



महालेखाकार (सा.सा.क्षे.ले.प) का कार्यालय, केरला तिरुवनन्तपुरम  
OFFICE OF THE ACCOUNTANT GENERAL (G & SSA), KERALA,  
THIRUVANANTHAPURAM - 695 001



No. SGS-II (HQ)IV/EAP/16-7/NHP/AC/17-18/2019-20/129  
Dated 26 July 2019.

To,

The Director,  
Ground Water Department,  
Jala Vijnana Bhavan,  
Ambalamukku, Kowdiar (P.O),  
Thiruvananthapuram.

Sir,

Sub: World Bank assisted National Hydrology Project Loan.No.8725 IN-  
Audit Report on the accounts (Ground Water Department) for the year  
2017-18 - forwarding of.

Audit Report on the Annual Financial Statement for the year 2017-18 relating to  
World Bank assisted National Hydrology Project ( Ground Water Department) is  
forwarded herewith. A Management Letter on internal control is being issued  
separately.

Yours faithfully,

*Anu Jose*  
26/7/19  
( Anu Jose )

Senior Deputy Accountant General (SGS-II)

Copy to :

1. The Secretary,  
Department of Economic Affairs, Ministry of Finance,  
Government of India, New Delhi.
2. The Director General (Report Central)  
Office of the Comptroller and Auditor General of India,  
Pocket 9, Deendayal Upadhyay Marg,  
New Delhi - 110124.

( Anu Jose )

Senior Deputy Accountant General (SGS-II)

**AUDIT REPORT ON THE PROJECT FINANCIAL STATEMENTS OF  
NATIONAL HYDROLOGY PROJECT LOAN NO.8725- IN (GROUND  
WATER COMPONENT) FOR THE YEAR ENDED 31-03-2018**

We have audited the accompanying revised financial statements of the National Hydrology Project financed under World Bank Loan No 8725- IN which comprise the Statement of Sources and Applications of Funds, and Reconciliation of Claims to Total Applications of Funds for the year ended 31/03/2018. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statements based on our audit.

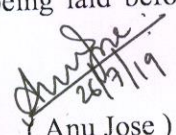
We conducted our audit in accordance with the Auditing Standards promulgated by the Comptroller and Auditor General of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our audit examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the sources and application of funds of National Hydrology Project for the year ended 31/03/2018 in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect to SOEs, adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditures incurred; and (b) except for the ineligible expenditures as detailed in the audit observations appended to this audit report expenditures are eligible for financing under the Loan/Credit Agreement. During the course of the audit, SOEs for Rs. 6.09 lakh and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

This report is issued without prejudice to CAG's right to incorporate the audit observations in the Report of CAG of India for being laid before Parliament/State Legislature.

Thiruvananthapuram  
26 July 2019.

  
(Anu Jose)  
Senior Deputy Accountant General(SGS - II)

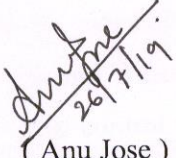


Appendix

Audit Observations

NIL

Thiruvananthapuram  
26 July 2019.

  
(Anu Jose )  
Senior Deputy Accountant General(SGS - II)