PALMYRAH DEVELOPMENT BOARD

Annual Report 2017

Ministry of Prison Reforms, Rehabilitation, Resettlement, and Hindu Religious Affairs

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Palmyrah Development Board

The Palmyrah Development Board (PDB) which originally came under the Ministry of Plantations was constituted by Gazette notification of 18 August 1978 published in terms of Amendment no 24 of 1975; to the Sri Lanka Coconut Development Act no 46 of 1971 to carry out all functions in relation to Palmyrah plantations. Subsequently, PDB came under the Ministry of Traditional Industries and Small Enterprise Development by Gazette notification in 2010. Since 8th January 2015 Palmyrah Development Board assigned under the Ministry of Prison Reforms, Rehabilitation, Resettlement, and Hindu Religious Affairs.

The main activities of the PDB are restoration of Palmyrah plantations, renovation and enhancement of existing model farms, conduct handicraft training programmes, production of various Palmyrah items, promotion of Palmyrah industrial products, conducting research relating to food products and other product development, and operating sales outlets called “Kapaham”.

Our Vision

Develop the Palmyrah sector as a dynamic sector for livelihood development

Our Mission

Develop Palmyrah Plantation promote, popularize and regulate sustainable Palmyrah industry to be a significant contributor to the Gross Domestic Product (GDP) of Country.

Chairman's Review

I am very happy to write few words for this report.

I assumed my duty as the Chairman of Palmyrah Development Board on 1st August 2016 and presently we are in the end of 2017.

With the promise to uplift the board and to save the name of the good governance, I have been serving as per the Administrative and Financial rules and regulations and other government circulars. The following activities had been done at the board in the year of 2017.

1. Internal Control system was strengthened
2. Finance unit was strengthened
3. Production outcome was increased
4. Marketing sales depicted notable increase
5. Total production from the trainers of PDB had increased
6. Human resources was strengthened
7. International collaboration was initiated
8. Palmyrah products were taken to the foreign markets
9. Researches were brought to the light

All these achievements would not be easily achieved without the good guidance and support of the Honorable Minister D.M. Swaminathan and other higher officers of the Ministry of Prison Reforms, Rehabilitation, Resettlement and Hindu Religious Affairs. Further, dedication and hard work of the staffs and the coordination of Executive managers were highly appreciated during the year of 2017. Therefore, I have the duty to thank each and every one who joined with us to uplift the Palmyrah Development Board towards the successful journey.

I am confident that the Palmyrah Development Board will scale new heights in the future with the continued support and guidance of the government of Sri Lanka, and its stakeholders and well-wishers.

Dr. R. Sivasangar,
Chairman,
Palmyrah Development Board.

Chairman & Board Directors of Palmyrah Development – 2017

1.	Dr. R. Sivasangar	-	Chairman, PDB
2.	Mr. M.J. Puviraj (Dept. of State Accounts)	-	Director
3.	Mr. V. Premachandran	-	Director
4.	Mr. E. Annalingam	-	Director
5.	Mr. V. Balakrishanan	-	Director
6.	Dr. S. Balakumar – Senior lecturers, Medical Faculty, University of Jaffna	-	Director

Audit and Management Committee

1.	Mr. E. Annalingam	-	Director
2.	Mr. V. Premachandran	-	Director
3.	Mr. M.J. Puviraj (Dept. of State Accounts)	-	Director

Executive Management

Designation	Name	Mobile No.	E.Mail
General Manager(Cover Up)	Mr. B. Suthaharan	0766688337	sbsuthaharan@yahoo.com
Deputy General Manager	Mr. M.B. Loganathan	0777176322	mblogan_cro@yahoo.com
Manager (Finance)	Mr. V.P. Thevarajah	0777299386	vptheva@yahoo.com
Manager (Extension)	Mr. K. Gopalakrishnan	0773620584	gkrishnan810@gmail.com
Manager (Applied Research)	Mrs. Sumithira Janarthanan	0779966601	sumithira79@yahoo.com
Manager (Marketing)	Mr. D.G.K. Wahalathanthri	0712185399	geethkw2009@yahoo.com
Manager (Administration)	Mr. B. Suthaharan	0766688337	sbsuthaharan@yahoo.com
Manager (Development)	Mr. S. Srivijendran	0773787380	srthyln@yahoo.com
Internal Auditor	Mr. R. Rameswaran	0777317136	ramanahmba@yahoo.com
Manager (Production)	Mr. B. Rajiparan	0778800660	Rajeev800@yahoo.com

Corporate Information

Name	:	Palmyrah Development Board	
Legal form	:	Coconut Development Act No. 46 of 1971 Amended by the Coconut Development law No. 24 of 1975 and Amendment Act No. 40 of 2003	
Year of Incorporation	:	1978	
Registered Office		**Address**	**Telephone & Fax**
Head Office	:	National Housing Development Authority,	: 021-2222034
		Kandy Road, Jaffna	: 021-2224154
City Office	:	No. 17A 1/1, Collingwood Place,	: 011-2364406
		Wellawatte, Colombo 06.	011-2364405
Regional Offices			
Batticaloa	:	Bar Road, Batticaloa.	: 065-2223179
Trincomalee	:	Inner Harbor Road, Trincomalee.	: 026-2224039
Ampara	:	No.20, N.H.D.A. Kalmunai.	: 067-2220405
Puttalam	:	Near Bus Stand, Kalpittiya.	: 032-2260749
Mannar	:	Shanthipuram Road, Mannar.	: 023-2222373
Vavuniya	:	No. 67/68, Bazaar Street, Vavuniya.	: 024-2222483
Mullaithivu	:	A9 Road, Mankulam, Mullaitivu	: 021-2060042
Kilinochchi	:	Kandy Road, Kilinochchi.	: 021-2285638
Hambantota	:	Wellawaya Road, Weerawila.	: 047-3221201
Colombo	:	Ministry Office Building	: 011-2574416
E-mail	:	slpalmyrah@gmall.com & slpdbho@yahoo.com	
Web	:	www.pdb.gov.lk	
Auditors	:	Auditor General Auditor-General's Department.	
Consultant Lawyers	:	Attorney General Department	
Bankers	:	Bank of Ceylon	

Our Goals & Objectives

- To provide a sound organizational base for Palmyrah based Development and Community upliftment.
- To provide a sound scientific basis for sustainable development of the Palmyrah based Industry in Sri Lanka at Micro enterprises, Intermediate industry & Hi-tech industry levels.
- To develop appropriate crop conservation, processing and product development technologies for Palmyrah resources through basic strategic and applied research leading to Hi-tech development.
- To develop improved Palmyrah based Crop & Livestock production systems to usher an integrated development effort.
- To effectively transfer technologies developed by the Palmyrah Development Board appropriate to dependents and industrialists.
- To serve as a national repository for the genetic resources of Palmyrah and produce improved planting materials.
- To collate and disseminate technical information on Palmyrah along with popularized versions with practical applications.
- To optimize Palmyrah based institutional development and support so that different options on managing production systems can be made available.

The Current Resources

a) Palmyrah Resource

The Palmyrah palm belongs to the family Arecaceae and placed under the genus Borassus is widely distributed throughout Africa, South and Southeast Asia up to the northern parts of the Indonesian Archipelago.

The Borassus palms in India, Sri Lanka, Indonesia, Thailand, Malaysia, Burma and Africa belong to the same species *Borassus.flabellifer L.* The population of palms in India, Sri Lanka, Indonesia and Thailand is about 80, 11, 10 and 2 million respectively according to estimates prepared in 1990s.

The distribution of Palmyrah palms in Sri Lanka is given below.

District	Palmyrah Palms
Jaffna	3,500.000
Kilinochchi	3,500,000
Mannar	3,000,000
Mullaithivu	500,000
Trincomalee	210,000
Batticaloa	200,000
Puttalam	120,000
Ampara	40,000
Anuradhapura	40,000
Vavuniya	8,000
Hambantota	2,000
Total	**11,120,000**

Value Chain Development Plan for Palmyrah Products

Sap based products: i) Sweeteners: Jaggery, Treacle, Sweet toddy, Sugar candy ii) Alcoholic : Arrack, Bottled toddy iii) Fermented product: Vinegar
Pulp based products: Bottled pulp, Pannaddu, Pani Pannadu, Jam, Cordial, Ready to serve drink, Medicinal based products
Tuber based products: Tuber(Fresh), Dried tuber, Dried tuber flour, Boiled tuber flour, Palm Posha, Bscuits, Cakes
Palmyrah leaf based products Traditional handicrafts: rattan like weaving baskets, weaving chairs, boxes for packing cashew , tea and spices, hats, mats, ekel products, brooms, tooth picks, skew sticks etc, flower pots, ornamentals, wall hangers, fibre dust as growing media for horticultural plants, soil salinity control
Fibre based products Hard fibre- Heavy duty brushes, Medium fibre- Cleaning and household brushes Soft fibre + Coconut fibre- Yarn Fibre handicrafts
Timber based products Construction purposes, Furniture making, Chip board, Fuel wood

The Palmyrah Development Board with its head office in Jaffna, carries out its activities on an island-wide basis through a network of 9 regional offices, 15 sales centres named “Katpaham”, 11 production centres, 01 Research Centre, 01 Palmyrah Arrack Distillery and 11 Palmyrah model farms. The locations of these are briefly given below;

B. Review of performance, Strategies & Management

Reporting Business Performance

Development

B1) Palmyrah Plantation activities

Palmyrah Plantation while resulting in raw material availability for agro – based food and other consumer items would also be a boom to the environment. Palmyrah Development Board (PDB) being the only state organization engaged in Palmyrah industry focuses its fullest attention in increasing the Palmyrah vegetation and in protecting the existing Palmyrah trees. In this regard annual planting program is implemented during the period of October to December. Planting Campaigns are organized island wise with the support of Divisional Secretariats, District Secretariats; Community based organizations, Palm Development Co- operative societies. Planting sites are mainly Crown land, bare land, House hold lands and Government building premises. In addition to that, Campaigns also organized annually to Control illegal Palmyrah tree felling activities.

B2) Development Division

1. **Survey on Palmyrah trees (GPS method)**

   Current data on existing palmyrah resources are not available and thus it seems challengeable to preparing for action plans. Hence, it is planned to do the GPS survey and the initiation for this was done with the collaboration of Geography Development, University of Jaffna.


2. **150000 Palmyrah Seed planting program were carried out through various agencies**
3. **Upgrading process of the Model farm have been started and in process**
   - Elephant fencing for palmyrah palms was carried out
   - Intercropping was implemented in Weerawila farm
   - Training on intercropping was given to the staffs

B3. Palmyrah Model Farms

Palmyrah Model Farm is large scale palmyrah cultivation with the suitable intercropping practices and it acts as a demonstration unit for the public and it create awareness among the people to utilize their own land efficiently in such kind of farming. Actually model fares are a long term investment for the palmyrah industry. Therefore we can't expect an income in the early stage as most of the model farms given below are with young palmyrah trees. But it should be maintain properly to get better output in future.

Presently model farm are used for seedbed preparation, seedling production and intercropping activities.

Details of the active model farms managed by PDB in year 2017

District	Location & Area	Main Crops
Jaffna	Mamunai	Young Palmyrah and Cashew
	Delft	Young Palmyrah
	Kudaththanai	Young Palmyrah
Vavuniya	Puliyankulam	Young Palmyrah, lime, some fruit crops
Kilinochchi	Ootrupulam	Young Palmyrah
	Kowtharimunai	Young Palmyrah
	Mulankavil	Young Palmyrah
Hambantota	Weerawila	Palmyrah and annual crops as banana, gingerly

Sectorial Development:

- The palmyrah restoration is a long term investment for the betterment of families which are directly depend on palmyrah for their livelihood. It leads to sustainable palmyrah industry.
- In addition to that, plantation of palmyrah supports the entire community via maintaining the ecological balance and environmental protection.
- Palmyrah bio fencing program is a new effort introduced in border villages to protect from elephant conflict.
- Marginal lands became productive by intensive palmyrah Plantation programs.
- Several unauthorized palmyrah tree felling was controlled with the support of Divisional Secretariats and Police.
- Mature Palmyra trunk is a valuable timber for roofing of house. More than 80% of the timber need of northern and eastern provinces are fulfilled by palmyrah. According to the divisional field data around 20,000 mature trees are cut for this purpose annually. According to this data, it is estimated that, around Rs.140 Mn is contributed to GDP annually by the timber supply.

Extension

Palmyrah development board is involving in technology transformation programs too. This activity is facilitated through organizing skill development vocational training programs to the women groups and the poor village folks. Palm leaf handicraft training is the major training which is directly conducted by the extension division whereas pulp, sap and fiber trainings are coordinated with the support of Palmyra research institute and the production division.

Palm leaf handicraft training:

Handicraft trainings are conducted by 48 well trained handicraft teachers of the board. They were sent to various villages to impart training to unemployed poor village folks, school dropouts and to destitute adult women to engage in self-employment. The trainings are organized and supervised by the district coordinators of the board. After the successful completion of the training, the trainees are attached with the Palmyra development board's production group called "Sirusuvadugal" in order to assist them in market oriented production. In addition to that, their quality products are marketed through Katpaham sales out lets.

Activities: Palmyrah based extension through providing palmyrah based training.

Mission: Enhancement of palmyrah based self-employment.

Training Program – 2017

Training	Beneficiaries
Handicraft training	872
Handicraft producers; 2017	1237
Palmyrah Pulp Training	100
"Naar" Training	30
Sap training	15

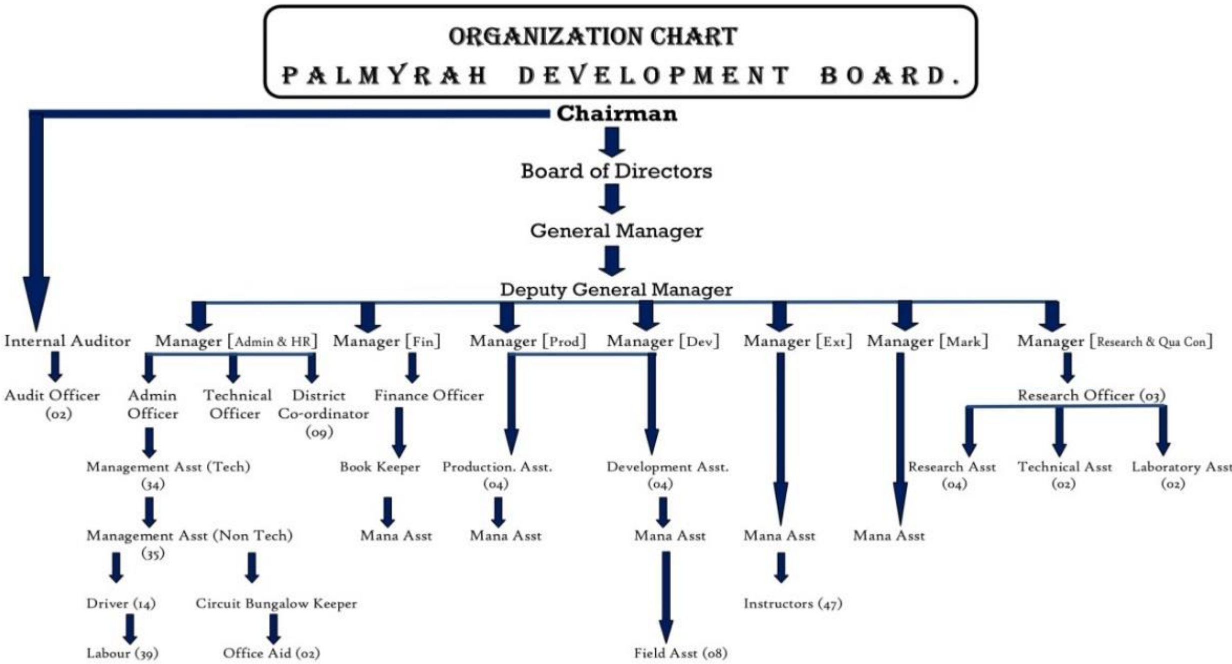
Palmyrah Leaf based Handicraft Training Program - 2017

No	District	No of Training centers	No of Trainees	No of Producers	No of Tools & Equipment
1	Jaffna	05	87	82	54
2	Kilinochchi	03	51	51	46
3	Mullaitivu	02	63	312	30
4	Vavuniya	02	50	49	28
5	Mannar	03	39	42	45
6	Puttalam	02	35	26	43
7	Trincomalee	04	117	51	40
8	Batticoloa	10	221	581	73
9	Ampara	05	107	43	40
10	Hambantota	02	38	-	05
11	Kurunegala	01	24	-	05
12	Anuradhapura	01	40	-	05
	Total	**40**	**872**	**1237**	**414**

Administration Division - 2017

i) Activities' of Administration Division

1. **5S plan:** to regularize the filing system to maintain the functional activities smoothly, 5S system was initiated and training was given to the staffs.
2. **Training on Procurement Procedures:** to provide basic knowledge on procurement procedures to all the staffs.
3. **Foundation Stone was laid for New Palmyrah Training Institute (PTI) building for PDB at Kaithady premises:** which will function as an institute to provide one year Diploma Level course on palmyrah production and palmyrah based researches.
4. **Conference Hall for PDB was opened at Kaithady premises:** with the purpose of arranging training programs and to have lectures for students.
5. **Field Visit and Capacity building:** First time in the history of Palmyrah Development Board, all the staffs of Palmyrah Development Board gathered in Batticaloa and Trincomalee for the capacity building training.
6. **Establishment of Planning Unit:** Planning Unit was newly formed and the procurement activity, planning for capital fund and livelihood fund were assigned under this section.
7. **Sinhala Language Training Program:** Sinhala Language training program was arranged by the administrative division to the staffs of Palmyrah Development Board in order to expand the communication skill and there were 15 members of staff were benefited through this program.
8. **Basic Computer Training Programme:**
   Computer class was arranged to the Staffs of Palmyrah Development Board to uplift the technology knowledge.
9. **Website Development with Sparkgrid (Pvt) Ltd.**



ii) Cadre Position

Ser. No.	Number of Employees (As at 31.12.2017	Approved Cadre	Actual Cadre
		Nos	Nos
1	Executive	28	25
2	Supervisors/Technical Officer/Salesman	19	12
3	Clerical and Allied	69	59
4	Skilled and Semi-Skilled Workers	62	64
5	Minor Employees and Unskilled	49	54
	Total No of Employees	**227**	**214**

Production Division

Palmyrah Development Board produces a variety of edible and non-edible Palmyrah based products. Edible products are mainly from the fruit and other items of Palmyrah tree are utilized for the non-edible products and for the production of Beverage.

1. **Production and marketing complex was opened**: In order to give a big platform for the production and the marketing of Palmyrah products, production unit and marketing units were coordinated and a production and marketing complex unit was opened to function as an independent functional unit.
2. Training on packaging at SMAK company was arranged and staffs from production division participated.
3. Introduced new technology Packaging system for Palmyrah Fruit Drink.
4. Opening of Karainagar Industrial Complex Production center.
5. **Training on food processing:** Training on food processing and preparing new food products such as Palmyrah Glucorasa, Palmyrah Marshmallow and etc. was arranged and certificates were given to the producers.
6. **Jaggery production Centre**: Installation of a Jaggery production centers in three district was initiated.

Production Figures

Products		2017	2016
Sap Based Products			
Jaggery Production	Total Production in (Kg)	10,595.90	9,608.5
Treacle Production	Total Production in Liters	6,958.60	970.0
Sugar candy Production	Total Production in (Kg)	69.50	32.0
Sweet Toddy Bottling	Total Production in Bottles (325ml)	-	4,438.0
Fruit / Pulp Based Products			
Pulp Production	Total Production in Liters	26,000.00	25,984.0
Pulp Production	Total Production in (750ml)	6,155.00	-
Soft Drink Production	No. of bottles (190ml)	18,795.00	12,296.0
Palm Crush Production	No. of bottles (750ml)	2,954	2,791.0
Jam Production	No. of bottles (450g)	1,732	990.0
Panattu Production	Total Production in (Kg)	4,017	778.6
Spiced Panattu Production	Total Production in (Kg)	1,699	437.8
Oil Cake Production	No. of Items produced (g)	952	1,200.0
Palm Palakaram Production	Kg/No. of Packets produced	42.98	7,404.0
Other Sweet & Savory Items) Production	No. of Items produced	-	1,025.0
Tuber Based Products			
Raw Tuber Production	Total purchases in(Kg)	2,240.00	1,890.0
Boiled & Dried Tuber Production	Total purchases in (Kg)	4,049.00	2,955.0
Seeval Odiyal Production	Total purchases in (Kg)	8,960.00	2,002.0
Round Ship	Total purchases in (Kg)	649.50	-
Dried Tuber Flour Production	Total Production in (Kg)	1,859.50	1,619.0
Boiled Tuber Flour Production	Total Production in (Kg)	2,455.00	1,619.0
Odiyal kool Production	No. of Packets (150g)	271	4,639.0
Palm Posha Production	No. of Packets (500g)	4,960	727.5
Palm Posha Production	No. of Packets (150g)	590	-
Fresh Odiyal Kool	No. of Packets (500ml)	-	4,419.0
Fibre Based Products			
Fibre Production	Total Production in (Kg)	-	2,155.0
Broom Stick	No of Product	-	57
Other Products			
Palm Cookies	Total Production in(pack)	1466.00	-
Palm Yogurt	Total Production in(no)	1300.00	-
Palm Ice Cream	Total Production in(no)	200.00	-
Palm Jaggery Cake	Total Production in(no)	79.00	-
Palm Marshmallow	Total Production in(pack)	2,013	-
Palm Jujubes	Total Production in(no)	109	-
Vadagam	Total Production in(100g)	1893	-
Vadagam	Total Production in(250g)	706	-
Thattu Vadai	Total Production in(pack)	1128	-
Fresh Odiyal Kool	No. of Packets (500ml)	-	4,419.0

Value of Product transfer to Sales (Mn) 19.14 11.9

In this regard PDB has established Production Centers in the districts of Jaffna, Colombo, Mannar, Batticaloa, Puttlam and Trincomalee.

The details of which are given below:

District	Jaggery Production centers	Fiber Production centers	Pulp Production centers	Food & Soft Drink centers
Jaffna	Singainagar	Sarasalai	Singainagar	Jaffna MU
Mannar	Kaddukaran Kudirupu	Selvari	Padappaddi	
	Tharavan Koddai			
	Padappadi		Padappadi	
Trincomalee			Varothayanagar	
Batticaloa			Mugathuvaram	
Colombo				Wellawatte
Puttlam		Kalpitiya	Kalpitiya	

Marketing

PDB not only markets its own products but also purchases items from producers and sell through its fifteen nos. of sales outlets named as **"Katpaham"** functioning in Jaffna, Colombo, Trincomalee, Batticaloa, Kalmunai, Vavuniya, Puttalam, Tissamaharama and Mannar.

Marketing Centres ("Katpaham" sales centres and sales details as follows)

1. Jaffna District - Nallur, Point Pedro Road, Nallur.
2. Jaffna District - 'Katpahachcholai' Market Unit, Stanley Road, Jaffna.
3. Jaffna District - No.129 D, K.K.S Road, Jaffna.
4. Jaffna District - No. 645, Hospital Road, Jaffna.
5. Jaffna District - Bus stand, Jaffna Town.
6. Colombo District - 41, W.A. Silva Mawatha, Colombo 06.
7. Mannar District - Madu Road, Mannar.
8. Mannar District - Mannar town, Mannar.
9. Batticaloa District - 15, UDA Building, Batticaloa.
10. Batticaloa District - Show Room, Light House, Batticaloa.
11. Trincomalee District - Power House Road, Trincomalee.
12. Vavuniya District - 67/68, Bazaar Street, Vavuniya.
13. Ampara District - 107 B, Batticaloa Road, Kalmunai.
14. Puttalam District - New Bus stand, Kalpitiya.
15. Hambantota District - Front of Pansala, Tissamaharagama.

Turnover of the sales (Katpaham) outlets in years 2017-2016 is as follows:-

Katpaham	2017	2016
Delft	142,108.00	483,037.20
Nallur	3,684,590.55	2,726,268.00
Show Room	2,011,387.30	2,222,698.45
K.K.S Road	3,103,651.45	2,657,012.75
Bus stand Katpaham	1,482,943.15	1,258,034.00
Katpahachcholai	939,881.05	0
Stores	1,523,195.50	1,889,384.05
P.C	355,380.00	730,841.00
Colombo Katpaham	7,388,009.15	6,317,531.36
Exhibitions	3,596,279.41	1,497,215.00
Mobile	375,444.50	0
Vavuniya	7,035,297.00	3,733,591.00
Batticaloa Katpaham	798,364.05	654,968.25
Batticaloa Show room	465,899.25	1,977,869.25
Kalmunai	1,216,938.00	979,886.75
Mannar	4,134,040.35	2,551,705.25
Mannar 2	111,345.00	0
Trincomalee	1,306,796.45	882,358.20
Trincomalee Stores	-	54,590.00
Kalpitiya	351,137.50	117,675.00
Tissamaharagama	806,420.00	549,619.00
Mullaitivu	4,590.00	86,848.35
Weerawila	116,930.00	223,550.00
Total	**40,950,627.66**	**31,594,682.86**

Research and Quality Control Division

Applied Research and Quality Control Division

1. Research Management Committee was formed:
   - Regularize the research activities
   - Rectify the shortcoming in Research related activities
   - Implementation of findings

First Research Management Committee Meeting

Chairperson:

Prof. Vasanthi Arasaratnam, Senior Professor, Medical Faculty, University of Jaffna

Members:

1. Prof. S. Mohanadas, Former Vice Chancellor, University of Jaffna
2. Prof. G. Mikunthan, Dean, Faculty of Graduate Studies, University of Jaffna
3. Mr. S. Kokulathasan, Former Chairman, Palmyrah Development Board
4. Ms. S. Sangeetha, Lecturer, University College of Jaffna
5. Mr. M.B. Loganathan, Deputy General Manager, PDB
6. Mrs. S. Janarthanan, Manager (Applied Research & Quality Control), PDB.
7. Dr. B. Anuluxy, Research Officer, PDB.

SLAB

Certificate of Accreditation

Sri Lanka Accreditation Board for Conformity Assessment hereby declares that

Palmyrah Research Institute

having being found to comply with the accreditation criteria for testing/calibration laboratories as described in ISO / IEC 17025 :2005, has been accredited as a testing laboratory under the field of

Chemical Testing

and has been assigned the accreditation number

TL 061-01

This certificate is issued on 09 August 2017 and is valid until

08 August 2020

The accreditation was granted for the first time on 09 August 2017

The scope and conditions of accreditation are specified in the Schedule of Accreditation bearing the accreditation number appearing in this certificate.

Deputy Director (Accreditation)
Sri Lanka Accreditation Board for Conformity Assessment
Colombo, Sri Lanka

Certificate of Accreditation

2. Acquired accreditation (ISO 17025) to the chemical scope of Laboratory to issue certification of food products to the food producers.

3. Disseminated the completed researches to the societies and Small and Medium scale Enterprises (SME) through workshops, trainings and demonstrations.

4. Conducting applied researches for the benefit of the Palmyrah Industry.
   a. Formulation and standardization of a moisturizing beauty enhancing facial gel/ cream using Palmyrah fruit pulp.
   b. Preservation of Palmyrah young kernel (ice apple), haustorium and boiled tuber consisting of their native characteristics with lengthened shelf life.

5. Tamil translation of the research finding was documented and published in 2017
   Even though many researches were done at the Palmyrah Research Institute, those works and publications did not reach the public. Therefore, this documentation fulfilled the above stated gap.

Palmyrah Research Institute – Progress

Action Plan Activities	Physical Progress
Research 01:	
Formulation and Standardization of moisturizing skin complexion improving facial cream using Palmyrah fruit pulp	80% Completed - Formulation finished, standardization should be done (on going)
Research 02:	
Application of preservation technique for enhancing the keeping quality of Palmyrah haustorium, young fruit kernel and fresh boiled tuber	100% completed – preservation technique developed
Research 03:	
Designing work to construct a filter model using palmyrah charcoal	100% completed – 3samples developed compared with commercially available charcoal, but one is recommended
Research 04:	
Preparation of ethanol using molasses	60% completed – sugar extracted. Fermentation process is in pending
Research 05:	
Identification of different jaggery and toddy plant's efficiency	In progress
Research 06:	
Vinegar production from toddy	100% completed – organism isolated
Research 07:	
Validation of spectrophotometric method for estimation of prosperous content in jiggery	100% completed – optimized method developed
Research 08:	
Production of wine using palmyrah fruit pulp	100% completed – 8% alcohol wine recovered after pectinase enzymatic treatment
Research 09:	
Physiochemical evaluation in the development of palmyrah and pine apple mixed fruit toffee	100% completed – Consumer acceptable palmyrah mixed pine apple toffee developed
Research 10:	
Optimization of palmyrah fruit pulp jam	100% completed – Export quality fruit jam prepared

Review of Operating Results

Details	2017	2016
Board Turnover	40,950,627.66	31,594,682.86
Board Trading Profit	11,198,073.29	5,966,770.97
Other Income	5,398,288.21	6,236,289.95
Profit / (Loss)	(131,952,114.68)	(128,597,258.08)
Profit / (Loss) Other than Depreciation	(46,148,084.24)	(33,550,124.81)
Government Contribution		
Recurrent	111,500,000.00	115,000,000.00
Capital	36,000,000.00	36,000,000.00
Number of Employees	214	214

Financial Review	2017	2016
Opening Balance of the year	4,948,373.26	7,075,211.38
Non Cash movement		
Depreciation	57,166,961.78	59,258,297.47
Amortization	28,637,068.66	35,788,835.82
Increase /Decrease in Debtors	1,449,418.28	(9,622,580.53)
Increase / Decrease in Creditors	(6,496,094.94)	146,156.25
Increase / Decrease in Stock	(5,713,351.89)	(1,190,639.68)
Previous Period adjustment	4,998,318.87	-
Total Non-Cash Movement	80,042,320.76	84,380,069.33
Total	84,990,694.02	91,455,280.71
Inflow		
Turnover	40,950,627.66	31,594,682.86
Other Income	5,398,288.21	6,236,289.95
Line Ministry	83,026,000.00	19,369,000.00
Other Capital	-	2,754,041.51
Total Inflow	129,374,915.87	59,954,014.32
Treasury Grant		
Recurrent	111,500,000.00	115,000,000.00
Capital	36,000,000.00	36,000,000.00
Total Grant	147,500,000.00	151,000,000.00
	361,865,609.89	302,409,295.03
Outflow		
Recurrent expenses	158,748,429.79	150,853,474.18
Capital expenses		
Fixed Assets	70,395,643.22	16,032,690.87
Research Expenses	59,605,597.57	65,005,276.02
Training	51,386,170.05	49,922,030.58
Development/Seeds plantation	20,060,833.15	15,647,450.11
Total Out Flow	360,196,673.78	297,460,921.76
Closing balance of the year	1,653,936.11	4,948,373.27

Risk Management

- This is the sole state organization involved in Palmyrah industry.
- Since this is a seasonal product effective management of resources is essential for the survival of the Board.
- As this is dry zone vegetation thus limiting its population, methodology has to be adopted in increasing the population and sustaining existing plants for the enhancement of the Palmyrah Industry.

- Most of the Palmyrah dependent people are in the Tsunami disaster areas. As a remedial measure to uplift the socio economic standards of these Palmyrah dependent people the board has to market their finished products at competitive prices.
- Another setback during the last 3 years:
  a. Unfavorable weather conditions – Coincide with flowering and raining season thus reducing the yield of a Palmyrah tree.
  b. Increased demand for fermented toddy affect the Jaggery production.
- Also special food preservation methodology has to be adopted to avoid this risk of Palmyrah based edible products from perishing.
- Due to the varied usefulness of this tree and due to manmade disaster such as the war in North & East provinces Palmyrah trees have been destroyed although an enactment has been passed in the year 2000 to amend the felling of trees control Act.
- Internal controls are being implemented by designing systems and by drawing up a realistic budget.

Strategies

- The Palmyrah Development Board is striving to be a premier organization in providing Palmyrah based development & related community upliftment.
- Conducting and furthering of scientific research in respect of the improved growth and cultivation of Palmyrah palms, the growing of other crops and engagement in animal husbandry in Palmyrah plantation and prevention and cure of diseases and pests.
- Widening the scope under the Annual Palmyrah Seed Planting Programme.
- Catalyzing the trainers by providing part of the working capital required by them thus ensuring that they complement the Board with quality finished products turned out by the trainees.
- Rehabilitating Palmyrah plantation affected by natural and manmade disasters.
- Attracting donor agencies and for the PDB to play the role of implementing partners for Palmyrah based programmes such as seed planting, fiber production and handicrafts training.
- Searching for more opportunities to gain entry into international market.

Human Capital

An attempt is being made to restructure the board in order to achieve our goal and to enhance the productivity of the employees.

While endorsing the fact the employees are the assets of this organization, well-structured training programmes, scholarships and workshops are being carried out in order to enhance the contribution of these employees to the upliftment of this organization.

Environmental Reporting

As Palmyrah is one of the items of food, which is the first and foremost component that determines the economy of a country and is medicinal, search for special technology is underway to revive this industry.

As the Palmyrah food items are organic, and the demand is out weighing the supply with regard to edible and non-edible products of Palmyrah, we have ambitiously embarked on a plan to increase the Palmyrah trees from 11 Mn to 20 Mn.

As our Handicraft items are eco-friendly and our food items are organic, Non-Governmental Organizations support us to the handicraft training program. This not only helps in self-employment but also helps in Infrastructure Development of the particular villages.

C. Corporate Governance

We are adapting to the code of perfect practices introduced by the Institute of Charted Accountants of Sri Lanka and the Department of Public Enterprises, Ministry of Finance and follow the guide lines provided by the line ministry.

Board of Directors

The Palmyrah Board is adopting the policy, which is already mentioned in the Coconut Development Act no 46 of 1971 amended by the Coconut Development (amendment) law No. 24 of 1975 and Amendment Act 122No. 40 of 2003. Board of Directors comprises of nine members appointed by the Minister and one of the members being a representative of the Ministry of the Minister in charge of the subject of finance and out of the appointed eight members, Minister appoints the Chairman.

Meeting of the Board of Directors

Board meets every month, to deliberate and decide on important policy, administrative and management matters. Ten numbers of meetings were held.

Audit and Management Committee (AMC)

The Audit and Management Committee is headed by Director Representative of the Board and three (3) Non-Executive Board members including a Treasury Representative, A representative from the Auditor General Department also will be invited to serve as an observer. Chief Executive Officer (CEO) and other Senior Managers should also be made to attend Audit Committee Meeting by invitation.

The objectives of the Audit and Management Committee:

i. The Audit Committee should assist the Board in the task of overseeing to ensure that financial reporting ***(Interim and Annual)*** is done in compliance with relevant Sri Lankan Accounting Standards and other applicable legal requirements.

ii. The Audit Committee should assist the Board to introduce and implement adequate internal control system.

iii. The Audit Committee should be review the Internal/External Audit Reports, Management letters and the recommendations of ***COPE***, and help the Board to take remedial actions.

iv. The Audit committee should assist the Board to ensure the all relevant rules and regulations and circulars issued by the Government are complied with continuously reviewing and monitoring, making recommendations to the Board on non-compliance.

v. Management of Business Risk

vi. Assist to the External Auditor ***(Auditor General Department)***

vii. Review the continuing impartiality of the Internal Auditor

04 numbers of meetings were held in 2017.

Internal Control

The Board has taken steps to appoint Tender Boards, Pricing Committee and Purchasing Committee to ensure that the required procedure is followed in the procurement of supplies.

Management

Seven divisional heads function under the General Manager. The divisional heads collaborate with the Districts Coordinators. Each divisional head reports to the General Manager who is the chief executive officer.

Other Issues

- Drastic decline in skilled work force particularly tappers due to Influence of cast system, high life risk & tedious process during tapping has limited the supply of Palmyrah resources.
- The indiscriminate felling of Palmyrah trees for security & timber process has a repercussion on the Palmyrah population.
- Inadequate investment, by government and private sector.
- Inability to produce diversified quality products due to poor technological advances, lack of innovation and research & development programmes as these require additional funds.
- Excessive production of primary products during seasons and subsequent loss of products in perishable nature. Lack of availability of all products of Palmyrah throughout the year on account of undeveloped storage facility to overcome the seasonality of the Palmyrah products.
- Poor marketing network & facilities locally as well as internationally, due to inadequate attention, effort and strategies to develop the same.
- Less marketability for locally produced products, due to availability of imported palmyrah products at lower prices.
- Absence of separate law to control and govern the Palmyrah sector effectively.
- Lack of scientific advancement in Palmyrah sector for meaningful development due to poor attention by scientists and there is no research institution entirely dedicated for Palmyrah and lack of fund allocation for research activities.
- As Palmyrah products are being resold through retailers at competitive prices, a stringent price fixing policy has to be adopted with the help of local authorities in the meantime maintaining an acceptable norm for quality.

- It was felt that a compulsory imposement of a norm fixed to the handicraft trainers had partially demoralized them. Hence the board had decided to cancel this norm and introduce a well-structured feedback system commenced from January 2007.
- Optimum utilization of manpower is not possible due to the interference of external forces and surplus manpower in certain category of designated staff are being less utilized due to the activities of the Board being limited for want of funds.
- Restructuring programme is underway by granting extension of service to staff who reaches the retirement age in only exceptional cases.

D. Directors' Report

General

This is the only Government organization which develops Palmyrah based Industries, products and community upliftment.

The Head Office of the Palmyrah Development Board is in Jaffna and Regional Offices are functioning in the Districts of Kilinochchi, Mullaitivu, Mannar, Vavuniya, Ampara, Batticaloa, Trincomalee, Puttlam and Hambantota.

The City Office in Colombo is functioning to coordinate the activities with the Regional offices and with the Ministry, Treasury and other key organizations.

Future Developments

It is anticipated to continue the implementation of Production Training Programme by obtaining funds through NGOs and Government Institutions who have the portfolio to function as participatory agencies in this type of programme.

Mile Stone Events

1) Highlighted Miles-Stone Event:

a) International Symposium & Exhibition – 2017

Let's Globalize the Glory of Palmyrah

The International Symposium and Exhibition with the theme of "Let's Globalize the Glory of Palmyrah" was greatly and grandly celebrated on 25th, 26th and 27th August 2017 at the Galle Face hotel, Colombo.

The International Symposium held on 25th August 2017 was chaired by Dr. R. Sivasangar, Chairman of Palmyrah Development Board and inaugurated by Honorable Minister D.M. Swaminathan, Ministry of Prison Reforms, Rehabilitation, Resettlement and Hindu Religious Affairs.

Further, Hon, Minister introduced new product of Palmyrah Juice which was produced in hygienic tetra packaging method.

The first session of the symposium was chaired by Dr. (Prof.) Vasanthy Arasaraththinam, Former Vice Chancellor of University of Jaffna.

Presenter:

1. Mr. H.R. Nagaraja, Industrialist, Pro B Products, Bangalore - "Industrial Application in Palmyrah Industry",
2. Dr. P.C. Vengaiya, M. Tech (Ag. Engg), C. Eng Scientist (Food Sci& Tech), India - "Palmyrah Cultivation, Utilization and Value addition in India – Present status and scope"
3. Hon. Dwatmaji Hanomanresi, Consultant of Indonesian Embassy,- "Cultivation of Palmyrah in Indonesia"
4. Mr. Tharmasri Alahakoon, Producer of SMAK Company presented on "Traditional Palmyrah Products in Modern Packaging".

Second session was chaired by Dr. (Prof.) S. Mohanadas, Former Vice Chancellor, University of Jaffna.

Presenters:

1. Dr. (Prof.) V. Ponnusamy, ICAR Emeritus Scientist, Tamil Nadu Agriculture University, India - "Palmyrah status on its value addition of edible and non-edible products for scaling up from cottage to industrial status vision"
2. Dr. Anuluxy Balasubramaniam, Research Officer, Palmyrah Research Institute, Palmyrah Development Board -"Contribution of Palmyrah Research Institute towards the growth of Palmyrah sector in Sri Lanka",
3. Mr. Sureshkanna Krishnan, Coordinator of Exporting, Malaysia - "Palmyrah Industrial Application in Malaysia".

Lastly, round table discussion with all the invited experts and interested audience was arranged by Dr. R. Sivasangar, Chairman of Palmyrah Development Board.

International Palmyrah Association was formed by Dr. R. Sivasangar, Chairman of Palmyrah Development Board.

Following members were nominated to the committee:

i. First Chairman of the Association: from Sri Lanka – M.B. Loganathan, Deputy General Manager of Palmyrah Development Board.
ii. Assistant Chairman – from Indonesia - Hon. Dwatmaji Hanomanresi, Consultant of Indonesian Embassy
iii. Secretary – from India - Dr. P.C. Vengaiah, M. Tech (Ag. Engg), C. Engg Scientist (Food Sci & Tech)
iv. Assistant Secretary – from Malaysia - Dato' Ariffin Antony, Director Export, Malaysia
v. International Coordinator from Sri Lanka – Mr. R. Rameshwaran, Internal Auditor, Palmyrah Development Board

b) International Exhibition – 2017

International Exhibition was grandly carried out on 26th and 27th of October 2017 at the Gall Face Ground in a grand scale.

International Symposium and Exhibition 2017 which was arranged with the purpose of globalizing the glory of palmyrah had the following highlighted milestone outcomes:

1. International collaboration was ensured through forming International Palmyrah Association with members from different countries.

2. Palmyrah Juice was newly introduced in Tetra Packaging method and it was a milestone initiation in the history of Palmyrah Development Board.
3. Technology on palmyrah sector was effectively shared through the presentation of experts from overseas.
4. New palmyrah food and handicraft products were introduced with modification and new design (Example: Palmyrah cookies, Palmyrah Glucorasa, Palmyrah Marshmallow, Pulp cake, Palmy yogurt, and Palmy ice cream)
5. Since the nutrient component and taste were strictly maintained based on the interest of public and their health.
6. Innovative marketing strategies were initiated and implemented.
7. The above event stood as a platform to identify local and international producers, exporters and technical assistants to open up new doors to palmyrah marketing.
8. Palmyrah baskets were introduced to replace the use of plastics and polythene and it grasped vast number of people.

PALMYRAH DEVELOPMENT BOARD

SIGNIFICANT ACCOUNTING POLICIES

1:0 General Accounting Policies

1:1 Accounting Conventions:

The published results and the financial positions of the Board are prepared in accordance with generally accepted accounting principles and the applicable Sri Lanka public sector Accounting Standards. The Financial Statements have been prepared based on the historical cost convention except for certain items of Property, Plant and Equipment. No adjustment has been made for inflationary factors affecting the accounts.

The accounting policies have been consistently applied by the Board and, are consistent with those used in the previous year. Where appropriate, significant accounting policies are explained in the succeeding notes.

1:2 Consolidation Policies

The Consolidated Financial Statements of the Board are prepared to a Common Financial year, 1st January to 31st of December.

2.0 Assets and basis of valuation

2:1 Property, Plant and Equipment

2:1:1 Assets

Items of property, plant and equipment are stated at cost or valuation, less accumulated depreciation. The cost of self-constructed assets includes the cost of materials, direct labour and an appropriate proportion of production overheads.

The total cost for the training programme, expenditure occurred in research activities sectorial development and expenses for Seed plantations have been capitalized and amortized over the period. This presentation is since changed so as to treat it as development expenditure.

The Management of the board has decided to implement the policy as follows;

Since 2015 The Expenditures related to Palmyrah Research activities, plantation and all kind of training programmes are treated as development expenditures and they are all written off for the respective years in the financial statements.

2:1:2 Subsequent Expenditures

Expenditures incurred to replace a component of an item of property, plant and equipment that is accounted for separately is capitalized with the carrying amount of the component being written off. Other subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the item of property, plant and equipment. All other expenditures are recognized in the income statement as an expense as and when incurred.

2:1:3 Depreciation

Depreciation is charged to the income statement on a straight-line basis over the estimated useful lives of items of property, plant and equipment. Generally assets are written off over the following periods.

Buildings	-	10 Years
Machinery & Equipment	-	05 Years
Motor Vehicles	-	05 Years
Furniture and Fittings	-	10 Years
Computer and other Installation	-	05 Years
Electrical fitting	-	10 Years
Tools and Implants	-	10 Years
Cutleries & Groceries	-	05 Years
Office and Laborites Equipment	-	05 Years
Miscellaneous Assets	-	04 Years

* Depreciation has been provided on property, plant & equipment purchased in the year of purchase.

2:1:4 Amortization

Amortization written off over the following period. Development activities on Handicraft, Research development and Seeds plantation expenditures have been amortized at the rate of 20 %. (05 years).

2:2 Inventories

Inventories are stated at the lower of cost or net realizable value. Net realizable value is the estimated selling price in the ordinary course of the business, less the estimated cost of completion and selling expenses. The cost of inventories is based on the first-in-first-out (FIFO) principle. In the case of manufactured inventories and work-in-progress, cost includes an appropriate share of overhead, based on normal operating capacity.

2:3 Cash and cash equivalents

Cash and cash equivalents comprise of cash in hand and short term deposits.

3.0 Liabilities and Provisions

3:1 Retirement Benefit Obligations

3:1.1 Defined contribution plans

Liabilities to defined contribution plans, including Employees Provident Fund and Employees Trust Fund, are recognized as expenses in the income statement as and when incurred. The Board contributes 12% and 3% of gross emoluments of employees to Employees Provident Fund and Employees Trust Fund respectively.

3:1.2 Defined retirement benefit plans

Gratuity is a defined retirement benefit plan. The Board is liable to pay gratuity in terms of relevant statute. In order to meet this liability, a provision is carried forward in the balance sheet, based on a half month's salary of the last month of the financial year of all employees for each completed year of service, commencing from the first year of service.

However, as per the Gratuities Act No. 12 of 1983, the payment arises only upon completion of 5 years of continuo service with the Board. The gratuity liability is neither funded nor actually valued. This item is grouped under provision and other liabilities in the balance sheet.

3.2.1 Trade and other payables

Trade and other payables are stated at their cost.

3.2.2 Provision for Bad Debts is 5 %.

4 Income Statement

4.1 Revenue

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Board and the revenue and associated costs incurred or to be incurred can be reliably measured. The following specific criteria are used for the purpose of recognition of revenue.

a) Sales of Goods

Revenue from sale of goods is recognized when the significant risks and records of ownership of the goods have passed to buyer. Revenue from services rendered is recognized after completion of services.

b) Other income

Net gains and losses of a revenue nature on the disposal of property, plant & equipment and other noncurrent assets have been accounted for the income statement, having deducted from proceeds on disposal, the carrying amount of the assets and related selling expenses.

Other income is recognized on an accrual basis.

Gains and losses arising from incidental activities to main revenue generating activities and those arising from a group of similar transactions which are not material are aggregated, reported and presented on a net basis.

4.2 Expenditure

Expenses are recognized in the income statement on the basis of a direct association between the cost incurred and the earning of specific items of income. All expenditure incurred in the running of the business and in maintaining the property, plant & equipment in a state of efficiency has been charged to income when arriving at the profit / loss for the period.

5. Cash flow

The cash flow of the Board has been presented using the indirect method in accordance with the Sri Lanka Accounting Standard No. 9 – Cash flow statement.

6. Government Grants

Government grants, which are recognized in the financial statements only upon receipt and treated as income for the year.

PALMYRAH DEVELOPMENT BOARD

NATIONAL HOUSING SECRETARIAT, KANDY ROAD, JAFFNA.

BALANCE SHEET AS AT 31St DECEMBER 2017

	NOTE	2017	2016
ASSETS		SL Rs.,	SL Rs.,
Non - Current Assets			
Land, Building, Vehicle & Other Equipment	1	230,631,538.73	211,926,009.34
Other Assets	1GHI	114,518,274.60	143,155,343.26
		345,149,813.33	355,081,352.60
Current Assets	2	65,120,464.52	64,135,968.06
Total Assets		410,270,277.85	419,217,320.66
EQUITY & LIABILITIES			
Capital	4	744,215,234.31	625,189,234.31
Add: Net Profit		(347,830,411.65)	(226,353,463.78)
		396,384,822.66	398,835,770.53
Less: Current Liabilities	3	13,885,455.19	20,381,550.13
Total equity & Liabilities		410,270,277.85	419,217,320.66

PALMYRAH DEVELOPMENT BOARD

STATEMENT OF CHANGES IN FINANCIAL POSITION

AS AT 31ST DEC 2017

		2017	*2016*
ASSETS	**NOTE**	***SL Rs.,***	***SL Rs.,***
Non - Current Assets			
Property, Plant and equipment	1	230,631,538.73	211,926,009.34
Investment			
Other financial Assets	1G	114,518,274.60	143,155,343.26
		345,149,813.33	355,081,352.60
Current Assets			
Inventories/Stocks	2 E	47,634,071.39	41,920,719.50
Trade and other Receivables	2A + 2B	4,875,535.01	16,531,060.98
Prepayments	2C + 2D	10,941,922.01	735,814.32
Cash & Cash Equivalents		1,668,936.11	4,948,373.26
Total Current Assets		65,120,464.52	64,135,968.06
Total Assets		410,270,277.85	419,217,320.66
EQUITY AND LIABILITIES			
Accumulated Fund		396,384,822.66	398,835,770.53
Reserves		-	-
		396,384,822.66	398,835,770.53
Non Current Liabilities			
Payables		-	
Deferred income		-	
Provision		9,189,802.16	14,871,150.49
		9,189,802.16	14,871,150.49
Current Liabilities			
Payables		4,620,563.03	5,353,795.60
Accrued		75,090.00	156,604.04
Short - Term Borrowings		-	-
Total Current Liabilities		**4,695,653.03**	**5,510,399.64**
Total Liabilities		13,885,455.19	20,381,550.13
Total Net Assets		410,270,277.85	419,217,320.66

PALMYRAH DEVELOPMENT BOARD

NATIONAL HOUSING SECRETARIAT, KANDY ROAD, JAFFNA.

FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DEC 2017

	NOTE	2017 SL Rs.,	2016 SL Rs.,
Turnover	*A*	*40,950,627.66*	*31,594,682.86*
Less			
Cost of Sales	*B*	*29,752,554.37*	*25,627,911.89*
Gross Profit		***11,198,073.29***	***5,966,770.97***
Treasury Grant		*111,500,000.00*	*115,000,000.00*
Other Income	*11*	*5,398,288.21*	*6,236,289.95*
		116,898,288.21	*121,236,289.95*
Total Income		*128,096,361.50*	*127,203,060.92*
Employee Benefits Cost	*C*	*123,078,149.74*	*120,080,364.97*
Depreciation & Amortization Expenses	*D*	*85,804,030.45*	*95,047,133.27*
Other Expenses	*E*	*51,166,296.00*	*40,672,820.76*
Total Expenses		*260,048,476.19*	*255,800,319.00*
Net Income During The Period		*(131,952,114.69)*	*(128,597,258.08)*

Note: After policy change following Capital Oriented expenditure shown as Development(Recurrent) Expenditure

Research Expenditure	*9*	*59,605,597.57*	*65,005,276.02*
Development Expenditure	*9*	*20,060,833.15*	*15,647,450.11*
Training Expenditure	*10*	*51,386,170.05*	*49,922,030.58*
		131,052,600.77	130,574,756.71

PALMYRAH DEVELOPMENT BOARD

NATIONAL HOUSING SECRETARIAT, KANDY ROAD, JAFFNA.

FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DEC 2017

	NOTE	2017 SL Rs.,	2016 SL Rs.,
Turnover	A	40,950,627.66	31,594,682.86
Less			
Cost of Sales	B	29,752,554.37	25,627,911.89
Gross Profit		**11,198,073.29**	**5,966,770.97**
Treasury Grant		111,500,000.00	115,000,000.00
Other Income	11	5,398,288.21	6,236,289.95
		116,898,288.21	121,236,289.95
Total Income		128,096,361.50	127,203,060.92
Employee Benefits Cost	C	123,078,149.74	120,080,364.97
Other Expenses	E	51,166,296.00	40,672,820.76
Total Expenses before Dep & Amortzation		174,244,445.74	160,753,185.73
Net Income before Dep &Amortzation		(46,148,084.24)	(33,550,124.81)
Depreciation & Amortization Expenses	D	85,804,030.45	95,047,133.27
Net Income During The Period		(131,952,114.69)	(128,597,258.08)

Note: After policy change following Capital Oriented expenditure shown as Development(Recurrent) Expenditure

Research Expenditure	9	59,605,597.57	65,005,276.02
Development Expenditure	9	20,060,833.15	15,647,450.11
Training Expenditure	10	51,386,170.05	49,922,030.58
		131,052,600.77	130,574,756.71

PALMYRAH DEVELOPMENT BOARD

STATEMENT OF CHANGES IN EQUITY

	2017	2016
Capital as at 1 January		
Government contribution for		
capital (Treasury)	306,693,165.00	270,693,165.00
Others	318,496,069.31	296,373,027.80
	625,189,234.31	567,066,192.80
for the year		
Government contribution for		
capital (Treasury)	36,000,000.00	36,000,000.00
Capital from other sources	-	2,754,041.51
Line Ministry	83,026,000.00	19,369,000.00
	744,215,234.31	625,189,234.31
Profit (loss) account B/F	226,353,463.79	156,484,009.38
Previous Adjustment	(10,475,166.83)	(58,727,803.67)
Profit (loss) During the Period	131,952,114.69	128,597,258.08
	347,830,411.65	226,353,463.79
	396,384,822.66	398,835,770.52

PALMYRAH DEVELOPMENT BOARD

STATEMENT OF CHANGES IN FINANCIAL PERFORMANCE

FOR THE YEAR ENDED 31 ST DEC 2017

Cash flow operation Activities	*2017*	*2016*
*Surplus/(**deficit**) from ordinary Activities*	(131,952,114.69)	(128,597,258.08)
Non cash movement		
Depreciation	57,166,961.79	59,258,297.47
Amortization	28,637,068.66	35,788,835.81
Increase /Decrease in Debtors	1,449,418.28	(9,622,580.53)
Increase / Decrease in Creditors	(6,496,094.94)	146,156.25
Increase / Decrease in Stock	(5,713,351.89)	(1,190,639.68)
Previous Period adjustment	4,998,318.87	-
	80,042,320.77	84,380,069.32
Net Cash from Operating Activities	(51,909,793.92)	(44,217,188.76)
APPLICATION OF FUND		
Purchase of fixed assets	(70,395,643.22)	(16,032,690.87)
Development Oriented Expenses	-	-
	(70,395,643.22)	(16,032,690.87)
Net Cash Flow Investment Activities	(122,305,437.14)	(60,249,879.63)
FUND FROM OTHER SOURCES		
Treasury Grant	36,000,000.00	36,000,000.00
Line Ministry	83,026,000.00	19,369,000.00
Capital from other sources	-	2,754,041.51
	119,026,000.00	58,123,041.51
Total fund gained	(3,279,437.14)	(2,126,838.12)
Opening Balance of the year	4,948,373.26	7,075,211.38
Increase During The Period	(3,279,437.15)	(2,126,838.12)
Closing Balance of the year	1,668,936.11	4,948,373.26

PALMYRAH DEVELOPMENT BOARD

BUDGET COMPARISON STATEMENT

FOR THE YEAR ENDED 31St Dec 2017

	BUDGET	AS PER INCOME STATEMENT	TOTAL	DIFFERENCE
			-	
Personal Emoluments			-	
Salary	110,319,000	102,421,161	102,421,161	7,897,839
Production		-		
E.P.F	13,238,000	11,711,690	11,711,690	1,526,310
E.T.F	3,310,000	2,930,853	2,930,853	379,147
Overtime	750,000	1,825,457	1,825,457	(1,075,457)
Production		-		
Board members Exp.	1,230,000	449,635	449,635	780,365
Gratuity	3,328,000	4,188,988	4,188,988	(860,988)
Traveling	900,000	2,068,530	2,068,530	(1,168,530)
Supplies and Consumable used	22,950,000	39,432,313	39,432,313	(16,482,313)
Maintenance	2,750,000	4,486,217	4,486,217	(1,736,217)
Contractual Services	12,185,000	11,595,817	11,595,817	589,183
Production		-		
Marketting		-		
	-		-	-
Other Operating Exp	150,000	192,898	192,898	(42,898)
Total Operating Exp	171,110,000	181,303,559	181,303,559	(10,193,559)
Depreciation	57,166,962	57,166,962	57,166,962	-
Income	56,110,000	46,348,916	46,348,916	9,761,084
Capital	36,000,000	99,174,474	99,174,474	(63,174,474)

NOTE TO THE ACCOUNTS

	NOTE	TOTAL	TOTAL	Production Centres Accounts	Katphakam Accounts	Stores Accounts	Farms	Development & Plantation	Production Development	Marketing Development	Research	Extension	District Administration A/C
		2017	2016										
Turnover	A	40,950,627.66	31,594,682.86	355,380.00	38,955,122.16	1,523,195.50	116,930.00		-	-			
		40,950,627.66	31,594,682.86	355,380.00	38,955,122.16	1,523,195.50	116,930.00	-	-	-			-

Cost Of Sales	B	29,752,554.37	25,627,911.89	(715,684.45)	29,379,906.10	1,111,932.72	(23,600.00)	-	-	-			
		29,752,554.37	25,627,911.89	(715,684.45)	29,379,906.10	1,111,932.72	(23,600.00)	-	-	-			-

Employee Benefits Cost	C	**2017**	**2016**	**Production Centres Accounts**	**Katphakam Accounts**	**Stores Accounts**	**Farms**	**Development & Plantation**	**Production Development**	**Marketing Development**	**Research**	**Extension**	**District Administration A/C**
Salaries		102,421,160.93	100,118,887.01	978,340.00	84,000.00	10,500.00	274,000.00	5,651,646.11	13,886,208.87	8,247,925.34	6,584,762.35	20,032,900.52	46,670,877.74
E.P.F		11,711,690.49	11,721,803.46	-	-	-	-	678,197.52	1,614,280.43	989,751.04	790,171.48	2,396,220.06	5,243,069.96
E.T.F		2,930,852.83	2,940,069.42	-	-	-	-	169,549.39	416,586.26	247,437.76	197,542.87	599,055.02	1,300,681.53
Overtime Wages		1,825,457.49	1,216,622.12	317,271.45	165,384.00	814.00	0	20,954.95	-	229,640.64	48,914.93	56,083.40	986,394.12
Gratuaty		4,188,988.00	4,082,982.96	-	-				-	-			4,188,988.00
		123,078,149.74	**120,080,364.97**	**1,295,611.45**	**249,384.00**	**11,314.00**	**274,000.00**	**6,520,347.97**	**15,917,075.56**	**9,714,754.78**	**7,621,391.63**	**23,084,259.00**	**58,390,011.35**
Depreciation & Amortization	**D**												
Depreciation on:													
Buildings		12,847,858.23	10,702,532.89	1,850,178.42	585,937.52	-	889,494.04				4,329,169.93	-	5,193,078.32
Machinery & Equipment		30,732,091.21	19,156,589.42	710,943.80	55,950.00		56,825.80				28,035,647.71	3,000.00	1,869,723.90
Furniture & Fittings		2,034,716.89	2,387,922.85	99,671.00	299,559.57	15,448.00	700.00				276,502.50	1,430.00	1,341,405.82
E.Fittings		570,803.60	516,903.60	88,819.80	190,398.53	30,249.07	7,600.00				73,570.00		180,166.20
Tools		862,278.32	821,909.32	592,734.40	2,067.50	1,020.00	26,025.00					17,910.00	222,521.42
Testing Equipment		6,536,951.52	17,982,602.45	-							6,536,951.52		
Computer		1,671,008.18	1,101,970.18	46,710.00							92,780.18		1,531,518.00
A.C		110,754.80	339,213.20		22,179.80						-		88,575.00
Miss Assets		520,388.04	530,119.55	99,985.88	36,911.25	-	4,594.80				64,005.25	-	314,890.86
Vehicle		1,280,111.00	5,718,534.00	4,540.00	-	-	-				-		1,275,571.00
Amortization		28,637,068.66	35,788,835.81					3,074,701.19			10,461,098.30	15,101,269.17	-
		85,804,030.45	**95,047,133.27**	**3,493,583.30**	**1,193,004.17**	**46,717.07**	**985,239.64**	**3,074,701.19**	**-**	**-**	**49,869,725.39**	**15,123,609.17**	**12,017,450.52**
Other Expeiditure	**E**												
Board member Exp.		449,635.00	710,659.00										449,635.00
Traveling		2,068,529.91	1,913,770.47	20,955.00	7,771.00	19,961.00	4,332.50	177,521.50	72,178.00	122,464.00	57,943.50	237,396.00	1,348,007.41
Stationery & Printing		1,515,689.50	1,031,062.70	3,000.00	-	0		-	-	-	-		1,512,689.50
Telephone		564,867.61	2,360,903.39	-	-			-	36,529.21	36,529.22	64,100.18		427,709.00
Rent		5,565,013.11	5,670,238.20	49,000.00	2,246,613.11	-			550,000.00	622,600.00	-	2,600.00	2,094,200.00
Rats & Taxes		44,512.82	31,200.00	6,350.00	22,990.00								15,172.82
Staff welfare		44,617.50	20,250.00	-	-	-					-		44,617.50
Entertainment		-	33,840.00	-	-						-	-	-
Electricity		1,604,904.94	1,577,429.93	78,046.90	229,544.86	12,493.20	32,185.60		45,151.48	49,814.11	475,505.05	6,677.98	675,485.76
Water charges		375,653.69	244,049.07	28,671.65	4,389.38				-	-	215,391.24	436.74	126,764.68
Legal expenses		66,350.00	223,775.00										66,350.00
Postage		71,040.00	42,385.00										71,040.00
News paper & Periodicals		-	5,500.00										-
Repair & Maintenance:		-											
Vehicle		2,015,229.00	1,265,871.31	-	-	-	-		3,525.00	3,525.00	36,567.30		1,971,611.70
Miscellaneous Assets		7,915.70	-										7,915.70
Building		374,343.50	84,013.00	7,100.00	10,250.00				125,989.00	125,989.00	27,500.00		77,515.50
Office equipment		533,538.72	157,789.70	-	-	-			22,765.45	22,765.45	12,200.00		475,807.82
Fuel for Vehicle		2,078,680.25	2,369,481.50	-	-	11,250.00	-	17,100.00	50,080.00	101,150.00	-	53,035.80	1,846,064.45
Audit fees		300,000.00	250,000.62										300,000.00
Maintenance exp.		3,440,864.68	2,589,586.15	51,894.00	124,834.00	91,032.00	147,102.00	-	126,282.13	270,912.00	461,243.28	24,935.00	2,142,630.27
Intercroping		116,470.00	19,730.00				116,470.00						
Bank charges		31,810.00	24,000.00										31,810.00
Development / Training Exp		27,619,353.14	18,879,472.82					14,276,822.49			604,247.15	12,738,283.50	
Plantation Exp/ Research materials Exp		1,159,477.33	248,443.35					787,440.00			273,443.80	98,593.53	
Advertisement		889,976.47	589,702.55	-	-	-		-			-	-	889,976.47
Transport		227,823.13	329,667.00	17,620.00	-	12,095.00	7,000.00		38,660.00			16,343.33	136,104.80
		51,166,296.00	**40,672,820.76**	**262,637.55**	**2,646,392.35**	**146,831.20**	**307,090.10**	**15,258,883.99**	**1,071,160.27**	**1,355,748.78**	**2,228,141.50**	**13,178,301.88**	**14,711,108.38**

NOTE 1

FIXED ASSETS	***NOTE***	***2017***	***2016***
Land	*1 A*	*61,519,897.40*	*61,519,897.40*
Buildings at own land	*1 B*	*95,556,941.48*	*64,840,601.45*
Vehicles	*1 C*	*1,543,437.00*	*2,361,508.00*
Other Equipment	*1 D*	*64,495,420.57*	*77,866,852.43*
Misceleneous Assets	*1 E*	*4,655,819.05*	*1,109,632.70*
Fittings at Others Land/ Buildings	*1F*	*2,860,023.23*	*4,227,517.36*
		230,631,538.73	*211,926,009.34*

NOTE 1 g

SEED PLANTATION	***2017***	***2016***
Brought Forward	*15,373,505.94*	*19,216,882.42*
Plantation in 2016/2015	-	-
	15,373,505.94	*19,216,882.42*
Amortization	*3,074,701.19*	*3,843,376.48*
	12,298,804.75	*15,373,505.94*

NOTE 1 h

Training(Handicraft) Programme	***2017***	***2016***
Brought Forward	*75,506,345.84*	*94,382,932.30*
Training in 2016/2015	-	-
	75,506,345.84	*94,382,932.30*
Amortization	*15,101,269.17*	*18,876,586.46*
	60,405,076.67	*75,506,345.84*

NOTE 1 I

Research Programme	***2017***	***2016***
Brought Forward	*52,275,491.48*	*65,344,364.36*
Research in 2015/2014	-	-
	52,275,491.48	*65,344,364.36*
Amortization	*10,461,098.30*	*13,068,872.88*
	41,814,393.18	*52,275,491.48*
Total Other Assets	*114,518,274.60*	*143,155,343.26*
Total Amortization	*28,637,068.66*	*35,788,835.82*

NOTE 2

CURRENT ASSETS	***NOTE***	***2017***	***2016***
Debtors	*2 A*	*4,875,535.01*	*5,348,320.01*
Deposit	*2 B*	*10,115,117.19*	*11,182,740.97*
Advance & Loan	*2 C*	*520,208.13*	*419,988.51*
Staff Advance & Loan	*2 D*	*306,596.69*	*315,825.81*
Stock In Hand	*2 E*	*47,634,071.39*	*41,920,719.50*
Bank of Ceylon , Jaffna		*152,514.87*	*2,450,538.15*
Bank of Ceylon , Milagiriya		*39,922.64*	*68,908.37*
Bank of Ceylon.(saving)-Colombo		*22,190.84*	*42,135.42*
Bank of Ceylon.(saving)-Jaffna		*895,935.88*	*1,680,699.68*
Bank of Ceylon.(saving)-Batticaloa		*1,011.07*	*42,919.28*
Bank of Ceylon.(saving)-Kalmunai		*17,769.59*	*15,903.77*
Bank of Ceylon.(saving)-Kilinochchi		*5,377.02*	*30,921.45*
Bank of Ceylon.(saving)-Trincomalee		*118,587.39*	*79,996.75*
Bank of Ceylon.(saving)-Vavuniya		*4,607.59*	*139,783.00*
Bank of Ceylon.(saving)-Mannar		*194,421.33*	*221,709.69*
Bank of Ceylon.(saving)-Mullaithivu		*90,925.65*	*57,433.20*
Bank of Ceylon.(saving)-Kalpittiya		*108,619.64*	*112,218.74*
Bank of Ceylon.(saving)-Weerawala		*17,052.60*	*5,205.76*
		65,120,464.52	*64,135,968.06*

NOTE 1

PALMYRAH DEVELOPMENT BOARD

FIXED ASSETS SCHEDULE 2017 (DEPRECIATION ON STRAIGHT LINE METHOD)

NARRATIVE	DEP. %	COST AS AT 01.01.2017	ADDITIONS	Livilihood/ Valuation	TOTAL	DEP. ON 01.01.2017	DEP. ON VALUATION	DEP. AFTER VALUATION 01.01.2017	Valuation	DEP. DURING THE PERIOD	ACC DEP.,	2017 W.D.V	2016 W .D.V	*ADDITIONS 2015*
A) LAND														
1 Farm- Kayts		5,570.00	-	-	5,570.00							5,570.00	5,570.00	-
2 Farm - Mamunai		18,290.95			18,290.95						-	18,290.95	18,290.95	
3 Farm- Weerawila		13,622.59			13,622.59						-	13,622.59	13,622.59	
4 Kaithady		33,500,000.00	-	-	33,500,000.00						-	33,500,000.00	33,500,000.00	-
5 Kilinochchi		11,750,000.00		-	11,750,000.00						-	11,750,000.00	11,750,000.00	
6 Vavuniya		48,913.86	-		48,913.86						-	48,913.86	48,913.86	-
7 Batticaloa Regional Office		8,650,000.00	-	-	8,650,000.00							8,650,000.00	8,650,000.00	-
8 Padapaddi		341,000.00	-		341,000.00							341,000.00	341,000.00	-
9 Kalpitiya		5,000,000.00	-	-	5,000,000.00						-	5,000,000.00	5,000,000.00	-
10 Thickam		1,000,000.00		-	1,000,000.00						-	1,000,000.00	1,000,000.00	
11 Tharavan Koddai Mannar		125,000.00	-		125,000.00						-	125,000.00	125,000.00	-
12 Mullaithivu		1,010,000.00	-	-	1,010,000.00						-	1,010,000.00	1,010,000.00	
Trincomalee		57,500.00	-		57,500.00						-	57,500.00	57,500.00	-
		61,519,897.40	-	-	61,519,897.40	-			-	-	-	61,519,897.40	61,519,897.40	-
B) BUILDING AT OWN LAND														
Jaffna														
1 Farm, Delft	10%	50,000.00	-		50,000.00	50,000.00		50,000.00			50,000.00	-	-	-
2 Training Centre Delft	10%	900,000.00	-	-	900,000.00	270,000.00		270,000.00	-	90,000.00	360,000.00	540,000.00	630,000.00	-
3 Farm ,Mamunai.	10%	3,411,987.55	-		3,411,987.55	1,776,048.27		1,776,048.27	-	341,198.76	2,117,247.03	1,294,740.52	1,635,939.28	-
4 Industrial Complex, Karainagar	10%	8,649,198.28	407,102.53		9,056,300.81	4,238,069.80		4,238,069.80	-	864,919.83	5,102,989.63	3,953,311.18	4,411,128.48	1,963,011.27
5 Industrial Complex, Thickam	10%	13,000,000.00	-	-	13,000,000.00	650,000.00	-	650,000.00	-	650,000.00	1,300,000.00	11,700,000.00	12,350,000.00	
6 PRI Kaithady	10%	38,896,469.22	29,407,295.10	-	68,303,764.32	18,559,151.52		18,559,151.52	-	4,329,169.93	22,888,321.45	45,415,442.87	20,337,317.70	2,669,878.35
7 Farm- Kudathanai	10%	1,000,917.00	320,900.00		1,321,817.00	704,713.10		704,713.10	-	132,181.70	836,894.80	484,922.20	296,203.90	42,750.00
8 Delft -2	10%	21,686.52			21,686.52	6,505.95		6,505.95	-	2,168.65	8,674.60	13,011.92	15,180.57	21,686.52
		65,930,258.57	**30,135,297.63**	**-**	**96,065,556.20**	**26,254,488.64**	**-**	**26,254,488.64**	**-**	**6,409,638.87**	**32,664,127.51**	**63,401,428.69**	**39,675,769.93**	***4,697,326.14***
Mannar														
1 Farm Naravelikulam	10%	118,176.00	-		118,176.00	118,176.00		118,176.00			118,176.00	-	-	-
2 Fiber centre ,K.karan Kudirupu	10%	1,148,720.25	793,664.00		1,942,384.25	1,148,720.25		1,148,720.25		79,366.40	1,228,086.65	714,297.60	-	-
3 Fiber Centre Oolithuduvai	10%	588,254.40	-		588,254.40	549,635.02		549,635.02	-	38,619.38	588,254.40	-	38,619.38	-
4 Fiber Centre Salvari	10%	684,382.45	-		684,382.45	527,761.25		527,761.25	-	68,438.25	596,199.50	88,182.95	156,621.20	1,650.00
5 Tharavan Koddai Mannar	10%	2,275,984.75	1,041,000.00		3,316,984.75	1,959,838.76		1,959,838.76	-	334,400.42	2,294,239.18	1,022,745.57	316,145.99	-
6 Padapaddi	10%	36,000.00	994,000.00		1,030,000.00	21,600.00		21,600.00	-	100,300.00	121,900.00	908,100.00	14,400.00	-
7 Madu Katphakam		2,581,435.16	-		2,581,435.16	516,287.04		516,287.04	-	258,143.52	774,430.56	1,807,004.60	2,065,148.12	2,375,010.16
8 Mannar Office		3,044,512.14	1,475,400.00	-	4,519,912.14	608,902.47		608,902.47	-	451,991.21	1,060,893.68	3,459,018.46	2,435,609.67	2,821,088.31
		10,477,465.15	**4,304,064.00**	**-**	**14,781,529.15**	**5,450,920.79**	**-**	**5,450,920.79**	**-**	**1,331,259.18**	**6,782,179.97**	**7,999,349.18**	**5,026,544.36**	***5,197,748.47***
Vavuniya														
1 Model Farm, Puliyamkulam.	10%	3,186,449.31	953,000.00		4,139,449.31	1,485,659.40		1,485,659.40	-	413,944.93	1,899,604.33	2,239,844.98	1,700,789.91	409,147.75
Katphakam Vavuniya		1,445,000.00	-		1,445,000.00	144,500.00		144,500.00	-	144,500.00	289,000.00	1,156,000.00	1,300,500.00	-
		4,631,449.31	**953,000.00**	**-**	**5,584,449.31**	**1,630,159.40**	**-**	**1,630,159.40**	**-**	**558,444.93**	**2,188,604.33**	**3,395,844.98**	**3,001,289.91**	**409,147.75**
Batticaloa														
1 R. Office ,& Brush Unit,Batticaloa.	10%	7,250,000.00	-	-	7,250,000.00	1,450,000.00	-	1,450,000.00	-	725,000.00	2,175,000.00	5,075,000.00	5,800,000.00	-
		7,250,000.00	**-**	**-**	**7,250,000.00**	**1,450,000.00**	**-**	**1,450,000.00**	**-**	**725,000.00**	**2,175,000.00**	**5,075,000.00**	**5,800,000.00**	**-**
Trincomalee														
1 Fencing, Trincomalee.	10%	1,058,473.00	1,546,500.00		2,604,973.00	158,473.00		158,473.00	-	254,650.00	413,123.00	2,191,850.00	900,000.00	-
2 Industial Compelex Trincomalee	10%	924,535.00	3,803,500.00		4,728,035.00	651,745.50		651,745.50	-	472,803.50	1,124,549.00	3,603,486.00	272,789.50	187,000.00
		1,983,008.00	**5,350,000.00**	**-**	**7,333,008.00**	**810,218.50**	**-**	**810,218.50**	**-**	**727,453.50**	**1,537,672.00**	**5,795,336.00**	**1,172,789.50**	***187,000.00***
Puttlam														
1 Fiber centre & R.O, Kalpittiya.	10%	**8,000,000.00**	**1,000,000.00**	**-**	9,000,000.00	2,400,000.00		2,400,000.00	**-**	**900,000.00**	3,300,000.00	**5,700,000.00**	**5,600,000.00**	
Kilinochchi														
1 Kilinochchi Building	10%	3,269,947.65	454,342.50		3,724,290.15	1,154,870.13		1,154,870.13	-	372,429.02	1,527,299.15	2,196,991.00	2,115,077.52	
2 Urtupulam		982,038.32	-		982,038.32	491,017.49		491,017.49	-	98,203.83	589,221.32	392,817.00	491,020.83	
3 Industial Complex Kowtharimunai	10%	2,915,802.62	-		2,915,802.62	1,353,746.78		1,353,746.78	-	291,580.26	1,645,327.04	1,270,475.58	1,562,055.84	103,340.00
		7,167,788.59	**454,342.50**	**-**	**7,622,131.09**	**2,999,634.40**	**-**	**2,999,634.40**	**-**	**762,213.11**	**3,761,847.51**	**3,860,283.58**	**4,168,154.19**	***103,340.00***
Mullaithivu														
1 Land Fencing	10%	**380,545.09**	**-**		380,545.09	182,591.53		182,591.53	-	38,054.51	220,646.04	**159,899.05**	**197,953.56**	**38,400.10**
Hambantota														
1 Weerawala.Buildings	10%	283,000.00	-	-	283,000.00	- 84,900.00		84,900.00	-	28,300.00	- - 113,200.00	169,800.00	198,100.00	-
11,035,600.00		**106,103,514.71**	**42,196,704.13**	**-**	**148,300,218.84**	**41,262,913.26**	**-**	**41,262,913.26**	**-**	**11,480,364.10**	**52,743,277.36**	**95,556,941.48**	**64,840,601.45**	***10,632,962.46***
C) VEHICLE														

NOTE 1

PALMYRAH DEVELOPMENT BOARD

FIXED ASSETS SCHEDULE 2017 (DEPRECIATION ON STRAIGHT LINE METHOD)

	NARRATIVE		DEP. %	COST AS AT 01.01.2017	ADDITIONS	Livilihood/ Valuation	TOTAL	DEP. ON 01.01.2017	DEP. ON VALUATION	DEP. AFTER VALUATION 01.01.2017	Valuation	DEP. DURING THE PERIOD	ACC DEP.,	2017 W.D.V	2016 W .D.V	*ADDITIONS 2015*
1	Bicycles	18Nos	20%	230,910.00	-		230,910.00	141,678.00	-	141,678.00	-	38,121.00	179,799.00	51,111.00	89,232.00	22,000.00
2	Tractor & Trailer		20%	6,354,500.00	341,040.00		6,695,540.00	5,274,700.00	-	5,274,700.00	-	753,108.00	6,027,808.00	667,732.00	1,079,800.00	
3	Land Master		20%	565,000.00	-		565,000.00	476,000.00	-	476,000.00	-	79,000.00	555,000.00	10,000.00	89,000.00	
4	Van		20%	787,600.00	-		787,600.00	787,600.00	-	787,600.00	-	-	787,600.00	-	-	
5	Lorry		20%	4,000,000.00	-		4,000,000.00	4,000,000.00	-	4,000,000.00	-	-	4,000,000.00	-	-	
6	Double A/C Cab	01 N0	20%	945,431.65	-		945,431.65	945,431.65		945,431.65	-	-	945,431.65	-	-	
7	Indian Pick up		20%	15,400,000.00	-		15,400,000.00	15,400,000.00	-	15,400,000.00	-	-	15,400,000.00	-	-	
8	Pagero	01 No	20%	2,238,637.93	-		2,238,637.93	2,238,637.93		2,238,637.93	-	-	2,238,637.93	-	-	
9	Auto		20%	150,000.00	121,000.00		271,000.00	60,000.00		60,000.00	-	54,200.00	114,200.00	156,800.00	90,000.00	
10	Singel Cap		20%	800,000.00	-		800,000.00	320,000.00		320,000.00	-	160,000.00	480,000.00	320,000.00	480,000.00	
11	Motor Cycle	05 No	20%	1,092,260.00	-		1,092,260.00	558,784.00	-	558,784.00	-	195,682.00	754,466.00	337,794.00	533,476.00	-
				32,564,339.58	462,040.00	-	33,026,379.58	30,202,831.58	-	30,202,831.58	-	1,280,111.00	31,482,942.58	1,543,437.00	2,361,508.00	*22,000.00*
	D)Equipment															
1	Machinery & Equipment		20%	95,889,832.10	19,374,928.70	-	115,264,760.80	47,222,736.64	-	47,222,736.64	-	30,732,091.21	77,954,827.85	37,309,932.95	48,667,095.46	3,874,801.00
2	Air Conditioner		20%	1,696,066.00	-		1,696,066.00	1,452,376.60	-	1,452,376.60	-	110,754.80	1,563,131.40	132,934.60	243,689.40	442,875.00
3	Computer & Printer		20%	5,565,100.90	965,140.00	2,525,000.00	9,055,240.90	3,243,870.18	-	3,243,870.18	-	1,671,008.18	4,914,878.36	4,140,362.54	2,321,230.72	1,997,000.00
4	Electrical Equip, & Fittings		20%	2,584,518.00	294,900.00	-	2,879,418.00	1,607,385.60	-	1,607,385.60	-	570,803.60	2,178,189.20	701,228.80	977,132.40	752,520.00
5	Furniture & Fittings		20%	12,182,867.76	2,718,411.00	1,186,950.00	16,088,228.76	9,441,701.68	-	9,441,701.68	-	2,034,716.89	11,476,418.57	4,611,810.19	2,741,166.08	1,864,185.00
6	Office Equipment		20%	4,125,905.33	158,130.00	1,764,897.96	6,048,933.29	2,781,672.95	-	2,781,672.95	-	862,278.32	3,643,951.27	2,404,982.02	1,344,232.38	-
7	Testing & lab. equipment		20%	89,913,012.26	158,815.00	-	90,071,827.26	68,340,706.27	-	68,340,706.27	-	*6,536,951.52*	74,877,657.79	15,194,169.47	21,572,305.99	7,994,076.20
				211,957,302.35	23,670,324.70	5,476,847.96	241,104,475.01	134,090,449.92	-	134,090,449.92	-	42,518,604.52	176,609,054.44	64,495,420.57	77,866,852.43	*16,925,457.20*
	E)															
1	Miscellaneous Assets		25%	3,621,253.90	4,066,574.39	-	7,687,828.29	2,511,621.20	-	2,511,621.20	-	520,388.04	3,032,009.24	4,655,819.05	1,109,632.70	263,082.00
				3,621,253.90	**4,066,574.39**	**-**	**7,687,828.29**	**2,511,621.20**	**-**	**2,511,621.20**	**-**	**520,388.04**	**3,032,009.24**	**4,655,819.05**	**1,109,632.70**	***263,082.00***
	F) Fittings at Others Buildings / Land															
	Jaffna															
1	Jaffna Office		10%	2,279,966.50	-		2,279,966.50	1,416,142.95		1,416,142.95	-	227,996.65	1,644,139.60	635,826.90	863,823.55	267,275.00
2	Circuit Bungalow (Hire Purchase)		10%	233,800.50	-		233,800.50	181,547.15		181,547.15	-	23,380.04	204,927.19	28,873.31	52,253.35	-
3	Kondavil Jaggery Factory		10%	1,170,371.10	-		1,170,371.10	702,222.31		702,222.31	-	117,037.11	819,259.42	351,111.68	468,148.79	-
4	Chankani Jaggery Factory		10%	1,184,782.25	-		1,184,782.25	710,868.68		710,868.68	-	118,478.23	829,346.91	355,435.34	473,913.57	-
5	Jaggery Centre, Singanagar.		10%	1,712,000.00	-	-	1,712,000.00	471,200.00		471,200.00	-	171,200.00	642,400.00	1,069,600.00	1,240,800.00	-
6	Fiber Centre Sarasalai		10%	700,000.00	-	-	700,000.00	280,000.00		280,000.00	-	70,000.00	350,000.00	350,000.00	420,000.00	-
7	Busstand Katphakam		10%	172,940.00	-		172,940.00	86,470.00		86,470.00	-	17,294.00	103,764.00	69,176.00	86,470.00	-
				7,453,860.35	**-**	**-**	**7,453,860.35**	**3,848,451.09**	**-**	**3,848,451.09**	**-**	**745,386.03**	**4,593,837.12**	**2,860,023.23**	**3,605,409.26**	***267,275.00***
	Colombo															
1	Cons., of Well at Milagiriya..		10%	-	-		-	-		-	-	-	-	-	-	-
2	Show Room, Colombo.		10%	-	-		-	-		-	-	-	-	-	-	-
3	Fruit Base Production Centres		10%	1,343,323.00	-		1,343,323.00	721,214.90		721,214.90	-	622,108.10	1,343,323.00	-	622,108.10	-
				1,343,323.00	**-**	**-**	**1,343,323.00**	**721,214.90**	**-**	**721,214.90**	**-**	**622,108.10**	**1,343,323.00**	**-**	**622,108.10**	**-**
				8,797,183.35	-	-	8,797,183.35	4,569,665.99	-	4,569,665.99	-	1,367,494.13	5,937,160.12	2,860,023.23	4,227,517.36	267,275.00
	Total			424,563,491.29	70,395,643.22	5,476,847.96	500,435,982.47	212,637,481.95	-	212,637,481.95	-	57,166,961.79	269,804,443.74	230,631,538.73	211,926,009.34	28,110,776.66

NOTE 2 A

DEBTORS	**2017**	**2016**
A.Srikanthan	119,320.00	119,320.00
M.Jegathesan(W.W.D.F Colombo)	518,987.00	518,987.00
KKS Road	-	12,875.00
Vadamarchchi Cluster	1,609,453.96	1,609,453.96
A.Rajamanikam	720,000.00	720,000.00
Show Room Jaffna	-	35,000.00
National Craft Council	310,006.80	310,006.80
Nallur Katpakam	-	37,190.00
G.Sriskandarajah	850,000.00	850,000.00
Rebeenas	-	304,000.00
S.Ramesh	680,000.00	680,000.00
S.Safarulla	32,829.00	32,829.00
Lalith Wijeratna	53,730.00	53,730.00
Busstand Katphakam	-	2,970.00
Cargels Limited	-	191,630.00
Sunsine	110,880.00	
	5,005,206.76	5,477,991.76
Less Provision for Debtors	129,671.75	129,671.75
	4,875,535.01	5,348,320.01

NOTE 2 B

DEPOSIT & ADVANCES

		2017	**2016**
N.S.B 1-0006-02-75115		650,617.19	645,740.97
Export Development Board		10,000.00	10,000.00
Jaffna Co op		100,000.00	100,000.00
Rent Deposit	**2B1**	9,354,500.00	10,427,000.00
		10,115,117.19	11,182,740.97

NOTE 2 C

ADVANCE AND LOAN	**2017**	**2016**
MISCELLANEOUS ADVANCE		
A.M.Anusha	-	57,676.04
S.Arulseelan	90,979.93	15,156.00
K.Kalaichchelvi	-	212.00
S.Gopalaratnasingam	-	20,000.00
M.Malini	6,915.00	
A.Puparani	-	2.04
A.Satkunarajeswaran	-	650.00
A.Amirthalingam	3,265.00	
P.Christeena	-	500.00
P.Rakeepan	-	727.68
R.Rameswaran	-	20,000.00
B.Peris	53,602.83	-
A.Huberd Antany	1,782.11	
S.Nasuthan	13,075.00	
B.Annalaxumy	-	1,239.50
D.G.K.Wahalathanthri	328.00	-
T.Vijan	-	-
Y.Baskaran	145.00	2,445.00
N.Baskaran	265,253.52	272,914.89
Y.Soundranathan	-	5,465.36
V.Parthipan	84,861.74	23,000.00
	520,208.13	**419,988.51**

NOTE 2 D

STAFF ADVANCE AND LOAN		**2017**	**2016**
Festival advance	**2D2**	21,750.00	16,750.00
Distress Loan to staff	**2D1**	284,846.69	299,075.81
		306,596.69	**315,825.81**

NOTE 2 E

STOCK IN HAND

Katpahams	2017	2016
Batticaloa Katpakam	128,293.85	85,719.85
Batticaloa Show Room	68,637.30	49,338.00
Colombo Katpakam	721,576.00	566,937.00
Mobile Showroom	63,115.00	
Thisa Sales Certre	377,593.00	201,557.00
Katpham Mannar	44,756.00	43,898.87
Katphakam Kalmunai	27,772.50	17,042.50
Katphakam Trincomalee	96,915.00	86,047.00
Katphakam Vavuniya	266,776.00	180,969.50
Katphakam, Nallur.	270,362.60	277,613.00
Katphakam Mullaithivu	10,095.00	5,715.00
Katpakam K.K.S Road	257,999.90	185,645.00
Show Room, Marketing Unit,Jaffna.	154,477.30	64,134.00
Jaffna Busstand Katphakam	170,796.70	103,809.00
Katpham Mannar 2	92,830.03	-
Katpham Kalpittiya	76,142.25	41,981.00
Katpham Delft/Katpakachcholai	39,499.47	41,105.00
	2,867,637.90	1,951,511.72
Stores		
Colombo Main Stores	169,766.00	873,515.00
Jaffna Main Stores, Marketing Unit	3,988,618.66	574,731.50
Stores Batticaloa	62,037.50	6,644.36
Stores Kilinochchi		62,205.00
Stores Mannar	-	5,650.00
Stores Trinco	12,489.00	10,482.00
Stores Vavuniya	1,356,850.00	6,820.00
Jaffna Office Stores	81,623.00	622,389.20
	5,671,384.16	2,162,437.06
PRI Kaithaddy	34,512,149.08	34,779,448.90
Production Centres		
Raw Materials		
Jaffna P.C	238,445.44	862,252.92
Singanagar Jaggery centre.	42,005.28	96,690.76
Fiber Centre Sarasali		
Food Production Centre, Co-6	246,657.19	88,437.60
Kalpittiya Fiber centre	14,384.15	3,233.55
Production Centre Trincomalee	5,549.00	-
Karainagar	536,030.00	
Tharavan koddai Jaggery centre.	46,994.64	47,823.74
Kaddukaran koddai Jaggery centre.	2,177.00	1,307.50
Vavuniya Production Centre	63,237.35	155,935.50
Batticaloa Fibre Centre	17,282.00	
Padapaddi Pro centre	11,103.20	9,927.50
	1,223,865.25	1,265,609.07
Work in Progress		
Singanagar Jaggery centre.		53,378.75
Food Production Centre, Co-4.		
Jaffna P.C		
Batticaloa Fibre Centre	22,015.00	20,090.00
Padapaddi Pro centre		14,000.00
Kalpittiya Fiber centre	587,221.50	2,551.50
Fiber Centre Sarasali		9,360.00
Trinco Fiber Centre	9,360.00	
Kaddukaran koddai Jaggery centre.	12,600.00	12,600.00
Tharavan koddai Jaggery centre.		4,220.00
Selvari Fibre Centre		
	631,196.50	116,200.25
Finished Goods		
Singanagar Jaggery centre.	2,610,761.00	235,875.00
Food Production Centre, Co-4.	15,502.50	71,922.50
Jaffna P.C		125,560.00
Batticaloa Fibre Centre	17,165.00	12,920.00
Padapaddi Pro centre	11,160.00	172,350.00
Kalpittiya Fiber centre	18,300.00	570,970.00
Fiber Centre Sarasali		183,705.00
Trinco Production Centre		260,160.00
Kaddukaran koddai Jaggery centre.	900.00	12,000.00
Tharavan koddai Jaggery centre.	54,000.00	-
Selvari Fibre Centre	50.00	50.00
	2,727,838.50	1,645,512.50
	47,634,071.39	41,920,719.50

NOTE 2 B 1

RENT DEPOSIT

	2017	2016
Ratmalana (W.P.Weeramanderi)	75,000.00	75,000.00
Jaffna	500,000.00	500,000.00
Ministry Building	5,089,500.00	5,089,500.00
Mullaithivu	-	-
Nallur Katphakam	500,000.00	500,000.00
Kalmunai Katphakam	-	32,000.00
K.K.S Road Katphakam	500,000.00	500,000.00
Vavuniya Production	410,000.00	46,500.00
Mannar R.O	-	-
Jaffna Main Stores, Marketing Unit	300,000.00	300,000.00
Colombo Katphakam	920,000.00	920,000.00
Colombo R.O	960,000.00	960,000.00
China Fort Mosque Society	-	1,404,000.00
Delft Buildings	100,000.00	100,000.00
	9,354,500.00	10,427,000.00

NOTE 2D1

LOAN	2017	2016
Mr.W.J.P.Nimal Jeyasri	22,300.50	39,025.00
Mrs.Y.Baskaran	26,055.00	43,425.00
Mrs.D.S.Jegasothy	32,150.00	51,440.00
Y.Puvanesamoorthy		17,098.44
A.P.Ariyaratna	41,292.00	41,292.00
M.Senthuran	93,142.20	-
A.Amirthalingam		-
K.A.Jeganathan		-
c.Yogarani	26,818.80	42,143.76
R.Uthayachandirika	-	1,563.50
S.Poovilingam	-	-
Mr.S.Gopalakrishnan	15,000.34	35,000.26
Mr.T.Rajaverothayan	28,087.85	28,087.85
	284,846.69	**299,075.81**

NOTE 3

CURRENT LIABILITIES

	2017	2016
Provision for Audit fee	689,321.90	694,999.90
Accrued Expenses	75,090.00	60,800.00
Municipal Council Batticaloa	-	-
E.P.F Payable	-	95,804.04
E.T.F Payable	-	21,020.80
Employees Security Deposit	627,933.40	670,740.97
Abance Limited	-	74,635.00
Ceylon Electricity Board	7,260.15	-
Building Owners - Rent	21,000.00	79,077.85
Srilanka Telecom	21,747.23	10,153.32
Water Board	996.01	-
Sundry	433,397.00	519,080.00
S.Sawthami	245,885.75	245,885.75
Associated News Paper	57,787.50	112,554.00
Mercantails Security Servises	558,974.80	237,481.16
T.C.T	-	26,800.00
Building Department	-	712,000.00
Metropoliton	228,206.00	
Analitical Instrument	176,051.62	176,051.62
Jamuna Furniture	-	105,400.00
News Uthayan	89,085.00	27,720.00
Hamars International	600,780.00	600,780.00
Staff	767,778.95	521,015.15
Express Newspapar	74,925.00	
Assion Media	7,272.72	
Valampuri	12,160.00	
Andra Printers	-	158,000.00
Salary Control A/C	-	117,589.63
Gratuity Provision	8,850,653.34	9,974,088.15
Inland Revenue Department	-	885,746.48
A.M.Anusha	*10,441.93*	-
Y.Soundranathan	*7,491.47*	
M.Sritharan	*21,711.96*	-
P.Yamuna	*19,875.53*	-
T.Vijan	*45,068.56*	*8,054.26*
N.Sivarajah	234,559.37	63,014.21
Provision for H.Training	-	3,940,247.39
Staff Welfars Socitty	-	70,485.45
P.P.S.C.S Vani	-	172,325.00
	13,885,455.19	20,381,550.13

NOTE 4

CAPITAL A/C

	2017	2016
Brought Forward	625,189,234.31	567,066,192.80
Treasury Grant	36,000,000.00	36,000,000.00
Line Ministry	83,026,000.00	19,369,000.00
Capital from other sources	-	2,754,041.51
	744,215,234.31	625,189,234.31

NOTE 4B

PROFIT & LOSS PREVIOUS PERIOD ADJUSTMENT ACCOUNT

		2017	2016
Balance Brought Forward		(41,408,907.57)	17,318,896.10
Income/ refund		(4,998,318.87)	-
Valuation/livilihooh		(5,476,847.96)	(58,727,803.67)
		(51,884,074.40)	(41,408,907.57)
Ministry Project			
Income	B/F	561,429.63	198,888.85
Livielihood		-	19,369,000.00
Enterprises Development		-	-
Traditional Handicraft		-	-
		561,429.63	19,567,888.85
Expenditure			
Livielihood		-	19,006,459.22
Enterprises Development		-	-
Traditional Handicraft		-	-
		-	19,006,459.22
		561,429.63	561,429.63

Note This statement incured in PDB Accounts

PALMYRAH DEVELOPMENT BOARD

PRODUCTION, TRADING, PROFIT & LOSS ACCOUNTS

NOTE-5 FOR THE PERIOD OF JANUARY TO DECEMBER 2016

NARRATIVE	TOTAL *2017*	TOTAL *2016*	Jaffna Pro.Centers	Sarasali Fibre.Centre	Singanagar Jaggery Centre	Karainagar Prodution Centre	Batticaloa Fiber Centre	Kalpitiya Fibre.Centre	Vavuniya Jaggery Centre	Colombo-4 Food Pro.centre	Mannar Fiber Centre	Tharavan kotti Jaggery Centre	Mannar Padapaddi Centre	Kaddukaran Jaggery Centre	Trincomalee Prodution Centre
Turn over	355,380.00	730,841.00	355,380.00												
	355,380.00	730,841.00	355,380.00	-	-	-	-	-	-	-	-	-	-	-	-
Cost of Production															
Opening stock Raw material	1,265,609.07	1,654,325.64	862,252.92	-	96,690.76			3,233.55	155,935.50	88,437.60	-	47,823.74	9,927.50	1,307.50	-
Purchases	13,572,164.14	8,025,714.36	3,518,224.03	291,200.00	3,183,247.00	-	45,030.00	406,105.00	33,205.00	259,297.11		2,379,731.00	803,875.00	941,355.00	1,710,895.00
Internal Transfer - In	11,737,390.48	4,904,285.77	4,959,059.02		259,928.39	1,372,074.07		68,402.00	2,463,056.00	2,111,266.00		3,005.00	500,600.00		
Packing Materials	-	-													
Fuel & Fire Wood	-	11,200.00													
	26,575,163.69	14,595,525.77	9,339,535.97	291,200.00	3,539,866.15	1,372,074.07	45,030.00	477,740.55	2,652,196.50	2,459,000.71	-	2,430,559.74	1,314,402.50	942,662.50	1,710,895.00
Less: Closing Stock	1,223,865.25	1,265,609.07	238,445.44		42,005.28	536,030.00	17,282.00	14,384.15	63,237.35	246,657.19		46,994.64	11,103.20	2,177.00	5,549.00
	25,351,298.44	13,329,916.70	9,101,090.53	291,200.00	3,497,860.87	836,044.07	27,748.00	463,356.40	2,588,959.15	2,212,343.52	-	2,383,565.10	1,303,299.30	940,485.50	1,705,346.00
Add Production Wages	-														
Wages	556,030.00	341,296.00	3,830.00						279,400.00	-		111,220.00	50,740.00	110,840.00	
Over Time	317,271.45	89,576.00	98,610.45		97,381.00	5,734.00				19,692.00		41,692.00	30,860.00		23,302.00
Prime Cost	26,224,599.89	13,760,788.70	9,203,530.98	291,200.00	3,595,241.87	841,778.07	27,748.00	463,356.40	2,868,359.15	2,232,035.52	-	2,536,477.10	1,384,899.30	1,051,325.50	1,728,648.00
Add: Over Heads	-														
Transport	17,620.00	14,200.00	-									7,500.00	1,940.00	8,180.00	
Repair to Machinery	-	3,250.00	-												
Cost of Work in Progress	26,242,219.89	13,778,238.70	9,203,530.98	291,200.00	3,595,241.87	841,778.07	27,748.00	463,356.40	2,868,359.15	2,232,035.52	-	2,543,977.10	1,386,839.30	1,059,505.50	1,728,648.00
Add :Opening Stock	116,200.25	-	-	9,360.00	53,378.75		20,090.00	2,551.50			-	4,220.00	14,000.00	12,600.00	-
	26,358,420.14	13,778,238.70	9,203,530.98	300,560.00	3,648,620.62	841,778.07	47,838.00	465,907.90	2,868,359.15	2,232,035.52	-	2,548,197.10	1,400,839.30	1,072,105.50	1,728,648.00
Less: Closing Stock	631,196.50	116,200.25					22,015.00	587,221.50		-				12,600.00	9,360.00
Cost Of Production	25,727,223.64	13,662,038.45	9,203,530.98	300,560.00	3,648,620.62	841,778.07	25,823.00	(121,313.60)	2,868,359.15	2,232,035.52	-	2,548,197.10	1,400,839.30	1,059,505.50	1,719,288.00
Add :Opening Stock	1,645,512.50	570,246.00	125,560.00	183,705.00	235,875.00	-	12,920.00	570,970.00		71,922.50	50.00	-	172,350.00	12,000.00	260,160.00
	27,372,736.14	14,232,284.45	9,329,090.98	484,265.00	3,884,495.62	841,778.07	38,743.00	449,656.40	2,868,359.15	2,303,958.02	50.00	2,548,197.10	1,573,189.30	1,071,505.50	1,979,448.00
Less: Closing Stock	2,727,838.50	1,645,512.50			2,610,761.00		17,165.00	18,300.00		15,502.50	50.00	54,000.00	11,160.00	900.00	-
Cost Of Production	24,644,897.64	12,586,771.95	9,329,090.98	484,265.00	1,273,734.62	841,778.07	21,578.00	431,356.40	2,868,359.15	2,288,455.52	-	2,494,197.10	1,562,029.30	1,070,605.50	1,979,448.00
Internal Transfer - Out	24,469,660.64	11,906,912.73	9,153,853.98	484,265.00	1,273,734.62	841,778.07	21,578.00	431,356.40	2,868,359.15	2,288,455.52		2,494,197.10	1,562,029.30	1,070,605.50	1,979,448.00
Cost of Sales	175,237.00	679,859.22	175,237.00	-	-	-	-	-	-	-	-	-	-	-	-
Gross Profit	180,143.00	50,981.78	180,143.00	-	-	-	-	-	-	-	-	-	-	-	-
Add: Sundry Income	-	-	-		-										
Operation Income	180,143.00	50,981.78	180,143.00	-	-	-	-	-	-	-	-	-	-	-	-
LESS: EXPENDITURE	-														
ADMINISTRATION & ESTABLISHMENT	-					-									-
Salaries & Wages	422,310.00	12,377,018.17	157,650.00	88,660.00	36,000.00					-	56,000.00		77,000.00		7,000.00
E.P.F	-	1,444,682.18													
E.T.F	-	361,170.55													
Stationery	3,000.00	23,500.00	3,000.00												
Traveling	20,955.00	2,053.00	-										1,995.00	1,460.00	17,500.00
Electricity	78,046.90	91,399.35	-	13,773.60	10,669.82	4,567.80		4,968.40	355.70	5,617.60	2,291.70	8,248.68	11,380.20	4,042.80	12,130.60
Telephone	-	-	-												
Rent	49,000.00	333,500.00	-		2,500.00				46,500.00						
Rates & Taxes	6,350.00	-	6,350.00												
Water Bill	28,671.65	42,275.35	6,577.34					500.00		226.31		3,382.15	300.00		17,685.85
Entertainment	-	-													
Repairs Vehicle	-	6,735.00	-												
Repairs Buildings	7,100.00	-	-											7,100.00	
Depreciation Buildings	1,850,178.42	1,084,622.53		70,000.00	171,200.00	-				622,108.10		334,400.42	100,300.00	79,366.40	472,803.50
Depreciation Machinery & Equipment	710,943.80	753,412.80	149,040.00		331,200.00		94,896.00		16,300.00	13,199.80		39,388.00	30,500.00	36,420.00	
Depreciation Computer	46,710.00		46,710.00												
Deprecation Furniture	99,671.00	66,973.00	74,385.00		4,380.00		14,580.00		550.00			2,380.00	1,700.00	1,696.00	
Deprecation Vehicle	4,540.00	393,001.00	2,140.00		400.00									2,000.00	
Deprecation Tools	592,734.40	539,528.40	131,932.00	610.00	47,654.00		19,888.00		1,940.00			157,750.00	123,380.40	106,480.00	3,100.00
Deprecation E.Fittings	88,819.80	95,529.80	68,729.80		16,500.00		550.00					390.00	2,650.00		
Deprecation Lab Equipment	-	-													
Depreciation Miss Assets	99,985.88	34,397.25	80,034.88						550.00			11,555.00	5,201.00	2,645.00	
Fuel for Vehicle	-	2,500.00	-										-		
Maintenance	51,894.00	95,064.58	-					13,000.00	3,560.00	20,378.00	814.00	6,502.00	6,520.00	1,120.00	
Miscellaneous	-														
	4,160,910.85	17,747,362.96	726,549.02	173,043.60	620,503.82	4,567.80	129,914.00	18,468.40	69,755.70	661,529.81	59,105.70	563,996.25	360,926.60	242,330.20	530,219.95
SELLING & DISTRIBUTION	-														
Advertisement	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contemns & Articles	-	-													
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	4,160,910.85	17,747,362.96	726,549.02	173,043.60	620,503.82	4,567.80	129,914.00	18,468.40	69,755.70	661,529.81	59,105.70	563,996.25	360,926.60	242,330.20	530,219.95
NET PROFIT	(3,980,767.85)	(17,696,381.18)	(546,406.02)	(173,043.60)	(620,503.82)	(4,567.80)	(129,914.00)	(18,468.40)	(69,755.70)	(661,529.81)	(59,105.70)	(563,996.25)	(360,926.60)	(242,330.20)	(530,219.95)

PALMYRAH DEVELOPMENT BOARD

KATPAHAM TRADING, PROFIT & LOSS ACCOUNTS

NOTE-6 FOR THE PERIOD OF JANUARY TO DECEMBER 2017

NARRATIVE	TOTAL	TOTAL	KATPAHAM	EXHIBITION	Mobile	KATPAHAM	SHOW ROOM	KATPAHAM	KATPAHAM	KATPAHAM
	2017	2016	COLOMBO	STALL	STALL	B.CALOA	B.CALOA	KALMUNAI	TRINCO	VAVUNIYA
Turn over	38,955,122.16	28,688,317.81	7,388,009.15	3,596,279.41	375,444.50	798,364.05	465,899.25	1,216,938.00	1,306,796.45	7,035,297.00
	38,955,122.16	28,688,317.81	7,388,009.15	3,596,279.41	375,444.50	798,364.05	465,899.25	1,216,938.00	1,306,796.45	7,035,297.00
Cost of Sales										
Opening stock	1,951,511.72	2,246,518.00	566,937.00	-	-	85,719.85	49,338.00	17,042.50	86,047.00	180,969.50
Purchases	126,727.00	18,193.00	126,727.00							
Internal Transfer - In	35,243,059.26	23,966,841.65	5,326,766.28	6,405,557.96	215,789.00	655,000.24	389,395.75	979,825.00	795,636.75	5,739,662.65
Transport	-	53,000.00								
Packing Materials	-	-								
	37,321,297.98	26,284,552.65	6,020,430.28	6,405,557.96	215,789.00	740,720.09	438,733.75	996,867.50	881,683.75	5,920,632.15
Less: Internal Transfer - Out	5,081,753.98	738,396.69	407,355.25	3,358,250.93		8,942.00	23,176.50		43,135.00	22,327.00
	32,239,544.00	25,546,155.96	5,613,075.03	3,047,307.03	215,789.00	731,778.09	415,557.25	996,867.50	838,548.75	5,898,305.15
Less: Closing Stock	2,859,637.90	1,951,511.72	721,576.00		63,115.00	128,293.85	68,637.30	27,772.50	96,915.00	266,776.00
	29,379,906.10	23,594,644.24	4,891,499.03	3,047,307.03	152,674.00	603,484.24	346,919.95	969,095.00	741,633.75	5,631,529.15
Gross profit	9,575,216.06	5,093,673.57	2,496,510.12	548,972.38	222,770.50	194,879.81	118,979.30	247,843.00	565,162.70	1,403,767.85
Add : Sundry Income	-	-								
Operation Income	9,575,216.06	5,093,673.57	2,496,510.12	548,972.38	222,770.50	194,879.81	118,979.30	247,843.00	565,162.70	1,403,767.85
LESS: EXPENDITURE										
ADMINISTRATION & ESTABLISHMENT										
Salaries & Wages	84,000.00	9,606,015.87								
E.P.F	-	1,140,121.91								
E.T.F	-	285,030.50								
Over Time wages	165,384.00	522,646.80	3,965.00	-						34,458.00
Traveling	7,771.00	263,754.00		-						
Stationery	-	-								
Entertainment	-	-								
Staff Welfare	-	-								
Electricity	229,544.86	165,682.43	50,828.70	-		4,173.76	13,797.57		7,496.70	14,603.50
Telephone	-	-								
Rent	2,246,613.11	1,549,916.20	1,380,000.00	-		33,750.00		32,000.00	127,368.36	146,016.00
Water Charges	4,389.38	6,612.70	4,389.38							
Rate & Taxes	22,990.00	18,450.00						-		2,540.00
Postage	-	-								
Repairs - Vehicle	-	-								
Repairs - Buildings	10,250.00	-								
Repairs Equipment's	-	33,500.00								
Fuel for Vehicle	-	-		-					-	
Depreciation Buildings	585,937.52	585,937.52							-	144,500.00
Depreciation Vehicle	-	4,200.00								
Depreciation Machinery & Eqp	55,950.00	55,950.00	10,500.00							27,670.00
Depreciation Tools	2,067.50	2,067.50						947.50		
Deprecation E.Fittings	190,398.53	190,398.53	13,199.80			17,720.00	9,360.00			
Depreciation Furniture	299,559.57	292,348.57				31,532.00	41,330.00	10,205.00	10,500.00	107,730.00
Depreciation A/c	22,179.80	22,179.80								
Depreciation Miss Assets	36,911.25	57,207.50				5,000.00	3,700.00	4,950.00		1,251.25
Maintenance	124,834.00	270,537.43	12,480.00	-						54,394.00
Miscellaneous	-	-								
	4,088,780.52	15,072,557.26	1,475,362.88	-	-	92,175.76	68,187.57	48,102.50	145,365.06	533,162.75
SELLING & DISTRIBUTION										
Advertisement	-	-		-	-					-
Contemns & Article	-	-		-	-					
	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	4,088,780.52	15,072,557.26	1,475,362.88	-	-	92,175.76	68,187.57	48,102.50	145,365.06	533,162.75
NET PROFIT	5,486,435.54	(9,978,883.69)	1,021,147.24	548,972.38	222,770.50	102,704.05	50,791.73	199,740.50	419,797.64	870,605.10

NARRATIVE	KATPHAM	KATPHAM	KATPHAM	KATPAHAM	KATPAHAM	KATPAHAM	SHOW	KATPAHAM	Busstand	KATPAHAM	KATPAHAM
	MANNAR	MANNAR 2	MULLAITHIVU	KATPAKASOLAI	DELFT	NALLUR	ROOM JAF	K.K.S ROAD	Jaffna	Kalpittiya	THISAMAHARAMA
Turn over	4,134,040.35	111,345.00	4,590.00	939,881.05	142,108.00	3,684,590.55	2,011,387.30	3,103,651.45	1,482,943.15	351,137.50	806,420.00
	4,134,040.35	111,345.00	4,590.00	939,881.05	142,108.00	3,684,590.55	2,011,387.30	3,103,651.45	1,482,943.15	351,137.50	806,420.00
Cost of Sales											
Opening stock	43,898.87	-	5,715.00	-	41,105.00	277,613.00	64,134.00	185,645.00	103,809.00	41,981.00	201,557.00
Purchases			-								
Internal Transfer - In	3,285,655.00	183,089.65		837,993.77	108,220.00	3,187,936.96	1,822,798.70	2,567,816.29	1,212,500.26	647,105.00	882,310.00
Transport											-
Packing Materials											-
	3,329,553.87	183,089.65	5,715.00	837,993.77	149,325.00	3,465,549.96	1,886,932.70	2,753,461.29	1,316,309.26	689,086.00	1,083,867.00
Less: Internal Transfer - Out	98,178.65	5,770.00		64,081.00	27,250.00	316,587.45	185,732.87	133,132.45	31,221.50	356,613.38	
	3,231,375.22	177,319.65	5,715.00	773,912.77	122,075.00	3,148,962.51	1,701,199.83	2,620,328.84	1,285,087.76	332,472.62	1,083,867.00
Less: Closing Stock	44,756.00	92,830.03	2,095.00	39,499.47	-	270,362.60	154,477.30	257,999.90	170,796.70	76,142.25	377,593.00
	3,186,619.22	84,489.62	3,620.00	734,413.30	122,075.00	2,878,599.91	1,546,722.53	2,362,328.94	1,114,291.06	256,330.37	706,274.00
Gross profit	947,421.13	26,855.38	970.00	205,467.75	20,033.00	805,990.64	464,664.77	741,322.51	368,652.09	94,807.13	100,146.00
Add : Sundry Income											-
Operation Income	947,421.13	26,855.38	970.00	205,467.75	20,033.00	805,990.64	464,664.77	741,322.51	368,652.09	94,807.13	100,146.00
LESS: EXPENDITURE											
ADMINISTRATION & ESTABLISHMENT	-	-									
Salaries & Wages	84,000.00										
E.P.F											
E.T.F											
Over Time wages				14,692.00	-	30,931.00	13,521.00	44,825.00	22,992.00		
Traveling				7,771.00	-						
Stationery											
Entertainment											
Staff Welfare											
Electricity	8,827.50			-	-	16,127.00	19,630.80	84,998.13	9,061.20		
Telephone											
Rent				-	17,500.00	120,000.00	200,000.00	180,000.00	3,531.92		6,446.83
Water Charges											
Rate & Taxes	1,400.00					6,350.00	6,350.00	6,350.00			
Postage											
Repairs - Vehicle											
Repairs - Buildings						10,250.00					
Repairs Equipment's											
Fuel for Vehicle											
Depreciation Buildings	258,143.52								17,294.00	166,000.00	
Depreciation Vehicle											
Depreciation Machinery & Eqp				-	17,780.00						
Depreciation Tools	1,120.00										
Deprecation E.Fittings	12,700.00					39,330.00	37,305.73	47,159.00	12,224.00	1,400.00	
Depreciation Furniture	11,000.00			-	7,211.00	5,957.00	5,100.00	43,264.00	12,032.00	11,580.00	2,118.57
Depreciation A/c								22,179.80			
Depreciation Miss Assets	935.00						21,075.00				
Maintenance	7,970.00			-	770.00	13,455.00	990.00	5,875.00	7,820.00	12,480.00	8,600.00
Miscellaneous											
	386,096.02	-	-	22,463.00	43,261.00	242,400.00	303,972.53	434,650.93	84,955.12	191,460.00	17,165.40
SELLING & DISTRIBUTION											
Advertisement						-		-			
Contemns & Article											
	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	386,096.02	-	-	22,463.00	43,261.00	242,400.00	303,972.53	434,650.93	84,955.12	191,460.00	17,165.40
NET PROFIT	561,325.11	26,855.38	970.00	183,004.75	(23,228.00)	563,590.64	160,692.24	306,671.58	283,696.97	(96,652.87)	82,980.60

PALMYRAH DEVELOPMENT BOARD

STORES TRADING, PROFIT & LOSS ACCOUNTS

NOTE-7 **FOR THE PERIOD OF JANUARY TO DECEMBER 2017**

NARRATIVE	TOTAL 2017	TOTAL 2016	MAIN JAFFNA M.UNIT	MAIN COLOMBO	STORES BATTICALOA	STORES MANNAR	STORES VAVUNIYA	STORES TRINCO	JAFFNA OFFICE STORES	STORES KALMUNAI	STORES KILINOCHCHI	STORES MULLAITIVU
Turn over	1,523,195.50	1,951,974.05	1,523,195.50				-					
	1,523,195.50	1,951,974.05	1,523,195.50	-	-	-	-	-	-	-	-	-
Cost of Sales												
Opening stock	2,162,437.06	4,177,133.15	574,731.50	873,515.00	6,644.36	5,650.00	6,820.00	10,482.00	622,389.20		62,205.00	
Purchases	22,139,052.45	16,069,602.34	10,135,104.45	411,750.00	3,470,010.00	1,920,968.50	3,257,982.50	971,733.00		1,136,060.00	399,815.00	435,629.00
Internal Transfer - in	29,961,484.51	17,862,580.25	19,523,364.10	1,794,421.21	356,024.00	5,997,645.20	2,088,500.00	201,530.00				
Packing Material	-	-										
	54,262,974.02	38,109,315.74	30,233,200.05	3,079,686.21	3,832,678.36	7,924,263.70	5,353,302.50	1,183,745.00	622,389.20	1,136,060.00	462,020.00	435,629.00
Less: Internal Transfer - Out	47,471,657.14	34,419,360.25	25,132,648.67	2,909,920.21	3,770,640.86	7,924,263.70	3,996,452.50	1,171,256.00	540,766.20	1,136,060.00	462,020.00	427,629.00
	6,791,316.88	3,689,955.49	5,100,551.38	169,766.00	62,037.50	-	1,356,850.00	12,489.00	81,623.00	-	-	8,000.00
Less: Closing Stock	5,679,384.16	2,162,437.06	3,988,618.66	169,766.00	62,037.50		1,356,850.00	12,489.00	81,623.00			8,000.00
	1,111,932.72	1,527,518.43	1,111,932.72	-	-	-	-	-	-	-	-	-
Gross profit	411,262.78	424,455.62	411,262.78	-	-	-	-	-	-	-	-	-
Add : Sundry Income	-	-	-	-								
Operation Income	411,262.78	424,455.62	411,262.78	-	-	-	-	-	-	-	-	-
LESS: EXPENDITURE												
ADMINISTRATION & ESTABLISHMENT												
Salaries & Wages	10,500.00	4,701,224.75	10,500.00									
E.P.F	-	564,146.97										
E.T.F	-	141,036.75										
Over Time wages	814.00	-	814.00									
Traveling	19,961.00	5,045.00	9,138.00	10,823.00								
Stationery	-	-										
Entertainment	-	-										
Staff Welfare	-	-										
Electricity	12,493.20	18,691.60	12,493.20									
Telephone	-	-										
Rent	-	100,000.00										
Water Charges	-	-										
Rate & Taxes	-	-										
Postage	-	-										
Repairs - Vehicle	-	-										
Repairs - Buildings	-	-										
Repairs Equipment's	-	-										
Fuel for Vehicle	11,250.00	35,000.00	11,250.00									
Depreciation Buildings	-	-										
Depreciation Vehicle	-	4,340.00										
Deprecation E.Fittings	30,249.07	30,249.07		30,249.07								
Depreciation Tools	1,020.00		1,020.00									
Depreciation Furniture	15,448.00	15,448.00	15,448.00									
Depreciation Miss Assets	-	17,021.25										
Maintenance	91,032.00	24,389.00	78,421.00	12,611.00								
Miscellaneous	-	-										
	192,767.27	5,656,592.39	139,084.20	53,683.07	-	-	-	-	-	-	-	-
SELLING & DISTRIBUTION	-											
Advertisement	-	-										
Transport	12,095.00	98,300.00		10,115.00		1,980.00						
Contemns & Article	-											
	12,095.00	98,300.00	-	10,115.00	-	1,980.00	-	-	-	-	-	-
TOTAL EXPENDITURE	204,862.27	5,754,892.39	139,084.20	63,798.07	-	1,980.00	-	-	-	-	-	-
NET PROFIT	206,400.51	(5,330,436.77)	272,178.58	(63,798.07)	-	(1,980.00)	-	-	-	-	-	-

NOTE 8- FARMS ACCOUNTS

Narration	*2017*	*2016*	Kuddathanai	Mamunai	Delft	Puliyankulam	Naravelikulam	Urtupulam	Weerawala
Sales	116,930.00	223,550.00							116,930.00
	116,930.00	223,550.00	-	-	-	-	-	-	116,930.00
Less:									
Maintenance Expenses:	-	-							
Purchase	-	-							-
Internal Transfer	2,750.00	195,655.00							2,750.00
Repair & Maintenance of tools	-	-							
TOTAL	2,750.00	195,655.00	-	-	-	-	-	-	2,750.00
Less: Internal Transfer	26,350.00	9,143.00	-	-	-	-	-	-	26,350.00
Prime Cost	(23,600.00)	186,512.00	-	-	-	-	-	-	(23,600.00)
Gross Profit	140,530.00	37,038.00	-	-	-	-	-	-	140,530.00
Add Mis Income	-								-
	140,530.00	37,038.00	-	-	-	-	-	-	140,530.00
Administration & Establishment Exp.									
Salary	274,000.00	4,159,906.50	84,000.00	70,000.00		120,000.00			
E.P.F	-	463,548.78							
E.T.F	-	115,887.20							
Overtime	-	-							
Traveling	4,332.50	-				4,332.50			
Stationary	-	-							
Entertainment	-	-							
Eelctricity	32,185.60	25,509.70	6,000.00			26,185.60	-		
Telephone	-	-							
Transport	7,000.00	-				7,000.00			
Postage	-	-							
Repair	-	5,000.00							
Plantation	116,470.00	19,730.00	5,480.00			51,400.00			59,590.00
Fuel for tractor	-	500.00							
Depreciation:	-	-							
Miss Assets	4,594.80	30,692.75		345.00		4,249.80			
Machinery	56,825.80	134,777.80				56,825.80			-
Tools	26,025.00	52,411.67	6,775.00			19,250.00			
E.Fittings	7,600.00	24,057.40				7,600.00			
Vehicle	-	291,300.00							
Building	889,494.04	888,607.87	132,181.70	341,198.76	2,168.65	413,944.93			
Furniture & Fittings	700.00	23,186.00	400.00			300.00			
Maintenance	147,102.00	47,276.00	24,272.00			119,009.00			3,821.00
Miscellaneous	-	-							
	1,566,329.74	6,282,391.67	259,108.70	411,543.76	2,168.65	830,097.63	-	-	63,411.00
Total Expenditure	1,569,079.74	6,478,046.67	259,108.70	411,543.76	2,168.65	830,097.63	-	-	66,161.00
Expenditure Over Income	(1,425,799.74)	(6,245,353.67)	(259,108.70)	(411,543.76)	(2,168.65)	(830,097.63)	-	-	77,119.00

DEPARTMENT ACCOUNTS

NOTE 9	Development & Plantation		Research & Development		Production Development		Marketing Development	
NARRATION	2017	2016	2017	2016	2017	2016	2017	2016
Turnover	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Opening Stock	-	-	**34,779,448.90**	**32,081,857.03**	-	-	-	-
Purchase	-	-	-	2,779,195.22	-	-	-	-
In - Transfer	-	140,700.00	7,643.98	3,750.00	-	-	-	-
	-	140,700.00	34,787,092.88	34,864,802.25	-	-	-	-
Out - Transfer	-	-	1,500.00	-	-	-	-	-
	-	140,700.00	34,785,592.88	34,864,802.25	-	-	-	-
Less Closing Stock	-	-	**34,512,149.08**	**34,779,448.90**	-	-	-	-
Cost Of Dev/Research	-	**140,700.00**	273,443.80	85,353.35	-	-	-	-
Gross Profit	-	**(140,700.00)**	(273,443.80)	(85,353.35)	-	-	-	-
Add Mis Income	4,793,100.00	4,759,422.00	113,660.95	138,400.00	-	-	-	-
	4,793,100.00	**4,618,722.00**	**(159,782.85)**	**53,046.65**	-	-	-	-
Salary	5,651,646.11	2,743,716.00	6,584,762.35	6,691,464.36	13,886,208.87		8,247,925.34	
E.P.F	678,197.52	329,245.92	790,171.48	802,975.72	1,614,280.43		989,751.04	
E.T.F	169,549.39	82,311.48	197,542.87	200,743.93	416,586.26		247,437.76	
Overtime	20,954.95	6,992.25	48,914.93	6,496.00			229,640.64	
Training Ex./Development Exp	14,276,822.49	12,472,452.18	604,247.15	149,767.49				
Plantation Exp	787,440.00	163,090.00						
Traveling	177,521.50	346,917.00	57,943.50	80,204.00	72,178.00		122,464.00	
Telephone			64,100.18	57,743.49	36,529.21		36,529.22	
Electricity			475,505.05	472,778.75	45,151.48		49,814.11	
Stationery				65,220.00				
Water			215,391.24	161,187.82				
Rent					550,000.00		622,600.00	
Entertainment								
Welfare		-						
Repair-Building			27,500.00	31,013.00	125,989.00		125,989.00	
Repair-tools			12,200.00		22,765.45		22,765.45	
Repair-Vehicle			36,567.30	189,517.89	3,525.00		3,525.00	
Depreciation:								
Depreciation Buildings			4,329,169.93	3,889,646.92				
Depreciation A.c				147,900.00				
Deprecation E.Fittings			73,570.00	73,570.00				
Deprecation Lab Equipment			6,536,951.52	17,982,602.45				
Deprecation Machinery Equipment			28,035,647.71	16,949,736.92				
Depreciation Computer			92,780.18	232,820.18				
Depreciation Furniture			276,502.50	1,412,169.36				
Depreciation Miss Assets			64,005.25	74,173.00				
Depreciation Vehicle				1,616,000.00				
Deprecation Equipments								
Fuel for Vehicle	17,100.00	11,525.00		5,690.00	50,080.00	-	101,150.00	
Transport					38,660.00			
Maintenance		187,077.00	461,243.28	569,826.77	126,282.13	-	270,912.00	
Amortization	3,074,701.19	3,843,376.48	10,461,098.30	13,068,872.87		-		
Advertisement	-	79,468.80		126,201.75	-	-		
TOTAL	24,853,933.15	20,266,172.11	59,445,814.72	65,058,322.67	16,988,235.83	-	11,070,503.56	-
Expenditure to Invesment	(20,060,833.15)	(15,647,450.11)	(59,605,597.57)	(65,005,276.02)	(16,988,235.83)	-	(11,070,503.56)	-

EXTENSION DIVISION ACCOUNTS

NOTE 10

NARRATION	*2017*	*2016*	Staff Training	Jaffna	Batticaloa	Kalmunai	Trincomalee	Vavuniya	Kilinochchi	Mullaitivu	Mannar	Colombo	Puttlam	Hambantota	Kurunegala	Anuradhapura
Turnover	-	-	-	-	-							-				
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Opening Stock	-	-	-	-												
Purchase	-	-		-												
In - Transfer	98,593.53	-	-	94,300.00					4,293.53							
Depreciation:	-	-													-	
Equipment's	-	-														
	98,593.53	-	-	94,300.00	-	-	-	-	4,293.53	-	-	-	-	-	-	-
Out - Transfer	-	-	-	-		-					-	-				
	98,593.53	-	-	94,300.00	-	-	-	-	4,293.53	-	-	-	-	-	-	-
Less Closing Stock	-	-	-	-												
Cost Of Sales	**98,593.53**	-	-	**94,300.00**	-	-	-	-	**4,293.53**	-	-	-	-	-	-	-
Gross Profit	**(98,593.53)**	-	-	**(94,300.00)**	-	-	-	-	**(4,293.53)**	-	-	-	-	-	-	-
Add Mis Income	-	-	-	-						-						
	(98,593.53)	-	-	**(94,300.00)**	-	-	-	-	**(4,293.53)**	-	-	-	-	-	-	-
Salary	20,032,900.52	21,226,607.19		3,749,019.07	4,385,073.88	2,180,784.00	2,083,497.00	480,205.20	1,634,393.00	408,210.00	1,312,703.00		909,312.00	2,024,010.62	865,692.75	
E.P.F	2,396,220.06	2,541,312.86		449,714.29	526,208.87	261,694.08	250,019.64	57,624.62	188,567.16	48,985.20	157,524.36		109,117.44	242,881.27	103,883.13	
E.T.F	599,055.02	635,328.20		112,428.57	131,552.22	65,423.52	62,504.91	14,406.16	47,141.79	12,246.30	39,381.09		27,279.36	60,720.32	25,970.78	
Overtime	56,083.40	49,192.00		52,495.00		3,095.40					493.00					
Training Ex.	12,738,283.50	6,257,253.15	630,718.00	1,590,425.50	3,675,155.00	1,336,236.00	2,576,300.00	587,700.00	392,405.00	180,400.00	256,950.00		838,644.00		214,350.00	459,000.00
Traveling	237,396.00	64,331.47	11,744.00	33,317.00	59,739.00	42,379.00	17,504.00	5,337.00	19,429.00	8,000.00	2,767.00		23,147.00	12,933.00		1,100.00
Stationery	-	-		-												
Fuel	53,035.80	30,000.00	13,835.80	11,000.00									12,000.00	16,200.00		
Electricity	6,677.98	-													6,677.98	
Telephone	-	-														
Rent	2,600.00	-	2,600.00													
Entertainment	-	33,840.00														
Water	436.74														436.74	
Welfare	-	-														
Repair	-	-														
Depreciation Buildings	-	-														
Depreciation A.c	-	-														
Deprecation E.Fittings	-	-														
Deprecation Lab Equipment	-	-														
Deprecation Machinery Equipment	3,000.00	114,350.00		3,000.00										-		
Depreciation Computer	-	-														
Depreciation Furniture	1,430.00	16,538.00		1,430.00												
Depreciation Miss Assets	-	4,052.50														
Depreciation Vehicle	-	-														
Deprecation Tools	17,910.00	33,245.00		17,910.00												
Transport	16,343.33	-	11,043.33				5,300.00									
Maintenance	24,935.00	-		14,435.00					10,500.00							
Amortization	15,101,269.17	18,876,586.46	15,101,269.17													
Advertisement	-	39,393.75	-													
TOTAL	51,287,576.52	49,922,030.58	15,771,210.30	6,035,174.43	8,777,728.97	3,889,612.00	4,995,125.55	1,145,272.98	2,292,435.95	657,841.50	1,769,818.45	-	1,919,499.80	2,356,745.21	1,217,011.38	460,100.00
Expenditure to Invesment	(51,386,170.05)	(49,922,030.58)	(15,771,210.30)	(6,129,474.43)	(8,777,728.97)	(3,889,612.00)	(4,995,125.55)	(1,145,272.98)	(2,296,729.48)	(657,841.50)	(1,769,818.45)	-	(1,919,499.80)	(2,356,745.21)	(1,217,011.38)	(460,100.00)

SUNDRY INCOME

NOTE 11

NARRATION		*2017*	*2016*
Jaffna		440,802.34	222,904.82
Batticaloa		15,861.11	3,217.54
Kalmunai		663.99	617.50
Trincomalee		4,418.59	3,255.16
Vavuniya		1,677.67	2,621.10
Kilinochchi		1,219.80	3,369.93
Mullaithivu		2,651.21	13,189.26
Mannar		5,099.21	40,382.54
Colombo		15,017.16	1,044,620.10
Puttlam		3,396.80	3,726.86
Humbanthotta		719.38	563.14
		491,527.26	1,338,467.95
from Production	5	-	-
from Katphakams	6	-	-
from Research		113,660.95	138,400.00
from Extension		-	-
From Development		4,793,100.00	4,759,422.00
		5,398,288.21	6,236,289.95

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ADMINISTRATION & ESTABLISHMENT EXP.

NOTE 12

	Total 2017	Total 2016	Head Office Jaffna	Regional Office Batticaloa	Regional Office Kalmunai	Regional Office Trincomala	Regional Office Vavuniya	Regional Office Kilinochchi	Regional Office Mullaithivu	Regional Office Mannar	Regional Office Colombo	Regional Office Puttlam	Regional Office Hambanthota	Regional Office Jaffna
Salary & wages	46,670,877.74	38,271,638.17	20,054,679.30	3,203,846.94	1,846,936.00	1,483,521.40	2,885,296.30	1,828,417.50	998,390.80	1,095,393.40	5,538,906.05	558,215.95	1,265,644.00	5,911,630.10
E.P.F	5,243,069.96	4,435,769.12	2,030,021.43	384,461.63	221,632.32	178,022.57	346,235.56	207,650.10	119,806.90	119,687.20	714,333.37	66,985.92	151,877.28	702,355.68
E.T.F	1,300,681.53	1,118,560.82	510,435.56	96,115.41	55,408.08	44,505.64	86,558.89	51,912.53	29,951.72	29,921.80	165,567.18	16,746.48	37,969.32	175,588.92
Overtime wages	986,394.12	541,719.07	855,169.12		11,723.00		9,866.00		5,760.00	4,782.00	53,362.00	4,240.00	10,602.00	30,890.00
Gratuity	4,188,988.00	4,082,982.96	4,188,988.00											
Board member Exp.	449,635.00	710,659.00	449,635.00											
Traveling	1,348,007.41	1,151,466.00	710,193.50	114,385.80	38,956.00	24,300.11	22,552.00	1,000.00	27,098.00	40,597.50	213,335.00	60,998.50	89,393.00	5,198.00
Stationery & Printing	1,512,689.50	942,342.70	1,434,412.50	3,870.00	11,469.00	6,200.00	5,000.00		6,530.00	27,083.00	12,075.00	6,050.00		
Telephone	427,709.00	2,303,159.90	99,534.85	26,143.34	23,795.72	19,118.88	27,856.80	29,600.17	21,590.24	14,847.44	104,164.18	16,574.97	44,482.41	
Rent	2,094,200.00	3,686,822.00	456,000.00		70,200.00		270,000.00	-	93,000.00		1,165,000.00			40,000.00
Rats & Taxes	15,172.82	12,750.00		11,250.00				-		3,922.82				
Staff welfare	44,617.50	20,250.00	44,617.50					-						
Entertainment	-	-												
Electricity	675,485.76	803,368.10	536,821.90	14,678.50	10,659.35	8,079.30	2,625.30	17,199.70	4,084.62	16,695.00	20,727.80	4,722.64	25,537.55	13,654.10
Water charges	126,764.68	33,973.20	23,246.76		21,763.50	3,336.15			2,400.00	36,904.44	8,519.21	480.00	30,114.62	
Legal expenses	66,350.00	223,775.00	59,000.00				7,350.00							
Postage	71,040.00	42,385.00	58,965.00				1,020.00		2,400.00		8,655.00			
News paper & Periodicals	-	5,500.00												
Repair & Maintenance:	-	-												
Vehicle	1,971,611.70	1,064,618.42	1,354,400.24	36,554.70	5,719.03	11,170.00	119,717.53	66,151.92	4,640.70	23,527.40	331,955.29	6,057.00		11,717.89
Miscellaneous Assets	7,915.70	-											7,915.70	
Building	77,515.50	53,000.00	61,560.50						2,800.00				13,155.00	
Office equipment	475,807.82	121,039.70	275,514.27		-	16,675.00		1,180.00	30,056.00	1,500.00	114,107.55		16,650.00	20,125.00
Fuel for Vehicle	1,846,064.45	2,284,266.50	1,421,474.10	56,089.50	23,100.00	17,950.00	78,350.00	7,500.35	34,000.00	34,000.00	71,870.00	54,230.50	21,000.00	26,500.00
Audit fees	300,000.00	250,000.62	300,000.00											
	-									-				
Depreciation on:	-	-												
Buildings	5,193,078.32	4,253,718.05	2,091,811.86	725,000.00		254,650.00		762,213.11	38,054.51	559,048.84		734,000.00	28,300.00	
Machinery & Equipment	1,869,723.90	1,148,361.90	1,305,481.40	88,201.50	39,720.00		23,500.00	206,134.00		29,720.00	52,210.00	85,227.00	39,530.00	
Furniture & Fittings 0	1,341,405.82	561,259.92	1,040,998.32	77,400.00	25,860.00		29,458.00	24,108.00	52,140.00	52,798.00		16,347.50	7,060.00	15,236.00
E.Fittings	180,166.20	103,098.80	68,239.80	4,600.00	3,880.00			2,090.00	41,080.00	8,800.00	5,240.00	34,859.00	11,377.40	
Computer	1,531,518.00	869,150.00	1,192,858.00	7,600.00	16,800.00	23,750.00	55,540.00	11,600.00	40,960.00	54,190.00	22,100.00	60,740.00	22,690.00	22,690.00
Tools	222,521.42	194,656.75	86,623.00	24,505.75	3,455.00		11,486.00	27,215.00	1,420.00	9,470.00		45,847.00	11,799.67	700.00
A.C	88,575.00	169,133.40	88,575.00											
Miss Assets 0	314,890.86	312,575.30	205,476.05	47,807.00	12,300.00		1,890.00	674.00	8,140.00	11,372.56		17,731.25	9,500.00	
Vehicle	1,275,571.00	3,409,693.00	18,800.00	180,700.00	31,270.00	40,626.00	13,000.00	311,600.00	352,000.00	15,000.00	24,200.00	174,409.00	69,000.00	44,966.00
Amortization	-	-	-											
Maintenance exp.	2,142,630.27	1,395,415.37	1,601,708.31	51,868.31	17,166.00	87,944.20	65,166.00	18,783.00	7,410.00	66,453.00	90,959.25	67,955.00	45,711.50	21,505.70
Miscellaneous exp.	-	-												
	84,060,678.98	74,577,108.77	42,625,241.27	5,155,078.38	2,491,813.00	2,219,849.25	4,062,468.38	3,575,029.38	1,923,713.49	2,255,714.40	8,717,286.88	2,032,417.71	1,959,309.45	7,042,757.39
FINANCIAL EXPENSES														
NOTE 13	**2017**	**2016**												
Bank charges	31,810.00	24,000.00	31,810.00					-			-			
	31,810.00	24,000.00	**31,810.00**	-	-	-	-	-	-	-	-	-	-	-
OTHER EXPENDITURE														
NOTE 14	**2017**	**2016**												
Advertisement	889,976.47	344,638.25	889,976.47											
Development Exp	-	-												
Transport	136,104.80	164,167.00	18,000.00	35,567.00	6,515.00	36,387.80	6,000.00			11,635.00	1,500.00		20,500.00	
	1,026,081.27	508,805.25	907,976.47	35,567.00	6,515.00	36,387.80	6,000.00	-	-	11,635.00	1,500.00	-	20,500.00	-
Total Expenditure	85,118,570.25	75,109,914.02	43,565,027.74	5,190,645.38	2,498,328.00	2,256,237.05	4,068,468.38	3,575,029.38	1,923,713.49	2,267,349.40	8,718,786.88	2,032,417.71	1,979,809.45	7,042,757.39

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தேசிய கணக்காய்வு அலுவலகம்
NATIONAL AUDIT OFFICE

මගේ අංකය
எனது இல.
My No. NNP/JF/C/PDB/1/2017

ඔබේ අංකය
உமது இல.
Your No.

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திகதி
Date 05 October 2018

PALMYRAH DEVELOPMENT BOARD
16 OCT 2018
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The Chairman
Palmyrah Development Board

Report of the Auditor General on the Financial Statements of the Palmyrah Development Board for the year ended 31 December 2017 in terms of Section 14(2) (c) of the Finance Act No. 38 of 1971.

The English version of the above mentioned report together with the audited financial statements is sent herewith.

H.M. Gamini Wijesinghe
Auditor General

Copies to: - 1. Secretary, Ministry of Finance and Mass Media

2. Secretary, Ministry of Prison Reforms, Rehabilitation, Resettlement and Hindu Religious Affairs

Dr. R.Sivasangar
Chairman
Palmyrah Development Board
Sri Lanka
17/10/2018

අංක 306/72, පොල්දූව පාර, බත්තරමුල්ල, ශ්‍රී ලංකාව இல. 306/72, பொல்தூவ வீதி, பத்தரமுல்லை, இலங்கை. No. 306/72, Polduwa Road, Battaramulla, Sri Lanka.
+94 11 2 88 70 28 - 34 +94 11 2 88 72 23 ag@auditorgeneral.gov.lk www.auditorgeneral.gov.lk

මගේ අංකය / எனது இல. / My No. NNP/JF/C/PDB/1/2017 ඔබේ අංකය / உமது இல. / Your No. දිනය / திகதி / Date 05 October 2018

The Chairman
Palmyrah Development Board

Report of the Auditor General on the Financial Statements of the Palmyrah Development Board for the year ended 31 December 2017 in terms of Section 14(2) (c) of the Finance Act No. 38 of 1971.

The audit of financial statements of the Palmyrah Development Board ("the Board") for the year ended 31 December 2017 comprising the statement of financial position as at 31 December 2017 and the statement of financial performance, statement of changes in equity and statement of cash flows for the year then ended and a summary of significant accounting policies and other explanatory information, was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with Section 13(1) of the Finance Act, No. 38 of 1971 and Section 44 of the Coconut Development Act, No. 46 of 1971. My comments and observations which I consider should be published with the Annual Report of the Board in terms of Section 14(2)(c) of the Finance Act appear in this report. A detailed report in terms of Section 13 (7) (a) of the Finance Act No. 38 of 1971 was issued to the Chairman of the Board on 13 August 2018.

1.2 Management Responsibility for the Financial Statements

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

1.3 Auditor's 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, consistent with International Standards of Supreme Audit Institutions (ISSAI 1000-1810). Those Standards require that I comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

අංක 306/72, පොල්දූව පාර, බත්තරමුල්ල, ශ්‍රී ලංකාව இல. 306/72, பொல்துவ வீதி, பத்தரமுல்லை, இலங்கை. No. 306/72, Polduwa Road, Battaramulla, Sri Lanka.
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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 judgement, including the assessment of the risk of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor consider internal control relevant to the Board's 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 Board's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of the financial statements. Sub-sections (3) and (4) of Section 13 of the Finance Act No. 38 of 1971 give discretionary powers to the Auditor General to determine the scope and extent of the audit.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my 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 Board as at 31 December 2017 and its financial performance and cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

2.2 Comments on Financial Statements

2.2.1 Compliance with Sri Lanka Public Sector Accounting Standards (SLPSAS)

SLPSAS-07 Property, Plant and Equipment: Six fully depreciated assets costing Rs.22,395,067 purchased during the previous years are being continuously used by the Board without re-assess the economic useful lifetime of such assets even in the year under review and accounted them accordingly.

2.2.2 Accounting Deficiencies

Receivables aggregating Rs.4,894,325 had remained outstanding for more than three years without being recovered from 09 third parties. However, no provision for impairment had been provided thereon in the financial statements for the year under review.

2.3 Accounts Payable

Actions had not been taken to settle or make suitable adjustments in the accounts after conducting proper investigation with regard to payables totalling Rs 248,885 which remained in the accounts for more than three years.

2.4 Non – compliance with Laws, Rules, Regulations and Management Decisions

Instances of non – compliance with the Laws, Rules, Regulations and Management Decisions etc. observed in audit are given below.

Reference to Rules, Regulations and Management Decisions etc.	Non – compliances
(a) Financial Regulations of the Democratic Socialist Republic of Sri Lanka	
(i) Financial Regulation 110	A register pertaining to losses and damages had not been maintained by the Board.
(ii) Financial Regulation 135	Financial authority had not been delegated by the Chairman of the Board.
(iii) Financial Regulations 445, 715 and 751	(i) Inventory registers by clearly showing the receipts, issues and the balances carried forwarded had not been promptly maintained and proper stores procedures had not been followed by the District Offices and Centres belonging to the Board.
	(ii) Actions on shortages, excesses and other observations pointed out in the Boards of

Survey Reports for the previous year had not been taken.

(b) **Public Enterprises Circular No. PED/12 of 02 June 2003**

Paragraph 4.2.5

The Board had not institute systems for effective management of its working capital by reviewing the following statements on a monthly basis at Board Meetings,

(i) Age analysis of debtors and creditors

(ii) Age analysis of stocks

(iii) Statement identifying old, slow moving and obsolete stocks and other items.

3. Financial Review

3.1 Financial Results

According to the financial statements presented, the working of the Board had resulted in a deficit of Rs. 131,952,115 for the year under review as compared with the corresponding deficit of Rs. 128,597,258 for the preceding year, thus indicating a further deterioration of Rs. 3,354,857 in the financial results of the Board. Increase of development and training expenditure by Rs.8, 739,881 was the main reason attributed for this deterioration.

Even though the operations of the Board during the under review had resulted in a deficit of Rs. 131.95 million, the contribution of the Board to the country during the year under review was 208.91 million. Further, the value addition of the Board as at the end of the year under review after taking into accounts the personal emoluments and depreciations for the year under review was 76.96 million.

3.2 Analytical Financial Review

The following observations were made.

(a) Although the total operating expenditure of the Board for the year under review was Rs. 181,303,559, out of this a sum of Rs. 123,078,150 or 67 per cent had represented the expenditure incurred for personnel emoluments.

(b) Gross Profit Margin of the Board had increased from 19 per cent in the previous year to 27 per cent in the year under review due to not charged the employee cost of Katphakam Centres in the computation of Gross Profit for the year under review.

(c) Gross Profit of the Katphakam Centres had covered only 09 per cent of the employee cost of the Board for the year under review.

4. Operating Review

4.1 Performance

The following observations were made.

(a) The Board had not taken action to achieve its main objectives to contribute for national economic growth, healthy society and reduce solid waste problems through increasing its products levels and extending the markets for various types of palmyrah products such as jaggery, traeable, sweet toddy, sugar candy, bottle toddy, vinegar, bottled pulb, pannadu, pani pannadu, jam, cordial, ready to serve drink, medicinal based products, tuber (fresh), dried tuber, dried tuber flour, boiled tuber flour, palm posha, biscuits, cakes, traditional handicrafts, rattan like weaving baskets, weaving chairs, boxes for packing cashew, tea and spices, hats, mats, ekel products such as, brooms, tooth picks, skew sticks, etc, flower pots, ornamentals, wall hangers, fibre dust as growing media for horticultural plants, soil salinity control, hard fibre - heavy brushes, medium fibre - cleaning and household brushes, soft fibre, yarn, fibre handicrafts, construction purposes, furniture making, chip boars and fuel wood.

(b) Certain targets set out in the Action Plan for the year 2017 regarding the jaggery production, pulp production and fibre production had not been achieved.

(c) The Board had not taken actions to export palmyrah handicrafts and related products for the purposes of livelihood development of depended families.

4.2 Operating Weaknesses

4.2.1 Operation of Thickam Distillery Project

The following observations are made.

(a) Action had not been taken to recover the monthly royalty and lease rental of Rs.1,609,453 since May 2008 from the Vadamaradchy Palm Development Corporative Society Cluster Project in terms of Sections 01 and 02 of the lease agreement entered into with above Society.

(a) Provisions of Rs.112.5 million and 150 million had been provided by the Ministry of Prison Reforms, Rehabilitation, Resettlement and Hindu Religious Affairs in the years 2016 and 2017 respectively for the renovation of the Thickam Distillery which not operated after the year 2015. However, action had not been taken to comments the operation of the Distillery even up to 26 September 2018 by utilizing the above provisions.

4.2.2 Model Farms Running at Loss

Four Model Farms had continuously running at loss over last 05 years and the losses sustained during the year under review and in the previous 04 years are given below.

Name of the Model Farm	**Net loss for the years**				
	2017	**2016**	**2015**	**2014**	**2013**
	Rs.	**Rs.**	**Rs.**	**Rs.**	**Rs.**
Kudathnanai	259,108	276,556	688,821	545,045	462,273
Mamunai	411,543	452,418	608,282	694,221	571,755
Delft	2,168	56,828	60,000	61,620	380,044
Puliyankulam	830, 097	2,283,204	2,383,310	1,771,618	700,423
Net loss	**1,502,916**	**3,069,006**	**3,740,413**	**3,072,504**	**2,114,495**

Further, another four Models Farms namely Mamunai, Ariviyal Nagar , Ootupulam and Mulankavil situated in a land with the total extent of 137 acres had not been commenced their activities since 2010.

4.2.3 Operation of Palmyra Research Institution

The following observations are made.

(a) Although a sum of Rs 74 million had been spent for conducting research activities during the period from 2010 to 2017, the small and medium entrepreneurs or the Palmyrah community had not benefitted by these research activities.

(b) There is no scientific evaluation procedure to approve research proposals.

(c) The Researches had not made their attention to introduce alternative and attractive handicrafts products in order to reduce the polythene usage of the country.

4.2.4 Operation of Katpakam Sales Centres

Two Katpakam Sales Centres running at loss aggregating Rs.119,880 during the year under review due to operation of sales centres without an strategic marketing plan and proper monitoring system.

4.3 Contract Administration

The following observations are made.

(a) A sum of Rs4,122,497 had been spent during the year under review to construct a production centre for the Board and it should be completed on or before 28 February 2017. However, it had been handed over to the Board on 23 February 2018 with the delay of 337days after completing only 90 per cent of the works and liquidated damage had also not been imposed to the contractor for the delay.

(b) The Ministry of Prison Reforms, Rehabilitation, Resettlement and Hindu Religious Affairs had released an amount of Rs. 25 million to construct a two story building for Palmyrah School at Kaithady. However, the construction works had not been carried out during the year under review except laid the foundation stone.

4.4 Irregular Transactions

The following observations were made.

(a) Internal Auditor of the Board has been recruited on permanent basis during the year 2011 and he was paid a monthly salary of Rs.55,671 during the year under review. In addition to that, he was paid other allowances aggregating Rs.128,448 in the year

2017. In the same time he was working as a Senior Assistant Internal Auditor at the University of Uva Wellassa during this period without acknowledge to the Board or obtain required approvals from relevant authority.

According to the information made available for audit, he was obtained a salary of Rs.600,000 from the University of Uva Wellassa on behalf of his service provided to the University during the period from 01 August 2018 to 31 July 2018. Further, he was obtained an amount of Rs.72,000 as travelling claim by submitting forged documents to the Board.

(b) Salary increments totalling Rs.4,280,600 had been granted to 08 officers of the Board contrary to the provisions in the Scheme of Recruitments and Promotions. As a result, an excess contribution of Rs 627,577 had to be made to the Employee Provident Fund and Employee Trust Fund on behalf of the above officers.

4.5 Human Resources Management

The following observations were made.

(a) Service of 02 casual employees in primary level had been continuously obtained without being taken action to fill those vacancies permanently and no action had been taken to obtain the approval for 10 excess cadres in primary level.

(b) Efficiency Bar examinations for 212 officers who possessing various posts in the Board had not been conducted. As a result of that their services had not been confirmed even up to 26 September 2018. Further, the educational qualifications of those officers had not got confirm from relevant institutions over last 12 years.

(c) Although the Scheme of Recruitments and Promotions was approved by the Department of Management Services in 2012, no proper action had been taken to regularize the existing cadre and payment of salaries according to that Scheme.

4.6 Utilization of Vehicles

Action had not been taken to repair and utilize 05 Land Masters, 01 Motor Car -Jeep, 01 Motor Bike, 01 Tractor and 01 Bowser for the activities of the Board.

4.7 Sustainable Development

Action had not been taken to identify the Sustainable Development Goals and Targets which related with the activities of the Board together with milestones in respect of achieving those goals and targets due to un-aware of the said Agenda for the year 2030.

5. Accountability and Good Governance

5.1 Internal Audit

The following observations were made.

(a) An Internal Audit Plan of the Board had not been prepared at the beginning of the year.

(b) Quarterly internal audit reports and copies of audit queries had not been rendered to the Auditor General.

(c) Construction works and activities of the Palmyrah Research Institution had not been subject to audit of the Internal Audit Unit even though several million of rupees spend for research works every year.

5.2 Preparation and Presentation of the Financial Statements

The financial statements of the Board had been prepared and presented for audit without including the statement of responsibility in terms of Public Enterprises Circulars No. PED 45 dated 02 October 2007.

5.3 Audit and Management Committee Meetings

According to the Public Enterprises Circular No. PED/31 of 01 July 2005, at least four Audit and Management Committee meetings should be conducted in every year. However, only three meetings had been conducted during the year under review.

5.4 Procurement and Contract Process

A Procurement Plan had not been prepared at the beginning of the year and rendered to audit in terms of Guidelines 4.2 of the Procurement Guidelines - 2006.

5.5 Budgetary Control

The following observations were made.

(a) Significant variances ranging from 06 per cent to 129 per cent were observed between the budgeted and the actual income and expenditure for the year under review, thus indicating that the budget had not been made use of as an effective instrument of management control.

(b) A sum of Rs. 65,873,000 was spent for procurement of vehicles, furniture and equipment, buildings, machineries and equipment, testing lab equipment and computers & printers without being made a provision in the budget.

5.6 Tabling of Annual Reports

Annual Report of the Board for the 2015 and 2016 had not been tabled in Parliament.

6. Systems and Controls

Deficiencies observed in systems and controls during the course of audit were brought to the notice of the Chairman of the Board by my detailed report issued in terms of Section 13(7) (a) of the Finance Act. Special attention is needed in respect of the control over Fixed Assets and Research output of Palmyra Research Institution.

H.M. Gamini Wijesinghe
Auditor General