

Preface

This Report deals with the results of the performance and compliance audit of State Public Sector Enterprises of the Government of Uttar Pradesh. The Report has been prepared for submission to the Governor of Uttar Pradesh under Article 151 of the Constitution of India and Section 19A of the Comptroller and Auditor General's (Duties, Powers and Conditions of Service) Act, 1971 as amended from time to time.

The accounts of Government Companies (including Government controlled other companies) are audited by the Comptroller and Auditor General of India (CAG) under the provisions of Section 143 (6) of the Companies Act, 2013. The accounts certified by the Statutory Auditors (Chartered Accountants) appointed by the CAG under the provisions of the Companies Act, 2013 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. The audit arrangements of Statutory Corporations are prescribed under the respective Acts through which the Corporations are established.

This Report contains seven chapters. Chapter-I contains Financial Performance of State Public Sector Enterprises. Chapter-II contains Oversight role of the CAG. Chapter-III contains Corporate Governance. Chapter-IV contains Transition to Indian Accounting Standards and the impact of their adoption on State Public Sector Enterprises. Chapter-V contains Corporate Social Responsibility. Chapter-VI contains Performance Audit on the Working of Uttar Pradesh Rajkiya Nirman Nigam Limited. Chapter-VII contains Compliance Audit observations relating to State Public Sector Enterprises.

The instances mentioned in this Report are those which came to notice in the course of test audit for the year 2022-23 as well as those which came to notice in earlier years, but could not be reported in previous Audit Reports. Instances relating to the period subsequent to the year 2022-23 have also been included, wherever related and necessary.

The audit has been conducted in conformity with the Auditing Standards issued by the Comptroller and Auditor General of India.

