

**OFFICE OF THE ACCOUNTANT GENERAL (AUDIT)**

**NAGALAND, KOHIMA.**

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**AUDIT CERTIFICATE**

**To,**

**The Director (HP)  
Ministry of Water Resources, RD & GR,  
National Hydrology Project.**

**Report on the Project Financial Statements**

We have audited the accompanying financial statements of the World Bank Assisted **National Hydrology Project**, (*Chief Engineer, Irrigation & Flood Control, Nagaland, Kohima*) under World Bank Loan No.8725-IN which comprise the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds for the year ended **31<sup>st</sup> March, 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 have 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 mis-statement. Our audit examined, 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 Project Financial Statements present fairly, in all material respects, the sources and applications of funds of National Hydrology Project for the year ended **31<sup>st</sup> March 2018** in accordance with Government of India accounting standards.

In addition, in our opinion, (a) with respect to Interim Unaudited Financial Report (IUFRs), adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditure incurred, and (b) except for ineligible expenditure as detailed in audit observations, if any appended to this audit report, expenditure are eligible for financing under the Loan Agreement. During the course of the audit, IUFRs and the connected documents were examined and these can be relied upon to support reimbursement under the Loan Agreement as per **Annexures A, B & C**.

This report is issued without prejudice to Comptroller and Auditor General of India's right to incorporate the audit observations in the Report of Comptroller and Auditor General of India being laid before Parliament/State or UT Legislature.



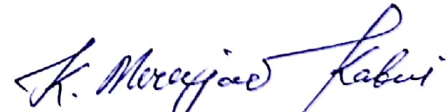
A. Pitoho Choppy  
Accountant General (Audit)

**Annexure-A**

**Statement showing the details of expenditure incurred i.e. category wise, component wise for the year ended 31<sup>st</sup> March 2018 in respect of World Bank assisted National Hydrology Project ( Loan No.8725-IN ),**

Components	Expenditure as per IUFR	Actual Expenditure as Verified in audit	Expenditure Disallowed In Audit	Expenditure Admitted in Audit
	RS.	RS.	RS.	RS.
	(A)	(B)	(C)	(D) = (B-C)
Component-A	282223	282223	-	282223
Component-B	-	-	-	-
Component-C	-	-	-	-
Component-D	5005212.70	5005212.70	-	5005212.70
Total	5287435.70	5287435.70	-	5287435.70

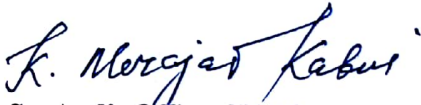
		Rs.
Expenditure admitted in Audit	(D)	5287435.70
Bank share of audited expenditure	(E) = 50% of D	2643717.85
Bank share claimed as per IUFR	(F) = 50% of A	2643717.85
Difference in claims	(G) = (F-E)	0

  
Sr. Audit Officer/FAW

**Annexure-B**

**Statement showing the details of disallowances made from the expenditure incurred during the year 2017-18 in respect of World Bank assisted National Hydrology Project ( Loan No.8725-IN ),**

<b>District/Unit office</b>	<b>Amount disallowed (RS.)</b>	<b>Reasons for disallowance</b>
-	-	-
-	-	-

  
**Sr. Audit Officer/FAW**

**Annexure-C**

**Statement showing the details of disallowance made from the expenditure incurred during the previous years now released during the year 2017-18 in respect of World Bank Assisted National Hydrology Project (NHP),**

<b>Sr.No</b>	<b>Name of the Division/unit</b>	<b>Year of Disallowance</b>	<b>Amount Now Released</b>	<b>Balance Disallowance amount</b>
-	-			

*K. Moniraj Kabur*  
Sr. Audit Officer/FAW