



3/5

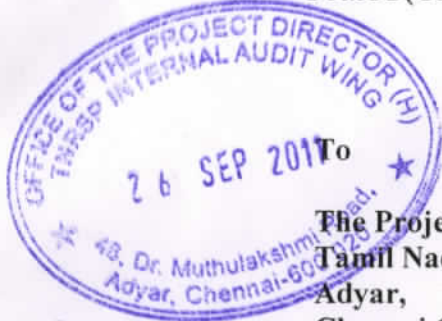
कार्यालय प्रधान महालेखाकर (सिविल लेखापरीक्षा)
तमिलनाडु एवं पुदुचेरी
लेखा परीक्षा भवन
361, अण्णा सालै, तेनामपेट, चेन्नै - 600 018.

**OFFICE OF THE PRINCIPAL
ACCOUNTANT GENERAL (CIVIL AUDIT)**

Tamil Nadu & Puducherry,
"LEKHA PARIKSHA BHAVAN",
361, Anna Salai, Teynampet, Chennai - 600 018.

PrL.AG(CA)/WM (C)/General/2010-11/ 249

Dated 26.09.2011



Report of the Comptroller and Auditor General of India

To
The Project Director,
Tamil Nadu Road Sector Project,
Adyar,
Chennai 600 020.

Report on the Project Financial Statements

We have audited the accompanying financial statements of the Tamil Nadu Road Sector Project financed under World Bank Loan No.4706 IN/7865 IN, which comprises the Statement of Sources and Applications of Funds and the Reconciliation of Claims to Total Applications of Funds for the year ended 31.03.2011. These statements are the responsibility of the Project's management. Our responsibility is to express an opinion on the accompanying financial statements based on our audit.

We conducted our audit in accordance with the Auditing Standards promulgated by the Comptroller and Auditor General of India. Those Standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. Our audit examines, on a test basis, evidence supporting the amounts and disclosures in the financial statements. It also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements present fairly, in all material respects, the sources and applications of funds of Tamil Nadu Road Sector Project for the year ended 31.03.2011 in accordance with Government of India accounting standards.

दूरभाष / Phone: 2431 6400, 2431 6401, 2431 6402

2431 6403, 2431 6404, 2431 6405

तार/ Telegram : "AUDITONE" Chennai

फैक्स / Fax : 044 - 2433 0012

ई-मेल / E-mail : auditone@eth.net

In addition to our opinion, (a) with respect to Statement of Expenditures adequate supporting documentation has been maintained to support claims to the World Bank for reimbursements of expenditure incurred, and (b) except for ineligible expenditures as detailed in the audit observations, appended to this audit report, expenditures are eligible for financing under the Loan/Credit Agreement. During the course of the audit, SOEs/FMRs and the connected documents were examined and these can be relied upon to support reimbursement under the Loan/Credit Agreement.

This report is issued without prejudice to CAG's right to incorporate the audit observations in the Report of CAG of India for being laid before Parliament/State or UT Legislature.

AUDIT OBSERVATION

Expenditure incurred for work done over and above the Bill of Quantity to be regularized.

An amount of ₹15962.91 lakh was incurred under the World Bank assisted Tamil Nadu Road Sector Project during 2010-11. However vide Voucher No.14DI-IPC-58 and Voucher No.22/03-11-IPC-72 payments were made for excess quantity over and above the bill of quantity to the tune of ₹808.68 lakh and ₹953.49 lakh respectively. Pending regularization by competent authority, the amounts are not admissible for reimbursement claim.



Deputy Accountant General (Works)