

Annual Report

2023



1990 Suwaseriya Foundation

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1. MISSION, VISION & OBJECTIVE

1990 Suwaseriya Foundation's focus, mission, vision and objective is set only for one matter, "**Save a Life**". Any development or improvement will always be directed at how more lives could be saved.



2. CORPORATE INFORMATION

LEGAL FRAMEWORK

1990 Suwaseriya Foundation was established on the 04th of July 2018 under the Act of Parliament No. 18 of 2018.

REGISTERED OFFICE

No. 415, Kotte Road, Rajagiriya, Sri Lanka

BOARD OF DIRECTORS

Appointed Directors

Mr. Dumindra Ratnayaka - Chairman

Ms. Sandya Salgado

Prof. Asita de Silva

Mr. Vish Govindasamy

Representatives

Ex-officio Secretary to the Ministry of Finance : Ms. Chandrika Kulathilake (upto 10.10.2023)

Ex-officio Secretary to the Ministry of Health : Dr. Sunil de Alwis

Ex-officio Inspector General of Police : DIG Mr. Indika Hapugoda

AUDITORS

Auditor General, National Audit Office

BANKS

Bank of Ceylon, Corporate Branch

KEY MANAGEMENT PERSONNEL

| | | |
|-----------------------------------|---|---|
| Chief Executive Officer | : | Mr. Sohan de Silva |
| Chief Medical Officer | : | Dr. Srilal de Silva |
| Head of Human Resources and Admin | : | Ms. Gayathri de Silva |
| Head of Training & Protocol | : | Mr. Gayan Chaturanga |
| Head of ECCC | : | Mr. Miraj Wijesekera |
| Manager Finance & SCM | : | Mr. Ashan Perera |
| Manager Operations | : | Mr. Sachiru Rathnayake |
| Manager Fleet | : | Mr. Rohana Weerasinghe |
| Manager Quality | : | Mr. Ruwan Kumarasiri |
| Regional Managers | : | Mr. Gamini Kumara & Mr. K. Thavakanthan |

3. CHAIRMAN'S REVIEW

As we present the 2023 Annual Report of the 1990 Suwaseriya Foundation, we reflect on a year marked by significant challenges and notable achievements, underscoring our unwavering commitment to the pre-hospital care emergency ambulance service in Sri Lanka. This year marks the seventh anniversary of our Foundation, a journey characterized by persistent dedication and resilience.

Despite facing substantial financial and operational challenges this year, including stringent budget restrictions and hurdles in recruitment, our team's commitment never wavered. These challenges extended to essential areas such as repairs, staff training, and medical equipment replacements. Nevertheless, through innovative technology-led initiatives like the Connected Ambulance, we have enhanced our contribution to improved public health outcomes and fostered economic growth and innovation.

A significant development this year was the launch of the "Adopt an Ambulance" project, which successfully secured over 750 million rupees in commitments from the private sector. This initiative has been crucial in ensuring the continuation of our services amidst financial constraints.

The migration of staff in search of higher salaries posed a major challenge, highlighting the need for greater commitment from our team to meet the increasing demands of our services. Despite these difficulties, we proudly launched the first EMT Foundation training program in collaboration with the Ragama Medical Faculty of the University of Kelaniya.

Our digital transformation projects, essential for enhancing service efficiency and effectiveness, also commenced this year amid these challenges. These advancements are a testament to our ability to adapt and innovate under pressure.

I extend my profound gratitude to our Board of Directors for their steadfast support and visionary leadership. Special appreciation is also due to our CEO, who, along with his team, has been pivotal in navigating through these tumultuous times while maintaining the commitment to our core mission of saving lives.

On behalf of the Board, I express my deepest gratitude to every individual at the 1990 Suwaseriya Foundation. Your dedication symbolizes our purpose, driving us forward in our mission to provide efficient and effective pre-hospital emergency care throughout Sri Lanka.

Dumindra Ratnayaka
Chairman

4. BRIEF PROFILE OF DIRECTORS

MR. DUMINDRA RATNAYAKA

Mr. Dumindra Ratnayaka holds a Bachelor of Science (Electronics and Telecommunication Engineering) degree, and is a Member of the Institute of Engineers of Sri Lanka. He is the former CEO of Celltel/Tigo and Etisalat, and also serves as Board positions in several private companies and institutions. In addition, he has served as Board Member of ICTA, and held Chairman position of the BOI Sri Lanka. From 2018, Mr. Dumindra leads the 1990 Suwaseriya Foundation as the founding Chairman and manages and directs the Foundation as a most efficiently run government organization in the country.

VIDYA JYOTHI PROF. ASITA DE SILVA

Prof. Asita graduated with MBBS from North Colombo Medical College and his postgraduate training in clinical pharmacology at the Radcliffe Infirmary in Oxford. Prof. Asita is a clinical Pharmacologist and Senior Professor of Pharmacology at the Faculty of Medicine, University of Kelaniya, and is also the Director of the Clinical Trials Unit at the University of Kelaniya. Also, he is a fellow of Royal College of Physicians, London. He has published many scientific journals like New England Journal of Medicine, Lancet, JAMA, Clinical Science and Stroke and PLoS Medicine. In 2019 Prof. Asita received the National Honor Vidya Jyothi award for his valuable contribution to science.

MS. SANDYA SALGADO

Ms. Sandya graduated with Bachelor of Arts from the University of Kelaniya and MBA (International) from Edith Cowan University, Australia, and is also a member of the Chartered Institute of Marketing-MCIM in UK. Having served as Director/CEO of Ogilvy Action, Ms. Sandya is an experienced Communications Specialist and Business Consultant who has provided immense contribution to many World Bank funded projects in Sri Lanka. She has been honoured with many titles for her contributions including “Woman of inspiration” awarded by Women in Management, IFC and Australian Aid in 2018/19. Currently she serves as a Consultant to UNFPA/ Ministry of Health Sri Lanka.

MR. VISH GOVINDASAMY

Mr. Vish holds a Bachelor of Sciences degree in Electrical Engineering and MBA from University of Hartford, USA. In the corporate sector he has held portfolios as the Chairman of Ceylon Chamber of Commerce, Employers’ Federation of Ceylon, Council member of Sri Lanka Institute of Directors, Committee member of Mercantile Service Provident Society, Past President of Sri Lanka Chamber of the Pharmaceutical Industry also is the Immediate past President in Indo- Lanka Chamber of Commerce in industry. Currently Mr. Vish is the Director/Chairman of the Sunshine Holdings PLC (CSE:SUN), Director of the Watawala Plantations PLC, Watawala Diary Ltd, Sunshine Wilmar (Pvt) Ltd, Taj Lanka Hotels and Softlogic Life Insurance PLC.

DR. SUNIL DE ALWIS

Dr. Sunil graduated with a Bachelor of Medicine and Surgery from University of Peradeniya and he holds Master of Science (Community Medicine), Postgraduate doctor of Medicine (Medical Administration). He did Master of Business Administration from University of Kelaniya, Postgraduate Diploma in Environmental Management from University of Wayamba. After Dr. Sunil entered the Medical Administration Service in 1997 when he served as a Medical Officer and was promoted to the Medical Superintendent. Later he was promoted as a Provincial Director of Health Services of North Western Province in 2001. In 2012 he was appointed as the Deputy Director General of Health, Nutrition and Indigenous Medicine of Ministry of Health. Currently Dr. Sunil is the Additional Secretary (Medical Services) at the Ministry of Health.

MRS. CHANDRIKA KULATHILAKE

Mrs. Chandrika holds a Bachelor of Commerce degree at University of Sri Jayawardenapura and Diploma in Financial Management in Sri Lanka Institute of Development Administration. She was the Accountant to the Postal Department, Audit Examiner to the Auditor General's Department also the Deputy Director and Director for the Department of State Accounts and Director for the Department of Management Audit. Currently she the Director General to the Department of Management Audit.

DIG INDIKA HAPUGODA

Mr. Indika holds MBA in Logistics Management from the Sir John Kothalawela Academy, and Diploma in Criminology from University of Sri Jayawardenapura, amongst other educational and professional qualifications. Having joined the Sri Lanka Police as Sub Inspector of Police in 1998, Mr. Indika currently serves as Deputy Inspector General of Police – Traffic Administration and Road Safety being appointed to the rank in 2021. He has performed in the United Nations peacekeeping military duties in East Timor from 2008-2010. He has also been engaged in many training programmes which were held in India, China, Thailand, Vietnam, Singapore and USA.

5. CHIEF EXECUTIVE OFFICER'S REPORT

1990 Suwa Seriya played a pivotal role in shaping the framework and efficiency of our nation's pre-hospital care emergency ambulance service. Resilience is part of our identity, especially as we encounter and overcome a variety of challenges each year. The financial constraints of 2023 demanded exceptional creativity and determination from our team.

This past year continued to test our resilience as we faced the ongoing impacts of an economic downturn. Despite these adversities, we have not only persevered but also managed to introduce innovative solutions that are transforming pre-hospital care in Sri Lanka. Our commitment to overcoming obstacles and pushing the boundaries of what is possible in emergency medical services has allowed us to maintain and even enhance our operational standards.

I extend my heartfelt gratitude to each and every staff member of the 1990 Suwaseriya Foundation. Your dedication to maintaining the highest standards of integrity and effectiveness in our life-saving operations is invaluable. Your efforts ensure that we continue to make a significant impact on the lives of those we serve.

I also wish to express my sincere appreciation to our Chairman and the Board of Directors. Your continuous support has been instrumental in navigating the complex challenges of leading such a critical service. Your guidance and trust empower our team to excel and uphold our mission of delivering superior pre-hospital care.

Together, we are setting new benchmarks in emergency healthcare, thanks to the collective commitment of our exceptional team.

Sohan de Silva
Chief Executive Officer
1990 Suwa Seriya Foundation

CEO'S PROFILE

Sohan de Silva is the first and current Chief Executive Officer of 1990 Suwaseriya Foundation. With experience of over 20 years in the field of Information Technology both locally and internationally, Sohan specializes in digital transformation and technology-based implementation, process management and operations management. In 2018 he stepped into the role of Chief Executive Officer of 1990 Suwaseriya Foundation. He holds a BSc (Hons) in Software Engineering and an MBA from Australia. His passion and expertise in integrating technology advancement with emergency and disaster management has acquired him several qualifications on Disaster Management from distinguished institutions in Canada and USA. Sohan is also a member of the British Computer Society and the International Association of Emergency Managers. He has also completed several industry-based certifications on emergency management.

6. CORPORATE GOVERNANCE REPORT

BOARD OF DIRECTORS

The administration and management of the affairs of the Foundation is vested on a Board of Management. A team of committed and dedicated individuals make up the Board of Directors of the 1990 Suwaseriya Foundation. The Board comprises seven members, three ex-officio members representing the Secretary to the Ministry of Health, Secretary to the Ministry of Finance and the Inspector General of Police, and four other members appointed by the President who possess academic or professional qualifications and have experience in the fields of medical science, pharmaceuticals medical technology, finance, management, administration, or law. These members have been serving the Board on an honorary capacity since the inception of the Foundation in 2018 providing guidance, advice and support to make this service one of the best national health sector service provisions in the country. The Board meets on monthly intervals with any additional special meetings arranged as required and Seven board meetings have been held during the period under review.

AUDIT COMMITTEE

Audit Committee is constituted in accordance with the 'Public Enterprises Guideline for Good Governance' and Public Finance Circulars. The Audit Committee is appointed by the Board and comprises three Directors of the Foundation. Director who represents Ministry of Finance chairs the Committee. The Audit Committee independently examines and evaluates the activities of the Foundation. During the period under review, three Audit Committee meetings were held. Audit committee report is set out in pages 9-10.

INTERNAL CONTROL

The Board has responsibility to ensure that the Foundation maintains a system of Internal Control, which is designed to provide reasonable assurance that all functions of the Foundation are properly authorized, recorded & reported. Functional Organization Structure is in operation with Departments designed with defined activities for Human Resources and Admin, Finance and SCM, ECCC, Operations, Fleet, Training and Protocol, and Quality. The Heads of each Department directly report to Chief Executive Officer of the Foundation.

7. AUDIT COMMITTEE REPORT

The Audit Committee is essentially a committee that plays a strategic role in assisting the Board of Management to achieve its responsibilities in areas such as financial reporting, internal control systems, risk management, and the internal and external audit functions. The Audit Committee is chaired by a Non- Executive Director and two other Non-Executive Directors are also members. The Committee is assisted by the senior support staff and has an adequate blend of financial and audit expertise in order to carry out the Committee’s duties effectively.

Role of the Audit Committee

Audit Committee Charter

The Audit Committees of Public Enterprises are governed by the Public Enterprises Department Circular No: 01/2021, issued by the General Treasury.

Key Focus

The Audit Committee primarily focuses on assisting the Board in fulfilling its duties by providing an independent and objective review of the Foundation’s financial reporting process and the operational functions.

Meetings of the Committee

During the year ended 31.12.2023, three (03) meetings of the Committee were held. The minutes of the Committee meetings were recorded, and were reported to the Board of Directors. The Superintendent of Audit participated in the meetings as the representative of the Auditor General. The Chief Internal Auditor of the Line Ministry attended the meetings by invitation.

Attendance of the committee members at the meetings held in the year 2023 are stated below:

| Name of the Director | Position of the Committee | Number of Meetings Attended |
|----------------------------|---------------------------|-----------------------------|
| Mrs. Chandrika Kulathilake | Chairperson | 2/2 (up to 10.10.2023) |
| Dr. Sunil de Alwis | Chairperson / Member | 3/3 |
| Mrs. Sandya Salgado | Member | 1/3 |

In the year 2023 the Committee;

- Reviewed the Auditor General's Management letters for the year 2022 and reviewed the responses submitted for the audit queries raised and considered the actions taken for rectifying deficiencies, non-compliance with laws, rules, regulations and management decisions mentioned therein.
- As follow up actions of Audit Management letters,

Cabinet paper on government funding and going concern of the Foundation. Decided to have a discussion in Ministry Internal Audit Meeting and request Ministry to issue a cabinet paper to reverse the cabinet decision on to reduce the financial allocations given in 2019 by 25%, 50% and 75% respectively in years 2021, 2022 and 2023 at the cabinet meeting held on 27th August 2019

- Discussed on operational issues that the Foundation passed through in year 2023 and reviewed follow up actions taken by the management on the recommendations of the Committee.
- Funding from Government for the year 2023 was not in line with the required budget and initiated discussion to raise funds from outside donors who willing to donate funds.
- Discussed on the risk of employees leaving the Foundation.
- Discussed on the cadre gap and need of increasing the approved cadre.

Observed the salary issues, and noted that should look positively on increments, and should direct this to Ministry of Health through the Board of Directors.

External Audit

The Auditor General was appointed as the External Auditor in terms of section 12 of the National Audit Act No.19 of 2018. The Superintendent of Audit and his staff appointed by the Auditor General, coordinate the External Audit functions of the Foundation

Conclusion

The Audit Committee is of the opinion that terms of reference of the Committee covered the subjects in all material aspects.

On behalf of the Audit Committee,

Dr. Sunil De Alwis

The Chairperson - Audit Committee

8. OPERATIONAL PERFORMANCE

1990 Suwa Seriya completed 7 years of providing exceptional pre-hospital care emergency service on the 28th July 2023. 1990 Suwaseriya Foundation maintains excellent efficiency standards in par with pre-hospital care ambulance services around the globe. With the completion of placement after fabrication of the 25 ambulance vehicles received from the Government of Sri Lanka, the service operates with 322 ambulances island wide.



As of the end of 2023, over 5,000+ calls are handled daily, with a total of 7,067,164 calls received since inception, and a remarkable 98.9% of these calls answered within the first ring. Furthermore, over 1,050+ patients are transported daily, with a monumental 1,788,687 incidents handled since inception up to 31st December 2023. With an exceptional call to wheel time of less than 2 minutes, the average response time was 14 minutes and 28 seconds around the country, and have covered a distance of 9,046,579km in 2023.

20

1,857,426

Calls received

375,146

Emergencies handled

14:28

Average response time

9,046,579 km

Distance travelled



23



583 – Emergency Medical Technicians
532 – Pilots
18 – Emergency Medical Dispatchers

Cadre as at 31.12.2023

RECRUITMENT AND TRAINING

The staff recruitment which was halted upon instructions received in 2022 was restarted with the approval received. Accordingly, the recruitment process for several administrative positions commenced in the first quarter of 2023 was completed, and several recruitments of EMT and Pilots is in progress with the approval received. The Diploma in Paramedical Sciences for Emergency Medical Technicians was designed as a collaboration between the Faculty of Medicine of the University of Kelaniya, the Sri Lanka College of Emergency Physicians (SLCEP), and the 1990 Suwaseriya Foundation. Training the first batch of newly recruited EMTs was carried out according to this program, and newly recruited Pilot training was also carried out.



A string of EMT Refresher trainings was carried out by Prof. Will Broughton and a team of Paramedic experts from the Buckinghamshire New University who offered their services free-of-charge for the trainings in Colombo, Dambulla and in Jaffna. The British High Commissioner, His Excellency Andrew Patrick also made an observation visit of this training in Colombo.



Staff of 1990 Suwa Seriya also engaged in practice drills in collaboration with various stakeholders to make sure the practices are upto date and to be ready for real life scenarios including the Fire Drill organized by the Central Bank of Sri Lanka in association with the Colombo Fire Service Department and the Sri Lanka Air Force.



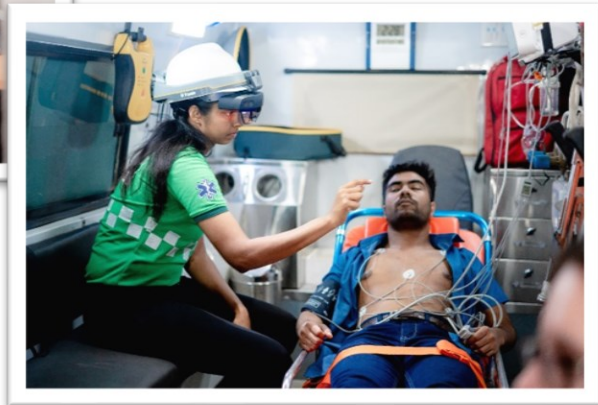
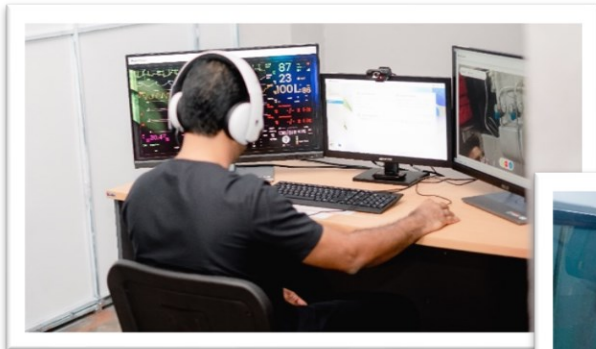
TECHNOLOGICAL ADVANCEMENTS

1990 Suwa Seriya is a technology driven pre-hospital care life-saving operation, which has embraced state-of-the-art technology, and any development or improvement will always be directed at how more lives could be saved. It is noteworthy to mention that these technological developments are facilitated majorly through donor funding and not utilizing public funds.

In the transformation from Manual PCR (Patient Care Report) to ePCR, the hardware components have been received by the Foundation, and testing of ePCR in selected locations has commenced.



Furthermore, in other technological advancements, the “Connected Ambulance” pilot project was launched in December 2023 in the presence of Hon. Minister of Health and other dignitaries.



AWARDS

1990 Suwaseriya Foundation's website www.1990.lk received Most Popular Website Award and Silver Award for Best Website in the Non-Profit categories on 9th August at the "BestWeb.LK" annual competition conducted by the LK Domain Registry to recognise the best websites in Sri Lanka.



DONATIONS - Adopt an Ambulance

Continuous shortfall in funding in the recent years, gave rise to a budget shortfall of Rs. 1.5 billion in 2023, resulting in reaching out to request support of the corporate community of Sri Lanka. Accordingly, the 'Adopt an Ambulance' project was initiated where the donated funds are used for ambulance maintenance, medical equipment maintenance, staff refresher training, staff uniforms and staff safety equipment, and managed to raise almost Rs. 500 million from this funding initiative.



9. FINANCIAL PERFORMANCE

AUDITED FINANCIAL STATEMENTS

1990 SUWA SERIYA FOUNDATION
FINANCIAL STATEMENTS
FOR THE YEAR ENDED
31ST DECEMBER 2023

28 FEB 2024

| Particulars | 2023 | 2022 |
|------------------|-------------|-------------|
| Fixed Assets | 1,000,000 | 1,000,000 |
| Current Assets | 2,000,000 | 2,000,000 |
| Liabilities | 3,000,000 | 3,000,000 |
| Income Statement | 4,000,000 | 4,000,000 |
| Balance Sheet | 5,000,000 | 5,000,000 |
| Profit and Loss | 6,000,000 | 6,000,000 |
| Assets | 7,000,000 | 7,000,000 |
| Liabilities | 8,000,000 | 8,000,000 |
| Income | 9,000,000 | 9,000,000 |
| Expenses | 10,000,000 | 10,000,000 |
| Profit | 11,000,000 | 11,000,000 |
| Loss | 12,000,000 | 12,000,000 |
| Assets | 13,000,000 | 13,000,000 |
| Liabilities | 14,000,000 | 14,000,000 |
| Income | 15,000,000 | 15,000,000 |
| Expenses | 16,000,000 | 16,000,000 |
| Profit | 17,000,000 | 17,000,000 |
| Loss | 18,000,000 | 18,000,000 |
| Assets | 19,000,000 | 19,000,000 |
| Liabilities | 20,000,000 | 20,000,000 |
| Income | 21,000,000 | 21,000,000 |
| Expenses | 22,000,000 | 22,000,000 |
| Profit | 23,000,000 | 23,000,000 |
| Loss | 24,000,000 | 24,000,000 |
| Assets | 25,000,000 | 25,000,000 |
| Liabilities | 26,000,000 | 26,000,000 |
| Income | 27,000,000 | 27,000,000 |
| Expenses | 28,000,000 | 28,000,000 |
| Profit | 29,000,000 | 29,000,000 |
| Loss | 30,000,000 | 30,000,000 |
| Assets | 31,000,000 | 31,000,000 |
| Liabilities | 32,000,000 | 32,000,000 |
| Income | 33,000,000 | 33,000,000 |
| Expenses | 34,000,000 | 34,000,000 |
| Profit | 35,000,000 | 35,000,000 |
| Loss | 36,000,000 | 36,000,000 |
| Assets | 37,000,000 | 37,000,000 |
| Liabilities | 38,000,000 | 38,000,000 |
| Income | 39,000,000 | 39,000,000 |
| Expenses | 40,000,000 | 40,000,000 |
| Profit | 41,000,000 | 41,000,000 |
| Loss | 42,000,000 | 42,000,000 |
| Assets | 43,000,000 | 43,000,000 |
| Liabilities | 44,000,000 | 44,000,000 |
| Income | 45,000,000 | 45,000,000 |
| Expenses | 46,000,000 | 46,000,000 |
| Profit | 47,000,000 | 47,000,000 |
| Loss | 48,000,000 | 48,000,000 |
| Assets | 49,000,000 | 49,000,000 |
| Liabilities | 50,000,000 | 50,000,000 |
| Income | 51,000,000 | 51,000,000 |
| Expenses | 52,000,000 | 52,000,000 |
| Profit | 53,000,000 | 53,000,000 |
| Loss | 54,000,000 | 54,000,000 |
| Assets | 55,000,000 | 55,000,000 |
| Liabilities | 56,000,000 | 56,000,000 |
| Income | 57,000,000 | 57,000,000 |
| Expenses | 58,000,000 | 58,000,000 |
| Profit | 59,000,000 | 59,000,000 |
| Loss | 60,000,000 | 60,000,000 |
| Assets | 61,000,000 | 61,000,000 |
| Liabilities | 62,000,000 | 62,000,000 |
| Income | 63,000,000 | 63,000,000 |
| Expenses | 64,000,000 | 64,000,000 |
| Profit | 65,000,000 | 65,000,000 |
| Loss | 66,000,000 | 66,000,000 |
| Assets | 67,000,000 | 67,000,000 |
| Liabilities | 68,000,000 | 68,000,000 |
| Income | 69,000,000 | 69,000,000 |
| Expenses | 70,000,000 | 70,000,000 |
| Profit | 71,000,000 | 71,000,000 |
| Loss | 72,000,000 | 72,000,000 |
| Assets | 73,000,000 | 73,000,000 |
| Liabilities | 74,000,000 | 74,000,000 |
| Income | 75,000,000 | 75,000,000 |
| Expenses | 76,000,000 | 76,000,000 |
| Profit | 77,000,000 | 77,000,000 |
| Loss | 78,000,000 | 78,000,000 |
| Assets | 79,000,000 | 79,000,000 |
| Liabilities | 80,000,000 | 80,000,000 |
| Income | 81,000,000 | 81,000,000 |
| Expenses | 82,000,000 | 82,000,000 |
| Profit | 83,000,000 | 83,000,000 |
| Loss | 84,000,000 | 84,000,000 |
| Assets | 85,000,000 | 85,000,000 |
| Liabilities | 86,000,000 | 86,000,000 |
| Income | 87,000,000 | 87,000,000 |
| Expenses | 88,000,000 | 88,000,000 |
| Profit | 89,000,000 | 89,000,000 |
| Loss | 90,000,000 | 90,000,000 |
| Assets | 91,000,000 | 91,000,000 |
| Liabilities | 92,000,000 | 92,000,000 |
| Income | 93,000,000 | 93,000,000 |
| Expenses | 94,000,000 | 94,000,000 |
| Profit | 95,000,000 | 95,000,000 |
| Loss | 96,000,000 | 96,000,000 |
| Assets | 97,000,000 | 97,000,000 |
| Liabilities | 98,000,000 | 98,000,000 |
| Income | 99,000,000 | 99,000,000 |
| Expenses | 100,000,000 | 100,000,000 |
| Profit | 101,000,000 | 101,000,000 |
| Loss | 102,000,000 | 102,000,000 |
| Assets | 103,000,000 | 103,000,000 |
| Liabilities | 104,000,000 | 104,000,000 |
| Income | 105,000,000 | 105,000,000 |
| Expenses | 106,000,000 | 106,000,000 |
| Profit | 107,000,000 | 107,000,000 |
| Loss | 108,000,000 | 108,000,000 |
| Assets | 109,000,000 | 109,000,000 |
| Liabilities | 110,000,000 | 110,000,000 |
| Income | 111,000,000 | 111,000,000 |
| Expenses | 112,000,000 | 112,000,000 |
| Profit | 113,000,000 | 113,000,000 |
| Loss | 114,000,000 | 114,000,000 |
| Assets | 115,000,000 | 115,000,000 |
| Liabilities | 116,000,000 | 116,000,000 |
| Income | 117,000,000 | 117,000,000 |
| Expenses | 118,000,000 | 118,000,000 |
| Profit | 119,000,000 | 119,000,000 |
| Loss | 120,000,000 | 120,000,000 |
| Assets | 121,000,000 | 121,000,000 |
| Liabilities | 122,000,000 | 122,000,000 |
| Income | 123,000,000 | 123,000,000 |
| Expenses | 124,000,000 | 124,000,000 |
| Profit | 125,000,000 | 125,000,000 |
| Loss | 126,000,000 | 126,000,000 |
| Assets | 127,000,000 | 127,000,000 |
| Liabilities | 128,000,000 | 128,000,000 |
| Income | 129,000,000 | 129,000,000 |
| Expenses | 130,000,000 | 130,000,000 |
| Profit | 131,000,000 | 131,000,000 |
| Loss | 132,000,000 | 132,000,000 |
| Assets | 133,000,000 | 133,000,000 |
| Liabilities | 134,000,000 | 134,000,000 |
| Income | 135,000,000 | 135,000,000 |
| Expenses | 136,000,000 | 136,000,000 |
| Profit | 137,000,000 | 137,000,000 |
| Loss | 138,000,000 | 138,000,000 |
| Assets | 139,000,000 | 139,000,000 |
| Liabilities | 140,000,000 | 140,000,000 |
| Income | 141,000,000 | 141,000,000 |
| Expenses | 142,000,000 | 142,000,000 |
| Profit | 143,000,000 | 143,000,000 |
| Loss | 144,000,000 | 144,000,000 |
| Assets | 145,000,000 | 145,000,000 |
| Liabilities | 146,000,000 | 146,000,000 |
| Income | 147,000,000 | 147,000,000 |
| Expenses | 148,000,000 | 148,000,000 |
| Profit | 149,000,000 | 149,000,000 |
| Loss | 150,000,000 | 150,000,000 |
| Assets | 151,000,000 | 151,000,000 |
| Liabilities | 152,000,000 | 152,000,000 |
| Income | 153,000,000 | 153,000,000 |
| Expenses | 154,000,000 | 154,000,000 |
| Profit | 155,000,000 | 155,000,000 |
| Loss | 156,000,000 | 156,000,000 |
| Assets | 157,000,000 | 157,000,000 |
| Liabilities | 158,000,000 | 158,000,000 |
| Income | 159,000,000 | 159,000,000 |
| Expenses | 160,000,000 | 160,000,000 |
| Profit | 161,000,000 | 161,000,000 |
| Loss | 162,000,000 | 162,000,000 |
| Assets | 163,000,000 | 163,000,000 |
| Liabilities | 164,000,000 | 164,000,000 |
| Income | 165,000,000 | 165,000,000 |
| Expenses | 166,000,000 | 166,000,000 |
| Profit | 167,000,000 | 167,000,000 |
| Loss | 168,000,000 | 168,000,000 |
| Assets | 169,000,000 | 169,000,000 |
| Liabilities | 170,000,000 | 170,000,000 |
| Income | 171,000,000 | 171,000,000 |
| Expenses | 172,000,000 | 172,000,000 |
| Profit | 173,000,000 | 173,000,000 |
| Loss | 174,000,000 | 174,000,000 |
| Assets | 175,000,000 | 175,000,000 |
| Liabilities | 176,000,000 | 176,000,000 |
| Income | 177,000,000 | 177,000,000 |
| Expenses | 178,000,000 | 178,000,000 |
| Profit | 179,000,000 | 179,000,000 |
| Loss | 180,000,000 | 180,000,000 |
| Assets | 181,000,000 | 181,000,000 |
| Liabilities | 182,000,000 | 182,000,000 |
| Income | 183,000,000 | 183,000,000 |
| Expenses | 184,000,000 | 184,000,000 |
| Profit | 185,000,000 | 185,000,000 |
| Loss | 186,000,000 | 186,000,000 |
| Assets | 187,000,000 | 187,000,000 |
| Liabilities | 188,000,000 | 188,000,000 |
| Income | 189,000,000 | 189,000,000 |
| Expenses | 190,000,000 | 190,000,000 |
| Profit | 191,000,000 | 191,000,000 |
| Loss | 192,000,000 | 192,000,000 |
| Assets | 193,000,000 | 193,000,000 |
| Liabilities | 194,000,000 | 194,000,000 |
| Income | 195,000,000 | 195,000,000 |
| Expenses | 196,000,000 | 196,000,000 |
| Profit | 197,000,000 | 197,000,000 |
| Loss | 198,000,000 | 198,000,000 |
| Assets | 199,000,000 | 199,000,000 |
| Liabilities | 200,000,000 | 200,000,000 |
| Income | 201,000,000 | 201,000,000 |
| Expenses | 202,000,000 | 202,000,000 |
| Profit | 203,000,000 | 203,000,000 |
| Loss | 204,000,000 | 204,000,000 |
| Assets | 205,000,000 | 205,000,000 |
| Liabilities | 206,000,000 | 206,000,000 |
| Income | 207,000,000 | 207,000,000 |
| Expenses | 208,000,000 | 208,000,000 |
| Profit | 209,000,000 | 209,000,000 |
| Loss | 210,000,000 | 210,000,000 |
| Assets | 211,000,000 | 211,000,000 |
| Liabilities | 212,000,000 | 212,000,000 |
| Income | 213,000,000 | 213,000,000 |
| Expenses | 214,000,000 | 214,000,000 |
| Profit | 215,000,000 | 215,000,000 |
| Loss | 216,000,000 | 216,000,000 |
| Assets | 217,000,000 | 217,000,000 |
| Liabilities | 218,000,000 | 218,000,000 |
| Income | 219,000,000 | 219,000,000 |
| Expenses | 220,000,000 | 220,000,000 |
| Profit | 221,000,000 | 221,000,000 |
| Loss | 222,000,000 | 222,000,000 |
| Assets | 223,000,000 | 223,000,000 |
| Liabilities | 224,000,000 | 224,000,000 |
| Income | 225,000,000 | 225,000,000 |
| Expenses | 226,000,000 | 226,000,000 |
| Profit | 227,000,000 | 227,000,000 |
| Loss | 228,000,000 | 228,000,000 |
| Assets | 229,000,000 | 229,000,000 |
| Liabilities | 230,000,000 | 230,000,000 |
| Income | 231,000,000 | 231,000,000 |
| Expenses | 232,000,000 | 232,000,000 |
| Profit | 233,000,000 | 233,000,000 |
| Loss | 234,000,000 | 234,000,000 |
| Assets | 235,000,000 | 235,000,000 |
| Liabilities | 236,000,000 | 236,000,000 |
| Income | 237,000,000 | 237,000,000 |
| Expenses | 238,000,000 | 238,000,000 |
| Profit | 239,000,000 | 239,000,000 |
| Loss | 240,000,000 | 240,000,000 |
| Assets | 241,000,000 | 241,000,000 |
| Liabilities | 242,000,000 | 242,000,000 |
| Income | 243,000,000 | 243,000,000 |
| Expenses | 244,000,000 | 244,000,000 |
| Profit | 245,000,000 | 245,000,000 |
| Loss | 246,000,000 | 246,000,000 |
| Assets | 247,000,000 | 247,000,000 |
| Liabilities | 248,000,000 | 248,000,000 |
| Income | 249,000,000 | 249,000,000 |
| Expenses | 250,000,000 | 250,000,000 |
| Profit | 251,000,000 | 251,000,000 |
| Loss | 252,000,000 | 252,000,000 |
| Assets | 253,000,000 | 253,000,000 |
| Liabilities | 254,000,000 | 254,000,000 |
| Income | 255,000,000 | 255,000,000 |
| Expenses | 256,000,000 | 256,000,000 |
| Profit | 257,000,000 | 257,000,000 |
| Loss | 258,000,000 | 258,000,000 |
| Assets | 259,000,000 | 259,000,000 |
| Liabilities | 260,000,000 | 260,000,000 |
| Income | 261,000,000 | 261,000,000 |
| Expenses | 262,000,000 | 262,000,000 |
| Profit | 263,000,000 | 263,000,000 |
| Loss | 264,000,000 | 264,000,000 |
| Assets | 265,000,000 | 265,000,000 |
| Liabilities | 266,000,000 | 266,000,000 |
| Income | 267,000,000 | 267,000,000 |
| Expenses | 268,000,000 | 268,000,000 |
| Profit | 269,000,000 | 269,000,000 |
| Loss | 270,000,000 | 270,000,000 |
| Assets | 271,000,000 | 271,000,000 |
| Liabilities | 272,000,000 | 272,000,000 |
| Income | 273,000,000 | 273,000,000 |
| Expenses | 274,000,000 | 274,000,000 |
| Profit | 275,000,000 | 275,000,000 |
| Loss | 276,000,000 | 276,000,000 |
| Assets | 277,000,000 | 277,000,000 |
| Liabilities | 278,000,000 | 278,000,000 |
| Income | 279,000,000 | 279,000,000 |
| Expenses | 280,000,000 | 280,000,000 |
| Profit | 281,000,000 | 281,000,000 |
| Loss | 282,000,000 | 282,000,000 |
| Assets | 283,000,000 | 283,000,000 |
| Liabilities | 284,000,000 | 284,000,000 |
| Income | 285,000,000 | 285,000,000 |
| Expenses | 286,000,000 | 286,000,000 |
| Profit | 287,000,000 | 287,000,000 |
| Loss | 288,000,000 | 288,000,000 |
| Assets | 289,000,000 | 289,000,000 |
| Liabilities | 290,000,000 | 290,000,000 |
| Income | 291,000,000 | 291,000,000 |
| Expenses | | |

STATEMENT OF FINANCIAL POSITION AS AT

| | | 31.12.2023 Rs. | 31.12.2022 Rs. |
|--|-------------|-----------------------------|-----------------------------|
| ASSETS | Note | | |
| Non-Current Assets | | | |
| Property, Plant and Equipment | 4 | 812,666,168 | 1,032,711,371 |
| Total Non - Current Assets | | <u>812,666,168</u> | <u>1,032,711,371</u> |
| Current Assets | | | |
| Inventories | 5 | 137,795,724 | 54,947,491 |
| Advances and Other Receivables | 6 | 421,370,688 | 363,470,864 |
| Cash and Cash Equivalents | 7 | 1,009,958,277 | 845,703,463 |
| Total Current Assets | | <u>1,569,124,689</u> | <u>1,264,121,818</u> |
| Total Assets | | <u><u>2,381,790,857</u></u> | <u><u>2,296,833,189</u></u> |
| FUNDING AND LIABILITIES | | | |
| Accumulated Fund | | | |
| Designated Reserves - Capital - Grants from Government of India | 8 | 176,627,794 | 366,170,755 |
| Restricted Funds - Grants from Government of India | 9 | 667,751,138 | 679,434,218 |
| Designated Reserves-Capital- Grants from Government of Sri Lanka | 10 | 453,880,115 | 418,940,000 |
| Revaluation Reserve | 11 | 247,925,000 | 247,925,000 |
| Designated Reserves - Capital Grant from Donors | 12 | 29,085,500 | - |
| Accumulated Surplus / (Deficit) | | 511,631,438 | 241,701,344 |
| Total Accumulated Fund | | <u>2,086,900,985</u> | <u>1,954,171,317</u> |
| Non-Current Liabilities | | | |
| Employee Benefits | 13 | 128,622,431 | 111,899,625 |
| Total Non-Current Liabilities | | <u>128,622,431</u> | <u>111,899,625</u> |
| Current Liabilities | | | |
| Other Payables | 14 | 63,460,556 | 105,952,247 |
| Restricted Funds-Capital Grants from Government of Sri Lanka for Capital Expenditure | 15 | 102,806,885 | 124,810,000 |
| Total Current Liabilities | | <u>166,267,441</u> | <u>230,762,247</u> |
| Total Liabilities | | <u>294,889,872</u> | <u>342,661,872</u> |
| Total Accumulated Fund and Liabilities | | <u><u>2,381,790,857</u></u> | <u><u>2,296,833,189</u></u> |

The Notes on pages 5 to 15 form an integral part of these Financial Statements.


I certify that these Financial Statements have been prepared in compliance with the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organisations issued by the Institute of Chartered Accountants of Sri Lanka.


 Head of Finance
 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION


 Chief Executive Officer
 1990 SUWA SERIYA FOUNDATION

The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
 Signed for and on behalf of the board;


 Chairman / Director
 CHAIRMAN
 1990 SUWA SERIYA FOUNDATION
 26 February 2024
 Colombo.


 Director
 1990 SUWA SERIYA FOUNDATION



STATEMENT OF COMPREHENSIVE INCOME

| | | For the year ended 31.12.2023 Rs. | For the year ended 31.12.2022 Rs. |
|--|------|--|--|
| | Note | | |
| OPERATING INCOME | | | |
| Incoming Resources | 16 | 2,223,444,915 | 2,183,887,447 |
| Total Operating Income | | <u>2,223,444,915</u> | <u>2,183,887,447</u> |
| OPERATING EXPENDITURE | | | |
| Direct Expenses | 17 | (1,901,246,655) | (1,964,369,429) |
| Indirect Expenses | 18 | (320,738,766) | (277,683,546) |
| Total Operating Expenditure | | <u>(2,221,985,421)</u> | <u>(2,242,052,975)</u> |
| Net Surplus / (Deficit) of Operating Activities | | <u>1,459,494</u> | <u>(58,165,528)</u> |
| OTHER INCOME | | | |
| Income Earned from Other Activities | 19 | 263,863,037 | 346,466,537 |
| Finance Income | 20 | 4,607,563 | 4,766,240 |
| Total Other Income | | <u>268,470,600</u> | <u>351,232,777</u> |
| NET SURPLUS / (DEFICIT) FOR THE YEAR | | <u>269,930,094</u> | <u>293,067,249</u> |

The Notes on pages 5 to 15 form an integral part of these Financial Statements.


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION



1990 SUUWA SERIYA FOUNDATION
STATEMENT OF CHANGES IN ACCUMULATED FUND

Page 3

| | Designated Reserves -Capital- Grants from Government of India | Restricted Funds- Grants from Government of India | Designated Reserves -Capital- Grants from Government of Sri Lanka | Designated Reserves - Capital- Grants from Donors | Revaluation Reserve | Accumulated Surplus / (Deficit) | Total |
|--|---|---|---|---|---------------------|---------------------------------|---------------|
| | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. | Rs. |
| Balance as at 31 December 2021 | 561,417,085 | 813,605,704 | - | - | - | (51,365,905) | 1,323,656,884 |
| Funds Utilized during the year | - | (126,116,537) | - | - | - | - | (126,116,537) |
| Realization of Reserve on Disposal of Assets | (637,936) | - | - | - | - | - | (637,936) |
| Transfer of PPE Additions during the year | 8,054,949 | (8,054,949) | 418,940,000 | - | - | - | 418,940,000 |
| Other Transfers during the year | - | - | - | - | - | - | - |
| Realization of Fund due to Depreciation | (201,803,376) | - | - | - | - | - | (201,803,376) |
| Revaluation Surplus of Motor Vehicles | - | - | - | - | 247,065,033 | - | 247,065,033 |
| Un-realized Reserve on Revaluation | (859,967) | - | - | - | 859,967 | - | - |
| Net Surplus / (Deficit) for the year | - | - | - | - | - | 293,067,249 | 293,067,249 |
| Balance as at 31 December 2022 | 366,170,755 | 679,434,218 | 418,940,000 | - | 247,925,000 | 241,701,344 | 1,954,171,317 |
| Funds Utilized during the year | - | (11,683,080) | - | 29,085,500 | - | - | 17,402,420 |
| Realization of Reserve on Disposal of Assets | - | - | - | - | - | - | - |
| Transfer of PPE Additions during the year | - | - | 69,003,115 | - | - | - | 69,003,115 |
| Realization of Fund due to Depreciation | (189,542,961) | - | (34,063,000) | - | - | - | (223,605,961) |
| Un-realized Reserve on Revaluation | - | - | - | - | - | - | - |
| Net Surplus / (Deficit) for the year | - | - | - | - | - | - | - |
| Balance as at 31 December 2023 | 176,627,794 | 667,751,138 | 453,880,115 | 29,085,500 | 247,925,000 | 511,631,438 | 2,086,900,985 |


MANAGER FINANCE & SCM
1990 SUUWA SERIYA FOUNDATION

STATEMENT OF CASH FLOWS

| | | For the year ended 31.12.2023 Rs. | For the year ended 31.12.2022 Rs. |
|--|-------------|--|--|
| CASH FLOW FROM OPERATING ACTIVITIES | Note | | |
| Net Surplus / (Deficit) | | 269,930,094 | 293,067,249 |
| Adjustments to reconcile Surplus / (Deficit) to Net Cash Flow : | | | |
| Non Cash items : | | | |
| Depreciation | 4 | 45,239,334 | 214,442,103 |
| Un-realized Reserve on Revaluation | 11 | - | 859,967 |
| Provision for Retiring Gratuity | 13 | 22,671,250 | 24,967,000 |
| Realization of Reserves on Disposal of Assets | 19 | - | 637,936 |
| Operating Surplus before Working Capital Changes | | 337,840,678 | 533,974,255 |
| Retiring Gratuity Paid | 13 | (5,948,444) | (900,000) |
| Net Operating Surplus before Working Capital Changes | | 331,892,234 | 533,074,255 |
| Working Capital adjustments: | | | |
| (Increase) / Decrease in : | | | |
| Inventories | 5 | (82,848,232) | 2,410,207 |
| Advances and Other Receivables | 6 | (57,899,824) | 13,950,481 |
| Other Payable | 14 | (42,491,691) | 29,424,280 |
| Restricted Funds-Capital Grants from Government | 15 | 47,000,000 | 124,810,000 |
| Net Cash Flow From / (Used in) Operating Activities | | 195,652,486 | 703,669,224 |
| CASH FLOW FROM / (USED IN) INVESTING ACTIVITIES | | | |
| Purchase of Property, Plant and Equipment | 4 | (48,800,091) | (29,979,290) |
| Net Cash Flow From / (Used in) Investing Activities | | (48,800,091) | (29,979,290) |
| CASH FLOW FROM / (USED IN) FINANCING ACTIVITIES | | | |
| Increase / (Decrease) in Fund Accounts | | 17,402,420 | (309,227,816) |
| Net Cash Flow From / (Used in) Financing Activities | | 17,402,420 | (309,227,816) |
| Net Increase / (Decrease) in Cash and Cash Equivalents | | 164,254,815 | 364,462,118 |
| Cash and Cash Equivalents at the beginning of the period | | 845,703,462 | 481,241,344 |
| Cash and Cash Equivalents at the end of the period | 7 | 1,009,958,277 | 845,703,462 |

The Notes on pages 5 to 15 form an integral part of these Financial Statements.


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION



NOTES TO THE FINANCIAL STATEMENTS

1. GENERAL INFORMATION

1990 SUWA SERIYA FOUNDATION is established by the powers of the parliament by Act No.18 of 2018 on 04 July 2018.

1990 Suwa Seriya Foundation provides a free pre hospital care emergency ambulance service Island wide with 1307 employees. The registered office of the Foundation and the principal place of business are located at No. 415, Kotte Road, Rajagiriya, while having 295 locations Island wide.

2. BASIS OF PREPARATION

2.1 Statement of Compliance

The Statement of Financial Position, Statement of Comprehensive Income, Statement of Changes in Accumulated Fund, Statement of Cash Flows together with the Accounting Policies and Notes to the Financial Statements as at 31 December 2023 and for the period then ended comply with the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations issued by the Institute of Chartered Accountants of Sri Lanka (SL SoRP - NPOs).

2.2 Basis of Measurement

The Financial Statements have been prepared using the historical cost convention, except as concerns financial securities and financial instruments, which are stated at their fair value.

2.3 Functional and Presentation Currency

The Financial Statements are presented in Sri Lanka Rupees (Rs.), which is the Foundation's functional and presentation currency.

2.4 Use of Estimates and Judgments

The preparation of financial statements in conformity with SLSoRP - NPOs requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. Actual results may differ from these estimates and judgments.

Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised. Such revisions are also recognized in the future periods if the revision affects the future periods.

Information about significant areas of estimation uncertainty and critical judgments in applying accounting policies that have the most significant effect on the amounts recognized in the financial statements is included in the following notes:

- Note 4 – Property, Plant and Equipment
- Note 13 – Employee Benefits

2.5 Changes in Accounting Policies and Disclosures

The Accounting policies have been consistently applied unless otherwise stated, and are consistent with those used in previous years.


MANAGER FINANCE & SCM
1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

3.1 Foreign Currency Translation /Conversion

Foreign currency transactions are converted into the functional currency of the respective organization using the exchange rates prevailing at the dates of the transactions (spot exchange rate). Foreign exchange gains and losses resulting from the settlement of such transactions and from the re-measurement of monetary items at year-end exchange rates are recognized in Statement of Comprehensive income.

Non-monetary items that are measured at historical cost are not reconverted. Non-monetary items that are measured at fair value are converted at the exchange rates at the date fair value was determined.

3.2 Cash and Cash Equivalents

Cash and Cash Equivalents are defined as cash in hand, demand deposits and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of change in value.

For the purpose of the Cash Flow Statement Cash and Cash Equivalents comprise cash in hand, demand deposits, net of bank overdraft.

Cash Flow Statement has been prepared using indirect method.

3.3 Financial Instruments

Financial Assets

Financial assets are classified into the following categories; financial assets at fair value through profit and loss, held to maturity financial assets, loans and receivables, and available for sale financial assets.

Financial Assets at Fair Value through Profit and Loss

Financial assets at fair value through profit and loss are classified as current assets, with any result and gains or losses recognized in the Statement of Comprehensive Income.


The fair value of listed securities is their quoted bid price at the reporting date. Financial income consists principally of interest and net realized and unrealized gains on changes in fair value. Interest income is recognized on accrual basis, taking into account the effective yield of the asset.

Loans and Receivables

Initially loans and receivables are recognized on the date they are originated. All other financial assets are recognized initially on the trade date, which is the date that the Foundation becomes a party to the contractual provisions of the instrument. Loans and receivables are stated at their cost net of an allowance on outstanding amounts to cover the risk on non-payment.

Financial Liabilities

The Foundation's Financial Liabilities include related party payable and other payable. Financial Liabilities are recognized initially at transaction price. After initial recognition they are measured at amortized cost. We do not recognize any related party payable during this financial year.


MANAGER FINANCE & SCM
1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.3 Financial Instruments (Cont.)

Impairment of Financial Assets

The carrying amounts of financial assets are reviewed at each reporting date to determine whether there is any indication of impairment. The Foundation assesses whether there is any objective evidence that a financial asset or a group of financial assets is impaired. A financial asset or a group of financial assets is deemed to be impaired if, and only if, there is objective evidence of impairment as a result of one or more events occurring after the initial recognition of the asset or assets (an incurred "loss event") and that loss event has an impact on the estimated future cash flows of the financial asset or the group of financial assets that can be reliably estimated.

3.4 Inventories

Inventories are valued at actual cost basis after making due allowance for obsolete and slow moving items.

3.5 Property, Plant and Equipment

3.5.1 Recognition and Measurement

Property, plant and equipment are measured at cost less accumulated depreciation. Cost includes expenditure that is directly attributable to the acquisition of the asset.

When parts of an item of property, plant and equipment have different useful lives, such parts are accounted for as separate items (major components) of property, plant and equipment.

Gains and losses on disposal of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment and are recognized in Statement of Comprehensive Income.

3.5.2 Subsequent Expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the item of property and equipment. All other expenditure is recognized in the Statement of Comprehensive Income as an expense as incurred.

3.5.3 Revaluation

An item of Property, Plant and Equipment whose fair value can be measured reliably shall be carried at a revalued amount, being its fair value at the date of the revaluation less any subsequent accumulated depreciation. Where any item of property, plant and equipment subsequently revalued, the entire class of such asset is revalued.

Revaluation is performed on Motor Vehicles by a professionally qualified valuer using open market value when there is a substantial difference between the fair value and the carrying amount, to ensure that the fair value does not differ materially from its carrying amount.

Increase in carrying amount due to revaluation is credited to the accumulated fund under heading of revaluation surplus. However, to the extent that it reverses a revaluation deficit of the same asset previously recognised in Statement of Comprehensive Income, in which case the increase is recognised in Statement of Comprehensive Income. A revaluation deficit is recognised in the Statement of Comprehensive Income, except to the extent that it offsets an existing surplus on the same asset recognised in the asset revaluation surplus. Upon disposal, any revaluation surplus relating to the particular asset being sold is transferred to the Statement of Comprehensive Income.


MANAGER FINANCE & SCM
1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.5 Property, Plant and Equipment (Cont.)

3.5.4 Depreciation

Depreciation is provided for all assets on a straight line basis over the expected useful lives of the assets concerned. Depreciation of an asset begins when it is available for use whereas depreciation of an asset ceases at the earliest of the date that the asset is classified as held for sale and the date that the asset is de-recognised. Depreciation is calculated on monthly basis and charged full for the month of purchase. The useful lives of assets are as follows:

| Assets Category | Number of Years |
|---|-----------------|
| Motor Vehicles - Phase 1 (till 30 th September 2022) | 6 Years |
| Motor Vehicles - Phase 2&3 | 6 Years |
| IT Equipment | 4 Years |
| Furniture and Fittings | 8 Years |
| Medical Equipment | 8 Years |
| Software | 5 Years |
| Tools | 5 Years |
| Office Equipment | 5 Years |

Phase 1 Motor Vehicles are revalued as at 31st October 2022 and expected useful lives of such Motor Vehicles are restated as follows;

| Assets Category | Number of Years |
|-----------------------------|-----------------|
| 15 number of Motor Vehicles | 5 Years |
| 61 number of Motor Vehicles | 6 Years |
| 05 number of Motor Vehicles | 7 Years |
| 04 number of Motor Vehicles | 8 Years |

3.5.5 Donated Assets

Where property plant and equipment is purchased as a part of a project through restricted funds, if on conclusion of the project, the asset is not handed over to the beneficiary or returned to the original donor, the asset is valued on the conclusion of the project and brought in to the financial statements under property plant and equipment through a Capital Reserve. Depreciation provided on such assets will be charged against the reserve. For purpose of depreciation the date of valuation for inclusion in the Financial Statements is considered the date of purchase.

3.5.6 Impairment of Assets

At each reporting date, property, plant and equipment are reviewed to determine whether there is any indication that those assets have been suffered an impairment loss. An impairment loss is then recognized whenever the carrying amount of an asset exceeds its recoverable amount. Impairment losses are recognized in the Statement of Comprehensive Income. An impairment loss is reversed if there has been a change in the estimates used to determine the recoverable amount, but only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.6 Employee Benefits

3.6.1 Defined Benefits Plans

A defined benefit plan is a post-employment benefit plan other than a defined contribution plan. The Company's net obligation in respect of defined benefit plans is calculated separately for each plan by estimating the amount of future benefit that employees have earned in return for their service in the current and prior periods.

The calculation is performed by the Foundation on annual basis. Provision has been made in the financial statements for retiring gratuities from the first year of service for all employees, in conformity with LKAS 19 on Employee Benefits. However, according to the Payment of Gratuity Act No. 12 of 1983, the liability for payment to an employee arises only after the completion of 5 years continued service.

The liability is not externally funded.

3.6.2 Defined Contribution Plans - Employees' Provident Fund & Employees' Trust Fund

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contribution to Employee Provident and Employee Trust Funds covering all employees are recognized as an expense in profit or loss as incurred.

The Foundation contributes 12% and 3% of gross emoluments of Employees as Provident Fund and Trust Fund contributions respectively.

3.7 Accounting for the Receipt and Utilization of Funds/Reserves

Reserves

Reserves are classified as either restricted or designated reserves.

(a) Designated Reserves/ Funds

Unrestricted funds designated by the Board to a specific purpose are identified as designated funds. The activities for which these funds may be used are identified in the Financial Statements.

Where assets / funds are received for use in an identified project or activity in capital nature, such assets and assets purchased from such funds are transferred to the designated reserves-capital-account.


(b) Restricted Reserves/ Funds

Where grants are received for use in an identified project or activity, such funds are held in a restricted fund account and transferred to the Statement of Comprehensive Income to match with expenses incurred in respect of that identified project. Un-utilized funds are held in their respective Fund accounts and included under accumulated fund in the Statement of Financial Position until such time as they are required.

The activities for which these restricted funds may and are being used are identified in the notes to the Financial Statements.

(c) Revaluation Reserve

The revaluation reserve consists of the amounts by which the revaluation of Property, Plant and Equipment.


MANAGER FINANCE & SCM
1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

3. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTD.)

3.8 Grants and Subsidies

Grants and subsidies are recognized in the Financial Statements at their fair value. When the grant or subsidy relates to an expense it is recognized as income over the period necessary to match it with the costs, which it is intended to compensate for on a systematic basis.

Grants and subsidies related to assets are generally deferred in the Statement of Financial Position and credited to the Statement of Comprehensive Income over the useful life of the asset.

3.9 Income Recognition

3.9.1 Contributions / Incoming Sources

Income realized from restricted funds is recognized in the Statements of Comprehensive Income only when there is certainty that all of the conditions for receipt of the funds have been complied with and the relevant expenditure that it is expected to compensate has been incurred and charged to the Statements of Comprehensive Income. Unutilized funds are carried forward in the Statement of Financial Position.

All other income is recognized when the Foundation is legally entitled to the use of such funds and the amount can be quantified.

3.9.2 Revenue

Interest earned is recognized on accrual basis.

Net gains and losses on the disposal of property, plant and equipment are recognized in the Statement of Comprehensive Income after deducting from the proceeds on disposal, the carrying value of the item disposed of and any related selling expenses. The carrying value of the asset disposed is transferred to statement of comprehensive income from the capital reserve. In the case of any revalued asset, any balance remaining in the Revaluation Reserve account is transferred to the Statement of Comprehensive Income.

Other income is recognized on accrual basis.

3.10 Expenditure Recognition

Expenses in carrying out the operations and other activities of the Foundation are recognized in the Statement of Comprehensive Income during the period in which they are incurred. Other expenses incurred in administering and running the Foundation and in restoring and maintaining the property plant and equipment to perform at expected levels are accounted for on accrual basis and charged to the Statement of Comprehensive Income.


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NOTES TO THE FINANCIAL STATEMENTS (CONTD.)


NOTE 4 - PROPERTY, PLANT AND EQUIPMENT

NOTE 4.1 - PROPERTY, PLANT AND EQUIPMENT

| | Balance as at 01.01.2023 Rs. | Additions Rs. | Revaluation Rs. | Disposals / Reversals Rs. | Balance as at 31.12.2023 Rs. |
|---|---|--|--------------------------|---|---|
| Cost / Valuation | | | | | |
| Motor Vehicles (Ambulances-Phase 1) | 247,925,000 | - | - | - | 247,925,000 |
| Motor Vehicles (Ambulances-Phase 2&3) | 1,181,039,997 | 43,860,000 | - | - | 1,224,899,997 |
| IT Equipment | 134,873,539 | 1,944,710 | - | (5,195,459) | 131,622,789 |
| Furniture and Fittings | 32,452,965 | 35,910 | - | (2,127,681) | 30,361,194 |
| Medical Equipment | 204,094,663 | 2,233,945 | - | 113,880 | 206,442,488 |
| Software | 23,953,548 | 5,195,459 | - | - | 29,149,008 |
| Tools | 7,877,070 | 30,539 | - | 850 | 7,908,459 |
| Office Equipment | 9,208,014 | 2,707,938 | - | - | 11,915,952 |
| | <u>1,841,424,796</u> | <u>56,008,501</u> | <u>-</u> | <u>(7,208,410)</u> | <u>1,890,224,887</u> |
| | Balance as at 01.01.2023 Rs. | Charge for the year Rs. | Reversals Rs. | Disposals Rs. | Balance as at 31.12.2023 Rs. |
| Depreciation on Cost / Valuation | | | | | |
| Motor Vehicles (Ambulances-Phase 1) | 10,353,467 | 41,413,869 | - | - | 51,767,336 |
| Motor Vehicles (Ambulances-Phase 2&3) | 554,970,872 | 175,563,698 | - | - | 730,534,570 |
| IT Equipment | 100,361,320 | 18,369,178 | (5,195,459) | - | 113,535,040 |
| Furniture and Fittings | 23,069,432 | 3,765,058 | (1,700,978) | - | 25,133,512 |
| Medical Equipment | 96,187,774 | 23,965,569 | (29,308) | - | 120,124,034 |
| Software | 14,457,290 | 2,178,894 | 5,195,459 | - | 21,831,644 |
| Tools | 5,376,037 | 1,385,443 | - | - | 6,761,479 |
| Office Equipment | 3,937,232 | 2,232,894 | 1,700,978 | - | 7,871,104 |
| | <u>808,713,424</u> | <u>268,874,602</u> | <u>(29,308)</u> | <u>-</u> | <u>1,077,568,719</u> |
| | | | | Balance as at 31.12.2023 Rs. | Balance as at 31.12.2022 Rs. |
| Net Book Value of Assets on Cost / Valuation | | | | | |
| Motor Vehicles (Ambulances-Phase 1) | | | | 196,157,664 | 237,571,533 |
| Motor Vehicles (Ambulances-Phase 2&3) | | | | 494,365,427 | 626,069,125 |
| IT Equipment | | | | 18,087,750 | 34,512,218 |
| Furniture and Fittings | | | | 5,227,682 | 9,383,533 |
| Medical Equipment | | | | 86,318,453 | 107,906,889 |
| Software | | | | 7,317,364 | 9,496,258 |
| Tools | | | | 1,146,979 | 2,501,033 |
| Office Equipment | | | | 4,044,848 | 5,270,782 |
| | | | | <u>812,666,168</u> | <u>1,032,711,371</u> |

NOTE 4.2 - ADDITION OF MOTOR VEHICLES

Foundation received 25 Toyota Ambulances under Finance Lease agreement with Ministry of Finance and the leasing installments will be paid by the Department of National Budget. All Ambulances were registered under 1990 Suwa Seriya Foundation assigning to the absolute owner as Bank of Ceylon. All of these ambulances fully fabricated and starts operations during the months of July & August 2023.


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NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

| | 31.12.2023 Rs. | 31.12.2022 Rs. |
|--|----------------------|--------------------|
| NOTE 5 - INVENTORIES | | |
| Pharmaceuticals, Drugs and Medical Consumables - (Note (a)) | 132,667,405 | 53,528,106 |
| Stationery Items and Cleaning Materials | 5,128,319 | 1,419,385 |
| | <u>137,795,724</u> | <u>54,947,491</u> |
| Note (a) : Value represents Pharmaceuticals, Drugs and Medical Consumables, Medical Equipment and related items for 295 ambulances which will be distributed Island wide. This includes Rs.27,211,834 worth of consumable stocks received from Medical Supplies Division of Ministry of Health. | | |
| NOTE 6 - ADVANCES AND OTHER RECEIVABLES | | |
| Security Deposits | 9,872,250 | 9,817,250 |
| Advances | 20,000 | 23,915 |
| Prepayments and Receivables | 81,386,911 | 23,538,172 |
| Receivable from Government of Sri Lanka - (Note 6.1) | 330,091,526 | 330,091,526 |
| | <u>421,370,688</u> | <u>363,470,864</u> |
| NOTE 6.1- RECEIVABLE FROM GOVERNMENT OF SRI LANKA | | |
| Balance at the beginning of the year | 330,091,526 | 330,091,526 |
| Funds Received during the year from Government of Sri Lanka | - | - |
| Transferred to Restricted Funds-Grants from Government of India - (Note 9) | - | - |
| Balance as at year end | <u>330,091,526</u> | <u>330,091,526</u> |
| NOTE 7 - CASH AND CASH EQUIVALENTS | | |
| Bank of Ceylon - LKR accounts | 410,629,564 | 168,585,557 |
| Bank of Ceylon - USD account | 599,328,713 | 677,117,906 |
| | <u>1,009,958,277</u> | <u>845,703,463</u> |
| NOTE 8 - DESIGNATED RESERVES - CAPITAL - GRANTS FROM GOVERNMENT OF INDIA | | |
| Balance at the beginning of the year | 366,170,755 | 561,417,085 |
| Transferred from Restricted Funds - Grants from Government of India - (Note 9) | - | 8,054,949 |
| Realization of Reserve on Disposal of Assets | - | (637,936) |
| Un-realized Reserve on Revaluation | - | (859,967) |
| Depreciation of Property, Plant and Equipment | (189,542,961) | (201,803,376) |
| Balance as at year end | <u>176,627,794</u> | <u>366,170,755</u> |


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

| | 31.12.2023 Rs. | 31.12.2022 Rs. |
|---|---------------------------|---------------------------|
| NOTE 9 - RESTRICTED FUNDS - GRANTS FROM GOVERNMENT OF INDIA | | |
| Balance at the beginning of the year | 679,434,218 | 813,605,704 |
| Other Transfers during the year | - | - |
| Transferred to Receivable from Government of Sri Lanka - (Note 6.1) | - | - |
| Transferred to Designated Reserves-Capital-Grants from Government of India-(Note 8) | - | (8,054,949) |
| Transferred to the Statement of Comprehensive Income - (Note 16) | (11,683,080) | (126,116,537) |
| Balance as at year end | 667,751,138 | 679,434,218 |
| NOTE 10 - DESIGNATED RESERVES-CAPITAL-GRANTS FROM GOVERNMENT OF SRI LANKA | | |
| Balance at the beginning of the year | 418,940,000 | - |
| Addition of Ambulances Received in Grant | - | 398,750,000 |
| Transferred from Restricted Funds- Capital Grants from Government of Sri Lanka for New Ambulances - (Note 15) | 69,003,115 | 20,190,000 |
| Depreciation of Property, Plant & Equipment | (34,063,000) | - |
| Balance as at year end | 453,880,115 | 418,940,000 |
| NOTE 11 - REVALUATION RESERVE | | |
| Balance at the beginning of the year | 247,925,000 | - |
| Revaluation Surplus of Motor Vehicles | - | 247,065,033 |
| Un-realized Reserve on Revaluation | - | 859,967 |
| Balance as at year end | 247,925,000 | 247,925,000 |
| NOTE 12 - DESIGNATED RESERVES - CAPITAL GRANT FROM DONORS | | |
| Balance at the beginning of the year | - | - |
| Additions from Donors to the Fund | 29,085,500 | - |
| Balance as at year end | 29,085,500 | - |
| NOTE 13 - EMPLOYEE BENEFITS | | |
| Balance at the beginning of the year | 111,899,625 | 87,832,625 |
| Expense Recognised in the Statement of Comprehensive Income | 22,671,250 | 24,967,000 |
| Payments made during the year | (5,948,444) | (900,000) |
| Balance as at year end | 128,622,431 | 111,899,625 |
| NOTE 14 - OTHER PAYABLE | | |
| Statutory Audit Fee | 200,000 | 200,000 |
| Employee Trust Fund | 1,315,396 | 1,461,101 |
| Employee Provident Fund | 8,769,307 | 9,740,675 |
| Software Support Payable | - | 1,000,000 |
| Accrued Expenses | 11,700,345 | 10,471,974 |
| Other Supplier Payables and Creditors | 41,475,508 | 83,078,496 |
| | 63,460,556 | 105,952,247 |
| NOTE 15 - RESTRICTED FUNDS-CAPITAL GRANTS FROM GOVERNMENT OF SRI LANKA FOR CAPITAL EXPENDITURE | | |
| Balance at the beginning of the year | 124,810,000 | - |
| Funds Received for Capital Expenditure | 47,000,000 | 145,000,000 |
| Transferred to Designated Reserves-Capital-Grants from Government of Sri Lanka-(Note 10) | (69,003,115) | (20,190,000) |
| Balance as at year end | 102,806,885 | 124,810,000 |
| | For the year ended | For the year ended |
| | 31.12.2023 | 31.12.2022 |
| | Rs. | Rs. |
| NOTE 16 - INCOMING RESOURCES | | |
| Revenue Recognised against Cash Received from Government of Sri Lanka | 2,184,550,000 | 2,044,120,000 |
| Revenue Recognised against Pharmaceuticals, Drugs and Medical Consumables Received from Government of Sri Lanka | 27,211,835 | 13,650,910 |
| Revenue Recognised against Grants from Government of India-(Note 9) | 11,683,080 | 126,116,537 |
| | 2,223,444,915 | 2,183,887,447 |


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| | For the year ended 31.12.2023 Rs. | For the year ended 31.12.2022 Rs. |
|--|--|--|
| NOTE 17 - DIRECT EXPENSES | | |
| Ambulance Oxygen Expense | 2,724,535 | 2,422,228 |
| Ambulance Supply | 63,562,253 | 96,194,986 |
| Staff Salaries | 552,978,882 | 600,004,963 |
| Employees Provident Fund | 66,357,466 | 72,000,596 |
| Employees Trust Fund | 16,589,366 | 18,000,149 |
| Overtime Allowances | 378,468,586 | 429,967,103 |
| Travel and Other Allowances | 85,010,857 | 89,802,104 |
| Fuel Expenses | 346,561,044 | 369,627,694 |
| NTB Commission | 1,559,283 | 1,890,446 |
| Repair and Maintenance | 302,227,136 | 204,247,370 |
| Staff Uniforms | 103,521 | 1,312,118 |
| Vehicle Insurance | 57,747,896 | 47,159,469 |
| Telephone Charges | 27,355,829 | 31,740,204 |
| | <u>1,901,246,655</u> | <u>1,964,369,429</u> |
| NOTE 18 - INDIRECT EXPENSES | | |
| Advertisement Expenses | 1,279,669 | 1,626,822 |
| Bank Charges | 328,340 | 310,172 |
| Electricity Charges | 9,597,316 | 5,152,481 |
| Fuel Card Rentals | 295,151 | 415,380 |
| Fuel Expense- Other | 4,805,483 | 4,705,001 |
| General Administration Expenses | 1,073,723 | 81,631 |
| Insurance Workmen's Compensation | 701,017 | 713,723 |
| Personal Accident Insurance | 1,881,987 | 2,122,256 |
| Internet and Television Expenses | 62,285,068 | 46,450,972 |
| Legal Charges | 717,500 | 272,500 |
| Local Travel and Transport Expenses | 26,185,910 | 42,279,027 |
| Lodging and Boarding Expenses | 1,035,675 | 1,004,940 |
| Depreciation | 45,239,334 | 12,638,728 |
| Office Cleaning Expenses | 1,814,999 | 1,428,837 |
| Office Maintenance and Other Office Expenses | 1,105,345 | 1,042,176 |
| Service Charges | 2,014,429 | 1,873,890 |
| Postage and Courier Charges | 360,477 | 318,077 |
| Printing and Stationery Expenses | 1,163,052 | 1,451,315 |
| Audit Fees | 227,010 | 192,600 |
| Professional Charges | 26,473,557 | 28,369,188 |
| Rent Expenses | 21,860,662 | 19,482,704 |
| Security Charges | 4,771,356 | 4,056,928 |
| Software Support Fees | 12,155,415 | 6,474,671 |
| Staff Recruitment Expenses | - | 5,342,433 |
| Staff Welfare Expenses and Office Consumables | 3,519,095 | 3,480,039 |
| Training Expenses | 12,314,163 | - |
| GPS Expense | 10,030,286 | 7,911,910 |
| IT and Related Expenses and Annual Maintenance Costs | 3,852,312 | 1,527,532 |
| Office Renovation Expenses | 132,585 | - |
| Staff Retiring Gratuity | 22,671,250 | 24,967,000 |
| Outsourced Staff Cost | 37,344,212 | 43,314,093 |
| Mobile and Accessories Maintenance | 1,189,275 | 3,237,200 |
| Stamp Duty | 202,237 | 72,156 |
| Water Charges | 307,203 | 243,429 |
| Electronic Equipment Insurance | 332,517 | 211,259 |
| Equipment Maintenance | 1,109,404 | 1,432,412 |
| Fire Insurance - Business Premises Insurance | 361,755 | 296,373 |
| Write Off Supplier Advances | - | 2,545,754 |
| Loss on Disposal of Fixed Assets | - | 637,936 |
| | <u>320,738,766</u> | <u>277,683,546</u> |


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION

NOTES TO THE FINANCIAL STATEMENTS (CONTD.)

NOTE 19 - INCOME EARNED FROM OTHER ACTIVITIES

| | For the year ended 31.12.2023 Rs. | For the year ended 31.12.2022 Rs. |
|--|--|--|
| Exchange Gain | (67,878,457) | 338,633,192 |
| Scrap Sales and Other Income | 1,169,745 | 5,169,362 |
| Donations | 324,522,847 | 2,026,047 |
| Gain on Disposal of Ambulances | 6,048,902 | - |
| Realization of Reserve on Disposal of Assets | - | 637,936 |
| | <u>263,863,037</u> | <u>346,466,537</u> |

NOTE 20 - FINANCE INCOME

| | | |
|------------------------------------|------------------|------------------|
| Interest Income on Savings Account | <u>4,607,563</u> | <u>4,766,240</u> |
| | <u>4,607,563</u> | <u>4,766,240</u> |

NOTE 21 - CAPITAL COMMITMENTS

There were no major capital commitments which would require disclosure in the Financial Statements.

NOTE 22 - CONTINGENT LIABILITIES

There were no any contingent liabilities which would require adjustments to or disclosure in the Financial Statements.

NOTE 23 - EVENTS AFTER THE BALANCE SHEET DATE

There were no other events occurred after the balance sheet date which would require disclosure in the Financial Statements.


 MANAGER FINANCE & SCM
 1990 SUWA SERIYA FOUNDATION

AUDITOR GENERAL'S REPORT ON FINANCIAL STATEMENTS

NATIONAL AUDIT OFFICE

My No.: MED/B/1990SF
01/2023/42

Your No.:

Date: 24 April 2024

Chairman
1990 Suwaseriya Foundation

Report of the Auditor General on Financial Statements and other legal and regulatory requirements of the 1990 Suwaseriya Foundation for the Year Ended on 31 December 2023 as per Section 12 of the National Audit Act, No. 19 of 2018.

1. Financial Statements

1.1 Opinion

The audit of the financial statements of the 1990 Suwaseriya Foundation for the year ended 31 December 2023 comprising the statement of financial position as at 31 December 2023 and the statement of comprehensive income, statement of changes in accumulated fund and cash flow statement for the year then ended, and notes to the financial statements, including the 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. As per Article 154(6) of the Constitution, my report will be tabled in Parliament in due course.

In my opinion, the financial statements of the Foundation reflects a true and fair situation of the financial position as at 31 December 2023 and its financial performance and cash flows for the year then ended in accordance with the recommended accounting practices for nonprofit organizations.

1.2 Basis for Opinion

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

1.3 Other information in the 2023 Annual Report of the Suwaseriya Foundation

Other information means financial statement information included in the 2023 annual report of the Foundation expected to be provided to me after the date of this audit report, but not included in my audit report in relation thereto. The Management shall responsible for this other information.

My opinion on the financial statements does not cover other information and I do not express any assurance or opinion thereon.

My responsibilities in relation to my audit of the financial statements are to consider whether the other information identified above is quantitatively inconsistent with the financial statements to the best of my knowledge obtained during the audit or otherwise.

If I conclude that there are quantitative misstatements while reading the 2023 Annual Report of the Foundation, those matters must be communicated to the controlling parties for correction. If there are further uncorrected misrepresentations, I will include them in the report tabled in Parliament in due course in accordance with Article 154.

1.4 Responsibilities of the parties managing and controlling the financial statements

Management is responsible for preparing and fairly presenting these financial statements in accordance with recommended accounting practices for non-profit organizations and determining the internal control necessary to enable the preparation of financial statements that are free from quantitative misstatement, whether due to fraud or error.

In preparing the financial statements, it is a responsibility of the management to assess the ability of the foundation to continue as a going concern and it is also the responsibility of management to keep accounts on a going concern basis and to disclose matters related to the going concern basis unless the management intends to liquidate the foundation or cease operations in the absence of any other alternative.

Controlling parties are responsible for checking the foundation's financial reporting process. As per Sub-section 16(1) of the National Audit Act, No. 19 of 2018, the Foundation shall maintain proper books and records of its income, expenditure, assets and liabilities, to enable it to prepare annual and periodic financial statements

1.5 Responsibility of the Auditor in the Audit of Financial Statements

My intention is to issue the audit report with my opinion and to give reasonable assurance that the financial statements as a whole are free from quantitative misstatement resulting from fraud and error. While fair certification is a high-level guarantee, it does not always mean that the auditing conducted in pursuance of Sri Lanka Auditing Standards always discloses quantitative misstatement while auditing. Frauds and errors can result in quantitative misstatements, either individually or collectively and it is expected that this will affect the economic decisions made by the users based on these financial statements.

This audit was conducted by me in accordance with Sri Lanka Auditing Standards with professional judgment and professional ambivalence. Further,

- My opinion is based on obtaining appropriate and adequate audit evidences to avoid risks of fraud and error, by designing appropriate audit procedures while identifying and assessing the risks of financial statements that may occur due to fraud or error. The effect of fraud is stronger than the effect of a quantitative misstatement and, collusion, forgery, intentional avoidance or avoidance of internal control lead to fraud.
- Although an understanding on the internal administration of the Board was adopted as, appropriate to design appropriate audit procedures. However, it does not intend to express an opinion on the effectiveness of internal administration.
- The fairness of accounting policies and accounting estimates applied and the appropriateness of the related disclosures made by the management was evaluated.
- The relevance of using the foundation of organization's continuity for accounting was determined based on audit evidence obtained as to whether there is quantitative uncertainty about the continuity of the Board due to events or circumstances. If I conclude that there is sufficient uncertainty, my audit report should focus on relevant disclosures in the financial statements. If that disclosure is inadequate, my opinion must be modified. However, continuation can end on future events or circumstances.
- The presentation, structure and content of the financial statements, which include disclosure, were evaluated and the transactions and events based on are recognized in the financial statements as appropriate and fair.

The controlling parties were briefed on key audit findings, key internal control deficiencies and other issues identified during my audit.

2. Report on other legal and regulatory requirements

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

2.1.1 In accordance with the requirements set out in Section 12 (a) of the National Audit Act No. 19 of 2018, I have obtained all necessary information and clarifications for the audit and my investigation shows that the proper financial records were maintained by the Foundation.

2.1.2 The financial statements of the Foundation are compatible with the previous year in accordance with the requirements of section 6 (1) (d) (iii) of the National Audit Act No. 19 of 2018.

2.1.3 The recommendations I made last year are included in the financial statements submitted in accordance with the requirements of section 6 (1) (d) (iv) of the National Audit Act No. 19 of 2018.

2.2 On the procedures followed and, on the evidence, obtained and in limiting quantitative matters I found none of the facts were significant enough to make the following statements.

2.2.1 In accordance with the requirements of Section 12 (d) of the National Audit Act, No. 19 of 2018, any member of the Foundation have any agreement relating to the Foundation is in any way directly or otherwise outside the normal business context.

2.2.2 Act of non-compliance with any applicable written law or other general or special directives issued by the Board of Directors of the Foundation, except for the following observations as required by Section 12 (f) of the National Audit Act No 19 of 2018.

| Reference to Laws, Rules and Regulations ----- | Observation ----- |
|---|---|
| <p>1990 Suwaseriya Foundation Act No. 18 of 2018</p> <p>Section 12 (1)</p> | <p>Although it is required that the Board meetings should be held once a month, only 06 Board meetings had been held in the year under review</p> |
| <p>2.2.3 Acted inconsistently with the powers, duties and functions of the Foundation as required by Section 12 (G) of the National Audit Act No. 19 of 2018.</p> | |
| <p>2.2.4 The resources of the Foundation have not been procured and used economically, efficiently and effectively in accordance with the relevant rules within the time limits as required by Section 12 (H) of the National Audit Act No. 19 of 2018.</p> | |
| <p>2.3 Other matters -----</p> | |
| <p>(A) The approved cadre as at 31st December 2023 was 1,992 and as at that day the existing cadre was 1189. Accordingly, there was a cadre shortfall of 803 of which 363 were ambulance drivers.</p> | |
| <p>(B) The salary structures for cadre of Suwaseriya Foundation had been approved as of 01st August 2019, however, annual salary increment structure had not been approved.</p> | |
| <p>(C) An interview had been held for the recruitment of an officer for the post of Head of Finance, which is a post of the top management. An officer was hired on contract basis on September 02, 2021 as a Financial Advisor who was not included in the approved cadre, on the recommendations of the interview panel for a period of 06 months and no permission has been obtained from the Department of Management Services in this regard. Although the contract can only be extended for further 06 months as per the terms of appointment, his contract period has been extended by an additional 25 months till 19th April 2023. However the work of preparing a financial regulation code unique to the Foundation, which is considered to be one of his main duties, had not been done as at 02nd February 2024. Therefore, the recruitment on contract basis and not</p> | |

terminating his service as per the agreement and not taking steps to appoint a permanent officer for the post of Chief Financial Officer, which had been vacant for more than three years, by March 15, 2024, was problematic

- (D) According to the Memorandum of Understanding signed with the Ministry of Health and GVK EMRI Lank (Private) Ltd on 24 April 2018 and Section 26 (c) of the 1990 Suwaseriya Foundation Act, No.18 of 2018, the recurrent expenditure incurred for the operation of the Suwaseriya Foundation should be reimbursed by the Government. However, the recurrent expenditure of Rs.330,091,526 as at January 01, 2023 has not been reimbursed even in the year under review.

Signed Illegibly
W.P.C. Wickramarathna
Auditor General