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Financial Attest Audit Report
on the Accounts of
Sindh Agriculture Growth Project (Livestock Component),
Hyderabad
World Bank-assisted Loan No.5494-PK
Agriculture, Supply & Prices Department
Government of Sindh
for the Financial Year 2019-20

Auditor-General of Pakistan

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Abbreviations& Acronyms

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
ISSA	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
TA/DA	Travelling Allowance / Daily Allowance

PREFACE

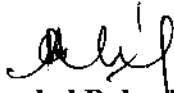
The Auditor General of Pakistan conducts audit subject to Article 169 and 170 of the Constitution of the Islamic Republic of Pakistan 1973, read with section 7 of the Auditor General's (Functions, Powers and Terms and Conditions of Service) Ordinance 2001.

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, 2020 for the period 01st July 2019 to 30th June 2020 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


(Miandad Rahoojo)
Director General

Sindh Agricultural Growth Project (Livestock Component)
Sindh Livestock & Fisheries Department
IDA Credit No. 5494 PAK
Statement of Cash Receipts & Payments
For the Year Ended June 30, 2020

Notes							Cumulative	
	2019-2020 (PKR)	2018-2019 (PKR)	2017-2018 (PKR)	2016-2017 (PKR)	2015-2016 (PKR)	2014-2015 (PKR)	(PKR)	US Dollars
Opening Balance	1	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	269,336,498	305,388,900	3,361,089,031
Government of Sindh	4	-	-	-	-	-	-	-
Farmer's contribution	5	-	-	-	-	-	-	-
Total Receipts		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
Payments (By Components)								
A- Capacity Building and Institutional Development	6	149,711,232	276,674,045	416,207,027	98,366,867	14,728,757	400,000	956,087,928
B- Dairy Value Chain	7	161,709,223	238,874,765	512,733,024	221,308,832	102,665,606	24,106,396	1,261,397,846
C- Project Management and Monitoring and Evaluation	8	88,266,142	86,696,366	62,948,005	54,986,468	33,829,020	22,771,653	349,497,654
Total Payments		399,686,597	602,245,176	991,888,056	374,662,167	151,223,383	47,278,049	2,566,983,428
Closing balances								
IDA Designated Account		794,105,603	403,222,000	265,717,976	354,826,032	376,443,966	258,110,851	794,105,603
Government of Sindh		-	-	-	-	-	-	-
Farmer's contribution		-	-	-	-	-	-	-
Closing balance		794,105,603	403,222,000	265,717,976	354,826,032	376,443,966	258,110,851	5,025,541,592


 DEPUTY PROJECT DIRECTOR PROJECT DIRECTOR
 SINDH AGRICULTURAL GROWTH PROJECT
 (LIVESTOCK COMPONENT)

Cash at the beginning of the year

			403,222.000
			+790,570,200

Increase /Decrease in Cash

Cash at the end of the year

794,105,603

Notes: - 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 Citi Bank, New York, USA amount is not included in above data. Please find bellow the expenditure in USD.

Direct Third Party USD Payments from SAGP-LIVESTOCK

S.No.	Transaction Date	Beneficiary	Amount USD	Conversion Rate	PAK Rupees
1	25-Jun-20	ILRI- Nerobi Kenya 4th Bill Direct Payment at NEW YORK CITI Bank	\$ 95,389.41	167.350	PKR 15,963,418.96
2	7-Aug-19	ILRI- Nerobi Kenya 3rd Bill Direct Payment at NEW YORK CITI Bank	\$ 281,919.24	160.000	PKR 45,107,078.40
3	17-Jun-19	ILRI- Nerobi Kenya 2nd Bill Direct Payment at NEW YORK CITI Bank	\$ 105,783.70	157.200	PKR 16,629,205.89
4	15-Aug-18	ILRI- Nerobi Kenya 1st Bill Direct Payment at NEW YORK CITI Bank	\$ 155,382.34	122.565	PKR 19,044,427.34
5	27-Jun-18	ILRI- Nerobi Kenya Advance Direct Payment at NEW YORK CITI Bank	\$ 129,512.20	121.730	PKR 15,765,523.62
6	23-Oct-17	AFRICA CENTER FOR HOLISTIC	\$ 61,750.40	105.405	PKR 6,508,798.15
		Total	\$ 829,737.29	143.441	PKR 119,018,452.36


Deputy Project Director
Sindh Agricultural Growth Project
Livestock Component


Project Director
Sindh Agricultural Growth Project
Livestock Component

**Sindh Agricultural Growth Project
Livestock Component
World Bank IDA Credit No. 5494-PAK
Statement of Comparison of Budget and Actual Accounts
For the Year Ended June 30, 2020**

Notes	2019-20		2018-19		2017-18		2016-17		2015-16		2014-15		Cumulative		
	Budget Amount	Actual Amount	Budget Amount	Actual Amount	Budget Amount	Actual Amount	Budget Amount	Actual Amount	Budget Amount	Actual Amount	Budget Amount	Actual Amount	Budget Amount	Actual Amount	
RECEIPTS															
IDA Designated Account	3	800,447,431	399,686,597	324,645,989	739,749,300	597,500,707	902,780,000	589,166,315	153,044,211	531,573,520	269,556,498	535,011,542	305,383,900	2,577,849,972	2,566,983,428
Government of Sindh	4	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Farmer's contribution	5	-	-	-	-	10,350,000	-	17,230,800	-	6,210,000	-	18,975,000	-	32,785,000	-
Total Receipts		800,447,431	399,686,597	324,645,989	739,749,300	607,850,707	902,780,000	606,416,235	353,044,333	597,783,520	269,556,498	553,986,542	305,383,900	2,638,684,992	2,566,983,428
PAYMENTS (BY COMPONENTS)															
(A) Capacity building of producers	6	311,315,301	149,711,222	57,916,479	236,674,043	175,607,483	416,307,077	184,599,508	98,364,867	270,643,122	14,728,757	216,534,096	400,000	903,390,689	956,087,928
(B) Dairy Value Chain	7	380,539,157	161,709,233	302,723,345	238,874,765	365,518,360	512,753,024	362,221,111	221,308,032	307,074,243	102,665,606	262,989,866	34,106,396	1,400,528,925	1,264,397,846
(C) Project Management and Monitoring and Evaluation	8	108,592,973	88,266,142	64,006,164	86,696,366	66,724,864	82,948,005	59,995,616	54,986,468	60,066,155	33,829,029	74,472,580	22,771,653	324,857,379	349,497,654
Total Payments		800,447,431	399,686,597	324,645,989	682,245,176	607,850,707	991,808,056	606,416,235	374,662,167	537,785,520	151,223,403	553,986,542	47,278,049	2,638,684,992	2,566,983,428

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 DEPARTMENTAL DIRECTOR
 SINH AGRICULTURAL GROWTH PROJECT
 (LIVESTOCK COMPONENT)

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
Loan/Credit Closing Date	30 th June 2020
Loan/Credit Utilization status in F.Y 2019-20	Rs399.687 Million
Loan/Credit Utilization Upto Last F.Y 2018-19	Rs2,167.296 million

AUDITOR'S REPORT TO THE MANAGEMENT

The Director General Audit Sindh, Karachi has audited the accompanied Financial Statements, as of 30th June 2020, 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 30.06.2020 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


(Miandad Rahodjo)
Director General