

Audited Project Financial Statements

Project Number: 49094-001

Loan/Grant Number: 3301

Period covered: 1 July 2016 to 30 June 2017

BAN : Railway Rolling Stock Project

Prepared by Bangladesh Railway

For the Asian Development Bank

Date received by ADB: 7 February 2019

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 the borrower's executing agency.

Foreign-Aided Projects Audit Directorate
Audit Complex (6th & 11th Floor)
Segunbagicha, Dhaka.

No.1064 /FAPAD/S-05/ADB-3301-BAN(SF)/2016-2017/ 280

Date : 30/01/2019

To
Chief Mechanical Engineer (Development)
&
Project Director
Bangladesh Railway, Rail Bhaban, Dhaka.

Subject: Regarding Certificate of Consolidated Financial Statement of FY 2016-17 & 2017-18 and giving Auditor's Report.

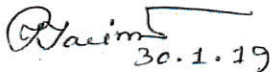
Ref No:BR/ADB-02/Audit-55/

Date: 22/01/2019

Sir,

In reference to your letter mentioned above, we have verified the consolidated Financial Statement of the project, "Railway Rolling Stock Project" under ADB loan no. 3301-BAN. Here, as per your request, we are enclosing the certified consolidated financial statements of FY 2016-17 & 2017-18 and the Auditor's Report for the respective financial year.

Thanking You,


30.1.19

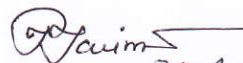
(Tanima Tanim)
Deputy Director
Foreign Aided Projects Audit Directorate
Dhaka.



Auditor's Report

Audit Completion Date: 14-10-2017

- I. We have verified the consolidated Financial Statement of the “**Railway Rolling Stock Project**” **Financed by ADB under Loan No. 3301-BAN (SF)** as at 30th June, 2017 and for the year then ended. The preparation of the Financial Statement is the responsibility of the management. Our responsibility is to express an opinion on the Financial Statement based on our audit.
- II. We have conducted our audit following International Standards on Auditing. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Financial Statement is free of material misstatement. An audit includes examining, on a test basis evidences supporting the amounts and disclosures made in the Financial Statement. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall Financial Statement presentation. We believe that our audit provides a reasonable basis for our opinion.
- III. Two sub projects named “Procurement of Meter Gauge & Broad Gauge Passenger Carriages” and “Procurement of Locomotives, Relief Cranes and Locomotives Simulator for Bangladesh Railway” were audited separately. Two separate Audit inspection reports were issued after completion of the audit. Now we are requested to certify the consolidated financial statements of these two sub projects under the project named “Railway Rolling Stock Project”.
- IV. In our opinion, the Financial Statement gives a true and a fair view in all material aspects of the financial position of “Railway Rolling Stock Project” Financed by ADB under Loan No. 3301-BAN (SF) as at 30th June, 2017 and the results of its operations and cash flows for the year then ended in accordance with the cash basis of accounting followed by the Government of Bangladesh.
- V. In addition, in our opinion:
- a) No claimed is submitted to donor on the basis of SOE.
 - b) No special account is maintained for the project.
- VI. Opinion status: **Unqualified.**


30.1.19

(Tanima Tanim)
Deputy Director
For Director General
Foreign-Aided projects Audit Directorate
Phone: 8391548

Statement of Receipts and Payments

FY: 2016-2017

Name of the Project: Railway Rolling Stock Project

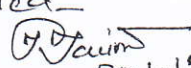
Loan No. 3301

(Figure in Lac Taka)


Resources	Notes	Cumulative Prior Period	Current Period	Cumulative Current Period
Government of Bangladesh	1	4.01	7368.21	7372.22
Loan from Development Partner	2	0.00	9093.84	9093.84
Other resources	3	0.00	0.00	0.00
Cash opening balance	4	0.00	0.00	0.00
Total Resources		4.01	16462.05	16466.06

Expenditure and Cash				
Project Aid (ADB)		0.00	9093.84	9093.84
Government of Bangladesh (GOB)				
1. Salary & Allowances		1.41	39.71	41.12
2. LC commissioning & others		0.00	0.00	0.00
3. Advertisement		2.33	5.27	7.60
4. Honorarium		0.27	1.88	2.15
7. Office Stationary		0.00	3.88	3.88
8. Vehicle Registration		0.00	1.27	1.27
9. Hiring Vehicle		0.00	6.88	6.88
10. TA Bill		0.00	0.41	0.41
11. Office Equipment & Furniture		0.00	8.61	8.61
12. Procurement of Transport vehicle		0.00	70.30	70.30
13. CD & VAT		0.00	7230.00	7230.00
Total Expenditure		4.01	16462.05	16466.06

Cash Closing Balance				
ADB Account		-	-	-
Project Operating Account of ADB		-	-	-
Operating Account of GOB		-	-	-
Total Expenditure and Cash:		4.01	16462.05	16466.06

Verified

 30.1.19

Tanima Tanim
 Deputy Director
 Foreign Aided Projects Audit Directorate
 Audit Complex (6th & 11th Floor)
 Segunbagicha, Dhaka.


 22.06.19
Md. Harun-ar-Rashid
 Chief Mechanical Engineer/Development &
 Project Director
 Bangladesh Railway
 Rail Bhaban, Dhaka-1000

NOTES TO THE FINANCIAL STATEMENT

Name of the Project : Railway Rolling Stock Project

Loan No. : 3301-BAN

Loan amount : USD 200 Million

Project Activities : Package 1: Procurement of 200 MG Passenger Coaches;
Package 2: Procurement of 50 BG Passenger Coaches;
Package 3: Procurement of 10 nos. MG Diesel Electric Locomotives;
Package 4: Procurement of 4 Relief Cranes;
Package 5: Procurement of 2 Train Washing Plants and
Package 6: Procurement of 1 Simulator for Loco-Master Training

1. GOVERNMENT OF BANGLADESH:

GOB fund was provided through Government Order's issued by the Ministry of Railway which is withdrawn from FA&CAO/Project, Bangladesh Railway, Dhaka, through submitting bills. The financial statement has been prepared on the cash basis of accounting following International Accounting Standards (IASs).

	Inception to 30 June 2016	For the year 2016-17	Inception to 30 June 2017
Disbursements by GOB	4.01	7368.21	7372.22
Less: Refunds to GOB	1.99	3.29	5.28
Total:	6.00	7371.50	7377.50

2. LOAN FROM LENDER / DONOR:

25% of contract amount as advance payment has been made by Donor (ADB) fund as per ADB's Procurement Guideline. Disbursement is made through Withdrawal Application by ADB.

DONOR (ADB-3301-BAN)	Inception to 30 June 2016	For the year 2016-17	Inception to 30 June 2017
Initial Advance	0.00	9093.84	9093.84
Direct Payments (Project Aid)	-	-	-
SOE Procedures	-	-	-
Non SOE Procedures	-	-	-
Total:	0.00	9093.84	9093.84

3. OTHER RESOURCES:

	Inception to 30 June 2016	For the year 2016-17	Inception to 30 June 2017
Project Revenues	-	-	-
Exchange gains/ losses	-	-	-
Total:	-	-	-

4. CASH:

	Inception to 30 June 2016	For the year 2016-17	Inception to 30 June 2017
Cash on hand	-	-	-
Special Account	-	-	-
Project Operating Account No.	-	-	-
Operating Account of Field stations	-	-	-
Total:	-	-	-

Verified
30.1.19
Tanima Tanim
Deputy Director
Foreign Aided Projects Audit Directorate
Audit Complex (5th & 11th Floor)
Saminhanick, Dhaka

22.01.19
Md. Harun-ar-Rashid
Chief Mechanical Engineer/Development &
Project Director
Bangladesh Railway
Rail Bhaban, Dhaka-100