

Bhutan Post

Table 1.46: Showing audit observations by different categories and the amount involved

| Sl.No | Nature of Observations | Amount (Nu. millions) | % |
|-------|--|-----------------------------|------------|
| 1 | Outstanding advances | 14.53 | 24 |
| 2 | Outstanding revenue | 3.5 | 6 |
| 3 | Slow moving stocks | 28.88 | 48 |
| 4 | Outstanding international mail revenue | 13.59 | 22 |
| | Total | 60.5 | 100 |

Major Findings

1 Outstanding advances of Nu. 14.535 millions.

It was observed that huge amount of Nu. 14.535 millions were outstanding against employees, suppliers and others as of 5.3.2001 as summarized below.

Table 1.47: Showing the outstanding advances

| Sl.No | Payees | Amount (Nu.millions) |
|-------|----------------------------------|-------------------------|
| 1 | Advance to employees | 6.00 |
| 2 | Advance to suppliers/contractors | 8.52 |
| 3 | Advance to others | 0.004 |
| | Total | 14.52 |

2 Huge outstanding balances against the supply of stamps (Nu. 1.82 millions).

It was observed that huge amount of revenue earned against the supply of stamps to agents, local buyers and supply of T-shirts to post shops and post offices were lying unadjusted as of 31.12.2000 as summarized below:

Table 1.48: Showing the outstanding revenue

| Sl.No. | Debtors | Amount (Nu. millions) |
|---------------|----------------------------|----------------------------------|
| 1 | Agents | 1.10 |
| 2 | Local buyers | 0.67 |
| 3 | Post shop and post offices | 0.05 |
| | Total | 1.82 |

3 Slow moving stamps of Nu. 28.88 millions.

It was noticed that huge stocks of various issues of stamps since 1974 to 1989 are identified as slow moving and lying unsold.

4 Outstanding International mail revenue of Nu. 13.59 millions.

It was observed that huge amount of revenue from air conveyance, parcel post, terminal dues, EMS air conveyance and EMS imbalance from various countries amounting to Nu. 13.59 millions (226,555 SDR X Nu. 60), including outstanding revenue of SDR 5,775.00 of 1994 to 1996 was lying outstanding.

The management of Bhutan Post had stated that it would not be possible to dispose of the entire old stock due to market saturation.

However, the RAA required the Board of Directors to decide on an appropriate measure on the matter.