

**Veyangoda Flyover Project - 2012.**

**1. Opinion**

So far as appears from my examination and to the best of information and according to the explanations given to me, I am of opinion that;

- (a) the Project had maintained proper accounting records for the period ended 31 December 2012 and the financial statements give a true and fair view of the state of affairs of the Project as at 31 December 2012 in accordance with Generally Accepted Accounting Principles.
- (b) the funds provided had been utilized for the purposes for which they were provided.
- (c) the financial covenants laid down in the Loan Agreement had been complied with.

**2. Financial Statements  
Financial Performance**

According to the financial statements and information made available, the expenditure of the Project for the first accounting period ended 31 December 2012 amounted to Rs. 542.39 million. The following statement shows a summary of the expenditure for the year under review.

<b>Description</b> -----	<b>Expenditure for the year ended 31 December 2012</b> -----
	<b>Rs</b>
Cost of the Flyovers	268,764,065
Project Management Cost	5,110,784
Current Assets	268,513,624
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	542,388,473
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### 3. Financial and Operating Review

#### 3.1 Utilization of Funds

According to the financial statements and information made available, certain significant statistics relating to the financing of the Project, budgetary provisions and the utilization of funds of the Project during the first accounting period ended 31 December 2012.

Source	Amount agreed to be financed as per Loan Agreement		Provision made in the Budget Estimate for the year 2012	Funds utilized during the period under review 2012
	EUR million	Rs. million	Rs. million	Rs. million
Spain	11.22	1,814	-	517.5
GOSL	-	550	150	2.0
Total	11.22	2,364	150	*519.5

\* This amount does not agree with the figures shown in the paragraph 4 of this report as the payables as at the year end is not included.