

# Annual Report

## 2013



**Sri Lanka Inventors Commission**

Ministry of Technology & Research



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LANLIB Building, No.46/56, Nawam Mawatha, Colombo 02

# ANNUAL REPORT - 2013

## SRI LANKA INVENTORS COMMISSION

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## **MEMBERS OF THE COMMISSION**

Mr. Deepal Sooriyaarachchi  
Commissioner

Dr. Gamika Prathapasinghe  
Assistant Commissioner

Mr. Nalin D. Karunasinghe  
Assistant Commissioner

Mrs. P. M. Sudharshanie Peiris  
Treasury Representative

### **DIRECTOR (CEO)**

Mrs. D. Anuradha L. Ileaperuma  
Director (CEO) (Acting)

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## **Message from the Commissioner**

“As a highly motivated team, who chose to ignore the difficulties and short comings we have achieved so much in this year” is how I would describe the year under review.

Guided by the three year strategic plan developed for the period of 2013-2015 the commission continued its operations.

All the activities of the commission are structured under five strategic thrust areas. We have made significant progress in all the areas in spite of the limited human and financial resources. One of the flagship events of the year was conducting first every TV reality show of Young school Inventors which was adjudged as the Best Quiz Programme of the year at the Raigam Tele Awards for 2013.

Commission believes that its key responsibility is to position Innovation as a priority item in the national agenda and facilitate creating the right eco system for inventors to thrive. The future of this country will depend on our ability to innovate in all spheres of the economy. Once the supportive eco system is developed the innovations will flourish enriching the economy. Quality of innovations, Entrepreneurship of inventors and the Supportive investor community and the Policy frame work are the important ingredients of an innovation lead economy. In all our activities we had this big picture in mind. Rather than supporting a few individuals what is more important is creating the eco system.

The biggest setback we had during the year was the unfortunate fire that took place during the Sahasak Nimevum Exhibition destroying nearly 200 inventions. The personal guidance, support and encouragement we received at that darkest hour from our Minister gave us courage to face the challenge. We immediately set up the project Phoenix to find ways and means to help the inventors get back on track.

Thanks to the initiative of the Ministry of Higher Education –titled SIIP (Solutions, Inventions, Ideas and Products) we saw a significant increase in the number of inventions at the exhibition from almost all the universities.

We can be proud that our inventors are of world class as our 2012 Dasis Award Winner was presented Gold and Silver for his award winning inventions at Geneva International Inventions Competition. In fact all the inventors nominated since 2011 have won awards at this prestigious exhibition

Except a few we are yet to see a critical mass of inventors making significance commercial success. But we observe the movement in the right direction.

The Inventors Fund was not active for a number of years. This year we were able to select a group of promising few inventors following a rigorous and transparent selection process to be provided with grants to further improve their inventions. But as I mentioned before emphasis should be towards enhancing the supportive eco system.

## ACKNOWLEDGMENT

Media continued their support by providing generous space and time to promote inventors in general and not only the activities of the commission.

The secretary and the officers of the Ministry and other Organizations of the ministry provided their unreserved support whenever we approached them.

I owe a big thank you to my team who are highly engaged and committed and passionate in whatever they do. Having come from the private sector I am truly proud to lead such a team.

Ms Anuradha Illeperuma, who for three years acted as the Director contributed significantly towards fulfilling the objectives of the commission. She was enthusiastic and acted with a great sense of professionalism.

My fellow Assistant Commissioners gave me tremendous strength through their time, expertise and specially the point of view of inventors. The treasury representative Ms Malika Samaraweera who was appointed early this year plays a very active role adding value demonstrating a high degree of commitment towards achieving the vision of the commission.

## INTRODUCTION

Sri Lanka Inventors Commission (SLIC) which was established by the Sri Lanka Inventors Incentives Act No 53 Of 1979 functions under the Ministry of Technology and Research since May 2010. As stipulated by the Act, the Commission consists of a Commissioner and two Assistant Commissioners.

The constituted Commissioner and two Assistant Commissioners are as follows;

Mr. Deepal Sooriyaarachchi	-	Commissioner
Dr. Gamika Prathapasinghe	-	Assistant Commissioner
Mr. Nalin D. Karunasinghe	-	Assistant Commissioner
Mrs. Anuradha L. Ileaperuma	-	Senior Assistant Secretary of the Ministry of Technology and Research acted as the Director of the SLIC

The prime objective of setting up of the Sri Lanka Inventors Commission is to encourage and promote Sri Lankans' creativity and providing financial, legal and technical assistance develop their inventions and innovations.

## VISION

Prosperity through Inventions and Innovations

## MISSION

- ✧ Be the leading catalyst in bringing out innovative capability of the nation
- ✧ Be the forerunner of the facilitation process in converting ideas in to practical applications

## OUR VALUES

- ✧ Inventors will perceive us to be proactive and supportive
- ✧ Government –will see us as result oriented, well managed institution that takes effort to generate funds to be self sufficient
- ✧ Public –will see us as a people friendly government institution
- ✧ Staff-we will be a team committed to the cause of promoting inventiveness in the society

## THE KEY THRUST AREAS OF FOCUS OF THE SLIC

Activities of the Commission are aligned to Five Key Thrust Areas as per the strategic plan.

Key Thrust Area	Outcome at national level	Achievement		
		2011	2012	2013
Enhance exposure and education opportunities so that the quality of innovations become more advanced	The number that wins national/presidential awards	08	261	72
	The number that wins international awards	-	02	02
	The number commercialized and the value generated.	20(up to 2011)	Data is not readily available	Data is not readily available
Facilitate access to Capital, Technology, Markets	The number of innovations commercialized and the value generated	20	Data is not readily available	Data is not readily available
	The number of investors supported by Angel investors	-	-	Lankan Angel Network agreed to support "Sahasak Nimewum" winners
Empower and Enhance the Image of inventors and innovations becoming a key item in the national agenda	The amount of media publicity to innovations, recognitions offered to inventors by various other public and private organizations	Not available	6660 Column Cm (in 06 papers)  Almost all the TV channels	5195 Column Cm (in 03 papers)  Almost all the TV channels
Reduce Financial Dependency	Value of sponsorships that come from private sector for various events organized by SLIC  Number and amount of money provided to inventors by private sector	Not available	09 Mn	0.9 Mn  Lankan Angel Network agreed to support "Sahasak Nimewum" winners
Develop Human Resources	No of training programmes provided	-	06	11

## PHYSICAL PERFORMANCE

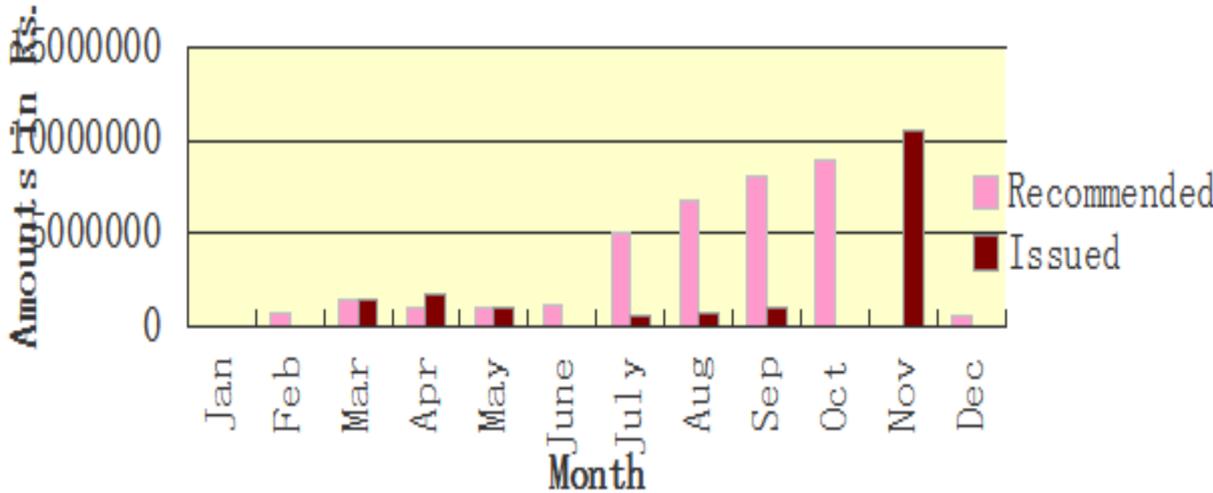
### BACKGROUND

The amount of funds allocated from the national budget year 2013 for capital expenditure was Rs. 35 Mn. Although the Department of National Budget recommended to the Treasury a release of Rs. 34.72 Mn to the SLIC for capital expenditure what was received only Rs.17 Mn. This negatively affected development programmes carried out by the SLIC in the year 2013.

Amount is in Rupees.

Month	Recurrent		Capital	
	Recommended	Issued	Recommended	Issued
January	950,000.00	950,000.00	-	0.00
February	1,100,000.00	1,100,000.00	710,000.00	0.00
March	1,640,000.00	1,640,000.00	1,475,000.00	1,475,000.00
April	1,300,000.00	1,300,000.00	1,000,000.00	1,710,000.00
May	420,000.00	420,000.00	1,026,000.00	1,026,000.00
June	900,000.00	900,000.00	1,100,000.00	0.00
July	1,850,000.00	1,250,000.00	5,015,000.00	500,000.00
August	2,700,000.00	1,500,000.00	6,835,000.00	750,000.00
September	2,500,000.00	2,900,000.00	8,015,000.00	1,000,000.00
October	1,800,000.00	2,400,000.00	8,985,000.00	0.00
November	2,145,000.00	870,000.00	0.00	10,600,000.00
December	1,814,000.00	1,300,000.00	563,100.00	0.00
<b>Total</b>	<b>19,119,000.00</b>	<b>16,530,000.00</b>	<b>34,724,100.00</b>	<b>17,061,000.00</b>

## Progress of Fund Receipt –Capital Expenditure



**THRUST AREA: EXPOSURE AND EDUCATION TO PROMOTE MORE IMPROVED OR TECHNOLOGICALLY ADVANCED INVENTIONS.**

**PROGRAMME 01: SCHOOL YOUNG INVENTORS CLUBS AND PROVINCIAL INVENTION EXHIBITIONS**

**1. WORKSHOP FOR PROVINCIAL AND ZONAL COORDINATING DIRECTORS**

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With a view to identifying strategies to inspire creativity of students a national level workshop for provincial and zonal coordinating directors of the Ministry of Education was held at the auditorium of Isurupaya on 29<sup>th</sup> January 2013.

The importance of holding school and zonal level invention exhibitions was emphasized at the workshop and we requested them to hold all the zonal level invention exhibitions on or before the month of May 2013 and send the results to the Commission to invite them to participate in provincial invention exhibitions.

69 participants participated in the seminar representing zonal and provincial education Offices Island wide.

**11. WORKSHOP ON EVALUATION OF STUDENT INVENTIONS**

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As per the circular issued by the Ministry of Education with regard to setting up of inventors clubs in 1AB, 1C and Type 2 schools, school and zonal level exhibitions and competitions should be organized to select inventions to be considered at the provincial level. Having understood that one of the major obstacles in organizing school and zonal level exhibitions and competitions is non availability of experts for invention selections panels at regional level the commission organized a workshop to train professionals on evaluation of inventions at school and zonal invention exhibitions. The participants were selected from Technical Colleges and Universities Island wide, teachers from schools where active young inventor clubs are functioning and education directors from zonal and provincial education officers.

Experienced professionals from the fields of engineering, education and successful school level inventors shared their knowledge and experience at the workshop.

The participants were provided with a guide lines and they were shown school level inventions from different parts of the world as well in order to expand their exposure.

The list of names of experts who were trained at the workshop was sent to all the zones and provinces in order to get their assistance for zonal or school inventions exhibitions.

The total number of experts of different government institutions trained at the workshop is 96

<b>Universities</b>	<b>17</b>
<b>Schools, Provincial and Zonal Education Offices</b>	<b>68</b>
<b>Technical Colleges</b>	<b>11</b>
<b>Total</b>	<b>96</b>



The event of Mr.D. M. Punchibanda conducting the programme

#### **111. AWARENESS SEMINARS**

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The commission conducted 08 awareness seminars on inventions, innovations and protection of IP in following schools during the year 2013.

Maurapada M. M. V., Mawanella  
Dedigama Perakumba M. V., Kegalle  
Seewalie V., Ratnapura  
Kegalu B. V., Kegalle  
Usgalatissa M. M. V., Galgamuwa  
Dahanekgedara M. V., Kurunegala  
Dharmaloka Vidyalaya, Kelaniya  
CMS Hillwood College, Kandy

#### **1V.PROVINCIAL INVENTION EXHIBITIONS**

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As stipulated in the Circular no.2006.06.06 issued by the Ministry of Education with regard to setting up of Young Inventors Clubs in 1Ab, 1C and Type 2 Schools the SLIC is obliged to hold Provincial level Invention Exhibitions in collaboration with the Ministry of Education and the Provincial Education Departments. Accordingly the provincial invention exhibitions were organized by the SLIC covering all 09 provinces.

The places and dates of exhibitions were held and the number of provincial level winners is as follows.

<b>Province</b>	<b>Place of the exhibition held</b>	<b>Date</b>	<b>No. of winners</b>
Sabaragamuwa	Eheliyagoda National School	2013 06.21	27
Eastern	Human Resource Development Centre - Thulsiripura	05.07.2103	27
Northern	Kokuwil Hindu College, Jaffna	06.07.2013	24
Central	D.S. Senanayake Vidyalaya, Kandy	09.07.2013	26
Southern	Mahinda Rajapaksha Vidyalaya, Matara	10.07.2103	19
North Central	Education Development Centre Anuradhapura	15.07.2013	20
North Western	Sri Nissanka Maha Vidyalaya	20.07.2013	23
Uva	Hali Ela National School, Badulla	02.08.2013	27
Western	Ananda College- Maradana	21.09.2013	56

## PROGRAMME 02: YOUNG INVENTORS CLUB - REALITY TV PROGRAMME

Young Inventors Club reality TV programme is first of its kind to be telecast in Sri Lanka. This was initiated by the commission in the year 2013 in assistance with Independent Television Network ITN.

Finding a technical solution to a given problem during a limited period of time and presenting it to the viewers attractively was the challenge of this programme.

The objective of conducting this programme was leveraging the power of electronic media to popularize school young inventors clubs and stimulate students' creativity.

Personality development of students was another benefit student received by participating in this programme.

The groups of students selected from 54 active school young inventors clubs across the country were eligible to compete in the programme. Two groups from different school young inventors clubs competed at a time and one group of students who got the highest marks was eligible to compete in second round at the end of each month. After six months there were six winning teams to compete in second round and in the end of the second round three victorious teams were identified. Among these victorious three groups the two teams who scored higher marks were eligible to compete in the final round.

The programme was consisted of 28 episodes during the first round; 3 episodes during the second round and final round of one episode.

The schools belonged to winning teams of first, second and final rounds are as follows.

The winning schools of first round

1. Isipathana College ,Colombo
2. Bandaranayake MV, Gampaha
3. Mawanella Mayurapada Central College
4. Dedigama Perakumba MV, Kegalle
5. Sri Koneshwara Hindu College, Trincomalee
6. Meepawela Amerasuriya Vidyalaya, Galle

The teams of each school were awarded certificates and trophies.

The four teams belong to following schools that scored highest marks respectively were recommended to the second round.

1. Mawanella Mayurapada Central College
2. Dedigama Perakumba M.V, Kegalle
3. Sri Koneshwara Hindu College, Trincomalee
4. Gampaha Bandarainaike M.M.V.

The four teams of above schools were given same challenge to come up with a technical solution. Based on the competence the teams shown on practicability and accuracy of the solution and presentation skills the two teams of Maurapada Central College and Sri Koneshwara Hindu College were qualified to the final round.

Presenting most outstanding solution for the problem of the final round the team of Mayurapada Central College was able to win the Cup of the Young Inventors Club reality TV Programme while the team of Sri Koneshwara Hindu College won the award of first runner up.

The most popular award which was sponsored by the Channel ITN was won by Dedigama Perakumba MahaVidyalaya.

The final programme was recorded in the presence of the Hon Minister and a large number of VIPs enhancing the overall impact of the programme.

In order to meet the short fall of funds in developing and telecasting the programme the Commission was able to get a part sponsorship from Sampath Bank. They in addition conducted presentation skills development programmes for all the participants free of charge by engaging experts.

This programme won the award of Best Quiz TV Programme at the Raigam Tele Awards 2014.

Special moments of the final round of the programme



## **THRUST AREA: EMPOWER AND ENHANCE THE IMAGE OF INVENTORS AND BRING INNOVATION TO THE FOCUS OF THE NATIONAL AGENDA.**

### **PROGRAMME 03: INVENTORS FORUM**

The Inventors Forum is organized by the commission in collaboration with Sri Lanka Institute of Marketing (SLIM) to share the experiences of successful entrepreneurs with the prospective inventors identified by SLIC to provide them with an awareness of marketing strategies. The forum was held with the participation of 59 inventors. The Chairman of Raigam Kingdom (producer and marketer of Raigam Products) Dr. Ravi Liyanage and Mr. Lal Keerthi Gunawardena, Chairman of Lucky Lanka Group (Lucky Yoghurt) of Companies shared their experiences with the inventors.

Inventors rated this experience very high and they confirmed that it was an eye opener for most of them.

### **PROGRAMME 04: PARTICIPATION OF INTERNATIONAL EXHIBITION OF INVENTIONS - GENEVA**

The winner of Dasis Award Manju Gunawardene was sponsored to take part at the International Inventors Exhibition. His inventions; Photocatalytic, visible light responsive air purification CFL lamp for chemical and microbiological contaminant removal and Ozone-Photocatalysis based combined environmental sterilization system for hospital acquired infection control were presented with Gold and Bronze awards respectively.

On his return he was recognized by the Hon Minister and subsequently by HE the President at the Temple Trees.

### **PROGRAMME 05: “SAHASAK NIMEWUM”; NATIONAL INVENTION EXHIBITION**

“Sahasak Nimewum”, National Invention Exhibition is the only national level exhibition in Sri Lanka devoted for the inventors of the country. This is the only platform for the inventors to showcase their creative talents to the nation, win awards and meet investors on one stage. There are number of technical fields covering each and every aspect of modern and traditional technologies available for inventors to enter in to the exhibition and competition. The Awards to the tune of LKR 9 Million were made available for inventors to win.

The exhibition is consisted of four participating categories mentioned below and the overall best invention in each of the participating category is bestowed by the “Dasis” award.

School	249
University and technical college	208
Open	370
Commercialized invention	12

The students from School Category have the opportunity of winning three junior Dasis Awards for their best three inventions.

There are 12 technical fields to enter into the exhibition and competition;

- |                               |                                      |
|-------------------------------|--------------------------------------|
| 1. Making disable independent | 7. Construction                      |
| 2. Energy                     | 8. Entertainment                     |
| 3. Health and Nutrition       | 9. Transport                         |
| 4. Environment                | 10. Textile, Apparel and accessories |
| 5. Agriculture                | 11. Teaching Aids                    |
| 6. Security and Safety        | 12. Communication and Transportation |

Inventors had the opportunity of winning first, second and third places under each of the above categories.

In addition to the above entry fields the following nationally significant fields were introduced to select over all winners.

1. Traditional Knowledge
2. Substitutes for Imports
3. Electronics
4. Nano Technology
5. Information and Communication Technology

The number of inventions registered for the exhibition this year under each participating category was as follows.

School	249
University and technical college	208
Open	370
Commercialized invention	12

Unfortunately minutes before the exhibition was declared opened by the Hon Minister, a fire erupted in one of the pavilions owing to a malfunctioning of an exhibit. As a result the entire hall with nearly 200 inventions was destroyed. Since this had part of Open, University and Commercialized categories the competition was not held for those categories.

However the School Category was continued with the exhibition and the competition.

### Province wise winners' distribution

Province	Total number of awards
Central	7
Western	22
Sabaragamuwa	10
North Central	4
North Western	5
Southern	5
Uva	5
Eastern	7
Northern	7

Details of all the affected inventors were recorded immediately after the disaster. The police ruled out any sabotage but confirmed after initial investigations that the fire had erupted in a particular stall.

Hon Ministers personal presence and re assurance gave a lot of confidence to the affected inventors.

As originally planned the following two days the Student Section of the exhibition was opened by Hon Minister of Education and Hon Minister of Youth Affairs.

The events of "Sahasak Nimewum", National Invention Exhibition



Project Phoenix



Following the disaster commission had an internal evaluation of the process and noted areas for improvement.

Project Phoenix was an initiative launched to support the affect inventors with the participation of the private sector. Hon Minister was personally involved in this exercise by contacting the different corporate establishments for support and media stations to run the campaign related to it.

In order to prioritize providing assistance all the affected inventors were interviewed by the same panel of judges and the inventions were rated based on the potential for commercialization.

This process was completed before the end of the year itself.

The best inventions from the university categories were short listed to be nominated for the Geneva International exhibition.

## PROGRAMME 06: PRESIDENTIAL AWARDS

Granting Presidential Awards for the patented inventions in Sri Lanka is one of the annual events organized by the SLIC as stipulated in the Sri Lanka Inventors Incentives Act. The competition for selecting inventions for Presidential Awards for the year 2011 and 2012 was held in this year.

Though the selection of winners are done annually the awards presentation is done biannually considering the small number of patented inventions available.

An expert panel of judges appointed by HE the President selected the inventions for the Awards of the year 2011 and 2012. Having concluded the evaluation the commission requested a date from HE the President to hold the Award Ceremony of the year 2011 and 2012. ( the award presentation took place in .. 2013)

The progress of receiving applications for the Presidential Awards competition and the number of winners each year was as follows;

Number of applications received for the competition in the year 2011	-	23
Number of applications received for the competition in the year 2012	-	29
Number of winners in the year 2011	-	08
Number of winners in the year 2012	-	06

## Presidential Awards winners Year 2011

Invention Name	Inventor Name	Aderess	Field	Type of Award
Composite Biofilter Liner and Cover Systems for Bioremediation Systems	Prof. Benedict Francis Anthony Basnayake	No: C/57, University Quarters, Augustar Hil, Peradeniya	Environment	Gold
Auto Valtage Security System	Industrial Technology Institute	Smart Visual Enterprises, Millaniya estate, 3rd Stage, Paragastota	Engineering	Gold
Three Dimensional Picture Technology	Amanda Creations	No. 102/23, Donaled Perera Mawatha, Kohila watta, Wellampitiya	Arts	Gold
Manufacturer of low aromatic white spirits	K. A. D. A. L. Perera	No 25/4A, Jayapura Mawatha, Beddagana, Pitakotte	Chemistry	Merit
Cold Air Retainer Door Screening System	Palpola Loku Liyanage Chandima Subhashana Alwis	No 294F, Sirinanda Jothikarama Mawatha, Thalawathugoda	Energy	Merit Awards
"Link" Digital Taxi Meter	T. P. Kariyakarawana/Dr Aruna Rathnasooriya	27,Thimbirigasyaya Place,Colombo 05 / No. 55/7, Swarna Road, Colombo - 06	Transport	Merit Awards
Visualisation Shopping Portal	Prasad Thushara Peiris	No. 700/4A, Haritha Uyana, Kottawa	Industries & Technology	Merit Awards
Sunbird Technology	Sunbird Super Solar Hotwater System	Jude Fernandopulle Associates (Provate) Limited	Energy	Merit Awards

## Presidential Awards Winners Year 2012

Invention Name	Inventor Name	Address	Field	Type of Award
Automatic Electronic Time And Speed Controller For Ceiling Fans	Prof. K. K. Y. W. Perera	No. 86, School Lane, Colombo 03	Engineering	Gold
Safety Coconut Husk Feeding Mechanism to extract bristol fibre from traditional fibre extraction processes	Anura Sooriyaarachchi	No. 66, Labugama, Haltota	Industries & Technology	Gold
Karapincha Mixed String Hopper Rice Flour	A. P. Jayathilake	York Industres, Parackrama Samudraya, Polonnaruwa	Food	Gold
Sense Tech Back Pain Reliever	Amitha De Silva	No. 72, Weliamuna Road, Hendala, Wattala	Medicine	Gold
Auto Reload System for mobile phones	Dissanayakage Ajantha Roshan Dissanayaka	No. 154, Passara Road, Pelgahatenna	Engineering	Gold
An Improved Shock Absorber With Megnetic Double Filters And Eco Friendly Repairing And Recycling Method Thereof	Subadhra Kankanamalage Chandralal Kumarasiri	No. 140/D, Samagi Mawatha, Kanduboda, Delgoda	Transport	Merit

## PROGRAMME 07: NATIONAL SYMPOSIUM OF INVENTORS

The objective of holding National Symposium of Inventors is to exchange knowledge, ideas of inventors, share experiences of successful entrepreneurs and discuss problems of inventors in the hope of finding common realistic solutions.

The national symposium was held this year with the participation of Hon.Minister of Technology and Research in association with the Sri Lanka Institute of Marketing. This gave an opportunity to bring the challenges faced by the inventors and the opportunities as well to the Marketing fraternity as well as providing an forum for inventors also to establish partnerships with them. A gallery of potential inventions was organized to get the idea of current inventions available and discuss the possibility of introducing them to the market.

The inventions showcased in the gallery were admired by the visitors and Hon.Minister got actively involved in the discussions with inventors.

The selected inventors for receiving grants from the Inventors Fund were donated grants of their first installment by the Hon.Minister at the symposium.

### The special events of the Inventors Forum



## **THRUST AREA: FACILITATE ACCES TO CAPITAL TECHNOLOGY AND MARKETS**

### **PROGRAMME 08: INDUSTRY INVENTOR ROUND TABLE**

A round table was established with the participation of representatives from the Ceylon Chamber of Commerce, National Chamber of Commerce, and Chamber of Young Lankan Entrepreneurs. This will give the commission an opportunity to closely work with the private sector.

### **PROGRAMME 09: WEB STRATEGY**

The web continues to be an important element of the overall strategy of the commission. The web site is regularly updated with all the activities of the commission as well as useful information to the inventors. An average of 500-600 unique visitors reach the site and many inventors have received commercial inquiries through the web site.

## PROGRAMME 10: INVENTORS FUND

The Inventors Fund which had not been functioning from the year 2009 was brought in to operation in the year 2013 granting funds to 08 inventors.

A comprehensive and transparent process was used in selecting the recipients who were short listed from the participants of the Sahasak Nimevum 2012. The finalists were selected from the 40 through a series of interviews by a panel that had inventors, domain experts as well as private sector business leaders. Priority was given to those inventors and inventions that had high commercial potential. Those were to be granted more than LKR 100,000 were personally visited by the officers of the commission and each recipient is being followed up by an officer.



Name of the inventor	Name of the invention	Amount approved for the project (Rs.)	Amount released at 1 <sup>st</sup> stage (Rs.)	Purpose of funding	Amount to be released at the 2 <sup>nd</sup> stage
L.R.U.H.Wijerathne	Ekel Extractor	25,000	25,000	Develop the machine	-
Asiri Dilhan de Silva	Green Powered Educational Paper Toys	200,000	200,000	Purchase of raw materials	-
Ariyapala Ukwatta	Onion Cutting Machine	50,000	50,000	Make 05 machines	-
Hemantha Dissanayake	Injecting Solution for Corrosion Casting	100,000	100,000	Purchase of raw materials	-
Nelum Udayakantha	Peanut Harvesting Machine	50,000	50,000	Develop the machine	-
K.V.A.Wijayawansa	Organic Insecticide	250,000	240,000	Purchase an oil extracting machine.	-
Amitha De Silva	Elevated Toilet Seat	1,400,000	639,429	Purchase raw materials	Rs.760,571
K.M.Wijepala	Organic Fertilizer	1,200,000	737,200	Purchase raw materials	Rs.462,800

The events of candidates of Inventors Fund are being evaluated

The amount of funds disbursed to the inventors is as follows;

## THRUST AREA: DEVELOP HUMAN RESOURCES

### PROGRAMME 11: GOVERNANCE

The following vacancies were filled during the year.

Position	No of vacancies filled	Position	No of vacancies filled
Research Assistant	03	K.K.S.	01
Management Assistant	03	Driver	01
Programme Officer	01		

The position of Director was advertised twice but the salary offered in relation to the qualification and experience stipulated is the main barrier to attract candidates. Ms Anuradha Illeperuma the Senior Assistant Secretary of the Ministry who was acting in the position of director was recalled by the ministry by the end of December 2013.

The following training programmes were conducted to enhance the capabilities of the staff. Some have been sponsored by the private sector institutions.

Name of the Officer	Position	Name of the Training received
All the Staff		Self-discovery through MBTI – By Dimuthu Piyasena at AIA Insurance
Mrs.Deepika Kahatapitiya	Assistant Director (Projects)	Exceptional leadership and Authentic Image Management
Mr. Gayan Kumara	Assistant Director (Finance)	1.SLFRS & LKAS-Preparation of Financial Statement 2.Basic Procurement Procedure
Miss Sewwandi Pathirana Mr.M.R.M.Aroosh	Management Assistants	Annual Stock Verification and Disposal Procedure
Ms.K.K.D.S.V.Ranaweera	Programme Officer	Project Management
Mrs.Nirosha Siriwardena Mrs.Cherika Seneviwickrama	Programme Officers	Supervisory Development Procedure

Name of the Officer	Position	Name of the Training received
Mr.M.R.M.Aroos Mrs.Devika Basnayake	Management Assistants	1.Office Management and Office Procedure 2.Skills Development for Development Assistants and Management Assistants
Mrs.Vindyani Ranaweera Mrs.Cherika Seneviwickrama Miss.Tharaka Weerasena	Programme Officers Research Assistant	Intellectual Property and Patent Search

## MEDIA PUBLICITY

In order to position the importance of innovation commission actively promoted its activities in media by obtaining free editorial space.

In addition the commissioner was invited to speak on innovation at a number of national and international forums on topics related to innovation. These engagements will eventually help the commissioner's effort in getting private sector support to promote innovation.

Unleashing Innovation 2013- organized by Asian Wall Street Journal was held in Singapore. Commissioner was invited to host a round table discussion.

National Convention of Computer Society of Sri Lanka.

National Convention of Chartered Accountants of Sri Lanka.

LBO Forum on Innovation

Strategic Issues of Innovation Conference – organized by the Lakshman Kadiragamar Institute.

Special Session on Innovation at the Post Graduate Institute of Management.

SLIM evening Meeting for members.

Members Meetings of two Rotary Clubs of Colombo.

In addition the Commissioner highlighted the issues pertaining to innovation through his regular column in Business LK and Dirimaga Magazines.

He was also invited to speak on Innovations in Rupees and Cents and Doramadalawa highly rated magazine programmes on ITN

## **THE SLIC ACT**

The Commission submitted through the secretary to the MOTR proposals to amend the Sri Lanka Inventors Incentives Act No.53 of 1979 reflecting the current needs of the commission.

## **BUDGET AND OTHER PROPOSALS.**

Commission proposed that the Angel Investors be considered for Triple Tax Benefits as in the case of Research expenses considering the risk taken by them in investing in innovations.

Commission also submitted a proposal requesting a postal stamp to be issued in memory of Vidya Jothi Ray Wijewardena a pioneering inventor of the country.

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# Financial Statement 2013(Restated)

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Year ended 31 December  
2013

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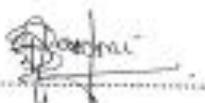
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SRI LANKA INVENTORS COMMISSION  
இலங்கைப் புத்தாக்கலர் ஆணைக்குழு

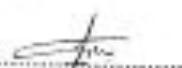
[Ministry of Technology and Research]



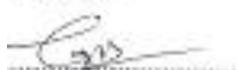
**SRI LANKA INVENTORS COMMISSION  
STATEMENT OF FINANCIAL POSITION  
AS AT 31st DECEMBER 2013**

	NOTES	2013 Restated Rs	2013 Rs	2012 Restated Rs
<b>ASSETS</b>				
<b>NON-CURRENT ASSETS</b>				
Property, Plant and Equipment	5	8,412,881.05	8,422,486.05	10,273,004.82
Distress Loan		549,420.00		482,930.00
<b>CURRENT ASSETS</b>				
Prepayment for Other Contractual Services		341,088.44	341,088.44	341,088.44
Distress Loan		158,780.00	708,200.00	164,160.00
Loan Inventors Fund		9,534,220.76	9,534,220.76	9,634,260.80
(less) Provision for doubtful debtors (100%)		(9,534,220.76)		
Festival Advance		8,300.00	8,300.00	9,300.00
National Apprentice & Industrial Training Authority Min. of Planning & Implementation		7,560.00	7,560.00	7,560.00
Fuel Deposit		100,000.00	100,000.00	100,000.00
Commissioner of Election		13,524.50	13,524.50	13,524.50
Other Advances	6	138,472.37	138,472.37	196,632.80
Cash & Bank Balance	7	5,396,633.49	5,396,633.49	4,363,456.35
<b>Total Assets</b>		<b>15,126,659.85</b>	<b>24,670,485.61</b>	<b>25,525,917.71</b>
<b>EQUITY &amp; LIABILITIES</b>				
Accumulated Fund	8	7,180,781.05	16,906,606.81	16,187,077.77
Other Funds	9	4,001,821.34	4,001,821.34	2,543,450.34
<b>NON-CURRENT LIABILITIES</b>				
Provision For Gratuity	10	1,567,079.50	1,567,079.50	808,511.25
<b>CURRENT LIABILITIES</b>				
Accrued Expenses	11	2,376,077.96	2,194,077.96	5,986,878.35
<b>Total Equity and Liabilities</b>		<b>15,126,659.85</b>	<b>24,670,485.61</b>	<b>25,525,917.71</b>

Prepared by: 

Checked by: 

Signed by:-



W.S.C.G. Kumara  
Assistant Director (Finance)

Date: 28/06/2014

  
Deepal Sooriyaarachchi  
Commissioner  
Date: 11.09.14



D.C.A. Sattukulasinghe  
Director

Date: 11/09/2014

**SRI LANKA INVENTORS COMMISSION**  
**STATEMENT OF COMPREHENSIVE INCOME**  
**FOR THE YEAR ENDED 31st DECEMBER 2013**

<u>Revenue</u>	NOTES	2013 Restated Rs	2013 Rs.	2012 Restated Rs.
Govt. Contribution - Recurrent		16,530,000.00	16,530,000.00	17,992,000.00
<b>Total Revenue</b>		<b>16,530,000.00</b>	<b>16,530,000.00</b>	<b>17,992,000.00</b>
<u>Other Income</u>	4	1,141,825.08	1,141,825.08	390,379.44
<b>Total Income</b>		<b>17,671,825.08</b>	<b>17,671,825.08</b>	<b>18,382,379.44</b>
<b>(1) Administration &amp; Establishment</b>				
Remuneration to staff	1	7,461,297.88	7,461,297.88	6,138,272.69
Administration & Establishment Expenses	2	18,801,214.57	9,084,993.81	9,708,843.70
Depreciation - Fixed Assets	5	3,107,373.76	3,097,768.76	5,521,628.93
Gratuity	10	884,388.25	884,388.25	152,536.37
<b>(11) Project Expenses</b>				
Inventors Incentives Expenses	3	13,484,847.34	13,484,847.34	25,960,193.31
<b>Total Expenditure</b>		<b>43,739,121.80</b>	<b>34,013,295.04</b>	<b>47,481,475.00</b>
<b>Income Over Expenditure</b>		<b>(26,067,296.72)</b>	<b>(16,341,470.96)</b>	<b>(29,099,095.56)</b>
<b>Over Income Transferred to Accumulated Fund</b>		<b>17,671,825.08</b>	<b>17,671,825.08</b>	<b>18,382,379.44</b>

	Accumulated Fund Rs	Other Funds Rs	Total Equity Rs
Balance as at 01st January 2012 (restated)	10,087,396.53	2,543,450.34	12,630,846.87
Surplus/(Deficit) for the year 2012	(29,099,095.56)	-	(29,099,095.56)
Government Contribution Capital	21,562,000.00	-	21,562,000.00
Sale proceeds( Transfer to Treasury)	(2,969,760.00)		(2,969,760.00)
Capital Gain	4,247,537.00		4,247,537.00
Previous Year Adjustment	(19,000.00)		(19,000.00)
Gvt Donation (Vehicle KI-0614)	3,528,000.00		3,528,000.00
Gvt Donation (Vehicle PE-3144)	8,850,000.00		8,850,000.00
<b>Balance as at 31st December 2012 (restated)</b>	<b>16,187,077.97</b>	<b>2,543,450.34</b>	<b>18,730,528.31</b>
Balance as at 01st January 2013(restated)	16,187,077.97	2,543,450.34	18,730,528.31
Surplus/(Deficit) for the year 2013	(26,067,296.72)	-	(26,067,296.72)
Government Contribution Capital	17,061,000.00	-	17,061,000.00
Contribution from Ministry	-	3,500,000.00	3,500,000.00
Distribute to inventors		(2,041,629.00)	(2,041,629.00)
<b>Balance as at 31st December 2013 (restated)</b>	<b>7,180,781.25</b>	<b>4,001,821.34</b>	<b>11,182,602.59</b>

**SRI LANKA INVENTORS COMMISSION**  
**STATEMENT OF CASH FLOWS**  
**FOR THE YEAR ENDED 31st DECEMBER 2013**

	2013 Restated	2013	2012 Restated
	Rs	Rs	Rs.
<b>Cash flows from Operating Activities</b>			
Surplus/ (deficit)	(26,067,296.72)	(16,341,470.96)	(29,099,095.56)
PAYE expense(Prior year Adjustment)			(19,000.00)
<b>Non cash movement</b>			
Depreciation	3,107,373.76	3,097,768.76	5,521,628.93
Provision for gratuity	884,388.25	884,388.25	152,536.37
Gratuity over provision	-		(283,750.00)
Disposal Profit	(12,600.00)	(12,600.00)	
Provision for doubtful debtors	9,534,220.76	-	-
<b>Adjustments for :</b>			
Changes of pre payments	-	-	-
Changes of festival advance	1,000.00	1,000.00	5,500.00
changes of accrued expenses	(3,610,800.39)	(3,792,800.39)	3,857,602.30
Changes of other receivables	(1,839.57)	(1,839.57)	-
	<u>(16,165,553.91)</u>	<u>(16,165,553.91)</u>	<u>(19,854,577.96)</u>
Gratuity paid	124,920.00	124,920.00	527,716.50
<b>Net cash flows from operating activities</b>	<u>(16,290,473.91)</u>	<u>(16,290,473.91)</u>	<u>(20,392,294.46)</u>
<b>Cash flows from Investing Activities</b>			
Purchase plant and equipment	(1,247,250.00)	(1,247,250.00)	(1,543,640.44)
Sales proceeds from Plant and equipment	12,600.00	12,600.00	4,247,537.75
Sales proceeds transfer to Treasury	-	-	(2,969,760.00)
Loan inventors fund repayment	100,040.10	100,040.10	147,544.00
Distress loan grant	(354,750.00)	(354,750.00)	(295,998.00)
Distress Loan Repayment	293,640.00	293,640.00	198,630.00
	<u>(1,195,719.90)</u>	<u>(1,195,719.90)</u>	<u>(215,686.69)</u>
<b>Cash flows from Financing Activities</b>			
Government Contribution	17,061,000.00	17,061,000.00	21,562,000.00
Received funds	3,500,000.00	3,500,000.00	
Distribution funds through inventors	(2,041,629.00)	(2,041,629.00)	
	<u>18,519,371.00</u>	<u>18,519,371.00</u>	<u>21,562,000.00</u>
<b>Net increase/ (decrease) in cash and cash equivalents during the year</b>	1,033,177.14	1,033,177.14	954,017.86
<b>Cash and cash equivalents at the beginning of year</b>	4,363,456.35	4,363,456.35	3,409,438.49
<b>Cash and cash equivalents at the end of year</b>	<u>5,396,633.49</u>	<u>5,396,633.49</u>	<u>4,363,456.35</u>
	70,249.92	70,249.92	772,501.28
A/C No.033-1-001-0-1791066	5,326,383.57	5,326,383.57	3,590,955.07
A/C No.033-1-001-0-1791065	5,396,633.49	5,396,633.49	4,363,456.35

NOTES FOR THE YEAR ENDED 31st DECEMBER 2013

Notes to the Accounts

No. 01- Remuneration to Staff

	2013 Restated (Rs.)	2013 (Rs.)	2012 Restated (Rs.)
Salaries	3,231,373.19	3,231,373.19	2,911,334.22
Cost of Living Allowances	1,243,220.00	1,243,220.00	816,367.50
Special Allowance	572,611.97	572,611.97	355,045.60
Employees Provident Fund	762,133.61	762,133.61	587,474.15
Employees Trust Fund	151,952.31	151,952.31	113,325.10
Acting Allowance	178,041.66	178,041.66	114,966.00
No pay	(18,037.99)	(18,037.99)	-
Remuneration to Members of the Commission	864,810.00	864,810.00	849,410.00
Overtime and Holiday Pay	475,193.13	475,193.13	390,350.12
	<b>7,461,297.88</b>	<b>7,461,297.88</b>	<b>6,138,272.69</b>

No. 02 - Administration and Establishment Expenses

Traveling - Local	101,387.80	101,387.80	56,318.00
Stationary and Office Requisition	327,380.95	327,380.95	182,983.58
Fuel and Lubricant	743,483.00	743,483.00	550,361.00
Repairs & Maintained of Vehicles	289,265.63	289,265.63	1,532,760.74
Repairs & Maintained of Equipment	5,096.00	5,096.00	72,464.16
Postage	9,255.00	9,255.00	10,383.00
Communication Charges	271,802.74	271,802.74	257,223.00
Utilities	94,780.00	94,780.00	95,634.00
Contractual Services	657,537.73	657,537.73	562,506.32
Electricity Charges	626,474.42	626,474.42	624,753.19
Cleaning Services	162,000.00	162,000.00	162,000.00
Water Charges	53,277.87	53,277.87	63,940.94
Rental	5,303,900.40	5,303,900.40	5,303,900.40
Entertainment Expenses	108,123.00	108,123.00	84,597.00
Other Administration Cost	298,794.27	298,794.27	119,926.37
News Papers and Periodicals	32,435.00	32,435.00	20,000.00
Doubtful debtors	9,534,220.76	-	-
Audit Fee	182,000.00	-	-
	<b>18,801,214.57</b>	<b>9,064,993.81</b>	<b>9,708,843.70</b>

## Notes to the Accounts (Cont...)

	2013 Restated (Rs.)	2013 (Rs.)	2012 Restated (Rs.)
<b>No.03 - Inventors Incentives Expenses</b>			
Presidential Award Ceremony	438,220.20	438,220.20	7,097,442.75
Financial and Technical Support for Further Development	-	-	20,695.00
Sahasak Nimewas - National Invention Exhibition & Competition	9,365,072.75	9,365,072.75	12,880,045.18
Participation of Inventors for International Inv. Exhibitions	805,444.17	805,444.17	824,008.51
Website Management	20,571.26	20,571.26	381,151.16
Facilitate of School Level Invention Process - Provincial Level	-	-	106,056.80
ITN Programme - YIC	443,774.44	443,774.44	220,981.18
ITN Programme - YIC Broadcasting	-	-	3,827,040.00
Provincial Level Screening of School Inventions for Sahasak Nimewas	1,597,488.02	1,597,488.02	466,107.73
Participation of Deyata Kirala	450,791.50	450,791.50	48,910.00
Telecasting Activities of YICC on Learn TV	-	-	15,000.00
National Symposium for Inventors	210,610.00	210,610.00	1,380.00
Staff Development Programs	152,875.00	152,875.00	62,665.00
Training Programme with SLIM	-	-	8,710.00
	<b>13,484,847.34</b>	<b>13,484,847.34</b>	<b>25,960,193.31</b>
<b>No.04 - Other Income</b>			
Distress Loan Interest	27,211.88	27,211.88	38,331.44
Gratuity Over provision	-	-	283,750.00
Loan Interest Inventors Fund	24,999.96	24,999.96	37,496.00
Other Income (From Write off Payable balances)	1,077,013.24	1,077,013.24	30,802.00
Disposal Profit	12,600.00	12,600.00	-
	<b>1,141,825.08</b>	<b>1,141,825.08</b>	<b>390,379.44</b>
<b>No.06 - Advances &amp; Receivables</b>			
Advances	136,632.80	136,632.80	136,632.80
Receivable	1,839.57	1,839.57	-
	<b>138,472.37</b>	<b>138,472.37</b>	<b>136,632.80</b>
<b>No.07 - Cash and Bank Balances</b>			
A/C No.033-1-001-0-1791066(T/F)	70,249.92	70,249.92	772,501.28
A/C No.033-1-001-2-1791065(P/F)	5,326,383.57	5,326,383.57	3,990,955.07
	<b>5,396,633.49</b>	<b>5,396,633.49</b>	<b>4,363,456.35</b>
<b>No.08 - Accumulated Fund</b>			
Balance B/F Govt. Contribution Capital	16,187,077.77	16,187,077.77	10,087,396.53
B/F Accumulated (Deficit/Surplus)	(20,067,296.72)	(16,341,470.96)	(29,099,095.76)
Govt. Contribution Capital (Current Year)	17,061,000.00	17,061,000.00	21,562,000.00
Sale proceeds (Cash Transfer to Treasury)	-	-	(2,969,760.00)
Capital Gain	-	-	4,247,537.00
Adjustment for Previous Year	-	-	(19,000.00)
Govt. Donation (Vehicle KI- 0614)	-	-	3,528,000.00
Govt. Donation (Vehicle PE- 3144)	-	-	8,850,000.00
	<b>7,180,781.05</b>	<b>16,906,606.81</b>	<b>16,187,077.77</b>

Note 05 - Property, Plant & Equipments (Restated) 2013

Category	Rates of Depreciation	Balance as at 01.01.2013 Rs.	Addition in 2013 (as cost) Rs.	Disposal During the Year 2013 Rs.	Total Cost as at 31.12.2013 Rs.	Accumulated Depreciation Charges upto 01.01.2013 Rs.	Depreciation Charges for 2013 Rs.	Disposal During the Year 2013 Rs.	Accumulated Charges to 31.12.2013 Rs.	Written-down Value 31.12.2013 Rs.
<b>1. Furniture Equipment</b>	15%									
a. Furniture Equipment		537,751.00	-	-	537,751.00	380,453.61	34,507.00	-	414,961.11	122,789.89
b. Executive chairs		157,222.50	-	-	157,222.50	141,500.28	15,722.22	-	167,222.50	-
c. Typewriters table		4,700.00	-	-	4,700.00	4,700.00	-	-	4,700.00	-
d. Racks & Boxes		90,238.00	-	-	90,238.00	90,238.00	-	-	90,238.00	-
e. Movable Cabinet		14,787.00	-	-	14,787.00	13,308.30	1,478.70	-	14,787.00	-
		<b>804,698.50</b>	<b>-</b>	<b>-</b>	<b>804,698.50</b>	<b>630,198.19</b>	<b>51,709.42</b>	<b>-</b>	<b>681,906.61</b>	<b>122,789.89</b>
<b>2. Office Equipment</b>	20%									
a. Office Equipment		1,052,557.14	-	-	1,052,557.14	845,030.24	37,968.00	-	923,826.24	130,730.90
b. Electronic Typewriters		117,887.50	-	-	117,887.50	117,887.50	-	-	117,887.50	-
c. Computers & Accessories		7,296,190.18	1,082,250.00	705,400.00	7,673,030.18	8,588,008.22	521,547.50	705,400.00	6,204,155.72	1,468,874.48
d. Photocopy Machine		385,400.00	-	145,000.00	240,400.00	258,150.00	48,000.00	145,000.00	171,240.00	69,160.00
e. Telephone		342,049.95	-	-	342,049.95	342,049.95	-	-	342,049.95	-
f. Duplicator		717,875.00	-	-	717,875.00	717,875.00	-	-	717,875.00	-
		<b>9,921,949.77</b>	<b>1,082,250.00</b>	<b>850,400.00</b>	<b>10,153,799.77</b>	<b>8,879,310.91</b>	<b>447,523.50</b>	<b>850,400.00</b>	<b>8,477,034.41</b>	<b>1,676,765.38</b>
<b>3. Prototype Models</b>	10%									
a. Prototype Models & Name boards		105,495.00	-	-	105,495.00	105,495.00	-	-	105,495.00	-
b. Display Centre		110,805.00	-	-	110,805.00	78,485.15	11,000.50	-	89,555.65	21,239.35
		<b>216,300.00</b>	<b>-</b>	<b>-</b>	<b>216,300.00</b>	<b>183,980.15</b>	<b>11,000.50</b>	<b>-</b>	<b>195,060.65</b>	<b>21,239.35</b>
<b>4. Library books</b>	10%									
		193,357.48	-	-	193,357.48	189,540.78	3,609.00	-	192,049.78	1,307.70
		<b>193,357.48</b>	<b>-</b>	<b>-</b>	<b>193,357.48</b>	<b>189,540.78</b>	<b>3,609.00</b>	<b>-</b>	<b>192,049.78</b>	<b>1,307.70</b>
<b>5. Vehicle</b>	20%									
Vehicle No - 0614		16,389,160.83	-	-	16,389,160.83	8,230,582.14	1,773,440.00	-	10,004,022.14	8,385,138.69
		3,528,000.00	-	-	3,528,000.00	2,822,400.00	705,600.00	-	3,528,000.00	-
		<b>19,917,160.83</b>	<b>-</b>	<b>-</b>	<b>19,917,160.83</b>	<b>11,052,982.14</b>	<b>2,479,040.00</b>	<b>-</b>	<b>13,532,022.14</b>	<b>6,385,138.69</b>
<b>6. Exhibition Stall</b>	25%									
a. Exhibition Stall		127,429.75	-	-	127,429.75	127,429.75	-	-	127,429.75	-
b. Curators		37,690.00	-	-	37,690.00	34,687.50	3,002.50	-	37,690.00	-
		<b>165,119.75</b>	<b>-</b>	<b>-</b>	<b>165,119.75</b>	<b>162,117.25</b>	<b>3,002.50</b>	<b>-</b>	<b>165,119.75</b>	<b>-</b>
<b>7. Projectors &amp; Cameras</b>	20%									
		1,715,050.00	165,000.00	35,125.00	1,844,945.00	1,715,058.60	5,500.00	35,125.00	1,635,443.60	189,500.00
		<b>1,715,050.00</b>	<b>165,000.00</b>	<b>35,125.00</b>	<b>1,844,945.00</b>	<b>1,715,058.60</b>	<b>5,500.00</b>	<b>35,125.00</b>	<b>1,635,443.60</b>	<b>189,500.00</b>
<b>8. TV &amp; Video Cassette Recorders</b>	20%									
		162,050.00	-	-	162,050.00	134,710.00	12,635.00	-	147,345.00	14,655.00
		<b>162,050.00</b>	<b>-</b>	<b>-</b>	<b>162,050.00</b>	<b>134,710.00</b>	<b>12,635.00</b>	<b>-</b>	<b>147,345.00</b>	<b>14,655.00</b>
<b>9. Office Filings</b>	15%									
		1,016,858.76	-	-	1,016,858.76	892,109.85	93,274.84	-	985,383.70	31,405.06
		<b>34,112,521.59</b>	<b>1,247,250.00</b>	<b>885,525.00</b>	<b>34,474,246.59</b>	<b>23,839,516.78</b>	<b>3,107,373.76</b>	<b>885,525.00</b>	<b>28,051,365.64</b>	<b>8,412,881.25</b>

Category	Rates of Depreciation	Balance as at 01.01.2013 Rs.	Addition in 2013 (as cost) Rs.	Disposal During the Year 2013 Rs.	Total Cost as at 31.12.2013 Rs.	Accumulated Depreciation Charges upto 01.01.2013 Rs.	Depreciation Charges for 2013 Rs.	Disposal During the Year 2013 Rs.	Accumulated Charges to 31.12.2013 Rs.	Writedown Value 31.12.2013 Rs.
<b>1. Furniture Equipment</b>	15%									
a. Furniture Equipment		537,751.00	-	-	537,751.00	389,453.61	34,507.50	-	414,961.11	122,789.89
b. Executive chairs		157,222.50	-	-	157,222.50	141,500.28	15,722.22	-	157,222.50	-
c. Typewriters table		4,700.00	-	-	4,700.00	4,700.00	-	-	4,700.00	-
d. Racks & Boxes		90,236.00	-	-	90,236.00	90,236.00	-	-	90,236.00	-
e. Movable Cabinet		14,787.00	-	-	14,787.00	13,358.30	1,428.70	-	14,787.00	-
		<b>804,696.50</b>	-	-	<b>804,696.50</b>	<b>630,198.19</b>	<b>51,708.42</b>	-	<b>681,966.61</b>	<b>122,789.89</b>
<b>2. Office Equipment</b>	20%									
a. Office Equipment		1,062,557.14	-	-	1,062,557.14	545,830.24	77,956.00	-	523,826.24	138,730.90
b. Electronic Typewriters		117,887.50	-	-	117,887.50	117,887.50	-	-	117,887.50	-
c. Computers & Accessories		7,298,180.18	1,082,250.00	705,400.00	7,673,030.18	8,588,008.22	321,547.50	706,400.00	6,204,155.72	1,468,874.46
d. Photocopy Machine		305,400.00	-	145,000.00	240,400.00	268,160.00	48,080.00	145,000.00	171,240.00	68,160.00
e. Telephones		342,046.95	-	-	342,046.95	342,046.95	-	-	342,046.95	-
f. Duplicator		717,875.00	-	-	717,875.00	717,875.00	-	-	717,875.00	-
		<b>9,921,949.77</b>	<b>1,082,250.00</b>	<b>850,400.00</b>	<b>10,153,799.77</b>	<b>8,879,810.91</b>	<b>447,623.50</b>	<b>850,400.00</b>	<b>8,477,034.41</b>	<b>1,676,765.36</b>
<b>3. Prototype Models</b>	10%									
a. Prototype Models & Name boards		105,456.00	-	-	105,456.00	105,456.00	-	-	105,456.00	-
b. Display Centre		140,895.00	-	-	140,895.00	78,485.15	11,080.60	-	89,565.65	21,239.35
		<b>246,351.00</b>	-	-	<b>246,351.00</b>	<b>183,941.15</b>	<b>11,080.60</b>	-	<b>195,860.55</b>	<b>21,239.35</b>
<b>4. Library books</b>	10%									
		193,357.48	-	-	193,357.48	188,540.78	3,509.00	-	192,049.78	1,307.70
		<b>193,357.48</b>	-	-	<b>193,357.48</b>	<b>188,540.78</b>	<b>3,509.00</b>	-	<b>192,049.78</b>	<b>1,307.70</b>
<b>5. Vehicle</b>	20%									
Vehicle No - 0614		16,389,160.83	-	-	16,389,160.83	8,230,632.14	1,773,440.00	-	10,004,072.14	6,385,138.69
		3,528,000.00	-	-	3,528,000.00	2,822,400.00	705,600.00	-	3,528,000.00	-
		<b>19,917,160.83</b>	-	-	<b>19,917,160.83</b>	<b>11,053,032.14</b>	<b>2,479,040.00</b>	-	<b>13,532,032.14</b>	<b>6,385,138.69</b>
<b>6. Exhibition Stall</b>	25%									
a. Exhibition Stall		127,429.75	-	-	127,429.75	127,429.75	-	-	127,429.75	-
b. Curtains		37,690.00	-	-	37,690.00	34,687.50	3,002.50	-	37,690.00	-
		<b>165,119.75</b>	-	-	<b>165,119.75</b>	<b>162,117.25</b>	<b>3,002.50</b>	-	<b>165,119.75</b>	-
<b>7. Projectors &amp; Cameras</b>	20%									
		1,716,068.50	165,605.00	35,125.00	1,844,943.50	1,715,068.50	5,500.00	35,125.00	1,685,443.50	159,500.00
<b>8. TV &amp; Video Cassette Recorders</b>	20%									
		162,050.00	-	-	162,050.00	134,710.00	3,000.00	-	137,740.00	24,310.00
<b>9. Office Fixings</b>	15%									
		1,015,858.76	-	-	1,015,858.76	892,108.86	93,274.84	-	985,383.70	31,485.06
		<b>34,112,621.69</b>	<b>1,247,250.00</b>	<b>885,525.00</b>	<b>34,474,246.69</b>	<b>23,839,616.78</b>	<b>3,037,768.76</b>	<b>885,525.00</b>	<b>28,041,750.54</b>	<b>8,422,486.05</b>

**FIXED ASSETS & DEPRECIATION CHARGE (Restated) 2012**

Category	Rate of Depreciation	Balance as at 01.01.2012 Rs.	Addition in 2012 (as cost) Rs.	Disposal Rs.	Total Cost as at 31.12.2012 Rs.	Accumulated Depreciation Charges upto 01.01.2012 Rs.	Depreciation Charges for 2012 Rs.	Disposal Rs.	Accumulated Charges to 31.12.2012 Rs.	Write-down Value 31.12.2012 Rs.
<b>1. Furniture Equipment</b>	0.15									
a. Furniture Equipment		537,751.00	-	-	537,751.00	299,780.95	80,863.65	-	350,433.61	157,237.39
b. Executive chairs		157,222.50	-	-	157,222.50	117,918.90	23,583.35	-	141,500.25	15,722.25
c. Typewriters table		4,700.00	-	-	4,700.00	4,700.00	-	-	4,700.00	-
d. Racks & Boxes		90,235.00	-	-	90,235.00	81,368.50	8,867.50	-	90,235.00	-
e. Moveable Cabinet		14,787.00	-	-	14,787.00	11,050.25	2,219.05	-	13,303.30	1,478.70
		<b>804,695.50</b>	<b>-</b>	<b>-</b>	<b>804,695.50</b>	<b>514,816.61</b>	<b>115,301.55</b>	<b>-</b>	<b>620,198.15</b>	<b>174,498.22</b>
<b>2. Office Equipment</b>	0.20									
a. Office Equipment		771,758.70	293,500.44	-	1,065,259.14	691,470.60	154,351.34	-	845,821.94	216,738.90
b. Electronic Typewriters		117,887.50	-	-	117,887.50	117,887.50	-	-	117,887.50	-
c. Computers & Accessories		6,043,340.18	1,232,840.00	-	7,276,180.18	5,379,340.18	1,306,839.04	-	6,586,020.22	708,171.95
d. Photocopy Machine		365,400.00	-	-	365,400.00	191,040.00	77,060.00	-	288,160.00	117,240.00
e. Telephone		342,049.95	-	-	342,049.95	310,344.75	31,705.20	-	342,049.95	-
f. Duplicator		717,875.00	-	-	717,875.00	717,875.00	-	-	717,875.00	-
		<b>8,378,308.23</b>	<b>1,543,640.44</b>	<b>-</b>	<b>9,921,948.77</b>	<b>7,408,026.33</b>	<b>1,471,804.58</b>	<b>-</b>	<b>8,879,830.91</b>	<b>1,642,133.85</b>
<b>3. Prototype Models</b>	0.10									
a. Prototype Models & Name boards		105,495.00	-	-	105,495.00	105,495.00	-	-	105,495.00	-
b. Display Centre		110,805.00	-	-	110,805.00	67,454.65	11,000.92	-	78,455.57	32,319.85
		<b>216,300.00</b>	<b>-</b>	<b>-</b>	<b>216,300.00</b>	<b>172,949.65</b>	<b>11,000.92</b>	<b>-</b>	<b>183,949.52</b>	<b>32,819.85</b>
<b>4. Library books</b>	0.10									
		193,357.45	-	-	193,357.45	185,050.18	3,540.60	-	186,540.75	4,816.70
		<b>193,357.45</b>	<b>-</b>	<b>-</b>	<b>193,357.45</b>	<b>185,050.18</b>	<b>3,540.60</b>	<b>-</b>	<b>186,540.75</b>	<b>4,816.70</b>
<b>5. Vehicle</b>	0.20									
Vehicle KI - 0514		9,557,842.83	8,692,000.00	(2,018,682.00)	16,231,160.83	9,531,322.77	717,941.37	(2,018,682.00)	8,230,582.14	8,158,578.69
		-	3,528,000.00	-	3,528,000.00	-	2,822,400.00	-	2,822,400.00	705,600.00
		<b>9,557,842.83</b>	<b>12,378,000.00</b>	<b>(2,018,682.00)</b>	<b>19,917,160.83</b>	<b>9,531,322.77</b>	<b>3,540,341.37</b>	<b>(2,018,682.00)</b>	<b>11,052,982.14</b>	<b>8,864,178.69</b>
<b>6. Exhibition Staff</b>	0.25									
a. Exhibition Staff		127,429.75	-	-	127,429.75	127,429.75	-	-	127,429.75	-
b. Curators		37,690.00	-	-	37,690.00	25,255.00	9,422.50	-	34,687.50	3,002.50
		<b>165,119.75</b>	<b>-</b>	<b>-</b>	<b>165,119.75</b>	<b>152,684.75</b>	<b>9,422.50</b>	<b>-</b>	<b>162,107.25</b>	<b>3,002.50</b>
<b>7. Projectors &amp; Cameras</b>	0.20									
		1,715,068.50	-	-	1,715,068.50	1,489,580.50	225,488.00	-	1,715,068.50	-
<b>8. TV &amp; Video Cassette Recorders</b>	0.20									
		162,000.00	-	-	162,000.00	122,570.00	12,146.00	-	154,716.00	27,284.00
<b>9. Office Fittings</b>	0.15									
		1,016,858.75	-	-	1,016,858.75	758,599.05	132,698.61	-	892,198.65	124,759.50
		<b>22,209,593.15</b>	<b>13,921,840.44</b>	<b>(2,018,682.00)</b>	<b>34,112,521.59</b>	<b>20,338,569.94</b>	<b>5,521,626.93</b>	<b>(2,018,682.00)</b>	<b>23,839,516.37</b>	<b>10,273,034.82</b>

## Notes to the Accounts (Cont...)

**No.09 - Other Funds**

	2013 Restated (Rs.)	2013 (Rs.)	2012 Restated (Rs.)
Inventors Fund	2,543,450.34	2,543,450.34	2,543,450.34
Inventors Grant Fund	1,458,371.00	1,458,371.00	-
	<b>4,001,821.34</b>	<b>4,001,821.34</b>	<b>2,543,450.34</b>

**No.10-Gratuity Provision**

Balance as at 01.01.2013	808,511.25	808,511.25	1,467,441.38
Provision for the Year	884,388.25	884,388.25	132,536.37
Gratuity Over provision	-	-	(283,750.00)
Gratuity Payment	(124,920.00)	(124,920.00)	(527,716.50)
Balance as at 31.12.2013	<b>1,567,979.50</b>	<b>1,567,979.50</b>	<b>808,511.25</b>

**No.11- Accrued Expenses**

Special Allowance	3,914.41	3,914.41	-
Fuel & Lubricant	12,100.00	12,100.00	14,375.00
News Papers and Periodicals	2,720.00	2,720.00	-
Telephone charges	20,697.81	20,697.81	18,946.11
Electricity Charges	47,023.24	47,023.24	51,421.60
Water Charges	3,460.50	3,460.50	-
Refundable tender Deposits	-	-	36,087.20
Creditors	-	-	82,860.65
Audit fees	182,000.00	-	880,198.00
Manel Kaithi	-	-	503.27
Ministry of Education	-	-	46,305.00
Cleaning Service	13,500.00	13,500.00	-
Inland Revenue - PAYE Payable	23,400.00	23,400.00	19,000.00
	<b>308,815.96</b>	<b>128,815.96</b>	<b>1,158,696.83</b>

**Inventors Incentives Expenses****Accrued Expenses**

ITN Programme - Other charges	-	-	6,500.00
ITN Programme	1,370,880.00	1,370,880.00	3,918,282.00
International Exhibitors	-	-	903,399.52
Sahasak Nimesum - National Invention Exhibition & Competition	544,382.00	544,382.00	-
Provision Account for Sahasak Nimesum National	152,000.00	152,000.00	-
	<b>2,067,262.00</b>	<b>2,067,262.00</b>	<b>4,828,181.52</b>
<b>TOTAL ACCRUED EXPENSES</b>	<b>2,376,077.96</b>	<b>2,194,077.96</b>	<b>5,986,878.35</b>

**No.12**

Provide 100% doubtful debtors for loans which granted to the inventors

Outstanding Loan Balance( From Inventors)	9,817,683.53		
100% provision	(9,817,683.53)		

**Post Balance Sheet Events**

There were no post balance sheet events

**Government Grants**

Government Contribution summary is given below.

**According to the SLAS 24**

Recurrent Grant	16,530,000.00	16,530,000.00	17,992,000.00
Capital Grant	17,061,000.00	17,061,000.00	21,562,000.00

**Related Party Disclosure**

There were no related party transactions during the year 2013

**Inventors Grant Fund( Other Fund)**

This fund has been maintained for behalf of Ministry of Technology and Research

Received fund for the year	3,500,000.00		
Distribute to inventors	2,041,629.00		
Endure Balance	<b>1,458,371.00</b>		

## ACCOUNTING POLICIES

01. Sri Lanka Inventors Commission was established by the Sri Lanka Inventors Incentives Act No. 53 of 1979.

### 02. Statement of Compliance

The Commission has complied with the Accounting Standards issued by the Institute of Chartered Accountants of Sri Lanka (ICASL) and the Sri Lanka Accounting and Auditing Standard Act No. 15 of 1995.

### 03. Basis of Preparation

The Financial Statements of Sri Lanka Inventors Commission are prepared in conformity with the Sri Lanka Accounting Standards are applied consistently on a historical Cost basis.

### 04. Funds

The Government contribution to the Sri Lanka Inventors Commission is provided in the Annual Estimate of the Government under two distinct items, namely:

1. Funds for Recurrent Expenditure
2. Funds for Capital Expenditure

The Recurrent Expenditure grant is taken to the Income & Expenditure Account, while the Capital Expenditure grant is taken directly to the Capital Account, namely the Accumulated Fund.

The Recurrent Expenditure of the Commission is shown in the Income and Expenditure Account under:

1. Administration and Establishment Expenditure
2. Research and Development Cost write off the Income Expenditure as Project Expenses.

The latter represent Expenditure incurred by the Commission on activities undertaken by it towards fulfillment of the objectives of the Sri Lanka Inventors Incentives Act No. 53 of 1979

### 05. Depreciation

Fixed Assets have been depreciated under the 'Straight Line' method. And the following depreciation percentages have been applied with a view to writing off the assets over their estimated useful life.

	Rate
a) Furniture Equipment	15%
b) Office Equipment	20%
c) Prototype Models and Name Boards	10%
d) Library Books	10%
e) Vehicles	20%
f) Exhibition Stalls	25%

Depreciation Charges of this Cost should be carried out according to the rates stated above from the year following in which this cost was incurred from the year 2006.

### 06. Cash Flow

Cash Flow Statement of Sri Lanka Inventors Commission is prepared in according to the SLAS 09, indirect method.

### 07. Retirement Gratuity

Provision for Staff Gratuity has been made in terms of the payment of Gratuity Act No. 12 of

YEAR	Govt. Contribution Capital
1991	163,050.00
1992	1,700,000.00
1993	-
1994	250,000.00
1995	196,000.00
1996	113,500.00
1997	757,000.00
1998	1,700,000.00
1999	290,000.00
2000	4,500,000.00
2001	2,870,000.00
2002	700,000.00
2003	2,500,000.00
2004	621,000.00
2005	5,997,000.00
2006	33,991,000.00
2007	37,100,000.00
2008	24,106,000.00
2009	15,765,000.00
2010	4,500,000.00
2011	6,151,010.00
2012	21,562,000.00
2013	17,061,000.00

**Provision of Gratuity for the Year 2013**

Post	Name	Year of Appointment	Salary of 2013	Special Allowance	CLA	Gross Salary	No.of Years ( Service )	Gratuity Provision
A/D	K.K.D.N.Kahataptiya	1999	28,185.00	5,637	6,600	40,422.00	14	282,954.00
AO	W.M.A.K. Wickramage	1999	20,890.00	4,178	6,600	31,668.00	14	221,676.00
PO	K.K.D.S.V. Ranaweera	2005	20,890.00	4,178	6,600	31,668.00	9	142,506.00
PO	K.L.C.D. Seneviwickrama	2009	20,890.00	4,178	6,600	31,668.00	5	79,170.00
PO	N.D. Siriwardhana	2010	20,525.00	4,105	6,600	31,230.00	4	62,460.00
MA	B.M.D.C.Basnayaka	2012	13,450.00	2,768	6,600	22,817.50	2	22,817.50
MA	M.R.M. Aroos	1993	15,190.00	3,038	6,600	24,828.00	20	248,280.00
DR	D.P.Seneviratne	1993	16,700.00	3,340	6,600	26,640.00	20	266,400.00
DR	P.R.A.S. Ranasinghe	1996	16,060.00	3,212	6,600	25,872.00	17	219,912.00
DR	H.A.C.P.Hettiarachchi	2012	12,670.00	2,534	6,600	21,804.00	2	21,804.00
						<b>288,617.50</b>		<b>1,567,979.50</b>

Balance As At 01.01.2013	808,511.25
Provision for the year	884,388.25
Gratuity Payments	<u>(124,920.00)</u>
Balance As At 31.12.2013	<u><u>1,567,979.50</u></u>



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கணக்காய்வகம் தலைமை அலுவலர் திணைக்களம்  
**AUDITOR GENERAL'S DEPARTMENT**



ලේඛන අංකය } L52/F/SLIC/1/2013  
අංකය }  
By No. }

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අංකය }  
Year No. }

දිනය } 24 November 2014  
දිනය }  
Date }

The Commissioner,  
Sri Lanka Inventors Commission



Report of the Auditor General on the Financial Statements of the Sri Lanka Inventors Commission for the year ended 31 December 2013 in terms of Section 14(2)(c) of the Finance Act, No. 38 of 1971

The audit of financial statements of the Sri Lanka Inventors Commission comprising the statement of the financial position as at 31 December 2013 and the comprehensive income statement and cash flow statement for the year then ended and a summary of significant accounting policies and other explanatory information was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with Section 13(1) of the Finance Act, No. 38 of 1971 and Section 27 of the Sri Lanka Inventors Incentives Act, No. 53 of 1979. My comments and observations which I consider should be published with the Annual Report of the Commission in terms of Section 14(2)(c) of the Finance Act, appear in this report. A detailed Report in terms of Section 13(7)(a) of the Finance Act was issued to the Chairman of the Commission on 15 August 2014.

### 1.2 Management's Responsibility for Financial Statements

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

### 1.3 Auditor's Responsibility

My responsibility is to express an opinion on these financial statements based on my audit. I conducted my audit in accordance with Sri Lanka Auditing Standards consistent with International Standards of Supreme Audit Institutions (ISSAI 1000 – 1810). Those Standards require that I comply with ethical requirements and plan perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.



An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgements, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Commission's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by management, as well as evaluating the overall presentation of financial statements. Sub - sections (3 and 4) of Section 13 of the Finance Act, No. 38 of 1971 give discretionary power to the Auditor General to determine the scope and the extent of the audit.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinion.

## **2. Financial statements**

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### **2.1 Opinion**

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In my opinion, the financial statements give a true and fair view of the financial position of the Sri Lanka Investors Commission as at 31 December 2013 and its financial performance and cash flows for the year then ended in accordance with Sri Lanka Public Sector Accounting Standards.

### **2.2 Comments on Financial Statements**

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#### **2.2.1 Accounts Receivable and Payable**

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Action had not been taken even up to 31 December of the year under review for the settlement of the balances of 03 accounts totalling Rs.491,244 shown as balances receivable under the current assets from the year 2010 to the year 2011.



### 3. Financial Review

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#### 3.1 Financial Results

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According to the financial statements presented, the financial results of the operations of the Commission for the year ended 31 December 2013 had been a deficit of Rs.26,067,297 as compared with the corresponding deficit of Rs.29,099,096 for the preceding year. Accordingly, the deficit for the year under review had decreased by Rs.3,031,799 and the decrease of the inventors incentive expenditure by Rs.12,000,000 had been the main reason for the decrease.

### 4. Operating Review

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#### 4.1 Performance

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Course of action had not been taken for the execution of the following activities which should be executed by the Commission in terms of Section 11(1) of the Sri Lanka Invention Incentives Act, No. 53 of 1979.

- (a) Selection of patentable inventions and help them to prepare patent applications.
- (b) To render legal assistance to inventors to protect their secured intellectual properties of patents from infringements in Sri Lanka or abroad.
- (c) To recommend inventions beneficial to Sri Lanka to Government lending institutions with only the patent as security.
- (d) To help inventors to find markets for their inventions in Sri Lanka and abroad.
- (e) To establish a public research laboratory to carry out researches on inventions.
- (f) To hold regular monthly sessions for the exchange of ideas among inventors.
- (g) To organization of creative societies in Universities and Colleges.



## Systems and Controls

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Deficiencies in systems and controls observed during the course of audit were brought to the notice of the Commissioner from time to time. Special attention is needed in respect of the following areas of control.

- (a) Loan Administration
- (b) Assets Management
- (c) Accounting

W.P.C. Wickramaratne  
Acting Auditor General