

Pulses and Cereal Research and Manufacturing Authority

1. Presentation of Financial Statements

Financial Statements from 2002 to 2010 had not been presented to audit.

2. Audit Observations

2.1 Operations

Operation of the Authority had been inactive since the year 2001 and there was no staff and a Board of control since then. Thus there was no evidence to ensure that the Ministry had taken to implement the operation activities of the Board or to Liquidate. Acts or any law regarding the establishment of the Board were not made available for audit.

2.2 Maintenance of Accounts, Books and Records

Any evidence whatsoever was not made available for audit to ensure whether accounts, books and records relating to the year under review had been maintained.

2.3 Existence of the Assets and Liabilities

As any information whatsoever was not made available in respect of the following assets and Liabilities stated in the balance sheet as at 31 December 2001 prepared by the Authority, their existence and the accuracy could not be verified.

Assets	Rs.	Liabilities	Rs.
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Office equipment	357,803	Janatha Fertilizer Enterprise Ltd.	317,537
Fixed deposits	4,200,000	Audit fees payable	22,374
Interest on fixed deposits receivable	590,301	Taxes on bank interest payable	59,030
Balance stock of empty fertilize bags	347,555	Accrued expenses	80,000
Bank balance	63,676		

2.4 Investment of Funds

A sum of Rs.4,200,000 had been invested in a Fixed deposits of a State bank by the Authority and its annual interest is being credited to a current account. Action had not been taken to invest the balance of this current account amounting to Rs.4,581,726 as at the end of the year under review in an effective investment.