2020

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ஆண்டு அறிக்கை
Annual Report

ශ්‍රී ලංකා මුද්‍රණ ආයතනය

නිපුණතා සංවර්ධන, වෘත්තීය අධ්‍යාපන, පර්යේෂණ හා නව නිපැයුම් රාජ්‍ය අමාත්‍යාංශය

இலங்கை அச்சக நிறுவகம்

திறன்கள் அபிவிருத்தி, தொழில்கல்வி, ஆராய்ச்சி மற்றும் புத்தாக்கல் இராஜாங்க அமைச்சு

SRI LANKA INSTITUTE OF PRINTING

State Ministry of Skills Development, Vocational Education, Research and Innovation

ANNUAL REPORT
2020

SRI LANKA INSTITUTE OF PRINTING

(Established by an Act of Parliament in 1984)

State Ministry of Skills Development, Vocational Education, Research and Innovation

Address	:	No. 118, Dr. Danister De Silva Mawatha, Colombo - 08
Telephone	:	+94 112686162, 0112679791
Fax	:	0112686162
Email	:	sliopreg@sltnet.lk
Web	:	www.sliop.edu.lk

GENERAL INFORMATION

Name :-	Sri Lanka Institute of Printing
Statues :-	Established by an Act of Parliament in 1984
Address :-	Government Printing Department 118, Dr. Danister De Silva Mawatha, Colombo-08
Telephone :-	+941286162, +9412679791
Fax :-	+9412686162
Registered Office :-	118, Dr. Danister De Silva Mawatha, Colombo-08
Banks :-	Peoples Bank, National Savings Bank, Bank of Ceylon
Auditors :-	1. D. H. P. Munaweera & Company 2. Auditor General Department

CONTENTS

Sri Lanka Institute of Printing

INTRODUCTION

Sri Lanka Institute of Printing (SLIOP) is the pioneer professional body committed to the advancement of knowledge, skills and expertise in the Print & Graphic Industry in Sri Lanka is totally dedicated to the realization of the major objectives set out at its inception.

The Institute was established by an Act of Parliament in 1984 under the Ministry of Information & Media. It is an organization devoted to the furtherance of scientific and technical education, and the ever-widening knowledge and skills demanded by the Graphic Arts Industry. Hence, its special task is to assist the industry meet the demands of modernization in the context of the country's socio-economic progress.

MISSION STATEMENT

Student centered effective quality training for a professional work force for the enhancement of Graphic Arts Industry in Sri Lanka

STRATEGIES AND COMMITMENTS

In the backdrop of increased competition in trade and commerce, Sri Lanka Institute of Printing is now engaged in the process of reformulating/restructuring its strategies and imeplementation of programmes for continued furtherance of knowledge and skills to meet the demands of advanced technology and managerial requirements.

OBJECTIVES

- To train those presently employed in the printing industry by improving techniques, processes, raw-material utilization, planning, etc, with a view to improving the standards of printing establishments in Sri Lanka.
- To organize Training Courses in Printing Technology and Management.
- To award Certificates and Diplomas relating to the Training courses conducted by the Institute.
- To organize and disseminate information in the Printing Trade, on new syllabuses, techniques and available courses of study through a newsletter and/or other periodic publications.
- To sponsor training abroad in schools of Printing of Printing Houses to reciprocate through a student exchange programme.
- To participate in trade fairs relating to the printing trade, with a view to acquiring latest techniques/know-how and information relevant to the upliftment of standards of the country's Graphic Arts Industry.

THE STRENGTHS OF THE INSTIUTE

The SLIOP with over two decades of experience of running a training institute relating to all the prime aspects of the Graphics Art Industry, is now considered to be a leading academy specialized in this field of activity. Apart from a comprehensive and a well-structured training programmes, providing an insight into all the relevant facets of the Industry, the Institute is backed by computer Labs and machinery to gain skills and technical know-how in their proper usage. However, the most important and noteworthy aspects is its experienced and professionally qualified panel of Instructors and visiting lectures who continuously guide the trainees with their updated expertise.

The success stories of those who have already passed out, the keenness and enthusiasm of the current batches of trainees and the demand to secure slots in the forthcoming technical training programmes are, for certain, the real yardstick to measure the efficiency and effectiveness of the Institute.

At the time of its inauguration, the institute was considered an important tool in the development of professional skills in Graphic Arts, both in the technical and management spheres, necessary to bring the industry up to acceptable international levels of competence, after more than two decade of a highly regulated economy which gave little opportunity for skills development.

Sri Lanka Institute of Printing has developed several modules of training in different fields of study and expertise leading up to a recognized Advanced Diploma in Printing Technology & Management and Visual Communication & Management, conducted by the Institute in collaboration with the University of Colombo.

Qualifications in the varied types of training including hands on experience, provide required inputs to follow higher levels of training abroad in more advanced technological environment. These opportunities provide those in the Printing Industry in Sri Lanka to achieve higher echelons of knowledge and skills thus bringing the desired inputs for the overall improvement of printing standards of the country.

In the imparting of knowledge and skills the Institute is fortunate to obtain the services of a number of professionals in the industry and allied fields. Their direct involvement in the formulation of study courses and syllabuses; preparation of course-material and in the conducting of teaching sessions, have provided the much desired stature/status and standards to the varied activities of the Institute.

The Institute also possesses a library with an unmatchable collection of books and publications on the Graphic Arts Industry. These provide the desired depth to the inputs received in the practical and theory sessions.

VIEWS & COMMENTS

GENERAL

It is correct to say that the Graphic Arts provides the base and bases for almost every human endeavor. The industry is therefore, undergoing rapid technology changes, especially with the ever changing Information Technology. The Graphic Arts Industry had to take giant-strides to cope with the rapid current and future demands. The rapid transformation of the methods and methodology of the industry has become all the more important and relevant as the country is now in the process of readjusting its commercial and industrial bases to meet the demands of the international market. The institute is aware of the new challenges and demands, more so, in the fields of Packaging, Graphic Design and Quality Control.

To support the Government's endeavor to make the country Quality and Productivity conscious, the Institute has already formulated and commenced short courses for managerial and supervisory staff with a view to enhancing their managerial knowledge and skills. Quality and Productivity have been made two inseparable elements in these courses.

The setting up of more investment promotion zones, influx of foreign entrepreneurs with their packages of investment, technical know-how and the art of business, and also the increasing emphasis on Private Sector development, have made a rich environment for a thriving Graphic Arts Industry. The industry's continued success would, however, depend on how far and how soon we could meet the new demands and challenges.

The SLIOP is in the continuous process of upgrading its resources & training programmes in line with the new technological developments in the industry.

The collaboration with the University of Colombo to conduct the two Advanced Diploma Programmes in Printing Technology & Management & Visual Communication & Management was a remarkable achievement by SLIOP.

The acceptance of the Advanced Diploma as pre-quisite to enter the MBA Programme conducted by the University of Colombo was a valued recognition to SLIOP.

The Printing Industry in Sri Lanka is getting well established and quality of printing therefore needs to be developed. Modern printing industry is updating its activities with the electronic pre-press production processes. If Sri Lanka is to maintain its capability of quality printing and enter into foreign competition, knowledge and expertise in the printing processes become important.

The only organization that can provide the training in the various disciplines of the Graphic Arts industry and higher levels of education in Sri Lanka at present is the Sri Lanka Institute of Printing. Given the necessary infrastructure, equipment and machinery, the Institute could provide all the training requirements of the industry. Additionally the Institute could provide advice and assistance to individual printers to develop techniques and methods to meet the technological demands of the industry. The Institute, when equipped with space and required training resources could further provide additional services to those who seek the assistance such as: In-plant audits, ink and paper testing, quality analysis etc.

NEW PREMISES TO SLIOP

Considering all the above factors, with the expansion of Graphic Arts activities in Sri Lanka, it has become necessary to construct a well equipped Technical Training Centre to further enhance the activities of the Institute. The Board of Governors of the Institute, being well aware of the constraints placed on the Institute, due to lack of space and facilities available, has justified the course with the Government for a fully equipped Technical Training Centre. The Government has provided a land to Sri Lanka Institute of Printing within the Government Printing Department in extent of 40 perches.

The next step is to seek financial assistances of set up a training center to house the proposed technical training centre for SLIOP.

Board of Governors - Sri Lanka Institute of Printing (SLIOP)

Ms.G.K.D.Liyanage
Government Printer - Chairperson

Mr.Janaka Rathnakumara
Chairman - State Printing Corporation - Member

Mr.Dilan Silva
President - Sri Lanka Association of Printers - Member

Mr.Anuradha Jayasinghe
President - Sri Lanka Institute of Packaging - Member

Mr.Venaka Fernando - Member

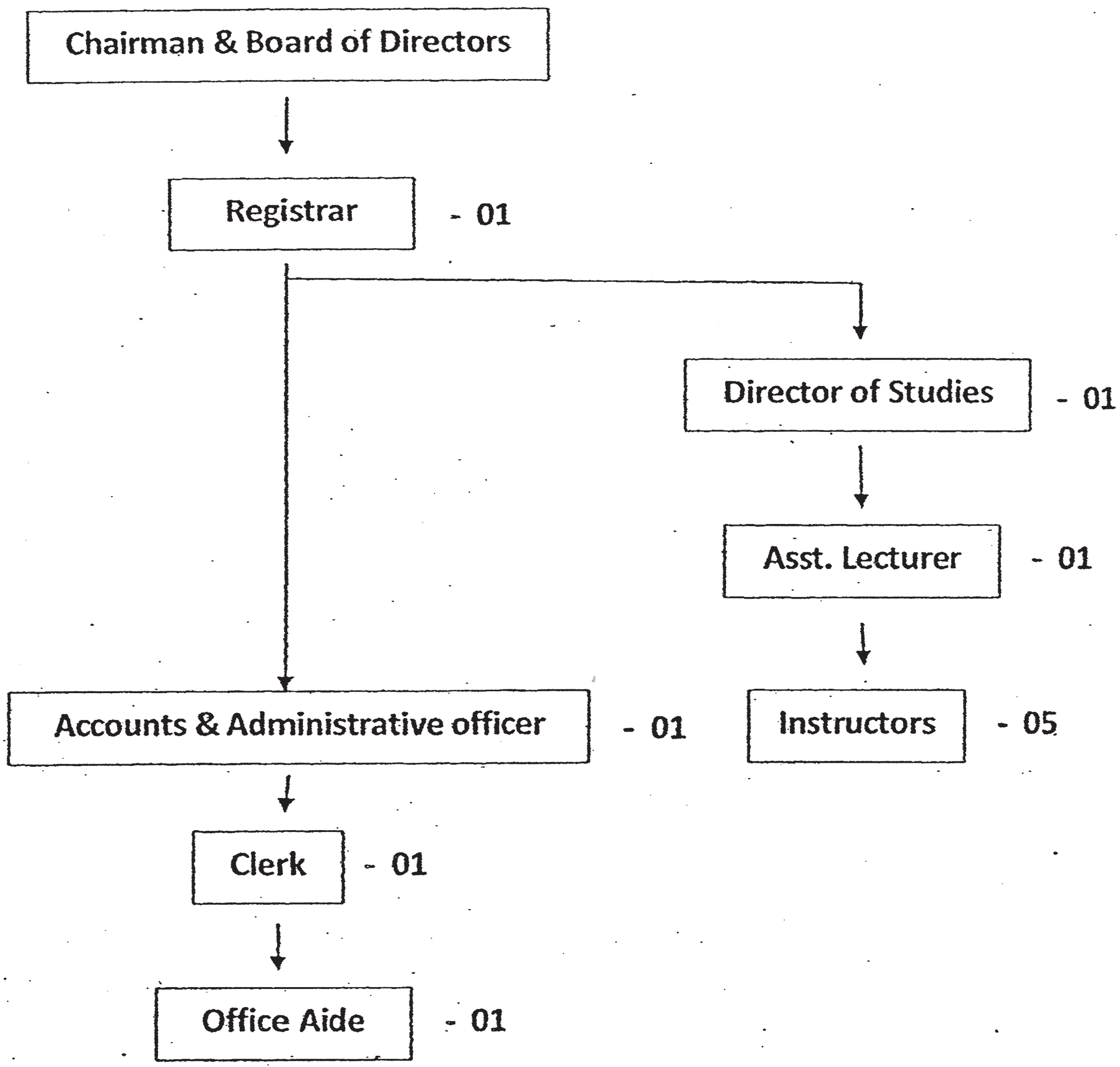
Mr.Yaseendra Abeywickrema - Member

Mr.Thusitha Gunawardena - Member

STAFF - SRI LANKA INSTITUTE OF PRINTING

Mr.Sisira Baranage	-	Registrar / CEO
Mrs.Himashi Fonseka	-	Admin & Accounts Assistant
Mr.Chamal Hettiarachchi	-	Asst. Lecturer
Mrs.Thanuja Damayanthi	-	Asst. Lecturer
Mr.R.A.M.Premasiri	-	Instructor
Mr.Samantha Kulathunga	-	Instructor
Mr.Amila Wanniarachchi	-	Instructor
Mr.W.A.M.Lankathilaka	-	Management Assistant
Mr.Eastawari Eadin	-	Office Aide

Organizational Chart



Approved Cadre

Registrar	– 01
Director of Studies	– 01
Asst. Lecturer	– 02
Instructor	– 07
Accounts & Administrative Officer	– 01
Clerk	– 01
Office Aide	- 01

Existing Cadre

Registrar	– 01
Director of Studies	– 01
Asst. Lecturer	– 02
Instructor	– 05
Accounts & Administrative Officer	– 01
Clerk	– 01
Office Aide	- 01

Visiting Tutorials Staff

Dr.A.A.C.Abeysinghe	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.Ruwangi Chandrasekara	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Mr.Chandana Wijekoon	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Mrs.G.R.T.Silva	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Mr.S.Sasidaran	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Mr.M.C.P.Atapattu	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Mr.Gunapala Ranaweerage	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Dr.Sampath Kehelwalathanne	-	Senior Lecturer Faculty of Management & Finance Univercity of Colombo
Ms.Nuradhi Jayasiri	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.A.W.J.C.Abeygunasekara	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.Gimhani Ekanayake	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.Rochelle Wimalasinghe	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.K.D.J.Samanthi	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.Kanchana Wijayawardena	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Dr.Rajitha Silva	-	Senior Lecturer Faculty of Management & Finance University of Colombo

Dr.N.Senthirajah	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Dr.K.Kajendra	-	Senior Lecturer Faculty of Management & Finance University of Colombo
Ms.Shanika Lakmali	-	Senior Lecturer Faculty of Management Finance University of Colombo
Mr.Asoka Nanayakkara	-	Lecturer & Trainer in Printing Technology
Ms.Gangani Liyanage	-	Government Printer & Chairman SLIOP
Mr.Rasantha Chandratilake	-	Printing Consultant
Rev.David Beling	-	Design Consultant
Mr.Jagath Madanayaka	-	Sales Manager / DIC Lanka (Pvt) Ltd
Mr.Sisira Baranage	-	CEO - SLIOP
Mr.Stanly Hettiarachchi	-	Lecture & Consultant in TV & Electronics Technology
Mr.Osman Jayah	-	DGM - ANCL, Lake House
Mr.Rohan Piyarathne	-	Instructor - Design & Digital Printing Technology
Mr.Prasanna Jayarathne	-	Instructor - Design & Digital Printing Technology
Miss.J.G.Nayomi Niranga	-	Instructor - Graphic Design & Layout Design
Mr.Neil Cooray	-	Lecturer - Digital Animation
Mr.M.M.D.Lakmal Perera	-	Lecturer - Web Design & Ms Office
Mr.J.A.D.Premathunga	-	Lecturer - Book Binding
Mr.W.F.Priyantha	-	Lecturer - Costing
Mr.Dhammika Wimalarathne	-	Lecturer - Printing Technology

BRANCHES

Sri Lanka Institute of Printing has a branch in Matale

Address :

Sri Lanka Institute of Printing
District Secretariat
Matale

Tel : 066 2222172

Courses conducted in Matale Branch

- Type setting and Desk top publishing
- Computer Graphic Designing
- MS Office
- Web Designing

Courses - 2020

Course	Duration	Course Fee (Rs)
Diploma in Graphic Design	01 year	Rs.40,250/-
Diploma in Web Design	01 year	Rs.40,000/-
Graphic Design(NVQ)	115 hours	Rs.23,250/-
Computer Graphic Design	114 hours	Rs.17,750/-
Typesetting & Desktop Publishing	120 hours	Rs.13,750/-
Microsoft Office	20 Weeks	Rs.13,250/-
Costing & Estimating for Printers	01 year	Rs.20,750/-
Sheet Fed Litho Press Operations	26 weeks	Rs.20,750/-
Book Binding & Finishing	28 Weeks	Rs.23,250/-
Web Design	20 weeks	Rs.16,750/-
Offset Press Operations for School Leavers	14 Months	Rs.22,750/-
Non Linear Editing	16 weeks	Rs.23,250/-
Digital Animation	24 weeks	Rs.23,750/-
PC Assembly & Hard Ware	12 Weeks	Rs.12,750/-
Multi Colour Offset Press Operations	12 Weeks	Rs.25,000/-

Workshops and Seminars Conducted in 2020

	Seminar	Date Conducted	Participation
1.	Book Binding	2020.01.09	53
2.	Graphic Design	2020.01.14	11
3.	Graphic Design	2020.09.17	19

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Sri Lanka Institute of Printing

ESTABLISHED BY AN ACT OF PARLIAMENT IN 1984

CAREER DEVELOPMENT PATH

මුද්‍රණ තාක්ෂණය සහ කළමණාකරන උසස් ඩිප්ලෝමා පාඨමාලාව
Advanced Diploma in Printing Technology & Management
A Programme jointly offerd by the University of Colombo and Sri Lanka Institute of Printing
2 Years

MBA
(University of Colombo)

දෘෂ්‍ය සන්නිවේදන සහ කළමණාකරන උසස් ඩිප්ලෝමා පාඨමාලාව
Advanced Diploma in Visual Communication & Management
A Programme jointly offerd by the University of Colombo and Sri Lanka Institute of Printing
2 Years

මුද්‍රණ PRINTING

- ඩිජිටල් පෙර මුද්‍රණය — Digital Prepress
- මුද්‍රණ සැලසුම් රටා — Design for Print
- පිරිවැයකරණය හා ඇස්තමේන්තුකරණය — Costing & Estimating
- ඕෆ්සෙට් ලිතෝකරණය — Offset Lithography

බහු මාධ්‍යය MULTIMEDIA

- පරිගණක ආශ්‍රිත අකුරු ඇමිණීම හා සැලසුම්කිරීම — Typesetting & Desktop Publishing
- පරිගණක ආශ්‍රිත ග්‍රැෆික්ස් නිර්මාණකරණය — Computer Graphic Design (NVQ-L4 / Non NVQ)
- අරේඛීය සංස්කරණය — Non Linear Editing
- ද්විමාන හා ත්‍රිමාණ ආංකීය සජීවීකරණය — Digital Animation
- වෙබ්අඩවි නිර්මාණය — Web Design

Courses

- පාසල් හැරයන්නන් සඳහා ඕෆ්සෙට් ලිතෝකරණය — Offset Litho Press for School Leavers (NVQ-L4 / Non NVQ)
- පත්ලිතෝ යන්ත්‍ර ඕෆ්සෙට් ක්‍රියාකරණය — Sheet-fed Litho Press Operation
- නවීන බහු වර්ණ ඕෆ්සෙට් මුද්‍රණ ක්‍රියාකරණය — Modern Multicolour Offset Press Operations
- ඩිජිටල් මුද්‍රණ තාක්ෂණය — Digital Printing Technology
- පොත් බැඳුම්කරණය සහ නිමව — Book binding & Finishing

- ග්‍රැෆික්ස් නිර්මාණකරන ඩිප්ලෝමා පාඨමාලාව — Diploma in Graphic Design
- මුද්‍රණ හා ග්‍රැෆික්ස් ඩිප්ලෝමා පාඨමාලාව — Diploma in Print & Graphic Arts (NVQ-Level 5)
- වෙබ් නිර්මාණකරන ඩිප්ලෝමා පාඨමාලාව — Diploma in Web Design
- මුද්‍රිත ඇසුරුම්කරණ තාක්ෂණ ඩිප්ලෝමා පාඨමාලාව — Diploma in Print Packaging Technology

- මයික්‍රොසොෆ්ට් ඔෆිස් — MS Office
- තොරතුරු හා සන්නිවේදන තාක්ෂණය — Information & Communication Technology (ICT)
- පරිගණක දෘඩාංග එකලස් කිරීම හා සකසීම — Computer Harware & PC Assembly

Sri Lanka Institute of Printing
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0112 686162, 0112 679791
0112 686162

SLIOP/ACD/DO/10 DOI:02-01-2014 REV:00 ISSUE NO:01

STUDENT DATA - 2020

Course	Number of Target Students	Number of Actual Students
Diploma in Graphic Design	72	36
Diploma in Web Design	-	11
Diploma in Print & Graphic Arts	-	58
Computer Graphic Design	300	245
Typesetting & Desktop Publishing	75	24
Microsoft Office	60	103
Book Binding & Finishing	50	26
ICT	-	10
Offset Press Operations - School Leavers	40	22
Digital Animation	12	14
Non Linear Editing	12	23
Hard Ware	10	10

Financial Analysis As at 31 December 2020

Head Office: -	Budget 2020 Rs.	Actuals as at 31 st December 2020 Rs.
Operational Income	21,069,000.00	19,654,609.00
Non Operational Income	9,657,634.00	9,617,306.00
Total Income	**30,726,634.00**	**29,271,915.00**
Expenditure	19,690,370.00	24,400,616.00
Operational Profit / Loss	**1,378,630.00**	**(4,746,007.00)**
Total Profit / Loss	**11,036,264.00**	**4,871,299.00**
Matale Branch: -	**Budget 2020 Rs.**	**Actuals as at 31 st December 2020 Rs.**
Income	810,000.00	533,750.00
Expenditure	677,206.00	744,038.50
Total Profit / Loss	**132,794.00**	**(210,288.50)**

FINANCIAL STATEMENTS
OF

SRI LANKA INSTITUTE OF PRINTING

FOR THE YEAR ENDED
31ST DECEMBER, 2020.

SRI LANKA INSTITUTE OF PRINTING
NO.118, DR. DANISTER DE SILVA MAWATHA, COLOMBO - 8.
STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31ST DECEMBER	Notes	2020 Rs.	2019 Rs.
Revenue from Course Fees, Registration Fees & Examination Fees etc.,	1	12,848,041.00	30,241,851
Net Surplus/(Deficit) from Matale Branch	2	(210,288.50)	116,647
Direct Expenditure on Course Fees, Registration Fees Examination Fees etc.,	3	(6,223,638.29)	(12,902,820)
Contribution before Employee Costs & Overheads		**6,414,114.21**	**17,455,677**
Other Income	4	6,806,568.10	2,201,642
Operating Income		**13,220,682.31**	**19,657,319**
Overhead Expenses			
Employee Cost	5	(4,116,559.47)	(5,174,438)
Depreciation & Amortization	6	(8,108,063.39)	(3,565,383)
Other Operating Expenses	7	(5,742,067.84)	(5,427,956)
Total Operating Expenditure		**(17,966,690.70)**	**(14,167,777)**
Net Operating Income		**(4,746,008.39)**	**5,489,542**
Net Financial Income	8	9,617,306.71	9,219,820
Surplus for the year		**4,871,298.33**	**14,709,362**
Other Comprehensive Income		-	-
Total Comprehensive Income for the Year Transferred to Accumulated Fund		**4,871,298.33**	**14,709,362**

The Accounting Policies and Notes on pages 5 through 17 form an integral part of the Financial Statements.

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

SRI LANKA INSTITUTE OF PRINTING
NO.118, DR. DANISTER DE SILVA MAWATHA, COLOMBO - 8.
STATEMENT OF FINANCIAL POSITION

AS AT 31ST DECEMBER	Notes	2020 Rs.	2019 Rs.
ASSETS			
NON-CURRENT ASSETS			
Property, Plant & Equipment	9	63,104,869.20	71,086,532
Intangible Assets	10	-	-
Total Non-Current Assets		**63,104,869.20**	**71,086,532**
CURRENT ASSETS			
Trade & Other Receivables	11	4,490,109.49	6,159,101
Advance and Pre-paid Expenses	12	18,768.06	690,505
Short-term Investments	13	112,120,105.16	102,531,212
Cash & Cash Equivalents	14	3,193,551.89	5,786,504
Total Current Assets		**119,822,534.60**	**115,167,322**
TOTAL ASSETS		**182,927,403.80**	**186,253,854**
FUNDS & LIABILITIES			
FUNDS			
Accumulated Fund	15	119,440,543.37	114,569,245
Total Funds		**119,440,543.37**	**114,569,245**
NON-CURRENT LIABILITIES			
Provision for Retiring Gratuity	16	1,917,920.00	1,595,960
Grant Received	17	59,557,470.88	66,364,039
Total Non-Current Liabilities		**61,475,390.88**	**67,959,999**
CURRENT LIABILITIES			
Trade & Other Payables	18	2,011,469.55	3,724,609
Total Current Liabilities		**2,011,469.55**	**3,724,609**
TOTAL FUNDS & LIABILITIES		**182,927,403.80**	**186,253,854**

The Accounting Policies and Notes on pages 5 through 17 form an integral part of the Financial Statements.

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

SRI LANKA INSTITUTE OF PRINTING
NO.118, DR. DANISTER DE SILVA MAWATHA, COLOMBO - 8.
STATEMENT OF CHANGES IN EQUITY

	Accumulated Fund	Total
	Rs.	Rs.
Balance as at 01st January 2019	**99,859,882.92**	**99,859,882.92**
Surplus for the year	14,709,362.12	14,709,362.12
Balance as at 31st December 2019	**114,569,245.04**	**114,569,245.04**
Surplus for the year	4,871,298.33	4,871,298.33
Balance as at 31st December 2020	119,440,543.37	119,440,543.37

The Accounting Policies and Notes on pages 5 through 17 form an integral part of the Financial Statements.

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

SRI LANKA INSTITUTE OF PRINTING
NO.118, DR. DANISTER DE SILVA MAWATHA, COLOMBO - 8.
CASH FLOW STATEMENT

FOR THE YEAR ENDED 31ST DECEMBER	2020	2019
	Rs.	Rs.
Cash Flows from Operating Activities		
Excess of Income Over Expenditure	4,871,298	14,709,362
Adjustments for Non-Cash Income & Expenses		
Depreciation & Amortization	8,108,063	3,565,383
Grant Received	(6,806,568)	(1,701,642)
Provision for Retiring Gratuity	321,960	342,624
Interest Income	(9,588,896)	(9,191,331)
Operating Income before Working Capital Changes	**(3,094,142)**	**7,724,396**
(Increase)/Decrease in Debtors & Amounts Receivables	2,340,729	(408,561)
Increase/(Decrease) in Amounts Payable	(1,713,140)	320,589
Net Cash Flow from Operating Activities	**(2,466,553)**	**7,636,424**
Gratuity Paid	-	(147,955)
Net Cash Flow from Operating Activities	**(2,466,553)**	**7,488,469**
Cash Flows from Investing Activities		
Interest Received	10,432,365	7,689,906
Purchase of Property, Plant & Equipment	(126,401)	(1,597,732)
Net Cash from Investing Activities	**10,305,964**	**6,092,175**
Cash Flows from Financing Activities		
Grant Received	-	18,065,681
Net Cash from Financing Activities	**-**	**18,065,681**
Net Increase/(Decrease) in Cash & Cash Equivalents	7,839,411	31,646,324
Cash & Cash Equivalents at the beginning of the year	102,949,326	71,303,001
Cash & Cash Equivalents at the end of the year	110,788,737	102,949,326
Cash & Cash Equivalents		
Cash at Bank	3,193,516	5,781,433
Short Term Investments	107,595,185	97,162,822
Cash in hand	36	5,071
Cash & Cash Equivalents at the end of the year	110,788,737	102,949,326

The Accounting Policies and Notes on pages 5 through 17 form an integral part of the Financial Statements.

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

1. CORPORATE INFORMATION

1.1 General

Sri Lanka Institute of Printing was established in Sri Lanka in 1984 under the Institute of Printing Act No. 18 of 1984. The Registered office of the Institute and the principal place of business are located at No. 118, Dr. Danister De Silva Mawatha, Colombo 8.

1.2 Principal Activities and Nature of Operations

During the year 2020, the Institute continued to engaged in principal activities authorized in the Incorporation Act as follows,

a. Conducting of courses in printing, graphics and digital media technologies,
b. Organising seminars and workshops to provide knowledge on new technological developments in the industry,
c. Providing higher educational facilities in printing, graphics and digital media technologies
d. Fulfilling training requirements of the industry in order to provide access for employment.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

2.1 Basis of Preparation

(a) Statement of Compliance
The Financial Statements of the Institute have been prepared in accordance with Sri Lanka Accounting Standards for Small and Medium sized Entities (SLFRS for SMEs) as issued by the Institute of Chartered Accountants of Sri Lanka.

(b) Basis of Measurements
The Financial Statements of the Institute have been prepared on a historical cost basis, except for Derivative Financial Instruments, Financial Assets and Liabilities held for Trading and Available for Sale Financial Investments all of which have been measured at fair value.

(c) Comparative information
Comparative Information including quantitative narrative and descriptive information is disclosed in respect of the previous period for all amounts reported in the Financial Statements in order to enhance the understanding of the Financial Statement of the Current Period and to improve the inter period Comparability. When the presentation or classification of items in the Financial Statements have been amended Comparative amounts have also been reclassified to conform with the current year in order to provide a better presentation.

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

2.2 Significant Accounting Judgements, Estimates and Assumptions

In the process of applying the Institute's accounting policies, the management has exercised judgement and estimates in determining the amounts recognized in the Financial Statements. Use of available information, estimates and assumptions and application of judgement is inherent in the preparation of the Financial Statements as they affect the application of accounting policies and the recorded amounts in the Financial Statements.

The Institute believes its estimates including the valuation of assets and liabilities are appropriate. Estimates and underlying assumptions are reviewed on a continuous basis. However the actual results may differ from those estimates. The most significant uses of judgements and estimates are as follows:

Going Concern

The Board has made an assessment on the Institute's ability to continue as a going concern and is satisfied that it has the resources to continue in operation for the foreseeable future. Furthermore, management is not aware of any material uncertainties that may cast significant doubt upon the Institute's ability to continue as a going concern. Therefore, the Financial Statements continue to be prepared on the going concern basis.

Fair Value of Financial Instruments

Where the fair values of financial assets and financial liabilities recorded in the Statement of Financial Position cannot be derived from active markets, they are determined using a variety of valuation techniques that include the use of mathematical models. The inputs to these models are derived from observable market data where possible, but if this is not available, judgement is required to establish fair values.

2.3 Financial Instruments - Initial Recognition and Subsequent Measurement

Financial Assets within the scope of Section 11, 12 and 11.41 of SLFRS for SMEs are classlfied as Financial Assets at Fair Value through Profit or Loss, Debt Instruments at amortized Cost, Equity Instruments measured at Cost less Impairment, Financial Liabilities measured at fair value through Profit or Loss, Financial Liabilities measured at amortized Cost and Loan Commitments measured at Cost less Impairment as appropriate. The Institute determines the classification of its Financial Assets at initial recognition.

2.3.1 Date of Recognition

All financial assets and liabilities are initially recognised on the trade date, i.e., the date that the Institute becomes a party to the contractual provisions of the instrument.

2.3.2 Initial Measurement of Financial Instruments

The classification of financial instruments at initial recognition depends on their purpose and characteristics and the management's intention in acquiring them. All financial instruments are measured initially at the transaction price (including transaction costs, except in the case of financial assets and financial liabilities recorded at fair value through Profit or Loss).

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

2.3.3 Subsequent Measurement of Financial Instruments

After initial measurement, at the end of each reporting period, the Institute shall measure all financial instruments within the scope of Section 12 at fair value and recognize changes in fair value in profit or Loss.

2.3.4 De-recognition of Financial Assets and Financial Liabilities

2.3.4.1 Financial Assets

A financial asset (or, where applicable a part of a financial asset or part of a group of similar financial assets) is derecognized when:

- The rights to receive Cash Flows from the asset have expired or;
- The Institute has transferred substantially all the risks and rewards of the asset.

2.3.4.2 Financial Liabilities

A financial liability is derecognized when the obligation under the liability is discharged or cancelled or expires. Where an existing financial liability is replaced by another from the same lender on substantially different terms, or the terms of an existing liability are substantially modified, such an exchange or modification is treated as a de-recognition of the original liability and the recognition of a new liability. The difference between the carrying value of the original financial liability and the consideration paid is recognised in profit or Loss.

2.3.5 Determination of Fair Value

The fair value for financial instruments traded in active markets at the reporting date is based on their average quoted market price or average dealer price quotation without any deduction for transaction costs. For all other financial instruments not traded in an active market, the fair value is determined by using appropriate valuation techniques. Valuation techniques include the discounted Cash Flow method, comparison with similar instruments for which market observable prices exist and other relevant valuation models.

2.3.6 Impairment of Financial Assets

The Institute assesses at each reporting date, whether there is any objective evidence that a financial asset or a Group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events that have occurred after the initial recognition of the asset (an 'incurred loss event') and that loss event (or events) has an impact on the estimated future Cash Flows of the financial asset or the group of financial assets that can be reliably estimated.

2.4 Property, Plant and Equipment

Property, Plant & Equipment are stated at cost excluding the costs of day-to-day servicing, less accumulated depreciation and impairment in value. Changes in the expected useful life are accounted for by changing the amortization period or method, as appropriate, and treated as changes in accounting estimates.

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CHARTERED ACCOUNTANTS

The Institute reviews its assets' residual values, useful lives and method of depreciation at each reporting date. Judgment by the management is exercised in the estimation of these values, rates, methods and hence they are subject to uncertainty.

Depreciation on other Property, Plant & Equipment have been provided on straight line basis to write down the cost of Property, Plant and Equipment to their residual values over their estimated useful lives from the time the asset is placed in use. Depreciation rates are as follows:

- Machinery & Others	10 years
- Computers	3 years

Property, Plant and Equipment are derecognized on disposal or when no future economic benefits are expected from its use. Any gain or loss arising on de-recognition of the asset (calculated as the difference between the net disposal proceeds and the carrying amount of the asset) is recognised in 'Other Operating Income' or 'Other Operating Expenses' as appropriate in the Income Statement in the year the asset is derecognized.

2.5 Intangible Asset

An intangible asset is recognized if it is probable that the future economic benefits that are attributable to the asset will flow to the entity and the cost of the asset can be measured reliably in accordance within the scope of Section 18 of SLFRS for SMEs - Intangible Assets. Accordingly, these assets are stated in the Statement of Financial Position at cost less accumulated amortization and any accumulated impairment loss.

Computer Software is amortized over a period of 3 years on the straight line method.

2.6 Trade Receivables

Trade receivables are recognised initially at the transaction price. They are subsequently measured at amortized cost using the effective interest method, less provision for impairment. A provision for impairment of trade receivables is established when there is objective evidence that the Institute will not be able to collect all amounts due according to the original terms of the receivables.

2.7 Government Grants

Government grants related to assets are recognized as deferred Income and is amortised over the useful life of the assets.

2.8 Employee Benefit Liability

2.8.1 Defined Contribution Plans - Employees' Provident Fund and Employees' Trust Fund

Employees are eligible for Employees' Provident Fund and Employees' Trust Fund contributions in line with respective statutes and regulations.

2.8.2 Defined Benefit Plan - Gratuity

The Institute uses the Projected Unit Credit Method with the simplifications to measure its defined benefit obligations and the related expenses.

D.H.P. MUNAWEERA & CO.
CHARTERED ACCOUNTANTS

2.9 Provisions

Provisions are recognised when the Institute has a present obligation (legal or constructive) as a result of a past event, and it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation. The expense relating to any provision is presented in the Income Statement net of any reimbursement.

2.10 Trade Payables

Trade Payables are recognized initially at the transaction price and subsequently measured at amortized cost using the effective interest method.

2.11 Cash & Cash Equivalents

Cash and cash equivalents include cash in hand, demand deposits and other short-term highly liquid investments with original maturities of three months or less. Bank overdrafts are shown within borrowings in current liabilities on the statement of financial position.

2.12 Revenue Recognition

Revenue is recognized to the extent that is probable that the economic benefit will flow to the Institute and the revenue and associated cost incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable.

Rendering of Services

Revenue from the rendering of services is recognized in the accounting period in which the services are rendered

2.13 Interest Income

Interest income is recognised using the effective interest method.

2.14 Expenditure Recognition

Expenses are recognized in the Income & Expenditure 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 Institute and in maintaining the Property, Plant & Equipment in a state of efficiency has been charged to the Profit or Loss.

D.H.P. MUNAWEERA & CO.
CHARTERED ACCOUNTANTS

SRI LANKA INSTITUTE OF PRINTING
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER	2020	2019
	Rs.	Rs.

1 **REVENUE FROM COURSE FEES, REGISTRATION FEES & EXAMINATION FEES ETC**

Course Fees	12,541,275.00	29,299,551
Registration Fees	298,766.00	481,000
Examination Fees	8,000.00	31,500
Award Ceremony Fees	-	429,800
	12,848,041.00	**30,241,851**

2 **NET SURPLUS/ (DEFICIT) FROM MATALE BRANCH**

Income		
Course Fee	533,750.00	817,500
Expenses		
Staff Salaries & Bonus	517,319.60	493,140
Employees Provident Fund	47,966.40	40,218
Employees Trust Fund	11,991.60	10,055
Practical Fees	-	23,400
Electricity	16,826.60	9,052
Telephone	7,527.30	7,783
Provision for Impairment	96,000.00	72,500
Provision for Gratuity	46,407.00	44,706
	744,038.50	**700,853**
Excess of Income Over Expenditure	**(210,288.50)**	**116,647**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

FOR THE YEAR ENDED 31ST DECEMBER	2020	2019
	Rs.	Rs.

3 **DIRECT EXPENSES ON COURSE FEES, REGISTRATION FEES & EXAMINATION FEES ETC .**

	2020 Rs.	2019 Rs.
Staff Salaries, Bonus & Allowances - Academic	2,117,489.60	3,044,972
Employees' Provident Fund	186,715.00	261,947
Employees' Trust Fund	46,678.80	65,747
Lecture Fees & Payments to Consolidated Fund	1,545,305.00	3,713,400
Practical Fees & Payment to Consolidated Fund	776,927.50	1,812,518
Honorarium Fees for Advance Diploma Program	66,000.00	-
Co-ordination Fees - NVQ Print & Graphic Art Technology	144,000.00	170,000
IT Support Service	66,000.00	60,000
Seminar Expenses	4,800.00	900
Photocopy Rental Fee	147,650.39	255,521
Material for Practical	44,520.00	85,044
Postage & Stationery	53,752.00	104,178
Rent, Electricity & Water	311,250.00	391,500
Lecture Fees for University of Colombo	672,000.00	672,000
NVQ Expenses	13,200.00	34,888
Overall Supervision Fees - NVQ Program	-	180,000
Training Program Expenses	16,500.00	416,270
Examination Supervising Fees	10,850.00	52,150
Exam Paper Marking	-	6,000
Award Ceremony Expenses	-	1,575,786
	6,223,638.29	**12,902,820**

4 **OTHER INCOME**

	2020 Rs.	2019 Rs.
Fund Received for Staff Training Program	-	500,000
Grant Amortised	6,806,568.10	1,701,642
	6,806,568.10	**2,201,642**

5 **EMPLOYEE COST**

	2020 Rs.	2019 Rs.
Staff Salaries, Bonus, Overtime & Allowances	3,273,296.71	3,205,468
Employees' Provident Fund	282,048.00	231,158
Employees' Trust Fund	70,512.00	57,529
Labour Charges & Allowance to Peon	-	129,500
Welfare Charges	103,649.76	193,573
Staff Training	111,500.00	1,059,292
Provision for Retirement Gratuity	275,553.00	297,919
	4,116,559.47	**5,174,438**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

SRI LANKA INSTITUTE OF PRINTING
NOTES TO THE FINANCIAL STATEMENTS

FOR THE YEAR ENDED 31ST DECEMBER	2020	2019
	Rs.	Rs.
6 DEPRECIATION & AMORTIZATION		
Depreciation	8,108,063.39	3,562,412
Amortization	-	2,971
	8,108,063.39	**3,565,383**
7 OTHER OPERATING EXPENSES		
Chairman Allowances	420,000.00	360,000
Attendance Allowance for Board Meetings	114,000.00	-
ISO Expenses	-	396,495
Travelling	7,775.00	12,760
Visiting Consultant Fees	50,000.00	-
Board Meeting Expenses	14,520.00	-
Repairs & Maintenance	194,025.00	688,257
Telephone	52,921.84	83,568
Internet Service Charges	102,860.88	90,116
Accountancy Charges & Other Professional Fees	267,120.00	269,580
Audit Fees	262,200.00	262,200
Advertising	338,052.12	1,210,716
SLIOP Feasibility Report & Submission Form Fees	175,000.00	-
Provision for Impairment	3,550,250.00	1,621,901
Bank Charges	6,256.14	427
Cleaning Services Chargers	46,000.00	126,500
Exhibition Expenses	-	13,000
Translation Fees	-	21,850
Web Hosting Charges	15,027.86	10,715
Sundry Expenses	12,639.00	62,892
Pirith Ceremony Expenses	4,420.00	8,480
Legal Charges	109,000.00	188,500
	5,742,067.84	**5,427,956**
8 NET FINANCIAL INCOME		
Interest Income	9,588,896.06	9,191,331
Interest Income on Staff Loans	28,410.66	28,489
	9,617,306.71	**9,219,820**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

9 PROPERTY, PLANT & EQUIPMENT

		Balance as at 01/01/2020	Additions during the year	Transfers	Disposal during the year	Balance as at 31/12/2020
		Rs.	Rs.	Rs.	Rs.	Rs.
At Deemed Cost						
Machinery	Head Office	76,181,881.08	-	-	-	76,181,881.08
Computer	Head Office	10,273,147.46	39,000.00	-	-	10,312,147.46
At Cost						
Furniture & Fittings	Head Office	1,758,550.29	31,837.00	-	-	1,790,387.29
	Matale Branch	8,700.00	-	-	-	8,700.00
Office Equipment	Head Office	844,608.88	55,564.06	-		900,172.94
	Matale Branch	5,750.00	-	-	-	5,750.00
Library Books		732,495.89	-	-	-	732,495.89
Crockery & Cutlery & Sundry Equipment		28,626.90	-	-	-	28,626.90
Carpets		314,945.80	-	-	-	314,945.80
Name Board		235,910.60	-	-	-	235,910.60
Total		**90,384,616.90**	**126,401.06**	**-**	**-**	**90,511,017.96**

Depreciation & Impairment		Accumulated Depreciation as at 01/01/2020	Depreciation during the year	Impairment	Disposal during the year	Accumulated Depreciation as at 31/12/2020
		Rs.	Rs.	Rs.	Rs.	Rs.
On Deemed Cost						
Machinery	Head Office	7,145,081.25	7,311,141.57	-	-	14,456,222.82
Computer	Head Office	9,310,291.21	596,725.42	-	-	9,907,016.63
On Cost						
Furniture & Fittings	Head Office	1,032,025.39	136,212.37	-		1,168,237.76
	Matale Branch	8,700.00	-	-	-	8,700.00
Office Equipment	Head Office	648,830.53	32,144.41	-	-	680,974.94
	Matale Branch	5,750.00	-	-	-	5,750.00
Library Books		727,890.82	2,847.37	-	-	730,738.19
Crockery & Cutlery & Sundry Equipment		15,710.30	1,932.70	-	-	17,643.00
Carpets		310,937.33	4,008.48	-	-	314,945.81
Name Board		92,868.55	23,051.06	-	-	115,919.61
Total		**19,298,085.39**	**8,108,063.38**	**-**	**-**	**27,406,148.76**
Net Book Value		**71,086,531.51**				**63,104,869.20**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

AS AT 31ST DECEMBER		Notes	2020 Rs.	2019 Rs.
10	**INTANGIBLE ASSETS**			
	Computer Software			
	Cost			
	Balance as at the beginning of the year		234,565.00	234,565
	Additions		-	-
	Impairment		-	-
	Balance as at the end of the year		**234,565.00**	**234,565**
	Accumulated Amortization			
	Balance as at the beginning of the year		234,565.00	231,594
	Amortization		-	2,971
	Balance as at the end of the year		**234,565.00**	**234,565**
	Net Balance as at end of the year		-	-

11 TRADE AND OTHER RECEIVABLES

	Notes	2020 Rs.	2019 Rs.
Debtors	11.1	3,833,015.50	5,109,750
Staff Debtors	11.2	657,093.99	1,049,351
		4,490,109.49	**6,159,101**

11.1 DEBTORS

		2020 Rs.	2019 Rs.
Debtors	Head Office	13,016,965.50	10,608,700
	Matale Branch	769,950.00	808,700
		13,786,915.50	**11,417,400**
Impairment Provision	Head Office	(9,332,450.00)	(5,782,200)
	Matale Branch	(621,450.00)	(525,450)
		3,833,015.50	**5,109,750**

11.2 STAFF DEBTORS

		2020 Rs.	2019 Rs.
Loan --	M.T.D. Wijesiri	166,672.00	250,000
	Chamal Hettiarachchi	353,962.00	525,286
	W.A.M. Lankathilaka	(655.01)	150,005
	G.K.D. Liyanage	129,615.00	124,060
Festival Advance -	Head Office	6,250.00	-
	Matale Branch	1,250.00	-
		657,093.99	**1,049,351**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

	AS AT 31ST DECEMBER		2020	2019
			Rs.	Rs.
12	ADVANCE & PRE-PAID EXPENSES			
	Pre-paid Expenses			
	Lecture Fees for University of Colombo		-	672,000
	Web Hosting Charges		11,468.06	11,205
	Software Service Fees -	Student Data Base	7,300.00	7,300
			18,768.06	**690,505**
13	SHORT-TERM INVESTMENTS			
	Treasury Bills		3,326,999.34	3,067,187
	Interest Receivable on Treasury Bills		96,217.46	111,807
			3,423,216.80	**3,178,994**
	Fixed Deposits		104,268,185.37	94,095,635
	Interest Receivable on Fixed Deposits		4,428,702.99	5,256,583
			108,696,888.36	**99,352,218**
			112,120,105.16	**102,531,212**
14	CASH & CASH EQUIVALENTS			
	People's Bank - Current A/c. No. I		1,872,392.98	5,046,060
	People's Bank - Current A/c. No. II		1,321,122.91	735,373
	Cash in hand		36.00	5,071
			3,193,551.89	**5,786,504**
15	ACCUMULATED FUND			
	Balance as at 01st January		114,569,245.04	99,859,883
	Transferred from Statement of Comprehensive Income		4,871,298.33	14,709,362
	Balance as at 31st December		**119,440,543.37**	**114,569,245**
16	PROVISION FOR RETIRING GRATUITY			
	Balance as at 01st January		1,595,960.00	1,401,291
	Provision for the year			
	Head Office		275,553.00	297,919
	Matale		46,407.00	44,706
			1,917,920.00	**1,743,915**
	Payments during the year		-	(147,955)
	Balance as at 31st December		**1,917,920.00**	**1,595,960**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

AS AT 31ST DECEMBER	Notes	2020 Rs.	2019 Rs.

17 GRANT RECEIVED

Balance as at 01st January		**66,364,038.98**	**50,000,000**
Grand Received during the year		-	18,065,681
Grant Amortised		(6,806,568.10)	(1,701,642)
Balance as at 31st December		**59,557,470.88**	**66,364,039**

18 TRADE & OTHER PAYABLES

Income Received in Advance		15,350.00	1,649,350
Accrued Expenses	18.1	1,996,119.55	2,075,259
		2,011,469.55	**3,724,609**

18.1 ACCRUED EXPENSES

Accountancy Charges & Other Professional Fees	130,120.00	114,840
Audit Fees	1,264,680.00	1,002,480
Salaries & Overtime	16,700.00	42,728
Practical Fees - Head Office	112,000.00	141,096
Lecture Fees	176,500.00	177,160
Internet Service Charges	35,206.46	8,572
Welfare Charges	11,714.00	14,364
Consolidated Fund	83,861.39	83,861
Telephone - Head Office	15,960.00	7,439
Matale	3,650.00	-
Photocopy Rental Fees	58,320.00	17,761
IT Support Service	6,000.00	6,000
Bonus - Head Office	-	366,677
Matale	-	50,000
PAYE Tax	7,700.00	-
Electricity - Matale	11,747.70	2,500
Examination Supervising Fees	-	10,850
Attendance Allowance for Board Meetings	6,000.00	6,000
Sundry Payables	8,000.00	5,431
Cleaning Services Chargers	-	11,500
Exam Paper Marking	-	6,000
Advertising	11,960.00	-
Co-ordination Fees - NVQ Print & Graphic Art Technology	36,000.00	-
	1,996,119.55	**2,075,259**

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

19 RELATED PARTY TRANSACTIONS

Rs.

Transactions of the Institute with its related Institutes

Mrs. G.K.D. Liyanage who was the Chairman of the Institute was also the Government Printer of the Department of Government Printing. The following transaction had occurred during the year between these two Institutes.

Rent, Electricity & Water	311,250

D.H.P. MUNAWEERA & CO. CHARTERED ACCOUNTANTS

Auditor General's Report

Registrar
Sri Lanka Institute of Printing

Report of the Auditor General in terms of Section 12 of the National Audit Act No. 19 of 2018 on the financial statements for the year ended 31 December 2020 and other legal and regulatory requirements of the Sri Lanka Institute of Printing

The above report is submitted herewith.

W.P.C. Wickremaratne
Auditor General

Copies :- 01. Secretary – Ministry of Education
02. Secretary – Ministry of Finance

Registrar
Sri Lanka Institute of Printing

Auditor General's report in terms of Section 12 of the National Audit Act No.19 of 2018 on the financial statements and other legal and regulatory requirements for the year ended 31 December 2020 of Sri Lanka Institute of Printing

1. Financial Statements

1.1 Qualified Opinion

The audit of the financial statements of the Sri Lanka Institute of Printing for the year ended 31 December 2020 comprising the statement of financial position as at 31 December 2020 and the statement of financial performance, statement of changes in equity and cash flow statement for the year then ended, and notes to the financial statements, including a summary of significant accounting polices 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 provisions of the National Audit Act, No. 19 of 2018 and the Finance Act No.38 of 1971. In terms of Article 154(6) of the Constitution, my report will be tabled in Parliament in due course.

In my opinion, except for the effects of the matters described in the section on the basis for qualified opinion, the financial statements give a true and fair view of the financial position of the Institute as at 31 December 2020 and its financial performance and cash flows for the year then ended in accordance with the Sri Lanka Accounting Standards for small and medium sized entities.

1.2 Basis for the Qualified Opinion

(a) Though the public sector institutions supplying goods and services and small institutions with Public Accountability should not follow Sri Lanka Accounting Standards for Small and Medium sized entities, the Sri Lanka Institute of Printing has prepared financial statements based on the Sri Lanka Accounting Standards for small and medium sized entities.

(b) The value of the land with 0.1012 hectares (40 perches) transferred to the institution in September 2018 had not been assessed and included in financial statements.

(c) Even though it has been stated in the accounting notes that the projected unit credit method is used for measuring the defined benefit plans, a discount of benefits had not been done in terms of Sections 28.17 and 28.18 of Chapter 28 of Sri Lanka Accounting Standards for small and medium sized entities.

(d) A sum of Rs. 72,000 paid annually to a private institution for the preparation of the debtors report, had not been brought to the account and as such, the expenditure of the year under review had been understated by the same amount.

1.3 Other information contained in the Annual Report 2020 of the Authority

Other information means information, though included in the Annual Report 2020 of the Institute which is expected to be handed over to me after the date of this audit but not included in the financial statements and in my audit report thereon. Those charged with management shall be responsible for other information.

My opinion on the financial statements does not cover other information and I do not provide an assurance of any manner or express an opinion on it.

My responsibility in relation to my audit regarding financial statements is to read other information whenever available and consider where there are material inconsistencies between the financial statements or my knowledge gained otherwise and other information.

In reading the annual report 2020 of the Institute, if I concluded that there are material misstatements, such matters shall be communicated to those charged with management. If there still are misstatements which have not been corrected, they will be included in the report to be tabled in Parliament by me in due course in terms of Article 154(6) of the Constitution.

1.4 Responsibilities of Management and those charged with governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards for small and medium sized entities, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is responsible for assessing the Institution's ability to continue as a going concern, disclosing matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Institution or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Company's financial reporting process.

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Institution is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Institution.

1.5 Auditor's Responsibility for the Audit of the Financial Statements

My objective is to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's summary report that includes my opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with Sri Lanka Auditing Standards will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

As part of an audit in accordance with Sri Lanka Auditing Standards, I exercise professional judgment and maintain professional scepticism throughout the audit. I also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for my opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions or the override of internal control.

- Obtain an understanding of internal control relevant to the audit 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 Department's internal control.

- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by the management.

- Conclude on the appropriateness of the management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify my opinion. My conclusions are based on the audit evidence obtained up to the date of my auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

- Evaluate the overall presentation, structure and content of the financial statements, including the disclosures, and whether the financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

I have communicated with those charged with governance regarding the significant audit findings, including any significant deficiencies in internal control that I have identified during the audit

2. Report on other legal and regulatory requirements

2.1 Special provisions are included in respect of the following requirements in the National Audit Act No. 19 of 2018.

2.1.1 In terms of the requirements of section 12 (a) of the National Audit Act No. 19 of 2018, except for the effects of the matters described in the section on the 'Basis for the Qualified Opinion' of this report, I obtained all information and explanations required for the audit and as far as it appears from my inspection, the Institution had maintained proper financial reports.

2.1.2 In terms of the requirement indicated in Section 6(1)(d) (iii) of the National Audit Act No. 19 of 2018, the financial statements of the Institution presented are consistent with the preceding year.

2.1.3 In terms of the requirement stated indicated in Section 6(1)(d) (iv) of the National Audit Act No. 19 of 2018, other than the recommendations indicated in paragraphs 1.2 (c)) of this report the recommendations made by me in the previous year have been included in the submitted financial statements.

2.2 On the basis of the procedures followed and evidence obtained and being restricted within the material matters, nothing that warrants the making of the following statements did not come to my attention.

2.2.1 In terms of the requirement of section 12 (d) of the National Audit Act No. 19 of 2018, whether any member of the governing body of the Institution has any interest, direct or otherwise, outside normal business status in any contract entered into by the Institution.

2.2.2 In terms of the requirement of section 12 (f) of the National Audit Act No. 19 of 2018, whether the Institution has not complied with any applicable written law, or other general or special directions issued by the governing body of the Institution;

Reference to laws, rules/orders	**Description**
Section 10.2 Chapter XXIV of the Establishments Code of the Democratic Republic of Sri Lanka	A sum of Rs. 72.215 had been paid in the year under review as distress loan to a member of the Board of Governors of the Institute who is not ann employee of the Institute.

Based on the procedures performed and evidence obtained were limited to matters that are material, nothing has come to my attention;

2.2.3 to state that the company has not performed according to its powers, functions and duties as per the requirement of Section 12(f) of the National Audit Act No. 19 of 2018 except for the following observations.

2.2.4 to state that the resources of the company had not been procured and utilized economically, efficiently and effectively within the time frames and in compliance with the applicable laws as per the requirement of section 12 (h) of the National Audit Act No. 19 of 2018.

3. Other Observations

A sum of Rs. 420,000 had been paid in the year under review as the Chairman's allowance to a member f the Board of Governors despite failure in appointing a Chairman.

………………………………………………..

W.P.C. Wickremaratne
Auditor General

Auditor General's report in terms of Section 12 of the National Audit Act No.19 of 2018 on the financial statements and other legal and regulatory requirements for the year ended 31 December 2020 of Sri Lanka Institute of Printing / Queries and Answers

1.2 Basis for the Qualified Opinion

Query:-

(a) Though the public sector institutions supplying goods and services and small institutions with Public Accountability should not follow Sri Lanka Accounting Standards for Small and Medium sized entities, the Sri Lanka Institute of Printing has prepared financial statements based on the Sri Lanka Accounting Standards for small and medium sized entities.

Answer:-

(a) Having consulted our chartered accountants D.H.P. Munaweera Associates, the opinion expressed by them in this regard is conveyed to you.

The financial statements of Sri Lanka Institute of Printing have been prepared in compliance with the sri Lanka Accounting Standards for small and medium sized entities. In the audit report it has been stated that the financial statements had been prepared on a wrong basis. However since this institution not a public corporation selling goods or providing services as per your explanation, we are of the opinion that the financial statements of the Institute should be prepared in compliance with the Sri Lanka Accounting Standards for Small and Medium Sized entities.

Query:-

(b) The value of the land with 0.1012 hectares (40 perches) transferred to the institution on 18th September 2018 had not been assessed and included in financial statements.

Answer:-

b) A part of this land was acquired under the megapolis project for the expansion of Lesley Ranagala Mawatha. Action will be taken in future to resurvey the land and take necessary action.

Query:-

(c) Even though it has been stated in the accounting notes that the projected unit credit method is used for measuring the defined benefit plans, a discount of benefits had not been done in terms of Sections 28.17 and 28.18 of Chapter 28 of Sri Lanka Accounting Standards for small and medium sized entities.

Answer: c) This was noted down for action in future.

Query:-

(d) A sum of Rs. 72,000 paid annually to a private institution for the preparation of the debtors report, had not been brought to the account and as such, the expenditure of the year under review had been understated by the same amount.

Answer:-

c) This was noted in order to take proper action in this connection.

On the basis of the procedures followed and evidence obtained and being restricted within the material matters, nothing that warrants the making of the following statements did not come to my attention.

Question:-

2.2.2 In terms of the requirement of section 12 (f) of the National Audit Act No. 19 of 2018, whether the Institution has not complied with any applicable written law, or other general or special directions issued by the governing body of the Institution;

Reference to laws, rules/orders	Description
Section 10.2 Chapter XXIV of the Establishments Code of the Democratic Republic of Sri Lanka	A sum of Rs. 72.215 had been paid in the year under review as distress loan to a member of the Board of Governors of the Institute who is not ann employee of the Institute.

Answer:-

Distress loan had been granted to the Chairperson of the Sri Lanka Institute of Printing intems of agreements and subjected to an interest of 4.2 percent for the said loan. As a self-financing institute, all funds of the Institute are properly managed and the Institute is maintained profitably.

3 Other Observations

Question:-

A sum of Rs. 420,000 had been paid in the year under review as the Chairman's allowance to a member f the Board of Governors despite failure in appointing a Chairman.

Answer:-

As the then government failed to appoint a person to the post of Chairman for a long period, a member of the Board of Governors was elected to the post of Chairman on the consent of other members according to the service minutes of the Sri Lanka Institute of Printing by briefing the then Secretary to the Ministry. Action has been taken in terms of the Sri Lanka Institute of Printing Act in the exercise of powers therefor.

Action taken for the Progress of the Institute

The action plan has been prepared under the headings stated below to reach institutional objectives and goals.

Performance Summary

Student Intake	-	582
Courses conducted	-	12
Revenue	-	Rs 29,271,915.00
Profit	-	Rs (4,746,007.00)
Investments	-	Rs 112,120,105.16

1. Service Product Development

Continue its study programmes and other activities under the below stated categories.

1.1 Study Programmes

SLIOP

- Print Media Technology
- Graphic Media Technology
- Digital Media Technology

The study programmes have been developed through a career development path. The study programmes are being revised once in 3 years or when and where necessary with the technological changes in the industry world over.

1.2 Seminar and Workshops

The institute conducts seminar style workshops for school leavers to educate in their career development in the field or Printing and Digital Arts Technology.

The Institute organizes technical workshop style seminars for those who are in the industry to develop their skills and knowledge career enhancement in the ever developing technology.

1.3 Special Traning Programme

The Institute organizes special traning programmes on request by various Government and Non Goverment organizations to develop their staff on Graphic Design and Multi Media Skills.

1.4 Development in Print & Graphic Arts Industry

- In order to develop the physical resources & human resources at SLIOP in par with the developments in the Industry the Institute and the staff has taken part in exhibitions, seminars and workshop.

- Commenced the preparation of competency based standards and curriculum of the new Diploma in Digital Media Technology – NVQ 5

- Commenced the following programmes in on line mode.

    1) Graphic Design
    2) Web Design
    3) MS Office.

2. Promotion and Product Development

- Publish SLIOP courses through newspapers, gazette notices, Web site and Social Media & You tube.

- Conduct free seminars and workshops in Schools and at the Institute to promote SLIOP study programmes and to build the brand image.

- Publish news articles in National Newspapers/Magazines and participate in TV programmes to promote the brand image of the SLIOP among the public.

- Obtained the newest version of ISO Certification from Sri Lanka Standard Institute for Design, Development and conducting of Printing, Graphic & Multi Media courses.

3.Institutional Development

In order to provide the knowledge and skills in new technological developments in the industry the Institute has purchased a modern 4 colour offset printing press to Sri Lanka Institute of Printing.

The Institute has a acquired a 40 perches land in Borella through the Department of Government Printing to construct a new building for the Institute.

The new building will help the Institute to increase the capacity and provide better facilities to the staff and students. This will also enhance the brand image of the SLIOP. The Institute expect funds from the Government for this project and had submitted all the relevant documents.

www.sliop.edu.lk