

29/12/2021
P128307



**Financial Attest Audit Report
on the Accounts of
Sindh Agriculture Growth Project (Livestock Component),
Hyderabad
IDA Credit No.5494-PK**

**Livestock & Fisheries Department
Government of Sindh
for the Financial Year 2020-21**

Auditor-General of Pakistan

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Abbreviations& Acronyms

AI	Artificial Insemination
DAB	Director Animal Breeding
DAC	Departmental Accounts Committee
DAH	Director Animal Husbandry
DCVDL	Director Central Veterinary Diagnostic Laboratory
DFM	District Field Manager
DPD	Deputy Project Director
GFR	General Financial Rules
GOS	Government of Sindh
IDA	International Development Association
ISSAI	International Standards of Supreme Audit Institutions
PIUs	Project Implementation Units
PMU	Project Management Unit
POL	Petrol Oil Lubricants
RFQ	Request for Quotation
SAGP	Sindh Agricultural Development Project
SFR	Sindh Financial Rules

PREFACE

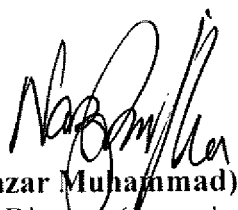
The Auditor General of Pakistan conducts audit subject to Article 169 and 170 of the Constitution of the Islamic Republic of Pakistan 1973, read with section 7 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance 2001.

The Financial Attest Audit of the Project "Sindh Agricultural Growth Project (Livestock Component) financed by the World Bank through IDA Credit No.5494-PK was carried out accordingly.

The Directorate General Audit Sindh, Karachi conducted audit of the Sindh Agricultural Growth Project (Livestock Component) in September, 2021 for the period 01st July 2020 to 30th June 2021 with a view to expressing opinion on financial statements and reporting significant findings to the stakeholders. Audit examined the economy, efficiency, and effectiveness of the Project. In addition, Audit also assessed, on test check basis, whether the management complied with applicable laws, rules, and regulations in managing the Project. The Audit Report indicates specific actions that, if taken, will help the management to realize the objectives of the Project.

The Report has been prepared for submission to the World Bank in terms of Loan Agreement.

Dated:
Karachi


(Nazar Muhammad)
Director General

PART - I

1. PROJECT OVERVIEW
2. AUDITOR'S REPORT TO THE MANAGEMENT
3. FINANCIAL STATEMENTS

PROJECT OVERVIEW

Name of Project	Sindh Agriculture Growth Project (Livestock Component)
Sponsoring Authority	Secretary. Agriculture Supply & Prices Department. Government of Sindh Through World Bank Loan
Executing Agency	Secretary Livestock & Fisheries Department. Government of Sindh.
Loan/Credit #	IDA-5494
PC-1 Cost	US\$ 88.7 million (US\$ 76.4 million Loan + US\$ 12.3 million Contribution from farmers)
Date of Loan/Credit Signing	25 th August , 2014
Date of Loan/Credit Effectiveness	30 th October 2014
Date of Completion	30 th June, 2019
Date of approval from ECNEC	7 th July 2014
Effective Loan/Credit Closing Date	31 st May 2021
Loan/Credit Utilization status in F.Y 2020-21	Rs669.242 million
Loan/Credit Utilization Up to Last F.Y 2019-20	Rs2,566.983 million

AUDITOR'S REPORT TO THE MANAGEMENT

The Director General Audit Sindh, Karachi has audited the accompanied Financial Statements, as of 30th June 2021, of the Project "Sindh Agriculture Growth Project (Livestock Component)" SAGP-L, financed through International Development Association (IDA) Credit No.5494-Pak.


Preparation of Financial Statements is the responsibility of the Management of the Project. Responsibility of the Audit is to express an opinion on the accompanying Statements based on the audit exercise.

The audit exercise was carried out in accordance with the International Standards of Supreme Audit Institutions (ISSAI). These Standards require the Audit to obtain reasonable assurance that the Financial Statements are free of material misstatements. This audit is based on the test check basis and includes findings, evidence supporting the amounts and disclosures in the Financial Statements. It also includes assessment of the Accounting Principles used by the Management in preparing Financial Statements. Professional approach has been applied in evaluation of Financial Statements to provide a reasonable basis for audit opinion.

In our opinion:

- A. The aforementioned Financial Statements that were subject to audit, fairly present in all material aspects the financial position of the Project "Sindh Agriculture Growth Project (Livestock Component)" (IDA) Credit No.5494-Pak and the results of its operations for the period ended 30.06.2021 are in conformity with Cash Basis International Public Sector Accounting Standard.
- B. The sums expended have been applied, in all material respects, for the purposes authorized by Parliament and have, in all material respects, been booked to the relevant grants and appropriations.

Dated:
Karachi


(Nazar Muhammad)
Director General

FINANCIAL STATEMENTS

SINDH AGRICULTURAL GROWTH PROJECT (LIVESTOCK COMPONENT)

IDA Credit No.5494-Pak

(LIVESTOCK & FISHERIES DEPARTMENT)

FOR THE YEAR ENDED 30th JUNE, 2021

Sindh Agricultural Growth Project (Livestock component)
Sindh Livestock & Fisheries Department
IDA Credit No. 5494 PAK

Statement of Cash Receipts & Payments

For the FY 2020-21

Notes								Cumulative		
	2020-2021 (PKR)	2019-2020 (PKR)	2018-2019 (PKR)	2017-2018 (PKR)	2016-2017 (PKR)	2015-2016 (PKR)	2014-2015 (PKR)	(PKR)	US Dollars	
Opening Balance	1	794,105,603	403,222,000	265,717,976	354,826,032	376,443,966	258,110,851	-		
Receipts/ Inflows										
IDA Designated Account	3		790,570,200	739,749,200	902,780,000	353,044,233	269,556,498	305,388,900	3,361,089,031	27,526,470.00
Government of Sindh	4									
Farmer's Contribution	5									
Total Receipts		794,105,603	1,193,792,200	1,005,467,176	1,257,606,032	729,488,199	527,667,349	305,388,900	3,361,089,031	27,526,470.00
Payments (By Components)										
A- Capacity Building and Institutional Development	6	268,464,030	149,711,232	276,674,045	416,207,027	98,306,867	14,728,757	400,000	1,224,951,958	10,079,571.40
B- Dairy Value Chain	7	314,638,315	161,709,223	238,874,765	512,733,024	271,308,832	102,665,606	24,106,396	1,576,016,161	13,047,000.14
C- Project Management and Monitoring and Evaluation	8	86,139,528	88,266,142	86,696,366	62,948,005	54,986,468	33,829,020	22,771,653	435,617,182	3,603,662.22
Total payments		669,241,873	399,686,597	602,245,176	991,888,056	374,662,167	151,223,383	47,278,049	3,236,225,301	26,736,233.92
Closing balances										
IDA Designated Account		124,863,730	794,105,603	403,222,000	265,717,976	354,826,032	376,443,966	258,110,851	124,863,730	794,105,603
Government of Sindh										
Farmer's Contribution										
Closing Balance		124,863,730	794,105,603	403,222,000	265,717,976	354,826,032	376,443,966	258,110,851	124,863,730	794,105,603
Cash at the beginning of the year										794,105,603
Increase/ Decrease in Cash										27,526,470.00
Cash at the end of the year										819,632,073

Note: The notes from 1-8 form an integral part of this cash flow statement of the Project

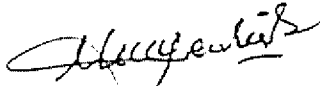
Expenditure of ILRI (International Livestock Research Institute) made through Direct Payment in Dollars from World Bank to ILRI Bank account in Citibank, New York, USA amount is not included in this statement. Please find the expenditure in next sheet in USD

M. H. Khan
DEPUTY PROJECT DIRECTOR
SINDH AGRICULTURAL GROWTH PROJECT
(LIVESTOCK COMPONENT)

Direct Third Party USD Payments from SAGP-LIVESTOCK

Payment to ILRI &
African center

S.No.	Transaction Date	Beneficiary	Claimed BILLS	Amount USD Paid after deductions ADV & Inc.Tax	Conversion Rate	PAK Rupees
1	31-May-21	ILRI- Nerobi Kenya 5th Bill Direct Payment at NEW YORK CITI Bank	\$ 373,618.00	\$ 118,346.13	154.940	PKR 18,336,549.38
2	25-Jun-20	ILRI- Nerobi Kenya 4th Bill Direct Payment at NEW YORK CITI Bank	\$ 156,391.21	\$ 95,389.41	167.350	PKR 15,963,418.96
3	07-Aug-19	ILRI- Nerobi Kenya 3rd Bill Direct Payment at NEW YORK CITI Bank	\$ 346,053.05	\$ 281,919.24	160.000	PKR 45,107,078.40
4	17-Jun-19	ILRI- Nerobi Kenya 2nd Bill Direct Payment at NEW YORK CITI Bank	\$ 124,588.55	\$ 105,783.70	157.200	PKR 16,629,205.89
5	15-Aug-18	ILRI- Nerobi Kenya 1st Bill Direct Payment at NEW YORK CITI Bank	\$ 172,647.05	\$ 155,382.34	122.565	PKR 19,044,427.34
6	27-Jun-18	ILRI- Nerobi Kenya Advance Direct Payment at NEW YORK CITI Bank	\$ 79,967.99	\$ 129,512.20	121.730	PKR 15,765,523.62
7	23-Oct-17	AFRICA CENTER FOR HOLISTIC	\$ 61,750.40	\$ 61,750.40	105.405	PKR 6,508,798.15
		Total	\$ 1,315,016.25	\$ 948,083.42	144.876	PKR 137,355,001.74


 DIRECTOR GENERAL
 ANIMAL AND FISH HEALTH PROJECT
 INTERNATIONAL CENTER FOR RESEARCH IN AGRI-CULTURE
 AND FISHERIES