

**TEMPLATES FOR AUDITED FINANCIAL STATEMENT**  
**AUDITORS' OPINION ON CONSOLIDATED FINANCIAL STATEMENTS OF THE 3**  
**CENTRAL APPROPRIATION ACCOUNTS**

AGD LOGO

AUDITOR GENERAL'S REPORT

Auditor General of Sri Lanka

[Appropriate Addressee]

**Audit Opinion on the Consolidated Financial Statements of the Education Sector Development Framework and Program (ESDFP) – 3 Central Level Institutions**

We have audited the accompanying financial statements of Education Sector Development Framework and Program (ESDFP) as consolidated from the three Central Appropriation Accounts of the Education Sector [give the names and numbers of the Appropriation Accounts], which comprise the Sources and Uses of Funds, Statement of Budget Vs Actual, and a summary of significant accounting policies and related explanatory notes for the year ended [insert year end date].

*Management's Responsibility for the Financial Statements*

The Ministry of Education is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with [Generally Accepted Accounting Principles in Sri Lanka] on a semi-accrual basis of accounting, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Sri Lankan Auditing Standards as stipulated in Act No 15 of 1995. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, (or *give a true and fair view of*) the liabilities of the ESDFP—Consolidated Central Appropriation Accounts and as at [the end of the fiscal year], and (of) their budget allocations and payments for the year then ended in accordance with [Generally Accepted Accounting Principles in Sri Lanka]

[Alternatively: "Except for the matters given below, in our opinion ...."]

[Auditor's signature]

[Date of the auditor's report]

[Auditor's Place of Signing]

**AUDITORS' OPINION ON CONSOLIDATED FINANCIAL STATEMENTS OF THE 9  
PROVINCIAL APPROPRIATION ACCOUNTS**

AGD LOGO

AUDITOR GENERAL'S REPORT

Auditor General of Sri Lanka

[Appropriate Addressee]

**Audit Opinion on the Consolidated Financial Statements of the Education Sector Development Framework and Program (ESDFP) – 9 Provincial Level Institutions**

We have audited the accompanying financial statements of Education Sector Development Framework and Program (ESDFP) as consolidated from the nine Provincial Appropriation Accounts of the Education Sector [give the names and numbers of the Appropriation Accounts], which comprise the Sources and Uses of Funds, Statement of Budget Vs Actual, and a summary of significant accounting policies and related explanatory notes for the year ended [insert year end date].

*Management's Responsibility for the Financial Statements*

The Ministry of Education is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with [Generally Accepted Accounting Principles in Sri Lanka] on a semi-accrual basis of accounting, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

*Auditor's Responsibility*

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Sri Lankan Auditing Standards as stipulated in Act No 15 of 1995. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the consolidated financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the consolidated financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the consolidated financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the consolidated financial statements in order to design audit procedures that

are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the consolidated financial statements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

*Opinion*

In our opinion, the consolidated financial statements present fairly, in all material respects, (or *give a true and fair view of*) the liabilities of the ESDFP – Consolidated Provincial Appropriation Accounts and as at [the end of the fiscal year], and (of) their budget allocations and payments for the year then ended in accordance with Generally Accepted Accounting Principles in Sri Lanka.

[Alternatively: "Except for the matters given below, in our opinion ...."]

[Auditor's signature]

[Date of the auditor's report]

[Auditor's Place of Signing]

## AUDITORS' OPINION ON OTHER DONOR REQUIREMENTS

AGD LOGO

### AUDITOR GENERAL'S REPORT

Auditor General of Sri Lanka

[Asian Development Bank c/o Ministry of Education]

#### **Audit Opinion on Other Donor Requirements**

**Education Sector Development Framework and Program (ESDFP) supported by ADB Loan Agreement [Loan number and name] dated [date of loan agreement]**

We have audited the financial statements of Education Sector Development Framework and Program (ESDFP) as consolidated from the three Central Appropriation Accounts of the Education Sector, as well as the financial statements of Education Sector Development Framework and Program (ESDFP) as consolidated from the nine Provincial Appropriation Accounts which comprise the Sources and Uses of Funds, Statement of Budget Vs Actual, and a summary of significant accounting policies and related explanatory notes for the year ended [insert year end]

#### *Management's Responsibility for the Financial Statements*

The Ministry of Education is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with [Sri Lankan Accounting Standards] on a semi-accrual basis of accounting, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

#### *Auditor's Responsibility*

#### **A summary of the work performed**

Our responsibility is to express an opinion on these consolidated financial statements based on our audit. We conducted our audit in accordance with Sri Lankan Auditing Standards as stipulated in Act No 15 of 1995. As part of our audit we have considered whether the activities undertaken by ESDFP and the funds disbursed by ADB have been utilized are in accordance with the loan agreement with ADB, whether procurement has taken place in accordance with terms agreed to with ADB, and whether financial covenants in the loan agreement have been complied with.

*Opinion*

In our opinion,

- (i) The MOE has utilized all funds have been used in accordance with the conditions of the loan agreements, with due regard to economy and efficiency, and only for the purposes for which the funds were provided;
- (ii) The Ministry of Education was in compliance as at [insert date] with all financial covenants of the loan agreement

[Alternatively: "Except for the matters given below, in our opinion ...."]

[Auditor's signature]

[Date of the auditor's report]

[Auditor's Place of Signing]