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வருடாந்த அறிக்கை 2018
Annual Report 2018

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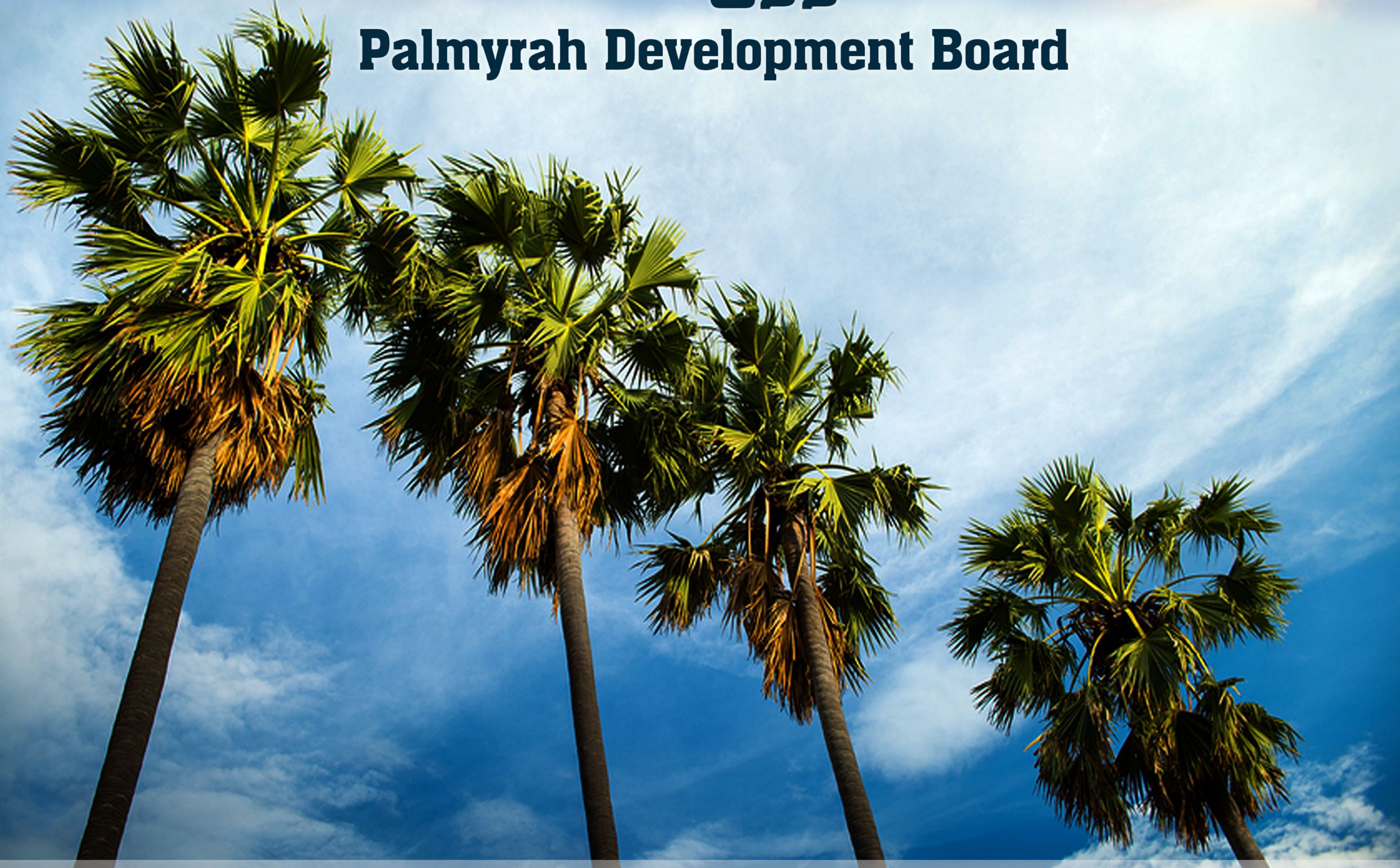
பனை அபிவிருத்திச் சபை
Palmyrah Development Board



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Annual Report 2018

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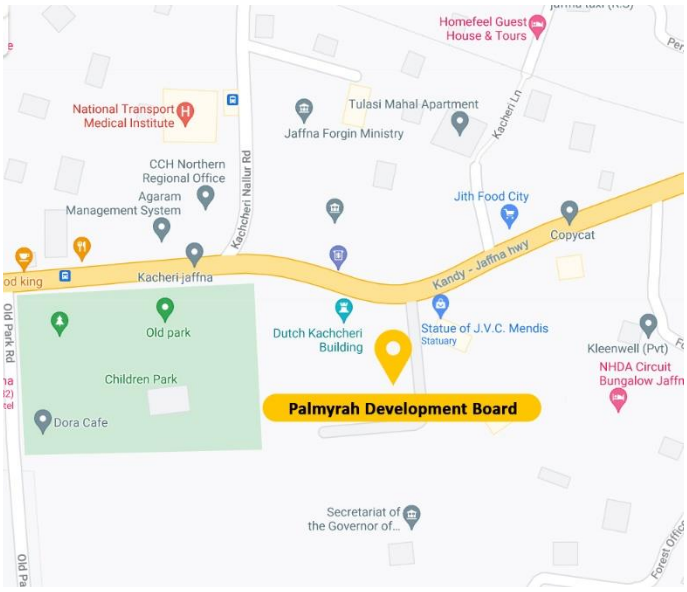
A. INTRODUCTION

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, Palmyrah Development Board 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 Palmyrah Development Board 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 "Katpaham".



Head Office

National Housing Secretariat,
Kandy Road,
Jaffna.

Telephone: 021 2222034
Fax: 021 2224154

E-mail: slpdbho@yahoo.com
Web: www.pdb.gov.lk

Chairman's Review

It gives me a great pleasure to write a message for the annual report for the year 2018 of Palmyrah Development Board of Sri Lanka. It was another important year of excellent achievement for our Board which proves our strong and good governance with a stable management during this period.

New strategic marketing of the board is expected to play a pivotal role in the achievement of its long-term goals and objectives, and thus well aligned with the strategic plan of the Board. Innovative marketing efforts of the board are especially centered on Katpaham brand and Palmyrah based products development with the objective of establishing good relationship with our traditional valuable customers and other stakeholders.

Supporting Palmyrah dependent families and palm product development cooperative societies are one of the important objectives of the board. In this view a special livelihood project was implemented by the Palmyrah Development Board with the guidance and financial support of the line ministry, also new projects were implemented to increase the Palmyrah production activities with the view to meet the rising demand for Palmyrah products.

Research and Quality Control Division works to achieve its overall goal of enhancing the practice of research for the innovative technology transfer and advisory service to rejuvenate and regulate sustainability of Palmyrah industry. During the year under review the division accomplished many applied researches in collaboration with many universities and institutions and activities which fulfill the gaps in the industry to compete in the markets.

Furthermore, we believe that the major important role of the human resources activities is to enable the employees to perform at their best and continuously improving in their effectiveness while steadily moving themselves and the Board towards a set of agreed goals and objectives.

I thank to the Board of Directors, valuable customers, and employees of the Board, Stake holders and above all our Honorable Minister and the Secretary to the Ministry for providing their great support for the achievement.

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.

General Manager's Review

Palmyrah Development Board is a unique institution in Sri Lanka, which is the only institute having its head office at Jaffna. Which has the main objective to promote the Palmyrah related industries.

Palmyrah Development Board established in 1978 by the act of parliament in Sri Lanka and administered by Board of Directors appointed by the line ministry.

With the great emphasis on national development, contribution of Palmyrah Development Board to the livelihood development of Palmyrah dependent families in North and East could not be ignored. It Played a crucial role in terms of Production (value added production), Marketing, training (technology transfer) and capacity development.

In 2018, Gross profit of Palmyrah Development Board increase to LKR 10.04 million. This improvement was mainly contributed to by the marketing turnover of LKR. 50.25 million. Whereas Rs.40.95 Mn in proceding year. Nearly 559 village women were empowered by the handicraft trainings conducted by Palmyrah Development Board. It is estimated that nearly 21 Mn worth of Palm leaf based handicraft products were produced by the producers registered by Palmyrah Development Board. 141,450 Palmyrah seeds were planted in various locations with the support of divisional secretariats and village volunteer organizations with the view to restore the plantation. Annual production value of Palmyrah products produced by Palmyrah Development Board is increased to LKR. 16.00 million.

In order to improve the training programs conducted by Palmyrah Development Board, Palmyrah Training Institute (PTI) was established at Kaithady building works are going on progressively.

Palmyrah Research Institute – initiated activities to get accreditation for the microbiological laboratory. Findings of research conducted at Palmyrah Research Institute since 2012 to 2017 was disseminated to the stakeholders via workshops, field visits and trainings. Several successful training programs were conducted to the staff of Palmyrah Development Board for the capacity development.

Even a relatively small institute with the staff of 216, we have been able to achieve a remarkable change with support of hard-working staff in different field (Marketing, Extension, Development, Production, Administration & Research).

Further, effective functioning of committees such as research management committee, price fixing committee, central purchasing committee, high command committee for the effective and timely decision making to accelerate the performance of the board were also supported for the achievement of this year.

I consider it my pleasant duty to thank chairman and all the staff of Palmyrah Development Board for the support rendered to Palmyrah Development Board.

M.B.Loganathan,
General Manager,
Palmyrah Development Board.

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, Puttalam 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.

Chairman & Board Directors of Palmyrah Development Board – 2018

1. Dr. R.Sivasangar - Chairman, Palmyrah Development Board
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
7. Mr. Selvin-Ireneuss Mariampillai - Working 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	Hand Phone	E-Mail
General Manager	Mr. M.B.Loganathan	0777176322	mblogan_cro@yahoo.com
Deputy General Manager	Mr. R.Rameshwaran	0777317136	ramanahmba@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. 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. N.Sivarajah	0773779614	sivarajah21@gmail.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 Secretariat, Kandy Road, Jaffna	: 021 2222034 : 021 2224154
City Office	:	# 502, Galle Road, Wellawatte, Colombo – 06.	: 011 2364406 : 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	:	Pansala Road, Shanthi Puram, Mannar.	: 023 2222373
Vavuniya	:	NO.67/68, Bazaar Street, Vavuniya.	: 024 2222483
Mullaithivu	:	2nd Ward, Mullivalai, Mullaithivu	: 021 2060042
Kilinochchi	:	Kandy Road, Kilinochchi.	: 021 2285638
Hambantota	:	Wallawaya Road, Weerawila.	: 047 3221201
Colombo	:	Ministry Buildings	: 011 2574416

E-mail	:	slpdbho@yahoo.com & slpalmyrah@gmail.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

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
Vavunia	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, PaniPannadu, Jam, Cordial, Ready to serve drink, Medicinal based products
Tuber based products: Tuber (Fresh), Dried tuber, Dried tuber flour, Boiled tuber flour, Palm Posha, biscuits, 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, 17 sales centres named "Katpaham", 11 production centres, 01 Research Centre, 01 Palmyrah Arrack Distillery and 11 Palmyrah model farms. The locations of these are given below;

B. REVIEW OF PERFORMANCE, STRATEGIES & RISK MANAGEMENT

Reporting Business Performance

Development Division

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 was implemented during the period of October to December.

Planting Campaigns are organized through Divisional Secretariats in ten districts. Quality Palmyra seeds collected from farmers in each division are used as planting material. Planting sites are mainly Crown land, bare land, House hold lands and Government building premises.

Seeds Planted during last three years

Districts	2016	2017	2018
Jaffna	134,000	166,000	101,450
Killinochchi	----	5,000	-----
Mulaithivu	----	40,000	-----
Batticaloa	40,000	20,000	40,000
Ampara	----	10,000	-----
Puttalam	----	30,000	-----
Total	**174,000**	**271,000**	**141,450**

B2. Control of Indiscriminate Tree Felling:

Indiscriminate Palmyrah tree felling is a serious issue which is threatening the Palmyra industry. Palmyrah timber is a valuable product traditionally used for roofing in north and eastern provinces though unproductive mature trees are permitted to cut for timber purpose, emerging development needs such as road expansion, electricity supply, land cleaning housing schemes increase the demand for cutting trees.

By understanding the seriousness of this issue, Palmyra board is working closely with the divisional secretariats and applications for tree cutting are checked by the field staff of Palmyrah Development Board prior to granting approval. In addition to that, Palmyra board filling cases against illegal tree felling with the support of GN and DS. This control activities significantly reduces tree felling.

Last three years detail of tree cutting

Districts	2016	2017	2018
Jaffna	20,284	12,619	9,240
Mannar	3,735	2,843	2,611
Vavuniya	00	21	32
Killinochchi	2,671	1,440	644
Mulaithivu	131	081	82
Trincomalee	941	442	478
Batticaloa	690	689	593
Ampara	00	68	119
Puttalam	00	00	111
Total	**28,452**	**18,203**	**13,910**

B3. Palmyrah Model Farms

Palmyrah Model Farm is large scale Palmyrah cultivation with the suitable intercropping practice 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 (around 10-15 Years) as most of the model farms given below are with young Palmyrah trees. But it should be maintained properly to get better output in future.

Details of the model farms are given below

District	Location & Area	Main Crops
Jaffna	Mamunai – 200 Ac	Palmyrah and Cashew
	Delft – 05 Ac	Young Palmyrah
	Kudaththanai – 10 Ac	Young Palmyrah
Vavuniya	Puliyankulam – 10Ac	Young Palmyrah, lime
Killinochchi	Ootrupulam – 50Ac	Young Palmyrah, (5-10 years old)
	Kowtharimunai -10 Ac	Young Palmyrah (2-3 years old)
	Mulankavil – 2 Ac	Young Palmyrah
Hambantota	Weerawila – 22Ac	Palmyrah and annual crops as banana, gingili

Sectoral 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.

Extension Division

Palmyrah Development Board is also involved in technology dissemination programmes. In this view extension division is directly conducting handicraft trainings for women groups and handicraft teachers (master graft man) for skill development. In addition to that sap training, pulp training, fiber training and timber based training also were conducted by this division.

1. **Technology Dissemination Trainings:**

   Palm leaf Handicraft's trainings are conducted by specially trained handicraft instructors of Palmyrah Development Board. Nearly 50 number of instructors are involving in this effort. They were sent to various villages through head office in Jaffna and seven district offices to impart training to unemployed poor village folks, school dropouts and to destitute adult women to engage in self-employment. Handicraft training program is for a period of 6 months to new trainees and another 3months training program was designed to the producers to train in new designs. This training created hundreds of new producers every year.

   Palmyrah food production trainings, pulp preservation trainings, timber-based souvenir production trainings are conducted annually based on the season and request. These trainings are conducted with the support of Palmyrah Research Institute, Production staff and high skilled resource persons.

   At the end of these trainings, trainees are grouped to form production groups/societies and they are registered under palmyrah development board. While the products of this producers are marketed by palmyarh board, they are supported to establish private market linkages too. The quality control assistance also provided by Palmyrah Development Board time to time to ensure good price for their products.

The numbers of the trainees trained in handicraft making for last three years

Districts	Number of Trainees-2016	Number of Trainees-2017	Number of Trainees-2018
Jaffna	177	87	51
Kilinochchi	160	51	20
Mullaithivu	118	63	35
Vavuniya	75	50	46
Mannar	86	39	20
Puttalam	94	35	23
Trincomalee	120	117	20
Batticaloa	617	221	234
Amparai	97	107	70
Hambantota	15	38	-
Kurunegala	11	24	20
Anuradhapura	41	40	20
Total	**1611**	**872**	**559**

Last three years palm leaf handicraft producer detail and their production value

Year	No. of producers engaged in production	Value of production Rs. Mn
2016	1091	12.39
2017	1327	13.26
2018	2112	20.74

The numbers of other palmyrah based trainings conducted in year 2018

Type of trainings	No. of training centers	No. of trainees
Pulp production training	08	166
Palmyrah food processing	01	26
Palmyrah timber products	01	05

Trainers Trainings:

A special training was organized to strengthening the trainers. It was conducted as 3 days residential training program. Eleven resource person and 46 handicraft instructors were participated in this training. Trainers were trained in different disciplines with the view to strengthen their activities in community level.

2. Development of curriculum for Palmyrah Technology diploma course (NVQ level-05)
As the construction work for palmyrah training school is in progress, a curriculum was developed and submitted for the approval. Once the approval is received the trainings will be standardized to NVQ level 05.

3. Formation of palm product societies
By understanding the importance of strengthening production groups to increase the production. Production groups were registered in Palmyrah Development Board under the Palmyrah Development Board mandate.

Detail of the registered producer groups -2018

District	No. of Societies	No. of Members
Jaffna	23	762
Kilinochchi	8	212
Vavuniya	3	78
Mullaithivu	3	50
Mannar	5	172
Batticaloa	17	484
Puttalam	5	70
Trincomalee	5	135
Ampara	6	149
Total	**74**	**2112**

Administration Division - 2018.

Human Resource, Cadre Management

i) Officers Recruitments

1. Ms. P. Kayaththiri - Management Assistant
2. Mr. P. Kayan - Technical Assistant
3. Mr. T. Maheshwaran - Technical Assistant
4. Mr. R. Mathanathas - Management Assistant
5. Mr. K. Gopinath - Driver
6. Mr. T. Uthayakumar - Driver
7. Mr. N. Sivakumar - Driver
8. Mr. N. Bavanathan - Management Assistant
9. Miss. K. Mathanki - Management Assistant
10. Mrs. R. Ajantha - Management Assistant
11. Mr. D. Sanjayan - Management Assistant

ii) Officers Promoted:

1 Mrs. Y.Puvanesamoorthy - District Manager
2 Mr. B.Rajiparan - Manager - Production
3 Mr. M.Nirushan - Book Keeper
4 Mr. A.Abarasuthan - Production Assistant
5 Mr. R.Sasikumar - Development Assistant.

iii) Officers Retired: Three Employees retired during the year.

1. Ms S. Easwary – Labour
2. Mr. S. Anthonipillai – Security
3. Mrs. S. Jegasothy – Management Assistant

iv) Two Officers resigned during the year - 2018

1. Mrs. J. Sugananthy – Audit Officer
2. Ms. S. Yoganayaki – Management Assistant

v) Cadre Position as at 31.12.2018.

Ser. No.	Number of Employees (As at 31.12.2018	Approved Cadre Nos	Actual Cadre Nos
1	Executive	28	26
2	Supervisors/Technical Officer/Salesman	19	09
3	Clerical and Allied	69	64
4	Skilled and Semi-Skilled Workers	62	65
5	Minor Employees and Unskilled	49	50
6	Casual and Trainees	-	01
	Total No of Employees	**227**	**215**

vi) Structure of the Organization Chart

Classification of Existing Cadre of Palmyrah Development Board.

vii) Training Programme/ Capacity development

Training 1: Workshop on strategic planning

Duration: 1 day (17/08/2018)

Resource Person: Mr. M. Ireniuss-Selvin

Participants: Head Office staffs

Venue: Third Floor, National Housing Authority Building

Objectives:
- Strategic planning for the growth of Palmyrah Development Board.
- Planning and discussing on new projects and activities that are needed to strengthen the staff and the board

Training 2: Capacity Building to the Executive Managers

Duration: 3 days

Resource Person: Mr. M. Ireniuss-Selvin

Participants: General Manager, Executive Managers of Palmyrah Development Board.

Objectives: To promote and enhance the skills & Strategic planning for 2019

Training 3: Workshop on Store Management and purchasing Procedures

Duration: 2 days (2nd & 3rd August 2018)

Resource Person: Arranged by Professional Development Centre

Participant: Mr. E.Joy Jeyanthan, Management Assistant (Store Keeper).

Objectives: To enhance the store management activities and promote store managing strategies.

Training 4: Language Training

Duration: 6 months (June'18 – Dec'18

Resource Person: Mr. N.S. Kanakalingam

Participants: Palmyrah Development Board Staff- Management Assistants who wish to improve the knowledge of Sinhala (Second Batch)

Objectives:
- To improve and Expand Sinhala language skills in Speaking, listening, reading and writing
- To express themselves confidently in acceptable Sinhala language
- To Use Sinhala Language appropriately.

Training 5: Training on Computer Application

Duration: 100 hours

Resource Person: Vocational Training Centre

Participants: Palmyrah Development Board staff those who are interested to improve their computer skills

Objective:
- Familiarize with modern technology and practice of techniques
- Emphasize the public relation functions in a modern organization
- Equip the participants with office related applications

Contents:
- Operating system
- Word processing (Microsoft word)
- Spread sheet (Microsoft excel)
- Data base management (Microsoft access)
- Presentation (Microsoft power point)
- Internet/ e-mail

Training 6: Introductory Training to the Newly Recruited Staffs

Duration: 2 days

Resource Person: Volunteers from all division

Participants: Newly recruited management assistants

Objectives:
- To introduce the administrative and financial regulations of Palmyrah Development Board
- To guide them in the routine works of the board
- To give an overall history and function of the board.

Planning Division

Planning division was established in 2017 by the Board in order to effectively follow the development progresses of Palmyrah Development Board. In this quest, the division was strengthened for the purpose of planning under the allocations of fund and to carry out the procurement activities for the smooth development of the board. The project activities of the board have been frequently updated by this division to the Head of the Management and to the Ministry as well.

In this manner, duties have been mainly divided and followed by the division as follows;

- Database management.
- Project Implementation.
- Procurement activities.
- Monitoring & evaluation of Projects.

However, though the division is functioning with the purpose of organizing the planning and project activities, getting official approval for the establishment of this division from the Ministry is under progress and it is expected that the approval will be received by the Ministry very soon for the continual function of this unit.

Planning Division activities

- In planning division, to develop budgets to guide its future activities. The documents developed may include:
- Action plan
- Procurement plan
- In 2018 we have done totally 116 number of procurements including 76 capital and 40 recurrent,
- We are also preparing monthly progress report for monitoring and evaluating the plan.

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. Kaithaddi 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. Operating Jaggery Production at Karainagar Industrial Complex Production center

Production Detail of Last Two years

Sap Based Products			
		2017	2018
Jaggery Production	Total Production in Kilograms	10,595.9	17760.72
Treacle Production	Total Production in Liters	6,958.6	4745.44
Sugar candy Production	Total Production in Kilograms	69.5	133.5
Fruit / Pulp Based Products			
Pulp Production	Total Production in Liters	26,000	5500
Soft Drink Production	No. of bottles (190ml)	18,795	32113
Palm Crush Production	No. of bottles (750ml)	2,954	3182
Jam Production	No. of bottles (450g)	1,732	833
Panattu Production	Total Production in Kilogram	1,004.25	650.95
Spiced Panattu Production	Total Production in Kilogram	424.75	253.25
Oil Cake Production	No. of Items produced (pcs)	1,031	4514
Palm Palakaram Production	No. of Packets produced	2,027	12807
Other Sweet & Savory Items) Production	No. of Items produced	5,021	16003
Tuber Based Products			
Raw Tuber Production	Total purchases in Kilogram	3,223	2592
Boiled & Dried Tuber Production	Total purchases in Kilogram	4,179.5	9161.95
SeevalOdiyal Production	Total purchases in Kilogram	2,240	3500
Dried Tuber Flour Production	Total Production in Kilogram	1,859.5	2592
Odiyalkool Production	No. of Packets (150g)	4,603	596
Palm Posha Production	Total Production in Kilogram	2,568.5	3490

Value of Product transfer to Sales (Mn) 24.47 31.54

In this regard Palmyrah Development Board has established Production Centers in the districts of Jaffna, Colombo, Mannar, Batticaloa, Puttalam and Trincomalee. The details of which are given below

District	Jaggery Production centers	Pulp Production canters	Food & Soft Drink centers
Jaffna	Singanagar	Singanagar	Kaithaddi
	Karainagar		
Mannar	KaddukaranKudirupu	Padappddi	
	TharavanKoddai		
	Padappddi	Padappddi	
Vavuniya			Vavuniya
Trincomalee	Verothayanagar	Verothayanagar	
Batticaloa		Mukuthuveram	
Colombo			Wellawatta
Puttalam		Kalpittiya	

Marketing Division

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

Marketing Centres ("Katpaham" sales centres and sales Details fallows)

1. Jaffna District - Nallur, Point Pedro Road, Nallur
2. Jaffna District - Showroom – Market Unit, Jaffna
3. Jaffna District - No.129 D, K.K.S Road, Jaffna.
4. Jaffna District - Stanly Road, Jaffna.
5. Jaffna District - Bus stand, Jaffna Town.
6. Colombo District - W.A.D.SilvaMawatha, Colombo 06
7. Colombo District - MAGA City Galle Road Colombo -06
8. Mannar District - Madu Road, Mannar.
9. Mannar District - Mannar town, Mannar.
10. District Batticaloa - 15, UDA Building, Batticaloa
11. District Batticaloa - Show Room, Light House, Batticaloa
12. Trincomalee District - Power House Road, Trincomalee
13. Vavuniya District - 67/68, Bazaar Street, Vavuniya
14. Ampara District - 107 B, Batticaloa Road, Kalmunai
15. Puttalam District - New Bus stand, Kalpittiya
16. Humbabthota District - Front of Pansala, Tissamaragama
17. Humbabthota District - Kathirkamam

Note: Ampari and Putalam Katphakam Closed during the period and running at District Offices

Turnover of the sales (Katpaham) outlets in years 2017 - 2018 is as follows: -

Katpaham	2017	2018
Delft	142,108.00	00
Nallur	3,684,590.55	8,249,989.10
Show Room	2,011,387.30	2,219,271.50
K.K.S Road	3,103,651.45	4,445,108.50
Busstand Katphakam	1,482,943.15	1,729,811.53
Katpahchcholai	939,881.05	954,118.40
Stores	1,523,195.50	1,223,871.75
P.C/Maga City Colombo	355,380.00	3,649,478.06
Colombo Katpaham	7,388,009.15	7,025,238.15
Exhibitions	3,596,279.41	1,783,510.59
Mobile	375,444.50	360,640.50
Vavuniya	7,035,297.00	7,704,947.00
Batticaloa Katpaham	798,364.05	2,294,006.10
Batticaloa Show room	465,899.25	1,268,282.25
Kalmunai	1,216,938.00	135,815.00
Mannar Madu	4,134,040.35	645,932.35
Mannar Town	111,345.00	2,698,113.00
Trincomalee	1,306,796.45	1,381,482.95
Kalpittiya	351,137.50	313,915.00
Kathirakamam	00	1,091,965.15
Thisamaragama	806,420.00	888,745.00
Mullaithivu	4,590.00	00
Weerawala	116,930.00	193,820.00
Total	**40,950,627.66**	**50,258,061.88**

Research and Quality Control Division

Palmyrah Research Institute

Palmyrah Research Institute (PRI) has the overall goal of enhancing the practice of research for the innovative technology transfer and advisory service to develop, promote, popularize and regulate sustainability of Palmyrah industry. Continuing its achievements, success and experience in the past, Palmyrah Research Institute kept its progress going on by implementing the action plan for the year 2018 with important activities for the benefit of Palmyrah industry. The activities of Palmyrah Research Institute for the year 2018 are categories under the themes given below:

- ISO accreditation
- Dissemination
- Research
- Publication




ISO Accreditation

Palmyrah Research Institute has acquired ISO accreditation to the chemical scope of the Analytical Laboratory in August 2017 and went through the 1st and 2nd surveillance assessments by Sri Lanka Accreditation Board (SLAB) in 2018 to sustain the ISO accreditation to the laboratory. The required standards of the testing laboratory and testing services had been maintained in compliance with ISO 17025 requirements. Analytical reports had been issued in terms of maintaining and assuring quality of products in the Northern Province.

Furthermore, the Microbiology Laboratory was newly developed in compliance with ISO 17025 requirements and steps had been taken to apply for ISO accreditation to the microbiological scope.

Dissemination

The findings of research conducted at Palmyrah Research Institute since 2012 to 2017 had been disseminated to stake holders, entrepreneurs and Palmyrah dependents through one day workshops, field visits, trainings on pulp preservation, RTS preparation, sweet sap preparation, etc. and exhibition. RTS formulation had been taken forward to industrial level application in 2018.

Research

The research entitled 'Extracting pigments from Palmyrah fruit pulp (Borassus flabellifer L.) for the production of natural colourants for food' had been commenced and completed in 2018 in collaboration with Sri Jayewardenepura University.

The research entitled 'Changes in nutrients during storage and processing of canned Palmyrah young fruit kernel' had been commenced and completed in 2018.

The research entitled 'Determination of physicochemical parameters variation in Palmyrah leaves' had been commenced in 2018 and is ongoing.

Publications

The details of Palmyrah Research Institute publications for the year 2018 are given below:

Journal Publications

- Tharmaratnam G, Ponnuchamy N, SriThayalan S (2018) Preservation of Palmyrah Haustorium, Young Fruit Kernel and Boiled Tuber with Lengthen Shelf-Life Consisting their Native Characters. Annals of Biological Research 9 (1): 30-39. ISSN: 0976-1233
- Sivaji M, Balasubramaniyam A, Wijesinghe WAJP, Bandara SMIPG, SriThayalan S (2018) Effect of Sodium Metabisulphite on the Nutritional Characteristics of Palmyra Fruit Pulp. IOSR Journal of Environmental Science Toxicology and Food Technology (IOSR-JESTFT) 12 (2,1): 59-62. e-ISSN: 2319-2402,p- ISSN: 2319-2399

Conference Proceedings:

- Sobini, N., Wickramasinghe, I., Subajini, M. (2018) Development of Wine from Pectinase Treated Palmyrah Fruit Pulp by Using Toddy Yeast. Proceedings of the 4th Jaffna University International Research Conference (JUICe2018)
- Sivarajah, V., Dalukdeniya, D.A.C.K., Anuluxshy, B., Srivijeindran, S. (2018) Formulation and Development of Palmyrah (Borassus flabellifer L.) Fruit Pulp based Milk Drink. Proceedings of the 4th Jaffna University International Research Conference (JUICe2018)
- Balasingam, S., Surendran, S.N., Senthilnanthanan, M. and Subajini, M. (2018), Larvicidal Effect of Dried Palmyrah Fruit Pulp Extracts against Aedes aegypti. Proceedings of the 25th Annual Session of Jaffna Science Association, p06.
- Sobini N, Wickramasinghe , Subajini M. (2018) Process optimization of pectinase enzyme in Palmyrah fruit pulp for clarification. International Journal of Food Science and Nutrition, Volume 3; Issue 5; September 2018; Page No. 178-18.

Review of Operating Results

Details	2018	2017
Board Turnover	50,258,061.88	40,950,627.66
Board Trading Profit	10,040,000.02	11,198,073.29
Other Income	3,613,885.80	5,398,288.21
Profit / (Loss)	(98,799,417.31)	131,952,114.69)
Profit / (Loss) Other than Depreciation	(34,341,607.16)	46,148,084.24)
Government Contribution		
Recurrent	119,996,000.00	11,500,000.00
Capital	34,175,000.00	36,000,000.00
Number of Employees	215	214

Financial Review

Financial Review	2018	2017
Opening Balance of the year	1,668,936.11	4,948,373.26
Non-Cash movement		
Depreciation	41,554,600.13	57,166,961.79
Amortization	22,903,654.92	28,637,068.66
Increase /Decrease in Debtors	(2,306,322.83)	1,449,418.28
Increase / Decrease in Creditors	9,061,549.62	(6,496,094.94)
Increase / Decrease in Stock	1,355,854.77	(5,713,351.89)
Previous Period adjustment	-	4,998,318.87
	72,569,336.61	80,042,320.77
	74,238,272.72	84,990,694.03
Inflow		
Turnover	50,258,061.88	40,950,627.66
Other Income	3,613,885.80	5,398,288.21
Line Ministry	22,000,000.00	83,026,000.00
Other Capital	-	-
	75,871,947.68	129,374,915.87
Treasury Grant		
Recurrent	119,996,000.00	111,500,000.00
Capital	34,175,000.00	36,000,000.00
	154,171,000.00	147,500,000.00
	304,281,220.40	361,865,609.90
Outflow		
Recurrent expenses	181,321,028.25	158,748,429.79
Capital expenses		
Fixed Assets	31,108,111.78	70,395,643.22
Research Exp	38,447,224.56	59,605,597.57
Training	40,981,368.11	51,386,170.05
Development/ Seeds plantation	11,918,188.92	20,060,833.15
	303,775,521.62	360,196,673.78
Closing balance of the year	505,298.78	1,668,936.12

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 Palmyrah Development Board 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

03 numbers of meetings were held in 2018.

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 report 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. FINANCIAL STATEMENTS - DISCLOSURES

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.

3.1.3 Trade and other payables

Trade and other payables are stated at their cost.

3.1.4 Provision for Bad Debts is 5 %.

4.0 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.

5.0 Cash flow

The cash flow of the Board has been presented using the indirect method in accordance with the Sri Lanka.

Accounting Standard No. 7 – Cash flow statement.

6.0 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 2018

	NOTE	2018	2017
ASSETS		***SL Rs.,***	***SL Rs.,***
Non - Current Assets			
Land, Building, Vehicle & Other Equipment	1	220,185,050.38	230,631,538.73
Other Assets	1GHI	91,614,619.68	114,518,274.60
		311,799,670.06	345,149,813.33
Current Assets	2	64,907,295.25	65,120,464.52
Total Assets		376,706,965.31	410,270,277.85
EQUITY & LIABILITIES			
Capital	4	800,390,234.31	744,215,234.31
Add: Net Profit		(446,630,273.81)	(347,830,411.65)
		353,759,960.50	396,384,822.66
Less: Current Liabilities	3	22,947,004.81	13,885,455.19
Total equity & Liabilities		376,706,965.31	410,270,277.85

General Manager
Palmyrah Development Board
GENERAL MANAGER
Palmyrah Development Board

Chairman
Palmyrah Development Board
CHAIRMAN
PALMYRAH DEVELOPMENT BOARD

Manager Finance
Palmyrah Development Board
(Prepared By)
Manager (Finance & Administration)
Palmyrah Development Board

Board Director
Palmyrah Development Board
Board Director,
Palmyrah Development Board.

Board Director
Palmyrah Development Board
Board Director,
Palmyrah Development Board.

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PALMYRAH DEVELOPMENT BOARD

STATEMENT OF CHANGES IN FINANCIAL POSITION

AS AT 31ST DEC 2018

		2018	2017
ASSETS	**NOTE**	***SL Rs.,***	***SL Rs.,***
Non - Current Assets			
Property, Plant and equipment	1	220,185,050.38	230,631,538.73
Investment			
Other financial Assets	1G	91,614,619.68	114,518,274.60
		311,799,670.06	345,149,813.33
Current Assets			
nventories/Stocks	2 E	46,278,216.62	47,634,071.39
Trade and other Receivables	2A + 2B	5,106,624.26	4,875,535.01
Prepayments	2C + 2D	13,017,155.59	10,941,922.01
Cash & Cash Equivalents		505,298.78	1,668,936.11
Total Current Assets		64,907,295.25	65,120,464.52
Total Assets		376,706,965.31	410,270,277.85
EQUITY AND LIABILITIES			
Accumulated Fund		353,759,960.50	396,384,822.66
Reserves		-	-
		353,759,960.50	396,384,822.66
Non Current Liabilities			
Payables		-	
Deferred income		-	
Provision		12,443,108.35	13,196,133.29
		12,443,108.35	13,196,133.29
Current Liabilities			
Payables		5,916,785.33	614,231.90
Accrued		4,587,111.13	75,090.00
Short - Term Borrowings		-	-
Total Current Liabilities		**10,503,896.46**	**689,321.90**
Total Liabilities		22,947,004.81	13,885,455.19
Total Net Assets		376,706,965.31	410,270,277.85

PALMYRAH DEVELOPMENT BOARD
NATIONAL HOUSING SECRETARIAT, KANDY ROAD, JAFFNA.
FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DEC 2018

	NOTE	2018	2017
		SL Rs.,	SL Rs.,
Turnover	A	50,258,061.88	40,950,627.66
Less			
Cost of Sales	B	40,218,061.86	29,752,554.37
Gross Profit		**10,040,000.02**	**11,198,073.29**
Treasury Grant		119,996,000.00	111,500,000.00
Other Income	11	3,613,885.80	5,398,288.21
		123,609,885.80	116,898,288.21
Total Income		133,649,885.82	128,096,361.50
Employee Benefits Cost	C	125,226,350.12	123,078,149.74
Depreciation & Amortization Expenses	D	64,458,255.05	85,804,030.45
Other Expenses	E	42,765,142.81	51,166,296.00
Total Expenses		232,449,747.98	260,048,476.19
Net Income During The Period		(98,799,862.16)	(131,952,114.69)

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

Research Expenditure	9	38,447,224.56	59,605,597.57
Development Expenditure	9	11,918,188.92	20,060,833.15
Training Expenditure	10	40,981,368.11	51,386,170.05
		91,346,781.59	131,052,600.77

PALMYRAH DEVELOPMENT BOARD
NATIONAL HOUSING SECRETARIAT, KANDY ROAD, JAFFNA.
FINANCIAL PERFORMANCE FOR THE YEAR ENDED 31ST DEC 2018

	NOTE	2018 SL Rs.,	2017 SL Rs.,
Turnover	A	50,258,061.88	40,950,627.66
Less			
Cost of Sales	B	40,218,061.86	29,752,554.37
Gross Profit		**10,040,000.02**	**11,198,073.29**
Treasury Grant		119,996,000.00	111,500,000.00
Other Income	11	3,613,885.80	5,398,288.21
		123,609,885.80	116,898,288.21
Total Income		133,649,885.82	128,096,361.50
Employee Benefits Cost	C	125,226,350.12	123,078,149.74
Other Expenses	E	42,765,142.81	51,166,296.00
Total Expenses before Dep & Amortzation		167,991,492.93	174,244,445.74
Net Income before Dep &Amortzation		(34,341,607.11)	(46,148,084.24)
Depreciation & Amortization Expenses	D	64,458,255.05	85,804,030.45
Net Income During The Period		(98,799,862.16)	(131,952,114.69)

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

Research Expenditure	9	38,447,224.56	59,605,597.57
Development Expenditure	9	11,918,188.92	20,060,833.15
Training Expenditure	10	40,981,368.11	51,386,170.05
		91,346,781.59	131,052,600.77

PALMYRAH DEVELOPMENT BOARD
STATEMENT OF CHANGES IN EQUITY

	2018	2017
Capital as at 1 January		
Government contribution for capital (Treasury)	*306,693,165.00*	*270,693,165.00*
Others	*437,522,069.31*	*354,496,069.31*
	744,215,234.31	*625,189,234.31*
for the year		
Government contribution for capital (Treasury)	*34,175,000.00*	*36,000,000.00*
Capital from other sources	-	-
Line Ministry	*22,000,000.00*	*83,026,000.00*
	800,390,234.31	*744,215,234.31*
Profit (loss) account B/F	*347,830,411.19*	*226,353,463.33*
Previous Adjustment	-	*(10,475,166.83)*
Profit (loss) During the Period	*98,799,862.16*	*131,952,114.69*
	446,630,273.35	*347,830,411.19*
	353,759,960.96	*396,384,823.12*

PALMYRAH DEVELOPMENT BOARD
STATEMENT OF CHANGES IN EQUITY

	2018	2017
Capital as at 1 January	*744,215,234.31*	*625,189,234.31*
Government contribution for capital expenditure	*34,175,000.00*	*36,000,000.00*
Capital from other sources	-	-
Line Ministry	*22,000,000.00*	*83,026,000.00*
	800,390,234.31	*744,215,234.31*
Profit (loss) account B/F	*347,830,411.65*	*226,353,463.79*
Previous Adjustment	-	*(10,475,166.83)*
Profit (loss) During the Period	*98,799,862.16*	*131,952,114.69*
	446,630,273.81	*347,830,411.65*
	353,759,960.50	*396,384,822.66*
	-	-

PALMYRAH DEVELOPMENT BOARD

CASH FLOW STATEMENT

FOR THE YEAR ENDED 31 ST DEC 2018

Cash flow operation Activities	***2018***	***2017***
*Surplus/(**deficit**) from ordinary Activities*	*(98,799,862.16)*	*(131,952,114.69)*
Non cash movement		
Depreciation	*41,554,600.13*	*57,166,961.79*
Amortization	*22,903,654.92*	*28,637,068.66*
Increase /Decrease in Debtors	*(2,306,322.83)*	*1,449,418.28*
Increase / Decrease in Creditors	*9,061,549.62*	*(6,496,094.94)*
Increase / Decrease in Stock	*1,355,854.77*	*(5,713,351.89)*
Previous Period adjustment	*-*	*4,998,318.87*
	72,569,336.61	*80,042,320.77*
Net Cash from Operating Activities	*(26,230,525.55)*	*(51,909,793.92)*
APPLICATION OF FUND		
Purchase of fixed assets	*(31,108,111.78)*	*(70,395,643.22)*
Development Oriented Expenses	*-*	*-*
	(31,108,111.78)	*(70,395,643.22)*
Net Cash Flow Investment Activities	*(57,338,637.33)*	*(122,305,437.14)*
FUND FROM OTHER SOURCES		
Treasury Grant	*34,175,000.00*	*36,000,000.00*
Line Ministry	*22,000,000.00*	*83,026,000.00*
Capital from other sources	*-*	*-*
	56,175,000.00	*119,026,000.00*
Total fund gained	*(1,163,637.33)*	*(3,279,437.14)*
Opening Balance of the year	*1,668,936.11*	*4,948,373.26*
Increase During The Period	*(1,163,637.33)*	*(3,279,437.15)*
Closing Balance of the year	*505,298.78*	*1,668,936.11*

PALMYRAH DEVELOPMENT BOARD

BUDGET COMPARISON STATEMENT

FOR THE YEAR ENDED 31St Dec 2018

	BUDGET	AS PER INCOME STATEMENT	TOTAL	DIFFERENCE
			-	
			-	
Personal Emoluments	136,457,000	125,581,703	125,581,703	10,875,297
Traveling	2,000,000	1,932,008	1,932,008	67,992
Supplies and Consumable used	42,950,000	43,400,112	43,400,112	(450,112)
Maintenance	2,750,000	3,229,209	3,229,209	(479,209)
Contractual Services	18,059,000	20,303,897	20,303,897	(2,244,897)
Production		-		
Marketting		-		
	-		-	-
Other Operating Exp	100,000	163,068	163,068	(63,068)
Total Operating Exp	202,316,000	194,609,997	194,609,997	7,706,003
Depreciation	41,554,600	41,554,600	41,554,600	-
Income	56,110,000	53,871,948	53,871,948	2,238,052
Capital	58,000,000			
Capital Page 33		31,108,112		
Capital Page 31		11,968,271.85	43,076,384	11,968,272

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

NOTE TO THE ACCOUNTS

	NOTE	TOTAL 2018	TOTAL 2017	Production Centres Accounts	Katphakam Accounts	Stores Accounts	Farms	Development & Plantation	Production Development	Marketing Development	Research	Extension	District Administration A/C
Turnover	A	50,258,061.88	40,950,627.66	-	48,840,370.13	1,223,871.75	193,820.00		-	-			
		50,258,061.88	40,950,627.66	-	48,840,370.13	1,223,871.75	193,820.00	-	-	-			-

	NOTE	TOTAL 2018	TOTAL 2017	Production Centres Accounts	Katphakam Accounts	Stores Accounts	Farms	Development & Plantation	Production Development	Marketing Development	Research	Extension	District Administration A/C
Cost Of Sales	B	40,218,061.86	29,752,554.37	(317,275.66)	39,541,098.63	994,238.89	-	-	-	-			
		40,218,061.86	29,752,554.37	(317,275.66)	39,541,098.63	994,238.89	-	-	-	-			-

Employee Benefits Cost	C	2018	2017	Production Centres Accounts	Katphakam Accounts	Stores Accounts	Farms	Development & Plantation	Production Development	Marketing Development	Research	Extension	District Administration A/C
Salaries		105,134,136.74	102,421,160.93	1,009,384.75	-	-	-	5,958,154.00	16,918,347.03	14,298,996.84	6,705,927.34	19,328,329.29	40,914,997.49
E.P.F		12,116,775.52	11,711,690.49	-	-	-	-	714,978.48	2,030,201.64	1,708,439.62	804,711.28	2,313,186.95	4,545,257.55
E.T.F		3,032,642.21	2,930,852.83	-	-	-	-	178,744.62	507,550.41	427,109.91	201,177.82	578,296.74	1,139,762.71
Overtime Wages		666,439.54	1,825,457.49	58,596.00	127,247.00	-	0	3,345.00	2,167.00	9,591.00	13,432.00	31,863.10	420,198.44
Gratuaty		4,276,356.11	4,188,988.00	-	-				-	-			4,276,356.11
		125,226,350.12	**123,078,149.74**	**1,067,980.75**	**127,247.00**	**-**	**-**	**6,855,222.10**	**19,458,266.08**	**16,444,137.37**	**7,725,248.44**	**22,251,676.08**	**51,296,572.30**
Depreciation & Amortization	**D**												
Depreciation on:													
Buildings		12,582,751.53	12,847,858.23	2,908,714.90	419,937.52	-	552,155.95				4,136,061.04	110,343.00	4,455,539.12
Machinery & Equipment		14,966,753.19	30,732,091.21	3,894,209.25	510,424.00		80,967.80				6,244,423.58	941,476.70	3,295,251.86
Furniture & Fittings		1,646,476.32	2,034,716.89	180,015.00	44,604.80	5,949.00	300.00				257,284.00	65,246.00	1,093,077.52
E.Fittings		678,229.15	570,803.60	32,639.80	388,657.88	-	7,600.00			22,645.07	73,040.00		153,646.40
Tools		767,285.99	862,278.32	336,736.40	1,120.00	-	18,090.00				283,979.59	2,090.00	125,270.00
Testing Equipment		6,484,197.52	6,536,951.52	-							6,484,197.52		
Computer		1,632,752.15	1,671,008.18	-	46,463.97				46,710.00		163,830.18		1,375,748.00
A.C		212,165.53	110,754.80		123,590.53						-		88,575.00
Miss Assets		1,695,307.75	520,388.04	123,975.88	337,252.50	492,061.75	330,129.01				151,061.00	-	260,827.61
Vehicle		888,681.00	1,280,111.00	3,850.00	-	-	-				-		884,831.00
Amortization		22,903,654.92	28,637,068.66					2,459,760.95			8,362,878.64	12,081,015.33	-
		64,458,255.05	**85,804,030.45**	**7,480,141.23**	**1,872,051.20**	**498,010.75**	**989,242.76**	**2,459,760.95**	**46,710.00**	**22,645.07**	**26,156,755.55**	**13,200,171.03**	**11,732,766.51**
Other Expeiditure	**E**												
Board member Exp.		355,353.00	449,635.00										355,353.00
Traveling		1,932,007.66	2,068,529.91	-	6,850.00	-	896.00	259,474.00	118,219.16	105,961.50	45,715.00	283,409.00	1,111,483.00
Stationery & Printing		1,945,036.55	1,515,689.50	-	6,225.00	0		-	-	-	-		1,938,811.55
Telephone		521,215.88	564,867.61	-	-			17,000.00	44,628.28	12,461.41	48,189.35		398,936.84
Rent		9,721,104.85	5,565,013.11	313,791.22	4,385,914.63	-			500,000.00	90,000.00	9,093.08	-	4,422,305.92
Rats & Taxes		60,800.14	44,512.82	6,365.00	27,845.00								26,590.14
Staff welfare		88,695.00	44,617.50	-	-	-					9,000.00		79,695.00
Entertainment		-	-	-	-						-	-	-
Electricity		1,726,370.31	1,604,904.94	192,743.00	402,253.50	7,533.90	18,536.10		-	4,688.60	432,197.35	7,450.00	660,967.86
Water charges		410,107.24	375,653.69	36,117.60	20,422.95				-	-	271,189.70	-	82,376.99
Legal expenses		287,000.00	66,350.00										287,000.00
Postage		129,566.00	71,040.00										129,566.00
News paper & Periodicals		15,480.00	-										15,480.00
Repair & Maintenance:		-											
Vehicle		2,122,220.18	2,015,229.00	-	-	-	-		-	-	27,938.00		2,094,282.18
Miscellaneous Assets		-	7,915.70										-
Building		328,245.00	374,343.50	200.00	148,750.00				18,000.00	-	41,445.00	18,895.00	100,955.00
Office equipment		778,743.70	533,538.72	34,199.05	-	-			-	-	55,930.00		688,614.65
Fuel for Vehicle		2,618,038.98	2,078,680.25	7,000.00	9,000.00	-	8,010.00	44,086.00	79,180.00	290,977.13	40,650.00	-	2,139,135.85
Audit fees		1,300,855.00	300,000.00										1,300,855.00
Maintenance exp.		4,937,553.40	3,440,864.68	1,273,257.02	411,529.00	7,000.00	232,252.00	345,844.30	35,783.00	217,504.00	1,291,374.81	119,474.00	1,003,535.27
Intercroping		27,850.00	116,470.00				27,850.00						
Bank charges		31,043.24	31,810.00										31,043.24
Development / Training Exp		9,671,679.47	27,619,353.14					3,620,001.57			1,120,929.90	4,930,748.00	
Plantation Exp/ Research materials Exp		2,296,592.38	1,159,477.33					824,800.00			1,326,207.38	145,585.00	
Bad Debits		250,260.30											250,260.30
Advertisement		719,957.53	889,976.47	-	-	-		-			-	-	719,957.53
Transport		489,367.00	227,823.13	81,388.00	-	2,500.00	-		145,185.00	209,164.00		38,000.00	13,130.00
		42,765,142.81	**51,166,296.00**	**1,945,060.89**	**5,418,790.08**	**17,033.90**	**287,544.10**	**5,111,205.87**	**940,995.44**	**930,756.64**	**4,719,859.57**	**5,543,561.00**	**17,850,335.32**

NOTE 1

FIXED ASSETS	***NOTE***	***2018***	***2017***
Land	*1 A*	*62,525,897.40*	*61,519,897.40*
Buildings at own land	*1 B*	*89,188,640.35*	*95,556,941.48*
Vehicles	*1 C*	*656,606.00*	*1,543,437.00*
Other Equipment	*1 D*	*60,404,785.14*	*64,495,420.57*
Misceleneous Assets	*1 E*	*4,931,397.30*	*4,655,819.05*
Fittings at Others Land/ Buildings	*1F*	*2,477,724.19*	*2,860,023.23*
		220,185,050.38	*230,631,538.73*

NOTE 1 g

SEED PLANTATION	***2018***	***2017***
Brought Forward	*12,298,804.75*	*15,373,505.94*
Plantation in 2016/2015	-	-
	12,298,804.75	*15,373,505.94*
Amortization	*2,459,760.95*	*3,074,701.19*
	9,839,043.80	*12,298,804.75*

NOTE 1 h

Training(Handicraft) Programme	***2018***	***2017***
Brought Forward	*60,405,076.67*	*75,506,345.84*
Training in 2016/2015	-	-
	60,405,076.67	*75,506,345.84*
Amortization	*12,081,015.33*	*15,101,269.17*
	48,324,061.34	*60,405,076.67*

NOTE 1 I

Research Programme	***2018***	***2017***
Brought Forward	*41,814,393.18*	*52,275,491.48*
Research in 2015/2014	-	-
	41,814,393.18	*52,275,491.48*
Amortization	*8,362,878.64*	*10,461,098.30*
	33,451,514.54	*41,814,393.18*
Total Other Assets	*91,614,619.68*	*114,518,274.60*
Total Amortization	*22,903,654.92*	*28,637,068.66*

NOTE 2

CURRENT ASSETS	***NOTE***	***2018***	***2017***
Debtors	*2 A*	*5,106,624.26*	*4,875,535.01*
Deposit	*2 B*	*12,450,282.76*	*10,115,117.19*
Advance & Loan	*2 C*	*114,610.74*	*520,208.13*
Staff Advance & Loan	*2 D*	*452,262.09*	*306,596.69*
Stock In Hand	*2 E*	*46,278,216.62*	*47,634,071.39*
Bank of Ceylon , Jaffna		*168,820.13*	*152,514.87*
Bank of Ceylon , Milagiriya		*17,266.87*	*39,922.64*
Bank of Ceylon.(saving)-Colombo		*47,116.10*	*22,190.84*
Bank of Ceylon.(saving)-Jaffna		*33,117.02*	*895,935.88*
Bank of Ceylon.(saving)-Batticaloa		*586.19*	*1,011.07*
Bank of Ceylon.(saving)-Kalmunai		*4,409.56*	*17,769.59*
Bank of Ceylon.(saving)-Kilinochchi		*2,320.48*	*5,377.02*
Bank of Ceylon.(saving)-Trincomalee		*16,468.98*	*118,587.39*
Bank of Ceylon.(saving)-Vavuniya		*2,285.44*	*4,607.59*
Bank of Ceylon.(saving)-Mannar		*200,648.41*	*194,421.33*
Bank of Ceylon.(saving)-Mullaithivu		*1,192.31*	*90,925.65*
Bank of Ceylon.(saving)-Kalpittiya		*6,000.36*	*108,619.64*
Bank of Ceylon.(saving)-Weerawala		*5,066.93*	*17,052.60*
		64,907,295.25	*65,120,464.52*

NOTE 1

PALMYRAH DEVELOPMENT BOARD

FIXED ASSETS SCHEDULE 2018 (DEPRECIATION ON STRAIGHT LINE METHOD)

NARRATIVE	DEP. %	COST AS AT 01.01.2018	ADDITIONS	Livilihood/ Valuation	TOTAL	DEP. ON 01.01.2018	DEP. ON VALUATION	P. AFTER VALUATIO 01.01.2018	Valuation	DEP. DURING THE PERIOD	ACC DEP.	2017 W.D.V	2016 W .D.V	ADDITIONS 2015
A) LAND														
Farm- Kayts		5,570.00	-	-	5,570.00							5,570.00	5,570.00	-
Farm - Mamunai		18,290.95			18,290.95						-	18,290.95	18,290.95	
Farm- Weerawala		13,622.59	1,000,000.00		1,013,622.59						-	1,013,622.59	13,622.59	
Kaithady		33,500,000.00	-	-	33,500,000.00						-	33,500,000.00	33,500,000.00	-
Kilinochchi		11,750,000.00		-	11,750,000.00						-	11,750,000.00	11,750,000.00	
Vavuniya		48,913.86	-		48,913.86						-	48,913.86	48,913.86	-
Batticaloa Regional Office		8,650,000.00	-	-	8,650,000.00							8,650,000.00	8,650,000.00	-
Padapaddi		341,000.00	-		341,000.00							341,000.00	341,000.00	-
Kalpittiya		5,000,000.00	-	-	5,000,000.00						-	5,000,000.00	5,000,000.00	-
Thiccam		1,000,000.00	-	-	1,000,000.00						-	1,000,000.00	1,000,000.00	
Tharavan Koddai Mannar		125,000.00	-		125,000.00						-	125,000.00	125,000.00	-
Mullaithivy		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	
Manar Kaddukaran		-	6,000.00		6,000.00						-	6,000.00	-	-
		61,519,897.40	1,006,000.00	-	62,525,897.40	-			-	-	-	62,525,897.40	61,519,897.40	-
B) BUILDING AT OWN LAND														
Jaffna														
Farm ,Delft	10%	50,000.00	-		50,000.00	50,000.00		50,000.00			50,000.00	-	-	-
Training Centre Delft	10%	900,000.00	-	-	900,000.00	360,000.00		360,000.00	-	90,000.00	450,000.00	450,000.00	540,000.00	-
Farm ,Mamunai.	10%	3,411,987.55	-		3,411,987.55	2,117,247.03		2,117,247.03	-	341,198.76	2,458,445.79	953,541.76	1,294,740.52	-
Industrial Complex, Karainag	10%	9,056,300.81	2,028,312.92		11,084,613.73	5,102,989.63		5,102,989.63	-	1,108,461.37	6,211,451.00	4,873,162.73	3,953,311.18	1,963,011.27
Industrial Complex, Thiccam	10%	13,000,000.00	-	-	13,000,000.00	1,300,000.00	-	1,300,000.00	-	650,000.00	1,950,000.00	11,050,000.00	11,700,000.00	
PRI Kaithady	10%	68,303,764.32	3,153,762.48	-	71,457,526.80	22,888,321.45		22,888,321.45	-	4,645,752.68	27,534,074.13	43,923,452.67	45,415,442.87	2,669,878.35
Farm- Kudathani	10%	1,321,817.00	-		1,321,817.00	836,894.80		836,894.80	-	132,181.70	969,076.50	352,740.50	484,922.20	42,750.00
Delft -2	10%	21,686.52			21,686.52	8,674.60		8,674.60	-	2,168.65	10,843.25	10,843.27	13,011.92	21,686.52
		96,065,556.20	5,182,075.40	-	101,247,631.60	32,664,127.51	-	32,664,127.51	-	6,969,763.16	39,633,890.67	61,613,740.93	63,401,428.69	*4,697,326.14*
Mannar														
Farm Naravelikulam	10%	118,176.00	-		118,176.00	118,176.00		118,176.00			118,176.00	-	-	-
Fiber centre ,K.karan Kudirup	10%	1,942,384.25	-		1,942,384.25	1,228,086.65		1,228,086.65		79,366.40	1,307,453.05	634,931.20	714,297.60	-
Fiber Centre Oolithuduvai	10%	588,254.40	-		588,254.40	588,254.40		588,254.40	-		588,254.40	-	-	-
Fiber Centre Salvari	10%	684,382.45	-		684,382.45	596,199.50		596,199.50	-	68,438.25	664,637.75	19,744.70	88,182.95	1,650.00
Tharavan Koddai Mannar	10%	3,316,984.75	-		3,316,984.75	2,294,239.18		2,294,239.18	-	115,168.20	2,409,407.38	907,577.37	1,022,745.57	-
Padapaddi	10%	1,030,000.00	17,000.00		1,047,000.00	121,900.00		121,900.00	-	104,700.00	226,600.00	820,400.00	908,100.00	-
Madu Katphakam		2,581,435.16	-		2,581,435.16	774,430.56		774,430.56	-	258,143.52	1,032,574.08	1,548,861.08	1,807,004.60	2,375,010.16
Mannar Office		4,519,912.14	-	-	4,519,912.14	1,060,893.68		1,060,893.68	-	451,991.21	1,512,884.89	3,007,027.25	3,459,018.46	2,821,088.31
		14,781,529.15	17,000.00	-	14,798,529.15	6,782,179.97	-	6,782,179.97	-	1,077,807.58	7,859,987.55	6,938,541.60	7,999,349.18	*5,197,748.47*
Vavuniya														
Model Farm, Puliyamkulam.	10%	4,139,449.31	-		4,139,449.31	1,899,604.33		1,899,604.33	-	413,944.93	2,313,549.26	1,825,900.05	2,239,844.98	409,147.75
Katphakam Vavuniya		1,445,000.00	-		1,445,000.00	289,000.00		289,000.00	-	144,500.00	433,500.00	1,011,500.00	1,156,000.00	-
		5,584,449.31	-	-	5,584,449.31	2,188,604.33	-	2,188,604.33	-	558,444.93	2,747,049.26	2,837,400.05	3,395,844.98	409,147.75
Batticaloa														
R. Office ,& Brush Unit,Battica	10%	7,250,000.00	-	-	7,250,000.00	2,175,000.00	-	2,175,000.00	-	725,000.00	2,900,000.00	4,350,000.00	5,075,000.00	-
		7,250,000.00	-	-	7,250,000.00	2,175,000.00	-	2,175,000.00	-	725,000.00	2,900,000.00	4,350,000.00	5,075,000.00	-
Trincomalee														
Fencing, Trincomalee.	10%	2,604,973.00	-		2,604,973.00	413,123.00		413,123.00	-	254,650.00	667,773.00	1,937,200.00	2,191,850.00	-
Industial Compelex Trincoma	10%	4,728,035.00	225,785.29		4,953,820.29	1,124,549.00		1,124,549.00	-	478,928.53	1,603,477.53	3,350,342.76	3,603,486.00	187,000.00
		7,333,008.00	225,785.29	-	7,558,793.29	1,537,672.00	-	1,537,672.00	-	733,578.53	2,271,250.53	5,287,542.76	5,795,336.00	*187,000.00*
Puttlam														
Fiber centre & R.O, Kalpittiya.	10%	9,000,000.00	-	-	9,000,000.00	3,300,000.00		3,300,000.00	-	900,000.00	4,200,000.00	4,800,000.00	5,700,000.00	
Kilinochchi														
Kilinochchi Building	10%	3,724,290.15	-		3,724,290.15	1,527,299.15		1,527,299.15	-	372,429.02	1,899,728.17	1,824,561.98	2,196,991.00	
Urtupulam		982,038.32	-		982,038.32	589,221.32		589,221.32	-	98,203.83	687,425.15	294,613.17	392,817.00	
Industial Compelex Kowthari	10%	2,915,802.62	-		2,915,802.62	1,645,327.04		1,645,327.04	-	291,580.26	1,936,907.30	978,895.32	1,270,475.58	103,340.00
		7,622,131.09	-	-	7,622,131.09	3,761,847.51	-	3,761,847.51	-	762,213.11	4,524,060.62	3,098,070.47	3,860,283.58	*103,340.00*
Mullaithivu														
Land Fencing	10%	380,545.09	-		380,545.09	220,646.04		220,646.04	-	38,054.51	258,700.55	121,844.54	159,899.05	38,400.10

NARRATIVE	DEP. %	COST AS AT 01.01.2018	ADDITIONS	Livilihood/ Valuation	TOTAL	DEP. ON 01.01.2018	DEP. ON VALUATION	P. AFTER VALUATIO 01.01.2018	Valuation	DEP. DURING THE PERIOD	ACC DEP.,	2017 W.D.V	2016 W .D.V	*ADDITIONS 2015*
Humbanthotta						-					-			
1 Weerawala.Buildings	10%	283,000.00	-	-	283,000.00	113,200.00		113,200.00	-	28,300.00	141,500.00	141,500.00	169,800.00	-
11,035,600.00		**148,300,218.84**	**5,424,860.69**	-	**153,725,079.53**	**52,743,277.36**	-	**52,743,277.36**	-	**11,793,161.82**	**64,536,439.18**	**89,188,640.35**	**95,556,941.48**	***10,632,962.46***
C) VEHICLE														
1 Bicycles 18Nos	20%	230,910.00	-		230,910.00	179,799.00	-	179,799.00	-	23,841.00	203,640.00	27,270.00	51,111.00	22,000.00
2 Tractor & Trailer	20%	6,695,540.00	-		6,695,540.00	6,027,808.00	-	6,027,808.00	-	463,108.00	6,490,916.00	204,624.00	667,732.00	
3 Land Master	20%	565,000.00	-		565,000.00	555,000.00	-	555,000.00	-	10,000.00	565,000.00	-	10,000.00	
4 Van	20%	787,600.00	-	(787,600.00)	-	787,600.00	(787,600.00)	-	Sold	-	-	-	-	
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)	-	Sold	-	-	-	-	
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%	271,000.00	-		271,000.00	114,200.00		114,200.00	-	54,200.00	168,400.00	102,600.00	156,800.00	
10 Singel Cap	20%	800,000.00	-		800,000.00	480,000.00		480,000.00	-	160,000.00	640,000.00	160,000.00	320,000.00	
11 Motor Cycle 05 No	20%	1,092,260.00	-		1,092,260.00	754,466.00	-	754,466.00	-	175,682.00	930,148.00	162,112.00	337,794.00	-
		33,026,379.58	-	(1,733,031.65)	31,293,347.93	31,482,942.58	(1,733,031.65)	29,749,910.93	-	886,831.00	30,636,741.93	656,606.00	1,543,437.00	*22,000.00*
D)Equipment														
1 Machinery & Equipment	20%	115,264,760.80	19,065,341.83		134,330,102.63	77,954,827.85	-	77,954,827.85	-	14,966,753.19	92,921,581.04	41,408,521.59	37,309,932.95	3,874,801.00
2 Air Conditioner	20%	1,696,066.00	507,053.65		2,203,119.65	1,563,131.40	-	1,563,131.40	-	212,165.53	1,775,296.93	427,822.72	132,934.60	442,875.00
3 Computer & Printer	20%	9,055,240.90	993,369.84		10,048,610.74	4,914,878.36	-	4,914,878.36	-	1,632,752.15	6,547,630.51	3,500,980.23	4,140,362.54	1,997,000.00
4 Electrical Equip, & Fittings	20%	2,879,418.00	794,841.77		3,674,259.77	2,178,189.20	-	2,178,189.20	-	570,499.15	2,748,688.35	925,571.42	701,228.80	752,520.00
5 Furniture & Fittings	20%	16,088,228.76	802,528.00		16,890,756.76	11,476,418.57	-	11,476,418.57	-	1,756,056.32	13,232,474.89	3,658,281.87	4,611,810.19	1,864,185.00
6 Office Equipment	20%	6,048,933.29	139,800.00		6,188,733.29	3,643,951.27	-	3,643,951.27	-	771,146.66	4,415,097.93	1,773,635.36	2,404,982.02	-
Tools & Implement	20%				-	-	-	-	-	-	-	-	-	-
7 Testing & lab. equipment	20%	90,071,827.26			90,071,827.26	74,877,657.79	-	74,877,657.79	-	*6,484,197.52*	81,361,855.31	8,709,971.95	15,194,169.47	7,994,076.20
		241,104,475.01	22,302,935.09	-	263,407,410.10	176,609,054.44	-	176,609,054.44	-	26,393,570.52	203,002,624.96	60,404,785.14	64,495,420.57	*16,925,457.20*
E)														
1 Miscellaneous Assets	25%	7,687,828.29	1,970,886.00	-	9,658,714.29	3,032,009.24	-	3,032,009.24	-	1,695,307.75	4,727,316.99	4,931,397.30	4,655,819.05	263,082.00
		7,687,828.29	**1,970,886.00**	-	**9,658,714.29**	**3,032,009.24**	-	**3,032,009.24**	-	**1,695,307.75**	**4,727,316.99**	**4,931,397.30**	**4,655,819.05**	***263,082.00***
F) Fittings at Others Buildings / Land														
Jaffna														
1 Jaffna Office	10%	2,279,966.50	-		2,279,966.50	1,644,139.60		1,644,139.60	-	230,883.99	1,875,023.59	404,942.91	635,826.90	267,275.00
2 Circuit Bungalow (Hire Purchase)	10%	233,800.50	-		233,800.50	204,927.19		204,927.19	-	20,492.71	225,419.90	8,380.60	28,873.31	-
3 Kondavil Jaggery Factory	10%	1,170,371.10	-		1,170,371.10	819,259.42		819,259.42	-	117,037.11	936,296.53	234,074.57	351,111.68	-
4 Chankani Jaggery Factory	10%	1,184,782.25	-		1,184,782.25	829,346.91		829,346.91	-	118,478.23	947,825.14	236,957.11	355,435.34	-
5 Jaggery Centre, Singanagar.	10%	1,712,000.00	-	-	1,712,000.00	642,400.00		642,400.00	-	171,200.00	813,600.00	898,400.00	1,069,600.00	-
6 Fiber Centre Sarasalai	10%	700,000.00	403,430.00	-	1,103,430.00	350,000.00		350,000.00	-	110,343.00	460,343.00	643,087.00	350,000.00	-
7 Busstand Katphakam	10%	172,940.00	-		172,940.00	103,764.00		103,764.00	-	17,294.00	121,058.00	51,882.00	69,176.00	-
		7,453,860.35	**403,430.00**	-	**7,857,290.35**	**4,593,837.12**	-	**4,593,837.12**	-	**785,729.04**	**5,379,566.16**	**2,477,724.19**	**2,860,023.23**	***267,275.00***
Colombo														
1 Cons., of Well at Milagiriya..	10%	-	-		-	-		-	-	-	-	-	-	-
2 Show Room, Colombo.	10%	-	-		-	-		-	-	-	-	-	-	-
3 Furit Base Production Centres	10%	1,343,323.00	-		1,343,323.00	1,343,323.00		1,343,323.00	-	-	1,343,323.00	-	-	-
		1,343,323.00	**-**	-	**1,343,323.00**	**1,343,323.00**	-	**1,343,323.00**	-	**-**	**1,343,323.00**	**-**	**-**	**-**
Mannar														
1 Katphakam	10%	-	-	-	-	-		-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-	-
		8,797,183.35	403,430.00	-	9,200,613.35	5,937,160.12	-	5,937,160.12	-	785,729.04	6,722,889.16	2,477,724.19	2,860,023.23	267,275.00
Total		500,435,982.47	31,108,111.78	(1,733,031.65)	529,811,062.60	269,804,443.74	(1,733,031.65)	268,071,412.09	-	41,554,600.13	309,626,012.22	220,185,050.38	230,631,538.73	28,110,776.66

NOTE 2 A

DEBTORS		2018	2017
A.Srikanthan		119,320.00	119,320.00
M.Jegathesan(W.W.D.F Colombo)		518,987.00	518,987.00
k.k.s Road		14,280.00	-
Mannar Katphakam		250.00	-
Vavuniya Katpakam		19,800.00	-
Thisa Katphakam		3,145.00	-
Kalpittiya Katphakam		21,110.00	-
Colombo Katphakam		13,936.00	
Maga City		60,537.50	
Vadamarchchi Cluster		1,609,453.96	1,609,453.96
A.Rajamanikam		720,000.00	720,000.00
National Craft Council		310,006.80	310,006.80
M.Senthuran		36,800.00	-
G.Sriskandarajah		604,114.25	850,000.00
S.Ramesh		680,000.00	680,000.00
S.Safarulla		32,829.00	32,829.00
Lalith Wijeratna		53,730.00	53,730.00
Sivanarul		351,876.80	-
Vatheri Women Society		205,500.00	-
Sunsine		110,880.00	110,880.00
		5,486,556.31	5,005,206.76
Less Provision for Debtors		379,932.05	129,671.75
		5,106,624.26	4,875,535.01

NOTE 2 B

DEPOSIT & ADVANCES

		2018	2017
N.S.B 1-0006-02-75115		678,282.76	650,617.19
Export Development Board		10,000.00	10,000.00
Jaffna Co op		100,000.00	100,000.00
Rent Deposit	2B1	11,662,000.00	9,354,500.00
		12,450,282.76	10,115,117.19

NOTE 2 C

ADVANCE AND LOAN		2018	2017
MISCELLANEOUS ADVANCE			
S.Arulseelan			90,979.93
Mark Edision		2,860.00	-
S.Gopalaratnasingam		900.00	-
M.Malini		4,374.00	6,915.00
T.Maheswaran		3,310.00	-
R.Uthayadevy		14,000.00	-
A.Satkunarajeswaran		345.00	-
A.Amirthalingam		-	3,265.00
S.Kamaleswari		4,960.00	-
B.Perise			53,602.83
A.Quberd Antany			1,782.11
S.Nasuthan			13,075.00
D.T.Waladendri			328.00
Y.Baskaran			145.00
N.Baskaran			265,253.52
V.Parthipan		83,861.74	84,861.74
		114,610.74	**520,208.13**

NOTE 2 D

STAFF ADVANCE AND LOAN		2018	2017
Festival advance		13,750.00	21,750.00
Distress Loan to staff	2D1	438,512.09	284,846.69
		452,262.09	**306,596.69**

NOTE 2 E

STOCK IN HAND

Katphakams	2018	2017
Batticaloa Katpakam	314,197.00	128,293.85
Batticaloa Show Room	153,362.00	68,637.30
Colombo Katpakam	509,593.25	721,576.00
Colombo Maga City	1,404,795.25	
Mobile Showroom		63,115.00
Thisa Sales Centre	474,281.00	377,593.00
Katpham Mannar	57,100.72	44,756.00
Katphakam Kalmunai		27,772.50
Katphakam Trincomalee	177,769.54	96,915.00
Katphakam Vavuniya	399,359.00	266,776.00
Katphakam, Nallur.	558,361.36	270,362.60
Katphakam Mullaithivu		10,095.00
Katpakam K.K.S Road	257,334.00	257,999.90
Show Room, Marketing Unit,Jaffna.	114,975.22	154,477.30
Jaffna Busstand Katphakam	187,079.75	170,796.70
Katpham Mannar 2	56,503.50	92,830.03
Katpham Kalpittiya	91,360.00	76,142.25
Katpham Katpakachcholai/Kathirkamam	95,725.00	39,499.47
	4,851,796.59	**2,867,637.90**
Stores		
Colombo Main Stores	20,530.00	169,766.00
Jaffna Main Stores, Marketing Unit	737,723.14	3,988,618.66
Stores Batticaloa	25,747.50	62,037.50
Stores Kilinochchi	8,272.50	
Stores Kalmunai	21,035.00	-
Stores Trinco	88,040.00	12,489.00
Stores Vavuniya	650,820.00	1,356,850.00
Jaffna Office Stores/Karainagar		81,623.00
	1,552,168.14	**5,671,384.16**
PRI Kaithaddy	33,192,650.70	**34,512,149.08**
Production Centres		
Raw Materials		
Jaffna P.C	1,359,684.71	238,445.44
Singanagar Jaggery centre.	434,164.89	42,005.28
Fiber Centre Sarasali		
Food Production Centre, Co-6	28,926.00	246,657.19
Kalpittiya Fiber centre	13,365.90	14,384.15
Production Centre Trincomalee	47,149.00	5,549.00
Karainagar	510,156.34	536,030.00
Tharavan koddai Jaggery centre.	46,041.64	46,994.64
Kaddukaran koddai Jaggery centre.	3,890.00	2,177.00
Vavuniya Production Centre	182,669.75	63,237.35
Batticaloa Fibre Centre	22,265.00	17,282.00
Padapaddi Pro centre	17,109.96	11,103.20
	-	
	2,665,423.19	**1,223,865.25**
Work in Progress		
Singanagar Jaggery centre.	822,304.00	
Vavuniya Production Centre	25,200.00	
Jaffna P.C		
Batticaloa Fibre Centre	28,827.00	22,015.00
Padapaddi Pro centre	218,550.00	
Kalpittiya Fiber centre	89,620.00	587,221.50
Trinco Fiber Centre	1,717,925.00	9,360.00
Kaddukaran koddai Jaggery centre.	25,635.00	12,600.00
Tharavan koddai Jaggery centre.		
Selvari Fibre Centre		
	2,928,061.00	**631,196.50**
Finished Goods		
Singanagar Jaggery centre.	381,150.00	2,610,761.00
Vavuniya Production Centre	99,450.00	15,502.50
Jaffna P.C		
Batticaloa Fibre Centre	5,080.00	17,165.00
Padapaddi Pro centre	9,750.00	11,160.00
Kalpittiya Fiber centre		18,300.00
Trinco Fiber Centre	530,887.00	
Kaddukaran koddai Jaggery centre.	61,750.00	900.00
Tharavan koddai Jaggery centre.		54,000.00
Selvari Fibre Centre	50.00	50.00
	1,088,117.00	**2,727,838.50**
	46,278,216.62	47,634,071.39

NOTE 3

CURRENT LIABILITIES

	2018	*2017*
Provision for Audit fee	1,939,321.90	689,321.90
Gratuity Provision	10,503,786.45	8,850,653.34
Accrued Expenses	226,751.03	75,090.00
Municipal Council Jaffna	3,175.27	
Line Ministry	1,538,464.77	
Trade Dept Mannar	60,000.00	
E.P.F Payable	-	-
E.T.F Payable	-	-
Ceylon Electricity Board	173,206.80	7,260.15
Building Owners - Rent	55,000.00	21,000.00
Srilanka Telecom	27,881.25	21,747.23
Water Board	45,340.84	996.01
Associated News Paper	127,650.00	57,787.50
Asion Media	55,200.00	
Singer Srilanka	23,250.00	
Mercantails Security Servises	841,355.18	558,974.80
Metropoliton	49,860.00	228,206.00
News Uthayan	52,394.00	89,085.00
Staff	887,906.99	767,778.95
Express Newspapar		74,925.00
Assion Media		7,272.72
Valampuri	-	12,160.00
NHDA Jaffna	79,100.00	
NHDA Kalmunai	11,700.00	
Nagaswari Motors	28,350.00	
Royal Mark	91,725.00	
Jeya Haran Motors	39,600.00	
Popular Motors	137,200.00	
Akram Print	32,000.00	
Employees Security Deposit	655,598.97	627,933.40
St Antoney	109,000.00	-
Sundry	119,075.00	433,397.00
S.Sawthami	-	245,885.75
T.C.T	81,340.00	-
Piraga Digital	14,350.00	-
Analitical Instrument	176,051.62	176,051.62
Ark Enterprises	445,080.00	-
Hamars International	600,780.00	600,780.00
Yari Viravi	92,500.00	
Andra Printers	62,850.00	-
Arul Archeramam	209,000.00	
A.R.Navas	83,000.00	
Asseer Vatham	97,500.00	
Samack	99,434.40	-
K.G.Nimal De Silva	106,278.00	-
Indra Krishanarajah	28,730.00	
I7 Computors	9,850.00	
A.M.Anusha	*64,728.79*	*10,441.93*
Y.Soundranathan	*11,996.10*	*7,491.47*
B.Perise	*95,159.62*	
DS.Jegasothy	*5,000.00*	
M.Nerusan	*7,054.35*	
N.Basharan	*151,508.73*	
N.Jeyasuganthan	*8,221.26*	
M.Sritharan		*21,711.96*
S.Arulseelan	*22,221.92*	
P.Yamuna	*30,669.00*	*19,875.53*
T.Viyan	*42,354.01*	*45,068.56*
N.Sivarajah	540.00	234,559.37
G.Dias	411,093.56	
W.W.D.F Kalmunai	60,700.00	-
W.W.D.F Jaffna	194,500.00	
W.W.D.F Batticaloa	478,645.00	
Perl New Passon	95,600.00	
Palm Product Co op Kilinochchi	29,846.00	
Palm Product Co op Kodigammam	27,000.00	
Palm Product Co op Karavetti	10,250.00	
Palm Product Co op Odisudan	63,000.00	
Palm Product Co op Pointpedro	142,226.00	
Jaffna Co op	154,685.00	
Parimala Stores	411,500.00	
Jaffna District Lorry Owners Co op Society	76,558.00	
Sugath Padmasri	87,180.00	-
A.Ganakrishanan	244,130.00	-
	22,947,004.81	13,885,455.19

NOTE 2 B 1

RENT DEPOSIT

	2018	2017
Ratmalana (W.P.Weeramanderi)	75,000.00	75,000.00
Jaffna	-	500,000.00
Ministry Building	5,089,500.00	5,089,500.00
Maga city	4,500,000.00	-
Nallur Katphakam	1,000,000.00	500,000.00
Kalmunai Katphakam	-	-
K.K.S Road Katphakam	500,000.00	500,000.00
Vavuniya Production	50,000.00	410,000.00
Kathirkamam Katphakam	25,000.00	-
Jaffna Main Stores, Marketing Unit	-	300,000.00
Colombo Katphakam	397,500.00	920,000.00
Colombo R.O	-	960,000.00
Mannar Katphakam	25,000.00	-
Delft Buildings	-	100,000.00
	11,662,000.00	9,354,500.00

NOTE 2D1

LOAN	2018	2017
Mr.W.J.P.Nimal Jeyasri	5,575.50	22,300.50
Mrs.Y.Baskaran	8,685.00	26,055.00
Mrs.D.S.Jegasothy	14,467.50	32,150.00
A.P.Ariyaratna	10,042.00	41,292.00
M.Senthuran	72,053.40	93,142.20
c.Yogarani	11,493.84	26,818.80
I.Mahinthan	152,097.00	-
N.Ramesh	136,010.00	-
Mr.S.Gopalakrishnan	-	15,000.34
Mr.T.Rajaverothayan	28,087.85	28,087.85
	438,512.09	**284,846.69**

NOTE 4

CAPITAL A/C

	2018	2017
Brought Forward	744,215,234.31	625,189,234.31
Treasury Grant	34,175,000.00	36,000,000.00
Line Ministry	22,000,000.00	83,026,000.00
Capital from other sources	-	-
	800,390,234.31	744,215,234.31

NOTE 4B

PROFIT & LOSS PREVIOUS PERIOD ADJUSTMENT ACCOUNT

		2018	2017
Balance Brought Forward		(51,884,074.40)	(41,408,907.57)
Income/ refund		-	(4,998,318.87)
Valuation/livilihooh		-	(5,476,847.96)
		(51,884,074.40)	(51,884,074.40)
Ministry Project			
Income	B/F	19,567,888.85	19,567,888.85
Livielihood		-	-
Enterprises Development		-	-
Traditional Handicraft		-	-
		19,567,888.85	19,567,888.85
Expenditure			
Livielihood		-	-
Enterprises Development		-	-
Traditional Handicraft		-	-
		-	-
		19,567,888.85	19,567,888.85

Note This statement incured in PDB Accounts

PALMYRAH DEVELOPMENT BOARD

PRODUCTION, TRADING, PROFIT & LOSS ACCOUNTS

NOTE-5 FOR THE PERIOD OF JANUARY TO DECEMBER 2018

NARRATIVE	TOTAL 2018	TOTAL 2017	Jaffna Pro.Centers	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	-											
	-	355,380.00	-	-	-	-	-	-	-	-	-	-	-	-
Cost of Production														
Opening stock Raw material	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
Purchases	18,149,835.65	13,572,164.14	3,226,072.50	3,855,220.00	3,595,744.20	40,257.00	333,745.50	121,896.00	850,911.67	10,600.00	2,365,452.28	1,087,050.98	836,460.00	1,826,425.52
Internal Transfer - In	13,805,501.48	11,737,390.48	441,579.00	1,801,668.48	3,404,121.65	1,279,314.55	49,450.00	3,743,737.50	282,725.00		134,570.00	207,900.00	304,100.00	2,156,335.30
Packing Materials	296,628.40	-	99,434.40	53,000.00	144,194.00									
Fuel & Fire Wood	1,074,900.00	-		900,000.00			-			2,000.00	87,500.00	1,400.00		84,000.00
	34,550,730.78	26,575,163.69	4,005,531.34	6,651,893.76	7,680,089.85	1,336,853.55	397,579.65	3,928,870.85	1,380,293.86	12,600.00	2,634,516.92	1,307,454.18	1,142,737.00	4,072,309.82
Less: Closing Stock	2,665,423.19	1,223,865.25	1,359,684.71	434,164.89	510,156.34	22,265.00	13,365.90	182,669.75	28,926.00		46,041.64	17,109.96	3,890.00	47,149.00
	31,885,307.59	25,351,298.44	2,645,846.63	6,217,728.87	7,169,933.51	1,314,588.55	384,213.75	3,746,201.10	1,351,367.86	12,600.00	2,588,475.28	1,290,344.22	1,138,847.00	4,025,160.82
Add Production Wages	-													
Wages	1,007,984.75	556,030.00	32,950.00	18,000.00	30,519.21			490,634.72			130,053.36	93,904.78	164,115.42	47,807.26
Over Time	58,596.00	317,271.45				2,137.00						34,777.00	1,543.00	20,139.00
Prime Cost	32,951,888.34	26,224,599.89	2,678,796.63	6,235,728.87	7,200,452.72	1,316,725.55	384,213.75	4,236,835.82	1,351,367.86	12,600.00	2,718,528.64	1,419,026.00	1,304,505.42	4,093,107.08
Add: Over Heads	-													
Transport	81,388.00	17,620.00			79,258.00						1,200.00		930.00	
Repair to Machinery	34,199.05	-			21,785.00				9,714.05	2,700.00				
Cost of Work in Progress	33,067,475.39	26,242,219.89	2,678,796.63	6,235,728.87	7,301,495.72	1,316,725.55	384,213.75	4,236,835.82	1,361,081.91	15,300.00	2,719,728.64	1,419,026.00	1,305,435.42	4,093,107.08
Add :Opening Stock	631,196.50	116,200.25				22,015.00	587,221.50		-				12,600.00	9,360.00
	33,698,671.89	26,358,420.14	2,678,796.63	6,235,728.87	7,301,495.72	1,338,740.55	971,435.25	4,236,835.82	1,361,081.91	15,300.00	2,719,728.64	1,419,026.00	1,318,035.42	4,102,467.08
Less: Closing Stock	2,928,061.00	631,196.50		822,304.00		28,827.00	89,620.00	25,200.00				218,550.00	25,635.00	1,717,925.00
Cost Of Production	30,770,610.89	25,727,223.64	2,678,796.63	5,413,424.87	7,301,495.72	1,309,913.55	881,815.25	4,211,635.82	1,361,081.91	15,300.00	2,719,728.64	1,200,476.00	1,292,400.42	2,384,542.08
Add :Opening 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	-
	33,498,449.39	27,372,736.14	2,678,796.63	8,024,185.87	7,301,495.72	1,327,078.55	900,115.25	4,211,635.82	1,376,584.41	15,350.00	2,773,728.64	1,211,636.00	1,293,300.42	2,384,542.08
Less: Closing Stock	1,088,117.00	2,727,838.50		381,150.00		5,080.00		99,450.00		50.00		9,750.00	61,750.00	530,887.00
Cost Of Production	32,410,332.39	24,644,897.64	2,678,796.63	7,643,035.87	7,301,495.72	1,321,998.55	900,115.25	4,112,185.82	1,376,584.41	15,300.00	2,773,728.64	1,201,886.00	1,231,550.42	1,853,655.08
Internal Transfer - Out	31,545,440.25	24,469,660.64	2,678,796.63	7,643,035.87	6,436,603.58	1,321,998.55	900,115.25	4,112,185.82	1,376,584.41	15,300.00	2,773,728.64	1,201,886.00	1,231,550.42	1,853,655.08
Cost of Sales	864,892.14	175,237.00	-	-	864,892.14	-	-	-	-	-	-	-	-	-
Gross Profit	(864,892.14)	180,143.00	-	-	(864,892.14)	-	-	-	-	-	-	-	-	-
Add: Sundry Income	-	-	-	-										
Operation Income	(864,892.14)	180,143.00	-	-	(864,892.14)	-	-	-	-	-	-	-	-	-
LESS: EXPENDITURE	-													
ADMINISTRATION & ESTABLISHMENT	-				-									-
Salaries & Wages	1,400.00	422,310.00			1,400.00									
E.P.F	-	-												
E.T.F	-	-												
Stationery	-	3,000.00												
Traveling	-	20,955.00												
Electricity	192,743.00	78,046.90	56,570.30	16,305.90	69,490.30			10,794.20	846.00	6,222.60	7,312.80	13,432.80	3,422.70	8,345.40
Telephone	-	-												
Rent	313,791.22	49,000.00	300,000.00	12,000.00			1,791.22							
Rates & Taxes	6,365.00	6,350.00	6,365.00											
Water Bill	36,117.60	28,671.65									8,482.93	1,480.00		26,154.67
Entertainment	-	-												
Repairs Vehicle	-	-												
Repairs Buildings	200.00	7,100.00	200.00											
Depreciation Buildings	2,908,714.90	1,850,178.42	509,691.64	171,200.00	1,108,461.37					341,198.76	115,168.20	104,700.00	79,366.40	478,928.53
Depreciation Machinery & Equipments	3,894,209.25	710,943.80	350,627.36	251,340.00		31,176.00		16,300.00	13,199.80	388,158.67	19,688.00	1,348,734.10	16,720.00	1,458,265.32
Depreciation Computer	-	46,710.00												
Deprecation Furniture	180,015.00	99,671.00	71,225.00			77,400.00		550.00			2,380.00	1,700.00	1,696.00	25,064.00
Deprecation Vehicle	3,850.00	4,540.00								1,850.00			2,000.00	
Deprecation Tools	336,736.40	592,734.40	116,036.00	800.00				1,940.00		3,000.00		123,380.40	88,480.00	3,100.00
Deprecation E.Fittings	32,639.80	88,819.80	21,099.80							8,500.00	390.00	2,650.00		
Deprecation Lab Equipment	-	-												
Depreciation Miss Assets	123,975.88	99,985.88	100,134.88								15,995.00	5,201.00	2,645.00	
Fuel for Vehicle	7,000.00	0					7,000.00							
Maintenance	1,273,257.02	51,894.00	258,873.16	76,000.00	649,180.40		815.00	31,300.00	28,000.00	49,180.00	49,852.72	120,855.74	9,200.00	
Miscellaneous	-	0												
	9,311,015.07	4,160,910.85	1,790,823.14	527,645.90	1,828,532.07	108,576.00	9,606.22	60,884.20	42,045.80	798,110.03	219,269.65	1,722,134.04	203,530.10	1,999,857.92
SELLING & DISTRIBUTION	-													
Advertisement	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Contemns & Articles	-	-												
	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	9,311,015.07	4,160,910.85	1,790,823.14	527,645.90	1,828,532.07	108,576.00	9,606.22	60,884.20	42,045.80	798,110.03	219,269.65	1,722,134.04	203,530.10	1,999,857.92
NET PROFIT	(10,175,907.21)	(3,980,767.85)	(1,790,823.14)	(527,645.90)	(2,693,424.21)	(108,576.00)	(9,606.22)	(60,884.20)	(42,045.80)	(798,110.03)	(219,269.65)	(1,722,134.04)	(203,530.10)	(1,999,857.92)

PALMYRAH DEVELOPMENT BOARD
KATPHAKAM TRADING, PROFIT & LOSS ACCOUNTS

NOTE-6 FOR THE PERIOD OF JANUARY TO DECEMBER 2018

NARRATIVE	TOTAL 2018	TOTAL 2017	KATPAHAM COLOMBO	KATPAHAM Maga City	EXHIBITION STALL	Mobile STALL	KATPAHAM B.CALOA	SHOW ROOM B.CALOA	KATPAHAM KALMUNAI	KATPAHAM TRINCO	KATPAHAM VAVUNIYA	KATPHAM MANNAR(Madu)	KATPHAM MANNAR 2	KATPAHAM KATPAKASOLAI	KATPAHAM NALLUR	SHOW ROOM JAF	KATPAHAM K.K.S ROAD	Busstand Jaffna	KATPAHAM Kalpittiya	KATPAHAM Kathirgamam	KATPAHAM THISAMAHARAMA
Turn over	48,840,370.13	38,955,122.16	7,025,238.15	3,649,478.06	1,783,510.59	360,640.50	2,294,006.10	1,268,282.25	135,815.00	1,381,482.95	7,704,947.00	645,932.35	2,698,113.00	954,118.40	8,249,989.10	2,219,271.50	4,445,108.50	1,729,811.53	313,915.00	1,091,965.15	888,745.00
	48,840,370.13	38,955,122.16	7,025,238.15	3,649,478.06	1,783,510.59	360,640.50	2,294,006.10	1,268,282.25	135,815.00	1,381,482.95	7,704,947.00	645,932.35	2,698,113.00	954,118.40	8,249,989.10	2,219,271.50	4,445,108.50	1,729,811.53	313,915.00	1,091,965.15	888,745.00
Cost of Sales																					
Opening stock	2,857,542.90	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	44,756.00	92,830.03	39,499.47	270,362.60	154,477.30	257,999.90	170,796.70	76,142.25	-	377,593.00
Purchases	51,011.00	126,727.00															51,011.00				
Internal Transfer - In	43,485,737.49	35,243,059.26	5,651,277.53	4,191,056.52	1,780,802.68	232,610.21	2,109,773.15	1,244,304.50	106,863.30	1,236,470.56	6,596,719.58	557,239.25	2,230,902.87	788,894.71	7,269,993.02	1,997,142.61	3,770,799.10	1,554,256.50	272,628.08	1,068,544.42	825,458.90
Transport	-	-									-									-	-
Packing Materials	-	-																			
	46,394,291.39	37,321,297.98	6,372,853.53	4,191,056.52	1,780,802.68	295,725.21	2,238,067.00	1,312,941.80	134,635.80	1,333,385.56	6,863,495.58	601,995.25	2,323,732.90	828,394.18	7,540,355.62	2,151,619.91	4,079,810.00	1,725,053.20	348,770.33	1,068,544.42	1,203,051.90
Less: Internal Transfer - Out	2,001,396.17	5,081,753.98	102,565.00	117,611.90	318,324.00		42,785.00	119,588.35	23,267.50	22,800.00	146,080.04	15,230.00	54,776.74	65,099.46	382,002.98	216,842.06	177,487.03	119,528.00		77,408.11	-
	44,392,895.22	32,239,544.00	6,270,288.53	4,073,444.62	1,462,478.68	295,725.21	2,195,282.00	1,193,353.45	111,368.30	1,310,585.56	6,717,415.54	586,765.25	2,268,956.16	763,294.72	7,158,352.64	1,934,777.85	3,902,322.97	1,605,525.20	348,770.33	991,136.31	1,203,051.90
Less: Closing Stock	4,851,796.59	2,859,637.90	509,593.25	1,404,795.25			314,197.00	153,362.00		177,769.54	399,359.00	57,100.72	56,503.50		558,361.36	114,975.22	257,334.00	187,079.75	91,360.00	95,725.00	474,281.00
	39,541,098.63	29,379,906.10	5,760,695.28	2,668,649.37	1,462,478.68	295,725.21	1,881,085.00	1,039,991.45	111,368.30	1,132,816.02	6,318,056.54	529,664.53	2,212,452.66	763,294.72	6,599,991.28	1,819,802.63	3,644,988.97	1,418,445.45	257,410.33	895,411.31	728,770.90
Gross profit	9,299,271.50	9,575,216.06	1,264,542.87	980,828.69	321,031.91	64,915.29	412,921.10	228,290.80	24,446.70	248,666.93	1,386,890.46	116,267.82	485,660.34	190,823.68	1,649,997.82	399,468.87	800,119.53	311,366.08	56,504.67	196,553.84	159,974.10
Add : Sundry Income	-	-																		-	-
Operation Income	9,299,271.50	9,575,216.06	1,264,542.87	980,828.69	321,031.91	64,915.29	412,921.10	228,290.80	24,446.70	248,666.93	1,386,890.46	116,267.82	485,660.34	190,823.68	1,649,997.82	399,468.87	800,119.53	311,366.08	56,504.67	196,553.84	159,974.10
LESS: EXPENDITURE																					
ADMINISTRATION & ESTABLISHMENT												-	-								
Salaries & Wages	-	84,000.00																			
E.P.F	-	-																			
E.T.F	-	-																			
Over Time wages	127,247.00	165,384.00			39,189.00						7,727.00				30,767.00			49,564.00			
Traveling	6,850.00	7,771.00									3,250.00										3,600.00
Stationery	6,225.00	-		6,225.00																	
Entertainment	-	-																			
Staff Welfare	-	-																			
Electricity	402,253.50	229,544.86	52,625.25	55,543.15			1,946.00	18,313.10		9,522.04	29,083.50	35,810.10	697.50		70,513.52	25,816.50	87,264.34	13,743.90		-	1,374.60
Telephone	-	-																			
Rent	4,385,914.63	2,246,613.11	1,451,250.00	1,137,500.00	60,000.00		37,500.00			125,132.63	261,016.00	7,500.00	60,000.00		360,000.00	240,000.00	360,000.00			275,000.00	11,016.00
Water Charges	20,422.95	4,389.38	7,624.71	12,798.24																	
Rate & Taxes	27,845.00	22,990.00					5,000.00	1,210.00			2,540.00				6,365.00	12,730.00					
Postage	-	-																			
Repairs - Vehicle	-	-																			
Repairs - Buildings	148,750.00	10,250.00													148,750.00						
Repairs Equipment's	-	-																			
Fuel for Vehicle	9,000.00	-			9,000.00																
Depreciation Buildings	419,937.52	585,937.52									144,500.00	258,143.52						17,294.00			
Depreciation Vehicle	-	-																			
Depreciation Machinery & Eqp	510,424.00	55,950.00	10,500.00	472,254.00							27,670.00										
Depreciation Tools	1,120.00	2,067.50										1,120.00									
Deprecation E.Fittings	388,657.88	190,398.53	13,199.80	135,880.00			10,500.00				107,730.00	12,700.00			35,180.00	19,525.73	44,918.35	9,024.00			
Depreciation Furniture	44,604.80	299,559.57		13,312.80					10,500.00			11,000.00						9,792.00			
Depreciation Computer	46,463.97														46,463.97						
Depreciation A/c	123,590.53	22,179.80		101,410.73													22,179.80				
Depreciation Miss Assets	337,252.50	36,911.25	24,520.00	257,960.00			5,000.00	3,700.00			720.00	935.00			23,342.50	21,075.00					
Maintenance	411,529.00	124,834.00	41,758.00	102,981.00	40,350.00						37,455.00	70,000.00		1,710.00	52,110.00	10,879.00	14,355.00	12,595.00		27,336.00	
Miscellaneous	-	-																			
	7,418,088.28	4,088,780.52	1,601,477.76	2,295,864.92	148,539.00	-	59,946.00	23,223.10	10,500.00	134,654.67	621,691.50	397,208.62	60,697.50	1,710.00	773,491.99	330,026.23	528,717.49	112,012.90	-	302,336.00	15,990.60
SELLING & DISTRIBUTION																					
Advertisement	-	-			-	-					-				-		-				
Contemns & Article	-	-			-	-															
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
TOTAL EXPENDITURE	7,418,088.28	4,088,780.52	1,601,477.76	2,295,864.92	148,539.00	-	59,946.00	23,223.10	10,500.00	134,654.67	621,691.50	397,208.62	60,697.50	1,710.00	773,491.99	330,026.23	528,717.49	112,012.90	-	302,336.00	15,990.60
NET PROFIT	1,881,183.22	5,486,435.54	(336,934.89)	(1,315,036.23)	172,492.91	64,915.29	352,975.10	205,067.70	13,946.70	114,012.26	765,198.96	(280,940.80)	424,962.84	189,113.68	876,505.83	69,442.64	271,402.04	199,353.18	56,504.67	(105,782.16)	143,983.50

PALMYRAH DEVELOPMENT BOARD

STORES TRADING, PROFIT & LOSS ACCOUNTS

NOTE-7 FOR THE PERIOD OF JANUARY TO DECEMBER 2018

NARRATIVE	TOTAL 2018	TOTAL 2017	MAIN JAFFNA M.UNIT	MAIN COLOMBO	STORES BATTICALOA	STORES MANNAR	STORES VAVUNIYA	STORES TRINCO	JAFFNA OFFICE STORES	STORES KALMUNAI	STORES KILINOCHCHI	STORES MULLAITHIVU
Turn over	1,223,871.75	1,523,195.50	1,223,871.75				-					
	1,223,871.75	1,523,195.50	1,223,871.75	-	-	-	-	-	-	-	-	-
Cost of Sales												
Opening stock	5,681,479.16	2,162,437.06	3,988,618.66	169,766.00	62,037.50		1,356,850.00	12,489.00	81,623.00			10,095.00
Purchases	20,636,189.42	22,139,052.45	5,173,666.42	2,290,603.00	4,293,597.50	1,945,916.00	3,941,459.50	1,064,178.00		1,083,245.00	395,015.00	448,509.00
Internal Transfer - in	31,978,344.42	29,961,484.51	17,075,516.95	203,400.00	19,800.00	6,162,928.98	8,398,975.99	46,535.00		71,187.50		
Packing Material	-	-										
	58,296,013.00	54,262,974.02	26,237,802.03	2,663,769.00	4,375,435.00	8,108,844.98	13,697,285.49	1,123,202.00	81,623.00	1,154,432.50	395,015.00	458,604.00
Less: Internal Transfer - Out	55,749,605.97	47,471,657.14	24,505,840.00	2,643,239.00	4,349,687.50	8,108,844.98	13,046,465.49	1,035,162.00	81,623.00	1,133,397.50	386,742.50	458,604.00
	2,546,407.03	6,791,316.88	1,731,962.03	20,530.00	25,747.50	-	650,820.00	88,040.00	-	21,035.00	8,272.50	-
Less: Closing Stock	1,552,168.14	5,679,384.16	737,723.14	20,530.00	25,747.50		650,820.00	88,040.00		21,035.00	8,272.50	
	994,238.89	1,111,932.72	994,238.89	-	-	-	-	-	-	-	-	-
Gross profit	229,632.86	411,262.78	229,632.86	-	-	-	-	-	-	-	-	-
Add : Sundry Income	-	-	-	-								
Operation Income	229,632.86	411,262.78	229,632.86	-	-	-	-	-	-	-	-	-
LESS: EXPENDITURE												
ADMINISTRATION & ESTABLISHMENT												
Salaries & Wages	-	10,500.00										
E.P.F	-	-										
E.T.F	-	-										
Over Time wages	-	814.00										
Traveling	-	19,961.00										
Stationery	-	-										
Entertainment	-	-										
Staff Welfare	-	-										
Electricity	7,533.90	12,493.20	7,533.90									
Telephone	-	-										
Rent	-	-										
Water Charges	-	-										
Rate & Taxes	-	-										
Postage	-	-										
Repairs - Vehicle	-	-										
Repairs - Buildings	-	-										
Repairs Equipment's	-	-										
Fuel for Vehicle	-	11,250.00										
Depreciation Buildings	-	-										
Depreciation Vehicle	-	-										
Deprecation E.Fittings	-	30,249.07										
Depreciation Tools	-	1,020.00										
Depreciation Furniture	5,949.00	15,448.00	5,949.00									
Depreciation Miss Assets	492,061.75	-	492,061.75									
Maintenance	7,000.00	91,032.00								7,000.00		
Miscellaneous	-	-										
	512,544.65	192,767.27	505,544.65	-	-	-	-	-	-	7,000.00	-	-
SELLING & DISTRIBUTION	-											
Advertisement	-	-										
Transport	2,500.00	12,095.00				2,500.00						
Contemns & Article	-											
	2,500.00	12,095.00	-	-	-	2,500.00	-	-	-	-	-	-
TOTAL EXPENDITURE	515,044.65	204,862.27	505,544.65	-	-	2,500.00	-	-	-	7,000.00	-	-
NET PROFIT	(285,411.79)	206,400.51	(275,911.79)	-	-	(2,500.00)	-	-	-	(7,000.00)	-	-

NOTE 8- FARMS ACCOUNTS

Narration	2018	2017	Kuddathanai	Mamunai	Delft	Puliyankulam	Weerawala
Sales	193,820.00	116,930.00					193,820.00
	193,820.00	116,930.00	-	-	-	-	193,820.00
Less:							
Maintenance Expenses:	-	-					
Purchase	-	-					-
Internal Transfer	-	2,750.00					-
Repair & Maintenance of tools	-	-					
TOTAL	-	2,750.00	-	-	-	-	-
Less: Internal Transfer	-	26,350.00	-	-	-	-	-
Prime Cost	-	(23,600.00)	-	-	-	-	-
Gross Profit	193,820.00	140,530.00	-	-	-	-	193,820.00
Add Mis Income	-						-
	193,820.00	140,530.00	-	-	-	-	193,820.00
Administration & Establishment Exp.							
Salary	-	274,000.00					
E.P.F	-	-					
E.T.F	-	-					
Overtime	-	-					
Traveling	896.00	4,332.50				896.00	
Stationary	-	-					
Entertainment	-	-					
Eelctricity	18,536.10	32,185.60	4,210.80			14,325.30	
Telephone	-	-					
Transport	-	7,000.00					
Postage	-	-					
Repair	-	-					
Plantation	27,850.00	116,470.00					27,850.00
Fuel for tractor	8,010.00	-					8,010.00
Depreciation:	-	-					
Miss Assets	330,129.01	4,594.80		345.00		329,784.01	
Machinery	80,967.80	56,825.80				49,425.80	31,542.00
Tools	18,090.00	26,025.00				18,090.00	
E.Fittings	7,600.00	7,600.00				7,600.00	
Vehicle	-	-					
Building	552,155.95	889,494.04	132,181.70		2,168.65	413,944.93	3,860.67
Furniture & Fittings	300.00	700.00				300.00	
Maintenance	232,252.00	147,102.00	70,000.00	56,000.00		103,552.00	2,700.00
Miscellaneous	-	-					
	1,276,786.86	1,566,329.74	206,392.50	56,345.00	2,168.65	937,918.04	73,962.67
Total Expenditure	1,276,786.86	1,569,079.74	206,392.50	56,345.00	2,168.65	937,918.04	73,962.67
Expenditure Over Income	(1,082,966.86)	(1,425,799.74)	(206,392.50)	(56,345.00)	(2,168.65)	(937,918.04)	119,857.33

DEPARTMENT ACCOUNTS

NOTE 9	Development & Plantation		Research & Development		Production Development		Marketing Development	
NARRATION	2018	2017	2018	2017	2018	2017	2018	2017
Turnover	-	-	-	-	-	-	-	-
	-	-	-	-	-	-	-	-
Opening Stock	-	-	**34,512,149.08**	**34,779,448.90**	-	-	-	-
Purchase	-	-	-	-	-	-	-	-
In - Transfer	-	-	6,709.00	7,643.98	-	-	-	-
	-	-	34,518,858.08	34,787,092.88	-	-	-	-
Out - Transfer	-	-	-	1,500.00	-	-	-	-
	-	-	34,518,858.08	34,785,592.88	-	-	-	-
Less Closing Stock	-	-	33,192,650.70	**34,512,149.08**	-	-	-	-
Cost Of Dev/Research	-	-	1,326,207.38	273,443.80	-	-	-	-
Gross Profit	-	-	(1,326,207.38)	(273,443.80)	-	-	-	-
Add Mis Income	2,508,000.00	4,793,100.00	154,639.00	113,660.95	-	-	-	-
	2,508,000.00	**4,793,100.00**	**(1,171,568.38)**	**(159,782.85)**	-	-	-	-
Salary	5,958,154.00	5,651,646.11	6,705,927.34	6,584,762.35	16,918,347.03	13,886,208.87	14,298,996.84	8,247,925.34
E.P.F	714,978.48	678,197.52	804,711.28	790,171.48	2,030,201.64	1,614,280.43	1,708,439.62	989,751.04
E.T.F	178,744.62	169,549.39	201,177.82	197,542.87	507,550.41	416,586.26	427,109.91	247,437.76
Overtime	3,345.00	20,954.95	13,432.00	48,914.93	2,167.00		9,591.00	229,640.64
Training Ex./Development Exp	3,620,001.57	14,276,822.49	1,120,929.90	604,247.15				
Plantation Exp	824,800.00	787,440.00						
Traveling	259,474.00	177,521.50	45,715.00	57,943.50	118,219.16	72,178.00	105,961.50	122,464.00
Telephone	17,000.00		48,189.35	64,100.18	44,628.28	36,529.21	12,461.41	36,529.22
Electricity			432,197.35	475,505.05		45,151.48	4,688.60	49,814.11
Stationery								
Water			271,189.70	215,391.24				
Rent			9,093.08		500,000.00	550,000.00	90,000.00	622,600.00
Entertainment								
Welfare			9,000.00					
Repair-Building			41,445.00	27,500.00	18,000.00	125,989.00		125,989.00
Repair-tools			55,930.00	12,200.00		22,765.45		22,765.45
Repair-Vehicle			27,938.00	36,567.30		3,525.00		3,525.00
Depreciation:								
Depreciation Buildings			4,136,061.04	4,329,169.93				
Depreciation A.c								
Deprecation E.Fittings			73,040.00	73,570.00			22,645.07	
Deprecation Lab Equipment			6,484,197.52	6,536,951.52				
Deprecation Machinery Equipment			6,244,423.58	28,035,647.71				
Depreciation Computer			163,830.18	92,780.18	46,710.00			
Depreciation Furniture			257,284.00	276,502.50				
Depreciation Miss Assets			151,061.00	64,005.25				
Depreciation Vehicle								
Deprecation Equipments			283,979.59					
Fuel for Vehicle	44,086.00	17,100.00	40,650.00		79,180.00	50,080.00	290,977.13	101,150.00
Transport					145,185.00	38,660.00	209,164.00	
Maintenance	345,844.30		1,291,374.81	461,243.28	35,783.00	126,282.13	217,504.00	270,912.00
Amortization	2,459,760.95	3,074,701.19	8,362,878.64	10,461,098.30				
Advertisement		-				-		
TOTAL	14,426,188.92	24,853,933.15	37,275,656.18	59,445,814.72	20,445,971.52	16,988,235.83	17,397,539.08	11,070,503.56
Expenditure to Invesment	(11,918,188.92)	(20,060,833.15)	(38,447,224.56)	(59,605,597.57)	(20,445,971.52)	(16,988,235.83)	(17,397,539.08)	(11,070,503.56)

EXTENSION DIVISION ACCOUNTS
NOTE 10

NARRATION	2018	2017	Staff Training	Special Trining	Jaffna	Batticaloa	Kalmunai	Trincomalee	Vavuniya	Kilinochchi	Mullaithivu	Mannar	Puttlam	Hambanthota	Kurunagal	Anurathapura
Turnover	-	-	-	-	-	-										
	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Opening Stock	-	-	-	-	-											
Purchase	125,435.00	-		125,435.00	-											
In - Transfer	20,150.00	98,593.53			20,150.00											
Depreciation:	-	-														
Equipment's	-	-														
	145,585.00	98,593.53	-	125,435.00	20,150.00	-	-	-	-	-	-	-	-	-	-	-
Out - Transfer	-	-	-	-	-		-					-				
	145,585.00	98,593.53	-	125,435.00	20,150.00	-	-	-	-	-	-	-	-	-	-	-
Less Closing Stock	-	-	-	-	-											
Cost Of Sales	**145,585.00**	**98,593.53**	-	**125,435.00**	**20,150.00**	-	-	-	-	-	-	-	-	-	-	-
Gross Profit	**(145,585.00)**	**(98,593.53)**	-	**(125,435.00)**	**(20,150.00)**	-	-	-	-	-	-	-	-	-	-	-
Add Mis Income	14,040.00	-	**14,040.00**	-	-							-				
	(131,545.00)	**(98,593.53)**	**14,040.00**	**(125,435.00)**	**(20,150.00)**	-	-	-	-	-	-	-	-	-	-	-
Salary	19,328,329.29	20,032,900.52	1,973,247.06	30,000.00	2,241,702.36	4,413,803.00	2,199,656.77	1,846,536.54	442,848.00	1,158,196.54	408,216.00	1,319,676.45	746,768.00	1,656,582.57	464,880.00	426,216.00
E.P.F	2,313,186.95	2,396,220.06	236,789.65		266,391.72	529,656.36	263,958.81	221,584.38	53,141.76	138,983.58	48,986.93	158,361.17	89,612.16	198,789.91	55,784.60	51,145.92
E.T.F	578,296.74	599,055.02	59,197.41		66,597.93	132,414.09	65,989.70	55,396.10	13,285.44	34,745.90	12,246.48	39,590.29	22,403.04	49,697.48	12,786.48	13,946.40
Overtime	31,863.10	56,083.40	6,691.00	-	25,172.10											
Training Ex.	4,930,748.00	12,738,283.50	224,300.00	155,436.00	1,321,787.00	510,000.00	676,200.00	359,100.00	298,800.00	238,375.00	231,900.00	248,850.00			352,800.00	313,200.00
Traveling	283,409.00	237,396.00			62,824.00	33,174.00	60,000.00		460.00	120,034.00		1,041.00		5,876.00		
Stationery	-	-														
Fuel	-	53,035.80														
Electricity	7,450.00	6,677.98		7,450.00												
Telephone	-	-														
Rent	-	2,600.00														
Entertainment	-	-														
Water	-	436.74														
Welfare	-	-														
Repair	-	-														
Repair Building	18,895.00	-		18,895.00												
Depreciation Buildings	110,343.00	-		110,343.00												
Depreciation A.c	-	-														
Deprecation E.Fittings	-	-														
Deprecation Lab Equipment	-	-														
Deprecation Machinery Equipment	941,476.70	3,000.00		941,476.70												
Depreciation Computer	-	-														
Depreciation Furniture	65,246.00	1,430.00		65,246.00												
Depreciation Miss Assets	-	-														
Depreciation Vehicle	-	-														
Deprecation Tools	2,090.00	17,910.00			2,090.00											
Transport	38,000.00	16,343.33			38,000.00											
Maintenance	119,474.00	24,935.00		60,674.00						58,800.00						
Amortization	12,081,015.33	15,101,269.17	12,081,015.33	-												
Advertisement	-	0														
TOTAL	40,849,823.11	51,287,576.52	14,581,240.45	1,389,520.70	4,024,565.11	5,619,047.45	3,265,805.28	2,482,617.02	808,535.20	1,749,135.02	701,349.41	1,767,518.91	858,783.20	1,910,945.96	886,251.08	804,508.32
Expenditure to Invesment	(40,981,368.11)	(51,386,170.05)	(14,567,200.45)	(1,514,955.70)	(4,044,715.11)	(5,619,047.45)	(3,265,805.28)	(2,482,617.02)	(808,535.20)	(1,749,135.02)	(701,349.41)	(1,767,518.91)	(858,783.20)	(1,910,945.96)	(886,251.08)	(804,508.32)

SUNDRY INCOME
NOTE 11

NARRATION		2018	2017
Jaffna		911,772.26	440,802.34
Batticaloa		168.44	15,861.11
Kalmunai		528.48	663.99
Trincomalee		4,975.03	4,418.59
Vavuniya		2,621.32	1,677.67
Kilinochchi		487.11	1,219.80
Mullaithivu		1,203.60	2,651.21
Mannar		6,781.22	5,099.21
Colombo		2,337.34	15,017.16
Puttlam		6,001.74	3,396.80
Humbanthotta		330.26	719.38
		937,206.80	491,527.26
from Production	5	-	-
from Katphakams	6	-	-
from Research		154,639.00	113,660.95
from Extension		14,040.00	-
From Development		2,508,000.00	4,793,100.00
		3,613,885.80	5,398,288.21

ADMINISTRATION & ESTABLISHMENT EXP.
NOTE 12

	Total 2018	Total 2017	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	40,914,997.49	46,670,877.74	23,332,416.68	3,155,327.57	1,451,399.78	575,344.00	1,580,398.80	1,873,248.00	1,257,450.55	581,678.87	3,865,238.40	621,116.00	862,800.97	1,758,577.87
E.P.F	4,545,257.55	5,243,069.96	2,474,228.45	372,879.31	174,167.97	68,081.28	183,887.86	219,029.76	145,134.07	64,040.86	460,468.61	68,773.92	103,536.12	211,029.34
E.T.F	1,139,762.71	1,300,681.53	622,005.44	93,219.83	43,541.99	17,020.32	45,971.96	54,757.44	36,283.51	16,010.22	115,117.15	17,193.48	25,884.03	52,757.34
Overtime wages	420,198.44	986,394.12	391,439.44							9,262.00	5,821.00	11,868.00		1,808.00
Gratuity	4,276,356.11	4,188,988.00	4,276,356.11							-				
Board member Exp.	355,353.00	449,635.00	355,353.00											
Traveling	1,111,483.00	1,348,007.41	859,156.00	27,253.00	4,832.00	4,085.00	1,448.00	1,140.00	7,161.00	57,327.00	56,143.00	67,641.00	25,297.00	
Stationery & Printing	1,938,811.55	1,512,689.50	1,814,984.75	9,256.00	1,889.00	12,790.50	14,854.50	1,569.00	7,090.00	23,110.00	30,783.80	3,195.00	19,289.00	
Telephone	398,936.84	427,709.00	113,950.74	27,563.15	27,006.74	32,818.80	18,339.09	18,923.17	17,832.91	24,575.87	67,378.38	27,157.18	19,874.65	3,516.16
Rent	4,422,305.92	2,094,200.00	906,000.00		70,200.00		360,000.00		72,000.00		2,874,105.92			140,000.00
Rats & Taxes	26,590.14	15,172.82								3,972.48		22,617.66		
Staff welfare	79,695.00	44,617.50	75,695.00	4,000.00										
Entertainment	-	-												
Electricity	660,967.86	675,485.76	443,263.45	18,432.70	14,245.50	6,016.30	3,882.60	16,619.20	4,099.31	10,748.80	98,723.90	18,504.00	26,432.10	
Water charges	82,376.99	126,764.68	19,342.20	6,399.28	21,239.59	2,719.75			3,600.00	10,349.48	7,614.18	2,900.00	8,212.51	
Legal expenses	287,000.00	66,350.00	287,000.00											
Postage	129,566.00	71,040.00	74,590.00	6,660.00	6,932.00	7,838.00	11,955.00			5,295.00	1,075.00	5,844.00	9,377.00	
News paper & Periodicals	15,480.00	-	15,480.00											
Repair & Maintenance:	-	-												
Vehicle	2,094,282.18	1,971,611.70	1,819,004.57	108,134.51	400.00	7,250.00	36,430.00	8,156.70	8,035.70	20,922.40	30,298.30	38,095.00	17,555.00	
Miscellaneous Assets	-	7,915.70												
Building	100,955.00	77,515.50	100,955.00											
Office equipment	688,614.65	475,807.82	558,301.01	11,500.00		4,500.00					104,813.64	6,900.00	2,600.00	
Fuel for Vehicle	2,139,135.85	1,846,064.45	1,740,943.50	86,250.00	5,760.00	7,600.00	63,500.00	3,500.00	36,000.00		139,154.00	23,428.35	15,000.00	18,000.00
Audit fees	1,300,855.00	300,000.00	1,250,000.00							50,855.00				
	-													
Depreciation on:	-	-												
Buildings	4,455,539.12	5,193,078.32	1,226,892.04	725,000.00	254,650.00			762,213.11	38,054.51	520,429.46		900,000.00	28,300.00	
Machinery & Equipment	3,295,251.86	1,869,723.90	2,940,603.36	88,201.50	39,720.00		23,500.00	28,860.00		19,150.00	52,210.00	85,227.00		17,780.00
Furniture & Fittings 0	1,093,077.52	1,341,405.82	887,124.52		36,065.00		29,458.00	16,126.00	52,140.00	50,948.00		17,740.00		3,476.00
E.Fittings	153,646.40	180,166.20	55,000.00	4,600.00	3,880.00				39,360.00	1,700.00	5,240.00	34,859.00	9,007.40	
Computer	1,375,748.00	1,531,518.00	1,029,738.00	7,600.00	16,800.00	29,750.00	61,540.00	23,750.00	24,160.00	54,190.00	22,100.00	60,740.00	22,690.00	22,690.00
Tools	125,270.00	222,521.42	35,900.00	22,917.00	4,290.00		11,486.00		450.00	4,380.00		45,847.00		
A.C	88,575.00	88,575.00	88,575.00											
Miss Assets 0	260,827.61	314,890.86	227,278.55	4,750.00	12,300.00		1,590.00	674.00	340.00	6,932.56		762.50	6,200.00	
Vehicle	884,831.00	1,275,571.00	13,000.00	180,700.00	71,896.00		13,000.00		352,000.00	15,000.00	24,200.00	174,409.00		40,626.00
Amortization	-	-												
Maintenance exp.	1,003,535.27	2,142,630.27	533,492.48	25,004.59	11,079.00	85,159.70	8,294.00	111,402.00	540.00	122,760.50	36,380.00	39,551.00	29,872.00	
Miscellaneous exp.	-	-												
	79,865,283.06	84,060,678.98	48,568,069.29	4,985,648.44	2,272,294.57	860,973.65	2,469,535.81	3,139,968.38	2,101,731.56	1,673,638.50	7,996,865.28	2,294,369.09	1,231,927.78	2,270,260.71
FINANCIAL EXPENSES														
NOTE 13	***2018***	***2017***									-			
Bank charges	31,043.24	31,810.00	16,700.00	2,000.00				-			12,343.24			
	31,043.24	31,810.00	**16,700.00**	**2,000.00**	-	-	-	-	-	-	**12,343.24**	-	-	-
OTHER EXPENDITURE														
NOTE 14	***2018***	***2017***												
Advertisement	719,957.53	889,976.47	719,957.53											
Bad Debits	250,260.30	-									250,260.30			
Transport	13,130.00	136,104.80		1,380.00		5,250.00							6,500.00	
	983,347.83	1,026,081.27	719,957.53	1,380.00	-	5,250.00	-	-	-	-	250,260.30	-	6,500.00	-
Total Expenditure	80,879,674.13	85,118,570.25	49,304,726.82	4,989,028.44	2,272,294.57	866,223.65	2,469,535.81	3,139,968.38	2,101,731.56	1,673,638.50	8,259,468.82	2,294,369.09	1,238,427.78	2,270,260.71

PALMYRAH DEVELOPMENT BOARD
PROJET SETTLEMENT FOR 22Mn

Date	V.No	Payee	Details	Cheque No	Amount
	June				
29-Jun-18	29	Ark Enterprises	Lath Meachine purchase for wood training program	426969	1,886,000.00
26-Jun-18	12	Shlom Industrial Systems (Pvt) Ltd	Purchase of Fiber Extraction machine (70%)	426,953	662,900.00
29-Jun-18	16	Industrial Stainless Steel Fabrication (PVT) Ltd	Purchase of Jaggery Plant 3 (Ja,Trin,Mann)70%)	426956	3,248,980.00
	July				
			Capital-Thickem Distillery		
5-Jul-18	1	Design Consortium (Pvt) ltd	Consultant Fee -Design Consortiun (PVT)Ltd	426,995	1,724,340.00
10-Jul-18	8	Associated Newspaper of Ceylon Ltd	Advertisement-Thickem Distillery	427,001	141,277.50
	August				
8-Aug-18	1	Industrial Stainless Steel Fabrication (PVT) Ltd	Jaggery Plant 30 % at Karinagar Production center	427,033	2,293,591.00
	Sep				
11-Sep-18	1	Industrial Stainless Steel Fabrication (PVT) Ltd	Jaggery Plant 30 % at Trincomalee Production center	427,055	2,293,574.20
4-Sep-18	10	Faiz Mohideen	Maga city Rent Advance	160,517	4,500,000.00
			Other Expences		
7-Sep-18	11	Water Resources Board	Water Testing chgs	160,518	5,280.63
7-Sep-18	12	Geptech (pvt) Ltd	Advance-Soll Invastigation	160,519	226,150.00
17-Sep-18	17	A.Loganathan	Thikam Land Searving chgs ,And Drowing	160,525	25,000.00
19-Sep-18	22	M.C.M.Zarook	Building Agrement Chgs -	160,530	212,500.00
28-Sep-18	28	A.Aglan	Opening Expenc es for Tend and chgair hair chgs	160,538	9,000.00
28-Sep-18	29	M.Navanesan	Thikam Opening expences -	160,538	2,000.00
28-Sep-18	30	Raj Graphics	Thikam Name Boar dand Banner Printing chgs	160,539	24,800.00
	October				
18-Oct-18	4	M.B.Loganathan	Photocopy chgs for project documents	160,543	10,175.00
29-Oct-18	7	T.Srivasan	Entertaiment Expences for fist day impreastments	160,546	13,300.00
29-Oct-18	8	Associated Newspaper of Ceylon Ltd	Advertisement expences	160,547	58,218.75
	Nov				
23-Nov-18	13	Industrial Stainless Steel Fabrication (PVT) Ltd	Jaggery Processing Plant Payment -IFS	427,139	2,293,557.40
23-Nov-18	29	R.T.Scale	Pas System Cash Meachine Purchase -Maga City	458,501	480,600.00
28-Nov-18	76	R.T.Scale	CCTV Camara Fixing at Magacity -Colombo	458,585	198,800.00
28-Nov-18	78	Anil Graphics Desigen	Name board fixing chgs -Maga city colombo	458,587	525,000.00
28-Nov-18	79	Anil Graphics Desigen	Purchase of Amano Hut and Food Court at Maga city	458,587	94,300.00
28-Nov-18	80	Anil Graphics Desigen	Amano Roat sheet and Stores Participant	458,587	670,500.00
28-Nov-18	90	Geptech (pvt) Ltd	Payment for the soil Investigation -Thikam	458,591	290,434.69
30-Nov-18	94	Associated Newspaper of Ceylon Ltd	Advertisement	458,595	40,365.00
30-Nov-18	95	Associated Newspaper of Ceylon Ltd	Advertisement	458,595	52,785.00
30-Nov-18	96	Associated Newspaper of Ceylon Ltd	Advertisement	458,595	7,475.00
30-Nov-18	97	Associated Newspaper of Ceylon Ltd	Advertisement	458,595	9,775.00
30-Nov-18	98	Associated Newspaper of Ceylon Ltd	Advertisement	458,595	46,575.00
					22,047,254.17

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මගේ අංකය / எனது இல. / My No. NNP/JF/C/PDB/1/2018 | ඔබේ අංකය / உமது இல. / Your No. | දිනය / திகதி / Date 10 June 2019

Chairman
Palmyrah Development Board

Report of the Auditor General on the Financial Statements and Other Legal and Regulatory Requirements of the Palmyrah Development Board for the year ended 31 December 2018 in terms of Section 12 of the National Audit Act, No. 19 of 2018.

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1. Financial Statements

1.1 Qualified Opinion

The audit of the financial statements of the Palmyrah Development Board for the year ended 31 December 2018 comprising the statement of financial position as at 31 December 2018 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 policies, 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 Finance Act No. 38 of 1971. My report to Parliament in pursuance of provisions in Article 154 (6) of the Constitution will be tabled in due course.

In my opinion, except for the effects of the matters described in the basis for Qualified Opinion section of my report, the accompanying financial statements give a true and fair view of the financial position of the Board as at 31 December 2018, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

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.naosl.gov.lk

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1.2 Basis for Qualified Opinion

(a) The fully depreciated assets valued at Rs. 23.7 million and still in used by the Board, had not been revaluated according to the SLPSAS-3 in order to correct the estimation error.

(b) Cash proceeds of Rs. 563,500 received from selling of 03 vehicles during the year under review had not been included under the investment activities in the cash flow statement.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of my report. I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my qualified opinion.

1.3 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 Public Sector Accounting Standards 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 Board's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intend to liquidate the Board or to cease operations, or has no realistic alternative but to do so.

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

As per Section 16(1) of the National Audit Act No. 19 of 2018, the Board 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 Board.

1.4 Auditor's Responsibilities 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 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, misrepresentations, or the override of internal control.

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- 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 Board'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 Board's ability to continue as a going concern. If I conclude that a material uncertainty exists, I am required to draw attention in my audit 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 audit report. However, future events or conditions may cause the Board 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 communicate with those charged with governance regarding, among other matters, significant audit findings, including any significant deficiencies in internal control that I identify during my audit.

2. Report on Other Legal and Regulatory Requirements

National Audit Act No. 19 of 2018 and Finance Act No. 38 of 1971 include specific provisions for following requirements.

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- Except for the effects of the matters described in the Basis for Qualified Opinion paragraph, I have obtained all the information and explanation that required for the audit and as far as appears from my examination, proper accounting records have been kept by the Board as per the requirement of section 12(a) of the National Audit Act, No. 19 of 2018.

- The financial statements presented is consistent with the preceding year as per the requirement of section 6(1)(d)(iii) of the National Audit Act, No. 19 of 2018.

- The financial statements presented includes all the recommendations made by me in the previous year as per the requirement of section 6(1)(d)(iv) of the National Audit Act, No. 19 of 2018.

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

- to state that any member of the governing body of the Board has any direct or indirect interest in any contracts entered into by the Board which are out of the normal cause of business as per the requirement of section 12(d) of the National audit Act, No. 19 of 2018;

- to state that the Board has not complied with any applicable written law, general and special directions issued by the governing body of the Board as per the requirement of section 12(f) of the National Audit Act, No. 19 of 2018 except for the observations given below.

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Reference to Law / Directions	Description
(a) Financial Regulations of the Democratic Socialist Republic of Sri Lanka	
(i) Financial Regulations 110	A register of losses and damages had not been maintained by the Board.
(ii) Financial Regulations 272(3)	Even though the paid vouchers should be forwarded to audit monthly, not later than six weeks from the end of the month to which they relate, the Board had not forwarded those vouchers to audit accordingly.
(iii) Financial Regulations 751(1)	• The register of inventory had not been properly maintained showing clearly the receipts, issues and the balance carried forward. • Many deficiencies in recording of purchases in the stock books and maintenance of inventories at the stores were observed in audit tests.
(iv) Financial Regulations 757(1)(c),(2)(a),(b)	• Reports of the Annual Board of Survey had not been submitted to audit. • Recommendations included in the previous Board of Survey reports had not been properly implemented by the Board.

(b) **Public Enterprises Circular No. PED/12 of 02 June 2003**	
Paragraph 4.2.2	Monthly Performance statement in financial and physical terms, Operating Statement for the month, Cash flow statement for the month, Liquidity position and borrowings Procurements of material values, especially non current assets purchased during the month and Statement on Human Resources including cadre Position, new recruitment etc. had not been furnished to the monthly board meeting according to the circular requirements.
Paragraph 4.2.5	The Board had not introduced a system for effective management of Board working capital.

- to state that the Board has not performed according to its powers, functions and duties as per the requirement of section 12 (g) of the National Audit Act, No. 19 of 2018;

- to state that the resources of the Board 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 except for the following observations.

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

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in term of section 4.2 of the National Procurement Agency Circular No. 08, dated 25 January 2006, the procurement activities expected for a period of at least 03 years should be listed and the main procurement plan should be prepared by the procurement entity. However, such a procurement plan was not made available to audit.

(b) An RO Plant had been purchased by the Board at a cost of Rs. 2,914,560 on 25 November 2016. However, that plant had not yet been utilized for any activity and remained idle for more than 03 years.

(c) The Board had procured three (3) numbers of jaggery processing plants during the year under review at a cost of Rs. 20,862,150 to locate in Jaffna, Manner and Trincomalee Districts. However, those plants had not yet been utilized for any production activities and also, depreciation amounting to Rs.4,172,430 had been charged in the financial statements for the year under review.

3. Other Audit Observations

(a) Action had not been taken to recover the debts aggregating of Rs. 4,759,319 receivable from given to 10 parties with aging from 2 to 6 years. As well, the Board had not been able to obtain balance confirmation letters from 12 debtors with outstanding balance of Rs. 5,316,695.

(b) Three food items such as odiyal, dry odiyal and pannaddu raw valued at Rs. 584,000 had been destroyed during the year under review due to lack of proper facilities to store them safely.

(c) Although a sum of Rs. 744,800 had been paid to 21 Divisional Secretariats and the Forest Department for the plantation of plamyrah seeds under the development activities in the year under review, plantation activities had not yet been initiated by those entities.

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(d) Proper actions had not been taken by the Board to utilize the budgetary provisions made by the Ministry amounting to Rs. 112.5 million, Rs.150 million and Rs.250 million in the years of 2016, 2017 and 2018 respectively for renovation of the Thickam Distillery. as a result, 23 direct employment opportunities and estimated Excise and other Tax revenue of Rs. 119 million on liquid production had been lost by the country. Further, Livelihood of 15,000 Nos. of palmyrah depending families had been badly affected due to loss of supply chain of palmyrah production to the Board and approximate Litres of toddy 30,000 production was wastaged per day due to non-functioning of distillery production.

(e) Four Model Farms had been running at a loss continuously. The losses sustained during last 4 years with ranging from 3 million to 1.2 million. Further, the activities of four Models Farms with the total land extent of 128 acres had not been initiated since the year 2010.

(f) A person had been promoted to the post of Deputy General Manager by the Board during the year under review in contrary to the requirements of the Scheme of Recruitment approved by the Department of Management Services in 2009 and Two officers in the Junior Manager category had been promoted to the posts of Production Manager and Internal Auditor in contrary to the said Scheme of Recruitment.

(g) The board had released a sum of Rs. 25 million in September 2018 to the Department of Building (Central) to construct a two storied building for the Palmyrah School at Kaithady and, the construction works had expected to be completed on 12 March 2019. However, out of that amount only a sum of Rs. 8.25 million or 33 per cent had been utilized for that purpose up to the date of this report.

W.P.C.Wickramaratne
Auditor General

Palmyrah Development Board
National Housing Secretariat, Kandy Road, Jaffna, Sri Lanka.
Tel: 0212222034 Fax: 0212224154 E-mail: slpdbho@yahoo.com
Web Site: www.pdb.gov.lk