

Audited Project Financial Statements

Project Number: 51190-001
Loan Number: 3566; Grant Number: G0601 & G0602
Period covered: 16 July 2018 to 16 July 2019

NEP: Disaster Resilience of Schools Project

Prepared by Central Level Project Implementation Unit (Education), National Reconstruction Authority

For the Asian Development Bank
Date received by ADB: 15 January 2020

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 Ministry of Water Supply.



Government of Nepal
National Reconstruction Authority

Central Level Project Implementation Unit (Education)



Ref. No.:- 812-2076-77

January 14, 2020

Mr. Mukhtor Khamudkhanov
Country Director
Nepal Resident Mission.
Asian Development Bank,
Metropark, Lazimpat, Kathmandu



Ref: L 3702 & G 0601/0602 : Disaster Resilience of Schools Project (DRSP)

Subject: Submission of Audited Project Financial Statement (F/Y 2075/76- 2018/19)

Dear Mr. Khamudkhanov,

We have received the Audited Project Financial Statement (F/Y 2075/76) from Office of the Auditor General of above mentioned project. Please find attached a copy of the same for your necessary record.

Thank you for your kind cooperation

With Best Regards,

Choudamani Paudel
Project Director

Government of Nepal
National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
ADB Loan No. 3702 NEP(COL) and ADB Grant 0601/0602 NEP

Audited Project Financial Statement
FY 2075/76 (FY2018/19)

Government of Nepal
National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
ADB Loan No. 3702 NEP(COL) and ADB Grant 0601/0602 NEP

Audited Project Financial Statement

FY 2075/76 (FY2018/19)



महालेखापरीक्षकको कार्यालय
Office of the Auditor General
INDEPENDENT AUDITOR'S REPORT

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बबरमहल, काठमाडौं, नेपाल

Babar Mahal, Kathmandu, Nepal
January 14, 2020

Ref No: 2076/77,402



The Secretary
Ministry of Finance
Singh Durbar, Kathmandu

Report on the Financial Statements

We have audited the accompanying Project Financial Statement, Memorandum of Advance Account and Statement of Expenditures (SOE) of the Disaster Resilience of Schools Project (DRSP) financed by ADB Loan No.3702-NEP(COL) and ADB Grant 0601/0602-NEP as at 16 July 2019 (31 Ashadh, 2076) and for the year then ended and a summary of accounting policies and other explanatory notes.

Management's Responsibility for Financial Statements

Management is responsible for the preparation and fair presentation of the Financial Statements in accordance with the Government of Nepal (GON) accounting policies and relevant practices. This responsibility includes: designing, implementing and maintaining internal control relevant to preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud and error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Project Financial Statements based on our audit. We conducted our audit in accordance with INTOSAI (International Organization of Supreme Audit Institutions) Fundamental Auditing Principles. Those Principles require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of 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 entity's 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 sufficient and appropriate to provide a basis for our audit opinion.

Opinion

Management letter highlighting areas for improving financial management is attached herewith.

In our opinion, the Project Financial Statement, including Memorandum of Advance Account and SOEs, in all material respects, give a true and fair view of the financial position of the Disaster Resilience of Schools Project (DRSP) as of 16 July 2019 (31 Ashadh, 2076), and of the results of its operations and its cash flows for the year then ended in accordance with GON accounting policies. We also report that funds provided under ADB Loan No.3702-NEP(COL) and ADB Grant 0601/0602-NEP has been utilized for intended purposes.

In addition, with respect Statement of Expenditures (SOE) (a) adequate supporting documentation has been maintained to support claims to ADB for reimbursement of expenditure incurred; and (b) expenditure are eligible for financing under the above mentioned ADB Loan/Grants.

(Babu Ram Gautam)
Deputy Auditor General

National Reconstruction Authority
Central Level Project Implementing Unit (Education)
Disaster Resilience of Schools Project
ADB Loan No.3702-NEP (COL) and ADB Grant 0601/0602 NEP

Notes to the Project financial statements-Accounting policies and explanatory notes

1. Project Background

The project aims to improve disaster resilience of school infrastructure and communities in 3 provinces of Nepal. The project will support school infrastructure investments, disaster risk management and institutional strengthening. More specifically, it will upgrade 174 distinct schools through either reconstructing or retrofitting their damaged buildings. 154 will be secondary education schools (74 up to grade 10 and 80 up to grade 12) and 20 feeder basic education schools (up to grade 8). 70% of them will be in rural areas and 30% in urban areas and collectively they will provide a safe learning environment to 64,300 students of which 33,600 will be girls.

The project builds on and expands ADB's on-going emergency reconstruction support to be completed in 31 December 2019. It will also contribute to achieving results-based lending program's school reconstruction targets and complement efforts to improve quality of school education, access to education and school management. The preparation of gender sensitive and inclusive planning and education program will complement the retrofitting and reconstruction efforts. The disaster risk management (DRM) action plan will be informed by the Comprehensive School Safety Framework (CSSF); and a gap assessment of activities to be covered by other development partners and interagency coordination.

Project Outputs. The three expected project outputs are: (1) heavily damaged schools reconstructed and improved; (2) unsafe schools retrofitted and disaster risk reduced; and (3) institutional capacity for disaster resilience strengthened

The project is estimated to cost \$198.86 million, which includes ADB loan USD148.86 million and a grant not exceeding \$10.00 million. GON fund will bear USD35.0 million and Clean Energy Fund USD5.0 million.

The loan and grants were signed on 20 November 2018. ADB Loan and ADB Grants (0601/0602) have been declared effective on 11 December 2018.

The project is expected to be completed on 30 September 2022. The loan and grant closing date is 31 March 2023.

2. Project Management Agreement

The National Reconstruction Authority (NRA) is the executing agency. Central Level Project Implementation Unit [CLPIU (Education)] at the central level is the implementing agency. There are district level project implementing units for the implementation of the activities in the district level. The project is supported by the consultant team and the project is implemented in the 14 districts.

The National Reconstruction Authority (NRA) will be the executing agency until December 2021, when its mandate ends; the Ministry of Education, Science and Technology (MOEST) will then assume the role. There is also a project steering committee chaired by NRA Secretary.

3. Statement of Compliance

Project Financial Statements have been prepared in accordance with Audit Guide of Project Financial Statements issued by Office of the Auditor General, Nepal in 2015; Financial Procedural Act and Rules of GON and GON Accounting Guideline 2016 issued by FCGO.

4. Basic of Accounting

The Project has maintained accounts according to the Government of Nepal, Government Accounting standards on a cash basis of accounting and double entry accounting systems.

5. Fund Flow Mechanism

After the annual budget is approved by the parliament, the MOF issues authorization letter to the Office of the Prime Ministers and Council of Ministers (OPMCM) and OPMCM issues the authorization letter to National Reconstruction Authority (NRA) and NRA issues the authorization letter to CLPIU. GON Fund and GON reimbursable fund is received from the GON through Treasury Single Account (TSA) system. All the annual programs are reflected in the Line Ministries Budget Information System (LMBIS) and updated accordingly as per the need. CLPIU-Education consolidates the statement of expenditures and submits the Withdrawal Applications to ADB for reimbursement/replenishment.

Advance Account has been established at Nepal Rastra Bank in US\$. Advance Account is managed in accordance with ADB's Loan Disbursement Handbook 2017 and as per the provision specified in the loan or grant agreement.

6. Advances

Advances are treated as expenditure.

7. Sources and Application

Project Financial Statement (Main sheet) reflects the figures as Source and Application. GON fund, GON reimbursable fund, ADB's loan/grant and Advance account replenishable amount are the main sources of the project. Category wise total expenditure are shown in the Application. GON expenditure heads are grouped in the respective donor's category as per Note-1 of the project financial statement.

8. Previous Year /Cumulative up to the current FY

The Project Financial Statement shows previous year column to show only the comparison between current year and previous year's data.

Similarly, Cumulative up to the current FY is shown for cumulative purpose by adding cumulative up to previous year and current year's data.

9. Recognition of Project Expenditure Value Date

Actual date of financial transaction (cheque issue date) is considered as value date for the expenditure done by the project in Nepalese Currency. Similarly, expenditure made from Advance Account (USD), amount transferred date as per Nepal Rastra Bank's statement is considered. For direct payment, donor's value date is considered.

10. Exchange Rate Applicable

Buying rate (exchange rate) as per Nepal Rastra Bank is applied for the unspent balance (USD) in the advance account at the end date of FY to convert it in Nepalese rupees.

11. Nepalese Fiscal Year

FY2018/19 started from 17 July 2018 and ended on 16 July 2019. The figures mentioned in this Project Financial Statement are within this reporting period.

12. Reporting Currency

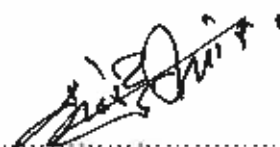
The reporting currency is in Nepalese Rupees- NRs. Financial statements for project financed under ADB loan are separately reported showing currencies of financed in USD in Note 3 of the project financial statement.

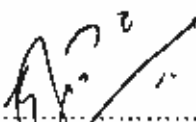
13. Intended Purpose

The Loan and grant have been used exclusively for the intended purpose of the project.

14. Date of Authorization

These financial statements have been authorized for issue by the Central Level Project Implementing Unit (Education) Kathmandu on 5 January 2020.


.....
(Gyanendra Ojha)
Chief Account Controller

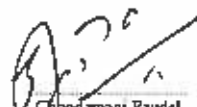

.....
(Choodamani Paudel)
Project Director

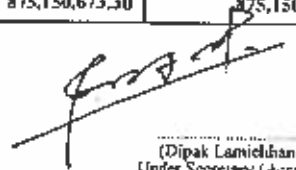
Government of Nepal
National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
ADB Loan No. 3702 NEP(COL) and ADB Grant 0601/0602 NEP
Project Financial Statement
FY 2075/76 (2018/19)

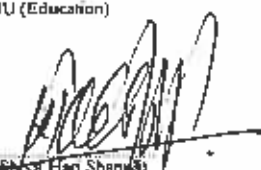
In "NPR"					
Description	Notes to Account	Previous Year	Cumulative up to previous Year	Current Year	Cumulative up to Current Year
Source					
1 GoN Fund	2	-	-	461,303,324.03	461,303,324.03
2 ADB Reimbursable (ADB Loan)	2	-	-	760,699,019.92	760,699,019.92
3 ADB Loan	3	-	-	1,209,000,036.39	1,209,000,036.39
4 ADB Grant 0601	3A	-	-	-	-
5 ADB Grant 0602	3B	-	-	-	-
6 Advance Account Replenishable	4	-	-	18,304,922.50	18,304,922.50
A. Total Source of Funds		-	-	2,449,307,302.84	2,449,307,302.84
Application					
1 Works (Reconstruction)	1	-	-	2,113,328,754.92	2,113,328,754.92
2 Goods (Vehicles & Equipments)	1	-	-	40,870,000.00	40,870,000.00
3 Consulting Services	1	-	-	295,108,547.92	295,108,547.92
4 Incremental Recurrent Costs	1	-	-	-	-
B. Grand Total - Application of Funds		-	-	2,449,307,302.84	2,449,307,302.84

In NPR					
Advance Account -ADB Loan 3702 NEP					
1 Advance Account Balance	4	-	-	856,845,750.80	856,845,750.80
2 Outstanding Replenishment		-	-	18,304,922.50	18,304,922.50
Sub Total		-	-	875,150,673.30	875,150,673.30
3 Initial Advance	4	-	-	892,880,000.00	892,880,000.00
4 Exchange Gain/Loss(+/-)		-	-	(17,729,326.70)	(17,729,326.70)
Sub Total		-	-	875,150,673.30	875,150,673.30



(Gyandendra Raj Dha)
Chief Account Controller
CLPIU (Education)


Choudamani Pandel
Project Director
CLPIU (Education)


(Dipak Lamichhane)
Under Secretary (Account)
NRA


(Hans Hari Shanks)
Secretary
NRA


Dipendra Paudyal
Financial Controller General
FCGO


(Baburam Gautam)
Deputy Auditor General
office of the Auditor General

Disaster Resilience of Schools Project Central Level Project Implementation Unit (Education)


ADB Loan 3702 NEP


STATEMENT OF EXPENDITURES (SOE)


FY 2018/19 (FY 2075/76)


WA No.	Disb. Type	Category No.	Autho. No.	Value Date	ADB financing	
					USD	NRS
Up to Previous Fiscal Year						
This year						
00002	Replenishment	various			2,033,189.91	228,042,580.00
00003	Replenishment	various			2,373,016.09	263,950,580.00
00004	Replenishment	various		27-Jun-19	4,879,591.90	539,926,844.24
00005	Replenishment	various			1,595,459.34	177,080,032.15
Total up to FY 2018/19					10,881,257.24	1,209,000,036.39
Total up to FY 2018/19					10,881,257.24	1,209,000,036.39



 (Gyanendra Raj Ojha)
 Chief Account Controller
 CLPIU (Education)


 Chandra Mani Paudel
 Project Director
 CLPIU (Education)


 (Dipak Lamichhane)
 Under Secretary (Account)
 NRA


 (Shaiva Hari Sharma)
 Secretary
 NRA


 Gopinatha Mainali
 Financial Controller General
 FCGO


 (Baburam Gautam)
 Deputy Auditor General
 office of the Auditor General

Statement of Expenditure

FY 2075/76 (2018/19)

Notes to Account (1)

Accounting Policy

The project has maintained accounts as per the Government of Nepal Accounting System i.e. on cash basis. Under the Nepal's existing Government Accounting System, all disbursements including advances are treated as expenditure. The Project Account has been completed from accounting and other records.

Budget Head: 3018013/14

In "NPR"

Budget Line Item	ADB Cat. No.	Description	Previous Year	Cumulative up to previous Year	Current Year	Cumulative up to current year
1. Civil Works						
29221	1	Building Construction		-	2,113,328,754.92	2,113,328,754.92
Sub Total - Civil Works				-	2,113,328,754.92	2,113,328,754.92
2. Goods						
29111	2	Vehicle		-	40,870,000.00	40,870,000.00
Sub Total - Vehicles & Equipments				-	40,870,000.00	40,870,000.00
3. Consultancy Services						
29711	3	Research & Consulting Services		-	295,108,547.92	295,108,547.92
Sub Total - Consultancy Services				-	295,108,547.92	295,108,547.92
Grand Total - Expenditures (1 + 2 + 3 + 4 + 5 + 6)				-	2,449,307,302.84	2,449,307,302.84



(Gyanendra Rnj Ojha)
Chief Account Controller
CLPIU (Education)



(Hoodamani Paudel)
Project Director
CLPIU (Education)


Government of Nepal
National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
ADB Loan No. 3702 NEP(CUL)
GON & GON Reimbursable Fund
FY 2075/76 (2018/19)

Budget Head: 3018013/14

"In NPR"

PARTICULARS		Previous Year	Cumulative up to previous Year	Current Year	Cumulative up to current year
1	GoN Fund (A+B-C-D-E)		-	461,303,324.03	461,303,324.03
A	GON Fund Released		-	461,303,324.03	461,303,324.03
B	Add: Source to be Changed from ADB to GoN		-	-	-
C	Less: Source to be Changed from GoN to ADB Reimbursable		-	-	-
D	Less: Unspent Balance (GoN Fund Frozen) - Deposited to Beraja A/C		-	-	-
2	GoN Reimbursable Fund (A+B-C-D-E-F-G)		-	760,699,019.92	760,699,019.92
A	GON Reimbursable fund Release (ADB Source)		-	1,981,039,156.92	1,981,039,156.92
B	Add: Source to be Changed from GoN to ADB		-	-	-
C	Less: Source to be Changed from ADB to GoN		-	-	-
D	Less: Unspent Balance (ADB Fund Frozen) - Deposited to Beraja A/C		-	-	-
F	Less: Transferred to Treasury from Imprest Account		-	1,220,340,137.00	1,220,340,137.00
G	Less: Direct Reimbursed to Treasury from ADB		-	-	-
3	Grand Total (1 + 2)		-	1,222,002,343.95	1,222,002,343.95


(Gyanendra Raj Ojha)
Chief Account Controller
CLPIU (Education)


Ghodamani Paudel)
Project Director
CLPIU (Education)

Government of Nepal
 National Reconstruction Authority
 Disaster Resilience of Schools Project
 Central Level Project Implementation Unit (Kathmandu)
 AHR Unit No. 7/12 NEPL/COL
 AHR Unit No. 7/12 NEPL/COL
 FY: 2075/76 (2018/19)

note-3

WAP No.	WAP Title	Category - I A - Works				Category - 2 - Goods				Category - 3 - Consulting Services				Total Loan Amount (Revised)			
		Value Date	MPR	USS	SDM	Value Date	MPR	USS	W/Unit (M)	Value Date	NPH	USS	NPH	USS			
0001	FY 2075/76 (2018/19)	0006	31-Apr-19	31,265,048.60	-	-	-	-	-	-	-	-	-	-	54,760,148.00	161,480.37	
		0003	31-Apr-19	62,626,037.69	-	-	-	-	-	-	-	-	-	-	62,626,037.69	500,100.55	
		0004	31-Apr-19	30,161,305.20	-	-	-	-	-	-	-	-	-	-	30,161,305.20	300,200.20	
		0005	31-Apr-19	27,024,912.80	-	-	-	-	-	-	-	-	-	-	27,024,912.80	300,200.20	
		0007	31-Apr-19	27,353,670.46	-	-	-	-	-	-	-	-	-	-	27,353,670.46	300,200.20	
		Sub Total WAP 0001				146,370,974.75										146,370,974.75	1,500,000.00
		0002	FY 2075/76 (2018/19)	0008	31-Apr-19	27,959,912.80	-	-	-	-	-	-	-	-	-	-	27,959,912.80
0009	31-Apr-19			34,167,203.20	-	-	-	-	-	-	-	-	-	-	34,167,203.20	300,200.20	
0010	31-Apr-19			27,257,670.40	-	-	-	-	-	-	-	-	-	-	27,257,670.40	300,200.20	
0011	31-Apr-19			62,826,037.60	-	-	-	-	-	-	-	-	-	-	62,826,037.60	300,200.20	
0012	31-Apr-19			51,766,648.00	-	-	-	-	-	-	-	-	-	-	51,766,648.00	300,200.20	
0013	31-Apr-19			29,200,000.00	-	-	-	-	-	-	-	-	-	-	29,200,000.00	300,200.20	
Sub Total WAP 0002						243,637,481.00										243,637,481.00	2,400,000.00
0003	FY 2075/76 (2018/19)	0014	27-Jun-19	35,000,000.00	-	-	-	-	-	-	-	-	-	-	35,000,000.00	300,200.20	
		0015	27-Jun-19	176,076,044.00	-	-	-	-	-	-	-	-	-	-	176,076,044.00	300,200.20	
		0016	27-Jun-19	24,000,000.00	-	-	-	-	-	-	-	-	-	-	24,000,000.00	300,200.20	
		0017	27-Jun-19	142,421,343.74	-	-	-	-	-	-	-	-	-	-	142,421,343.74	300,200.20	
		0018	27-Jun-19	09,489,647.06	-	-	-	-	-	-	-	-	-	-	09,489,647.06	300,200.20	
		Sub Total WAP 0003				596,987,034.80										596,987,034.80	1,500,000.00
		0004	FY 2075/76 (2018/19)	0019	27-Jun-19	207,993,054.23	-	-	-	-	-	-	-	-	-	-	207,993,054.23
0020	27-Jun-19			643,050,111.90	-	-	-	-	-	-	-	-	-	-	643,050,111.90	300,200.20	
0021	27-Jun-19			8,270,379.32	-	-	-	-	-	-	-	-	-	-	8,270,379.32	300,200.20	
0022	27-Jun-19			25,239,540.73	-	-	-	-	-	-	-	-	-	-	25,239,540.73	300,200.20	
Sub Total WAP 0004						1,486,562,086.18										1,486,562,086.18	1,500,000.00
Total Implementation - FY 2075/76 (2018/19)						1,486,562,086.18										1,486,562,086.18	1,500,000.00
Sub Total Capitalization						1,486,562,086.18										1,486,562,086.18	1,500,000.00
Sub Total Advance				1,486,562,086.18										1,486,562,086.18	1,500,000.00		
Grand Total (including Initial Advance and Loan Capitalization)				1,486,562,086.18										1,486,562,086.18	1,500,000.00		

Amount represented in table is USD per NPR conversion rate as of the date

[Signature]
 Project Director
 Central Level Project Implementation Unit (Kathmandu)

[Signature]
 Project Director
 Central Level Project Implementation Unit (Kathmandu)

Government of Nepal
National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
ADB Loan No. 3702 NEP(COL)
Memorandum of Advance Account
FY 2075/76 (2018/19)

Note-4

Budget Head: 3018013/14

In "NPR"

Note	Description	Equivalent NPR	Amount in USD
a	Balance of Advance A/C as at 16 July 2019 as NRB Bank Statement (Exchange Rate 1 USD = NPR 109.36)	856,845,750.80	7,835,092.82
b	Outstanding Replenishable as at 16 July 2018		
	Fund Transfer to GON Central Account	-	-
	Direct Payment from Advance account	-	-
	Sub Total	-	-
c	Disbursement During 2018/19		
	Fund Transfer to GON Central Account	1,220,340,137.00	10,983,429.51
	Direct Payment from Advance Account	6,964,821.89	62,734.91
	Sub Total	1,227,304,958.89	11,046,164.42
d	Replenishment During 2018/19		
	Fund Transfer to GON Central Account	1,209,000,036.38	10,881,257.24
	Direct Payment from Advance account	-	-
	Sub Total	1,209,000,036.38	10,881,257.24
e	Liquidation During 2017/18		
	Fund Transfer to GON Central Account	-	-
	Payment made from Advance account	-	-
	Sub Total	-	-
f	Outstanding Replenishment as at 16 July 2018 (b+c-d-e)		
	Fund Transfer to GON Central Account	11,340,100.61	102,172.27
	Payment made from Advance account	6,964,821.89	62,734.91
	Sub Total	18,304,922.50	164,907.18
g	Exchange gain/loss (a+f)-h= Gain	(17,729,326.70)	-
	Sub-total		
h	Advance Account Initial Deposit -30 Dec 2018 (Exchange Rate USD 1= NPR 111.61)	892,880,000.00	8,000,000.00


(Gyanendra Rai Ojha)


(Choudharni Paudel)

Disaster Resilience of Schools Project
 Central Level Project Implementation Unit (Education)
 ADB Loan No. 3702 NEP(COL)
 Advance Account Ledger (USD)

S/N	PARTICIPANTS	Amount Received		NRS	Date	Payments made from Advance Account			Balance				
		USD	NRS			NRS	Ex-Rate	USD	USD	USD	NRS		
1	Initial Advance				30-Dec-18								
1	Transferred to Ka-7-15 GON Account				7-Mar-19		228,042,580.00	112.16	2,033,189.91		8,000,000.00	5,966,810.09	
2	Transferred to Ka-7-15 GON Account				13-Mar-19		263,950,580.00	111.23	2,373,016.09		3,593,794.00		
3	Replenishment received WA No.00003				21-Apr-19	2,373,016.09						5,966,810.09	
4	Replenishment received WA No.00002				21-Apr-19	2,033,189.91						8,000,000.00	
5	Payment made from advance account				4-Jun-18		21,481.77	110.52	194.37		7,999,805.63		
6	Payment made from advance account				4-Jun-19		1,410,604.34	110.52	12,763.34		7,987,042.28		
7	Payment made from advance account				11-Jun-19		5,449,744.52	111.15	48,030.54		7,938,011.75		
8	Payment made from advance account				11-Jun-19		82,991.28	111.15	748.68		7,937,265.08		
9	Transferred to Ka-7-15 GON Account				13-Jun-19		539,928,844.24	110.65	4,879,591.90		3,057,673.19		
10	Transferred to Ka-7-15 GON Account				24-Jun-19		188,420,132.76	110.99	1,697,631.61		1,360,041.58		
11	Replenishment received WA No.00004				30-Jun-19	4,338,128.05					5,698,169.63		
12	Replenishment received WA No.00005				1-Jul-19	1,595,459.34					7,293,628.97		
13	Replenishment received WA No.00004				10-Jul-19	541,463.85					7,835,092.82		
	Total					10,881,257.24	1,209,000,036.38		11,046,184.42		7,835,092.82		856,845,751.09

(Signature)
 (Gyanendra Raj Ojha)
 Chief Account Controller
 CLPIU (Education)

(Signature)
 Choudhary Prasad
 Project Director
 CLPIU (Education)

Nepal Rastra Bank
Banking Office, Thapathali
(Account Statement)

Client Code : 1204658

Client Name : CENTRAL LEVEL PROJ IMPLEMENTATION

A/c No : 1204658/001.041.840

A/c Name : 4KHA 41 DISASTER RES.OF SCHOOL PRO.

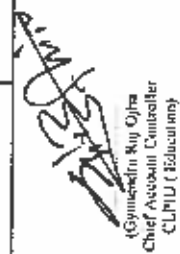
Currency : USD

Trans. Date FC	Value Date NPR	Ref/Chq	Description	Dr/Cr	Amount	Exch. Rate	Balance
2018/12/30	2018/12/30	7IRMT/131/075/76	LN NO.3702-NEP(COL)APPL NO:00001 PA	CR	8,000,000.00 892,880,000.00	111.61	8,000,000.00
2019/03/07	2019/03/07	ORMT	PA.SA. 075/76, CH.NO: 1177 DTD 2075	DR	-2,033,189.91 -228,042,580.00	112.16	5,966,810.09
2019/03/13	2019/03/13	ORMT	AS PER LETTER HAVING REGISTRATION	DR	-2,373,016.09 -263,950,580.00	111.23	3,593,794.00
2019/04/21	2019/04/21	7IRMT/203/075/76	LN NO.3702-NEP(COL)APPL NO:00003 PR	CR	2,373,016.09 262,645,420.84	110.68	5,966,810.09
2019/04/21	2019/04/21	7IRMT/203/075/76	LN NO.3702-NEP(COL) APPL NO:00002 P	CR	2,033,189.91 225,033,459.24	110.68	8,000,000.00
2019/06/04	2019/06/04	ORMT	PA.SA. 2075/076 CH.NO.218	DR	-194.37 -21,481.77	110.52	7,999,805.63
2019/06/04	2019/06/04	ORMT	PA.SA. 2075/076 CH.NO.218	DR	-12,763.34 -1,410,604.34	110.52	7,987,042.29
2019/06/11	2019/06/11	ORMT	PA.SA. 2075/076 AND CHA NO: 226	DR	-49,030.54 -3,449,744.52	111.15	7,938,011.75
2019/06/11	2019/06/11	ORMT	PA.SA:2075/76 AND CHA NO: 226	DR	-746.66 -82,991.26	111.15	7,937,265.09
2019/06/13	2019/06/13	ORMT	PA.SA:2075/76, CH.NO:219	DR	-4,879,591.90 -539,926,844.24	110.65	3,057,673.19
2019/06/24	2019/06/24	ORMT	PA.SA:2075/76 CH.NO:222	DR	-1,697,631.61 -188,420,132.76	110.99	1,360,041.50
2019/06/30	2019/06/30	7IRMT/266/075/76	LN NO.3702-NEP(COL)APPL NO:00004 PR	CR	4,338,128.05 477,758,042.15	110.13	5,698,169.65
2019/07/01	2019/07/01	7IRMT/268/075/76	LN NO.3702-NEP(COL) APPL NO:00005 P	CR	1,595,459.34 175,707,937.11	110.13	7,293,628.90
2019/07/10	2019/07/10	7IRMT/279/075/76	LN NO.3702-NEP(COL) APPL NO: 00004	CR	541,463.85 59,219,901.27	109.37	7,835,092.86
2019/07/22	2019/07/22	ORMT	PA.SA. 2076/077 CH.NO.003	DR	-47,003.20 -5,160,481.33	109.79	7,788,089.63
2019/07/28	2019/07/28	ORMT	PA.SA.2076/77 CH.NO.01	DR	-6,412,068.12 -704,942,768.92	109.94	1,376,021.51
2019/08/22	2019/08/22	ORMT	PA.SA.2076/077 CH.NO.018	DR	-32,705.28 -3,734,942.98	114.20	1,343,316.23
2019/08/22	2019/08/22	ORMT	PA.SA.2076/077 CH.NO.018	DR	-5,771.52 -659,107.58	114.20	1,337,544.71
2019/08/28	2019/08/28	7IRMT/32/076/77	LN NO: 3702-NEP(COL)APPL NO:00006	CR	6,337,287.72 722,957,783.10	114.08	7,674,832.42
2019/09/11	2019/09/11	ORMT	PA.SA.2076/077 CH.NO.036	DR	-16,444.23 -1,891,713.24	114.43	7,658,388.18
2019/09/11	2019/09/11	ORMT	PA.SA.2076/077 CH.NO.035	DR	-26,973.24 -3,086,547.85	114.43	7,631,414.93
2019/09/11	2019/09/11	ORMT	PA.SA.2076/077 CH.NO.035	DR	-3,312.68 -379,069.97	114.43	7,628,102.25
2019/10/04	2019/10/04		PA.SA:2076/77,CH.NO:049	DR	-20,025.81 -2,265,319.63	113.12	7,608,076.42
2019/10/04	2019/10/04		PA.SA:2076/77,CH.NO:049	DR	-5,404.96 -613,138.66	113.12	7,602,671.50
2019/10/15	2019/10/15	ORMT	PA.SA:2076/77,CH.NO:050	DR	-28,900.00 -3,285,352.00	113.68	7,573,771.50
2019/11/10	2019/11/10	ORMT	PA.SA:2076/77,CH.NO:71	DR	-28,334.43 -3,223,608.10	113.77	7,545,437.00
2019/11/10	2019/11/10	ORMT	REV.PA.SA:2076/77,CH.NO:71	CR	28,334.43 3,223,608.10	113.77	7,573,771.50
2019/11/10	2019/11/10	ORMT	PA.SA.76/77 CH.NO.071	DR	-28,334.43 -3,223,608.10	113.77	7,545,437.00
2019/11/10	2019/11/10		PA.SA:2076/77,CH.NO:070	DR	-8,154.23 -923,385.01	113.77	7,537,282.79
2019/11/10	2019/11/10	ORMT	PA.SA:2076/77,CH.NO:070	DR	-17,872.88 -2,033,397.56	113.77	7,519,409.91
2019/11/21	2019/11/21	ORMT	LETTER WITH PA.SA:2076/77 CH.NO.85	DR	-3,711,417.56 -425,328,452.40	114.60	3,807,992.41
2019/12/08	2019/12/08	ORMT	PA.SA.2076/77 CH.NO.92	DR	-1,133,131.24 -128,735,039.95	113.61	2,674,861.16

*This statement is for viewing purpose only and can not be claimed as authenticated statement.

Government of Nepal
 National Reconstruction Authority
Disaster Resilience of Schools Project
Central Level Project Implementation Unit (Education)
 ABB Loan No. 3702 (NRYCOL)
Statement of Expenditure by Funding Source
 FY 2075/76 (2018/19)

Line Category	Budget Exp. No.	Budget Descriptions	AS at 2074/75 (2017/18)			FY 2075/76 (2018/19)			AS at 2075/76 (2018/19)				
			CoN	ADB Loan		CoN	Reimbursable	Direct Payment	Total	CoN	ADB		Total
				Reimbursable	Direct Payment						Reimbursable	Direct Payment	
Works (1A)	2021	Building Construction	-	-	-	1,690,663,003.94	-	2,313,324,754.92	422,665,750.00	3,000,663,003.94	-	2,313,324,754.92	
		Sub Total - Works	-	-	-	1,690,663,003.94	-	2,313,324,754.92	422,665,750.00	1,690,663,003.94	-	2,313,324,754.92	
Construction	2041	Materials	-	-	-	36,370,000.00	-	40,370,000.00	4,700,050.00	36,370,000.00	-	40,370,000.00	
		Sub Total - Grants	-	-	-	36,370,000.00	-	40,370,000.00	4,700,050.00	36,370,000.00	-	40,370,000.00	
Consulting Services (1)	2021	Research & Consulting Services	-	-	-	254,206,202.00	6,394,821.89	295,116,547.92	33,937,523.05	254,206,202.00	4,994,821.89	295,116,547.92	
		Sub Total - Consulting Services	-	-	-	254,206,202.00	6,394,821.89	295,116,547.92	33,937,523.05	254,206,202.00	4,994,821.89	295,116,547.92	
		Grand Total	-	-	-	1,981,239,156.92	6,394,821.89	2,449,207,402.54	40,103,324.05	1,981,239,156.92	6,394,821.89	2,449,207,402.54	


 (Gyanendra Raj Ojha
 Chief Accountant/Cumiller
 CLPIU (Education))


 (Gyanendra Raj Ojha
 Project Director
 CLPIU (Education))

Disaster Resilience of School Project (DRSP)

ADB Loan No. 3702

Financial Covenants

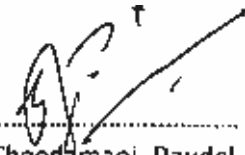
FY 2018/19 (FY 2075/76)

Para	Description	Complied	Partly complied	Not yet due	On going
	Section 4.01 In the carrying out of the Project and Operation of the project facilities, the borrower shall perform, or caused to be performed, all obligations set forth in schedule 4 to this loan agreement.				On going
	Section 4.02 The borrower shall enable ADB's representatives to inspect the project, the goods and works, and any relevant records and documents				On going
	Section 4.03. a) The borrower shall (i) maintain separate accounts and record for the project; (ii) prepare annual financial statements for the project in accordance with financial reporting standards acceptable to ADB; (iii) have such financial statements audited annually by independent auditors whose qualifications, experience and terms of reference are acceptable to ADB, in accordance with auditing standards acceptable to ADB; (iv) as part of each such audit, have the auditor prepare a reports, which includes the auditor's opinion(s) on the financial statements and the use of loan proceeds, and a management letter (which sets out the deficiencies and the in the internal control of the project that were identified in the course of the audit, if any); and (v) furnish to ADB, no later than 6 months after the end of the each fiscal year, copies of such audited financial statement, audit report and management letter, all in the English language, and such other information concerning these document and the audit thereof as ADB shall from time to time reasonably request.	Complied			
	Section 4.03. b) ADB shall disclose the annual audited financial statements for the project and the opinion of the auditors on the financial statements for the project and the opinion of the auditors on the financial statements within 14 days of the date of ADB's confirmation of their acceptability by posting them on ADB's website.				Not yet due

<p>Section 4.03. c) The borrower shall enable ADB, upon ADB's request, to discuss the financial statements for the project and the borrower's financial affairs where they relate to the project with the auditor appointed pursuant to subsection (a) (ii) hereinabove, and shall authorize and require any representative of such auditors to participate in any such discussion requested by ADB. This provided that such discussions shall be conducted only in the presence of an authorized officer of the borrower, unless the borrower shall otherwise agree.</p>				
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Gyanendra Raj Ojha
Chief Account Controller



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Choodamani Paudel
Project Director