

Audited Project Financial Statements

Project Number: 44007-013

Loan/Grant Number: 2915

Period covered: 24 June 2013 to 31 December 2013

People's Republic of China: Jiangxi Fuzhou Urban Integrated Infrastructure Improvement Project

Prepared by Jiangxi Provincial Audit Office of the People's Republic of China

For the Asian Development Bank

Date received by ADB: 30 June 2014

The audited project financial statements are documents owned by the borrower. The views expressed herein do not necessarily represent those of ADB's Board of Directors, Management, or staff. These documents are made publicly available in accordance with ADB's Access to Information Policy and as agreed between ADB and Fuzhou Project Management Office.

中华人民共和国江西省审计厅

Jiangxi Provincial Audit Office of the People's Republic of China

审计报告

Audit Report

赣审外报〔2014〕8号

JIANGXI AUDIT REPORT〔2014〕NO.8

项目名称: 亚洲开发银行贷款江西抚州城市基础设施综合改善项目

Project Name: Jiangxi Fuzhou Integrated Urban Infrastructure
Improvement Project Financed by the Asian
Development Bank

贷款号: 2915-PRC
Loan No.: 2915-PRC

项目执行单位: 抚州市投资发展有限公司

Project Entity: Fuzhou Investment Development Company Ltd.

会计年度: 2013

Accounting Year: 2013

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I. Auditor's Opinion

Auditor's Opinion

To Fuzhou Investment Development Company Ltd.

We have audited the special purpose financial statements (from page 6 to page 14) of Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project. Financed by the Asian Development Bank, which comprise the Balance Sheet as of December 31, 2013, the Summary of Sources and Uses of Funds by Project Component, the Statement of Implementation of Loan Agreement and the Special Account Statement for the year then ended, and Notes to the Financial Statements.

Project Entity and Jiangxi Provincial Finance Department's Responsibility for the Financial Statements

The preparation of the Balance Sheet, the Summary of Sources and Uses of Funds by Project Component and the Statement of Implementation of Loan Agreement is the responsibility of your entity, while the preparation of the Special Account Statement is the responsibility of Jiangxi Provincial Finance Department, 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.

Opinion

In our opinion, the financial statements identified in the first paragraph present fairly, in all material respects, financial position of Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project Financed by the ADB as of December 31, 2013, its financial receipts and disbursements, the project implementation and the receipts and disbursements of the special account for the year then ended in accordance with Chinese accounting standards and system, and the requirements of the project loan agreement.

Other Matter

We do not comment on the withdrawal and reimbursement since the Provincial Financial Department did not submit withdrawal and reimbursement application to the Asian Development Bank in 2013.

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.

Jiangxi Provincial Audit Office of the People's Republic of China
June 30, 2014

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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

2013年12月31日

(As of December 31, 2013)

项目名称: 亚洲开发银行贷款抚州城市基础设施综合改善项目

Project Name: Jiangxi Fuzhou Integrated Urban Infrastructure

Improvement Project Financed by the Asian Development Bank

编报单位: 抚州市投资发展有限公司

Prepared by: Fuzhou Investment Development Company Ltd.

货币单位: 人民币元

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 Ba
一、项目支出合计 Total Project Expenditures	1	8,079,809.90	63,226,790.67	一、项目拨款合计 Total Project Appropriation Funds	1	19,942,259.30	69,942.2
1.交付使用资产 Fixed Assets Transferred	2	0.00	0.00	二、项目借款合计 Total Project Loan	2	0.00	337.8
2.待核销项目支出 Construction Expenditures to be Disposed	3	0.00	0.00	1.项目投资借款 Total Project Investment Loan	3	0.00	
3.转出投资 Investments Transferred-out	4	0.00	0.00	(1) 国外借款 Foreign Loan	4	0.00	
4.在建工程 Construction in Process	5	8,079,809.90	63,226,790.67	亚洲开发银行贷款 Asian Development Bank Loan	5	0.00	337.8
二、应收生产单位投资 借款 Investment Loan Receivable	6	0.00	0.00	(2) 国内借款 Domestic Loan	6	0.00	
三、器材 Equipment	7	0.00	0.00	2.其他借款 Other Loan	7	0.00	
四、货币资金合计 Total Cash and Bank	8	8,822,479.30	9,740,955.60	3. GEF赠款 GEF Grant	8	0.00	
1.银行存款 Cash in Bank	9	8,822,479.30	9,740,955.60	三、待冲项目支出 Construction Expenditures to be Offset	9	0.00	
其中: 专用账户存款 Including: Special	10	0.00	0.00	四、应付款合计 Total Payables	10	2,899,201.61	5,711.61

2. 现金 Cash on Hand	11	0.00	0.00	其中：应付亚行贷款利息 Including: Asian Development Bank Loan Interest Payable	11	0.00	0.00
五、预付及应收款合计 Total Prepaid and Receivable	12	5,939,171.71	3,024,001.00	应付亚行贷款承诺费 Including: Asian	12	0.00	0.00
其中：应收亚行贷款利息 Including: Asian Development Bank Loan Interest Receivable	13	0.00	0.00	五、留成收入 Retained Earnings	13	0.00	0.00
应收亚行贷款承诺费 Including: Asian Development Bank Loan Commitment Fee Receivable	14	0.00	0.00		14		
六、固定资产合计 Total Fixed Assets	15	0.00	0.00		15		
资金占用合计 Total Application of Fund	16	22,841,460.91	75,991,747.27	资金来源合计 Total Sources of Fund	16	22,841,460.91	75,991,747.27

(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 2013 年 12 月 31 日

(For the period ended December 31, 2013)

项目名称: 亚洲开发银行贷款江西省抚州市基础设施综合改善项目

Project Name: Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project Financed by the Asian Development Bank

编报单位: 抚州市投资发展有限公司

货币单位: 人民币元

Currency Unit: RMB Yuan

Prepared by: Fuzhou Investment Development Company Ltd.

项目内容 Project Component	本期 Current Period		项目总计划额 Life of PAD	累计 Cumulative		累计完成比 % completed
	本年计划额 Current year Budget	本期发生额 Current Period Actual		项目总计划额 Life of PAD	累计完成额 Cumulative Actual	
资金来源合计 Total sources of Funds	240,346,800.00	50,337,869.90	1,280,000,000.00	1,280,000,000.00	70,280,129.20	5.49%
一、亚洲开发银行贷款 Asian Development Bank Loan	134,135,700.00	337,869.90	629,970,000.00	629,970,000.00	337,869.90	0.054%
二、配套资金 Counterpart Fund	106,211,100.00	50,000,000.00	650,030,000.00	650,030,000.00	69,942,259.30	10.76%
1. 无偿配套资金 Non-recoverable Counterpart Fund	106,211,100.00	50,000,000.00	650,030,000.00	650,030,000.00	69,942,259.30	10.76%
资金运用合计 Total Application of funds	228,500,900.00	55,146,980.77	1,280,000,000.00	1,280,000,000.00	63,226,790.67	4.94%
1. 机构能力建设和项目管理 Institutional Capacity Building and Project Management	2,263,900.00	0.00	9,071,568.00	9,071,568.00	0.00	0%
2. 快速公交 (BRT)	0.00	219,180.48	191,665,520.11	191,665,520.11	219,180.48	0.11%
3. 城市轨道交通 City traffic hub	13,647,500.00	1,081,523.7	105,957,415.20	105,957,415.20	4,101,303.70	3.87%
4. 凤岗河改造 (二期) The transformation of the Fenggang River (two)	36,345,400.00	0.00	351,238,969.61	351,238,969.61	0.00	0%
5. 连接火车站的道路 Train Station Road	187,752,130.10	53,508,406.69	601,276,527.08	601,276,527.08	58,568,436.59	9.74%
6. 项目实施期间的财务费用 Financial cost during project implementation	537,869.90	337,869.90	20,790,000.00	20,790,000.00	337,869.90	1.63%
差异 Difference		-4,809,110.87			7,053,338.53	
1. 应收账款变化 Change in Accounts Receivable		-2,915,170.71			3,024,401	
2. 应付账款变化 Change in Accounts Payable		2,812,416.46			5,711,618.07	
3. 货币资金 Change in Cash and Bank		918,476.30			9,740,955.60	
4. 其他 Other						

项目进度表(二)

SUMMARY OF SOURCES AND USES OF FUNDS BY PROJECT COMPONENT II

本期截至 2013 年 12 月 31 日
(For the period ended December 31, 2013)

项目名称: 亚洲开发银行贷款江西省抚州市基础设施综合改善项目
Project Name: Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project financed by the Asian Development Bank
编报单位: 抚州市投资发展有限公司
Prepared by: Fuzhou Investment Development Company Ltd.

货币单位: 人民币元
Currency Unit: RMB Yuan

项目支出 Project Expenditure									
项目工程内容 Description	累 计 Grand Total	已 交 付 资 产 Asset Transferred				在建工程 Work in Progress	待核销项目支出 (Construction Expenditures	转出投资 Investments Transferred-out	
		固定资产 Fixed Asset	流动资产 Current Asset	无形资产 Intangible Asset	递延资产 Deferred Asset				
1. 机构能力建设和项目管理 Institutional capacity building and project management	0.00					0.00			
2. 快速公交 BRT	219,180.48					219,180.48			
3. 城市交通枢纽 City traffic hub	4,101,303.70					4,101,303.70			
4. 凤岗河改造（二期） The transformation of the Fenggang River (two)	0.00					0.00			
5. 连接火车站的道路 Train Station Road	58,568,436.59					58,568,436.59			
6. 项目实施期间的财务费用 Financial cost during project implementation	337,869.90					337,869.90			
合计 Total	63,226,790.67					63,226,790.67			

(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 2013 年 12 月 31 日

(For the period ended December 31, 2013)

项目名称: 亚洲开发银行贷款江西省抚州市城市基础设施综合改善项目

Project Name: Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project Financed by the Asian Development Bank

编报单位: 抚州市投资发展有限公司

货币单位: 美元/人民币元

Prepared by: Fuzhou Investment Development Company Ltd.

Currency Unit: USD/RMB Yuan

类 别 Category	核定贷款金额 Loan Amount 美元(USD)	本年度提款数 (Current-period Withdrawals)		累计提款数 (Cumulative Withdrawals)	
		美元(USD)	折合人民币(RMB)	美元(USD)	折合人民币(RMB)
1. 工程 Civil Works					
1A 快速公交 BRT	16,318,000.00				
1B 城市交通枢纽 City traffic hub	7,309,000.00				
1C 凤岗河改造 (二期) The transformation of the Fenggang River (two)	20,866,000.00				
1D 连接火车站的道路 Train Station Road	41,627,000.00				
2. 设备 Equipment	9,140,000.00				
3. 机构加强和能力建设 Institutional strengthening and capacity building	1,440,000.00				
4. 利息及承诺费 Interest and Commitment Charges	3,300,000.00	55,416.67	337,869.90	55,416.67	337,869.90
总计 Total	100,000,000.00	55,416.67	337,869.90	55,416.67	337,869.90

iv. Notes to the Financial Statements

Notes to the Financial Statements

1. Project Overview

The Loan No. of Jiangxi Fuzhou Integrated Urban Infrastructure Improvement Project Financed by the Asian Development Bank is 2915-PRC. It aims to accelerate the improvement of urban infrastructure construction. The project involves two project undertakers: Fuzhou Investment Development Company Ltd. and Fuzhou Municipal Transportation Bureau. The major project activities include urban road construction (including Gangdong Avenue, Zhanqian Avenue, Jinchao Avenue and Waihuan Road), Phase II reconstruction of Fenggang River, BRT and multi-model transportation junction project. The Project Agreement was signed on March 19, 2013, came into effect on August 1, 2013, and is expected to be closed before June 30, 2018. The total planned investment of the project was equivalent to RMB 1.28 billion yuan, among which ADB loan amounts to USD 100 million.

2. Consolidation Scope of the Financial Statements

Consolidation scope of the financial statements covers the range of 2013 and the combined statements of Fuzhou Investment Development Company Ltd. and Fuzhou Municipal Transportation Bureau.

3. Major 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 was the exchange rate on December 31, 2013 of the People's Bank of China, which is USD 1=RMB 6.0969 yuan.

4. Explanation of Subjects

The project set up account in January 2011, the balance at the beginning of 2013 was verified in this auditing work.

4.1 Total Project Expenditures

The project expenditure in 2013 was RMB 55,146,980.77 yuan, and the cumulative expenditures were RMB 63,226,790.67 yuan, which accounted for 4.9% of the total investment plan.

4.2 Total Cash and Bank

On December 31, 2013, the balance was RMB 9,740,955.6 yuan.

4.3 Total Prepaid and Receivable

Its balance on December 31, 2013 was RMB 3,024,001 yuan, mainly the prepaid engineering payment.

4.4 Total Project Appropriation Funds

The balance on December 31, 2013 was RMB 69,942,259.3 yuan, mainly the counterpart funds allocated by Fuzhou Municipal Finance Bureau.

4.5 Total Project Loan

The balance on December 31, 2013 was equivalent to RMB 337,869.9 yuan, including USD 55,416.67 of ADB loan, equivalent to RMB 337,869.9 yuan.

By the end of December 31, 2013, accumulated USD 55,416.67 of ADB loan had been withdrawn, among which interests and capitalization of commitment fees were USD 55,416.67, accounting for 0.055% of the ADB total loan.

4.6 Total Payable

The balance on December 31, 2013 was RMB 5,711,618.07 yuan, mainly the project funds for the construction of 4 roads prepaid by Fuzhou Investment Development Company Ltd.