

Ref. No.....

Dated.....

INDEPENDENT AUDITORS' REPORT

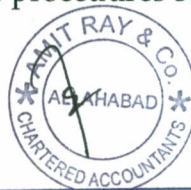
To,
The Members,
Bihar Aapda Punarwas Evam Punarnirman Society

We have audited the accompanying financial statements of **Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS)** which comprise the Balance Sheet as at March 31, 2013, and the Income and Expenditure Account & Receipts and Payments Account for the year ended on that date, Reconciliation of Funds and a summary of significant accounting policies and other explanatory information under Bihar Kosi Flood Recovery Project (IDA Credit No. 4802-IN).

Management is responsible for the preparation of these financial statements that gives a true and fair view of the financial position, financial performance of the society in accordance with the Society's Registration Act, 1860. This responsibility includes the design, implementation and maintenance of internal control relevant to the preparation and presentation of the financial statements that gives a true and fare view and are free from material misstatement, whether due to fraud or error.

Our responsibility is to express an opinion on these Financial Statements based on our audit. We conducted our audit in accordance with Auditing and Assurance Standards issued by the Institute of Chartered Accountants of India. 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 of material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's



judgment, including the assessment of the risk of material misstatement of the Financial Statements, whether due to fraud or error. In making those risk assessments, the auditor considers the internal control relevant to the company's preparation and fair presentation of the Financial Statements in order to design audit procedures that are appropriate in the circumstances. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of the accounting estimates made by management, as well as evaluating the overall financial statement presentation.

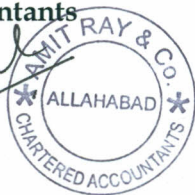
We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Subject to our audit observations annexed as **Annexure-A** with the report, in our opinion and to the best of our information and according to the explanations given to us the financial statements read in conjunction with significant accounting policies, notes to accounts and schedule (1 to 11), give the information required by the Act in the manner so required and give a true and fair view in conformity with the accounting principles generally accepted in India:

- i) In the case of Balance sheet, of the state of affair of the Society as at March 31, 2013 and,
- ii) In the case of Income and Expenditure Account, the income and expenditure of the Society for the year ended on that date and ,
- iii) In the case of Receipts and Payments Account, the Receipts and payments for the Society for the year ended on that date.

For Amit Ray & Co.
Chartered Accountants
FRN-000483C


Tanu Singhal
Partner
M.No.413856

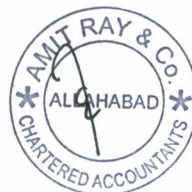


Date: 31st December, 2013
Place: Patna

Annexure-A

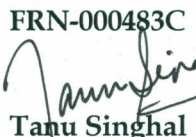
BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY

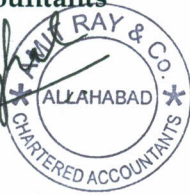
- 1) Excess payment amounting to Rs. 29,15, 000 has been paid to beneficiaries under HRC 1 & 2 during the year and classified as Excess Payment Receivable from Beneficiaries although no confirmation has been received from the beneficiaries.
- 2) Net Amount of **Rs.33,442,000** paid to beneficiaries under HRC-3 by BAPEPS on behalf of Indra Aawas Yojna and vice versa during the year 2012-13 has been classified as Receivable from Block Administration. Follow-up should be made to recover such amount.
- 3) Contribution of Indra Aawas Yojna amounting to **Rs. 62,412,000** recognized as income during the year to the extent of expenditure incurred under HRC-3 is not eligible for reimbursement of expenditure under the Credit Agreement.
- 4) Payments have been made to beneficiaries under HRC categories 1, 2 & 3 in irregular tranches which is not in conformity with the Financial Management Manual. Details of such short payments have been provided to the management.
- 5) An amount of **Rs.205, 000** which could not be credited to beneficiary during the year due to insufficient details like name and account no. of beneficiary has been classified as Payment to Unidentified Beneficiary.
- 6) Fund transferred to beneficiaries amounting to **Rs. 1,21,68,521** refunded by bank due to insufficient details like name and bank account no. of beneficiaries, bank advice no. & date against which payment was made is appearing as "Refund from Beneficiaries" under the head Current Liabilities.
- 7) Bank advices for expenditure amounting to **Rs. 78,45, 845** towards payment to beneficiaries under HRC 1, 2, 3 were not provided during the course of audit.



- 8) Stale Cheques amounting to **Rs. 89,50,290** are outstanding in the Bank Reconciliation Statements of Dedicated Bank Accounts at District and Block level.
- 9) On verification of Bank Reconciliation Statement, no explanation has been received with respect to :
 - a. Excess Debit by banks as on 31.03.2013 - **Rs. 4,39,81,325**
 - b. Excess Credit by banks as on 31.03.2013 - **Rs. 5,10,20,392**
- 10) Number of beneficiaries has been classified in more than one category.
- 11) Categorization of beneficiaries could not be verified with the approved list of beneficiaries since it was not provided to us in case of District Supaul and Madhepura.

For Amit Ray & Co.
Chartered Accountants
FRN-000483C


Tanu Singhal
Partner
M.No. 413856



Date: 31st December, 2013
Place: Patna

**Bihar Aapda Punarwas Evam Punarnirman society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Balance Sheet as at 31st March 2013**

(Amount in Rs.)

As at 31 March, 2012	Liabilities	Schedule No	As at 31 March, 2013	As at 31 March, 2012	Assets	Schedule No	As at 31 March, 2013
	Grant from Government of Bihar -			18,51,818.00	Fixed Assets	2	51,69,400.00
3,21,34,42,625	Unutilized Grant at the beginning of the year		5,74,33,37,405.00		Current Assets, Loans & Advances-		
3,27,82,00,000	Add : Grant received during the year		40,00,00,000.00	23,33,61,625.00	Advances & Other Current Assets	4	28,42,60,016.00
	Less : Grant Return to Plan & Dev. Dept.		2,45,06,58,642.00		Balance with Banks in Current/Savings Account	3	3,37,49,00,590.00
74,75,00,456	Less : Project Revenue Expenditure during the year		37,90,95,342.00	5,63,52,85,584.00	Cheques in Hand/Funds in Transit		1,94,45,000.00
8,04,764	Less : Project Capital Expenditure during the year		33,17,582.00	2,96,40,000.00	Cash in Hand		10,437.00
5,74,33,37,405	Unutilized Grant at the Close of the Year		3,31,02,65,839.00	2,672.00			
18,51,818	Capital Fund		51,69,400.00				
15,49,52,476	Current Liabilities	1	36,83,50,204.00				
5,90,01,41,699	Total		3,68,37,85,443.00	5,90,01,41,699.00	Total		3,68,37,85,443.00

The Schedules referred to above form an integral part of the Balance Sheet

Significant Accounting Policies & Notes on Accounts

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In terms of our report of even date

For and on behalf of

Amit Ray & Co.

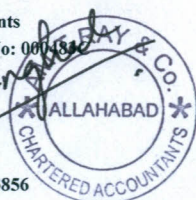
Chartered Accountants

Firm Registration No: 000438

Tanu Singhal

Partner

Membership No. 413856



Place : Patna

Date : 31/12/2013

For and on behalf of

Bihar Aapda Punarwas Evam Punarnirman Society

Framod Kumar
Framod Kumar

(Deputy Director - Finance)

Awdhesh Ram

Awdhesh Ram
(Adll. Project Director)



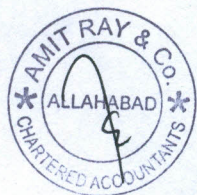
**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No- 4802-IN)**

Schedules forming part of the Balance Sheet as at 31st March, 2013

Schedule 1 - Current Liabilities

(Amount in Rs.)

Particulars	As at 31st March, 2012	During the year	As at 31 March, 2013
Stale Cheques	39,000		39,000
Tax deducted at Source payable	29,519	-26,639	2,880
Professional Tax		12,500	12,500
GIS		240	240
GPF		9,500	9,500
Refunded by Bank from Beneficiary			-
Sonbarsa BPMU	8,05,000		8,05,000
Sourbazar BPMU	7,35,000		7,35,000
Basantpur BPMU	4,35,000	1,42,000	5,77,000
Chhatapur BPMU	1,05,000	96,96,811	98,01,811
Triveniganj BPMU	6,15,000	17,45,000	23,60,000
Bihariganj BPMU	2,70,000		2,70,000
Udakishunganj BPMU	35,000	5,57,710	5,92,710
Singheswar BPMU	3,40,000		3,40,000
Pratapganj		27,000	27,000
Payable to District Administration Office:			-
District office Madhepura	33,64,417	-	33,64,417
District office Supaul	-	74,83,875	74,83,875
Payable to Block Administration Office:			-
Saurbazar	5,97,514	38,326	6,35,840
Basantpur	47,751	45,743	93,494
Alamnagar	66,19,043	-3,44,979	62,74,064
Udakishunganj	2,50,30,000	-19,15,000	2,31,15,000
Chausa	34,65,378	-21,85,378	12,80,000
Bihariganj		26,42,334	26,42,334
Bank Interest (SPMU)	8,55,79,652	15,88,47,584	24,44,27,236
Bank Interest (DPMU)			
Saharsa DPMU	2,05,640	10,75,986	12,81,626
Madhepura DPMU	11,23,936	29,88,490	41,12,426
Supaul DPMU	14,44,953	1,01,17,352	1,15,62,305
Bank Interest (BPMU)			
BPMU of Saharsa	10,84,498	28,26,288	39,10,786
BPMU of Madhepura	28,79,712	1,19,88,247	1,48,67,959
BPMU of Supaul	2,00,85,863	76,24,738	2,77,10,601
Other Receipts	15,600	-	15,600
Total	15,49,52,476	21,33,97,728	36,83,50,204



Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

Schedule 2 - Fixed Assets

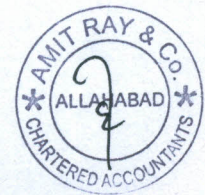
(Amount in Rs.)

Particulars	As at 31st March 2012	Purchased during the Year	Adjustments/ disposal during the Year	Closing balance As at 31 March, 2013
a. Project Management				
Motor Car (SPMU)	9,70,552	15,20,597	-	24,91,149
Computer & Printers (SPMU)	1,57,101	3,86,569	-	5,43,670
Computer Software (SPMU)	18,001	-		18,001
Computer & Printers (DPMU)				-
Madhepura DPMU	2,31,019	-		2,31,019
Supaul DPMU	1,27,100	-		1,27,100
Saharsa DPMU	-	6,89,827		6,89,827
				-
Furnitures & Fixtures (SPMU)	2,21,849	7,150		2,28,999
				-
Furnitures & Fixtures (DPMU)				-
Saharsa DPMU	-	95,068		95,068
Supaul DPMU	-	2,31,808		2,31,808
				-
Furnitures & Fixtures BPMU				-
Saurbazar	-	10,215		10,215
Chattapur	1,04,153	41,200	-	1,45,353
				-
Office equipment (SPMU)	9,143	3,35,148	-	3,44,291
Electric Equipment (SPMU)	12,900	-		12,900
b. Emergency Response				-
			-	-
Total	18,51,818	33,17,582		51,69,400

Schedule 3 - Balance with Bank/s in Current/Saving Account

(Amount in Rs.)

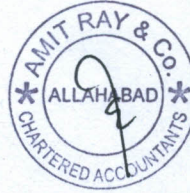
Particulars	As at 31 March, 2013	As at 31st March 2012
Balance with Bank (SPMU)		
Central Bank of India, Patna (SPMU)	73,30,11,918	59,09,13,142
State Bank of India, Patna (SPMU)	1,95,18,59,315	4,17,28,69,719
State Bank of India, Alipur, Patna (SPMU)	5,00,00,000	-
Balance with Bank (DPMU)		
CBI Saharsa	99,15,231	2,23,90,017
CBI Madhepura	6,59,77,329	6,83,41,919
SBI Supaul	12,09,11,029	34,03,21,954
UBGB Supaul	7,00,00,000	-
Balance with BPMU		
PNB Sahpur, Sonbarsa	2,11,36,770	4,10,68,474
SBI Saurbazar	9,84,423	1,55,48,761
SBI Simribakhtiyarpur	45,25,316	87,132
CBI Nauhatta	9,63,157	12,00,800
CBI Pattarghat	11,93,799	3,62,91,600
CBI Alamnagar a/c no. 0058	1,98,76,109	2,39,35,000
UBGB Alamnagar a/c no. 5291	1,54,70,557	1,50,00,000
CBI Bihariganj a/c no. 2488	2,04,72,459	1,60,70,000



Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

CBI Chausa a/c no. 6787	70,13,477	-
CBI Gwalpara a/c no. 5338	4,66,229	1,20,00,000
SBI Bishanpur, Gwalpara a/c no. 5893	61,26,543	-
CBI Kumarkhand a/c no.0023	1,44,06,998	1,41,23,749
CBI Madhepura a/c no. 2130	1,87,397	96,20,000
Canara Bank Madhepura a/c no 4134	1,81,25,945	2,25,00,000
CBI Murliganj a/c no. 5891	6,44,55,228	6,31,91,500
CBI Puraini a/c no. 0753	1,54,69,487	1,49,67,000
CBI Gaurichak, Shankarpur	1,04,30,812	1,00,15,000
SBI Shankarpur	2,37,760	1,49,95,359
SBI Udakishunganj a.c no. 6400	39,20,409	1,21,68,170
CBI Singheshwar a/c no. 7936	2,02,44,669	2,50,90,000
CBI Basantpur a.c no. 22018	6,27,000	4,85,000
SBI Basantpur a/c no. 8123	69,89,741	5,47,75,033
SBI Chattapur a/c no. 0686	8,52,54,156	92,16,660
SBI Triveniganj a/c no. 1927	2,11,47,781	1,86,04,539
BOI Triveniganj a/c no.	1,15,69,741	66,04,761
CBI Raghapur a.c no. 0398	19,29,805	23,35,000
SBI Pratapganj	-	5,55,295
Total	3,37,49,00,590	5,63,52,85,584



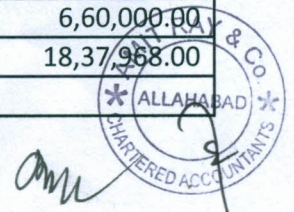
Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

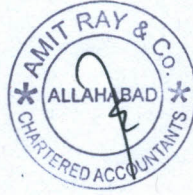
Schedule 4 - Advance & Other Current Assets

(Amount in Rs.)

Particulars	As at 31st March 2013	As at 31st March 2012
Advance to Contractor (SPMU)		
BRPNN Ltd.	1,50,00,000.00	1,50,00,000.00
1st Secured Advance (BRPNL)	73,22,000.00	-
Mobilization advance (BRPNL)	1,49,37,357.00	-
BRRDA	58,00,000.00	58,00,000.00
BREDA		
DPMU Madhepura	4,15,600.00	4,15,600.00
BPMU Triveniganj	1,03,900.00	1,03,900.00
Advance to Consultant		
GPCL	11,58,378.00	-
Advance to Staff		
Imprest Advance Sanjeev Kumar	36,316.00	2,45,000.00
Imprest Advance Das	34,171.00	-
Rent Advance	1,70,000.00	2,90,000.00
DPMU Madhepura	6,000.00	-
Other Advance:		
Sampark Advertisement	-	5,776.00
Advance to NGO - Kachh Nav Nirman	21,33,791.00	25,48,002.00
Excess payment receivable from beneficiary		
Saharsa	14,45,000.00	8,15,000.00
Madhepura	41,05,000.00	35,90,000.00
Supaul	1,31,65,000.00	1,13,95,000.00
Advance Recoverable from District Office/Block Office of Government of Bihar		
District Office		
DPMU Supaul	-	2,31,17,854.00
Block Office		
Sonbarsa	3,33,81,265.00	3,41,11,265.00
Simri Bakhtiyarpur	46,63,359.00	46,48,409.00
Bihariganj	-	38,60,032.00
Gwalpara	37,60,584.00	52,51,344.00
Kumarkhand	1,44,89,693.00	2,66,00,797.00
Madhepura	1,42,18,391.00	91,65,488.00
Murliganj	2,74,77,578.00	2,70,62,578.00
Puraini	2,73,94,460.00	2,69,80,889.00
Shankarpur	1,57,83,009.00	1,90,43,009.00
Singheswar	7,03,810.00	27,78,594.00
Chhatapur	1,02,81,347.00	16,02,859.00
Pratapganj	-	56,52,261.00
Raghopur	6,60,000.00	6,60,000.00
Triveniganj	87,56,638.00	18,37,968.00
Advance to DM by Blocks		



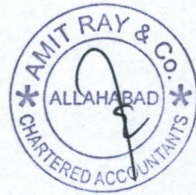
Gawalpara	49,76,060.00	-
Alamnagar	19,51,500.00	-
Basantpur	4,30,38,554.00	-
Pratapganj	59,06,255.00	-
Unidentified beneficiaries Payment		
Chhatapur	1,20,000.00	1,20,000.00
Triveniganj	7,45,000.00	6,50,000.00
Basantpur	10,000.00	10,000.00
Bhariganj	90,000.00	-
Madhepura	20,000.00	-
Total	28,42,60,016.00	23,33,61,625.00



Schedule 5 - Indira Aawas Yojana (IAY) Gov. Contribution

(Amount in Rs.)

Particulars	As at 31st March,2013	As at 31st March,2012
IAY State Govt Contribution		
Sonbarsa	9,30,000.00	86,00,000.00
Alamnagar	36,45,000.00	1,72,95,000.00
Bihariganj	1,50,000.00	25,65,000.00
Chausa	11,55,000.00	39,75,000.00
Gawalpara	19,35,000.00	1,26,50,000.00
Kumarkhand	1,13,84,000.00	2,54,40,000.00
Madhepura	1,11,75,000.00	3,82,20,000.00
Murliganj	18,15,000.00	3,40,75,000.00
Puraini	2,35,000.00	43,20,000.00
Shankarpur	66,26,000.00	2,21,84,000.00
Udakishunganj	69,45,000.00	2,87,00,000.00
Sigheswar	61,95,000.00	1,87,55,000.00
Chhatapur	23,22,000.00	3,10,70,000.00
Triveniganj	78,85,000.00	2,97,20,000.00
Raghopur	-	6,60,000.00
Simri Bakhtiyarpur	15,000.00	-
Total	6,24,12,000.00	27,82,29,000.00



Bihar Aapda Punarwas Evam Punarnirman society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Income & Expenditure Account for the Financial Year ended 31st March 2013

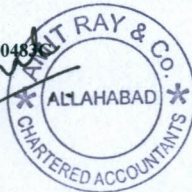
(Amount in Rs.)

For the Year ended 31 March, 2012	Expenditure	Schedule No	For the Year ended at 31 March, 2013	For the Year ended at 31 March, 2012	Payments	Schedule No	For the Year ended at 31 March, 2013
84,33,02,000	Main Project Expenditure- Owner Driven Housing Reconstruction Expense Strengthening flood Management Capacity	6	30,53,02,000	74,83,05,220.00	Fund Received to the extent utilised during the year		38,24,12,924
				27,82,29,000.00	Fund Received to the extent utilised during the year from Indira Awas Yojna	5	6,24,12,000
				1,02,65,34,220			44,48,24,924
3,24,27,456	Improving Emergency Response Capacity Project Management and Technical Assistance	7	3,62,05,342	8,04,764.00	Less: Expenditure in Fixed Assets transferred to Capital fund Account	2	33,17,582
15,00,00,000	Grant in Aid Jeevika		10,00,00,000				
1,02,57,29,456	Total		44,15,07,342	1,02,57,29,456	Total		44,15,07,342

In terms of our report of even date

For and on behalf of
Amit Ray & Co.
Chartered Accountants
Firm Registration No: 0004876

Tanu Singhal
Partner
Membership No. 413856



Place : Patna
Date : 31/12/2013

For and on behalf of
Bihar Aapda Punarwas Evam Punarnirman Society

Pramod Kumar
(Deputy Director - Finance)

(Signature of Pramod Kumar)



Awdhesh Ram
(Adll. Project Director)

(Signature of Awdhesh Ram)

Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

Schedules of Income & Expenditures Account

Schedule 6

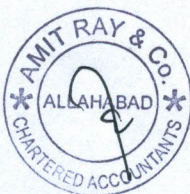
(Amount in Rs.)

Owner Driven Housing Reconstruction Expenses	For the Year ended 31st March,2013	For the Year ended 31st March,2012
HRC 1	17,42,85,000.00	35,33,45,000.00
HRC 2	4,49,05,000.00	13,79,14,000.00
HRC 3	8,61,12,000.00	35,20,43,000.00
HRC Suspense A/c	-	-
TOTAL	30,53,02,000.00	84,33,02,000.00

Schedule 7

(Amount in Rs.)

Project Management and Technical Assistance	For the year ended 31st March,2013	For the Year ended 31st March, 2012
Administrative Salaries (SPMU)	88,30,114.00	3,22,71,516.00
Administrative Salaries (DPMU)	90,74,300.00	
Administrative Salaries (BPMU)	1,43,67,102.00	
Contingency Expenses (SPMU)	11,26,825.00	14,47,224.00
Contingency Expenses (DPMU)	1,10,500.00	
Contingency Expenses (BPMU)	2,09,899.00	
Vehicle & Mobility Cost (SPMU)	17,69,398.00	24,82,416.00
Vehicle & Mobility Cost (DPMU)	6,43,763.00	
Vehicle & Mobility Cost (BPMU)	69,255.00	
Bank Charges (SPMU)	44.00	4,186.00
Bank Charges (DPMU)	89.00	
Bank Charges (BPMU)	4,053.00	
Total		3,62,05,342.00



Bihar Aapda Punarwas Evam Punarnirman society
Kosi Flood Recovery Project (Credit No. 4802-IN)
Receipts & Payments Account for the Financial Year ended 31st March 2013

(Amount in Rs.)

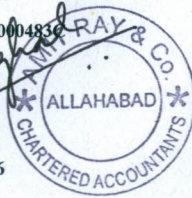
For the Year ended 31st March, 2012	Receipts	Schedule No	For the Year ended 31 March, 2013	For the Year ended 31 March, 2012	Payments	Schedule No	For the Year ended 31 March, 2013
5,673	Opening Balance- Cash in Hand		2,672	84,33,02,000	Main Project Expenditure Owner Driven Housing Reconstruction Strengthening Flood Management Capacity Improving Emergency Response Capacity	6	30,53,02,000
2,53,89,48,335	Cash at Bank	3	5,63,52,85,584	3,24,27,456	Project Management and Technical Payments of Jeevika (BRLPS)	7	3,62,05,342
	Fund in Transit		2,96,40,000	15,00,00,000			10,00,00,000.00
3,27,82,00,000	Funds Received- Grant in Aid from Govt of Bihar		40,00,00,000	1,02,57,29,456			44,15,07,342
27,82,29,000	Indira Awas Yojna Govt. Contribution	5	6,24,12,000	8,04,764	Fixed Assets purchased during the Payments during the year	9	33,17,582
66,81,17,318	Receipts during the Year	8	27,09,18,070	7,20,37,850		10	2,55,90,77,375
				5,63,52,85,584	Closing Balance- Cash at Bank	3	3,37,49,00,590
				2,96,40,000	Fund in Transit		1,94,45,000
				2,672	Cash in Hand		10,437.00
6,76,35,00,326	Total		6,39,82,58,326	6,76,35,00,326	Total		6,39,82,58,326.00

In terms of our report of even date

For and on behalf of
Amit Ray & Co.
 Chartered Accountants

Firm Registration No: 0004836

Tanu Singhal
 Tanu Singhal
 Partner
 Membership No. 413856



Place : Patna
 Date : 31/12/2013

For and on behalf of
Bihar Aapda Punarwas Evam Punarnirman Society

Pramod Kumar
 Pramod Kumar
 (Deputy Director - Finance)

Awdhesh Ram
 Awdhesh Ram
 (Adll. Project Director)



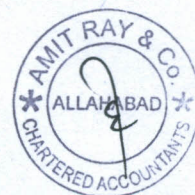
**Bihar Aapda Punarwas Evam Punarnirman Society
Kosi Flood Recovery Project (Credit No- 4802-IN)**

Schedules forming part of the Receipt and Payment as at 31st March, 2013

Schedule 8 - Receipt during the year

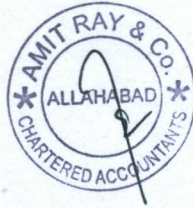
(Amount in Rs.)

Particulars	As at 31 March, 2013	As at 31st March, 2012
BELTRON Patna	-	1,60,062
TDS	2,880	29,519
State Cheque (Basantpur)	-	39,000
DM Supaul	3,06,01,729	-
NGO Advance	4,14,211	-
Refund by Bank from Beneficiary		
Sonbarsa		8,05,000
Saurbazar		7,35,000
Basantpur	1,42,000	4,35,000
Chhatapur	96,96,811	1,05,000
Triveniganj	17,45,000	6,15,000
Pratapganj	27,000	-
Bihariganj	-	2,70,000
Udakishunganj	5,57,710	35,000
Singheswar	-	3,40,000
District office		
DM Saharsa	-	75,04,307
DM Madhepura	-	33,64,417
BDO Account		
BDO Sourbazar	38,326	5,97,514
BDO Sonbarsa	7,30,000	2,77,69,529
Basantpur	45,743	9,93,69,744
Triveniganj	-	10,22,61,413
Pratapganj	56,52,261	24,68,765
Chhatapur	-	13,62,71,774
Alamnagar	-	1,42,64,043
Bihariganj	65,02,366	26,99,940
Chausa	-	80,25,378
Gawalpara	14,90,760	1,08,38,656
Kumarkhand	1,21,11,104	3,02,36,213
Madhepura	-	4,87,44,512
Murliganj	-	1,07,04,337
Shankarpur	32,60,000	1,62,71,615
Udakishunganj	-	4,09,00,098
Singheswar	20,74,784	80,29,145
Bank Interest (SPMU)	15,88,47,584	8,55,79,652
Bank Interest (DPMU)		
Saharsa	10,75,986	2,05,640
Madhepura	29,88,490	11,23,936
Supaul	1,01,17,352	14,44,953
Bank Interest (BPMU)		
Saharsa	28,26,288	10,84,498



AMU

Madhepura	1,19,88,247	26,01,685
Supaul	76,24,738	21,71,373
GIS	240	-
GPF	9,500	-
Professional Tax	12,500	-
Advance Rent	1,20,000	-
Sampark Advertisement	5,776	-
Imprest Sanjeev Kumar	2,08,684	-
Other receipt	-	15,600
Total	27,09,18,070	66,81,17,318



Schedule 9 - Fixed Assets

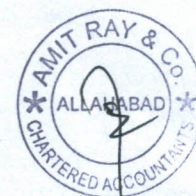
(Amount in Rs.)

Particulars	Purchased during the Year 2012-2013	Adjustment/ disposal during the Year	As at 31st March, 2013
a. Project Management			
Motor Cars	15,20,597.00	-	15,20,597.00
Computer & Printers (SPMU)	3,86,569.00	-	3,86,569.00
Computer Software (SPMU)	-	-	-
Computer & Printers (DPMU)	6,89,827.00	-	6,89,827.00
Computer & Printers (BPMU)	-	-	-
Furniture & Fixture (SPMU)	7,150.00	-	7,150.00
Furniture & Fixture (DPMU)	3,26,876.00	-	3,26,876.00
Furniture & Fixture (BPMU)	51,415.00	-	51,415.00
Misc. Electronic Installations	-	-	-
Office equipment (SPMU)	3,35,148.00	-	3,35,148.00
b. Emergency Response -			
Total	33,17,582.00		33,17,582.00

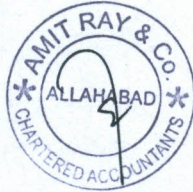
Schudle 10 - Payment during the Year

(Amount in Rs.)

Particulars	As at 31 March, 2013	As at 31 March, 2012
Staff Advance District Madhepura	6,000.00	-
Advance to Contractor		
1st Secured Advance (BRPNL)	73,22,000.00	
Mobilization advance (BRPNL)	1,49,37,357.00	
Advance to Consultant (GPCL)	11,58,378.00	
Advance to Staff		
Imprest Das a/c	34,171.00	
Grant returned to Planing & Dev.	2,45,06,58,642.00	
Tax Deducted at Source (SPMU)	29,519.00	
BREDA Patna		
DPMU Madhepura		4,15,600.00
BPMU Triveniganj		1,03,900.00
Owner Driven Reconstruction Collaborative		21,86,540.00
Advance to Staff (Sanjiv Kr.)		1,97,000.00
Rent Advance		2,90,000.00
Other Advance - Sampark Adv.		5,776.00
Excess beneficiary payment receivable		
Supaul		1,13,95,000.00
Madhepura		35,90,000.00
Sonbarsa		8,15,000.00
Advance Recoverable from District Office/ Block Office of Government of Bihar		
District office		
Supaul		2,31,17,854.00
Block Office		
Simribakhtiyarpur	14,950.00	46,48,409.00
Triveniganj	69,18,670.00	-
Chhatapur	86,78,488.00	-
Raghopur	-	6,60,000.00
Madhepura	50,52,903.00	-
Alamnagar	3,44,979.00	-
Murliganj	4,15,000.00	-
Udakishunganj	19,15,000.00	-
Chausa	21,85,378.00	-
Puraini	4,13,571.00	2,39,37,771.00
Advance to DM by Blocks		
Gawalpara	49,76,060.00	-
Alamnagar	19,51,500.00	-
Basantpur	4,30,38,554.00	-



Pratapganj	59,06,255.00	-
Excess payment receivable from beneficiary		
Bihariganj	1,20,000.00	-
Kumarkhand	75,000.00	-
Shankarpur	1,85,000.00	-
Udakishunganj	20,000.00	-
Singheswar	10,000.00	-
Puraini	25,000.00	-
Madhepura	80,000.00	-
Basantpur	75,000.00	-
Triveniganj	90,000.00	-
Chhatapur	16,05,000.00	-
Sourbazar	1,75,000.00	-
Pattarghat	2,45,000.00	-
Sonbarsa	2,10,000.00	-
Payment to Unidentified beneficiaries		
Madhepura	20,000.00	-
Bihariganj	90,000.00	-
Triveniganj	95,000.00	6,75,000.00
Total	2,55,90,77,375.00	7,20,37,850.00



Bihar Aapda Punarwas Evam Punarnirman Society

Kosi Flood Recovery Project (Credit No. 4802-IN)

Reconciliation of audited expenditure with IUFR expenditure for the period ended 31st March 2013

(Amount in Rs.)

Particulars	Component A - Housing Reconstruction	Component B - Reconstruction of Roads & Bridges	Component C - Strengthening Flood Mgmt. Capacity	Component E - Improving Emergency Response Capacity	Component F - Project Management & Technical Assistance etc.	Total
Total Expenditure as per Audited Project Financial Statements	24,28,90,000	-	-	-	3,95,22,924	28,24,12,924
Revenue Expenditure (Schedule 7)	-	-	-	-	3,62,05,342	3,62,05,342
Capital Expenditure (Schedule 2)	-	-	-	-	33,17,582	33,17,582
Add: Other eligible amounts (Mobilization advance, secured advance etc.)	-	-	-	-	-	-
Less: Ineligible Expenditure	-	-	-	-	-	-
1. Eligible Expenditure as per audited PFS	24,28,90,000	-	-	-	3,95,22,924	28,24,12,924
2. Eligible Expenditure as per IUFR (Note 1)	Nil	-	-	-	Nil	Nil
3. (Excess)/Short Expenditure reported (1-2)	NA	-	-	-	NA	NA
4. Reimbursable %age	NA	-	-	-	NA	NA
5. World Bank share (1*4)	NA	-	-	-	NA	NA
6. Reimbursement made for the year [as per list attached]	q	-	-	-	Nil	-
7. Excess/Short Claim (5 - 6)	NA	-	-	-	NA	NA

NA: Not Applicable

For and on behalf of

Amit Ray & Co.

Chartered Accountants

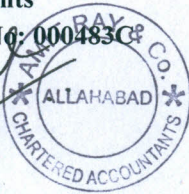
Firm Registration No: 000483C

Tanu Singhal
Tanu Singhal
Partner

Membership No. 413856

Place : Patna

Date : 31/12/13



For and on behalf of

Bihar Aapda Punarwas Evam Punarnirman Society

Pramod Kumar
Pramod Kumar
(Deputy Director - Finance)

Awdhesh Ram
Awdhesh Ram
(Addl. Project Direct

BIHAR AAPDA PUNARWAS EVAM PUNARNIRMAN SOCIETY

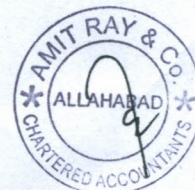
Schedule-11 : Significant Accounting Policies and Notes to Accounts

A. Overview of the project

Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS) is implementing a USD220 mn World Bank assisted Bihar Kosi Flood Recovery Project in three districts of Bihar i.e. Supaul, Madhepura & Saharsa. The project will support the efforts of the government of Bihar in helping communities recover from the impacts of the flood & reduce vulnerabilities from flood hazard of affected population. To this effect, the project has five components which will be implemented through specialized state agencies as given below:

- Reconstruction of Houses, through the Owner Driven Reconsruction Collaborative (ODRC) Model, through the District Administration led by the District Magistrate and supported by the district / block units of BAPEPS.
- Reconstruction of Rural Roads, through the Bihar Rural Roads Development Agency (BRRDA) and reconstruction of Bridges, through the Bihar Rajya Pul Nirman Nigam (BRPNNL).
- Strengthening Flood Management Capacity, through the Water Resources Department (WRD).
- Livelihood Restoration and Enhancement is implemented by Bihar Rural Livelihood Project (BRLP).
- Improving Emergency Response Capacity, through Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS).
- Project Management and Technical Assistance through Bihar Aapda Punarwas Evam Punarnirman Society (BAPEPS).

BAPEPS was formed on 7th July 2010. Before the society was formed, an amount of Rs. 110.90 Crores was contributed by the planning & development department, Government of Bihar for the project. The Financial Statement incorporates the transaction pertaining to the project prior to the date of formation of the society.



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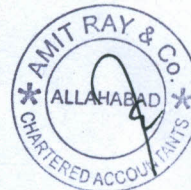
B. Basis of Preparation of Financial Statements

The Financial Statements have been maintained on double entry system adopting cash basis of accounting except:

- i. Those transactions which are done through non-dedicated bank accounts (i.e. accounts opened at district & block level where transactions of other schemes/projects other than BAPEPS were also made by block/district administration) are accounted for through Block/District Administration Account. As a result in case of the amount receivable from Block/District has been shown under Current Assets whereas the amount payable to Block/District Administration has been shown under Current Liabilities.
- ii. Excess paid to HRC-1 & HRC-2 beneficiaries are shown under Current Assets as "Excess Payment Receivable From Beneficiaries". Excess paid to HRC 3 category beneficiaries are included in Receivable from Block Administration or deducted from amount Payable to Block Administration.
- iii. Indra Aawas Yojna contribution in case of HRC-3 category beneficiaries has been accounted for as income in Income & Expenditure Account.

Financial Statements are prepared in accordance with the Generally Accepted Accounting Principles including Accounting Standards followed in India to the extent applicable.

Preparation of the financial statements are in conformity with the Generally Accepted Accounting Principles requires the management to make estimates and assumptions that affect the reported amounts of assets and liabilities on the date of financial statements and reported amount of revenues and expenses for the year. Estimates are based on assumptions that management believes are reasonable under the circumstances.



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C. Accounting Policies:-

1. Fixed Assets and Depreciation

Fixed Assets are stated at their cost of acquisition including taxes, duties, freight and other incidental expenses relating to their acquisition and substantial expenditure on subsequent improvements thereto. Fixed Assets received in kind are stated at a nominal value of Re. 1/- only.

In case of Fixed Assets acquired through Project grants and owned by BAPEPS, an amount equivalent to the cost of acquisition is credited to Capital Fund and shown in the Balance Sheet. On disposal of such fixed asset, equivalent amount is reduced from the Capital Fund. Fixed Assets acquired through project grants but are owned by or vested in other line/departments/agencies are not accounted for as fixed assets and are shown as Project Expenditure.

No depreciation has been charged on the fixed assets in the financial statements.

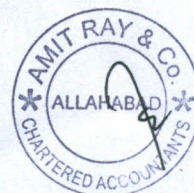
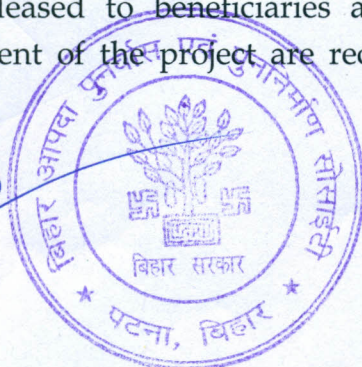
2. Revenue Recognition

Grant received and spent during the period has been recognized in the Income & Expenditure Account. Unutilized grant is carried forward in the Balance Sheet.

Interest earned on balances on project bank accounts and other incomes arising from the project are recognized as liability in the Balance Sheet and pending decision of the Executive Committee/Governing Body.

3. Fund Transfer under the Housing Component

Fund released to beneficiaries against milestones under the Housing Component of the project are recognized as expenditure at the time of release.



D. Notes to Accounts

1. Grant-in-aid amounting to Rs. 40,00,00,000 has been received from Planning & Development Department, Government of Bihar during the year under Credit Agreement No. 4802-IN

2. Classification of Beneficiaries:

Beneficiaries have been classified under HRC 1, 2 and 3 categories based on the list approved by the respective block/district administration.

3. Bank Account

Balance at Bank has been shown for dedicated bank accounts opened in the name of BAPEPS and approved in the Executive Committee Meeting dated 22nd June, 2011. Transactions through non-dedicated bank accounts i.e. account opened at district/block level where transactions of other schemes/ projects other than BAPEPS were also made by block/ district administration are accounted for as Advances Recoverable from/Payable to Block/District Administration.

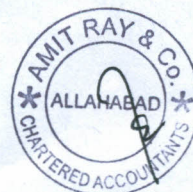
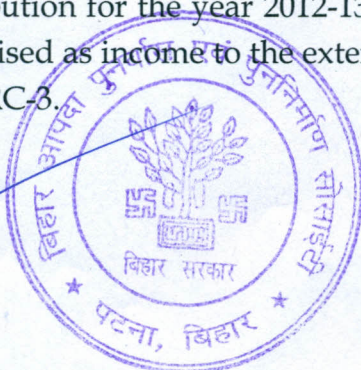
4. Excess Payment

Total Excess Payment made as on 31.03.2013 is 52,157,000. Out of which Rs.18,715,000 is the excess payment made to beneficiaries under Category HRC 1 & 2 upto 31.03.2013. and is shown under the head Advances & Current Assets as "Excess Payment Receivable from Beneficiaries"

Balance Rs.33,442,000 has been paid in excess under the category HRC-3 and is included in Receivable from Block Administration or deducted from amount Payable to Block Administration.

5. Receivable from Indira Awas Yojana (IAY)

IAY Contribution for the year 2012-13 amounting to Rs. 62,412,000 has been recognised as income to the extent of expenditure incurred under category HRC-3.



(Handwritten signature)

Contribution made by BAPEPS on behalf IAY under HRC-3 to the tune of Rs. 121,884,000 as on 31.03.2013 is receivable from Block Administration.

6. Payment made to Un-identified Beneficiaries

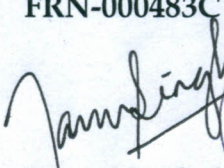
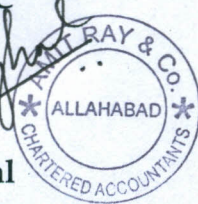
Amount of Rs.985,000 which cannot be credited to the beneficiary due to insufficient details like beneficiary name, bank account number etc. has been shown under the head Advances & Current Assets as "Payment to Unidentified Beneficiaries"

7. Refund by Bank

Fund transferred to beneficiaries amounting to Rs. 29,477,042 refunded by bank due to insufficient details like name and bank account no. of beneficiaries, bank advice no. & date against which payment was made is appearing as "Refund from Beneficiaries" under the head Current Liabilities.

8. Previous year figures have been regrouped and reclassified wherever necessary.

For Amit Ray & Co.
Chartered Accountants
FRN-000483C

Tanu Singhal
Partner
M.No. 413856

Date: 31.12.2013
Place: Patna

