



By Speed Post

भारतीय लेखा तथा लेखा परीक्षा विभाग
कार्यालय महानिदेशक वाणिज्यिक लेखा परीक्षा
तथा पदेन सदस्य लेखा परीक्षा बोर्ड, चेन्नै

Indian Audit and Accounts Department
*Office of the Director General of Commercial Audit
and Ex-Officio Member Audit Board, Chennai*

Dated: 10.10.2019

No. DGCA/CHENNAI/CA 2/2-160/IRDA /Accounts 18-19/2019-20/405

To

The Secretary to Government of India,
Ministry of Finance,
Department of Financial Services,
Room No.32, Jeevan Deep Building,
Parliament Street,
New Delhi 110 001.

Sir,

Sub: Separate Audit Report on the accounts of Insurance Regulatory and
Development Authority of India for the year 2018-19 – Regarding.

I forward herewith the Separate Audit Report on the accounts of Insurance
Regulatory and Development Authority of India for the year 2018-19.

A copy of the Audit Report and the Accounts as presented to Parliament may be
sent to this office and four copies thereof may be sent to the Director General (Commercial),
O/o the Comptroller and Auditor General of India, Pocket 9, Deen Dayal Upadhyay Marg,
New Delhi 110 124.

The dates of presentation of the Accounts and Audit Report to Parliament may
kindly be intimated to this office.

The receipt of this letter with enclosures may be acknowledged.

Yours faithfully,

(Sd)

(R. AMBALAVANAN)
DIRECTOR GENERAL OF COMMERCIAL AUDIT AND
EX-OFFICIO MEMBER AUDIT BOARD, CHENNAI.

Encl: As stated

No. DGCA/CHENNAI/CA 2/2-160/IRDA/Accounts 18-19/2019-20/406 Dated: 10.10.2019

✓ Copy of the Separate Audit Report for the year 2018-19 forwarded to The Chairman, Insurance Regulatory and Development Authority of India for placing the same before the Board. Five copies of English and Hindi version of the Accounts, Audit Report and Audit Certificate may be arranged to be sent. The dates of presentation of the Report to Board / Parliament may kindly be intimated to this office



(R. AMBALAVANAN)

DIRECTOR GENERAL OF COMMERCIAL AUDIT AND
EX-OFFICIO MEMBER AUDIT BOARD, CHENNAI.

SEPARATE AUDIT REPORT OF THE COMPTROLLER & AUDITOR GENERAL OF INDIA ON THE ACCOUNTS OF INSURANCE REGULATORY AND DEVELOPMENT AUTHORITY OF INDIA FOR THE YEAR ENDED 31 MARCH 2019

We have audited the attached Balance Sheet of Insurance Regulatory and Development Authority of India as at 31 March 2019 and Income and Expenditure Account / Receipts and Payment Account for the year ended on that date under Section 19(2) of the Comptroller & Auditor General's (Duties, Powers & Conditions of Service) Act, 1971 read with Section 17(2) of the Insurance Regulatory and Development Authority (IRDA) Act, 1999. The financial statements are the responsibility of the Insurance Regulatory and Development Authority of India's management. Our responsibility is to express an opinion on these financial statements based on our audit.

2. This Separate Audit Report contains the comments of the Comptroller & Auditor General of India (CAG) on the accounting treatment only with regard to classification, conformity with the best accounting practices, accounting standards and disclosure norms, etc. Audit observations on financial transactions with regard to compliance with the Laws, Rules & Regulations (Propriety and Regularity) and efficiency-cum-performance aspects etc., if any, are reported through Inspection Reports/CAG's Audit Reports separately.

3. We have conducted our audit in accordance with auditing standards generally accepted in India. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements. An audit includes examining, on a test basis, evidence supporting the amounts and disclosure in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements. We believe that our audit provides a reasonable basis for our opinion.

4. Based on our audit, we report that:

- i. We have obtained all the information and explanations, which to the best of our knowledge and belief were necessary for the purpose of our audit.
- ii. The Balance Sheet and Income & Expenditure Account/Receipts & Payments Account dealt with by this report have been drawn up in the common format of accounts prescribed by Ministry of Finance.

- iii. In our opinion proper books of accounts and other relevant records have been maintained by the Insurance Regulatory and Development Authority of India as required under Section 17(1) of the Insurance Regulatory Development Authority Act, 1999 in so far as it appears from our examination of such books.
- iv. We further report that the Insurance Regulatory and Development Authority of India has revised its Balance Sheet and Income & Expenditure Account/ Receipts & Payments Account for the year based on the audit observations issued by CAG. As a result, the Excess of Income over Expenditure decreased by Rs.12.06 crore i.e. from Rs. 110.59 crore to Rs. 98.53 crore.
- v. We report that the revised Balance Sheet and Income and Expenditure Account / Receipts and Payment Account dealt with by this report are in agreement with the books of accounts.
- vi. In our opinion and to the best of our information and according to the explanations given to us, the said financial statements read together with the Accounting Policies and Notes on Accounts, and subject to the significant matters stated above and other matters mentioned in Annexure I to this Audit Report give a true and fair view in conformity with accounting principles generally accepted in India:
 - a. In so far as it relates to the Balance Sheet, of the state of affairs of the Insurance Regulatory and Development Authority of India as at 31 March 2019; and
 - b. In so far as it relates to Income and Expenditure Account / Receipts and Payment Account of the surplus for the year ended on that date.

For and on behalf of the C&AG of India



(R. AMBALAVANAN)
DIRECTOR GENERAL OF COMMERCIAL AUDIT AND
EX-OFFICIO MEMBER AUDIT BOARD, CHENNAI.

Place: Chennai
Date: 10.10.2019

Annexure I

1. **Adequacy of Internal Audit System**

Internal Audit of the Authority is conducted by the Internal Audit Department. The Internal Audit system of the Authority is found to be adequate in view of the size of the organization.

2. **Adequacy of Internal Control System**

Internal Control System has been strengthened.

3. **System of Physical verification of assets**

Physical verification of assets for the year ended 31 March 2019 was completed.

4. **System of Physical verification of inventory**

Physical verification of inventory for the year ended 31 March 2019 was completed.

5. **Regularity in payment of Statutory Dues**

The authority is regular in depositing undisputed statutory dues.


DIRECTOR (ADMN)