

N. B. :- Parts I-III and III of the *Gazette* No. 1,806 of 12.04.2013 were not published.

ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ජනරජයේ ගැසට් පත්‍රය

The Gazette of the Democratic Socialist Republic of Sri Lanka

අංක 1,807 – 2013 අප්‍රේල් 19 වැනි සිකුරාදා – 2013.04.19
No. 1,807 – FRIDAY, APRIL 19, 2013

(Published by Authority)

PART I : SECTION (I) – GENERAL

(Separate paging is given to each language of every Part in order that it may be filed separately)

	PAGE		PAGE
Proclamations, &c., by the President ...	—	Government Notifications ...	295
Appointments, &c., by the President ...	294	Price Control Orders ...	—
Appointments, &c., by the Cabinet of Ministers ...	295	Central Bank of Sri Lanka Notices...	—
Appointments, &c., by the Public Service Commission ...	—	Accounts of the Government of Sri Lanka ...	—
Appointments, &c., by the Judicial Service Commission ...	—	Revenue and Expenditure Returns ...	298
Other Appointments, &c. ...	—	Miscellaneous Departmental Notices ...	338
Appointments, &c., of Registrars ...	—	Notice to Mariners ...	—
		“Excise Ordinance” Notices ...	—

Note.— (i) Strategic Development Projects (Amendment) Bill is published as a supplement to the Part II of the *Gazette of the Democratic Socialist Republic of Sri Lanka* of February 22, 2013.

(ii) Marriage Registration (Amendment) Bill is published as a supplement to the Part II of the *Gazette of the Democratic Socialist Republic of Sri Lanka* of February 22, 2013.

(iii) Inland Revenue (Amendment) Bill is published as a supplement to the Part II of the *Gazette of the Democratic Socialist Republic of Sri Lanka* of February 22, 2013.

IMPORTANT NOTICE REGARDING ACCEPTANCE OF NOTICES FOR PUBLICATION IN THE WEEKLY “GAZETTE”

ATTENTION is drawn to the Notification appearing in the 1st week of every month, regarding the latest dates and times of acceptance of Notices for publication in the weekly *Gazettes*, at the end of every weekly *Gazette* of Democratic Socialist Republic of Sri Lanka.

All notices to be published in the weekly *Gazettes* shall close at 12.00 noon of each Friday, two weeks before the date of publication. All Government Departments, Corporations, Boards, etc. are hereby advised that Notifications fixing closing dates and times of applications in respect of Post-Vacancies, Examinations, Tender Notices and dates and times of Auction Sales, etc. should be prepared by giving adequate time both from the date of despatch of notices to Govt. Press and from the date of publication, thereby enabling those interested in the contents of such notices to actively and positively participate please note that inquiries and complaints made in respect of corrections pertaining to notification will not be entertained after **three months** from the date of publication.

All notices to be published in the weekly *Gazettes* should reach Government Press two weeks before the date of publication *i.e.* notices for publication in the weekly *Gazette* of 10th May, 2013 should reach Government Press on or before 12.00 noon on 26th April, 2013.

P. H. L. V. DE SILVA,
Acting Government Printer.

Department of Govt. Printing,
Colombo 08,
January 01, 2013.

This Gazette can be downloaded from www.documents.gov.lk

Appointments &c., by the President

No. 146 of 2013

No. 148 of 2013

MOD/DEF/10/03/RET/38.

MOD/DEF/10/03/RET/37.

SRI LANKA AIR FORCE

SRI LANKA AIR FORCE

Retirement approved by His Excellency the President

Retirement approved by His Excellency the President

THE undermentioned Officer retires from the Sri Lanka Air Force with effect from 21st September, 2012:-

THE undermentioned Officer retires from the Sri Lanka Air Force with effect from 05th September, 2012:-

Air Vice Marshal ASOKA MADDUMA BANDARA AMUNUGAMA (01256) - Dental

Group Captain PUSSEWALA HEWAGE MANGALAARI (01461) - Technical Engineering Branch

By His Excellency's Command,

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
24th July, 2012.

Colombo,
14th June, 2012.

04-481

04-480

No. 149 of 2013

No. 147 of 2013

MOD/DEF/10/03/EOS/03.

MOD/DEF/10/03/RET/39.

SRI LANKA AIR FORCE

SRI LANKA AIR FORCE

Retirement approved by His Excellency the President

Extension of Service approved by His Excellency the President

THE undermentioned Officer retires from the Sri Lanka Air Force with effect from 01st January, 2013:-

THE undermentioned Officer is granted an extension of one year service in the rank of Substantive Wing Commander with effect from 01st June, 2013:-

Air Commodore AJITH PREMALAL ABEYSEKARA (01378) - Air Field Construction

Temporary Group Captain RANCHAGODA GAMAGE CHANDANA DEEPTHI RAVIHANSA (01580) - Administrative Regiment

By His Excellency's Command,

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
08th October, 2012.

Colombo,
19th February, 2013.

04-482

04-483

No. 150 of 2013

MOD/DEF/10/03/RET/36.

SRI LANKA AIR FORCE

Retirement approved by His Excellency the President

THE undermentioned Officer retires from the Sri Lanka Air Force with effect from 31st July, 2012:-

Wing Commander ANURUDH PRABHASH GURUGAMAGE (01748) - Technical Engineering Branch

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
06th June, 2012.

04-562

Appointments &c., by the Cabinet of Ministers

No. 151 of 2013

IT is hereby notified that the following appointment has been made by the **Cabinet of Ministers in terms of Article 55 (2) of the Constitution of the Democratic Socialist Republic of Sri Lanka**:

Mr. K. P. Ariyadasa, Class I of the Sri Lanka Scientific Service as Conservator General of Forests of the Department of Forests with effect from 27th September, 2012 until further orders.

04-566

Government Notifications

NOTIFICATION UNDER SECTION 23 BB (4) OF NATIONAL ENVIRONMENTAL ACT

220kV Transmission Line Project Puttalam to Anuradhapura

THIS is to inform the Public that after studying the IEE report of the above project, the Ministry of Power and Energy, in terms of regulation 13 (i) of National Environmental (Procedure for approval of Project) Regulations No. 1 of 1993 as amended by *Extraordinary Gazette* No. 1159/22 dated 22nd November, 2000 has granted approval for implementation of the above project subject to specified terms and conditions.

M. M. C. FERDINANDO,
Secretary.

Ministry of Power and Energy,
No. 72, Ananda Coomaraswamy Mawatha,
Colombo 07.

27th March, 2013.

04-507

NOTICE UNDER SECTION 05 OF THE BIRTHS AND DEATHS REGISTRATION ORDINANCE

I, W. D. J. Seneviratne Minister of Public Administration and Home Affairs by virtue of power vested in me by Section 05 of the Births and Deaths Registration Ordinance (Chapter 110) do hereby amend as follows under the government notice in the supplement to *Gazette* No. 1762 of 08th July, 2012.

Amendment of list of Villages section in Schedule "a" below, in place of the list of villages noticed under the Births and Deaths registration Division of Kesbewa in the Kesbewa Divisional Secretariat area of the Colombo District.

Amendment of list of Villages Section in Schedule "b" below, in place of the list of villages noticed under the Births and Deaths registration Division of Mampe.

Reformation of list of Villages Section in Schedule "c" below, in place of the list of villages noticed under the Birth and Deaths registration Division of Thumbowila.

This reformation shall take effect from 01.05.2013.

Schedule “c”

W. D. J. SENEVIRATNE,
Minister of Public Administration
and Home Affairs.

Colombo District
*Village list of Thumbovila Births and Deaths Registration
Division of Divisional Secretariat Division of Kesbewa*

14th February, 2013,
Colombo.

Schedule “a”

Colombo District
*Village list of Kesbewa Births and Deaths Registration Division of
Divisional Secretariat Division of Kesbewa*

- | | |
|----------------------|-------------------------|
| 1. Dampe | 10. Batuwandara North |
| 2. Madapatha | 11. Morenda |
| 3. Kahapola | 12. Niwungama |
| 4. Regidhail Watta | 13. Halpita |
| 5. Polhena | 14. Horatuduwa/Kodurawa |
| 6. Makandana West | 15. Kesbewa South |
| 7. Makandana East | 16. Kesbewa North |
| 8. Jaburaliya | 17. Kesbewa East |
| 9. Batuwandara South | |

- | | |
|---------------------|-----------------------|
| 1. Werahera North | 11. Wewala West |
| 2. Werahera South | 12. Suwarapola East |
| 3. Bodhirajapura | 13. Suwarapola West |
| 4. Katuwawala North | 14. Kolamunna |
| 5. Katuwawala South | 15. Hedigama |
| 6. Thumbovila North | 16. Batakettara North |
| 7. Thumbovila South | 17. Batakettara South |
| 8. Thumbowila West | 18. Delthara West |
| 9. Bokundara | 19. Delthara East |
| 10. Wewala East | |

04-564

**VANNIVILANKULAM SRI MUTHUMARI AMMAN
KOVIL ANNUAL FESTIVAL — 2013**

Schedule “b”

Colombo District
*Village list of Mampe Births and Deaths Registration Division of
Divisional Secretariat Division of Kesbewa*

- | | |
|----------------------|----------------------|
| 1. Neelammahara | 14. Gorakapitiya |
| 2. Niwanthidiya | 15. Nampamunuwa |
| 3. Kaliyammahara | 16. Makuluduwa |
| 4. Paligedara | 17. Mampe North |
| 5. Erewwala West | 18. Mampe South |
| 6. Erewwala North | 19. Mampe West |
| 7. Erewwala East | 20. Mampe East |
| 8. Rathmaladeniya | 21. Wishvakalawa |
| 9. Mahalwarawa | 22. Mavittara North |
| 10. Bangalawatta | 23. Mavittara South |
| 11. Pelenwatta East | 24. Honnattara North |
| 12. Pelenwatta North | 25. Honnattara South |
| 13. Pelenwatta West | |

THIS is to notify the general public that the above festival will commence at 6.00 a. m. on 24.05.2013 and terminate at 10.00 a. m. on 25.05.2013.

02. The attention of the general public is drawn to the regulations publish in the *Government Gazette* Nos. 9978 of 27.05.1949 and 10105 of 26.05.1950.
03. The standing regulations published will be in force during the period of festival.

N. VETHANAYAHAN,
Govt. Agent/District Secretary,
Mullaitivu District.

04-643

REGISTRAR GENERAL'S DEPARTMENT

Registration of Place of Worship for Solemnization of Marriages

IN pursuance of the provisions of Section 10 of the Marriage Registration Ordinance Cap. 112, I, Ekanayake Mudiyanseelage Gunasekara Registrar General of Sri Lanka, do hereby certify that the under mentioned building used as a place of public Christian worship has been duly registered for the solemnization of marriage therein.

<i>Number</i>	<i>Date of Registration</i>	<i>Description</i>	<i>Situation</i>	<i>Minister of Proprietor or Trustee</i>	<i>Religious Denomination on whose behalf the building in Registered</i>
1435	12.03.2013	Holy Cross Church	Siriwardena Place Munnakkara, Negombo	Rev. FR. Uthayadas Arulanantham	Roman Catholic

E. M. GUNASEKARA,
Registrar General.

Registrar General's Department,
No. 234/A3, Denzil Kobbekaduwa Mawatha,
Battaramulla.
27th March, 2013.

04-565

REGISTRAR GENERAL'S DEPARTMENT

Registration of Place of Worship for Solemnization of Marriages

IN pursuance of the provisions of Section 10 of the Marriage Registration Ordinance Cap. 112, I, Ekanayake Mudiyanseelage Gunasekara Registrar General of Sri Lanka, do hereby certify that the under mentioned building used as a place of public Christian worship, instead abandoned building registered previously on 13th September, 1974 under Certificate No. 1030 has been duly registered for the solemnization of marriage therein.

<i>Number</i>	<i>Date of Registration</i>	<i>Description</i>	<i>Situation</i>	<i>Minister of Proprietor or Trustee</i>	<i>Religious Denomination on whose behalf the building in Registered</i>
1434	03.03.2013	The Apostolic Church	No. 50/11, Jubilee Mawatha, Mattakkuliya.	Rev. Warnakulasuriya Weerakonda Arachchige Basil Canisius Fernando.	The Apostolic Church

E. M. GUNASEKARA,
Registrar General.

Registrar General's Department,
No. 234/A3, Denzil Kobbekaduwa Mawatha,
Battaramulla.
27th March, 2013.

04-563

Revenue and Expenditure Returns

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

Independent Auditors' Report to the Members of S. W. R. D. Bandaranaike National Memorial Foundation

REPORT ON THE FINANCIAL STATEMENTS

WE have audited the accompanying Financial Statements of the S. W. R. D. Bandaranaike National Memorial Foundation, which comprise the balance sheet as at 31st December, 2011, and the income statement and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory notes.

Management's Responsibility for the Financial Statements :

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Accounting Standards. This responsibility includes: designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error; selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Scope of Audit and Basis of Opinion :

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures 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 financial statement presentation.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. We, therefore, believe that our audit provides a reasonable basis for our opinion.

Opinion :

In our opinion, so far as appears from our examination, the Foundation maintained proper accounting records for the year ended December 31, 2011 and the financial statements give a true and fair view of the Foundation's state of affairs as at December 31, 2011 and its result of their operations and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

Wijeratne & Co.,
Chartered Accountants,
Colombo,
26th February, 2013.

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION LAW, NO. 2 OF 1975 REPORT FOR THE YEAR 2011 IN TERMS OF SECTION 13 (5)

01. *The Board of Management:-*

H. E. the President Mahinda Rajapaksa - Chairman

Mr. M. D. D. Pieris - Pro-tem Chairman.

Prof. A. V. Suraweera

Mr. Nihal Rodrigo

Mr. Sunimal Fernando

Mrs. Siva Obeysekera

Mr. Rajah Kuruppu

The following Government Agencies and Departments continued to be responsible for certain specified services during the year under review, we thank for their assistance:

- (a) Sri Lanka Telecom Ltd. - Maintenance of sound and telephone equipment.
(b) Police Department - Security and general duties.

02. *Catering* - Mount Lavinia Hotels Ltd.,

The Commission earned by the foundation in 2011 was Rs. 23,275,715 as against Rs. 17,303,846 in 2010.

03. Some Important Activities held at the BMICH during the Year 2011 are listed below:-

Ayurveda Exhibition
Ministry of Livestock & Poultry Exhibition
Architects Exhibition - Sri Lanka Institute of Architects
Bakmaha/X'Mas Shopping Festival - B. M. I. C. H.
TECHNO Exhibition - Institution of Engineers
Profood Exhibition
Chef's Guild Exhibition (Culinary Art Exhibition)
ADYAPANA Exhibition
Book Fair - Sri Lanka Book Publishers Association
Construct - 2011 - The Construct Association
Medicina Alternativa - World Congress
FACETS Exhibition - Sri Lanka Gem & Jewellery Association
INFOTEL Exhibition
LUSTER Gem & Jewellery Exhibition
KEDELLA Exhibition

The Total Income earned from the hire of facilities in 2011 was Rs. 137,040,809 as against Rs. 128,734,056 in 2010.

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

BALANCE SHEET AS AT 31ST DECEMBER, 2011

	<i>Notes</i>	<i>2011 Rs.</i>	<i>2010 Rs.</i>
Assets :			
Non Current Assets			
Property, Plant and Equipment	14	959,508,651	918,296,549
Staff Loan	15	18,119,933	13,250,415
Work-in-Progress-Building		3,585,616	14,955,412
Improvements to Building		24,759,552	24,349,144
		<u>1,005,973,752</u>	<u>970,851,520</u>
Current Assets :			
Inventories		53,205,668	52,469,913
Trade and Other Receivables		218,915,082	242,359,462
Short Term Investment	16	282,463,771	277,471,833
Bank and Cash Balances		21,683,888	28,554,045
		<u>576,268,409</u>	<u>600,855,253</u>
Total Assets		<u>1,582,242,161</u>	<u>1,571,706,773</u>
Funds and Liabilities :			
Accumulated Fund	17	548,009,178	522,904,218
Capital Reserves		925,522	925,522
		<u>548,934,700</u>	<u>523,829,740</u>

	Notes	2011 Rs.	2010 Rs.
Specific Funds :			
Capital Aid Funds	18	541,653,179	541,653,179
Maintenance Aid Funds		25,942,983	25,942,983
Library Books Donation Fund		212,377	212,377
Repair and Maintenance Reserves		4,164,226	4,164,226
Miscellaneous Funds	19	4,843,666	4,919,126
S W R D Bandaranaike Scholarship Fund		100,000	100,000
		<u>576,916,431</u>	<u>576,991,891</u>
Non Current Liabilities :			
Retirement Benefit Obligations	20	33,374,344	30,840,321
Long Term Loan	21	570,625	3,207,198
Deferred Income	22	2,522,330	2,700,992
		<u>36,467,299</u>	<u>36,748,511</u>
Current Liabilities :			
Trade and Other Payables		223,798,152	190,602,942
Short Term Liability Payable within One year		2,636,573	3,150,645
General Deposit		–	230,863
Bank Overdraft		193,489,006	240,152,181
		<u>419,923,731</u>	<u>434,136,631</u>
Total Equity and Liabilities		<u>1,582,242,161</u>	<u>1,571,706,773</u>

Directors.

Finance Manager.

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

INCOME STATEMENT ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 2011

	Notes	2011 Rs.	2010 Rs.
Income from Main Activities			
S W R D Bandaranaike National Memorial Foundation	Hire of Hall and Facilities	137,040,809	128,734,056
	Interest Income	19,160,611	24,030,181
	Commission Received	23,275,715	17,303,846
	License Fees	102,181,183	99,445,642
BCIS Income	6	18,179,710	18,912,672
BMICH Hospitality Services	7	147,524,315	104,838,512
		<u>447,362,343</u>	<u>393,264,909</u>
Add : Other Income			
Sundry Income		20,855,323	17,509,527
Public Viewing of Hall		–	325
Sound System Charges		1,827,280	2,648,700
Sale of Popcorn Account		1,135,766	871,759
Donation		–	81,074,000
Income from Shopping Festivals		19,494,562	–
Lapsed Cheque Write-off		–	1,680,717
		<u>490,675,274</u>	<u>497,049,937</u>

	Notes	2011 Rs.	2010 Rs.
Less : Expenditure			
S W R D Bandaranaike National Memorial Foundation	General Mangement	145,122,137	132,157,235
	General Repairs and Maintenance	24,654,333	12,979,232
	Staff Administration Expenses	116,682,970	103,860,533
	Depreciation	13,110,668	13,135,905
	Loss on Disposal of Property, Plant and Equipment	1,428,677	–
BCIS Expenses		23,568,760	21,131,757
BMICH Hospitality Services Expenses		137,835,219	142,080,465
		(462,402,764)	(425,345,127)
Surplus for the Year		28,272,510	71,704,810

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

CASH FLOW STATEMENT FOR THE YEAR ENDED 31ST DECEMBER, 2010

	2011 Rs.	2010 Rs.
Cash flow from operating activities		
Surplus for the Year	28,272,510	71,704,810
<i>Adjustments/or :</i>		
Depreciation	18,073,290	18,552,860
Provision for Gratuity	5,332,629	6,230,848
Interest Income	(23,435,776)	(28,603,439)
Amortization of Grants	(178,662)	(667,336)
Asset write off	8,361	–
Prior year adjustment	(3,167,550)	–
Operating Surplus before working Capital Changes	24,904,802	67,217,743
Increase/(Decrease) in working Capital Changes		
Inventories	(735,755)	(5,290,312)
Trade and Other Receivables	23,444,380	(13,070,184)
Trade and Other Payables	32,964,347	57,882,025
	80,577,774	106,739,272
Retiring Gratuity Paid	(2,798,606)	(1,600,165)
Net Cash (out flow)/ in flow from Operating Activities	77,779,168	105,139,107
Cash Flow from Investing Activities		
Acquisition of Property, Plant and Equipment	(50,415,443)	(107,458,184)
Interest received	23,435,776	28,603,439
Sale Proceeds from Disposal of Property, Plant and Equipment	2,081,078	–
Miscellaneous Funds	(75,460)	(893,668)
Sovereign Residence Investment	–	(2,274,210)
	52,805,119	23,116,484

	2011 Rs.	2010 Rs.
Cash Flow from Financing Activities		
Net Staff Loan granted	(4,869,518)	(1,120,341)
Loan repayments during the year (Net)	(3,150,645)	(1,646,270)
Net Grant Received		-
Decrease in Cash and Cash Equivalents	44,784,956	20,349,873
Cash and Cash Equivalents at the beginning of the Year (Note A)	65,873,697	45,523,824
Cash and Cash Equivalents at the End of the Year (Note B)	110,658,653	65,873,697
(A) <i>Cash and Cash Equivalents at beginning of the Year</i>		
Short Term Investments	277,471,833	271,876,177
Balance at Bank and Cash in hand	28,554,045	10,821,590
Bank Overdraft	(240,152,181)	(237,173,943)
	65,873,697	45,523,824
(B) <i>Cash and Cash Equivalents at the end of the Year</i>		
Short Term Investment	282,463,771	277,471,833
Bank and Cash in Hand	21,683,888	28,554,045
Bank Overdraft	(193,489,006)	(240,152,181)
	110,658,653	65,873,697

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS - 31ST DECEMBER, 2011

1. Accounting Policies

General Accounting Convention

The Financial Statements are prepared in accordance with the historical cost convention, whereby transactions are recorded at the values prevailing on the dates when the assets were acquired, liabilities incurred or the capital obtained. Further, the Financial Statements are in accordance with the Sri Lanka Accounting Standards laid down by the Institute of Chartered Accountants of Sri Lanka.

1.2 Previous year figures and phrases have been re-arranged wherever necessary to confirm the current year's position.

1.3 *Post Balance Sheet Events*

All material events occurring after the Balance Sheet date have been considered and where necessary adjustments have been made in the Financial Statement.

2. Assets and Bases of their Valuation :

2.1 *Property, Plant and Equipment*

Costs incurred in acquiring improving or extending a Property, Plant and Equipment have been treated as Capital Expenditure. Property, Plant and Equipment are recorded at cost less accumulated depreciation.

2.2 *Depreciation*

Depreciation has been calculated in order to write off the cost of Property, Plant and Equipment on the reducing balance method basis over the expected useful lives of the concerned assets, using the following rates :

		BCIS	BMICH Hospitality Services
Building	12.5%	–	–
Plant and Machinery	12.5%	–	–
Motor Vehicle	12.5%	25%	12.5%
Office Equipment	12.5%	25%	12.5%
Furniture and Fittings	12.5%	25%	12.5%
Yards and Garden	12.5%	12.5%	–
T. V. Equipment	12.5%	12.5%	–
Garden Equipment	12.5%	12.5%	–
Conference System	12.5%	12.5%	–
BCIS Equipment	12.5%	12.5%	–
Other Equipment	12.5%	12.5%	–
Fire Alarm System	12.5%	12.5%	–
Carpet and Curtains	12.5%	12.5%	–
Crockery and Cutlery	12.5%	12.5%	12.5%
BCIS Library Books	–	20%	–
Electrical Equipment	12.5%	–	12.5%
Sundry Assets	12.5%	25%	–
Plant and Equipment	–	–	12.5%
Linen	–	–	12.5%
Kitchen Equipment	–	–	12.5%

Full provision for depreciation has been made in the month of purchase and no depreciation has been charged in the Month of Disposal.

2.3 Leased Assets

Where property, plant and equipment have been financed by leasing arrangements, which transfers substantial benefits and risks of ownership, the assets are treated as if they have been purchased outright and are included in Property, Plant and Equipment which have been depreciated according to rates specified above. The Capital Elements of the leasing commitment has been shown as an obligation under finance lease.

2.4 Inventories

Inventories have been shown on an estimated basis.

2.5 Short-term Investments

Short-term investments are valued at the lower of cost or Market Value.

2.6 Trade Receivables and Other Receivables

Trade and other receivables have been stated at the amounts they are estimated to realise.

2.7 Cash and Cash Equivalents

Cash and Cash Equivalents include cash in hand and at Bank and call deposits, fixed deposits at bank and Treasury Bills.

3. Liabilities and Provisions :

3.1 Current Liabilities

Current liabilities are those which fall due for payment on demand or within one year from the Balance Sheet Date. Non current liabilities will fall due for payment one year or more after the balance sheet date.

3.2 Taxation

The institute is exempt from income tax under Section 8 (a) (xii) of the Inland Revenue Act, No. 10 of 2006.

3.3 Retirement Benefit :

(I) *Defined Benefit Plan*

Provision has been made for retirement gratuity from first year of services for all employees in conformity with SLAS 16. However, under the payment of Gratuity Act, No. 12 of 1983, the liability to an employee arises only on completion of five years continued service.

(II) *Defined Contribution Plan*

All employees of the Company are members of the Employee's Provident Fund and Employee's Trust Fund, to which the employers contribute 12% and 3% respectively of each employees consolidated salary.

4. Income and Expenditure :

- (a) Income generated from main activities and other income are accounted on accrual basis.
- (b) All expenditure incurred in continuing the operations and maintaining the capital assets in a state of efficiency have been charged to income and expenditure account in arriving at the excess of income over expenditure.
- (c) Profit/(Loss) on sale of Popcorn, Janitorial Service BCIS income and Agency Post Office activities are taken to Income and Expenditure Account for the year on cash basis.

5. Cash Flow Statement

Cash Flow Statement has been prepared using the "Indirect Method".

6. BCIS Income

	<i>Year Ended</i> <i>31.12.2011</i> <i>Rs.</i>	<i>Year Ended</i> <i>31.12.2010</i> <i>Rs.</i>
Languages Course Fees	4,472,779	4,437,000
International Relations Course Fees	9,054,285	9,567,284
Conflict Resolution Course Fees		30,000
Other Income (Note 6.1)	4,652,646	4,878,388
	<u>18,179,710</u>	<u>18,912,672</u>

6.1 Other Income - BCIS

Interest Income	4,275,165	4,573,258
Auditorium Rental Income		-
Exchange Gain/(Loss)	84,238	(56,972)
Other Income	150,760	12,750
Library Department	142,483	125,497
Seminar Income		127,126
Over Provision for Gratuity		96,729
	<u>4,652,646</u>	<u>4,878,388</u>

7. Income - BMICH Hospitality Services and BMICH Hospitality Services Outlet

Apartment Sales	55,977,530	26,878,432
Food Sales - Counter	37,872,426	36,831,795
Restaurant	40,900,924	33,932,518
Beverage Sales	3,133,764	4,407,714

	<i>Year Ended</i> <i>31.12.2011</i> <i>Rs.</i>	<i>Year Ended</i> <i>31.12.2010</i> <i>Rs.</i>
Furniture Hire Income	-	262,500
Other Income	9,639,671	2,525,553
	<u>147,524,315</u>	<u>104,838,512</u>

8. General Management Expenses

General Administration	112,632,695	84,726,307
Finance Administration	32,461,264	46,757,645
Stores Administration	28,178	673,283
	<u>145,122,137</u>	<u>132,157,235</u>

9. General Repairs and Maintenance

Civil Engineering	12,979,084	3,579,631
Electrical Engineering	3,787,282	3,307,374
House Keeping	2,358,107	2,420,792
Gardens	5,529,860	3,671,435
	<u>24,654,333</u>	<u>12,979,232</u>

10. Staff Administration Expenses

General Administration - Staff Services	39,307,626	34,503,600
Finance Administration	8,885,598	7,554,949
Stores Administration	4,209,939	3,478,804
Security	1,104,900	717,720
Civil Engineers	18,875,662	17,104,821
Electrical Engineering	16,029,207	15,144,596
House Keeping	19,230,036	16,503,485
Garden	9,040,002	8,852,558
	<u>116,682,970</u>	<u>103,860,533</u>

11. Depreciation

Plant and Machinery	2,214,451	2,321,870
Motor Vehicles	2,647,410	2,595,297
Office Equipment	494,003	777,508
Other Equipment	657,019	611,726
Fire Alarm System	73,785	84,326
Furniture and Fittings	1,248,009	1,335,492
Carpets and Curtains	1,623,618	1,673,738
Crockery and Cutlery	1,396	1,596
Conference System	706,416	502,018
Gardens Equipment	112,431	121,951
Sundry Assets - Equipment	196,321	223,880
Electrical Equipment	1,859,448	1,819,082
TV Equipment	18,339	20,958
Elevator	9,649	11,027
Accounting Package	213,616	189,314
Tubes	596,810	682,068
Container	191,836	164,054
MANNIT Account	26,615	-

	<i>Year Ended 31.12.2011 Rs.</i>	<i>Year Ended 31.12.2010 Rs.</i>
Stalls	170,295	–
Computer & Printerws	49,201	–
	<u>13,110,668</u>	<u>13,135,905</u>
12. BCIS Expenses		
Migration Trends and Challenges	–	10,600
International Relations	4,149,984	3,553,164
Languages	2,873,817	2,974,523
Conflict Resolution	–	28,035
Sri Lanka Youth Parliament	–	–
Library Department	701,062	558,193
General Maintenance	304,539	132,336
General Expenses	14,759,800	12,599,051
Genral Utility expenses	253,612	522,901
	<u>23,042,814</u>	<u>20,378,803</u>
Depreciation - Office Equipment	368,034	375,865
Library Books	53,450	49,344
Computer and Audio Equipment	7,557	151,807
Furniture and Fittings	10,593	63,588
Motor Vehicle	–	34,089
Air Conditions	–	–
Other Equipments	86,312	78,261
	<u>525,946</u>	<u>752,954</u>
	<u>23,568,760</u>	<u>21,131,757</u>
13. BMICH Hospitality Services and BMICH Hospitality Services Outlet		
Cost of Sales	50,289,632	44,482,333
Distribution Cost	5,047,227	4,224,080
Administrative Expenses	82,444,098	93,293,378
Finance Cost	54,262	80,674
	<u>137,835,219</u>	<u>142,080,465</u>
14. Property, Plant and Equipment	<i>WDV at 31.12.2010 Rs.</i>	<i>WDV as at 31.12.2010 Rs.</i>
SWRD Bandaranaike National Memorial Foundation (14.1)	921,089,579	879,136,826
BCIS (14.2)	1,303,091	1,699,297
BMICH Hospitality Services (14.3)	36,503,038	36,830,797
BMICH Hospitality Services Outlet (14.4)	612,943	629,629
	<u>959,508,651</u>	<u>918,296,549</u>

14.1 S W R D Bandaranaike National Memorial Foundation

	WDV at 01.01.2011 Rs.	Additions During the year Rs.	Disposals Rs.	Write-off Rs.	Depreciation for the year Rs.	WDV at 31.12.2011 Rs.
Building	693,274,110	12,227,531	-	-	-	705,501,641
Temporary Building	63,444,672	12,745,546	-	-	-	76,190,218
Yards and Gardens	646,384	-	-	-	-	646,384
Plant and Machinery	17,628,276	131,000	-	-	2,214,451	15,544,825
Motor Vehicle	19,522,496	6,664,763	-	-	2,647,410	23,539,849
Office Equipment	5,581,627	39,088	(1,651,669)	-	494,003	3,475,043
T. V. Equipment	146,709	-	-	-	18,339	128,370
Other Equipment	4,558,012	2,147,194	(39,869)	-	657,019	6,008,318
Fire Alarm System	590,283	-	-	-	73,785	516,498
Furniture and Fittings	9,734,823	5,130,353	(201,762)	-	1,248,009	13,415,405
Carpets and Curtains	12,913,166	384,151	-	-	1,623,618	11,673,699
Crockery and Cutlery	11,168	-	-	-	1,396	9,772
Conference System	3,514,128	4,163,189	-	-	706,416	6,970,901
Garden Equipment	1,056,325	79,220	(183,598)	-	112,431	839,516
Sundry Assets - Building	21,995,385	-	-	-	-	21,995,385
- Equipment	1,567,158	4,090	-	-	196,321	1,374,927
Electrical Equipment	14,856,816	134,500	(4,180)	-	1,859,448	13,127,688
Elevator	77,190	-	-	-	9,649	67,541
Accounting Package	1,708,931	-	-	(8,361)	213,616	1,486,954
TUBS	4,774,479	-	-	-	596,810	4,177,669
Container	1,534,688	-	-	-	191,836	1,342,852
MANNIT Account	-	420,000	-	-	26,615	393,385
Stalls	-	12,133,790	-	-	170,295	11,963,495
Computer & Printers	-	748,445	-	-	49,201	699,244
	879,136,826	57,152,860	(2,081,078)	(8,361)	13,110,668	921,089,579

14.2 BCIS

	WDV at 01.01.2011 Rs.	Additions During the year Rs.	Depreciation for the year Rs.	WDV at 31.12.2011 Rs.
Office Equipment	815,714	26,988	368,034	474,668
Library Books	548,063	35,902	53,450	530,515
Computer and Audio Equipment	48,950	18,200	7,557	59,593
Furniture and Fittings	105,826	-	10,593	95,233
Motor Vehicle	-	-	-	-
Air Conditioner	-	-	-	-
Other Equipment	180,744	48,650	86,312	143,082
	1,699,297	129,740	525,946	1,303,091

	WDV at 01.01.2011 Rs.	Additions During the year Rs.	Depreciation for the year Rs.	WDV at 31.12.2011 Rs.
14.3 BMICH Hospitality Services				
Motor Vehicle	2,872,690	-	359,086	2,513,604
Office Equipment	625,876	159,260	93,609	691,527
Furniture and Fittings	23,725,910	208,118	2,976,215	20,957,813
Crockery and Cutlery	3,622,087	182,137	-	3,804,224
Electrical Equipment	2,988,416	950,659	418,662	3,520,413
Kitchen Equipment	1,980,060	1,049,929	318,863	2,711,126
Linen	668,754	1,221,702	123,086	1,767,370
Plant and Equipment	347,004	258,076	68,119	536,961
	<u>36,830,797</u>	<u>4,029,881</u>	<u>4,357,640</u>	<u>36,503,038</u>
14.4 BMICH Hospitality Services Outlet				
Furniture and Fittings	23,311	-	2,914	20,397
Crockery and Cutlery	50,210	-	-	50,210
Electrical Equipment	135,552	55,000	23,246	167,306
Kitchen Equipment	420,556	7,350	52,876	375,030
	<u>629,629</u>	<u>62,350</u>	<u>79,036</u>	<u>612,943</u>
			<i>31.12.2011</i> Rs.	<i>31.12.2010</i> Rs.
15. Staff Loan				
<i>S W R D Bandaranaike National Memorial Foundation</i>				
Distress Loan			<u>18,119,933</u>	<u>13,250,415</u>
16. Short Term Investment				
<i>S W R D Bandaranaike National Memorial Foundation</i>				
Bank of Ceylon - Fixed Deposit			212,000,067	212,000,067
National Savings Bank - Fixed Deposit			3,498,704	3,196,031
Central Bank - Treasury Bills			20,308,402	18,926,740
Sundry Security Deposits and Investments			<u>110,738</u>	<u>110,738</u>
			<u>235,917,911</u>	<u>234,233,576</u>
<i>BCIS</i>				
Central Finance Company PLC			22,456,704	20,249,920
BOC - Treasury Bills - 130479			20,022,825	19,274,793
Sampath Bank - Fixed Deposit			<u>4,066,331</u>	<u>3,713,544</u>
			<u>46,545,860</u>	<u>43,238,257</u>
			<u>282,463,771</u>	<u>277,471,833</u>
17. Accumulated Fund				
<i>S W R D Bandaranaike National Memorial Foundation</i>				
Balance as at 01st January, 2011			568,441,807	458,169,628
Prior Year adjustment			(3,890,110)	(893,668)
Surplus for the year			<u>23,972,464</u>	<u>111,165,847</u>
Blance as at 31st December, 2011			<u>588,524,161</u>	<u>568,441,807</u>

	31.12.2011 Rs.	31.12.2010 Rs.
BCIS		
Balance as at 1st January, 2011	12,668,802	14,887,888
Prior year Adjustment	722,560	-
Deficit for the year	(5,389,050)	(2,219,086)
Balance as at 31st December, 2011	8,002,312	12,668,802
BMICH Hospitality Services and BMICH Hospitality Services Outlet		
Balance as at 01st January, 2011	(58,206,391)	(20,964,439)
Surplus/(Deficit) for the Year	9,689,096	(37,241,952)
Balance as at 31st December, 2011	(48,517,295)	(58,206,391)
	548,009,178	522,904,218
18. Foundation Capital Aid Fund		
<i>S W R D Bandaranaike National Memorial Foundation</i>		
Balance at Beginning and End	541,653,179	541,653,179
19. Miscellaneous Funds		
<i>S W R D Bandaranaike National Memorial Foundation</i>		
Other Funds	843,846	919,306
Exhibition Center Fund	3,999,820	3,999,820
	4,843,666	4,919,126
20. Retirement Benefit Obligation		
<i>S W R D Bandaranaike National Memorial Foundation</i>		
Balance as at 01st January, 2011	30,288,150	25,863,000
Add : Provision for the year	4,628,516	6,025,315
	34,916,666	31,888,315
Less : Payments made during the year	(2,798,606)	(1,600,165)
Balance as at 31st December, 2011	32,118,060	30,288,150
BMICH Hospitality Services and BMICH Hospitality Services outlet		
Balance as at 01st January, 2011	460,800	158,537
Provision for the year and	528,488	302,263
	989,288	460,800
BCIS		
Balance as at 01st January, 2011	91,371	77,067
Provision for the Year	175,625	14,304
	266,996	91,371
	33,374,344	30,840,321
21. Long Term Liabilities		
<i>S W R D Bandaranaike National Memorial Foundation</i>		
Obligation Under Finance Leases		

	31.12.2011 Rs.	31.12.2010 Rs.
(i) Hatton National Bank - 3810/003/BR 23 Obligation is secured by Mitsubishi Lancer Car which is leased out under the lease agreement and is payable 48 equal monthly instalments from December, 2008.		
Balance at Beginning of the Year	2,350,106	4,215,261
Adjustment	-	(583,279)
	2,350,106	3,631,982
Less : Rental Payments during the year	(1,281,876)	(1,281,876)
	1,068,230	2,350,106
Less : Interest in suspense	(329,037)	(723,882)
	739,193	1,626,224
Less : Amount payable within one year shown under Current Liabilities	(739,193)	(887,031)
	-	739,193
(ii) Hatton National Bank - 3810/003/BR 24 Obligation is secured by Isuzu Half Body truck which is leased out under the lease agreement and is payable 48 equal monthly instalments from December, 2008.		
Balance at Beginning of the Year	1,891,692	2,923,524
Less : Rental Payments during the year	(1,031,832)	(1,031,832)
	859,860	1,891,692
Less : Interest in suspense	(269,235)	(592,317)
	590,625	1,299,375
Less : Amount payable within one year shown under current Liabilities	(590,625)	(708,750)
	-	590,625
(iii) Bank of Ceylon 02/2008 Obligation is secured by Mitsubishi Lancer Car which is leased out under the leased agreement and is payable 48 equal monthly instalments from December, 2008.		
Balance at Beginning of the Year	2,637,318	4,615,310
Adjustment	-	(602,000)
	2,637,318	4,013,310
Less : Rental Payment during the year	(1,375,992)	(1,375,992)
	1,261,326	2,637,318
Less : Interest in suspense	(439,191)	(918,308)
	822,135	1,719,010
Less : Amount Payable with in One Year shown under current liabilities	(822,135)	(896,875)
	-	822,135
(iv) Bank of Ceylon 01/2008 Obligation is secured by Single Cabib Pickup which is leased out under the leased agreement and is payable 48 equal monthly instalments from July, 2008.		

	31.12.2011 Rs.	31.12.2010 Rs.
Balance at Beginning of the Year	772,398	1,287,330
Less : Rental Payments during the year	(514,932)	(514,932)
	257,466	772,398
Less : Interest In suspense	(84,096)	(252,289)
	173,370	520,109
Less : Amount payable within one year shown under current Liabilities	(173,370)	(346,739)
	-	173,370
(v) Bank of Ceylon TAFE - 45 DI Tractor		
Obligation is secured by TAFE 45 DI Tractor which is leased out under the leased agreement and is payable 48 equal monthly instalments from October, 2010		
Balance at Beginning of the Year	1,546,934	-
Lease Obtained	-	1,614,192
	1,546,934	1,614,192
Less : Rental Payments during the year	(403,548)	(67,258)
	1,143,386	1,546,934
Less : Interest In suspense	(261,511)	(353,809)
	881,875	1,193,125
Less : Amount payable within one year shown under current Liabilities	(311,250)	(311,250)
	570,625	881,875
	570,625	3,207,198
22. Deferred Income		
BCIS		
Balance at 1st January	2,700,992	3,368,328
Less : Amortization/expenses made during the year	(178,662)	(667,336)
Balance as at 31st December	2,522,330	2,700,992

The Grants are received for specific projects defined by the donors and those were amortized during the year based on the expenditure incurred on the defined projects.

S. W. R. D. BANDARANAIKE NATIONAL MEMORIAL FOUNDATION

DETAILED INCOME AND EXPENDITURE ACCOUNT FOR THE YEAR ENDED 31ST DECEMBER, 2011

	Year ended 31.12.2011 Rs.	Year ended 31.12.2010 Rs.
<i>Surplus/(Deficit) for the Year</i>		
SWRD Bandaranaike National Memorial Foundation	23,972,463.61	111,165,847.86
BCIS	(5,389,050.33)	(2,219,085.49)
BMICH Hospitality Services	8,825,245.00	(23,472,841.08)
BMICH Hospitality Services Outlet	863,850.54	(13,769,112.21)
Net Profit for the Year Before Taxation	28,272,508.82	71,704,809.08

RESPONSIBILITY STATEMENT OF THE SECRETARY AND FINANCIAL ACCOUNTANT

THE year 2012 will go down as a landmark year in the history of the Institute of Chartered Accountants of Sri Lanka, as we moved into a fully-fledged multi-storied building, thereby realizing an important dream which has been high on our agenda for many years. With the opening of the new building, the divisions of the institute which operated remotely were brought back to the head office enabling all services to be provided under one roof for the benefit of our stakeholders.

CA Sri Lanka recorded 11.3% growth in its revenue and 15.8% growth in contribution before employee cost compared to 2011. Overall, all divisions fared well in 2012 which was reflected in their divisional performance indicator. The overall direct expenses of CA Sri Lanka increased (6.4%) in line with the expansion activities and emphasis placed on quality improvement.

The revenue and direct expenses of the Business School dropped in 2012 compared to the previous year due to the number of INSEAD programmes conducted during the year which decreased to one in 2012 from two programmes held in 2011. However, the contribution from the Business School increased by 25% over the previous year, due to growth in core activities. The INSEAD programme had no significant impact on the division's overall performance as it was very much of a break-even activity.

With the formation of the School of Taxation, the division's performance has achieved a remarkable growth both in terms of revenue (75%) and contribution (67.6%).

The net operating income dropped slightly (4.7%) due to increased overhead expenses during the year.

Materialization of the contractual obligations relating to the new building mainly during the latter part of the year and the higher interest rates collectively contributed towards maintaining the interest income during 2012.

Despite the huge investment made on the new building, the Institute was successful to register a total comprehensive income of Rs. 101.7 mn which was only a 3.3% decrease from the previous year.

Property, plant and equipment increased from Rs. 71.9 mn to Rs. 591 mn due to the capitalization of the building project whilst the short-term investments came down to Rs. 242 mn from Rs. 435 mn due to the disbursement of contractual obligations. However the total assets increased from Rs. 742 mn to Rs. 1,030 mn.

The specific internal funds increased from Rs. 21.4 mn to Rs. 44.78 mn due to the formation of the Association of Public Finance Accountants of Sri Lanka (APFASL), the pUblc sector wing of the Institute. The formation of APFASL enabled the Institute to establish itself in the public sector, thereby fulfilling a long-standing need. CA Sri Lanka and the Institute of Public

Finance and Development Accountancy (IPFDA), the former association of public sector accountants which was operating independently, made a contribution of Rs.10 mn each towards the formation of APFASL.

The total value of grants increased from Rs. 21.3 mn to Rs. 41.6 mn, which was mainly due to the grant of USD 500,000 made by World Bank. At the initial phase, USD 186,975 was disbursed which is shown in the statement of financial position. The above grant was secured with the purpose of enhancing the quality assurance of financial reporting and auditing in the private and public sectors. The project is focused on the following areas:

1. Implementing an audit quality assurance programme
2. Programme to assist & educate Small & Medium Sized Practices (SMPs)
3. Programme to increase adoption of IFRS
4. Programme to strengthen public sector financial management

Most of the cash outflows relating to this project which is currently underway is expected to materialize during 2013. As at the reporting date, there was an outstanding payable of Rs. 106.2 mn to contractors of the building project and receipts in advance of Rs. 155.8 mn (an increase by 28% over the previous year) which resulted in an increase in current liabilities to Rs. 342.6 mn in 2012 from Rs. 193 mn in 2011. The increase in receipt in advance is a reflection of the increased demand for our services.

The total liabilities as at the reporting date showed an increase of 39% compared to the previous year.

The Institute prepared its first set of accounts in accordance with SLFRSs and LKASs in 2012.

RESPONSIBILITY STATEMENT OF THE SECRETARY AND FINANCIAL ACCOUNTANT

The financial statements comprise the statement of financial position, statement of comprehensive income, statements of changes in funds and reserves, statement of cash flows and notes to the financial statements. These statements have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRS & LKASs) issued by the Institute of Chartered Accountants of Sri Lanka.

The accounting policies used in the preparation of the financial statements are appropriate and are consistently applied by the Institute (material departures, if any, have been disclosed and explained in the notes to the financial statements). There are no departures from the prescribed accounting standards in their adoption. Comparative information has been reclassified wherever necessary to comply with the current presentation.

The significant accounting policies and estimates that involve a high degree of judgment and complexity were discussed with our external auditors and the audit committee.

We confirm that, to the best of our knowledge, the financial statements and other financial information included in this annual

report, fairly present in all material respects the financial position, results of operations and cash flows of the Institute as of and for, the periods presented in this annual report.

We have taken responsible measure to safeguard the assets of the Institute and, in that context, have established appropriate systems of internal control with a view to preventing and detecting fraud and other irregularities.

The financial statements were audited by Mr. L. D. Asoka Jayasinghe, FCA, FCMA, FMAAT.

ARUNA ALWIS
Secretary/Chief Executive Officer.
30th March, 2013.

K. C. DINUSHINI
Financial Accountant.

THE REPORT OF THE AUDITOR

TO THE COUNCIL OF THE INSTITUTE OF CHARTERED ACCOUNTANTS OF SRI LANKA

Report on the Financial Statements

I have audited the accompanying financial statements of The Institute of Chartered Accountants of Sri Lanka ("Institute") which comprise the statements of financial position as at 31st December 2012, and the related statements of comprehensive income, changes in funds and reserves and the cash flows for the year then ended, and a summary of significant accounting policies and other explanatory notes, as exhibited on pages 56 to 74.

I have also audited the statements of financial position of F B Lander Prize Fund and Cyril E. Begbie Memorial Prize Fund as at 31st December 2012.

Council's Responsibility for the Financial Statements

Council is responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Accounting Standards. This responsibility includes: designing, implementing and maintaining internal controls relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error;

selecting and applying appropriate accounting policies; and making accounting estimates that are reasonable in the circumstances.

Scope of Audit and Basis of Opinion

My responsibility is to express an opinion on these financial statements based on my audit. I conducted the audit in accordance with Sri Lanka Auditing Standards. Those standards require that I plan and perform the audit to obtain a reasonable assurance whether the financial statements are free from material misstatements.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures 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 financial statement presentation.

I have obtained all the information and explanations which to the best of my knowledge and belief were necessary for the purposes of the audit. I therefore believe that the audit provides a reasonable basis for my opinion.

Opinion

In my opinion, so far as appears from my examination, the Institute, F B Lander prize Fund and Cyril E Begbie Memorial Prize Fund maintained proper accounting records for the year ended 31st December 2012 and the financial statements give a true and fair view of the state of affairs of the Institute of Chartered Accountants of Sri Lanka, F B Lander Prize Fund and Cyril E Begbie Memorial Prize Fund as at 31st December 2012 and the results of their operations and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

.....
L. D. A. JAYASINGHE
Chartered Accountant
C/o, Jayasinghe & Co.
94/12, Kirulapone Avenue,
Colombo - 05.
30th March 2013.

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST DECEMBER

	Note	2012 Rs. '000	2011 Rs. '000
Revenue from students' & members' activities	2	516,207	463,757
Direct expenditure on students' & members' activities	2	(236,128)	(221,827)
Contribution before employee costs and overheads		280,079	241,930

	Note	2012 Rs. '000	2011 Rs. '000
Other income			
Other operating income	3	4,442	5,319
Operating income		284,521	247,249
Overhead expenses			
Employee costs	4	(135,348)	(113,427)
Communication expenses		(16,687)	(13,144)
Maintenance of premises	5	(23,144)	(20,525)
Audit fees		(250)	(120)
Depreciation & amortisation	9.1	(13,250)	(10,520)
Financial assistance to students		(8,499)	(3,228)
Other expenses	6	(16,666)	(12,111)
Total operating expenses		(213,844)	(173,075)
Net operating income		70,677	74,174
Government grant		363	350
Net financial income	7	30,967	30,322
Surplus for the year		102,007	104,846
Other comprehensive income			
Defined benefit plan actuarial gain / (loss)	27.1	(249)	422
Other comprehensive income		(249)	422
Total comprehensive income		101,758	105,268

The accounting policies and notes on pages 56 to 74 form an integral part of these financial statements.

STATEMENT OF FINANCIAL POSITION

AS AT	Note	31.12.2012 Rs. '000	31.12.2011 Rs. '000	Restated 01.01.2011 Rs. '000
ASSETS				
NON-CURRENT ASSETS				
Property, plant & equipment	8	591,222	71,893	53,316
Capital-work-in progress - buildings		-	137,232	20,053
Educational material	9	1,392	2,973	6,391
Intangible assets	10	11,081	10,465	8,512
Association of Public Finance Accountants of Sri Lanka		20,102	-	-
Work-in-progress - software development	11	3,826	1,534	1,134
		627,623	224,097	89,406
CURRENT ASSETS				
Inventories	12	25,616	16,368	17,287
Trade and other receivables	13	38,138	27,804	26,574
Deposits, prepayments & advances		9,835	2,910	3,841
Short-term investments	14	242,750	435,250	261,750
Cash and cash equivalents	15	86,141	36,126	204,211

AS AT		31.12.2012 Rs. '000	31.12.2011 Rs. '000	Restated 01.01.2011 Rs. '000
	Note			
TOTAL ASSETS		402,480	518,458	513,663
FUNDS & LIABILITIES		1,030,103	742,555	603,069
ACCUMULATED FUND & RESERVES				
Accumulated fund		556,843	465,085	359,817
Capital reserve		24,000	24,000	24,000
		580,843	489,085	383,817
SPECIFIC FUNDS				
Faculty of Taxation fund	16	437	398	374
Faculty of Auditing fund	17	422	384	360
Publication fund	18	273	249	234
Urgent Issues Task Force fund	19	299	272	242
Needy students' scholarship funds	20	8,266	8,000	7,946
Merit scholarship funds	21	6,500	6,203	6,467
Prize funds	22	1,397	1,336	1,336
Income balances - scholarships and prize funds	23	6,107	3,726	5,170
Best Annual Report Competition fund	24	977	912	878
Association of Public Finance Accountants of Sri Lanka fund		20,102	-	-
		44,780	21,480	23,007
GRANTS				
World Bank grant - IRQUE project	25	15,948	21,279	29,047
Other grants	26	25,725	-	15
		41,673	21,279	29,062
		86,453	42,759	52,069
NON-CURRENT LIABILITIES				
Retirement benefit obligation	27	20,197	17,626	17,210
		20,197	17,626	17,210
CURRENT LIABILITIES				
Trade and other payables	28	166,550	47,249	33,484
Receipts in advance		155,869	122,115	99,267
Bank overdraft	29	20,191	23,721	17,222
		342,610	193,085	149,973
TOTAL FUNDS & LIABILITIES		1,030,103	742,555	603,069

The accounting policies and notes on pages 56 to 74 form an integral part of these financial statements.

K.C. DINUSHINI,
Financial Accountant.

ARUNA ALWIS,
Secretary / Chief Executive Officer.

Signed for and on behalf of the Council.

SUJEEWA RAJAPAKSE,
President.

ARJUNA HERATH,
Vice President.

Colombo 07.
30th March, 2013.

STATEMENT OF CHANGES IN FUNDS AND RESERVES

	<i>Accumulated fund Rs. '000</i>	<i>Capital reserve Rs. '000</i>	<i>Specific funds Rs. '000</i>	<i>Total Rs. '000</i>
Balance as at 1st January 2010, as previously reported	361,131	24,000	23,007	408,138
Impact of change in accounting policy	(1,314)	-	-	(1,314)
Adjusted SLFRS balance as at 1st January, 2011	359,817	24,000	23,007	406,824
Surplus for the year, as restated	104,846	-	-	104,846
Increase / (decrease) in specific funds	-	-	(1,527)	(1,527)
Actuarial gain/ (loss) on defined benefit obligation	422	-	-	422
Restated balance as at 31st December, 2011	465,085	24,000	21,480	510,565
Surplus for the year, as restated	102,007	-	-	102,007
Increase / (decrease) in specific internal funds	-	-	23,300	23,300
Contribution to Association of Public Finance Accountants of Sri Lanka Fund	(10,000)	-	-	(10,000)
Actuarial gain/ (loss) on defined benefit obligation	(249)	-	-	(249)
Balance as at 31st December, 2012	556,843	24,000	44,780	625,623

Capital reserve represents funds reserved for upgrading of buildings.

The accounting policies and notes on pages 56 to 74 form an integral part of these financial statements.

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST DECEMBER

	<i>Note</i>	<i>2012 Rs. '000</i>	<i>2011 Rs. '000</i>
Cash flow from operating activities			
Excess of income over expenditure		102,007	104,846
Adjustments for :			
Depreciation on property, plant & equipment including amortisation of intangible assets and educational materials	9.1	18,986	19,164
Amortisation of grant	9.1	(5,331)	(7,768)
Provision for defined benefit plan	27.1	3,862	3,419
SLAASMB grant	26.2	(2,500)	(2,500)
World Bank grant	26.2	(277)	-
Government grant		(363)	(350)
(Profit)/loss on disposal of PP&E	3	82	(107)
Finance income	7	(33,433)	(31,806)
APFASL interest expenses	7	265	-
Operating surplus before working capital changes		83,298	84,898

	Note	2012 Rs. '000	2011 Rs. '000
(Increase) / decrease in inventory	12	(9,248)	919
(Increase) / decrease in trade & other receivables	13	(10,334)	(1,230)
(Increase) / decrease in deposits & prepayments		(6,925)	931
Increase / (decrease) in receipts in advance		33,754	22,848
Increase / (decrease) in trade & other payables	28	119,301	13,765
		209,846	122,131
Gratuity paid	27	(1,540)	(2,581)
Interest paid	7	(265)	-
Net cash inflow from operating activities		208,041	119,550
Cash flows from investing activities			
Acquisition of property, plant & equipment	8, 9	(531,728)	(31,243)
Acquisition of intangible assets	10	(5,708)	(5,060)
(Increase) / decrease in capital work-in-progress		137,232	(117,179)
(Increase) / decrease in software development	11	(592)	(400)
(Increase) / decrease in investment	14	192,500	(173,500)
Proceeds on disposal of property, plant & equipment		4	134
Finance income received		33,433	31,806
Net cash (outflow) from investing activities		(174,859)	(295,442)
Cash flows from / (used in) financing activities			
SLAASMB grant & government grant	26	2,863	2,835
World Bank grant	26	24,302	-
Contribution to Association of Public Finance Accountants of Sri Lanka fund		(10,000)	-
Net receipts of specific funds		3,198	(1,527)
Net cash inflow from financing activities		20,363	1,308
Net increase / (decrease) in cash & cash equivalents		53,545	(174,584)
Cash & cash equivalents at the beginning of the year		12,405	186,989
Cash & cash equivalents at the end of the year 2012		65,950	12,405

The accounting policies and notes on pages 56 to 74 form an integral part of these financial statements.

THE INSTITUTE OF CHARTERED ACCOUNTANTS OF SRI LANKA

NOTES TO THE FINANCIAL STATEMENTS

1. SIGNIFICANT ACCOUNTING POLICIES

1.1 GENERAL POLICIES

1.1.1 Reporting entity

The Institute of Chartered Accountants of Sri Lanka (hereafter referred to as the “Institute”) was incorporated by Act of Parliament No. 23 of 1959, and is situated at 30A, Malalasekara Mawatha, Colombo 7.

1.1.2 Date of authorisation for issue

The financial statements were authorised for issue by the Council on 30th March, 2013.

1.1.3 Principal activities and nature of operations

The Institute is the sole authority for promulgating accounting and auditing standards in Sri Lanka.

The other principal activities of the Institute are –

- Adoption and implementation of code of ethics and best practices
- Conducting of technical awareness campaigns in the form of seminars, workshops and events to ensure continuous professional development of Institute members
- Enrolment of students and conducting of examinations
- Regulation and supervision of student education and training
- Making representations to government and other relevant authorities on matters of public interest relating to business community.

1.1.4 Basis of preparation

(a) Statement of compliance

The financial statements comprise the statement of financial position, statement of comprehensive income, statement of changes in funds and reserves, cash flow statement and notes to the financial statements. These statements have been prepared in accordance with the Sri Lanka Accounting Standards (SLFRSs and LKASs) issued by the Institute of Chartered Accountants of Sri Lanka.

These financial statements for the year ended 31 December, 2012 are the first set of the financial statements that the Institute has prepared in accordance with the Sri Lanka Accounting Standards (SLFRS/LKAS) immediately effective from 01st January, 2012. The effect of transition to SLFRS/LKAS on previously reported financial position, performance and cash flow is given in the notes to the financial statement.

(b) Basis of measurement

The financial statements have been prepared on historical cost basis except where appropriate disclosures are made with regard to fair value under relevant notes.

(c) Comparative information

Comparative information including quantitative, narrative and descriptive information is disclosed in respect of the previous period for all amounts reported in the financial statements in order to enhance the understanding of the financial statements of the current period and to improve the inter-period comparability.

The accounting policies set out below have been applied consistently to all periods presented in these financial statements and in preparing the opening SLFRS Statement of Financial Position as at 01st January, 2011 for the purpose of the transition to SLFRSs, unless otherwise indicated.

When the presentation or classification of items in the financial statements have been amended, comparative amounts have also been reclassified to conform with the current year in order to provide a better presentation.

(d) Functional and presentation currency

The financial statements are presented in Sri Lankan Rupees, which is the functional and presentation currency of the Institute.

All financial information presented in Sri Lankan Rupees has been rounded to the nearest thousand, unless stated otherwise.

(e) Use of estimates and judgements

The preparation and presentation of financial statements in conformity with SLFRS/LKAS requires management to make judgments, estimates and assumptions that affect the application of accounting policies and reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and judgments used.

Estimates and underlying assumptions are reviewed on an on-going basis. Revisions to accounting estimates are recognised in the period in which the estimate is revised if the revision affects only that period or in the period of the revision and future periods if the revision affects both current and future periods.

Information about significant areas of estimates, uncertainty and critical judgments in applying accounting policies that have the most significant effects on the amounts recognised in the financial statements is included in the notes to the financial statements.

1.2 ASSETS AND THE BASES OF THEIR VALUATION

1.2.1 Property, plant and equipment

(a) Recognition and measurement

Items of property, plant and equipment are stated at cost or at fair value less accumulated depreciation or impairment losses.

All items of property, plant and equipment are initially recorded at cost less accumulated depreciation or impairment losses. Significant components of an asset are identified and depreciated separately. When significant parts of property, plant and equipment are required to be replaced at intervals, the entity derecognises the replaced part, and recognises the new part with its own associated useful life and depreciation. All other repair and maintenance costs are recognised in the income statement as incurred.

(b) Cost

The cost of property, plant and equipment comprises its purchase price and any directly attributable cost of bringing the asset to working condition for its intended use.

Subsequent expenditure incurred for the purpose of acquiring, extending or improving assets of a permanent nature in order to carry on or increase the earning capacity of the assets has been treated as capital expenditure.

Expenditure incurred to replace a component of an item of property, plant and equipment that is accounted for separately, including major inspection and overhaul expenditure, is capitalised. Other subsequent expenditure is capitalised only if it is probable that the future economic benefits embodied within the part will flow to the Institute and its cost can be measured reliably.

(c) Depreciation

Depreciation is charged to the statement of comprehensive income on the written down values at the following rates per annum in order to write off the cost of such assets over their estimated useful lives, except in the case of buildings on leasehold land and computer software:

Generator	20%
Furniture and Equipment	10%
Air- Conditioning Equipment	20%
Audio Visual Equipment	10%
Motor Vehicles	20%
Computers	20%
Canteen Equipment	10%
Head Office Refurbishment	10%

Buildings on leasehold land have been depreciated over the shorter of the lease term and their estimated useful lives.

Branch refurbishment expenses are written off over the lease period of the buildings (5 years).

Depreciation of an asset begins when it is available for use and ceases at the earlier of the date that the asset is classified as held for sale and the date that the asset is derecognised.

An item of property, plant and equipment is derecognised upon disposal or when no future economic benefits are expected from its use. Any gain or loss on derecognition of the assets is included in the statement of comprehensive income in the year the asset is derecognised.

1.2.2. Educational material - IRQUE project

Assets acquired under this project are depreciated on the following bases: –

- (a) Cost of library books are written off on the straight line method over a period of 3 years;
- (b) Cost of Multimedia English Learning Centre (MELC) software is written off on the straight line method over a period of 4 years;
- (c) Syllabus development cost is written off on the straight line method over a period of 3 years.

1.2.3 Intangible assets

An intangible asset is recognised if it is probable that the future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably in accordance with the Sri Lanka Accounting Standard LKAS 38 – Intangible Assets. Accordingly, these assets are stated in the statement of financial position at cost less accumulated amortisation and any accumulated impairment loss.

Computer software is amortised over a period of 5 years on the straight line method.

1.2.4 Inventories

Inventories are stated at the lower of cost and net realisable value. Net realisable value is the estimated selling price in the ordinary course of business less the estimated cost of completion and selling expenses. The cost of inventories is based on weighted average cost. The cost includes expenditure incurred in acquiring the inventories and bringing them to their existing location and condition.

Other inventory items are stated at the lower of cost and net realisable value.

1.2.5 Impairment of assets

The carrying amounts of the assets are reviewed at each reporting date to determine whether there is any indication of impairment. If any such indication exists, then the assets recoverable amount is estimated. An impairment loss is recognised if the carrying amount of an asset or cash generating unit exceeds its recoverable amount. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount.

1.2.6 Financial assets

Financial assets within the scope of LKAS 39 are classified as financial assets at fair value through profit or loss, loans and receivables, held-to-maturity investments, available-for-sale financial assets, or as derivatives designated as hedging instruments in an effective hedge, as appropriate. The Institute determines the classification of its financial assets at initial recognition.

All financial assets are recognised initially at fair value plus, in the case of assets not at fair value through profit or loss, directly attributable transaction costs.

The Institute initially recognises loans and receivables and deposits on the date that they are originated. All other financial assets (including assets designated at fair value through profit or loss) are recognised initially on the trade date at which the Institute becomes a party to the contractual provisions of the instrument.

The Institute derecognises a financial asset when the contractual rights to the cash flows from the asset expires, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all

the risks and rewards of ownership of the financial asset is transferred. Any interest in transferred financial assets that is created or retained by the Institute is recognised as a separate asset or liability.

Financial assets and liabilities are offset and the net amount is presented in the statement of financial position when, and only when, the Institute has a legal right to offset the amounts and intends either to settle on a net basis or to realise the asset and settle the liability simultaneously.

The financial assets of the Institute include cash and short term investments and trade and other receivables.

(a) Financial assets at fair value through profit or loss

Financial assets at fair value through profit or loss include financial assets held for trading and financial assets designated upon initial recognition at fair value through profit or loss. Financial assets are classified as held for trading if they are acquired for the purpose of selling or repurchasing in the near term.

Financial assets at fair value through profit or loss are carried in the statement of financial position at fair value with changes in fair value recognised in finance income or finance expense in the statement of comprehensive income.

The Institute has not designated any financial asset upon initial recognition at fair value through profit or loss.

(b) Loans and receivables

Loans and receivables are non-derivative financial assets with fixed or determinable payments that are not quoted in an active market. After initial measurement, such financial assets are subsequently measured at amortised cost using the effective interest rate (EIR) method, less impairment. Amortised cost is calculated by taking into account any discount or premium on acquisition and fees or costs that are an integral part of the EIR. The EIR amortisation is included in finance income in the statement of comprehensive income. The losses arising from impairment are recognised in the statement of comprehensive income in finance costs.

Loans and receivables comprise trade receivables, employee loans, deposits, advances, other receivables and cash and cash equivalents.

(c) Held-to-maturity investments (HTM)

Non-derivative financial assets with fixed or determinable payments and fixed maturities are classified as held-to-maturity when the Institute has the positive intention and ability to hold them to maturity. After initial measurement, held-to-maturity investments are measured at amortised cost using the effective interest rate (EIR) method, less impairment. The EIR amortisation is included in finance income in the statement of comprehensive income. The losses arising from impairment are recognised in the statement of comprehensive income in financial costs.

Investments in government securities and in fixed deposits have been classified under HTM investments.

(d) Available-for-sale financial investments

Available-for-sale financial assets are non-derivative financial assets that are designated as available-for-sale or are not classified in any of the above categories of financial assets. Subsequent to initial recognition, they are measured at fair value and changes therein, other than impairment losses are recognised in other comprehensive income and presented in the fair value reserved in funds and reserves. Interest income on available-for-sale debt securities is calculated using the effective interest rate method (EIR) and is recognised in profit or loss. When an investment is derecognised, the gain or loss accumulated in funds and reserves reclassified to profit or loss.

The Institute has not designated any financial asset upon initial recognition as available-for-sale investment.

1.2.6.1 Impairment of financial assets

The Institute assesses at each reporting date whether there is any objective evidence that a financial asset or a group of financial assets is impaired and if such impairment has occurred, that amount of impairment is calculated by taking the difference between the assets carrying amount and the present value of estimated future cash flow.

1.2.7 Cash and Cash Equivalents

Cash and cash equivalents comprise cash in hand and deposits at bank.

Bank overdraft is included as a component of cash and cash equivalents for the purpose of the statement of cash flows, which has been prepared using the 'indirect method'.

1.3 LIABILITIES AND PROVISIONS

Liabilities classified as current liabilities on the statement of financial position are those which fall due for payment on demand or within one year from the reporting date. Non-current liabilities are those balances that fall due for payment after one year from the reporting date.

All known liabilities have been accounted for in preparing these financial statements. Provisions and liabilities are recognised when the Institute has a legal or constructive obligation as a result of a past event and it is probable that an outflow of economic benefits will be required to settle the obligation.

1.3.1 Grants

1.3.1.1 Accounting for Grants

Grants that compensate the Institute for expenses incurred are recognised as revenue in the statement of comprehensive income in the same period in which the expenses are recognised. Grants that compensate the Institute for the cost of an asset are recognised in the statement of comprehensive income on a systematic basis over the useful life of the related asset.

1.3.2 Employee Benefits

(a) Provision for Retiring Gratuity

The Institute has adopted the benefit plan as required under the Payment of Gratuity Act, No. 12 of 1983 for all eligible employees. The benefit plan is unfunded. Provision for gratuity is computed by the Institute taking into account the recommendations of an independent qualified actuaries firm, Actuarial and Management Consultants (Private) Limited. The actuarial valuation was done for the first time in 2010.

Defined benefit plans estimate the amount of benefit that an employee will receive on retirement, usually dependent on one or more factors such as age, years of service and compensation.

The liability recognised in the statement of financial position in respect of defined benefit plans is the present value of the defined benefit obligation at the reporting date together with adjustments for unrecognised past service cost. The defined benefit obligation is calculated annually by the Institute using the projected unit credit method prescribed in Sri Lanka Accounting Standard 19 Employee Benefits (LKAS 19). The present value of the defined benefit obligation is determined by discounting the estimated future cash flows using the interest rates of high quality corporate bonds or government bonds that are denominated in the currency in which the benefits will be paid and that have terms to maturity approximating to the terms of the related pension liability. In the absence of such high quality long term corporate bonds or government bonds, the long term discount rate is determined by examining the market rate of interest on short term corporate bonds and the anticipated long term rate of inflation.

Gains and losses arising from experience adjustments and changes in actuarial assumptions are charged or credited to other comprehensive income. Past service costs are recognised immediately in the statement of comprehensive income, unless the changes to the plan are conditional on the employees remaining in service for a specific period of time (the vesting period). In this case, the past service costs are amortised on the straight line basis over the vesting period.

The key assumptions used by Actuarial and Management Consultants (Private) Limited include the following:—

Rate of Interest	10% per annum
Rate of Salary Increase	5% - 10%
Retirement Age	55 years
That the Institute will continue as a going concern	

(b) Defined Contribution Plans

A defined contribution plan is a post-employment plan under which an entity pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay a further amount. Obligations for contributions to defined contribution plans are recognised as an expense in the statement of comprehensive income as and when they are due.

(c) Employees' Provident Fund

The Institute and employees, contribute 15% and 10% respectively, on the salary of each employee to the approved provident fund.

(d) Employees' Trust Fund

The Institute contributes 3% on the salary of each employee to the Employees' Trust Fund.

1.3.3 Trade and Other Payables

Trade and other payables are stated at cost.

1.3.4 Taxation

The surplus and income of the Institute other than surplus and income from dividends or interest is exempt from income tax under Section 7(b) (ii) of the Inland Revenue Act, No.10 of 2006.

1.3.5 Deferred Taxation

Provision has not been made for deferred tax, as surplus and income of the Institute other than income from dividends or interest are exempt from income tax under section 7(b) (ii) of the Inland Revenue Act No. 10 of 2006.

1.3.6 Capital Commitments and Contingent Liabilities

Contingent liabilities are possible obligations whose existence will be confirmed only by uncertain future events or present obligations where the transfer of economic benefits is not probable or cannot be reliably measured.

Capital commitments and contingent liabilities of the Institute are disclosed in the respective notes to the financial statements.

1.4 STATEMENT OF COMPREHENSIVE INCOME

1.4.1 Revenue recognition

Revenue is recognised to the extent that it is probable that the economic benefits will flow to Institute and that it can be reliably measured.

- (a) Enrolment fees from members and students are recognised as revenue on receipt. The subscription year runs from 1st January to 31December. Only those membership fees and subscription payments that are attributable to the current financial year are recognised as revenue. Fees and subscription payments that relate to future periods are shown in the statement of financial position as subscriptions and fees received in advance under current liabilities.
- (b) Fees on examinations are recognised as revenue at the time of admission issued (not physical collection) to the candidate.
- (c) Supply of educational materials are recognised as revenue at the time of dispatch or sale.
- (d) Income from other courses are recognised as revenue based on periodic basis.
- (e) Seminars, workshops and continuous professional development (CPD) activities are recognised at the time of registration.

- (f) Exemption fees and certificates fees are recognised as revenue at the time of approval by the Council.
- (g) Arrears, penalties and fines are recognised on cash basis.
- (h) Training agreement fees are recognised at the time of registration for practical training.
- (i) Fees on new registrations levied on practicing firms and on enrolment of new members are recognised at the time of Council approval of such applications.
- (j) Renewal fees of practicing certificates are recognised at the time of issuing the certificates.
- (k) Interest income is recognised on accrual basis using effective interest rate method (EIR) according to LKAS 39.
- (l) Grants related to income are recognised when control of the contribution or right to receive the contribution is confirmed.
- (m) Sponsorships of member related activities are recognised on acknowledgement.
- (n) Rent income is recognised on accrual basis.
- (o) Other income is recognised on accrual basis.

1.4.2 Expenditure

- (a) Expenses are recognised in the statement of comprehensive income on the basis of direct association between the cost incurred and the earning of specific items of income. All expenditure incurred in the running of the Institute and in maintaining the capital assets in a state of efficiency has been charged against revenue in arriving at the surplus for the year.
- (b) Expenditure on examinations, seminars, courses, and other educational and members' activities are recognised in the statement of comprehensive income on accrual basis.

1.4.3 Net finance expense / income

Finance expense comprises interest paid on the delayed contribution to Association of Public Finance Accountants of Sri Lanka (APFASL) from the due date.

Finance income comprises interest received on accrual basis on funds invested

1.5 CASH FLOW STATEMENT

The cash flow statements have been prepared in accordance with LKAS 7.

Interest paid is classified as operating cash flows and interest received is classified as investing cash flows.

1.6 EVENTS AFTER THE REPORTING DATE

The materiality of events occurring after the reporting date has been considered and appropriate adjustments, wherever necessary, have been made in the accounts.

1.7 FIRST TIME ADOPTION OF SLFRS

These financial statements are the first set of financial statements that the Institute has prepared in accordance with the Sri Lanka Accounting Standards (SLFRS/LKAS) for the year ended 31st December, 2012. For periods up to and including the year ended 31 December 2011, the Institute prepared its financial statements in accordance with Sri Lanka Accounting Standards (SLAS).

Accordingly, the Institute has prepared financial statements which comply with SLFRS applicable for periods ending on or after 31st December, 2012, together with the comparative data as at and for the year ended 31st December, 2011 as described in the accounting policies. In preparing these financial statements, the Institute's opening statement of financial position was prepared as at 1st January, 2011, the Institute's date of transition to SLFRS. This note explains the principal adjustments made by the Institute in restating its SLASs statement of financial position as at 01st January, 2011 and its previously published SLASs financial statements as at and for the year ended 31 December 2011.

1.7.1 Exemptions Applied

SLFRS 1 First Time Adoption of Sri Lanka Financial Reporting Standards and Statement of Recommended Practices allows first-time adopters certain exemptions from the retrospective application of certain SLFRS.

1.7.2 The Institute has Applied the Following Exemptions

1.7.2.1 Fair Value or Revaluation as Deemed Cost

Freehold property plant and equipment are carried in the statement of financial position prepared in accordance with the SLAS, using the cost model. The Institute has not elected to use the fair value as deemed cost.

1.7.2.2 Significant Accounting Judgment, Estimates and Assumptions

Significant accounting judgment, estimates and assumptions at 1st January, 2011 and at 31 December 2011 are consistent with those made for the same dates in accordance with SLAS effective up to 1st December, 2011 (after adjustments to reflect any differences in accounting policies). The estimates used by the Institute to present these amounts in accordance with SLFRS/LKAS effective from 1st January, 2012 reflect conditions at 1st January, 2011, the date of transition to SLFRS/LKAS and as of 31st December, 2011.

1.7.2.3 Standards Issued but not yet Effective

Standards issued but not yet effective up to the date of issuance of the Institute's interim Financial Statements are listed below. This listing of standards and interpretations issued are those that the Institute reasonably expects to have an impact on disclosures, financial position or performance when applied at a future date. The Institute intends to adopt these standards when they become effective.

(a) SLFRS 9-Financial instruments: classification and measurement

SLFRS 9 replaces LKAS 39 and applies to classification and measurement of financial assets and financial liabilities as defined in LKAS 39. The standard is effective for annual periods beginning on or after 1st January, 2013. The adoption of the first phase of SLFRS 9 will have an effect on the classification and measurement of the Institute's financial assets, but will potentially have no impact on classification and measurement of financial liabilities. The Institute will quantify the effect in conjunction with the other phases, when issued, to present a comprehensive picture.

(b) SLFRS 10-Consolidated financial statements

Not applicable to the Institute.

(c) SLFRS 11-Joint arrangements

Not applicable to the Institute.

(d) SLFRS 12-Disclosure of interests in Other Entities

Not applicable to the Institute.

(e) SLFRS 13-Fair value measurement

SLFRS 13 establishes a single source of guidance under SLFRS for all fair value measurements. SLFRS 13 does not state when an entity is required to use fair value, but rather provides guidance on how to measure fair value under SLFRS when fair value is required or permitted. The Institute is currently assessing the impact that this standard will have on the financial position and performance. This standard becomes effective for annual periods beginning on or after 1st January, 2013.

1.8 EXPLANATIONS TO THE TRANSITION OF SLFRS

To comply with the SLFRS 1, the Institute provides explanations to the transition to SLFRS from SLAS. The explanations include a background and quantification of the change. This also includes reconciliation of the Institute funds and reserves as at the date of transition 1st January, 2011 and at end of latest comparative reporting period, 31st December, 2011. Reconciliation for total comprehensive income includes only the latest comparative financial year ended 31st December, 2011.

There is no impact on other items in the financial statement other than employee cost and trade and other receivables.

Reconciliation for the SLFRS/LRAS transition

Statement of Comprehensive Income

Employee cost

SLFRS/LKAS 2011 Rs.'000	Re-measurement Rs.'000	SLAS 2011 Rs.'000
113,005	370	112,635

Statement of Financial Position

Current Assets

Trade and other receivables

SLFRS/LKAS 2011 Rs.'000	Re-measurement Rs.'000	SLAS 2011 Rs.'000
27,804	1,684	29,488

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

**NOTE 2 - REVENUE FROM & EXPENDITURE ON STUDENTS' & MEMBERS' ACTIVITIES
(EXCLUDING EMPLOYEE COSTS)**

	2012			2011 - Restated		
	<i>Direct Income Rs. '000</i>	<i>(Direct Expenses) Rs. '000</i>	<i>Contribution Rs. '000</i>	<i>Direct Income Rs. '000</i>	<i>(Direct Expenses) Rs. '000</i>	<i>Contribution Rs. '000</i>
Examinations	156,344	(69,254)	87,090	141,933	(54,723)	87,210
Registration, Education, Training, Library & Marketing	141,839	(53,813)	88,026	124,035	(50,496)	73,539
IT Training & Language Centre	37,262	(15,082)	22,180	30,375	(15,393)	14,982
Members' Activities	99,184	(56,828)	42,356	87,753	(49,524)	38,229
Business School	44,459	(19,242)	25,217	52,804	(32,704)	20,100
Taxation Faculty	9,814	(5,675)	4,139	5,585	(3,115)	2,470
CPD Secretariat	5,638	(2,275)	3,363	8,132	(5,789)	2,343
Technical Research	21,667	(13,959)	7,708	13,140	(10,083)	3,057
Total	516,207	(236,128)	280,079	463,757	(221,827)	241,930

2012
Rs. '000

2011
Rs. '000

NOTE 3 - OTHER INCOME

Profit on sale of diaries	666	1,052
Profit on sale of publications	223	297
Gain/(loss) on disposal of property, plant & equipment	(82)	107
Rental income from properties	649	801
Miscellaneous income	2,986	3,062
Total other income	4,442	5,319

NOTE 4 - EMPLOYEE COSTS

Wages & salaries	112,835	94,304
Defined contribution plan cost		
- Employees' Provident Fund	11,056	9,333
- Employees' Trust Fund	2,211	1,867
Defined benefit plan cost	3,862	3,419
Payroll cost	129,964	108,922
Cost of staff loans granted at concessionary rates	683	370
Staff welfare & development	4,701	4,135
Total employee costs	135,348	113,427
Number of employees as at year end	132	120

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

	2012 Rs. '000	2011 Rs. '000
NOTE 5 -MAINTENANCE OF PREMISES		
Utility payments	11,362	8,631
Building maintenance cost	9,063	9,435
Equipment maintenance cost	1,663	1,907
Others	1,056	552
Total maintenance expenses	23,144	20,525
NOTE 6 - OTHER EXPENSES		
Motor vehicle running expenses/rent	614	449
Bank charges & commissions	890	1,007
Professional fees	1,140	1,927
Legal fees	2,515	332
General expenses	1,737	1,992
Re-location to AAT & rental charges	4,738	5,726
New building related expenditure	4,816	479
Others	216	199
Total other expenses	16,666	12,111
NOTE 7 - NET FINANCE INCOME		
Gross interest income		
Interest income on available-for-sale financial assets	2,172	10,082
Interest income on held-to-maturity investments	32,480	24,022
	34,652	34,104
*WHT deductions	(1,755)	(1,483)
*Notional tax - Treasury bills & Report	(174)	(1,587)
Net interest income on investments	32,723	31,034
Interest income on loans & receivables	710	772
	33,433	31,806
Transfers to funds,	(2,201)	(1,484)
Financial expenses		
Interest on contribution to APFASL	(265)	-
Total net finance income recognised in profit or loss	30,967	30,322

*Withholding tax and notional tax deductions are made on receipt basis.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)
NOTE 8 - PROPERTY, PLANT & EQUIPMENT

Cost or valuation

	Buildings	Elevator	Generator	Furniture	Air Condit- -ioners	Audio Equipment	Motor Vehicles	Computers	Canteen Equipment	Branch Capital Expenses	Head Office Refurbishment	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 1st January 2011	14,744	-	5,928	25,989	7,411	3,475	12,121	45,291	1,250	4,330	-	120,539
Additions	-	-	-	517	104	-	-	4,886	-	-	24,930	30,437
Disposals	(3,320)	-	-	(145)	-	-	-	-	-	-	-	(3,465)
Balance as at 31st December 2011	11,424	-	5,928	26,361	7,515	3,475	12,121	50,177	1,250	4,330	24,930	147,511
Additions	403,469	10,568	28,210	42,494	42,225	9	-	4,442	-	-	-	531,417
Disposals	-	-	-	(107)	-	-	-	(1,398)	-	-	-	(1,505)
Balance as at 31st December 2012	414,893	10,568	68,748	49,740	3,484	12,121	53,221	1,250	4,330	24,930	677,423	

Accumulated Depreciation

	Buildings	Elevator	Generator	Furniture	Air Condit- -ioners	Audio Equipment	Motor Vehicles	Computers	Canteen Equipment	Branch Capital Expenses	Head Office Refurbishment	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
Balance as at 1st January 2011	14,744	-	3,601	11,895	4,826	1,367	3,296	24,683	213	2,598	-	67,223
Depreciation charge for the year	-	-	466	1,418	524	211	1,765	4,609	104	866	1,870	11,833
Disposals	(3,320)	-	-	(118)	-	-	-	-	-	-	-	(3,438)
Balance as at 31st December 2011	11,424	-	4,067	13,195	5,350	1,578	5,061	29,292	317	3,464	1,870	75,618
Depreciation charge for the year	-	-	372	1,576	454	191	1,412	4,730	96	866	2,304	12,001
Disposals	-	-	-	(89)	-	-	-	(1,329)	-	-	-	(1,418)
Balance as at 31st December 2012	11,424	-	4,439	14,682	5,804	1,769	6,473	32,693	413	4,330	4,174	86,201

Carrying Amounts

	Buildings	Elevator	Generator	Furniture	Air Condit- -ioners	Audio Equipment	Motor Vehicles	Computers	Canteen Equipment	Branch Capital Expenses	Head Office Refurbishment	Total
	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000	Rs. '000
As at 1st January 2011	14,744	-	5,928	25,989	7,411	3,475	12,121	45,291	1,250	4,330	-	120,539
As at 31st December 2011	11,424	-	5,928	26,361	7,515	3,475	12,121	50,177	1,250	4,330	24,930	147,511
As at 31st December 2012	403,469	10,568	68,748	49,740	3,484	12,121	53,221	1,250	4,330	24,930	677,423	

8.1 Buildings are situated on 2 blocks of land obtained on lease from the Government of Sri Lanka on a 99-year lease ending on 31st December, 2060 and the 30-year lease ending on 23rd February, 2037.
The disposal amounting to Rs. 3.3mn in the year 2011 represents the fully depreciated left wing of the old building which was completely demolished during the year 2011.

8.2 Additions to computers during the year include two laptops and a screen worth Rs.442, 223 procured from the funds of World Bank grant.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 9 - EDUCATIONAL MATERIAL

	<i>Syllabus Development Cost</i>	<i>Library Books</i>	<i>Library Software</i>	<i>Multimedia English Learning Centre- Software</i>	<i>Total</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Balance as at 01.01.2011	171	3,720	1,500	1,000	6,391
Additions	-	806	-	-	806
Amortisation	(171)	(2,890)	(375)	(788)	(4,224)
Balance as at 31.12.2011	-	1,636	1,125	212	2,973
Additions	-	312	-	-	312
Amortisation	-	(1,306)	(375)	(212)	(1,893)
Balance as at 31.12.2012	-	642	750	-	1,392

<i>AS AT</i>	<i>31.12.2012 Rs. '000</i>	<i>31.12.2012 Rs. '000</i>	<i>Restated 01.01.2011 Rs. '000</i>
--------------	--------------------------------	--------------------------------	---

NOTE 9.1 - DEPRECIATION & AMORTISATION

Depreciation for the year	12,001	11,833	10,810
Amortisation of educational material	1,893	4,224	-
Amortisation of intangible assets	5,092	3,107	1,869
	18,986	19,164	12,679
Expenditure directly charged to direct expenditure on students' activities	(405)	(876)	-
Amortisation of capital grant	(5,331)	(7,768)	(4,958)
Total Depreciation & Amortisation	13,250	10,520	7,721

NOTE 10 - INTANGIBLE ASSETS

	<i>ERP System</i>	<i>ERP Disaster recovery system</i>	<i>Software Licences</i>	<i>E-voting System</i>	<i>Study pack writing cost</i>	<i>Total</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Balance as at 01.01.2011	6,581	894	1,037	-	-	8,512
Additions	-	-	-	820	4,240	5,060
Amortisation	(1,646)	(223)	(208)	(164)	(866)	(3,107)
Balance as at 31.12.2011	4,935	671	829	656	3,374	10,465
Additions	645	-	126	-	4,937	5,708
Amortisation	(1,710)	(224)	(224)	(164)	(2,770)	(5,092)
Balance as at 31.12.2012	3,870	447	731	492	5,541	11,081

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 11 - WORK IN PROGRESS SOFTWARE DEVELOPMENT

	<i>Receipt module</i>	<i>Training module</i>	<i>IPG modifications</i>	<i>HRIS system</i>	<i>Web Integration Project</i>	<i>Total</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Balance as at 01.01.2011	875	259	-	-	-	1,134
Additions	400	-	-	-	-	400
Balance as at 31.12.2011	1,275	259	-	-	-	1,534
Additions	-	385	126	2,078	347	2,936
Capitalised	-	(644)	-	-	-	(644)
Balance as at 31.12.2012	1,275	-	126	2,078	347	3,826
			<i>31.12.2012</i>	<i>31.12.2011</i>	<i>Restated</i>	
			<i>Rs. '000</i>	<i>Rs. '000</i>	<i>01.01.2011</i>	
					<i>Rs. '000</i>	

NOTE 12 - INVENTORIES

Study packs	13,590	8,236	10,137
Publications	5,086	3,590	2,694
Study materials	2,682	1,872	1,609
Stationery	3,046	2,164	1,870
Consumables & others	1,212	506	977
Total inventories at the lower of cost or net realisable value	25,616	16,368	17,287

NOTE 13 - TRADE & OTHER RECEIVABLES

Trade receivables	21,567	9,893	5,483
Loans & advances to staff	16,571	17,911	21,091
Total	38,138	27,804	26,574

NOTE 14 - SHORT TERM INVESTMENTS

Fixed deposits	242,750	435,250	261,750
Total	242,750	435,250	261,750

NOTE 15 - CASH & CASH EQUIVALENTS

Treasury bills	57,680	18,000	198,725
Cash at banks	28,370	18,025	5,398
Cash in hand	91	101	88
Total	86,141	36,126	204,211

Unfavourable cash & cash equivalents

Bank overdrafts	(20,191)	(23,721)	(17,222)
Total cash & cash equivalents for the purpose of cash flow statement	65,950	12,405	186,989

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

AS AT	31.12.2012 Rs. '000	31.12.2011 Rs. '000	Restated 01.01.2011 Rs. '000
NOTE 16 - FACULTY OF TAXATION FUND			
Opening balance	398	374	344
Interest for the year	39	24	30
Closing balance	437	398	374
NOTE 17 - FACULTY OF AUDITING FUND			
Opening balance	384	360	333
Interest for the year	38	24	27
Closing balance	422	384	360
NOTE 18 - PUBLICATIONS FUND			
Opening balance	249	234	216
Interest for the year	24	15	18
Closing balance	273	249	234
NOTE 19 - URGENT ISSUES TASK FORCE FUND			
Opening balance	272	242	159
Interest for the year	27	30	83
Closing balance	299	272	242

NOTE 20 - NEEDY STUDENTS' SCHOLARSHIP FUNDS

	Balance as at 01.01.2011 Rs. '000	Balance as at 31.12.2011 Rs. '000	Receipts Rs. '000	(Transfers / Payments) Rs. '000	Balance as at 31.12.2012 Rs. '000
L.A.Weerasinghe memorial scholarship fund	7,183	7,241	3,538	(3,000)	7,779
CA Sri Lanka UK Members' scholarship fund	330	240	-	(127)	113
Dalton Wijeyeratne memorial scholarship fund	6	6	-	-	6
Prof.Y A D S Samaratunga memorial fund	100	100	-	-	100
Prof. Kodagoda memorial fund	202	202	-	(5)	197
Members' scholarship fund	125	156	54	(179)	31
PwC scholarship fund	-	55	-	(15)	40
Total	7,946	8,000	3,592	(3,326)	8,266

Interest received and awards made under this scheme have been accounted under Income Balances-Scholarships and Prize Funds (Note 23)

NOTE 21 - MERIT SCHOLARSHIP FUNDS

	Balance as at 01.01.2011 Rs. '000	Balance as at 31.12.2011 Rs. '000	Receipts Rs. '000	(Transfers / Payments) Rs. '000	Balance as at 31.12.2012 Rs. '000
General fund	6,043	6,043	2,000	(2,000)	6,043

	<i>Balance as at 01.01.2011 Rs.'000</i>	<i>Balance as at 31.12.2011 Rs.'000</i>	<i>Receipts Rs.'000</i>	<i>(Transfers / Payments) Rs.'000</i>	<i>Balance as at 31.12.2012 Rs.'000</i>
Specific funds					
Pelwatta Sugar Industries Ltd. fund	80	80	-	-	80
Benevolent Society scholarship fund	53	-	-	-	-
Ernst & Young scholarship fund	236	25	686	(350)	361
Miss. Inoka Gunaratne memorial fund	55	55	-	(39)	16
CA Sri Lanka scholarship funds	-	-	1,500	(1,500)	-
Total	6,467	6,203	4,186	(3,889)	6,500

Interest received and awards made under these funds have been accounted under Income Balances-Scholarships and Prize Funds (Note 23). The direct cost of Rs.68,096 for administering the Merit Scholarship scheme was charged to financial assistance to students.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 22 - PRIZE FUNDS

	<i>Balance as at 01.01.2011 Rs.'000</i>	<i>Balance as at 31.12.2011 Rs.'000</i>	<i>Donation received during the year Rs.'000</i>	<i>(Payments made during the year) Rs.'000</i>	<i>Balance as at 31.12.2012 Rs.'000</i>
CA Sri Lanka President's fund (1992)	25	25	-	-	25
B.R.De Silva memorial fund (1992)	25	25	-	-	25
A D B Talwatte fund (1993)	-	25	25	(25)	25
Satchithananda memorial fund (1993)	16	16	-	-	16
Kreston MNS fund (1993)	29	29	33	(32)	30
Nivard Cabraal fund (1994)	25	25	25	-	50
Reyaz Mihular fund (1996)	25	25	-	-	25
D.R. Settinayake memorial fund (1999)	58	58	10	-	68
ADE de S Wijeyeratne memorial fund (1999)	43	43	-	-	43
Mohan Abeynaike fund (1999)	25	25	-	-	25
KPMG fund (1999)	113	113	-	-	113
Ernst & Young fund (1999)	225	200	-	-	200
SJMS Associates fund (1999)	41	41	25	-	66
Sunil Piyawardena & Co fund (1999)	55	55	-	-	55
Jayasinghe & Co fund (2000)	30	30	-	-	30
Lal Nanayakkara & Co fund (2000)	75	75	-	-	75
G.C.B.Wijeyesinghe fund (2000)	50	50	-	-	50
Nihal Hettiarachchi fund (2000)	51	51	49	(49)	51
Jayaweera & Co fund (2000)	25	25	-	-	25
Brito Mutunayagam memorial fund (2003)	129	129	-	-	129
PricewaterhouseCoopers fund (2006)	150	150	-	-	150
K G H De Silva Prize fund (2006)	121	121	-	-	121
Total	1,336	1,336	167	(106)	1,397

Interest received and prizes awarded from these funds have been shown under Income Balances-Scholarships and Prize Funds (Note 23)

NOTE 23 - INCOME BALANCES - SCHOLARSHIP & PRIZE FUNDS

	<i>Balance as at 01.01.2011</i>	<i>Balance as at 31.12.2011</i>	<i>Interest/ Income transfers for the year</i>	<i>(Awards during the year)</i>	<i>Balance as at 31.12.2012</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Needy scholarship funds					
L.A.Weerasinghe memorial scholarship fund	2,780	1,899	3,989	(3,568)	2,320
Prof. Y A D S Samaratunga memorial fund	-	159	20	(135)	44
Prof. Kodagoda memorial fund	84	10	21	(12)	19
Members' scholarship fund	243	100	50	(24)	126
Merit scholarship funds					
Merit scholarship - general fund	1,567	1,060	2,696	(1,185)	2,571
Pelwatta Sugar Industries Ltd. fund	257	277	36	-	313
Ernst & Young scholarship fund	-	-	35	-	35
Miss. Inoka Gunaratne memorial fund	165	124	14	(29)	109
CA Sri Lanka scholarship funds	-	94	1,675	(1,339)	430
Prize funds	74	3	331	(194)	140
Total	5,170	3,726	8,867	(6,486)	6,107

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 24 - BEST ANNUAL REPORT COMPETITION FUND

	<i>Balance as at 01.01.2011</i>	<i>Balance as at 31.12.2011</i>	<i>Receipts</i>	<i>(Transfers/ Payments)</i>	<i>Balance as at 31.12.2012</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Deshabandu Albert Page (1992)	532	562	56	(6)	612
Late Mr. Cyril Gardiner	139	136	13	(14)	135
Hayleys Ltd (1994)	207	214	22	(6)	230
Total	878	912	91	(26)	977

NOTE 25 - WORLD BANK GRANT - IRQUE PROJECT

	<i>Balance as at 01.01.2011</i>	<i>Balance as at 31.12.2011</i>	<i>Receipts</i>	<i>(Transfers/ Payments)</i>	<i>Balance as at 31.12.2012</i>
	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>	<i>Rs. '000</i>
Library books	3,417	1,232	-	(861)	371
Computers	9,893	7,915	-	(1,583)	6,332
Multimedia English Language Centre - software	1,511	723	-	(723)	-
Other equipment	3,659	3,225	-	(378)	2,847
Motor coach	9,067	7,059	-	(1,411)	5,648
Library software	1,500	1,125	-	(375)	750
Total	29,047	21,279	-	(5,331)	15,948

Amortisation of grants consists of amortisation of property, plant and equipment related grant amounting to Rs. 3,372,164 (Note 8) and amortisation of grant relating to library books and software amounting to Rs. 1,958,733/- (Note 9)

NOTE 26 - OTHER GRANTS

	<i>Balance as at 01.01.2011 Rs. '000</i>	<i>Balance as at 31.12.2011 Rs. '000</i>	<i>Receipts Rs. '000</i>	<i>(Transfers/ Payments) Rs. '000</i>	<i>Balance as at 31.12.2012 Rs. '000</i>
ICTA RAP grant	15	-	-	-	-
World Bank grant	-	-	24,302	(277)	24,025
SLAASMB grant	-	-	2,500	(2,500)	-
PwC grant	-	-	1,700	-	1,700
Total	15	-	28,502	(2,777)	25,725

26.1 World Bank Grant: Two laptops and a screen worth Rs. 442, 223/- have been procured during the financial year. The corresponding grant amount will be amortised from 2013 over the useful life of these assets. Rs. 277,465/- has been amortised in respect of expenditure incurred on component 2.3- Create awareness among small and medium practices (SMPs) on the new developments in the profession.

26.2 SLAASMB Grant: A grant of Rs.2.5mn was received from the Treasury (through the Sri Lanka Accounting and Auditing Standards Monitoring Board - SLAASMB) for the development of accounting and auditing standards. This was utilised in full for the said purpose.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

<i>AS AT</i>	<i>31.12.2012 Rs. '000</i>	<i>31.12.2011 Rs. '000</i>	<i>Restated 01.01.2011 Rs. '000</i>
--------------	--------------------------------	--------------------------------	---

NOTE 27 - RETIREMENT BENEFIT OBLIGATION

Balance at the beginning of the year	17,626	17,210	19,455
Provision made during the year	4,111	2,997	801
Payments made during the year	(1,540)	(2,581)	(3,046)
Balance at the end of the year	20,197	17,626	17,210

NOTE 27.1 - PROVISION MADE DURING THE YEAR

Interest cost	1,763	1,721	-
Current service costs	2,099	1,698	801
	3,862	3,419	801
Net actuarial (gain) / loss recognised immediately	249	(422)	-
Total provision made during the year	4,111	2,997	801

27.2 The provision for retiring gratuity has been made on half-month basis up to 31st December 2009. Actuarial and Management Consultants (Pvt) Ltd., actuaries carried out an actuarial valuation of the defined benefit plan-gratuity on 31st December 2012. The assumptions used in determining the cost of retirement benefits are given under notes to the financial statements (1.3.2).

NOTE 28 - TRADE & OTHER PAYABLES

Accrued charges	43,679	30,860	16,143
Payables-new building	106,217	546	-
Staff payables	12,831	12,983	14,543
Payables on self-study courses & stationery	3,520	1,496	111
University of Southern Queensland	-	-	538
Miscellaneous payables	303	1,364	2,149
Total	166,550	47,249	33,484

NOTE 29 - BANK OVERDRAFTS

AS AT

	31.12.2012 Rs. '000	31.12.2011 Rs. '000	Restated 01.01.2011 Rs. '000
Bank of Ceylon -2323065	1,147	5,118	178
Bank of Ceylon -2323111	19,044	18,603	16,857
Sampath Bank -4640815	-	-	187
Total	20,191	23,721	17,222

NOTE 30 - EVENTS OCCURRING AFTER THE REPORTING DATE

There are no material events occurring after the reporting date that require adjustment or disclosure in the financial statements.

NOTE 31 - CAPITAL COMMITMENTS

The total capital commitment on software development as at the reporting date is Rs. 1,779,208.60.

NOTE 32 - CONTINGENT LIABILITIES

There are no contingent liabilities that require adjustment or disclosure in the financial statements.

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)**NOTE 33 - RELATED PARTY TRANSACTIONS**

Payments are made in the ordinary course of business to any member of the Institute for certain specified activities. During the year the following members of the Council have been involved in such activities at the request of the Council on behalf of the Institute.

Payments made during the reporting period

NAME	TRANSACTIONS	2012 Rs. '000	Restated 2011 Rs. '000
Mr. Sujeewa Mudalige	Technical activities	-	4
	Educational activities	218	148
Mr.T Dharmarajah	Technical activities	74	360
	Educational activities	177	64
	Student registration activities	75	62
Mr. Sanjaya Bandara	Educational activities	570	-
Mr. Heshana Kuruppu	Educational activities	12	-
Mr.Lasantha Wickramasinghe	Technical activities	-	24

Amount due to related parties

Mr. Sujeewa Mudalige	Educational activities	123	95
Mr. Sanjaya Bandara	Educational activities	70	-

Transactions engaged in by the Institute with the audit firms where Council members have influence over decision making

During the reporting period the Institute had paid Rs.532,370/- to KPMG where Mr. Jagath Perera is a key management personnel and also a member of the Council of the Institute for the outsourcing of the payroll system.

PricewaterhouseCoopers, where Mr.Sujeewa Mudalige and Mr.Channa Manoharan are key management personnel and also members of the Council of the Institute had provided a HRIS system worth Rs.1.7mn to the Institute free of charge. Additional effort on customisation is charged at Rs.15,000/- per man day.

The Institute has entered into an agreement with Ernst & Young, where Mr. Arjuna Herath is a key management personnel and also a member of the Council of the Institute to develop a customised audit tool kit for small and medium practices (SMPs). The amount payable for this service is Rs.1,298,080/-.

F.B. LANDER PRIZE FUND

STATEMENT OF FINANCIAL POSITION

AS AT	31.12.2012		31.12.2011		01.01.2011	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
ASSETS						
50 Shares - Hill School Co. Ltd.		-		500		500
Balance at National Savings Bank		585,075		558,745		533,870
		585,075		559,245		534,370
LIABILITIES						
Capital		13,333		13,333		13,333
Income Account						
Balance as at 1 st January	545,912		521,037	-	497,525	
Write Off of 50 Shares- Hill School Co. Ltd	(500)		-		-	
Add: Interest for the year	26,330	571,742	24,875	545,912	23,512	521,037
		585,075		559,245		534,370

CYRIL E. BEGBIE MEMORIAL PRIZE FUND

STATEMENT OF FINANCIAL POSITION

AS AT	31.12.2012		31.12.2011		01.01.2011	
	Rs.	Rs.	Rs.	Rs.	Rs.	Rs.
ASSETS						
Balance at National Savings Bank		185,550		177,200		169,311
Total		185,550		177,200		169,311
LIABILITIES						
Capital		10,000		10,000		10,000
Income Account						
Balance as at 1st January	87,200		79,311		86,854	
Add: Interest for the year	8,350		7,889		7,457	
Less: Prize paid	-		-		(15,000)	
Balance as at 31st December		95,550		87,200		79,311
Creditors - CA Sri Lanka		80,000		80,000		80,000
Total		185,550		177,200		169,311

Miscellaneous Departmental Notices

PV 60981.

PV 60088.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Pan Marine Logistic (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Pan Marine Logistic (Private) Limited”, a Company Incorporated on 10.08.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Pan Marine Logistic (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty).

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10.
27th March, 2013.

04-512

PV 60152.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Yarn Shipping (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Yarn Shipping (Private) Limited”, a Company Incorporated on 05.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Yarn Shipping (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty).

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10.
27th March, 2013.

04-513

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Sky Express International (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Sky Express International (Private) Limited”, a Company incorporated on 12.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Sky Express International (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty).

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-514

PV 60130.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Hemantha Jayasinghe (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Hemantha Jayasinghe (Private) Limited”, a Company incorporated on 01.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Hemantha Jayasinghe (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty).

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-515

PV 61548.

PV 62411.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Frangia (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Frangia (Private) Limited”, a Company incorporated on 28.09.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Frangia (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-516

PV 70006.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“SIM Trading International (Private) Limited”**

WHEREAS there is reasonable cause to believe that “SIM Trading International (Private) Limited”, a Company incorporated on 18.11.2009 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “SIM Trading International (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-517

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Arabian Business Centre (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Arabian Business Centre (Private) Limited”, a Company incorporated on 14.12.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Arabian Business Centre (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-518

PV 62415.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Clarity Lanka (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Clarity Lanka (Private) Limited”, a Company incorporated on 14.12.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Clarity Lanka (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-519

PV 60155.

PV 62105.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Ovista Residencies (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Ovista Residencies (Private) Limited”, a Company incorporated on 05.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Ovista Residencies (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-520

PV 60086.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Solutions World Wide (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Solutions World Wide (Private) Limited”, a Company incorporated on 29.05.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Solutions World Wide (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-521

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Sigma Armenia Exports (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Sigma Armenia Exports (Private) Limited”, a Company incorporated on 21.11.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Sigma Armenia Exports (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-522

PV 64874.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Sanlak Finance (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Sanlak Finance (Private) Limited”, a Company incorporated on 21.07.2008 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Sanlak Finance (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-523

PV 70540.

PV 62414.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“J S Electricals (Private) Limited”**

WHEREAS there is reasonable cause to believe that “J S Electricals (Private) Limited”, a Company incorporated on 01.01.2010 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “J S Electricals (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-524

PV 20586.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Kingstone Leisure (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Kingstone Leisure (Private) Limited”, a Company incorporated on 18.08.2003 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Kingstone Leisure (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-525

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Vedroma International (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Vedroma International (Private) Limited”, a Company incorporated on 14.12.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Vedroma International (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-526

PB 487.

COMPANIES ACT, No. 07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“XIL Industries Limited”**

WHEREAS there is reasonable cause to believe that “XIL Industries Limited”, a Company incorporated on 29.09.1961 under the provisions of the Companies Act, No. 51 of 1938 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “X I L Industries Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th March, 2013.

04-527

PV 69937.

PV 1017.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Hydrolite (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Hydrolite (Private) Limited”, a Company incorporated on 12.11.2009 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Hydrolite (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-528

PV 21006.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Colombo Renewable Energy (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Colombo Renewable Energy (Private) Limited”, a Company incorporated on 17.01.2006 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Colombo Renewable Energy (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-529

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Vipulitha Fashion (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Vipulitha Fashion (Private) Limited”, a Company incorporated on 19.09.2006 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Vipulitha Fashion (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

02-530

PV 76965.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Cubique Consultants (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Cubique Consultants (Private) Limited”, a Company incorporated on 03.02.2011 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Cubique Consultants (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-531

PV 13363.

PV 77355.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Indcom Industrial Insurance Brokers (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Indcom Industrial Insurance Brokers (Private) Limited”, a Company incorporated on 10.03.2006 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Indcom Industrial Insurance Brokers (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-532

PV 62512.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Spectrum Holdings International (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Spectrum Holdings International (Private) Limited”, a Company incorporated on 26.12.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Spectrum Holdings International (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-533

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Insight Investment Lanka (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Insight Investment Lanka (Private) Limited”, a Company incorporated on 23.02.2011 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Insight Investment Lanka (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-534

PV 72093.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Paris Gallery (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Paris Gallery (Private) Limited”, a Company incorporated on 30.04.2010 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Paris Gallery (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-535

PV 20583.

PV 20587.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“R 2 S 2 Trading Company (Private) Limited”**

WHEREAS there is reasonable cause to believe that “R 2 S 2 Trading Company (Private) Limited”, a Company incorporated on 18.09.2003 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “R 2 S 2 Trading Company (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-536

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Area Visionaire (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Area Visionaire (Private) Limited”, a Company incorporated on 28.07.2003 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Area Visionaire (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-538

PV 20582.

PV 60288.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Smato Technologies (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Smato Technologies (Private) Limited”, a Company incorporated on 16.08.1999 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Smato Technologies (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-537

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Weg Holdings (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Weg Holdings (Private) Limited”, a Company incorporated on 15.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Weg Holdings (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-539

PV 60190.

PV 62118.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Sonan Lanka (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Sonan Lanka (Private) Limited”, a Company incorporated on 07.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Sonan Lanka (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-540

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Jukipoint Embroidery (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Jukipoint Embroidery (Private) Limited”, a Company incorporated on 21.11.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Jukipoint Embroidery (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-542

PV 60107.

PV 60131.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Commonsense Illusions (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Commonsense Illusions (Private) Limited”, a Company incorporated on 30.05.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Commonsense Illusions (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-541

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Nimk Company (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Nimk Company (Private) Limited”, a Company incorporated on 05.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Nimk Company (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-543

PV 21595.

PV 60129.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Ceylon Agrocomplex (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Ceylon Agrocomplex (Private) Limited”, a Company incorporated on 05.09.1997 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Ceylon Agrocomplex (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-544

PV 62416.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Ocean Divers (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Ocean Divers (Private) Limited”, a Company incorporated on 17.12.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Ocean Divers (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-545

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Total Energy and Management Solutions (Private)
Limited”**

WHEREAS there is reasonable cause to believe that “Total Energy and Management Solutions (Private) Limited”, a Company incorporated on 01.06.2007 under the provisions of the Companies Act, No. 07 of 2007 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Total Energy and Management Solutions (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
25th March, 2013.

04-546

PV 18816.

COMPANIES ACT, No. 07 OF 2007**Notice under Section 394 (3) to Strike off the Name of
“Unisonic Marketing Services (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Unisonic Marketing Services (Private) Limited”, a Company incorporated on 23.05.2000 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Unisonic Marketing Services (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
28th March, 2013.

04-586

PV 15226.

PV 10414.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“S & Y Beauty Salon (Private) Limited”**

WHEREAS there is reasonable cause to believe that “S & Y Beauty Salon (Private) Limited”, a Company incorporated on 02.10.2002 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “S & Y Beauty Salon (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
28th March, 2013.

04-587

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Tamarind Arcade (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Tamarind Arcade (Private) Limited”, a Company incorporated on 08.07.2005 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Tamarind Arcade (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
28th March, 2013.

04-589

PV 858.

PV 21140.

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“The Palace Hotel Sigiriya (Private) Limited”**

WHEREAS there is reasonable cause to believe that “The Palace Hotel Sigiriya (Private) Limited”, a Company incorporated on 26.12.2005 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “The Palace Hotel Sigiriya (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
28th March, 2013.

04-588

COMPANIES ACT, No.07 OF 2007

**Notice under Section 394 (3) to Strike off the Name of
“Mithuna (Private) Limited”**

WHEREAS there is reasonable cause to believe that “Mithuna (Private) Limited”, a Company incorporated on 13.11.1985 under the provisions of the Companies Act, No. 17 of 1982 is not carrying on business or in operation.

Now know you that I, Duwalage Nihal Ranjan Siriwardena, Registrar General of Companies (Cover up Duty), acting under Section 394 (3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Mithuna (Private) Limited”, will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the Company will be dissolved.

D. NIHAL RANJAN SIRIWARDENA,
Registrar General of Companies.
(Cover up Duty)

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
28th March, 2013.

04-590

PEOPLE'S BANK—KURUNEGALA BRNACH**Resolution under Section 29D of the People's Bank Act,
No. 29 of 1961 as amended by the Act, No. 32 of 1986**

IT is hereby notified that the following resolution was passed by the Board of Directors of People's Bank under Section 29D of the People's Bank Act, No. 29 of 1961 as amended by the Act, No. 32 of 1986 at their meeting held on 05.08.2008.

Whereas Mr. Lansakkara Herath Mudiyanseelage Isuru Sampath Dharmaratna has made default in payment due on the Bond No. 4010 dated 01.12.2004 and Bond No. 4769 dated 19.01.2006 attested by Mrs. Y. P. K. Tennakoon, Notary Public of Kurunegala in favour of the People's Bank and there is now due and owing to the People's Bank a sum of Rupees One Million and Five Hundred Thousand only (Rs. 1,500,000) and Rupees One Million and Four Hundred Thousand only (Rs. 1,400,000) on the said Bond, the Board of Directors of People's Bank under powers vested in them by the People's Bank Act, No. 29 of 1961 as amended by the Act, No. 32 of 1986 do here by resolve that the property and premises mortgaged to the said Bank by the said Bond Nos. 4010 and 4769 be sold by the public auction by Mr. Schockman Samarawickrama, Licensed Auctioneer of Kandy for recovery of the said sum of Rupees One Million and Five Hundred Thousand only (Rs. 1,500,000) and Rupees One Million and Four Hundred Thousand only (Rs. 1,400,000) and with further interest on Rupees One Million and Five Hundred Thousand only (Rs. 1,500,000) Nineteen decimal Two Five per centum (19.25%) per annum from 27.04.2006 to date of the sale and Rupees One Million and Four Hundred Thousand only (Rs. 1,400,000) at Twenty decimal Five per centum (20.5%) per annum from 28.04.2006 to date of the sale and cost and money recoverable under Section 29D of the said People's Bank Act less payment (if any) since received.

**DESCRIPTION OF THE PROPERTY/PROPERTIES
MORTGAGED**

01. All that divided and defined allotment of land marked Lot No. 01A divided in to Three lots depicted in Plan No. 5852A dated 03.02.2004 made by Mr. H. M. S. Herath, Licensed Surveyor of the Land and that above land was resurveyed from Lot No. 01 depicted in Plan No. 5852A dated 20.10.1997 made by Mr. S. T. Gunasekara, Licensed Surveyor of the Land called "Goanapana Kumbura and Pillewa" in the Village of Ratkarawwa, in Kudagalboda Korale, of Weuda Willi Hathpattuwa, and in the District of Kurunegala, North Western Province and which said Lot No. 01A is bounded on.

North by Goanapana Kumbura and Pillewa depicted in Plan No. 5852; *East* by Goanapana Kumbura and Pillewa depicted in Plan No. 5852; *South* by Lot No. 1B depicted in Resurveyed Plan No. 5852A; *West* by Lot No. 1C depicted in Resurveyed Plan No. 5852A (12 feet Road way).

Containing in extent of One Acre and Four Perches (01A., 00R., 04P.) together with trees, Plantation, Buildings and everything

standing thereon and Maintaining and Right of way over Lot No. 01C depicted in Plan No. 5852A and Lot No. 02A depicted in Plan No. 5244 and Lot No. 01 depicted in Plan No. 5244 (A 12164/267/ Kurunegala).

02. All that divided and defined allotment of land marked Lot No. 01B divided in to Three lots depicted in Plan No. 5852A dated 03.02.2004 made by Mr. H. M. S. Herath, Licensed Surveyor of the Land and that above land was resurveyed from Lot No. 01 depicted in Plan No. 5852A dated 20.10.1997 made by Mr. S. T. Gunasekara, Licensed Surveyor of the Land called "Goanapana Kumbura and Pillewa" in the Village of Ratkarawwa, in Kudagalboda Korale, of Weuda Willi Hathpattuwa, and in the District of Kurunegala, North Western Province and which said Lot No. 01B is bounded on.

North by Road way marked as Lot No. 01C depicted in Plan No. 5852A and Lot No. 01 resurveyed from the above Plan No. 5852A; East by Goanapana Kumbura and Pillewa depicted in Plan No. 5852; South by Goanapana Kumbura and Pillewa depicted in Plan No. 5852A; West by Lot No. 02 depicted in Plan No. 5852A

Containing in extent of Two Roods and Six Perches (00A., 02R., 06P.) together with trees, Plantation, Buildings and everything standing thereon and Maintaining and Right of way over Lot No. 01C depicted in Plan No. 5852A and Lot No. 02A depicted in Plan No. 5244 and Lot No. 01 depicted in Plan No. 5244 (A 12164/268- Kurunegala).

03. All that divided and defined allotment of land marked Lot No. 02 depicted in Plan No. 87/94 dated 16.05.1994 made by Mr. W. C. S. M. Abeysekara, Licensed Surveyor of the Land called "Kanduboda Hena now Watta situated at Puttlam road within the Municipal Limits of Kurunegala in Tiragandahaya Korale of Weuda Willi Hathpattuwa, and in the District of Kurunegala, North Western Province and which said Lot No. 02 is bounded on.

North by Balance portion of the above Land; East by Lot No. 03 depicted in Plan No. 87/94; South by Puttlam Road and Lot No. E depicted in Plan No. 42B/89; West by Lot No. 1 depicted in Plan No. 87/94.

Containing in extent of Eight Perches (00A., 00R., 08P.) together with trees, Plantation, Buildings and every thing standing thereon (A 1544/71 - Kurunegala).

By order of the Board of Directors,

Asst. General Manager,
(Wayamba Zone).

People' Bank,
Regional Head Office,
No. 210, Colombo Road,
Wehera,
Kurunegala.
11th June, 2008.

04-550

DFCC BANK

Notice of Resolution passed by the DFCC Bank under Section 4 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990

IN terms of Section 8 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990 it is hereby notified that the following Resolution was unanimously passed on the 30th January, 2013 by the Board of Directors of DFCC Bank.

BOARD RESOLUTION

Where as Life Style International Lanka (Private) Limited a Company duly incorporated in the Democratic Socialist Republic of Sri Lanka under the Companies Act, No. 17 of 1982 Ordinance No. 51 of 1938 (hereinafter referred to as 'the Company') bearing Registration No. PV 20473 (Previous Number is N (PVS) 11584) and having its Registered Office at No. 603, Desingha Mawatha, Pelawatte, Battaramulla has made default in payments due on Mortgage Bond No. 1632 dated 06th July, 2005 attested by S. M. Gunaratne, Notary Public of Colombo and Mortgage Bond No. 761 dated 19th November, 2009 attested by D. S. P. Kodituwakku, Notary Public of Colombo in favour of the DFCC Bank formerly known as Development Finance Corporation of Ceylon and whereas there is as at 30th November, 2012 due and owing from the said Life Style International Lanka (Private) Limited to the DFCC Bank a sum of Rupees Seven Million Five Hundred and Ninety-one Thousand Five Hundred and Forty-eight and cents Twenty-nine (Rs. 7,591,548.29) together with interest thereon from -1st December, 2012 to the date of a sale on a sum of Rs. Three Million Three Hundred and Five Thousand Five Hundred and One (Rs. 3,305,501) of the sale of interest calculated at Seven per centum (7%) per annum above the Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum which said rate shall be revised every three months on the first business day of January, April, July and October each year and on a sum of Rupees Three Million Eight Hundred and Thirty-three Thousand Three Hundred and Thirty-two (Rs. 3,833,332) at the rate of higher of the following base rates prevailing on the date of revision plus a margin of Eight per centum (8%) per annum;

(a) The Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum;

(b) The Average 91 days Treasury Bill Rate of withholding tax rounded upward to the nearest 0.5% per annum; which rate of interest will be revised every three months on the first business day of January, April, July and October each year.

And whereas the Board of Directors of the DFCC Bank under the powers vested in them by the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990 and the Development Finance Corporation of Ceylon Act, No. 35 of 1955 as subsequently amended, do hereby resolve that the Free Hold Rights of the land and premises together and everything else thereon described below Mortgaged to DFCC Bank by the

aforesaid Mortgage Bond Nos. 1632 and 761 be sold by Public Auction by Messrs. Schokman and Samerawickreme Licensed Auctioneers of Colombo for the recovery of the said sum of Rupees Seven Million Five Hundred and Ninety-one Thousand Five Hundred and Forty-eight and cents Twenty-nine (Rs. 7,591,548.29) together with interest thereon from 01st December, 2012 to the date of Sale on a sum of Rupees Three Million Three Hundred and Five Thousand Five Hundred and One (Rs. 3,305,501) at the rate of interest calculated at Seven per centum (7%) per annum above the Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum which said rate shall be revised every three months on the first business day of January, April, July and October each year and on a sum of Rupees Three Million Eight Hundred and Thirty-three Thousand Three Hundred and Thirty-two (Rs. 3,833,332) at the rate of higher of the following base rates prevailing on the date of revision plus a margin of Eight per centum (8%) per annum;

(a) The Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum;

(b) The Average 91 days Treasury Bill Rate of withholding tax rounded upward to the nearest 0.5% per annum;

which rate of interest will be revised every three months on the first business day of January, April, July and October each year or any portion thereof remaining unpaid at the time of Sale together with the costs of advertising and selling the said land and premises together with buildings thereon and all monies expended and costs and charges incurred by the DFCC Bank in accordance with the covenants of the aforesaid Mortgage Bonds 1632 and 761 in terms of Section 13 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990.

DESCRIPTION OF THE PROPERTY MORTGAGED BY MORTGAGE BOND No. 1632 AND 761

All that and those contiguous allotment of land marked Lots 1-33 depicted in Plan No. 2216 dated 13th September, 2004 made by R. B. Wijekoon, Licensed Surveyor of the land called Galoya Estate situated at Megoda Kalugamuwa Village in Kandukara Pahala Korale of Udapalatha Divisional Secretariat in the District of Kandy Central Province and is bounded on the North by Streem Galoya Estate TP44825 and road from Upland Estate, on the East by Galoya Estate in P Plan No. Maha 1339 of Surveyor General, on the South by Road Kandy Gahala road Haloya and on the West by Galoya Estate in P Plan No. Maha 1339 Galoya Estate Lot 4 in P Plan No. Maha 1339 road from Haloya and containing in extent Twenty-nine Acres Fourteen decimal Two Six Perches (29A., 0R., 14.26P.) or 11.7721 Hectares together with the trees, plantations and everything standing thereon.

A. N. FONSEKA,
Director/General Manager.

DFCC Bank,
No. 73/5, Galle Road,
Colombo 3.
04-603

DFCC BANK**Notice of Resolution passed by the DFCC Bank under Section 4 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990**

IN terms of Section 8 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990 it is hereby notified that the following Resolution was unanimously passed on the 30th January, 2013 by the Board of Directors of DFCC Bank.

BOARD RESOLUTION

Where as Weliweriyage Anaclietus Remegius Milton Perera of No. 3/67, Selby Road, Negombo has made default in payments due on Mortgage Bond No. 1862 dated 07th December, 2006 attested by S. M. Gunaratne, Notary Public of Colombo in favour of the DFCC Bank formerly known as Development Finance Corporation of Ceylon.

And whereas there is as at 31st October, 2012 due and owing from the said Weliweriyage Anaclietus Remegius Milton Perera to the DFCC Bank a sum of Rupees One Million Seven Hundred and Thirty-one Thousand Four Hundred and Seventy-six and cents Twenty-four (Rs. 1,731,476.24) together with interest thereon from 01st November, 2012 to the date of sale on sum of Rupees One Million Three Hundred and Thirty Thousand Four Hundred and Forty-one and cents Seventy-seven (Rs. 1,330,441.77) at a rate of interest calculated at Seven per centum (7%) per annum above the Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum which said rate shall be revised every three months on the first business day of January, April, July and October each year.

And whereas the Board of Directors of the DFCC Bank under the powers vested in them by the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990 and the Development Finance Corporation of Ceylon Act, No. 35 of 1955 as subsequently amended, do hereby resolve that the Land and Buildings together with everything else thereon described below mortgaged to DFCC Bank by the aforesaid Mortgage Bond No. 1862 by Weliweriyage Anaclietus Remegius Milton Perera be sold by Public Auction by M/S Schockman and Samerawickreme, Licensed Auctioneer of Colombo for the recovery of the said a sum of Rupees One Million Seven Hundred and Thirty-one Thousand Four Hundred and Seventy-six and cents Twenty-four (Rs. 1,731,476.24) together with interest thereon from 01st November, 2012 to the date of sale on Sum of Rupees One Million Three Hundred and Thirty Thousand Four Hundred and Forty-one and cents Seventy-seven (Rs. 1,330,441.77) at a rate of interest calculated at Seven per centum (7%) per annum above the Average Weighted Prime Lending Rate (AWPR) rounded upwards to the nearest 0.5% per annum which said rate shall be revised every three months on the first business day of January, April, July and October each year or any portion thereof remaining unpaid at the time of sale together with the cost of advertising and selling the said land and premises and everything else standing thereon and all monies expended and costs and other charges

incurred by the DFCC Bank in accordance with the covenants of the aforesaid Mortgage Bond No. 1862 in terms of Section 13 of the Recovery of Loans by Banks (Special Provisions) Act, No. 4 of 1990.

DESCRIPTION OF THE PROPERTY MORTGAGED BY MORTGAGE BOND No. 1862

1. All that Lot 1 depicted in Plan No. 1927 dated 30th October, 1995 made by D. Prasad Wimalasena, Licensed Surveyor, of the land called Kuttiduwwawatta together with the plantations and everything else standing there on situated at Kuttiduwa within the Municipality Council Limit and in the Registration Division of Negombo of the District of Gampaha, Western Province and which said Lot 1 is bounded on the North by the land of Raja Perera, on the East by land of Vincent Fernando, on the South by Lot 2 (Means of Access Six (6') feet wide) and Lot 3 and on the West by land of St. Sebastians Church, Sea Street, land of W. Antony Perera and land of Samson Fernando, containing in extent Twelve decimal Four Zero Perches (0A., 0R., 12.40P.) or 0.03136 Hectares.

“The full and free right liberty and licence of ingress egress and regress way and passage in perpetuity for the Mortgagor his visitors engineers contractors architects workmen servants tenants licensees and invitees at all times hereafter at their will and pleasure for all purposes whatsoever by day or by night to go return pass and repass on foot or otherwise howsoever and with or without horses cattle or other animals motor cars motor lorries and other vehicles of every kind laden or unladen in or along or over the roadway hereunder particularly described together with all and singular the rights ways advantages and appurtenances or usually held used or enjoyed therewith and also the full and free right and liberty to lay electric cables and overhead wires and drainage gas and water pipes and appliances and other contrivances or whatsoever kind on in over and/or along-”.

All that Lot 2 depicted in Plan No. 1927 dated 30th October, 1995 made by D. Prasad Wimalasena, Licensed Surveyor, of the land called Kuttiduwwawatta situated at Kuttiduwa within the Municipality Council Limit and in the Registration Division of Negombo in the District of Gampaha, Western Province and which said Lot 2 is bounded according to Plan No. 1927 aforesaid North by Lot 1 and land of Vincent Fernando, on the East by land of Vincent Fernando, on the South by lagoon and on the West by Lot 3 and containing in extent Zero decimal Six Zero Perches (0A., 0R., 0.60P.) or 0.00152 Hectares.

2. All that divided and defined allotment of land called Kuttiduwwawatta situated at Kuttiduwa within the Municipality Council Limits of Negombo in the Registration Division of Negombo in the District of Gampaha, Western Province and which said land is according to Plan No. 271 dated 23rd October, 1978 made by R. I. Fernando, Licensed Surveyor bounded on the North by path, on the East by land of A. G. Robinson and Others, on the South by the land of W. Eugene Rodrigo and on the West by the land of St. Sebastians Church, Sea Street and path and containing in extent within the said boundaries Fifteen decimal Five Perches

(0A., 0R., 15.5P.) together with the buildings and plantations standing thereon and bearing assessment No. 67/3, Selby Road.

According to the recent Survey Plan the aforesaid allotment of land is described as follows:-

All that divided and defined allotment of land marked Lot 1 depicted in Plan No. 6106 dated 18th November, 2006 made by D. Prasad Wimalasena, Licensed Surveyor of the land called Kuttiduwwatta bearing assessment No. 63/3, Selby Road situated at Kuttuduwa within the Municipality Council Limits of Negombo in the Registration Division of Negombo in the District of Gampaha, Western Province and which said land is bounded on the North by path and Road 12 feet wide, on the East by land of A. G. Robinson Pille, Tiron Pille and Demison Pille, on the South by the land of

W. R. M. Perera (property bearing Assessment No. 63A, Selby Road) and on the West by the land claimed by Y. M. Jude Nixion Fernando and Others (formally property of St. Sebastians Church, Sea Street) and containing in extent within the said boundaries Fifteen decimal Five Perches (0A., 0R., 15.50P.) or 0.03920 Hectares.

A. N. FONSEKA,
Director/General Manager.

DFCC Bank,
No. 73/5, Galle Road,
Colombo 3.

04-602