5. 建设期利息 Loan Interest	-	-	-	-	-	-	-
6. 先征费 Front-end Fees	2,435,100	-	-	-	-	2,435,100	-
7. 汇兑损益 Exchange Gains or Losses	-	-	-	-	-	-	-
合计 Total Application of Funds	75,023,891.75	-	-	-	-	75,023,891.75	-

(三) 贷款协定执行情况表

iii. Statement of Implementation of Loan Agreement

贷款协定执行情况表

STATEMENT OF IMPLEMENTATION OF LOAN AGREEMENT

本期截至 2015 年 12 月 31 日 (For the period ended December 31, 2015)

项目名称: 世界银行贷款甘肃省统筹城乡发展基础设施建设项目

Project Name: World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project

编报单位: 武威项目办、临夏项目办

Prepared by: Wuwei PMO、Linxia PMO

货币单位: 人民币元

Currency Unit: RMB Yuan

类 别 Category	核定贷款金额 Loan Amount 折合美元 USD	本 年 度 提 款 Amount of Current-period Withdrawals		累 计 提 款 数 Accumulated Amount of Withdrawals	
		折合美元 USD	折合人民币 RMB	折合美元 USD	折合人民币 RMB
(1) 土建工程 Civil Works	135,277,000.00	-	-	-	-
(2) 货物、非咨询服务、咨询服务、培训和研讨, 增量的运营成本 Goods, non-consulting services, consulting services, training and seminars, incremental operating costs	3,168,000.00	-	-	-	-
(3) 先征费 Front-end Fees	375,000.00	375,000.00	2,435,100.00	375,000.00	2,435,100.00
(4) 建设期利息和其他费用 Loan Interest and Other Costs	11,180,000.00	-	-	-	-
(5) 利率上限或利率双限溢价 Interest rate cap or interest rate premium double limit	-	-	-	-	-
总计 Total	150,000,000.00	375,000.00	2,435,100.00	375,000.00	2,435,100.00

美元与人民币兑换率为: 1美元=6.4936人民币 Exchange rate: USD 1 = RMB 6.4936 yuan

（五）财务报表附注

财务报表附注

1.项目概况

世界银行贷款甘肃省统筹城乡发展基础设施建设项目贷款号 8480-CN，项目的发展目标是为武威市和临夏县的居民提供城乡间更为便捷的交通连接服务。项目涉及武威市凉州区、古浪县和临夏县，主要建设内容包括新建或改建道路 15 条，开展相应的咨询、培训活动。项目贷款协定于 2015 年 5 月 25 日签订，于 2015 年 8 月 21 日生效，项目估算总投资为 138,768.29 万元，其中世界银行贷款总额为 15,000 万美元，折合人民币 91,500.00 万元。贷款期 25 年（含宽限期 6 年），预计于 2021 年 6 月 30 日关账。

2.财务报表编制范围

本财务报表的编制范围包括武威市凉州区项目办、古浪县项目办和临夏县项目办的财务报表。

3.主要会计政策

3.1 本项目财务报表按照财政部《世界银行贷款项目会计核算办法》（财际字〔2000〕13 号）的要求编制。

3.2 会计核算年度采用公历年制，即公历每年 1 月 1 日至 12 月 31 日。

3.3 本项目会计核算以“权责发生制”作为记账原则，采用借贷复式记账法记账，以人民币为记账本位币。

3.4 按照中国人民银行 2015 年 12 月 31 日汇率，即 USD1=人民币 6.4936 元。

4.报表科目说明

4.1 项目支出

2015 年项目支出人民币 75,023,891.75 元，累计支出人民币 75,023,891.75 元，占总投资计划的 5.41%。

4.2 货币资金

2015 年 12 月 31 日货币资金余额为人民币 2,634,327.76 元，比年初增加人民币 2,634,327.76 元。

4.3 预付及应收款

2015 年 12 月 31 日余额为人民币 100,000.00 元，为临夏县项目办应收永靖建筑工程公司的项目电力设施改道迁移费发票人民币 100,000.00 元。

4.4 项目拨款

2015 年 12 月 31 日余额为人民币 26,322,331.52 元，是县（区）级到位的配套资金。

项目计划配套资金总额人民币 472,682,900.00 元，截至 2015 年 12 月 31 日到位配套人民币 26,322,331.52 元，占计划的 5.57%。

4.5 项目借款

2015 年 12 月 31 日余额为人民币 2,435,100.00 元，其中，国际复兴开发银行贷款额为 375,000.00 美元，折合人民币 2,435,100.00 元。

截至 2015 年 12 月 31 日，累计提取世界银行贷款资金 375,000.00 美元，占贷款总额的 0.25%。全部为世行贷款先征费。

4.6 应付款

2015 年 12 月 31 日余额为人民币 49,008,293.96 元，其中，临夏县子项目：应付银广厦集团快速通道至新集镇连接段工程进度款人民币 13,147,265.94 元，应付银广厦集团快速通道至尹集镇连接段工程进度款人民币 9,662,554.75 元，应付江苏交通科学研究院项目勘察设计费人民币 3,908,420.00 元，应付兰州大学环评报告编制费人民币 106,000.00

元，应付借入临夏县财政局项目周转金人民币 19,900,000.00 元，应付甘肃昭通路桥公司马麻三级公路质量保留金人民币 1,258,773.37 元，应付银广厦集团快速通道至新集镇连接段工程质量保留金人民币 541,985.45 元，应付银广厦集团快速通道至尹集镇连接段工程质量保留金人民币 351,419.45 元；武威市子项目：应付兰州大学应用技术研究环评编制费人民币 99,700.00 元，应付武威市土地勘测规划院测绘费人民币 32,175.00 元，应付江苏交通科学研究院勘察设计费人民币 500,000.00 元，应付兰州大学的环评报告费人民币 100,000.00 元，应付武威土地勘测设计院测绘费人民币 68,364.00 元，应付河北水利勘测院的水保方案费人民币 128,000.00 元，应付中海建招标代理费人民币 600,000.00 元，应付河海大学移民方案编制费人民币 260,000.00 元。

4.7 留成收入

2015 年 12 月 31 日余额为人民币 3,491.55 元，主要是银行存款利息收入。

5. 专用账户使用情况

截至 2015 年 12 月 31 日，本项目省级专用账户尚未开设。

6. 其它需要补充的说明的情况

项目总投资变更说明：2015 年 9 月，世行评估团队对甘肃统筹城乡基础设施建设项目进行了最终评估，在评估中，为了减轻地方配套资金压力，在世行贷款总金额不变的情况下，将原来的项目内容进行了调整，其中武威市子项目核减金额为人民币 37,286.25 万元，临夏县子项目核减金额为人民币 14,453.95 万元，核减后项目总投资为人民币 138,768.29 万元。

iv. Notes to the Financial Statements

Notes to the Financial Statements

1. Project overview

World Bank Loan Gansu Rural-Urban Integration Development Infrastructure Project (No.8480-CN) is the project development objective is to provide more convenient transportation between the urban and rural connectivity services for residents in Wuwei City and Linxia County. Project involves Liangzhou District of Wuwei City, Gulang County and Linxia County, the main construction contents include 15 new or renovated roads, carry out the corresponding consulting, training activities. The Loan Agreement was signed on May 25, 2015 and became effective on Aug. 21, 2015. The estimated total amount is RMB 1,387,682,900 Yuan, in which World bank loan RMB US\$15,000,000.00, converted into RMB was 915,000,000.00 Yuan. the loan will have a 25-year term including a grace period of 6 years. The account of the project will be closed on June 30, 2021.

2. Scope of the Financial Statements

The scope of the financial statements cover the financial statements of Wuwei City Liangzhou District PMO, Gulang County PMO and Linxia County PMO.

3. Accounting Policies

3.1 The Financial Statements of the project were prepared according to the requirements of *Accounting Methods for the World Bank Financed Project (Caijizi[2000]No.13)* .

3.2 In accounting practice, the Gregorian calendar year is adopted as the fiscal year from January 1 to December 31.

3.3 The accrual basis and the debit/credit double entry bookkeeping method are adopted. RMB is used as the recording currency of bookkeeping.

3.4 The exchange rate adopted in the financial statements was the exchange rate on December 31, 2015 of the People's Bank of China, which was USD1=RMB 6.4936 Yuan.

4. Explanation of Subjects

4. 1 Project expenditures

The project expenditure in 2015 was RMB 75,023,891.75 Yuan, cumulative expenditure RMB 75,023,891.75 Yuan, which accounted for 5.41% of the total investment plan.

4. 2 Cash and Bank

Up to December 31, 2015, the balance was RMB 2,634,327.76 Yuan. Increased RMB 2,634,327.76 Yuan than the year beginning.

4. 3 Prepaid and Receivable

Its balance on December 31, 2015 was RMB 100,000.00 Yuan, Linxia PMO receivable Yongjing County Construction Company project power facilities diversion removal costs RMB 100,000.00 Yuan.

4.4 Project Appropriation Funds

The balance on December 31, 2015 was RMB 26,322,331.52 Yuan, mainly County (District) level counterpart funds.

Project total counterpart funds is RMB 472,682,900.00 Yuan. By the end of Dec. 31, 2015, counterpart funds in place was RMB 26,322,331.52 and accounting for 5.57% of the plan.

4.5 Project Loan

The balance on December 31, 2015 was RMB 2,435,100.00 Yuan, in which IBRD loan US\$ 375,000.00, converted into RMB was 2,435,100.00 Yuan.

By the end of Dec. 31, 2015, accumulative withdraw World Bank loan funds UD\$ 375,000.00, accounting 0.25% of total loan, all are World Bank loan front-end fees.

4.6 Payable

The balance on December 31, 2015 was RMB 49,008,293.96 Yuan, in which Linxia County subproject, payable Yinguangxia Group Fast Track to a Xinji Town connection section progress payments RMB 13,147,265.94 Yuan; payable Yinguangxia Group Fast Track to a Yinji Town connection section progress payments RMB 9,662,554.75 Yuan; payable Jiangsu Transportation Research Institute project survey and design fees RMB 3,908,420.00 Yuan; payable Lanzhou University Environmental Impact Assessment Report preparation fees RMB 106,000.00 Yuan; payable Linxia County Finance Bureau project borrowing working capital RMB 19,900,000.00 Yuan; payable Gansu Zhaotong Road and Bridge Company Mama C-level road quality retention RMB 1,258,773.37 Yuan; payable Yinguangxia Group Fast Track to

a Xinji Town connection section quality retention RMB 541,985.45 Yuan; payable Yinguangxia Group Fast Track to a Yinji Town connection section quality retention RMB 351,419.45 Yuan. Wuwei subproject, payable Lanzhou University Application Technology Environmental Impact Assessment preparation fee RMB 99,700.00 Yuan; payable Wuwei City Land Surveying and Planning Institute surveying and drawing fee RMB 32,175.00 Yuan; payable Jiangsu Transportation Research Institute project survey and design fees RMB 500,000.00 Yuan; payable Lanzhou University Environmental Impact Assessment Report preparation fees RMB 100,000.00 Yuan; payable Wuwei City Land Surveying and Planning Institute surveying and drawing fee RMB 68,364.00 Yuan; payable Hebei Water Survey and Design Institute of Soil and Water Conservation fee RMB 128,000.00 Yuan; payable COCITC tender agent fee RMB 600,000.00 Yuan, payable Hehai University immigration programming fees RMB 260,000.00 Yuan.

4.7 Retained Earnings

The balance on December 31, 2015 was RMB 3,491.55 Yuan, mainly interest earned of bank deposit.

5. Special Account

By the end of Dec. 31, 2015, the project provincial level has not yet opened Special Account.

6. Other Explanation for the Financial Statements

The total investment change description. In Sep. 2015, World Bank assessment team conducted a final evaluation for Gansu Rural-Urban Integration Development Infrastructure Project. In the assessment, in order to alleviate pressure on local counterpart funds, the total amount World Bank loans remain unchanged, the original project content has been adjusted, wherein Wuwei City subprojects subtract the amount of RMB 372.8625 million Yuan, Linxia County subprojects subtract the amount of RMB 144.5395 million Yuan, project total investment after subtract the amount of RMB 1387.6829 million Yuan.