

## AUDITOR'S REPORT TO THE MANAGEMENT

This office has audited the accompanying Financial statements pertaining to Sindh Basic Education Programme USAID Grant SC22051 (051)391 PERA as on 30<sup>th</sup> June 2014 for the year ended.

The preparation of these financial statements is the responsibility of the management of the Programme. Audit responsibility is to express an opinion on the accompanying statements based on audit.

We conducted audit examination in accordance with International Standards on Auditing. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatements. The audit includes examining on a test basis, evidence supporting the amounts and disclosure in the financial statements. The audit also includes assessment of the accounting principles and significant estimates made by the management as well as evaluating the overall statement presentation. This office believes that the audit provides basis for opinion.

The Programme policy is to prepare the accompanying statements in the format mutually agreed between the USAID and the Government of Sindh as noted in the minutes of Negotiation for the Grant, on accrual basis in which expenses are recognized when incurred and revenue is reported when income is due.

In Audit opinion (A) the aforementioned financial statements and appended notes that were also subject to audit, fairly present in all material respects, the financial position of the Sindh Basic Education Programme USAID Grant SC22051 (051) 391 PERA as at 30<sup>th</sup> June 2014, and the results of its operations for the period ended 30<sup>th</sup> June 2014 in conformity with Generally Accepted Accounting Standards, applied on a basis consistent in material respect. (B) the management of Programme has utilized all proceeds of the Grant withdrawn from the USAID only for the purpose of the Programme as agreed between the USAID and Government of Pakistan in accordance with the Grant Agreement, and no proceeds of the Grant has been utilized for any other purposes. (C) the management of the Programme was in compliance of all financial covenants of the Grant agreement.

The Assignment Account reflects a true and fair view of the receipt and payment made during the year ending 30<sup>th</sup> June 2014, in respect of USAID and Government of Sindh share.



(SIRAJ MUSTAFA JOKHIO)  
DIRECTOR GENERAL

Dated: 17.03.2016