

## PREFACE

This report deals with results of audit of Government Companies and Statutory Corporations for the year ended March 2017.

The accounts of the Government Companies (including Companies deemed to be Government Companies as per the provision of the Companies Act) are audited by the CAG under Section 139 and 143 of the Companies Act, 2013. The accounts certified by the Statutory Auditors (Chartered Accountants) appointed by the CAG under the Companies Act are subject to supplementary audit by officers of the CAG and the CAG gives his comments or supplements the reports of the Statutory Auditors. In addition, these companies are also subject to test audit by the CAG.

Reports in relation to the accounts of a Government Company or Statutory Corporation are submitted to the Government of Andhra Pradesh by CAG for laying before State Legislature under the provisions of Section 19A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971.

The instances mentioned in this Report are those, which came to notice in course of test audit for the period 2016-17 as well as those which came to notice in earlier years, but could not be reported in previous Audit Reports. Matters relating to the period subsequent to 2016-17 have also been included, wherever necessary.

This Report includes one Performance Audit on "Production, Procurement, Processing, Storage and Sale of seeds by Andhra Pradesh State Seeds Development Corporation Limited" and four Compliance Audit paragraphs including one detailed Compliance Audit on "Non-operating revenue in Andhra Pradesh State Road Transport Corporation".

The audit has been conducted in conformity with the Auditing Standards issued by the CAG.