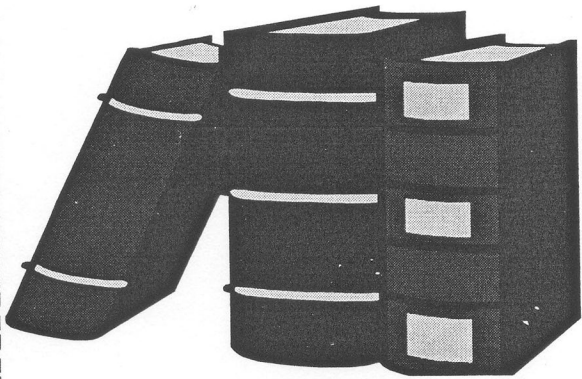


පාලි හා බෞද්ධ අධ්‍යයන පශ්චාත් උපාධි ආයතනය (කැලණිය විශ්වවිද්‍යාලය)
POSTGRADUATE INSTITUTE OF PALI AND BUDDHIST STUDIES
(UNIVERSITY OF KELANIYA)

වාර්ෂික වාර්තාව සහ ගිණුම් - 2011

ANNUAL REPORT-2011



Index

<u>Number</u>	<u>Page</u>
Vision Statement	01
Mission statement	02
Administrative and Academic Structure of the Institute	03
Director's Review	04-08
Students examination and financial activities	09-11
Details of Academic and nonacademic staff	11-12
Details of programme	13-15
Financial matters of the Institute	15-17
Audited final accounts 2011	18-27
Financial position of the institute for the last five years	28
Auditor General's report – 2011 and answers	29-39

01. Vision Statement

Vision statement

PGIPBS will become a Centre of excellence for Buddhist studies and research in the world, and a major focus for the co-ordination of collaborative study and research in Buddhist texts, thought and culture throughout the ages.

Mission Statement

To achieve excellence in providing learners with the best possible opportunities and facilities to develop knowledge, attitude and research skills in the field of Buddhist studies.

03. Administrative and Academic Structure of the Institute

01. Chancellor - Tripitaka Vagiswaracharya
Mahopadyaya Pandit Most venerable
Welemityawe Dharmmakeerthi Sri
Kusaladhamma Thero
02. Vice Chancellor - Professor Sarath Amunugama
Licences Lettrs (Sorbonne)
M.A (Sorbonne), PhD (Sorbonne)
P.G Diploma (Sorbonne)
Dess (Bourgogne)
03. Director - Senior Professor G.D Sumanapala
B.A (Hons) M.A. PhD
Pracheena Pandith
04. Acting Registrar - Mr. K. Gunarathne
B.L.E (C'bo), Dip in English
(SLIDA), P.G Dip in Writtenship &
Communication (S.J' pura),
Professional Dip in HR System &
Techniques (PIM) (Up to October,
2011)
05. Senior Assistant Registrar - Mr. W.H Karunarathne, B.Sc (Phl),
Ad (S.J' pura), M.Sc (Kelaniya),
SATSL. LICA
06. Senior Assistant Bursar - Mr. P.B Abeysekara
07. Senior Assistant Librarian - Mrs. M.K Geethani Attanayake
08. Assistant Registrar - Mr. W.D.T Thilakarathna

04. Director's Review

a) Brief Introduction :

The Postgraduate Institute of Pali and Buddhist Studies affiliated to the University of Kelaniya is the one and only educational and research institute dedicated to higher studies in Pali Buddhist Philosophy, Buddhist Sources and Buddhist Culture. The following courses and research programmes are conducted here at present.

Course ID	Course Name	Course Sinhala Name	Exam Name
01	Postgraduate Diploma in Buddhist studies (S/E)	බෞද්ධ අධ්‍යයන පශ්චාත් උපාධි ඩිප්ලෝමා පාඨමාලාව	බෞද්ධ අධ්‍යයන පශ්චාත් උපාධි ඩිප්ලෝමා පරීක්ෂණය
02	Master of Arts degree in Buddhist Studies	බෞද්ධ අධ්‍යයන ශාස්ත්‍රපති උපාධි පාඨමාලාව	බෞද්ධ අධ්‍යයන ශාස්ත්‍රපති උපාධි පරීක්ෂණය
03	Postgraduate Diploma in Pali studies (S)	පාලි අධ්‍යයන පශ්චාත් උපාධි ඩිප්ලෝමා පාඨමාලාව	පාලි අධ්‍යයන පශ්චාත් උපාධි ඩිප්ලෝමා පරීක්ෂණය
04	Master of Arts degree in Pali Studies	පාලි අධ්‍යයන ශාස්ත්‍රපති උපාධි පාඨමාලාව	පාලි අධ්‍යයන ශාස්ත්‍රපති උපාධි පරීක්ෂණය
05	Master of Philosophy (S/E)	දර්ශනපති උපාධිය	දර්ශනපති උපාධි පරීක්ෂණය
06	Doctor of Philosophy (S/E)	දර්ශන විශාරද උපාධිය	දර්ශන විශාරද උපාධි පරීක්ෂණය
07	Postgraduate Diploma in Buddhist Ayurvedic Counseling (S/E)	බෞද්ධායුර්වේද උපදේශන පශ්චාත් උපාධි ඩිප්ලෝමා පාඨමාලාව	බෞද්ධායුර්වේද උපදේශන පශ්චාත් උපාධි ඩිප්ලෝමා පරීක්ෂණය
08	Master of Arts degree Course in Buddhist Ayurvedic Counseling (S/E)	බෞද්ධායුර්වේද උපදේශන ශාස්ත්‍රපති උපාධි පාඨමාලාව	බෞද්ධායුර්වේද උපදේශන ශාස්ත්‍රපති උපාධි පරීක්ෂණය
Extra Courses			
08	Basic Pali and Sanskrit Course		
09	English Through Buddhism		
10	Source Studies, Research Methodology and Logical Thinking		

The number of students who follow the courses and conduct researches are given below :

Diploma	-	46
M.A	-	428
M Phl	-	102
Ph.D	-	53

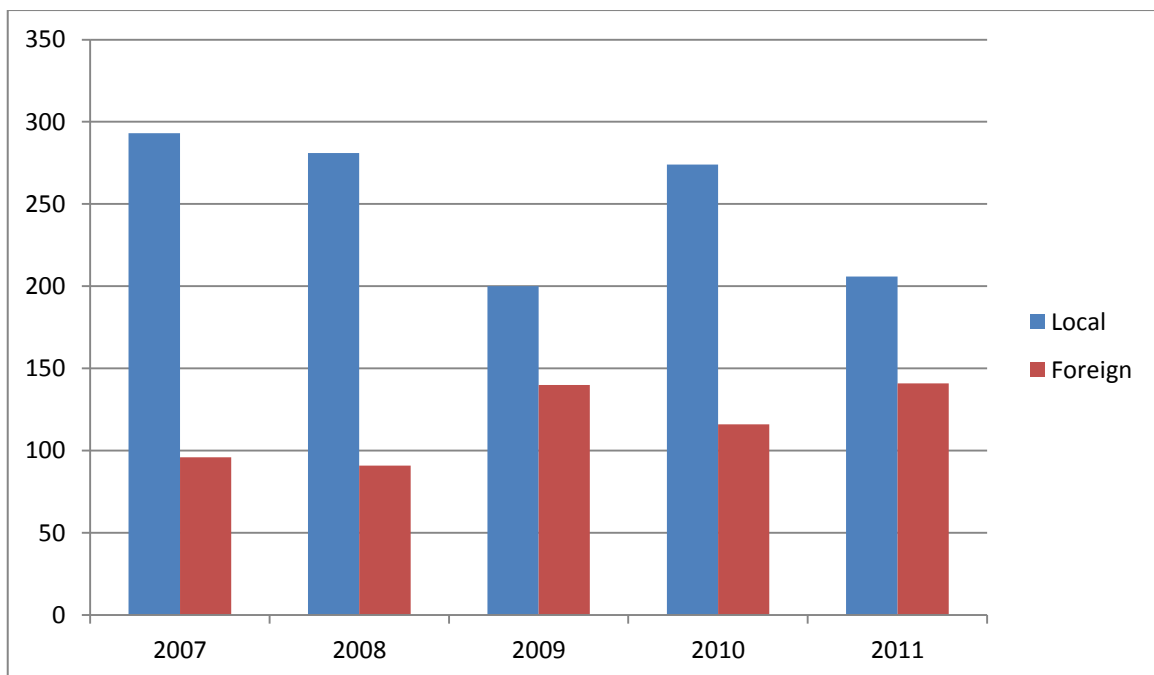
Our aim is to bring this institute to an excellent position both in national and international level.

b) Achievements

Over the last five years we have been able to promote the higher studies related to the field of Buddhism by increasing the number of courses and students both in national and international level.

Number of students passed out

	<u>National</u>	<u>International</u>
1. 2007	293	96
2. 2008	281	91
3. 2009	200	140
4. 2010	274	116
5. 2011	206	141



In addition to the normal courses we have introduced two courses leading to Postgraduate Diploma and M.A in Buddhist Ayurvedic Counseling. These two are vocational courses with practical components. It is a great achievement that we have been able to get financial support and other facilities from the World Health Organization to conduct the practical programmes in various parts of the island for our students. We obtain this support as a result of making a presentation on Buddhist Ayurvedic Counseling by the lecturers and students at a workshop organized by W.H.O in Kandy and an introduction to the courses given by me in Indonesia at a workshop of W.H.O

Two counseling centers have been established through “Anusashani Foundation” with the participation of a student who had completed the Buddhist Ayurvedic Counseling Course and a representative from the World Health Organization. Training activities of the students of the institute are conducted in their institutions.

Due to the efforts taken to obtain a land for establishing a permanent building for the institute, Ven, Bodagama Chandima agreed to donate a block of land of 40 perches on a leasing scheme for 30 years at Bollegala, Manelwatta and he was magnanimous enough to allow the institute to function at the International Buddhist Organization Building till the building of the institute is completed. The future activities regarding this are undertaken according to the Instructions of the Kelaniya University and the University Grant Commission.

A modern van with a seating capacity for 15 persons has been received for the institution and it is informed that another small vehicle will be made available.

c) Failure & Justification

There is no permanent location for the Institute though it has been established more than 30 years before. The Institute has been conducted for a long time in rented buildings. We have made continuous efforts to solve this problem by consulting almost all relevant departments and authorities but until today we have not obtained any positive solution for this. It should be mentioned that this problem influences badly on the progress of the institute.

d) Future plan

We hope to increase the number of students, both in national and international level by introducing interesting courses related to Buddhist Communication and Practice of Meditation in 2012. For this purpose we are trying to establish the institute in a permanent building with facilities for counseling and Ayurvedic treatments.

Necessary criteria have been approved by the University of Kelaniya to conduct Buddhist Ayurvedic Master of Arts and Master of Philosophy and research degree Courses and after obtaining the approval of the University Grants Commission, it is hoped to start these courses from the year 2012 -2013.

e) Employment opportunities

There is ample employment opportunities in Sri Lanka for Pali and Buddhist studies faculty. Pali and Buddhist studies branch is operating in the University of Kelaniya, University of Sri Jayawardanapura and the University of Ruhuna. Buddhist University at Anuradhapura and the Buddhist and Pali University are two Universities dedicated to Pali and Buddhist studies. Postgraduate Institute of Pali and Buddhist studies is also an Institute allocated for these subjects. Further Pali and Buddhist studies are the main subjects in about 733 Pirivenas throughout the country. There are about 20,000 students in Sri Lanka schools following Buddha Dharma and the Buddhist Culture.

In the above mentioned Universities , Institutions and the schools educational and research activities are going on. We will require a large number of teachers for these purposes. There is a large number of students and bhikkhus who have completed Postgraduate Diplomas, Master of Arts Degrees, Master of Philosophy Degrees and Doctors of Philosophy are engaged in educational and research activities in the above mentioned institutions. It should

be mentioned here that according to our knowledge anyone who has completed these courses of studies are not out of employment except at their own discretion.

Apart from these in the current world a large number of Bhikkhus are required for propagating Dharma. Many Bhikkhus locally and internationally who have completed courses of studies in our institute are aboard propagating Buddhism. Ven. Asanga, Chinese national Bhikkhu who completed the Doctor of Philosophy Degree in our Institute has started a Buddhist University in the city of Shanghai in 2012 with 9 faculties with the support of the Government.

In Hong Kong University the Director of Postgraduate Institute of Buddhist studies is a Bhikkhu who followed the Degree of Doctor of Philosophy in this institute. The post of Deputy Vice Chancellor in Kampuchea University is one who obtained his Degree here. The Registrar of World Universities Association and Doctor Karmmavidhamma who is engaged in educational activities at the University of Oxford are also those who obtained their Degrees in this institute. When all these facts are considered it could be stated that all who complete their courses of studies in our educational institute are full of employment opportunities locally and internationally.

As the institute is a Postgraduate institute most of the students who register here are employed. They follow the postgraduate courses here for their promotions. Similarly there are students who retire from their employment and follow Buddhism. Therefore as far as these degree holders are concerned there is no serious dispute about getting employment.

05.Statistics of Resources &Students

Institute	Course	Total No. registered students 2011	Total No. registered students 2010	Academic staff	Total non academic staff		
Postgraduate Institute of Pali and Buddhist studies	Postgraduate Diploma in Buddhist studies (Sinhala)	11	18	Permanent staff Senior Professor – 1 Senior Lecturers – 2 Contract Basis Scientific Assistants - 2	18		
	Postgraduate Diploma in Buddhist studies (English)	13	20				
	Master of Arts degree in Buddhist Studies (Sinhala)	210	185				
	Master of Arts degree in Buddhist Studies (English)	185	124				
	Master of Arts degree in Pali Studies (Sinhala)	19	13				
	Postgraduate Diploma in Buddhist Ayurvedic Counseling (Sinhala)	22	16				
	Master of Arts degree Course in Buddhist Ayurvedic Counseling (Sinhala)	14	29				
	(M. phil) Master of Philosophy in Buddhist studies (Sinhala)	73	76				
	(M. phil) Master of Philosophy in Buddhist studies (English)	29	38				
	(M. phil) Philosophy of Doctor (Sinhala)	33	03				
	(M. phil) Philosophy of Doctor (English)	20	10				
	Postgraduate Diploma Course in Buddhist Studies – External (English)	05	05				
	Master of Arts Course in Buddhist Studies – External (English)	05	05				
		639	532	05	18		

06. Local students who completed the Courses – 2011

Course	Medium	No. Appeared for exam - 2011	No. Appeared for exam – (last year) 2010	No. of Graduates 2011	No. of Graduates 2010 (last year)
Postgraduate Diploma in Buddhist studies	Sinhala	10	18	10	18
Postgraduate Diploma in Buddhist studies	English	05	09	05	09
Master of Arts degree in Buddhist Studies	Sinhala	166	185	133	166
Master of Arts degree in Buddhist Studies	English	16	14	14	14
Master of Arts degree in Pali Studies	Sinhala	16	13	10	09
Postgraduate Diploma in Buddhist Ayurvedic Counseling	Sinhala	20	16	20	15
Master of Arts degree Course in Buddhist Ayurvedic Counseling	Sinhala	11	29	11	29
(M. phil) Master of Philosophy in Buddhist studies	Sinhala	02	01	02	01
(M. phil) Master of Philosophy in Buddhist studies	English	-	-	-	-
(M. phil) Philosophy of Doctor	Sinhala	01	01	01	01
(M. phil) Philosophy of Doctor	English	03	-	03	-
Total		250	286	209	262

07. Foreign students who completed the Courses – 2011

Course	Medium	No. Appeared for exam 2011	No. Appeared for exam 2010	No. graduated 2011	No. graduated 2010
Postgraduate Diploma in Buddhist studies	English	04	09	01	09
Master of Arts degree in Buddhist Studies	English	149	105	121	90
(M. phil) Master of Philosophy in Buddhist studies	English	02	01	02	01
M. phil) Philosophy of Doctor	English	07	04	07	04
Postgraduate Diploma Course in Buddhist Studies – External	English	05	04	05	04
Master of Arts Course in Buddhist Studies – External	English	05	05	05	05
		172	128	141	113

08. Academic staff

Department	Subject	Medium	Senior Professor	Professor	Senior Lecturer	Lecturer	Lecturer
Department of Philosophy in Buddhist Studies			1				
Department of Buddhist Culture					1		
Department of Buddhist Sources					1		
			1		2		

09. Non academic staff

Faculty / Branch	Most senior	Senior staff	Junior staff	Minor employees
Administration Branch	* Senior Assistant Registrar – 01	* Clerk Grade i – 01 * Steno (Sin) Grade i – 01 * Clerk Grade iii - 01	* Driver Grade ii - 01	* Laborer (Supra) – 02 * Laborer Grade iii – 01
Accounts Branch	* Senior Assistant Bursar – 01	* Senior Staff Assistant (Clerk) – 01 * Senior Staff Assistant (Book Keeper) – 01 * Senior Staff Assistant – 01 * Store Keeper Grade iii - 01		
Library	* Senior Assistant Librarian – 01	* Library Assistant Grade ii – 01 * Library Assistant Grade iii – 01	* Library Assistant Grade ii - 02	
Student affairs and examination Branch	* Assistant Registrar – 01	* Computer Application Assistant Grade iii - 02		
Total	04	11	03	03

10.Details of research, innovation and publication - 2011

Name	Degree	Thesis topic and assigned supervisors	Country of the candidate
Mr. K.M. CHandrasekara	PhD	How to use Buddhist Psychological principles to cope with stress faced by the younger generation in modern Sri Lanka	Sri Lanka
Ven. U. Vannasiri	PhD	An annotated translation of Pathamaparajikakanda od the Samanthapasadika, together with a general introduction.	Myanmar
Ven. Yan Yan	PhD	Mahayana elements in Theravada tradition : A study of Mahayana influence in Sri Lankan Buddhism	China
සුභා දොඩම්කුඹුරේ ධම්මදස්සි හිමි	PhD	බෞද්ධ ආගමික ගෘහ නිර්මාණයන්හි ආරම්භය හා සංවර්ධනය කෙරෙහි බලපෑ ගුණාංග සාධක පිළිබඳ විවරාත්මක අධ්‍යයනයක්	Sri Lanka
Mr. LumbiniPriyanthaDevasiric	PhD	Contribution of early Buddhist teachings to the field of marketing.	Sri Lanka
Ven. Shi Xinguang	PhD	A comparative study of the concept and practice of puja in Mahayana and Theravada Buddhism.	China
Ven. Li Hui	PhD	The practice of Paritta Chanting and its importance as a Buddhist ritual.	China
Fr. Paul KriangyotPiyawanno	PhD	The Buddhist theory of conflict resolution – a critical study	Thailand
Ven. Wu Chang	PhD	A comparative study of the concept of Vimukti (Liberation) in early Buddhism and the Chinese Ch’an tradition.	China
Ven. Hui Xian (Yan Chunlei)	PhD	A comparative study of the concept of Karuna	China
Ven. Xin Ding	MPhil	A Comperative study of the concept of Prajna/panna in relation to the Bodhisattva ideal in Theravada and Mahayana	China
Ven. PannyanandaNawkhur	MPhil	An analytical study of “Jhana” in early Buddhism and Teravada	Thailand

11. Programs, seminars and workshops

(a) No. of postgraduate programmes

Dr.P.R. Wasantha Priyadarshana

Sinhala - 03

English - 03

Mr. W.M. Deshapriya Gunasena

Sinhala - 04

English - 03

Ven. Madihe Sugathasiri- 01

(b) No. of postgraduate diploma programmes

Dr.P.R. Wasantha Priyadarshana

Sinhala - 02

English - 02

Mr. W.M. Deshapriya Gunasena

Sinhala - 02

English - 02

Date	Lecturer	Medium	Topic
2011.11.14	Ven. Dr. Medagampitiye Vijithadhamma	Sinhala	Usage of resources in research work
		English	Usage of resources in research work
2011.11.15	Professor G.D Sumanapala	Sinhala	Original contribution of a research
		English	Original contribution of a research

12. Awards received

Subject	No. of awards	No of academics	No. of students
(a) Local awards	2		
(b) National awards			
(c) International awards			
(d) Other			
Total	2		

- Best Performance in Postgraduate Diploma in Buddhist Studies – Mrs. Ahangama Vithanage Malini – (Silver Medal)
- Best performance in Postgraduate Diploma in Buddhist Studies – Mr. Rathnayake Mudiyansele Rathnasiri – (Gold medal)

13.Recurrent expenditure

Subject	2010	2011	Difference
	Rs.	Rs.	Rs.
(a) Personal emoluments	13,532,671	15,839,479	29,372,150
(b) Travelling	90,093	286,507	196,414
(c) Supplies	1,029,414	1,186,764	157,350
(d) Maintenance	821,462	443,957	(377,050)
(e) Contractual services	6,538,299	6,579,979	41,680
(f) Others	3,059,019	4,103,935	1,044,916
Total	25,070,958	28,440,621	

14.Capital expenditure

Subject	2010 Rs.	2011 Rs.	Difference Rs.
a. Acquisition furniture & office equipment	1,117,892	799,814	(318,077)
b. Acquisition machineries	0	0	
c. Acquisition building & structure	0	0	
d. Others	1,308,569	225,691	(1,082,878)
Total	2,426,461	1,025,505	

15. Financial progress (expenditure)

Subject	Allocation		Expenditure		Excess/Shortage	
	2010	2011	2010	2011		
a. Recurrent (except project)	32,373,000	33,559,000	25,070,958	28,460,621	7,302,042	5,098,379
b. Capital(except project)	900,000	1,000,000	799,714	1,025,505	100,286	(25,505)
c. Project – Local funded	0	0	0	0	0	0
d. Project – Foreign funded	0	0	0	0	0	0
Total	33,273,000	34,559,000	25,870,672	29,466,126	7,402,328	5,072,874

16. Financial progress (Generated income)

Sources of revenue	Allocation		Total		Allocation Rs.	Total Rs.
	2010	2011	2010	2011		
a. Undergraduate studies	0	0	0	0	0	0
b. Postgraduate studies	14,880,000	19,650,000	15,627,000	19,756,133	4,770,000	4,129,133
c. Consultancies	0	0	0	0	0	0
e. Other	1,638,000	1,800,00	3,739,993	2,051,000	162,000	(1,688,9938)
Total	16,518,000	21,450,000	19,366,993	21,807,133		

17. Analysis of financial progress – 2011

Subject	Formula	Exp. Per student	
		2010	2011
a. Recurrent expenditures per student	$\frac{\text{Recurrent expenditures}}{\text{No. of student strength}}$	40,114	44,508
b. Capital expenditures per student	$\frac{\text{Capital expenditures}}{\text{No. of student strength}}$	1,280	1,605
Total		41,393	46,113

18. Any other information relevant to this report

01. Financial position of the institute – 2007 – 2011
02. Final Accounts – 2011
03. Report of the Auditor General on the Financial Statements of the Postgraduate Institute of Pali and Buddhist Studies affiliated to the University of Kelaniya for the year ended 31st December 2011 in terms of Section 108(2) of the Universities Act, No. 16 of 1978.

19. Final Accounts - 2011

Postgraduate Institute of Pali
and Buddhist Studies
(University of Kelaniya)

Final Accounts
2011

SunethraMahadeviPiriven
Vidyayathana Premises
Pepiliyana, Boralesgamuwa

Report on the financial activities for the year 2011

The thirty third (33) year report on the financial activities of the Postgraduate Institute of Pali& Buddhist Studies affiliated to the University of Kelaniya under university Act. No 16 of 1978.

The allocation obtained for the year 2011 is shown below

Recurrent allocation	Rs. 7,314,146.00
102 Capital allocation	Rs. 750,000.00

The total recurrent income for this year, including allocation obtained from the government amounts to Rs. 29,121,279 and the recurrent expenditure amount is Rs. 28,440,621. Accordingly the results of the recurrent financial activities was a surplus of Rs. 680,658.

Senior Professor G.D. Sumanapala

Director

Report of the bursar on the annual accounts for the year 2011

The report to be furnished to the Chairman of the Commission by the Bursar in terms of paragraph 63 (8) of the Commission Circular.

The report on accounts of this institution with regard to the year referred to above had been in accordance with the books & registers maintained at the office and are true and correct according to my knowledge and belief.

Senior Assistant Bursar

Postgraduate Institute of Pali & Buddhist Studies University of Kelaniya

Financial statement for the year ended 31st December, 2011

	2011-12-31		2010-12-31	
	Rs	Rs	Rs	Rs
<u>Assets</u>				
Non-current assets				
Property, plant and equipment (Schedule H)	4,157,237		4,613,462	
		4,157,237		4,613,462
Security bail deposit (Schedule J)	23,308		22,198	
Special fund (Schedule J-1)	5,296,940		5,004,811	
Research grant (Schedule J-2)	191,798		176,030	
Others (Schedule J-3)	662,365	6,174,410	624,069	5,827,108
		<u>10,331,646</u>		<u>10,440,570</u>
Current assets				
Stores advance (Schedule K)	456,250		489,087	
Miscellaneous debtors (Schedule L)	174,827		217,513	
Research and declared stock(Schedule L-1)	1,146,946		1,157,980	
Staff advance (Schedule M)	2,971,558		2,979,149	
Service and supplies advances (Schedule O)	47,950		1,000	
Miscellaneous advance (Schedule P)	-		-	
Balance payments (Schedule S)	11,070		40,133	
Cashbook balance (Schedule T-1)	5,449,932		6,390,855	
Other cash balances (Schedule T-4)	4,710,000	14,968,531	4,710,000	15,985,717
Total assets		25,300,178		26,426,287
<u>Liabilities</u>				
Current liabilities				
Deposits(Schedule U)	35,204.00		24,129.00	
Miscellaneous creditors (Schedule V)	50.00		-	
Accumulated expenses (Schedule W)	549,236.12		1,701,120.51	
Other liabilities (Schedule Z)	132,748.87		324,534.25	
Undecided account	-		-	
		<u>717,239</u>		<u>2,049,784</u>

Noncurrent liabilities

Capital grants spent(Schedule A)	11,669,444		11,990,275	
Capital grants not spent(Schedule A-1)	432,723		679,099	
Special fund (Schedule D)		12,102,166		12,669,374
Research fund (Schedule E)	4,623,555		4,346,182	
Donations and grants (Schedule F)	863,412		832,888	
Other funds (Schedule G)	1,827,160		1,798,711	
Gratuity allocation (Schedule B)	1,436,415		1,192,810	
	4,021,900		4,508,865	
		<u>12,772,442</u>		<u>12,679,456</u>
Total liabilities		<u>25,591,847</u>		<u>27,398,614</u>
Total Net assets		<u>(291,669)</u>		<u>(972,327)</u>

Net Assets Equity

Capital received	798,276	798,276	798,276	798,276
Institute's General Reserve(Schedule B-1)	<u>(1,089,945.52)</u>	<u>(1,089,946)</u>	<u>(1,770,603)</u>	<u>(1,770,603)</u>
Net assets/Total Equity		<u>(291,669)</u>		<u>(972,327)</u>

Certified as correct

Sgd./ G.D. Sumanapala

Sgd./ P.B. Abesekara

Senior Professor
Postgraduate Institute of Pali and
Buddhist Studies

Senior Assistant Bursar
Postgraduate Institute of Pali and
Buddhist Studies

Postgraduate Institute of Pali & Buddhist Studies University of Kelaniya
Financial activities statements for the year ended 31st December, 2011

	2011-12-31		2010-12-31	
	Rs	Rs	Rs	Rs
<u>Operating revenue</u>				
Recurrent grant from Government	7,314,146		7,900,000	
Interest from loans	126,145		131,001	
Sale on old stores	-		-	
Miscellaneous receipts (Schedule 1)	499,931		254,104	
Registration fees (Postgraduate)	577,000		534,000	
Course fees (Postgraduate)	15,711,930		14,255,320	
Examination fees (Postgraduate)	237,500		304,616	
Library fees (Postgraduate)	555,750		532,500	
Sale of publications	1,864		2,747	
Library fines	6,960		3,060	
Amortization	1,317,208		593,220	
Master of Arts Buddhist Ayurvedic Counseling	-		1,226,609	
Postgraduate diploma in Buddhist Ayurvedic Counseling	2,051,000		,162,612	
Singapore Buddhist research project revenue	-		1,350,772	
Cancelled cheques	32,863		73,027	
Other operational incomes	688,983		482,541	
Total Operating revenue		29,121,279		28,806,128
<u>Operating expenses</u>				
Personal wages and allowances (Schedule 2)	15,839,479		13,532,671	
Travelling expenses	286,507		90,093	
Supplies	1,186,764		1,029,414	
Repair and maintenance expenses	443,957		821,462	
Transport, Communication and essential services	6,579,979		6,538,299	
Depreciation and Amortization expenses	1,481,641		1,402,249	
Other recurrent expenses	2,622,294		1,656,770	

Total operating expenses	28,440,621	25,070,959
Surplus/Deficit from operation activities	680,658	3,735,169
Finance cost		
Revenue received from sales of property and plant	-	-
Net surplus/Deficit for the relevant period	680,658	3,735,169
Balance brought from last year	(1,770,603)	(5,505,773)
Surplus/Deficit for the relevant year	680,658	3,735,169
General reserve of the institute	(1,089,946)	(1,770,603)

Certified as correct

Sgd./ G.D. Sumanapala

Sgd./ P.B. Abesekara

Senior Professor
Postgraduate Institute of Pali and
Buddhist Studies

Senior Assistant Bursar
Postgraduate Institute of Pali and
Buddhist Studies

Postgraduate Institute of Pali & Buddhist Studies University of Kelaniya

Cash Flow statements for the year ended 31st December, 2011

	<u>2011-12-31</u>		<u>2010-12-31</u>	
	Rs	Rs	Rs	Rs
<u>Cash flows from operating activities</u>				
Surplus (Deficit) for the year		680,658		3,735,169
Adjustment for items not involving movement of cash				
Gratuity		(486,965)		321,130
Depreciation		1,481,051		1,402,249
Amortization		(1,317,208)		(593,220)
		<hr/>		<hr/>
		357,536		4,865,329
Prior period items		-		-
		<hr/>		<hr/>
Operating surplus before changes in items of working capital		357,536		4,865,329
Changes in items of working capital				
(increase)/decrease in stores advances and stocks of researches and publications	43,871.51		94,994	
(increase)/decrease in sundry debtors	42,685.47		(189,432)	
(increase)/decrease in staff advance	7,591.00		66,336	
(increase)/decrease in service and supplies advance	(46,950.00)		-	
(increase)/decrease in balance payment	29,063.58		(12,140)	
(increase)/decrease in other deposits	-		(793,250)	
(increase)/decrease in interest on investments receivables	11,125.00		(29,697)	
(increase)/decrease in accrued expenses and other liabilities	(1,343,669.77)	1,256,283.21	(1,646,770)	(2,509,959)
Net cash generated from operating activities		<hr/> (898,747)		<hr/> 2,355,370
Cash flows from investing activities				
Purchased of fixed assets	(996,376)		(1,626,461)	
Other investments	(347,302)		(223,869)	
Net cash used in investing activities		<hr/> 1,343,678		<hr/> 1,850,330

Cash flows from financing activities		
Government grant for capital expenditure	750,000	400,000
Gifts and donations	-	393,972
Other funds	<u>551,502</u>	<u>530,969</u>
Cash generated from financing activities	1,301,502	<u>1,324,941</u>
Net increase in cash and cash equivalents	<u>(940,924)</u>	<u>1,829,981</u>
Balance of cash and cash equivalents	6,390,855	4,560,874
Balance of cash and cash equivalents at end of the year (note)	<u>5,499,932</u>	<u>6,390,855</u>
Note	<u>2011</u>	<u>2010</u>
Bank balance	5,449,932	6,390,855
Other bank balance	-	-
	<u>5,499,932</u>	<u>6,390,855</u>

Accounting policies

1. Accounting principles

The Final accounts of the Institute have been prepared in conformity with the general accounting principles.

2. Depreciation

Provisions for depreciation are calculated in accordance with Sri Lanka Accounting Standard Number 18.

	<u>Percentage</u>
102 - Furniture fittings	10%
102 - Office furniture and equipment	20%
102 - Lab and teaching equipment	20%
102 - Library books and periodicals	20%
102 - Motor vehicles	20%

3. Stocks

Stocks at the stores have been computed at the purchase price according to Sri Lanka Accounting Standard No 05. As there is no business motive, all purchases and issues have been shown at the purchase price in the stores stock advance account and final stock has been represented with the balance in that account.

4. Debtors

Debtors consist of loans and advances given to staff. No provision has been made for bad and doubtful debtors, as loans and advances are granted with the surety of the University Provident Fund balance and there is no risk of non-recovery. Accordingly no provision was made for bad and doubtful debtors.

5. Fixed Assets

Fixed assets are shown to reflect the net value at cost less accumulated depreciation in terms of Sri Lanka Accounting Standard No. 18

6. Gratuity allowance

Provision for retirement gratuity is made in accordance with the Sri Lanka Accounting Standard No. 16.

7. The depreciation for vehicles revalued on 2010.02.11 and 2010.09.06 as Rs. 625,000/=, Rs 800,000/= has been calculated from 2010.02.28 and 2010.09.30 respectively.

20. Financial position of the institute 2007 – 2011

Year	Government Recurrent grants	Government Capital grants - 102	Information Technology grants	Internal revenue	The total recurrent income	The total recurrent expenditure	The result of the recurrent financial activities
2007	15,810,000	200,000	100,000	8,153,755	23,963,755	20,673,221	3,290,534
2008	8,000,000	-	-	12,948,436	20,948,436	21,787,873	(839,437)
2009	6,000,000	85,000	-	17,955,534	23,955,534	23,245,122	710,412
2010	7,900,000	400,000	-	20,978,711	28,878,711	25,070,959	3,807,753
2011	7,314,146	750,000	-	21,807,133	29,121,279	28,440,621	680,658

21 . Report of the Auditor General on the Financial Statements of the Postgraduate Institute of Pali and Buddhist studies affiliated to the University of Kelaniya for the year ended 2011.12.31 in terms of Section 108 of the Universities Act No. 16 of 1978.

Auditor General's Department

My No. CE/F/PIPB/FA/2011

Your No. -

Date – 2012/12/30

Director,
Postgraduate Institute of Pali and Buddhist studies

Report of the Auditor General on the Financial Statements of the Postgraduate Institute of Pali and Buddhist studies affiliated to the University of Kelaniya for the year ended 2011.12.31 in terms of Section 108 of the Universities Act No. 16 of 1978.

The above report is sent herewith.

H.A.S. Samaraweera,

Auditor General

Copies Vice Chancellor – University of Kelaniya
- Chairman – University Grants Commission
- Secretary – Ministry of Higher Education
- Secretary – Ministry of Finance and Planning

Auditor General's Department

My No. CE/F/PIPB/FA/2011

Your No. -

Date – 2012/12/30

Director,

Postgraduate Institute of Pali and Buddhist studies

Report of the Auditor General on the Financial Statements of the Postgraduate Institute of Pali and Buddhist studies affiliated to the University of Kelaniya for the year ended 2011.12.31 in terms of Section 108 of the Universities Act No. 16 of 1978.

The audit of the Balance Sheet for the year ending 2011.12.31 and the Statement of income & expenditure and the cash flow statement for the year ended on that day and containing a summary of important accounting policies and clarifications on other information and the Financial Statements for the year ended 2011.12.31 of the Postgraduate Institute of Pali and Buddhist Studies affiliated to the University of Kelaniya was carried out under my direction in pursuance of the provisions in article 154 (1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with section 23 of the Postgraduate Institute of Pali and Buddhist Studies ordinance No. 8 of 1979 enacted under Section 18 of the Universities Act No. 16 of 1978, Section 108 (1) and 111 of the Universities Act.

This report was issued to the Director of the institute on 2012/06/15 in terms of Section 108 (1) and subsection iii of the Universities Act.

1.2 Management responsibility for financial statements

Management is responsible for the preparation of these financial statements in accordance with Sri Lanka Accounting Standards and for such internal control as the management determines is necessary to enable the preparation of financial statements that are free from material misstatements, whether due to fraud or error.

1.3 Auditing responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the institutes preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the institution's internal control. An audit also includes evaluating the appropriateness of Accounting policies used and the reasonableness of accounting estimates made by the management, as well as evaluating the oral presentation of the financial statements. Subsections (3) and (4) of the Section 13 of the Finance Act No.38.of 1971 give discretionary powers to the Auditor General to determine the scope and extend of the audit.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified audit opinion.

1.4 Basis for qualified opinion

My opinion is qualified based on the matters described in paragraph 2.2 of this report.

2. Financial Statements

2.1 Qualified Opinion

In my opinion, except for the effects of the matters described in paragraph 2.2 of this report, the financial statements give a true and fair view of the financial position of the Postgraduate Institute of Pali and Buddhist studies affiliated to the University of Kelaniya as at 2011.12.31 and its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standards.

2.2 Opinion regarding financial statements

2.2.1 Sri Lankan Accounting Standards

According to Sri Lanka Accounting Standard No. 16 gratuity provision should be made for employees who have completed 01 year service. But no gratuity provision was made for Rs. 115,000 in respect of 03 officers who have completed 1 to 4 years service.

2.2.2 Accounting deficiencies

Following matters were observed

- a) The value of the publication stock was computed more on the publication stock balance at the end of the year under review by 477 books in 12 publications and 162 books less in one publication and therefore the value of the stock was shown in excess by Rs. 113,420/=
- b) According to the main Ledger as at 2011 December 31 the stock account balance of stores consumed was Rs. 456,250/=. The value of the Physical stock at that date should be Rs. 271,196/=. Accordingly stock of stores consumed was shown by an excess of Rs. 185,059/=.

2.2.3. Unspecified differences

According to the financial statement the allocation for depreciation for books and weekly magazines was Rs. 431,614/= and according to the schedule it was Rs. 387,043/= and therefore a difference of Rs. 44,571/= was observed.

2.2.4 Noncompliance with laws, rules, regulations and management decisions

The following noncompliance's with laws, rules and regulations were observed

<u>Reference to laws, rules and regulations</u>	<u>Noncompliance</u>
(a) Financial Regulations of the Sri Lanka Democratic Socialist Republic i. F.R.396	Action was not taken according to the provision mentioned in the Financial Regulations with regard to a cancelled cheque to the value of Rs. 23,684/=
ii. F.R.756	No survey was conducted for the fixed assets existed as at 2011 December 31, even up to 2012 April 30 th
(b) National Procurement Circular No. 09 dated 2006 March 01 Paragraph 04	Though a Procurement Plan should have been prepared and procurement done according to the plan, no such plan was prepared for the year under review. But furniture and office equipment to the value of 799,814 and books to the value of Rs. 197,242/= and consumable items to the values of Rs. 1,186,764/= have been procured.
(c) Management Services Circular No. 45 of 2011.04.07	Officers who are qualified to receive research allowances from 2011 January 31 to December 31 should have submitted their research proposals including the nature of the investigation, timeframe and the method to the Committee and obtained their approval. But without such approval 04 persons from the staff of the Institute have been paid Rs. 544,190/= as research allowance during the current year.

3. Financial Review

3.1 Financial results

According to the financial statements submitted as at year ending 31st December, 2011 the operational result of the institute before taking Government grants into account is a deficit of Rs.6,633,488/=. But the deficit for the previous year correspondingly was Rs. 4,164,931/=. In the year under review as a result of a grant of Rs. 7,314,146/= received from the Government for recurrent expenditure the deficit of 3,737,169 was converted to an excess. When compare to the previous year in the year under review the excess of Rs. 3,054,511 has been reduced due to the fact that there was an increase in the expenditure for salaries and other recurrent expenditure and specially there was a reduction in the income received from courses of studies.

4. Review of operations

4.1 Academic performance

The following matters were observed in relation to the academic performances.

(a) Registration of students

- (i) Corresponding to the previous year though there is a 16.8% total increase in the registration of students for the year under review, a reduction was observed in the student registration for degrees of Master of Arts in Buddhist Ayurvedic Counseling (Sinhala), Postgraduate Diploma in Buddhist studies (Sinhala) and the Postgraduate Diploma in Buddhist studies (English) Courses respectively by 51.7%, 27.7% and 25%.
- (ii) In the year under review the institute has been conducting seven 01 year courses. Out of this most of the student's contribution was to two courses of Master of Ayurvedic Buddhist Studies in Sinhala and English. The total student registration for both these Courses in the year under review was 71.4% and in the previous year this was 66%.
- (iii) The institute is conducting two year courses in Master of Philosophy in Buddhist studies in Sinhala and English. Student registration for Sinhala has correspondingly increased by 7.8% in comparison with the previous year. But there was a corresponding Increase of student registration for the English course by 42.8% in comparison to the previous year.

(b) Appearing for examination and the results of the examinations.

- (i) The total student registration for the seven, 01 year courses conducted by the institute in the year under review is 470. But the number of students who appeared for the examination was 398 and 42 students did not appear for the examination.
- (ii) The last date of releasing the results of the examination was not decided in advance. In the year under review the results of the examinations held in December was released on 2012/05/22. Comparatively there was a delay in releasing the results for the last year.

4.2 Operational inefficiency

Rs. 15,000/= received for E.W. Gunathilaka fund in the year 1984 and the interest of Rs.176,798/= to be recovered at the end of the year has not been utilized for the relevant Fund.

5 Accounting activities and good management

5.1 Corporate Plan

A corporate Plan should have been prepared in terms of Section 5.12 of the Public Enterprises Circular No. PED/12 dated 2003.06.02, but no Corporate Plan was prepared including specified aspects during for the period 2010 to 2015.

5.2 Budgetary Control

When the Budgeted and actual revenue and expenditure were compared with the year under review a variation in the range of 42 % to 93% was observed and therefore the budget was not utilized as an effective tool for the control of management.

6. Systems and Control

Action has been taken to bring to the notice of the Director of the institute from time to time regarding the shortcomings in systems and control observed in audit. Special attention should be paid to the following areas of control :

- a. Settlement of advances
- b. Accounting
- c. Maintaining stocks of publications
- d. Research allowances

H.A.S Smaraweera
Auditor General

My No : PIPBS/ST/03/2011-03

Registered post

2012.12.06

Mr. H.A.S. Samaraweera
Auditor General (acting)
Auditor General's Department
Indipendance Square
Colombo 07,

Dear Sir,

Report of the Auditor General on the Financial Statements of the Postgraduate Institute of Pali and Buddhist studies affiliated to the University of Kelaniya for the year ended 2011.12.31 in terms of Section 108 of the Universities Act No. 16 of 1978.

According to the letter No. CE/F/PIPB/FA/2011 dated 2012.10.30 sent by the Auditor General, the relevant draft replies have been submitted to the 32nd Audit Committee held on 2012.11.20 and has been recommended to the Board of Management. The Board of management held on 2012.12.06 has approved following replies to be furnished to the Auditor General.

2.2 Financial Statements

2.2.1 Sri Lanka Accounting Standards

When the financial reports are prepared for the year 2012 action will be taken to provide the Gratuity according to the Accounting principles.

2.2.2 Accounting deficiencies

- (a) Action has already commenced to rectify this shortcoming. It is expected to submit the correct value of stock along with final accounts for the year 2012.

- (b) Comparing these balances have already started and it is expected to submit the correct balances along with final accounts for the year 2012.

2.2.3 Unexplained differences

Action has been taken to rectify the defects in preparing the final accounts for the year 2012 and submit.

2.2.4 Noncompliance with laws, rules, regulations and management decisions

- (a) Financial Regulations of the Sri Lanka Democratic Socialist Republic
 - i. F.R 396
Action has been taken already to cancel this
 - ii. F.R 756
Action has been taken with regard to this.
- (b) Action has already been taken to prepare a corporate plan from the year 2012.
- (c) Last year research allowance was paid subject to the approval of the Faculty Board. Now Research Development Board has been appointed and Action has been taken to pay subject to the approval of the Senate.

With regard to the two researches mentioned here the approval of the Senate of the University of Kelaniya and the Research Management Committee was obtained.

4. Review of operations

4.1 Academic performance

(a) Registration of students

- (i) After the commencement of Master of Arts degree course in Buddhist Ayurveda the pre qualification approved for following that course was a pass in the Postgraduate Diploma Course in Buddhist Ayurveda. Several applicants have completed Western Counseling Diploma Course and therefore they requested instead of following a Counseling Diploma once again to grant them an opportunity to directly follow the Master of Arts degree course. Accordingly several additional qualifications for Master of Arts degree were submitted for the approval of the Senate of the University of Kelaniya on 2011.06.07 after obtaining the concurrence of the Institute's faculties and Management Boards. The Senate has ordered this to the Sub Committee and this was resubmitted to the Senate 2011.11.21. After that on 2012.03.08 this decision was sent to the Institute. The institute has sent this decision to the University Grant Commission on 2012.03.09. However there is no response for it yet. The reason for reduction in the number of students is that those who have registered for Buddhist Ayurveda Counseling Diploma temporarily awaiting this decision are leaving.

Inability of the students who applied for Postgraduate Diploma in Buddhist studies in Sinhala/English to confirm their qualification, to be under the compulsory services of the employers, certain students after registration confirming facts that they have followed subjects of Buddhism at the degree level and entering the Master of Arts degree Courses facing financial difficulties, certain other Universities levying fees lesser than the fees levied by the Buddhist and Pali studies University are some of the factors that influence this .

- ii. Several graduates who have applied for this have followed Pali, Buddhist Philosophy, Buddhist Culture and other equivalent subjects and therefore obtain qualifications to enter directly to the Master of Arts degree. Candidates who have followed degree courses in subjects in the fields other than mentioned above are few in number and generally and it is natural that their numbers fluctuate annually.
- iii. It is mostly the foreign students who come for philosophy course in English. Out of them a considerable percentage apply after obtaining the Master of Arts degree and after applying for courses in Master of Philosophy degree or Doctor of Philosophy degrees to the other Universities in the world. Further in countries like Brunei, Indonesia, Nepal many students after completing their Master of Arts degree due to economic adversities unable to follow high research degrees abandon their course of study and seek institutes like Buddhist and Pali University or they return to their own country and this contributes to the above fluctuation annually .

(b) Appearing for examination and the results of the examinations.

- i. Last year the number of students who did not appear for examination is 11. Generally this happens due to sickness, economic difficulties and problems in workplaces.
- ii. There are only two permanent teaching staff attached to the institute to assess answer scripts. When outside teachers are engaged on assessing answer scripts there is delay. Each year due to holidays, strikes variation in the number of hours overtime, it is difficult to declare a definite date for the release of results and invariably there is delay in all years. It may be possible to declare a definite date and release results without delay in future years as two lecturers and two science assistants have been recruited in the year 2012.

4.2 Operational inefficiency

It was discussed at the Audit Committee about utilizing the Fund and a Committee has been appointed for this purpose by the Audit Committee.

5 Accounting activities and good management

5.1 Corporate Plan

A corporate plan for the year 2010 – 2015 has been prepared.

5.2 Budgetary Control

The situation pointed out has been accepted and as far as possible action has been taken to avoid such situations.

6. Systems and Control

It is expected to pay special attention to this matter too.

I personally certify that all clarifications shown above regarding your queries are correct.

Yours,

Professor G.D Sumanapala

Director

Copies

- Vice Chancellor – University of Kelaniya
- Chairman – University Grants Commission
- Secretary – Ministry of Higher Education
- Secretary – Ministry of Finance and Planning