



Ministry of Industrial

Department of the Registrar of Companies

Performance Report - 2022

Expenditure Head - 297

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01. Corporate Profile / Summary of Implementation

1.1 Introduction

After the British colonization of Sri Lanka from 1815, English people expanded the scope of the Sri Lankan economy by introducing the export agriculture such as Coffee, Tea and Rubber. In 1861, Companies had been registered under the Joint Stock Companies Ordinance in order to facilitate business activities. Within the British ruling until 4th February, 1948, companies were registered under the Joint Stock Banking Ordinance and the Companies Ordinance No.51 of 1938. Under that Ordinance, the Department of the Registrar of Companies had been established and vested the powers to execute the Ordinances such as Trade Mark Ordinance, Business Name Ordinance, Cheettu Ordinance and Societies Ordinance. According to the provisions of the Intellectual Property Act no. 02 of 1979, National intellectual Property Office had been established in 1980 and vested the powers to implement Trade Mark Ordinance in 1981.

After gaining Independence, Sri Lankan economy was operated with self begotten which was facilitated by the Companies Act No. 17 of 1982 had been executed since 1982. This Act had been executed for 25 years and taking into consideration the expanded economy and facilitation of attracting a large number of investors, simplifying further, the Companies Act No. 07 of 2007 is on operation since 3rd May 2007.

Clients from all around the world had to come to the Department of the Registrar of Companies located at No.400, D.R. Wijewardena Mawatha, Colombo 10 and face a very complicated process to get services and this resulted in the wastage of clients' time, labor and money discouraging many investors.

As a solution for this, the focus was on providing services to the online system and the eROC project was launched in 2017. As the first step in providing services through this system, the establishment of companies was started through the online system in 2018, and now this is a Government Department that provides all services online through the eROC system, real-time live, 24 hours a day.

1.2 Vision and Mission of the Institution

Vision

Develop and foster a trusted business environment by making available an effective regulatory regime capable of instilling a culture of good governance covering the business sector in Sri Lanka.

Mission

The Department of the Registrar of Companies in accordance with the economic and trade policy of the Government of Sri Lanka endeavors to give a legal form to business and other institutions under the Acts administered by it and regulate their functions



1.3 Objectives and Functions

Objects

The main function of the Department is to implement, administer and enforce the following acts, and ordinances.

- The Companies Act No. 7 of 2007
- The Societies Ordinance Chapter 123
- The Cheetu Ordinance No. 61 of 1935
- The Public Contracts Act No. 3 of 1987

Main functions

- Incorporation of private companies, public companies, companies limited by guarantee, unlimited companies, and listed companies.
- Registration of foreign companies and offshore companies, societies, public contracts, mortgages, negative papers, auditors and company secretaries.
- Registration of relevant documents to update information of companies and societies as per Companies Act and Societies Ordinance.
- Liquidation and dissolution of companies
- Updating all information related to companies/associations
- Issuing copies of certificates, providing information to the public.
- Document verification.
- Collection and comparison of fees.
- Providing necessary information, certified copies and providing necessary support to government and non-government organizations.



1.4 Executive and Staff Officers of the Department

Mr. Sanjeewa Dissanayake
Registrar General of Companies

Mrs.P.P.Shyama Harshani
Registrar of Companies

Mrs.L.K.S.Dharmakeerthi
Registrar of Companies

Mrs.B.A.R.M.Balasooriya
Chief Accountant

Mrs. Jeyawani Susanthakumar
Chief Internal Auditor

Mr.P.S.D.Tharanga Panditha Sundara
Deputy Registrar of Companies

Mr.K.H.Shane Sri Nilusha De Silva
Assistant Registrar of Companies

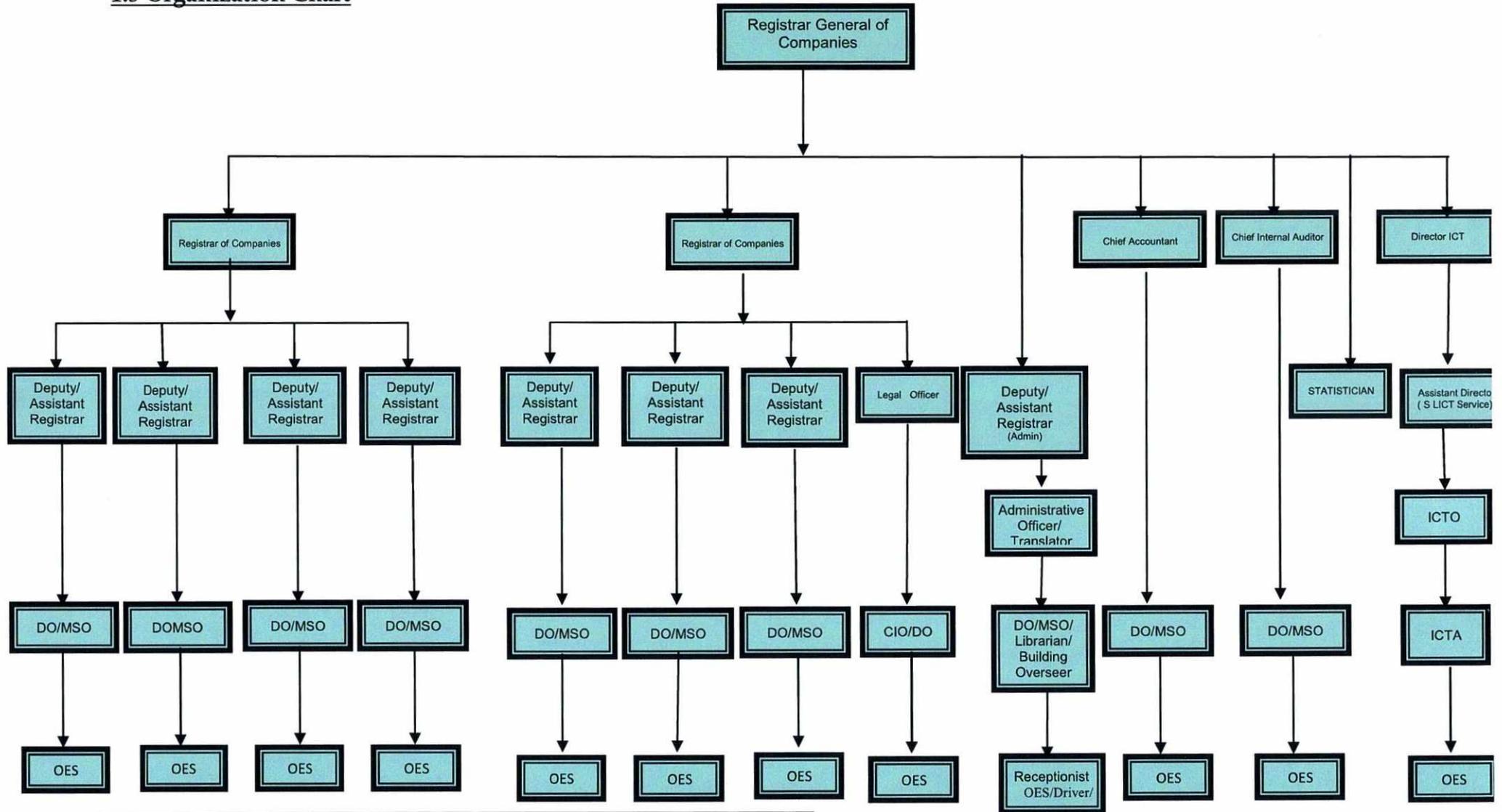
Mr.R.R.S.C.Rathnayake
Assistant Registrar of Companies

Mr.M.D.H.S.Mathugamage
Assistant Registrar of Companies /Ex-officio Purchaser (Acting)

Mr.G.M.S.Pushpakumara
Statistician

Mr.W.M.Gayan Kumara
Information Technology Officer

1.5 Organization Chart



- | | |
|---------|--|
| 1. ICTO | - Information & Communication Technology Officer |
| 2. DO | - Development Officer |
| 3. CIO | - Companies Inspector Officers |
| 4. MSO | - Management Service Officer |
| 5. ICTA | - Information & Communication Technology Assistant |
| 6. OES | - Office Employees Service |

1.6 Structure of the Department

1. Information Unit
2. Approval of Names Division
3. Incorporation of new Companies
4. Registration of Documents and updating company Files
5. Certificate Issuing Division
6. Liquidation Division
7. Registration of Societies
8. Registration of Company Secretaries and Auditors Division
9. Public Contract (Tender) Division
10. Record room and Inspection Hall
11. Companies Prosecution Division
12. Administrative Division
13. Accounts Division
14. Internal Audit Division
15. Postal Division
16. Information Technology and Consumer Affairs Division

i. Information Unit

The Information Section is managed by a well-trained and experienced officer who is capable of responding promptly to public enquiries. This section provides information and guidance to the public who are in contact with the department, thereby making it easier for the public to obtain services from the department. It also checks the documents handed over by the clients and forwards them to the relevant departments.

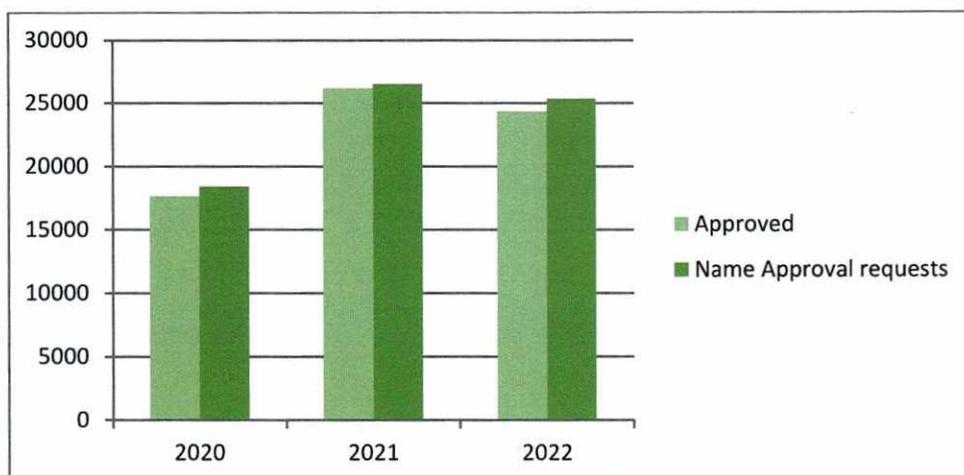
ii. Approval of Names Division

After a company submits an application to apply a name, this division checks the departmental data system and reports whether the approval of the name is in accordance with the Companies Act and the Name Approval Rules, assisting the public, public and non-governmental organizations in obtaining information about companies, and in relation to companies issuing registration numbers and reporting whether a company has already been incorporated under a particular name.

iii. Incorporation of new Companies

Check the accuracy of the applications received through the online system related to the incorporation of companies and submit the correct documents for registration and inform the relevant parties about the deficiencies in the defective documents, provide solutions to the problems of the public regarding the incorporation of companies, check and correct the send the correct applications for Registration.

Description	Actual		
	2020	2021	2022
Name Approval requests	18,412	26,534	25,352
Approved	17,653	26180	24,327
Under processing	834	0	0
Rejected	4	20	44



iv. Registration of Documents and updating company Files

The main function of this department is to update the information of the companies and register the documents. It will be done under 5 sections A, B, C, D and E and section A and B for form no.15 documents, section C for form no.20 documents, section D for form no.6,8 and 9 and section E for form no. 13,14,17,39 deals with documents and also deals with company mergers, change of company name, companies limited by guarantee, offshore companies and foreign companies.

v. Certificate Issuing Division

This department issues certified copies of documents requested by clients in relation to companies. With the aim of providing efficient and prompt service to the public, certified copies of all the documents registered in relation to the companies are hereby issued.

vi. Liquidation Division

This section deals with cancellation of name of companies and dissolution of companies in the following manner.

01. Striking off name under section 394 of the Companies Act, No. 07 of 2007.

- Striking off names of companies with no assets liabilities.

In order to liquidate the company, the affidavits and request letter of all the directors and non-director shareholders are obtained and after that the affidavits are submitted to get orders. Then letters of inquiry are prepared to the 9 companies (to

the company) and the Commissioner General of Inland Revenue and within a period of one month and 10 days from the date of that letter, the 10 companies and 04 companies will process the letters. If there is no objection from the Commissioner General of Inland Revenue, the name of the company will be struck off within 03 months after issuing the Gazette Notification in three languages.

The Commissioner General of Inland Revenue will arrange to inform the concerned company about the protesting companies and the liquidation of the company will be prevented until the said protest is over.

- Regarding the companies that have not filed their Annual Reports, if the companies do not respond even after informing them and if there is no objection from the Commissioner General of Inland Revenue, the names of those companies will be struck off under Section 394 of the Companies Act No. 07 of 2007.

02. The company is dissolved in one of three ways by appointing a liquidator in respect of companies where assets are liabilities;

- ❖ Voluntary of members
- ❖ Voluntary of creditors
- ❖ By a Court order

The documents filed here will be registered and the company will be dissolved after 03 months after the registration of the last document. When the account is dissolved by a court order, the dissolution is done after the registration of the final court order.

03. Dealing with Striking off the names of the companies after amalgamation.

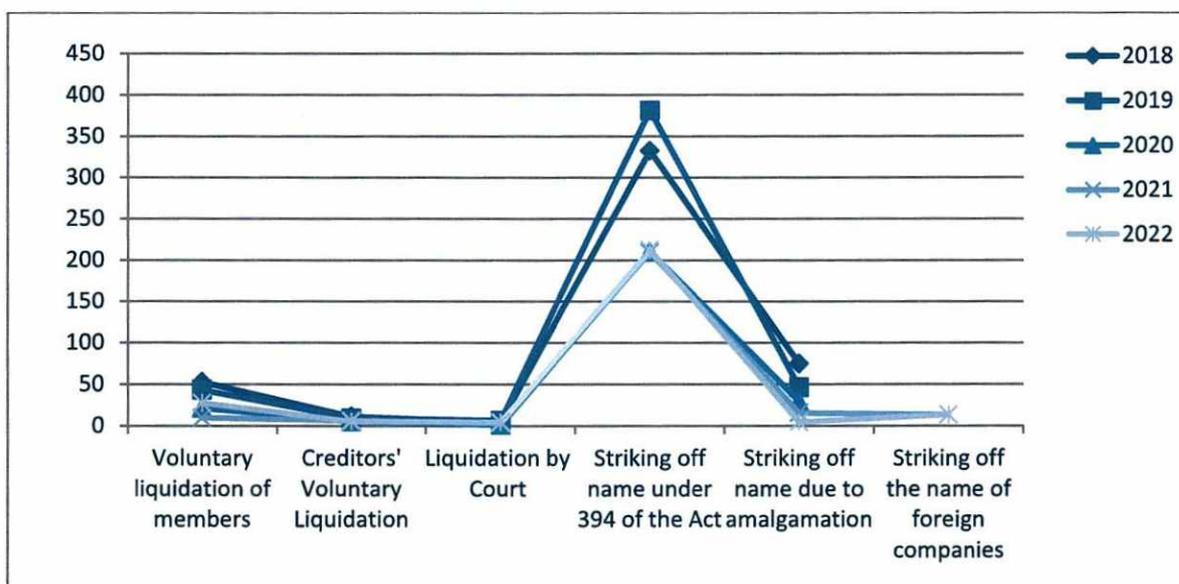
04. Issuance of documents related to the requests of the clients who come daily to check the Struck off names of the companies.

05. Striking off names is currently being done online.

06. Further, even after affidavits are given to strike off the name, if the company still needs to be maintained after the process, taking affidavits from the companies and proceeding to cancel the orders to Strike off the name.

Number of dissolved and canceled companies (till 31.12.2022)

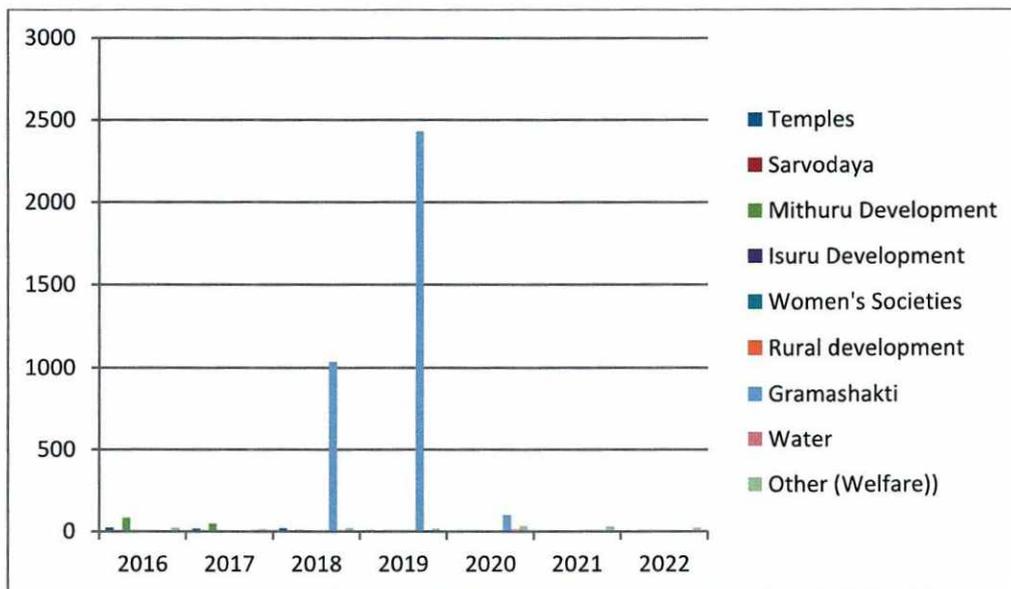
	2019	2020	2021	2022
Voluntary liquidation of members	43	21	09	27
Creditors' Voluntary Liquidation	09	05	06	05
Liquidation by Court	06	01	03	04
Striking off name under 394 of the Act	381	210	209	212
Striking off name due to amalgamation	46	29	15	4
Striking off the name of foreign companies	0	0	13	13
Total	485	266	255	265



vii. Registration of Societies

Under the Chapter 123 of the Societies Ordinance, can register societies and companies of more than 08 officers and regulate their maintenance. The total number of societies registered as of 31.12.2022 is 16,196.

Society type	2016	2017	2018	2019	2020	2021	2022
Temples	21	16	18	06	01	-	-
Sarvodaya	-	-	-	-	-	-	-
Mithuru Development	83	48	09	-	-	-	-
Isuru Development	-	-	-	-	-	-	-
Women's Societies	-	-	-	-	-	-	-
Rural development	-	-	-	-	-	-	-
Gramashakti	-	-	1037	2431	98	01	-
Water	-	-	-	-	09	01	-
Other (Welfare)	21	15	22	18	32	29	22
To be registered	-	-	-	-	-	01	-
Total	125	79	1086	2455	140	32	22

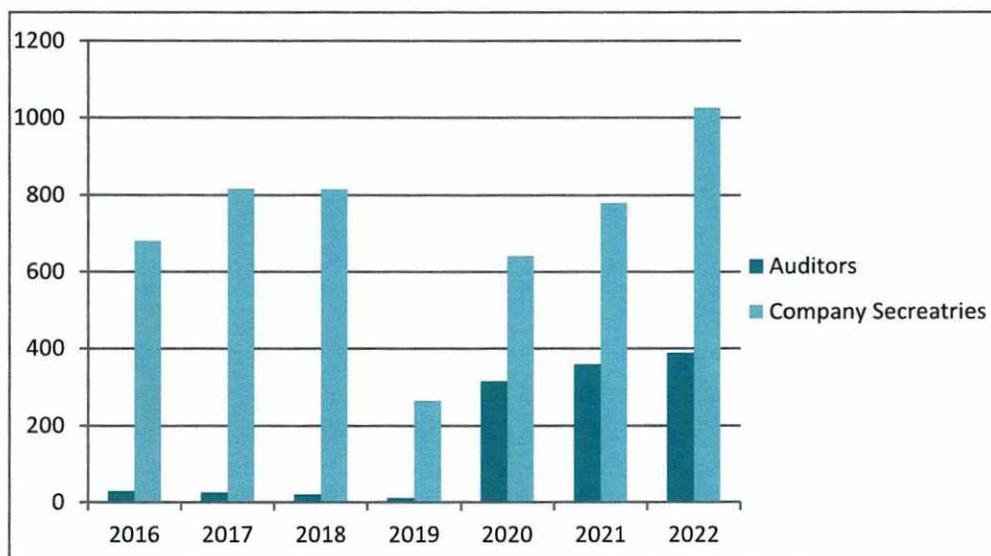


viii. Registration of Company Secretaries and Auditors Division

This Division registers the applicants who meet the relevant qualifications are registered as company secretaries under the orders of Company Secretaries 1987, and applicants who meet the relevant qualifications under the Company Auditors orders of 1964 are registered as auditors. As of 31.12.2022, 1026 company secretaries and 388 auditors have been registered.

Registration of Company Secretaries and Auditors

Year	Auditors	Company Secretaries
2016	29	680
2017	26	817
2018	20	815
2019	11	264
2020	315	641
2021	359	779
2022	388	1026

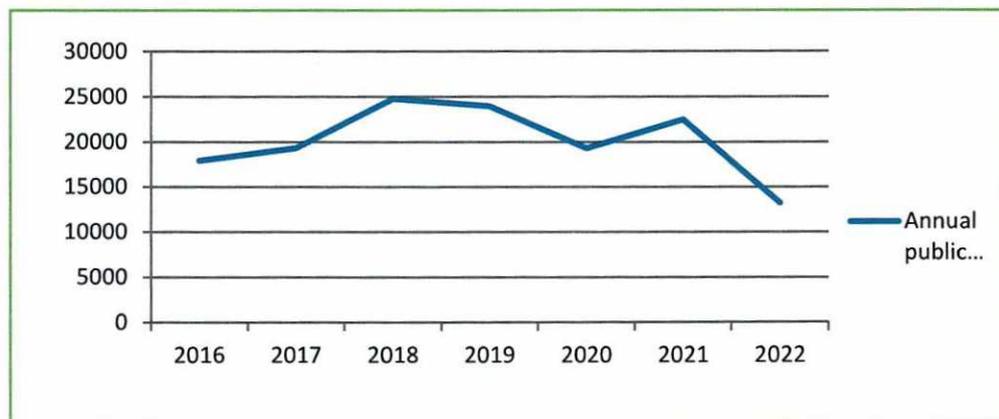


ix. Public Contract (Tender) Division

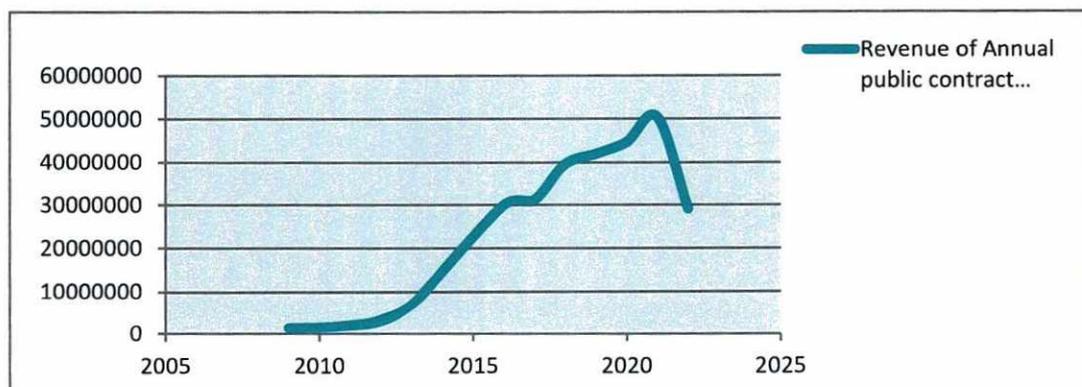
Examination of applications received under the Public Contracts Act No. 03 of 1987 for contracts exceeding Rs.5 million and registration, renewal on behalf of a tenderer or as an agent, sub-agent, representative or nominee and registration and renewal of contracts under the Public Contracts Act It is done by this division.

Year	Amount	Income(Rs.)
2016	17875	29,949,500.00
2017	19275	31,174,500.00
2018	24743	39,502,500.00
2019	23962	41,895,000.00
2020	19233	44,608,336.00
2021	22445	50,344,000.00
2022	13216	29,066,000.00

Registration of public contracts



Revenue of Annual public contract Registration (Rs.)



X. Record Room and Inspection Hall

The Record Room keeps the file documents related to companies and societies safely and issue them to officials and the public under supervision in case of need, and receive those files properly. After payment of fees, space is provided in the inspection hall for the public to inspect company files and society files under departmental supervision in person. The need to computerize the department's processes is unique to the Record Room, as the numbers of files in the Record Room have been daily increasing exponentially.

XI. Companies Prosecution Branch

Companies Prosecution Officers have been assigned for the functioning of this division. Role of the division is as follows:

- Prosecuting against the companies and directors who act contrarily to the Companies Act, on the Orders of the Registrar General of Companies and appearing before the court on behalf of the Registrar General of Companies in the cases so filled.
- Appearing as a representative for the Registrar General of Companies for the cases pending before the court.
- Visit the companies on the Orders of the Registrar General of Companies and carry out on-site inspections
- Assisting in providing required documents to other Government Institutions and for investigations and make statements on the orders of the Registrar General of Companies.

XII. Administrative Division

The administrative work of the department is carried out in an orderly and proper manner by this division and its supervision is done by the Deputy Registrar of Companies.

XIII. Accounts Division

Financial and audit affairs of the department are carried out by this division and it is done under the supervision of the Chief Accountant.

XIV. Internal Audit Division

This division was established in the department in 2016 to carry out audit activities related to the formalization of internal control systems and its activities are carried out under the supervision of a Grade I Accountant.

XV. Postal Division

This division accepts the documents received to the department and forwards them to the relevant divisions and deals with the documents sent out of the department.

XVI. Information Technology Division and Consumer Affairs Division

The Information Technology Division can be introduced as one of the key divisions that play a unique role among the main divisions of the Department of Registrar of Companies. The wide expansion of the role of this department began with the introduction of the online computer process or "e RoC Online Process" instead of the existed file-based manual process of registration of companies covering the entire island, which is the main objective of the department. This unique process was first introduced in April 2018. With the introduction of this process, several measures were taken by the Information Technology Division such as to identify the practical weaknesses seen in the system so far and to provide prompt solutions to them and to make this company registration process an efficient and effective client oriented process within a very short period of time. Among the steps taken, some of the unique steps have been sited below.

- Introduction of a User Friendly process.
- Minimizing the time taken for company registration process as much as possible.
- Facilitating the payment of relevant fees through the online methods.
- Ability to prepare system generated applications and respective forms by using the data entered into the computer by themselves instead of user prepared applications.
 - Clients can get information about the companies they have registered by using their user login details at any time and at any place through online method.
- Clients who reach the Department of Registrar of Companies for registration purposes have been provided with the chance to use computers usage facilities in the Information Technology division.
- Arrangements have been made to provide information and advice on the e RoC Online Process when necessary.
- This division has also made arrangements to provide technical advice to customers where found necessary.
- Consumer awareness workshops will be held from time to time.

However, due to several vacant positions being vacant in the department such as the post of Director of the Sri Lanka Information and Communication Technology Service, 02 Assistant Director Positions, 03 Information and Communication Technology Officer Positions and 04 Information and Communication Technology Assistant positions, continuation of the e RoC Online Process has been a tough challenge.

1.7 Companies Fund

The Companies Fund is established under Section 479 of the Companies Act, No. 07 of 2007. The Fund shall be maintained as directed by the Secretary, Ministry of Finance, with the concurrence of the Registrar General of Companies. Two-thirds (2/3) of every fee or charge prescribed, imposed or levied by the Registrar General of Companies under this Act shall be credited into the Companies Fund. In the exercise of powers under this Act, any expenditure incurred by the Registrar General of

Companies can be paid by this fund upon the approval of the Secretary to the Ministry.

02. Progress and Vision

2.1 Special Achievements

◀ carrying out the entire procedure from incorporation to liquidation of a company to a %100online system

Performing the entire procedure from approval of a name of a company to incorporation the same and from updating the changes of a company to removing its name and liquidation the company via online to a 100% is an achievement of the Department of Registrar of Companies. When a request is received asking for approval of a name of a company, the system checks it immediately and sends the approval message to the applicant's computer. The system has been updated so that the applicant can immediately prepare the documents related to the incorporation of the company, pay the fees to the department and file the documents required by the department from anywhere in the world at any time through his computer. Furthermore, the certificate of incorporation of the company is given to the applicant through online and since the certificate is issued with a QR code, anyone can verify the accuracy of the certificate through the QR code, so the validity of the documents has been brought to a higher level. The public has been given facilities to submit documents related to the changes in the companies and to carry out all measures to update the information of the companies through the online system.

◀Provision of (e-Search) facilities to access to company files through online method

According to the previous system, if the public wanted to refer a company file, they had to come to the department during working hours on a working day and fulfill their need. But with the introduction of e-Search system in this year, clients have the ability to check the company files they want from their location.

◀ e- Certificate with Verification

In this year, the issuance of the incorporation certificate with online verification was commenced. The system of online verification cannot be seen even in the company registration process of highly developed countries such as Singapore and New Zealand, which are the examples of many countries in the world. With the replacement of new system, the requirement that Company registrants from all over the world be visited the department to have the certificate of incorporation could be successfully removed and this has created a more convenient and safe environment for the business people as well as the third parties concerned about the companies.

◀ Issuance of the photocopies of Certificates through Online Method

Under the previous system, obtaining copies of certificates was a very complicated and time-consuming process, which led to the dissatisfaction of the public as they had to sacrifice their time and money and visit the department several times. Further, the situation was worsened due to the spread of Covid-19 which resulted in causing the difficulty of public transportation. As a remedy for the problem, introduction of e-certified copies service is a great achievement of our department. Under this service, the public can get their required certificate copies via online. This service has been upgraded up to the state of Online Real-time Certified Copies Issuing Service which provides round-the-clock services without the intervention of department officials.

◀ DOC Verification

When an application for certified copies of registered documents is approved, a document containing a QR Code and a link (URL) will be sent to the applicant by email to verify the said document. The user can log on through the said URL and access/get print outs of required documents. A QR code is

issued for all verified copies so requested and the document can be checked instantly by scanning the QR code or visiting the link (URL).

Accordingly, by accessing the QR code or link (URL) in the document submitted to the institution requesting the certified copy, it can be verified whether the said document is a certified copy of the document registered in the Department of Registrar of companies. Also, the authenticity of the documents can be further verified by visiting the Access Point website <https://docverify.drc.gov.lk> printed on the downloaded document. A verified document is Valid for 3months from the date on which it was approved by the department.

◀ **Introduction of an Online File Search System for Government Institutions**

Government Institutions have been provided with the opportunity to access the documents relating to the companies registered under the department through online method, at any time free of charge.

◀ **Establishment of the Consumer Services Division**

There were requests to establish a separate division for the users of the department's data system to present the problems arising in using the system and to obtain advices and support. It is an achievement of our department to be able to set up a separate division and deploy the staff to address for those problems even with the limited staff in the department.

◀ **Minimal usage of paper**

Papers required for issuing of certificates in the incorporation of companies, change the name of a company, amalgamation of companies, registration of charges, registration of public contracts, registration of company secretaries and Auditors and registration of societies are purchased and get them printed through the Government Printing Press. In addition to that, the applications

to be submitted by clients in obtaining services were printed and obtained from the Government press. A large sum of money was incurred for this process. Once we started the online process for the issuance of certificates, we could stop the process of printing certificates thereby reducing the expenses incurred for the purpose and it is a great achievement of our department.

In addition, issuance of certified copies of certificates is one of the key functions of the department and a large stock of papers was used for the purpose. In this year we could totally wind up that process thereby saving the expenses incurred for that process.

Being able to reduce the use of paper and reduce the expenses incurred for it is a special achievement that we have achieved as a government institution in the current time where there is a shortage of paper and a severe economic crisis.

2.2 Challenges

◀ The e-RoC project should be continuously updated and maintained. The equipment and services needed there should be obtained quickly and with high quality and they have a high market value. In order to maintain the e-RoC system optimally, the expenses incurred in obtaining the services and maintaining the same shall be borne according to the prescribed regulations and terms of the Government. Thus, it is a huge challenge to meet the needs of high-quality and expensive services that need to be met immediately due to cost constraints and the unavoidable time required for processing in taking measures as per the Government rules and regulations.

◀ Under the e-RoC system, the main services of the department are provided completely through the online system and therefore, an Information Technology division has been established to regulate and keep the process up-to-date. A staff consisting of a Director of the Information and Communication Technology Service,

two Assistant Directors, 03 Information and Communication Technology Officers and 06 Information and Communication Technology Assistants has been approved for that division. But only 02 Information and Communication Technology Assistant Officers are working in this department, which provides all services through a computerized system, and all the remaining posts in that department are fallen vacant. Therefore, the department has to completely depend on the organization that got the contract to develop this system in order to obtain advice for IT services that are constantly needed, and it has become a challenge for the department to work independently.

◀ As the e-RoC system is a technically advanced system which carries out a complex process, it needs the service of expertise officers in the relevant field. For the purpose, although it is a must to obtain the services of Information Technology/ Data Base Administrators and Software Developers no such positions are available in the Government Service. The question is whether the officials in the existing positions of the government are up to date enough to carry this system forward.

◀ Coincide with the development of the e-RoC system, non availability of upgraded server rooms and skilled technical officers to maintain the same is another problem.

◀ Having a group of people who don't want to adapt to technology and moving forward successfully with their negative ideas and actions is a challenge before us.

◀ Although it is the government policy to integrate the other Government institutions with the e-RoC system, the integration has become difficult due to the fact that those institutions have not yet developed to the level of being able to connect with this system and the reluctance of some institutions to do so.

◀ Further, 49 positions out of 163 approved cadre of the department remain vacant and it is nearly a one-third of positions of the approved cadre. Therefore, it has been

found difficult to manage office functions properly. Apart from this, 03 more officers have taken domestic/foreign no pay leave for 5 years as on 31.12.2022.

2.3 Future Plans

◀ Introducing Electronic Signature

As per the existing system, clients have to enter relevant data to the system and obtain a hard copy of the same and then place their signature and have it scanned and then upload to the system. It is a process with several processes and it takes time and money. Therefore, we expect to introduce the Electronic Signature system in the coming year, so that the clients can use the relevant software without downloading the documents and uploading their signature into the system of the department. This will make it more simple and convenient for the clients to avail our services.

◀ Simplification of Incorporation Process

Currently, 03 or more forms are used to incorporate a company. It is expected that all the information presented by those 03 forms will be presented in one form and thus it is our goal to further simplify company incorporation and thereby bringing it to a higher level in the index of making ease of doing business.

◀ Name Approval Simplification

After receiving a request for approval of the name, it is checked by the officials of this department at two levels and then approval is given. We have planned to adopt a method for checking and granting approval for the same through the system itself.

◀ Registration of offshore companies with investors coming to the Port City Development Commission

It is also expected to work directly with the Port City Development Commission to register the investors who reach there. The aim is to develop our system as needed and provide opportunities for investors to register as

offshore companies in our system directly through the Port City Development Commission.

◀ **Introduction of the process of verifying the National Identity Card**

It is also our goal to work together with the Department of Registration of Persons to immediately check whether the National Identity Card number entered by the directors, secretaries and shareholders of companies entering information into the e-RoC system is correct and whether the information provided is correct.

◀ **Increasing the approved Cadre of the department and filling the existing vacancies**

The department has finally been approved for full staff increase in the year 2016. As of 2022.12.31 (166,563), the number of active companies is nearly double the number of active companies in 2016 (86,309) and accordingly, the workload of the department has increased. The staff has not been increased compared to the workload of the department. It is observed that especially the cadre of staff grade officers is not sufficient at all. Therefore, we aim to increase the staff in the coming year and it is our goal to complete the existing vacancies and face the future challenges with an optimal staff.

◻ ◀ **Providing an attractive service to end investors and generate high trade volume thereby strengthening the economy of the country**

Our plan is to overcome the challenges faced by our organization and face the next year in reaching the aforesaid goals.



Sanjeeva Dissanayake

Registrar General of Companies

SANJEEWA DISSANAYAKE
Registrar General of Companies
Department of the Registrar of Companies
"Samagam Medura",
400. D. R. Wijewardana Mawatha,
Colombo-10.

Companies Fund Established In terms of Companies Act No 07 of 2007
Statement of Financial Position as at 31.12.2022

	Notes	2022.12.31	2021.12.31
		(Rs.)	(Rs.)
Assets			
Current Assets			
Cash and Cash Equivalents	10	25,290,038	51,585,296
Receivable Income	11	7,110,404	5,540,329
Stationary Stock	12	2,913,882	3,177,551
Upcoming Payments	13	986,298	598,023
Guarantee deposit from the Security Services		25,000	25,000
Investment - Treasury Bonds	14	59,999,941	
Receivable Treasury Bonds Interest	15	49,624,987	13,053,600
Receivable Treasury Bills Interest	16	5,887,895	
amount to be offset from DST	17	975,729	654,116
		152,814,172	74,633,914
Non-Current Assets			
Investment on Shares		90,275,000	90,275,000
Plant, Property & Equipment	18	1,097,729,499	326,850,542
Continuing Work Account	19	64,488,381	233,467,318
Advance Payment to DST	20	4,771,729,297	4,899,899,962
Investment- Treasury Bond	21	1,927,103,803	1,283,266,000
Investment- Treasury Bills (Liquid)	22	68,665,551	43,666,289
		8,019,991,531	6,877,425,112
Total Assets		8,172,805,703	6,952,059,026
Liabilities			
Current Liabilities			
DST amount to be paid	23	1,951,467	1,311,373
IRC VAT payable	24	889,556	320,136
Interest payable- Liquidation	25	24,747,782	17,900,857
Accrued Expenditure	26	8,372,826	16,618,295
General Deposit Account	27	69,745	3,538,834
Liquidator's Deposits	28	50,351,526	29,989,953
		86,382,902	69,679,448
Non-Current Liabilities			
Total Liabilities		86,382,902	69,679,448
Net Assets		8,086,422,801	6,882,379,578
Net Assets / Equity			
Accumulated Surplus / Deficit	29	8,086,422,801	6,882,379,578
Total Net Assets / Equity		8,086,422,801	6,882,379,578

Companies Fund -
Financial Performance Statement for the year ended
31.12.2022

	Notes	2022	2021	2020
Revenue				
Receipts of the Registrar General of Companies	1	512,656,180.06	478,671,525.39	448,266,309.25
Other Revenues		207,057,026.38	70,974,635.20	183,300,141.26
Interest of treasury bonds	2	186,520,882.54	58,931,580.68	163,734,043.86
Interest of treasury bills	3	8,287,904.77	344,278.52	8,327,397.40
Rent from Building	4	12,120,000.00	11,160,000.00	11,160,000.00
Rent from the Canteen				2,000.00
Other Revenues	5	128,239.08	538,776.00	76,700.00
Total Revenue		719,713,206.44	549,646,160.59	631,566,450.51
Expenditure				
Salaries, Wages and Employee Benefits	6	(8,709,395.78)	(6,736,719.92)	(6,790,224.05)
Supplies and Consumables	7	(119,431,217.30)	(114,190,576.29)	(89,123,510.57)
Depreciation	8	(10,089,685.16)	(10,220,278.38)	(10,987,355.95)
Other Expenditure	9	(1,486.98)		(600.00)
Total Expenditure		(138,231,785.22)	(131,147,574.59)	(106,901,690.57)
Surplus		581,481,421.22	418,498,586.00	524,664,759.94

Companies Fund established under the Provision of Companies Act No.07 of 2007
Receipt and Payment Statement for the year ended 31.12.2022

	Rs	Rs
Opening Balance of the Cash book		
Balance of the account numbered 100153298050		47,360,774.86
Balance of the account numbered 100113298052		4,224,520.81
<u>Add : Cash Receipts during the Year</u>		
Receipts of Registrar of Companies (Cash, Cheque) - 143100153298050	30,873,847.00	
Receipts of Registrar of Companies (Internet – Sampath Bank)	267,324,901.51	
Receipts of Registrar of Companies (Internet – Nation Trust Bank)	58,590,044.54	
Receipts of Registrar of Companies (Bank of Ceylon)	503,592,607.67	
Receipts of Registrar of Companies (Direct Receipts)	19,440.00	
Receipts of Public Contracts (VAT)	2,400.00	
Advance Recovery from Deputy Secretary to Treasury	127,849,052.44	
Receipts of Money Orders	74,580.00	
Rent from buildings	13,050,000.00	
Receipts to the liquidation account	20,580,073.09	
Interest on Treasury bonds(Company Liquidation Account)	6,846,924.50	
Receipts after being matured treasury bills (Company Liquidation Account)	-	
Interest on Treasury bonds	173,803,377.50	
Amount Received on maturity of Treasury bills	42,400,000.00	
Other Deposits	66,175.00	
Other Revenues	222,710.00	1,245,296,133.25
		1,296,881,428.92
<u>Less: Cash Payments during the Year</u>		
Overtime and Holiday payments	3,900,071.68	
Travelling Expenses – Local	194,792.00	
Stationary and Office Necessities	4,164,992.62	
Fuel	4,158,942.94	
Uniforms	92,000.00	
Medical Supplies		
Other (1205)	868,285.92	
Vehicle Maintenance	919,329.86	
Plant and Equipment (Maintenance)	5,972,875.10	
Buildings (Maintenance)	465,396.67	
Transportation Expenses	3,186,395.00	
Postal and Communications	13,312,009.50	
Electricity and Water	11,204,668.31	
Amount of Rate	2,116,800.00	
Other Expenses (1409)	84,434,338.45	
Plant and Equipment – Advancement	1,201,685.00	
Vehicle Upgrade	347,450.00	
Furniture and Office equipment	97,139.00	
Plant and Equipment		
Training and Skills Development	342,778.33	

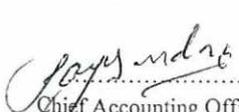
Restructuring	10,428,841.84	
Payments to the Deputy Secretary to Treasury - To head 20.03.02.10	9,505,025.67	
Payments to the Deputy Secretary to Treasury - To head 20.03.02.10.SB	79,518,036.45	
Payments to the Deputy Secretary to Treasury - To head 20.03.02.10.NTB	17,471,447.31	
Payments to the Deputy Secretary to Treasury - To head 20.03.02.10.BOC	149,487,505.28	
Stamp duty	-	
Bank charges	1,486.98	
Payments to Com. Gen. of I. R. - VAT	80,793,400.19	
Payments to Com. Gen. of I. R. - VAT	12,277,493.16	
Treasury Bills Bonds Investment	746,320,008.71	
Treasury Bills Bonds Investment (Company Liquidation account)	24,999,261.13	
Payment from liquidation account	218,500.00	
Payback from the Revenue	55,170.00	
Pay back from Deposits	3,535,264.18	1,271,591,391.28
Closing Balance of the Cash book		
Balance of the Account Numbered 100153298050	18,856,280.37	
Balance of the Account Numbered 100113298052	6,433,757.27	25,290,037.64
		1,296,881,428.92

Statement of Financial Position
As at 31st December 2022

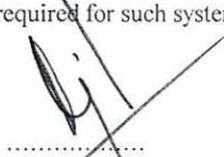
	Note	Actual	
		2022 Rs	2021 Rs
<u>Non Financial Assets</u>			
Property, Plant & Equipment	ACA-6	-	-
<u>Financial Assets</u>			
Advance Accounts	ACA-5/5(a)	21,584,525.00	22,760,428.00
Cash & Cash Equivalents	ACA-3	-	-
Total Assets		21,584,525.00	22,760,428.00
<u>Net Assets / Equity</u>			
Net Worth to Treasury		21,584,525.00	22,760,428.00
Property, Plant & Equipment Reserve		-	-
Rent and Work Advance Reserve	ACA-5(b)	-	-
<u>Current Liabilities</u>			
Deposits Accounts	ACA-4	-	-
Unsettled Imprest Balance	ACA-3	-	-
Total Liabilities		21,584,525.00	22,760,428.00

Detail Accounting Statements in ACA format Nos. 1 to 7 presented in pages from 7 to 51 and Notes to accounts presented in pages from 52 to 59 form an integral part of these Financial Statements. The Financial Statements have been prepared in complying with the Generally Accepted Accounting Principles whereas most appropriate Accounting Policies are used as disclosed in the Notes to the Financial Statements and hereby certify that figures in these Financial Statements, Notes to accounts and other relevant accounts were reconciled with the Treasury Books of Accounts and found in agreement.

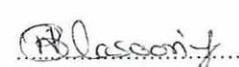
We hereby certify that an effective internal control system for the financial control exists in the Reporting Entity and carried out periodic reviews to monitor the effectiveness of internal control system for the financial control and accordingly make alterations as required for such systems to be effectively carried out.


.....
Chief Accounting Officer

Name : J.M.Thilaka Jayasundera
Designation : Secretary
Date : 2023.02.27


.....
Accounting Officer

Name : Sanjeewa Dissanayake
Designation : Registrar General of Companies
Date : 2023.02.24


.....
Chief Accountant

Name : B.A.R.N. Balasooriya
Date : 2023.02.23

J.M. Thilaka Jayasundera
Secretary
Ministry of Industries
73/1, Galle Road, Colombo 03.

SANJEWA DISSANAYAKE
Registrar General of Companies
Department of The Registrar of Companies
"Samagam Medura"
400, D.R. Wijewardena Mawatha,
Colombo - 10.

B. A. R. N. BALASOORIYA
Chief Accountant
Department of The Registrar of Companies
"Samagam Medura"
No. 400, D. R. Wijewardena Mawatha,
Colombo - 10.

Companies Fund - Cash Flow Statement (indirect)
Cash Flow Statement for the year ended 31.12.2022

	Rs	Rs
<u>Cash flows from Operating Activities</u>		581,481,421
Surplus of the Income Expenditure Account		
<u>Adjustments</u>		
Depreciations	10,089,685	
Interest Income	(194,808,787)	
Adjustments made to the previous year		
Gains on sale of fixed assets	(138,011)	
Losses on sale of fixed assets	22,672	
		(184,834,441)
<u>Changes in Working Capital</u>		396,646,980
Advance Payments	(388,275)	
Amount to be offset from DST	(321,613)	
Receivable Income	(1,570,075)	
VAT payable to IRC	569,420	
Accrued Expenditure	(8,245,469)	
General Deposit Account	(3,469,089)	
Stationery	263,669	
Advances to DST	640,094	(12,521,337)
Net Cash Flow from Operating Activities		384,125,643
<u>Cash Flows from Investment Activities</u>		
Cash on Maturity of Treasury Bonds	42,400,000	
Investment on Treasury Bonds/ Bills	(771,319,270)	
Purchasing of Fixed Assets	(10,893,981)	
Advances to DST	128,170,665	
Gains on sale of fixed assets	209,810	
Liquidation Account Received	20,580,073	
Payment to depositors	(218,500)	
Interest Received	180,650,302	
Net Cash Flow from Investment Activities		(410,420,901)
Net Increase in Cash and Cash Equivalents		(26,295,258)
Cash Balance as at 01.01.2022	51,585,296	
Cash Balance as at 31.12.2022	25,290,038	
		(26,295,258)

Statement of Arrears of Revenue for the period ended 31st December 2022

ACA - 100

Revenue Accounting Officer : Registrar General of Companies

Expenditure Head No : 297

Net Revenue collection for three preceding years	Year 1 (2019)	Rs 226,853,316
	Year 2 (2020)	Rs 894,462,000
	Year 3 (2021)	Rs 38,906,000

Period	Revenue Code	Revenue Description	Balance at the Beginning of the year (1)	Arrears of the Reporting year (2)	Recoveries (3)	Waived off Arrears of Revenue (4)	Balance at the end of the Year 5=(1)+(2)-[(3)+(4)]
(1) Arrears in respect of the reporting year	2003.02.10	Company Registrartion Fee		228,192,000	33,140,000		195,052,000
Sub Total							195,052,000
(2) Arrears in respect of the previous year							131,592,000
Sub Total							131,592,000
(3) Arrears before the previous							803,100,000
Sub Total							803,100,000
Total							1,129,744,000

2023.02.23
Date

B. A. R. N. Balasooriya
Signature and Name of Chief Financial Officer /
Chief Accountant / Head of Finance

B. A. R. N. BALASOORIYA
Chief Accountant
Department of The Registrar of Companies
"Samagam fidura"
No. 400, D. R. Wijewardena Mawatha
Colombo - 10.

Signature of Revenue Accounting Officer
Name of Revenue Accounting Officer:
Designation of Revenue Accounting Officer:

SANJEEWA DISSANAYAKE
Registrar General of Companies
Department of The Registrar of Companies
"Samagam fidura"
400, D.R. Wijewardena Mawatha,
Colombo - 10.

Statement of Expenditure by Programme

ACA - 2(5)

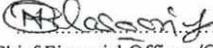
Expenditure Head No :297

Ministry / Department / District Secretariat :

Registrar of Companies

Rs.

Expenditure Code	Programme (1)					Programme (2)					Total Expenditure for the Period 2021 (11)=(5)+(10)
	Provisions				Expenditure	Provisions				Expenditure	
	Annual Budgetary Provision (1)	Supplementary Estimate Provision (2)	FR 66/69 Transfers (3)	Total Net Provision (4)=(1)+(2)+(3)		Annual Budgetary Provision (6)	Supplementary Estimate Provision (7)	FR 66/69 Transfers (8)	Total Net Provision (9)=(6)+(7)+(8)		
2505 - Procurement Preparedness 2506 - Infrastructure Development 2507 - Research and Development 2509 - Other											
Grand Total	80,690,000	0	0	80,690,000	76,660,843	0	0	0	0	0	76,660,843
Total Recurrent & Capital Expenditure	80,690,000	0	0	80,690,000	76,660,843	0	0	0	0	0	76,660,843


 Chief Financial Officer /Chief Accountant/Director (Finance)/
 Commissioner (Finance)
 Date : 2023.02.23

B. A. R. N. BALASOORIYA
 Chief Accountant
 Department of The Registrar of Companies
 "Samagam Medura"
 No. 400, D. R. Wijewardena Mawatha,
 Colombo - 10.

Statement of Imprest Account for the year 2022

Ministry / Department / District Secretariat Registrar of Companies
Expenditure Head No. : 297

Rs.

Imprest Account No.	Imprest Balance as at 1st January 2021			Imprest Received			Imprest Settlement			Imprest Balance as at 31st December 2022			Imprest Balance as at 31st December 2022 as per Entity Books	Imprest Balance as at 31st December 2022 as per Treasury Books		
	1			2			3			4					*5	6
	Unsettled Sub Imprests	Unsettled Imprests (Excluding)	Total	Treasury	Other Sources	Total	Expenditure	Cash Remit to Treasury	Total	Unsettled Sub Imprest Balance	Unsettled Imprests	Total				
1(i)	1(ii)	1(iii)	2(i)	2(ii)	2(iii)=2(i)+2(ii)	3(i)	3(ii)	3(iii)=3(i)+3(ii)	4(i)	4(ii)	4(iii)=4(i)+4(ii)	5=1(iii)+2(iii)-3(iii)				
7002-0-0-125-0-22-0					286,285,128	286,285,128	209,254,705	77,030,423	286,285,128				0	8,030,423		

I. Please show reasons for difference between 4 and 6 above .

(1) Remitted to the Treasury but not updated cash book balance as at 31/12/2022

8,030,423

(2) Other reasons-

.....
8,030,423

State if these balances were settled as at the date of signing the report and if not, reason for not settling the balances.

I hereby certify that the above information is true and correct.


.....
Chief Financial Officer /Chief Accountant/Director (Finance)/
Commissioner (Finance)
Date : 2023.02.23

* This Balance should be shown in the Statement of Financial Performance

B. A. R. N. BALASOORIYA
Chief Accountant
Department of The Registrar of Companies
"Samagam Medura"
No. 400, D. R. Wijewardena Mawathia,
Colombo - 10.

Statement of Advance Accounts as at 31st December 2022

Expenditure Head I

297

Ministry / Department / District Secretariat : Registrar of Companies

Rs.

Name of Advance Account	Advance Account Number	No. of Advance Accounts	Balance as at 1st January 2022 (1)	Maximum Limits of Expenditure Rs 8,600,000.00		Minimum Limits of Receipts Rs 3,700,000.00		Maximum Limits of Debit Balance Rs 25,000,000.00	Maximum Limits of Liabilities Rs	Balance as per Treasury Books as at 31st December 2022
				Debits during the year		Credits during the year		Balance as 4=(1)+(2)-(3)		
				(2)		(3)				
				In Cash	Through Cross Entries	In Cash	Through Cross Entries			
(1) Advance to Public Officers	8493-0-0-297	1	22,760,428	6,382,221	1,976,285	6,886,140	2,648,269	21,584,525		21,584,525
(2) Other Advances										
(3) Miscellaneous Advances										



Chief Financial Officer / Chief Accountant / Director (Finance)
Commissioner (Finance)

Date : 2023.02.23

B. A. R. N. BALASOORIYA
Chief Accountant
Department of The Registrar of Companies
"Samagam Medura"
No. 400, D. R. Wijewardena Mawatha,
Colombo - 10.

**Statement of Financial Performance
for the period ended 31st December 2022**

Budget 2022 Rs.		Note	Actual		
			2022 Rs.	Restated 2021 Rs.	
-	Revenue Receipts		157,198,963	170,514,939.00	
-	Income Tax	1	-	-	
-	Taxes on Domestic Goods & Services	2	-	-	ACA-1
-	Taxes on International Trade	3	-	-	
275,000,000.00	Non Tax Revenue & Others	4	157,198,963	170,514,939.00	
-	Total Revenue Receipts (A)		285,048,015	170,514,939.00	
-	Non Revenue Receipts		-	-	
-	Treasury Imprests		-	-	ACA-3
-	Deposits		55,644	64,700.00	ACA-4
5,000,000.00	Advance Accounts		9,534,409	8,877,179.00	ACA-5
-	Other Main Ledger Receipts		-	-	
-	Total Non Revenue Receipts (B)		9,590,053	8,941,879.00	
-	Total Revenue Receipts & Non Revenue Receipts C = (A)+(B)		294,638,068	179,456,818.00	
-	Remittance to the Treasury (D)		77,030,423	102,901,281.00	
-	Net Revenue Receipts & Non Revenue Receipts E = (C)-(D)		217,607,645	76,555,537.00	
-	Less: Expenditure		-	-	
-	Recurrent Expenditure		-	-	
73,350,000.00	Wages, Salaries & Other Employment Benefits	5	75,778,945	69,953,978.00	
-	Other Goods & Services	6	-	-	ACA-2(ii)
-	Subsidies, Grants and Transfers	7	831,898	890,499.00	
950,000.00	Interest Payments	8	-	-	
-	Other Recurrent Expenditure	9	-	-	
-	Total Recurrent Expenditure (F)		204,509,895	70,844,477.00	
-	Capital Expenditure		-	-	
-	Rehabilitation & Improvement of Capital Assets	10	-	-	
-	Acquisition of Capital Assets	11	-	-	ACA-2(ii)
-	Capital Transfers	12	-	-	
-	Acquisition of Financial Assets	13	-	-	
-	Capacity Building	14	-	-	
-	Other Capital Expenditure	15	-	-	
-	Total Capital Expenditure (G)		-	-	
8,600,000.00	Deposit Payments		55,644	64,700.00	ACA-4
-	Advance Payments		8,358,506	7,551,254.00	ACA-5
-	Other Main Ledger Payments		-	-	
-	Total Main Ledger Expenditure (H)		8,414,150	7,615,954	
-	Total Expenditure I = (F)+(G)+(H)		212,924,045	78,460,431.00	
-	Balance as at 31st December J = (E)-I		4,683,600	(1,904,893.00)	
0	Balance as per the Imprest Reconciliation Statement		4,683,600	(1,904,893)	ACA-7
-	Imprest Balance as at 31st December		-	-	ACA-3



**Statement of Cash Flows
for the Period ended 31st December 2022**

	Actual 2022 Rs.	Restated 2021 Rs.
<u>Cash Flows from Operating Activities</u>		
Total Tax Receipts	157,198,963	170,514,939
Fees, Fines, Penalties and Licenses	-	-
Profit	-	-
Non Revenue Receipts	-	-
Revenue Collected on behalf of Other Revenue Heads	4,866,837	4,268,940
Imprest Received	-	-
Recoveries from Advance	6,886,140	7,043,263
Deposit Received	55,644	64,700
Total Cash generated from Operations (A)	169,007,584	181,891,842
<u>Less - Cash disbursed for:</u>		
Personal Emoluments & Operating Payments	75,778,945	69,953,977
Subsidies & Transfer Payments	881,898	890,499
Other Recurring Expenses (Compensation of D.S.T. Advances)	-	-
Expenditure incurred on behalf of Other Heads	8,878,453	530,131
Imprest Settlement to Treasury	77,030,423	102,901,281
Advance Payments	6,382,221	7,551,254
Deposit Payments	55,644	64,700
Total Cash disbursed for Operations (B)	169,007,584	181,891,842
NET CASH FLOW FROM OPERATING ACTIVITIES (C) = (A) - (B)	-	-
<u>Cash Flows from Investing Activities</u>		
Interest	-	-
Dividends	-	-
Divestiture Proceeds & Sale of Physical Assets	-	-
Recoveries from On Lending	-	-
Total Cash generated from Investing Activities (D)	-	-
<u>Less - Cash disbursed for:</u>		
Purchase or Construction of Physical Assets & Acquisition of Other Investment	-	-
Total Cash disbursed for Investing Activities (E)	-	-
NET CASH FLOW FROM INVESTING ACTIVITIES (F) = (D) - (E)	-	-
NET CASH FLOWS FROM OPERATING & INVESTMENT ACTIVITIES (G) = (C) + (F)	-	-
<u>Cash Flows from Financing Activities</u>		
Local Borrowings	-	-
Foreign Borrowings	-	-
Grants Received	-	-
Total Cash generated from Financing Activities (H)	-	-
<u>Less - Cash disbursed for:</u>		
Repayment of Local Borrowings	-	-
Repayment of Foreign Borrowings	-	-
Total Cash disbursed for Financing Activities (I)	-	-
NET CASH FLOW FROM FINANCING ACTIVITIES (J) = (H) - (I)	-	-
Net Movement in Cash (K) = (G) + (J)	-	-
Opening Cash Balance as at 01st January	-	-
Closing Cash Balance as at 31st December	-	-



Statement of Revenue for the period ended 31st December 2022

Revenue Accounting Officer : Registrar General of Companies

Expenditure Head No : 297

Rs.

Revenue Code	Revenue Title	Revenue Estimate		Revenue Collection			Refund from Revenue			Net Revenue For the Period 2021	
		(1)		(2)		(3)	(4)		(5)		
		Original Estimate	Revised Estimate	Collected by Ministry/ Dept.	Collected by Other Ministries/ Depts. (SA-21)	Total	Collection of Arrears Revenue	By Cash	Error Corrections		Total
		1(i)	1(ii)	2(i)	2(ii)	2(iii)=2(i)+2(ii)	(3)	4(i)	4(ii)		4(iii)=4(i)+4(ii)
2003.02.02	Air Navigation Fees										
2003.02.03	Fees under Registration of Persons										
2003.02.04	Fees of Department of Survey										
2003.02.05	Service Charges of Government Press										
2003.02.06	Fees under the Fauna & Flora Protection Ordinance										
2003.02.07	Fees of Passports, Visas & Dual Citizenship										
2003.02.08	Embarkation Levy										
2003.02.09	Fees of Department of Valuation										
2003.02.10	Fees of Registrar of Companies	230,000,000	242,000,000	255,982,015		255,982,015		127,849,052		128,132,963	
2003.02.11	Legal Fees from Corporations & Statutory Bodies										
2003.02.12	Fees recovered under the Public Contract Act	45,000,000	45,000,000	29,066,000		29,066,000				29,066,000	
2003.02.13	Examinations & Other Fees										
2003.02.14	Fees under the Motor Traffic Act & Other receipts										
2003.02.15	Registration Fees on Motor Vehicle Transfers the Issuing Motor Vehicle Permits on Concessionary Terms										
2003.02.16	Air Craft Rentals										
2003.02.17	Fees on Local Sale of Garments										



Statement of Revenue for the period ended 31st December 2022

Revenue Accounting Officer : Registrar General of Companies

Expenditure Head No : 297

Rs.

Revenue Code	Revenue Title	Revenue Estimate		Revenue Collection			Refund from Revenue			Net Revenue For the Period 2021	
		(1)		(2)		(3)	(4)				(5)
		Original Estimate	Revised Estimate	Collected by Ministry/ Dept.	Collected by Other Ministries/ Depts. (SA-21)	Total	Collection of Arrears Revenue	By Cash	Error Corrections		Total
		1(i)	1(ii)	2(i)	2(ii)	2(iii)=2(i)+2(ii)	(3)	4(i)	4(ii)		4(iii)=4(i)+4(ii)
2005	Current Transfers										
2005.01.00	Central Bank Profits										
2005.99.00	National Lotteries Board and Other Transfers										
2006	Capital Revenue										
2006.01.00	Divestiture Proceeds										
2006.02.00	Sale of Capital Assets										
2006.02.01	Vehicles										
2006.02.02	Other										
2006.04.00	Recovery of Loans										
3001.01.00	Foreign Grants										
	Revenue From Other Sources (b)	275,000,000	287,000,000	285,048,015		285,048,015		127,849,052			157,198,963
	Total Non - Tax Revenue & Other Revenue (a) + (b)	275,000,000	287,000,000	285,048,015		285,048,015		127,849,052			157,198,963
	Total Revenue (Note 1 - 4)	275,000,000	287,000,000	285,048,015		285,048,015		127,849,052			157,198,963

2023.02.23
Date

Signature and Name of Chief Financial Officer /Chief Accountant / Head of Finance

B. A. R. N. Balasooriya
B. A. R. N. BALASOORIYA
Chief Accountant
Department of The Registrar of Companies
"Samagam Medura"
No. 400, D. R. Wijewardana Mawatha,
Colombo - 10.

Signature, Name and Designation of Revenue Accounting Officer

Sanjeeva Dissanayake
SANJEEWA DISSANAYAKE
Registrar General of Companies
Department of the Registrar of Companies
"Samagam Medura",
400, D. R. Wijewardana Mawatha,
Colombo-10.

3.5 Performance of Revenue Collection

Rs000, .

Revenue Head	Description of Revenue Code	Revenue Estimate		Collected Revenue	
		Original Estimate	Final Estimate	Amount (Rs.)	Percentage of the final Revenue Estimate (%)
1003.07.08	Company Registration Levy	-	-	-	
2003.02.10	Charges of the Registrar of Companies	230,000,000	242,000,000	255,982,014.71	105.77
2003.02.12	Charges levied under Public Contracts Act	45,000,000	45,000,000	29,066,000.00	64.59

3.6 Performance of Utilizing allocated provisions

Head297

Rs000, .

Types of Provision	Allocated Provisions		Actual Expenditure	Provisions utilized as a percentage of completed final allocations
	Initial allocation	Final allocation		
Recurrent	72,500,000.00	80,690,000.00	76,660,844.21	95
Capital				

Companies Fund

Rs000, .

Types of Provision	Allocated Provisions		Actual Expenditure	Provisions utilized as a percentage of completed Final allocations
	Initial allocation	Final allocation		
Recurrent	127,310,800.00	151,390,800.00	134,990,898.05	89
Capital	19,400,000.00	20,400,000.00	12,417,894.17	61

3.7 Provisions granted to this department in terms of F.R 208

Rs000, .

Serial Number	Ministry/ Department of which allocations were received	Purpose of the allocation	provisions		Actual expenditure	Provisions utilized as a percentage of final allocation
			Initial allocation	Final allocation		
	No	-	-	-	-	-

3.8 Performance of reporting non-financial

000, .Rs

Assets code	Code description	Balance as per the Report of the Board of Survey as at 2020-12-31	Balance as per the Financial Position Report as at 2020-12-31	To be taken for audit queries	Reporting progress as a %
9151	Buildings & Structures	No			
9152	Machinery				
9153	lands				
9154	intangible assets				
9155	biological assets				
9160					
9180	work in progress				
	Leased assets				

- Fixed assets are not accounted under CIGA S system of accounting. This is accounted under the Companies Fund.

.04Performance indexes

4.1Performance of the Institution

Specialized indexes	Increase of registration as a percentage		
	2021	2022	Increase as a percentage
Incorporation of companies	18,434	17819	-3.45
Registration of Company Secretaries	779	1026	24
Registration of Company Auditors	359	388	7.47
Registration of public Contracts	22,445	13216	-69.83
Registration of charges	15,535	20010	22.36

Registration of Companies as per years under the Companies Act No. 07 of 2007

Typesof Companies	2015	2016	2017	2018	2019	2020	2021	2022
Private Limited Companies	7,526	8,003	9,413	11,123	11,034	13,350	18,066	17,403
Public Limited Companies	57	57	61	43	51	48	39	37
Companies Limited by Guarentee	113	48	43	160	71	56	125	238
Societies	30	140	148	59	177	152	183	126

Overseas Companies	35	41	42	41	30	13	20	15
Shore -Off Companies	1	0	0	0	0	0	0	0
General Listed Companies	4	2	1	0	0	0	0	0
Unlimited Companies	-	-	-	-	-	-	01	0
New Registered Companies	7,766	8,291	9,708	11,426	11,363	13,619	18,434	17819
Number of Total Registered Companies	55,053	63,344	73,052	84,478	95,841	109,460	127,894	145,713
-Re registered Companies	5	3	2	3	3	0	0	0
-Total Re registered Companies	25,066	25,069	25,071	25,074	25,077	25,077	25,077	25,077
Total	80,110	88,404	98,123	109,552	120,918	134,537	152,971	170,790

Number of Name Romoved Companies	342	214	388	473	485	266	255	265
Total Number of Name Romoved Companies	1,881	2,095	2,483	2,956	3,441	3707,	3,962	4227
Total	78,229	86,309	95,640	106,596	117,477	130,830	149,009	166,563

Nuber of
active
Companies

.05Performance in achieving Sustainable Development Goals (SDG).

5.1Relevant Sustainable Development Goals identified

Target/ Goal	Target	Indicators of achievement	Progress of Achievements to Date (Percentage)		
			0-49	50-74	75-100
Eradication of poverty and hunger in every way.	Increase of number of registered companies	Society Registration Growth Percentage* (22 societies have been registered.)	-	-	-
02. Securing sustainable and inclusive economic growth and full and productive employment. ensuring everyone's right to do a decent job.	01 Increase of number of registered companies. 02. Increasing number of registrations for public contracts.	Society Registration Growth Percentage* (17819 new societies have been registered.) Public Contracts Registration Growth Percentage**	- -	- -	- -

* Due to the economic crisis, the number of requests for registration of companies and societies presented to the Department has decreased compared to the year 2021.

** Requests for public contract registration have also decreased in the year 2022 compared to 2021. The immediate cause of this can be identified as the economic

crisis and the temporary suspension of projects and procurement activities by the National Budget Circular 03/2022 issued to control government expenditure.

5.2 Achievements and challenges in achieving sustainable development goals

Sustainable Development Goals and Targets

Among the 17 objectives unveiled at the 70th General Assembly of the United Nations, 02 objectives related to our Department have been identified.

01. Eradication of poverty and hunger in every way.

This objective can be achieved by taking action aiming to improve the living conditions of the rural people having increased the number of societies registered in this Department. Many cooperative societies have been established with the aim of strengthening the economic status and improving the quality of life of the low-income families and rural people. Registration of these societies gives them legal status and makes their regulation easier. In this way, it can be confirmed that the relevant population of those societies will receive their benefits. Accordingly, increase of registration of self-employment promotion and lending societies such as Prabodha Development Societies, Mithuru Development Societies, Grama Shakthi and providing space for rural economic development can lead to the contribution of eradication of poverty. Despite the economic crisis, 22 societies have been registered in this year.

02. Securing sustainable inclusive economic growth and Securing full and productive employment. Protecting everyone's right to do a decent job.

Action would be taken to achieve this objective by promoting access opportunities, capabilities and facilities to services related to the establishment and continuation of companies aiming at the trade community. Increase of registration of companies for that, that is, increasing the registration of companies, organizations, public contracts and to expand the business sector,

thereby securing economic growth and expanding the opportunity to secure the right to do a decent job.

Achievements

- ❖ The clients were also inconvenienced due to the current economic crisis and transportation difficulties. During this period, they can receive all the services provided by our Department from their own place without coming to our Department. This saved them time and money and made their business easier. This is a great achievement for our Department.
- ❖ Since the people in all parts of the island have been able to register their societies through the online system from the area of their residence, 22 societies have been able to be registered in the year 2022 when there were severe economic difficulties, thus saving their time and effort and providing their services without endangering their health is a great achievement.
- ❖ Due to the provision of services through the online system, there has been a reduction in the use of paper, saving time and effort, and increasing efficiency and effectiveness.

Challenges

- ❖ The Department of Company Registrar performs, regulates and operates the basic tasks assigned by the Companies Act No. 07 of 2007, the Societies Ordinance (Chapter 123), the Cheetus Ordinance No. 61 of 1935, and the Public Contracts Act No. 03 of 1987. Those tasks should be done by both the Department of Company Registrar as well as the clients within an already established legal framework. Therefore, it is not possible to work using alternatives deviating from that framework. For example, under the Public Contracts Act, the Registrar of Public Contracts will only register contracts worth more than Rs. 05 million. Accordingly, contracts less than Rs. 05 million cannot be registered in this Department.

And such registrations are submitted to this Department by our clients only if they have business opportunities in the normal course of business. It is normal for those opportunities to fluctuate from time to time. For example, it can be observed that the amount of requests received by the Department has decreased due to the socio-economic crisis in the year 2022, which is due to reasons that are beyond the control of the Department. For example, It seems that due to the current challenges and crisis that clients have to encounter within their business environment, the number of instances receiving services from this Department and the fees charged by the Department in relation to those services have decreased in the year 2022, despite the potentiality of the Department remains at optimal level to serve its clients well.

In this backdrop, it has become difficult for this Department to achieve the determined physical goals identified in the sustainable development goals, which are taken as indicators of business facilitation.

An important point to understand here is that the Department of Registrar of Companies is primarily a Government entity established to regulate the law. For that, it is difficult to adapt the roles and tasks performed by this Department in a development-oriented evaluation framework according to the rules and regulations enacted by various Acts.

- ❖ Due to the lack of internet facilities in all parts of the island, there are difficulties in receiving services to the public under the online system. It is for this reason that online registration of societies has been a low rate. Nevertheless, the clients facing such inconveniences are provided with facilities to come to the office and get services.

06. Human Resource Profile

6.1 Cadre Management

	Approved Cadre	Existing Cadre	Vacancies
Senior	16	10	06
Tertiary	06	01	05
Secondary	110	98	28
Primary	31	21	10

6.2 Impact of the shortage of Human Resource for the performance of the Institution

This Department has been entrusted with the responsibility of providing attractive services to investors and creating a high business community thereby strengthening the country's economy and raising government revenue. In fulfilling the said task, the role of the Department is increasing day by day in relation to providing services to the private sector businesses that are growing day by day. There is a need for stable staff to efficiently fulfill the expanding role. However, the existence of a large number of vacancies in the staff is a difficulty and a hindrance in carrying out the duties.

Due to the fact that the staff of this Department, which directly contributes to strengthening the country's economy, remains vacant, effective and efficient service is hindered from being provided to clients. Furthermore, our efforts may be futile due to the inability of this Department, which is expected to increase the number of companies established in Sri Lanka, to provide the necessary services and consultations properly to the companies so established. Furthermore, clients lose confidence due to not being able to fulfill their needs on time.

Furthermore, due to the increase in staff vacancies, the currently attached staff has been assigned a heavy work load and the role of the existing staff is increasing due to the increase of the duties of this Department day by day. This causes our staff to become extremely busy and sometimes put under more pressure by being exposed to the complaints of clients due to not being able to carry out their work smoothly and efficiently.

With a view to accomplishing these tasks and providing high quality service to the clients, full service is provided through the online system and for the regulation of those activities, a staff comprising of a Director of Information and Communication Technology Service, Assistant Director, three officers of Information and Communication Technology Service and 06 IT assistants have been approved. Nevertheless, only 02 IT Assistant Officers are working in this sector and other posts are vacant. Apart from this, the fact that 49 posts are vacant out of 163 approved staff has hindered the smooth functioning of the Department's administrative role and the e-RoC Project, and it has become a major crisis that we are facing.

Human Resource Development 6.3

Name of the Programme	No. of staff trained	Duration of the Programme	Total Investment (Rs.000)		Nature of the Programme (Local/Foreign)	Output/ Knowledge gained
			Local	Foreign		
Establishments Training on Code and Financial Regulations	06	-2022.01.27/2021.01.28	=/42,000	-	Local	Knowledge has been utilized according to the .nature of duty
Training on Preliminary Investigation	03	2021.02.03	=/21,000	-	Local	Knowledge has been to the utilized according .nature of duty
Training on the Duty and Responsibility of Leave Officer	02	2021.02.08-2021.02.07	17,000=/	-	Local	Knowledge has been utilized according to the .nature of duty
Induction Training	05	2021.03.31 -2021.03.29	=/52,500		Local	has been Knowledge utilized according to the .nature of duty
Training on the Maintenance of Diesel Generators	01	2021.12.22	=/10,000	-	Local	Knowledge has been utilized according to the .nature of duty
Training on Positive Thinking and Stress Management	All Staff	2021.12.23	=/80,000	-	Local	Knowledge has been utilized according to the .nature of duty

Staff of the Department is trained relating to their subject field in view of developing their knowledge and increasing their efficiency. Apart from that, on the requests of the officers, they will be provided with necessary training. Thus, it has been possible to maintain an efficient staff with positive attitudes and to provide an efficient and effective service to our clients.

07 Compliance Report

No.	Requirement to be made applicable	Compliance Status (Complying/Not complying)	Brief explanation, if not complying	Correct decisions/action proposed for the prevention of non compliance in future
01	Following Financial Statements/Accounts have been submitted on due date			
1.1	Annual Financial Statements	Complying		
1.2	Advance Account of Public Officers	Complying		
1.3	Business and Production Advance Account (Commercial Advance Account)	Not applicable		
1.4	Stores Advance Account	Not applicable		
1.5	Special Advance Account	Not applicable		
1.6	Other - Company Funds Account	Complying		
02	Maintenance of Books and Registers (F.R. 445)			
2.1	Maintenance of fixed assets register with necessary updates as per the Public Administration	Complying		

	Circular No.267/2018			
2.2	Updating and Maintenance of employee salary sheets/salary cards	Complying		
2.3	Updating and maintenance of the Audit Query Document.	Complying		
2.4	Maintenance of the Internal Audit Inquiry Document with necessary updates.	Complying		
2.5	Preparation of all the monthly accounting summaries and submit the same to the General Treasury on due date. (CIGAS)	Complying		
2.6	Updating and maintenance of the cheque and Money Order Register	Complying		

2.7	Updating and maintenance of the Inventory Register	Complying		
2.8	Updating and maintenance of the Stock Register	Complying		
2.9	Updating and maintenance of the Register of Damage /Loss	Complying		
2.10	Updating and maintenance of the	Complying		

	Liabilities Register			
2.11	Updating and maintenance of Counterfoil book registry (GA-N20) with necessary updates.	Complying		
03	Delegation of Functions for Financial Regulations (F.R.135)			
3.1	Powers of financial control have been delegated within the Institution	Complying		
3.2	The institution has been made aware on the delegation of financial powers within the institution.	Complying		
3.3	Powers have been delegated so that each transaction is approved under two or more officers.	Complying		
3.4	Adhering to the powers of the Accountants when using Government Wages Software package in terms of the Public Accounting Software No.17/2004 dated 2014.05.11.	Complying		
04	Preparation of Annual plans			
4.1	Preparation of Annual Action Plan	Complying		
4.2	Preparation of Annual Procurement Plan	Complying		
4.3	Preparation of Annual Internal	Complying		

	Audit Plan			
4.4	Preparation of Annual Estimate and submission the same to the Department of National Budget on due date.	Complying		
4.5	Annual Cash Flow Statements have been submitted to the Department of Treasury Operations on due date.	Complying		
05	Audit Query			
5.1	All the Audit queries have been answered on due date recommended by the Auditor General.	Complying		
06	Internal Audit			
6.1	Preparation of Internal Audit plans at the beginning of the year as per F.R. 134(2) DMA/1-2019, having discussed with the Auditor General.	Complying		
6.2	Each audit report has been answered within a period of one month.	Complying		
6.3	In terms of section 40(4) of the National Audit Act No.19 of 2018, copies of all internal audit queries have been submitted to the Management Audit Department.	Complying		
6.4	In terms of F.R.134 (3), copies of all internal audit reports have been forwarded to the Auditor General.	Complying		
07	Audit and Management Committees			

7.1	In terms of DMA Circular 1-2019, conducting at least 04 Audit and Management Committees during the relevant year.	Complying		
08	Assets Management			
8.1	In terms of chapter 07 of the Assets Management Circular No.01/2017, information relating to purchase of assets and disposal them has been submitted to the Comptroller General's Office.	Complying		
8.2	In terms of chapter 13 of the said circular, a suitable officer has been appointed to coordinate the implementation of the provisions of that circular and information relating to that officer has been reported to the Comptroller General's Office.	Complying		
8.3	In terms of Public Finance Circular No.05/2016, boards of surveys have been conducted and relevant reports have been handed over to the Auditor General.	Complying		
8.4	Excess, shortages and other recommendations pointed out by the Board of Survey have been completed during the period mentioned in the Circular.	Complying		
8.5	Disposal of condemned Articles as per F.R. 772.	Complying		
09	Management of Vehicles			

9.1	Preparation of daily running charts and monthly summary reports for the pool vehicles and submit them to the Auditor General on due date.	Complying		
9.2	Disposal of condemned vehicles within a period of less than 06 months.	Complying		
9.3	Keeping log entries and maintaining them.	Complying		
9.4	Taking action in terms of F.R.103, 104, 109 and 110 relating to each vehicle accident.	Complying		
9.5	Re-inspection of fuel combustion in vehicles, in terms of the provisions of paragraph 3.1 in Public Administration Circular No.2016/30 dated 2016.12.29.	Complying		
9.6	Taking over the complete ownership of log books of lease vehicles once the lease period is over.	Not applicable		
10	Management of Bank Accounts			
10.1	Preparation of bank Statements, certification them and submission for Audit on due date.	Complying		
10.2	Settlement of inactive bank accounts brought forward in the reviewed year or the years before.	Complying		

10.3	Balances disclosed by bank statements and balances to be adjusted have been settled within a period of one month, in terms of FR.	Complying		
11	Utilization of provisions			
11.1	Expend the provisions allocated without exceeding their expenditure limit.	Complying		
11.2	In terms of F.R. 94(1), deposit the balance of the provisions remains at the end of the year after expending, without exceeding the limit.	Complying		
12	Advance Account of the Public Officers			
12.1	Compliance with the limits	Complying		
12.2	Making a time analysis on the outstanding loans.	Complying		
12.3	Settlement of outstanding loan balances of more than one year.	Not applicable	Settlement of loan balance within 3 months of resignation , transfer and suspension	
13	General Deposit Account			
13.1	Work in accordance with F.R.571 regarding Overdue deposits.	Complying		

13.2	Updating and maintaining control account for General deposit.	Complying		
14	Imprest Account			
14.1	The balance of the Cash book has been remitted to the Department of Treasury Operations at the end of the reviewed year.	Complying		
14.2	Settle Ad hoc sub imprest issued under F.R. 371 within a month of completion such task.	Complying		
14.3	Ad hoc sub imprest has been issued in terms of F.R. 371, without exceeding the approved limit.	Complying		
14.4	Adjust the balance of the imprest account with the treasury books.	Complying		
15	Revenue Account			
15.1	Re-payments have been done from collected revenue in accordance with the relevant regulations.	Complying		
15.2	Directly deposit the collected revenue without being credited to the deposit account.	Complying		
15.3	Submission of the arrears revenue reports to the Auditor General as per F.R. 176	Complying		

16	Human Resources Management			
16.1	Performing office functioning with a limited staff.	Complying		
16.2	Granting a duty list in writing for each of the employee of the office.	Complying		
16.3	In terms of MSD Circular No. 04/2017 dated 2017.09.20, all reports have been submitted to the Department of Management Services.	Complying		
17	Providing information to the general public			
17.1	Appointing an Information Officer in terms of the regulations of the Right to Information Act maintenance of an information document with necessary updates.	Complying		
17.2	Information about the organization has been published in its website and through alternative channels facilities have been made the public to comment / complain about the organization.	Complying		
17.3	Submission of reports in once or twice a year in terms of sections 08 and 10 of the Right to Information	Complying		

	Act.			
18	Implementation of the Citizens' Charter			
18.1	Make a Citizen's/Client Service Charter in terms of the Public Administration Circular Nos. 05/2018 and 05/2018(1).	Complying		
18.2	A methodology has been prepared by the institution to monitor and evaluate the preparation and implementation process of the Citizen's/ Client Service Charter, in terms of paragraph 2.3 of the said circular.	Complying		
19	Preparation of the Human Resources Plan			
19.1	Human Resources Plan has been prepared based on the specimen in Annex 02 of the Public Administration Circular No. 02/2018 dated 2018.01.24.	Complying		
19.2	Ensure training opportunities not less than 12 hours in each year for each employee in the above mentioned human resource plan.	Complying		
19.3	Signing of annual performance agreements for the entire staff,	Complying		

	subject to the specimen referred to at Annex 01 of the above circular.			
19.4	Appointment of a Senior officer, in terms of paragraph 6.5 of the above circular, having vested with the responsibility of the preparation of the Human Resources Development plan and implementation of capacity building programmes.	Complying		
20	Responding to Audit paragraphs			
20.1	Rectifying the defects pointed out in the paragraphs of the report issued by the Auditor General.	Complying		