



**PLANNING AND ECONOMIC AFFAIRS (BPE)
DEPARTMENT**

**No. 21640/BPE-2/89/Plg., Thiruvananthapuram,
dated 20th December 1989**

CIRCULAR

Sub. - Non furnishing of replies to audit enquiries and absence of the head of government Companies/Corporations for discussion on the last day of audits

The delay noticed in the adoption of annual accounts of the Public Sector Undertakings is a matter of concern. Unless time bound programme is chalked out and adhered to by all concerned, it would be difficult to adopt the annual accounts within the time limit prescribed in the Companies Act. In this context Accountant General had reported some instances which would delay the completion of supplementary audit and thereby the adoption of annual accounts.

2. Accountant General (Audit) has reported that replies to local audit enquiries are not furnished in many cases by Government Companies/Corporation. In the absence of first replies, many objections which would be settled on the spot would have to be included in the Inspections Report. This will lead to a lot of further correspondence at all levels delaying the finalizations of supplementary audit report.

3. It is also reported that the head of some institutions in spite of advance intimation of the programme of audit, are not present on the last day of audit for discussion of the draft report. The discussion would enable to get compliance report will in time.

4. Chief executives of Government Companies/Corporations are therefore, requested to ensure that prompt and full replies are given to local audit enquiries and make themselves available on the last day of the audit for discussion of the draft Inspection Report.

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