

Chapter 8

Financial Statements - 2006

Accompanying Statement of Financial Performance & Statement of Cash Flows for the year and the Statement of Financial Position as at the end of the year 2006 with relevant explanatory “Notes” and a Statement of Contingent Liabilities have been prepared and presented by the Department of State Accounts of the General Treasury.

These Statements have been prepared in reporting formats introduced in 2006 to present Financial Statements for the year 2005, in full compliance with Generally Accepted Accounting Principles and practices and required guidance has been obtained from Sri Lanka Accounting Standards and International Public Sector Accounting Standards. This is indeed the first step in the transitional stage of preparing and presenting the Government Financial Statements on the Basis of Accrual Accounting as against the present practice of Cash Based Accounting. In designing these formats for presenting these reports, different types of formats adopted by different countries for making advanced Public Sector financial reporting had been considered and ideas were taken from them to have an advanced presentation in consistent with the classification and presentation of the Annual Budget of the Government to enable to provide the reader with a clear view on the Financial Performance of the Government in compared with main targets of the Annual Budget as approved by Parliament.

Currently, the process of collecting data outside the Accounting System, pertaining to asset management, commitments and liabilities are in place and the relevant information will therefore be disclosed in the future Financial Statements during the transitional stage.

These financial statements encompass the financial operations of sixty one Government Ministries, one hundred and six Government Departments and twenty five District Secretariats/ Kachcheries performed in the process of making use of the financial resources allocated to them during the year 2006 in terms of the Annual Budget for implementing the intended work programs and projects for achieving the set goals and objectives. Basic information pertaining to the financial resources allocated by the Government in 2006 to eight Provincial Councils and Public Enterprises comprised of main two categories, i.e. Commercial Public Corporations, thirty three in number and the other Public Corporations and Statutory Boards getting involved in activities in regulatory, manpower development, infrastructure development etc., has also been furnished.

In compiling these reporting statements, the relevant data is collected in a specially designed system taken place in the form of a network involving above mentioned Public Institutions, by making use of electronic data transmission methodologies. Through this network all the financial data generated in the system gets transmitted to the central data base of the Department of State Accounts, being the Central Agency of the Government for financial information processing. In full conformity with the vision of the Department to be the Centre for Excellence in Government Financial Information, all the necessary internal controls, checks and balances and required level of supervision is exercised to maintain the integrity, accuracy and completeness of the data collected, stored and processed in order to assure the quality of information generated and furnished, as it is the main Government Department which is responsible for presenting the Annual Financial Statements of the Government in Parliament to discharge the responsibility for the public accountability on Financial resources utilized by the Government.

Statement of Financial Performance
for the year ended 31st December, 2006

<u>Budget Estimates</u>		<u>Actual</u>	
2006		2006	2005
Rs.		Rs	Rs
	<u>REVENUE</u>		
432,462,000,000	Tax Revenue	424,898,736,896	345,863,828,903
75,772,000,000	Income Tax	77,706,840,153	52,535,605,900
268,372,000,000	Taxes on Domestic Goods & Services	266,694,499,699	231,291,855,259
88,318,000,000	Taxes on External Trade	80,497,397,044	62,036,367,744
54,716,038,000	Non Tax Revenue & Others	52,483,442,197	55,414,169,877
487,178,038,000	TOTAL REVENUE (a)	477,382,179,094	401,277,998,780
	<u>Less : EXPENDITURE</u>		
125,552,909,366	Wages, Salaries and Other Employment Benefits	122,705,090,261	99,564,034,092
60,995,215,733	Other Goods & Services	56,304,649,074	41,351,577,642
247,511,335,586	Subsidies, Grants and Transfers	241,072,280,652	141,998,192,853
157,532,386,424	Interest Payments	150,777,518,682	120,161,512,364
9,588,703,035	Other Recurrent Expenditure	8,378,477,797	7,227,016,243
601,180,550,143	Total Recurrent Expenditure (b)	579,238,016,466	415,863,528,417
114,002,512,143	REVENUE DEFICIT (a) - (b)	101,855,837,372	14,585,529,637
276,935,015,233	Public Investments	197,849,604,176	163,674,660,167
390,937,527,377	BUDGET DEFICIT	299,705,441,548	178,260,189,804
	<u>FINANCING THE BUDGET DEFICIT</u>		
125,000,000,000	Foreign Borrowings	122,750,299,766	73,369,677,034
(52,484,895,000)	Foreign Debt Repayments	(48,850,521,704)	(18,171,926,665)
72,515,105,000	NET FOREIGN BORROWINGS	73,899,778,062	55,197,750,369
23,625,000,000	Foreign Grants	19,910,922,427	14,450,816,827
96,140,105,000	TOTAL FOREIGN FINANCING	93,810,700,489	69,648,567,196
398,307,204,000	Domestic Non-bank Borrowings	371,357,098,414	328,196,805,149
(247,166,275,050)	Domestic Debt Repayments	(246,842,854,169)	(215,673,235,291)
151,140,928,950	NET DOMESTIC BORROWINGS	124,514,244,245	112,523,569,858
12,125,257,000	Recoveries from On-lending	13,881,296,703	10,363,597,348
820,000,000	Divestiture Proceeds & others	573,582,871	1,100,234,495
49,948,394,922	Net Change in Deposit Accounts and Liabilities	49,948,394,922	(20,566,634,713)
16,977,222,318	(Increase)/ Decrease in Cash & Cash Equivalents	16,977,222,318	5,036,866,064
-	Donations Received locally	-	153,989,556
327,151,908,190	TOTAL FINANCING	299,705,441,548	178,260,189,804

The accompanying Statement of Accounting Policies & "Notes" form an integral part of these Financial Statements.

Statement of Cash Flows
for the year ended 31st December, 2006

	Actual	
	2006	2005
	<u>Rs.</u>	<u>Rs.</u>
<u>Cash Flows from Operating Activities</u>		
Total Tax Receipts	424,898,736,896	345,863,828,903
Interest	10,320,723,701	16,459,588,364
Dividends	3,282,443,579	3,053,340,040
Fees, Fines, Penalties and Licenses	8,751,805,388	8,210,207,469
Profit	4,878,431,865	9,124,184,289
Other Receipts	25,250,037,664	18,566,849,715
Total Cash provided from Operations (a)	477,382,179,094	401,277,998,780
<u>Less - Cash was disbursed to:</u>		
Personal Emoluments & Operating Payments	(179,009,739,335)	(146,476,806,957)
Subsidies & Transfer Payments	(241,072,280,652)	(141,998,192,853)
Finance Costs	(150,777,518,682)	(120,161,512,364)
Other Payments	(8,378,477,797)	(7,227,016,243)
Total Cash disbursed to Operations including Tsunami related Disbursements (b)	(579,238,016,466)	(415,863,528,417)
NET CASH FLOWS FROM OPERATING ACTIVITIES (c) = (a) - (b)	(101,855,837,372)	(14,585,529,637)
<u>Cash Flows from Investing Activities</u>		
Divestiture Proceeds & Sale of Physical Assets	573,582,871	1,100,234,495
Recoveries from On Lending	13,881,296,703	10,363,597,348
Total Cash provided from Investing Activities (d)	14,454,879,574	11,463,831,843
<u>Less - Cash was disbursed to:</u>		
Purchase or Construction of Physical Assets & Other Investment Expenditures	(197,849,604,176)	(158,774,720,077)
Net Increase in Equity Investments in Commercial Public Enterprises	-	(4,899,940,090)
Total Cash disbursed to Investing Activities (e)	(197,849,604,176)	(163,674,660,167)
NET CASH FLOWS FROM INVESTING ACTIVITIES (f) = (d) - (e)	(183,394,724,602)	(152,210,828,324)
NET CASH FLOWS FROM OPERATING & INVESTING ACTIVITIES (g) = (c) + (f)	(285,250,561,974)	(166,796,357,961)
<u>Cash Flows from Financing Activities</u>		
Local Borrowings	371,357,098,414	328,196,805,149
Foreign Borrowings	122,750,299,766	73,369,677,034
Grants Received	19,910,922,427	14,450,816,827
Donations Received Locally	-	153,989,556
Total Cash provided from Financing Activities (h)	514,018,320,607	416,171,288,566
<u>Less - Cash was disbursed to:</u>		
Repayment of Local Borrowings	(246,842,854,169)	(215,673,235,291)
Repayment of Foreign Borrowings	(48,850,521,704)	(18,171,926,665)
Change in Deposit Accounts and Other Liabilities	49,948,394,922	(20,566,634,713)
Total Cash disbursed to Financing Activities (i)	(245,744,980,951)	(254,411,796,669)
NET CASH FLOWS FROM FINANCING ACTIVITIES (j) = (h) - (i)	268,273,339,656	161,759,491,897
Net Movement in Cash (k) = (g) - (j)	(16,977,222,319)	(5,036,866,064)
Opening Cash Balance as at 01st January	(2,765,359,317)	2,271,506,747
Closing Cash Balance as at 31st December	(19,742,581,636)	(2,765,359,317)

Statement of Financial Position
As at 31st December, 2006

	Note	<u>Actual</u>	
		<u>2006</u> Rs.	<u>2005</u> Rs.
<u>Financial Assets</u>			
Loans to Public Officers	16	18,728,719,239	18,964,716,666
Advances to Govt. Departments	17	9,868,885,922	9,010,239,618
Foreign Aid Counterpart Funds	18	2,725,761,479	2,725,761,479
Membership Fees Paid	19	1,885,484,942	1,885,484,941
On Lending	20	174,444,434,667	192,595,689,062
Capital Contribution in State Owned Enterprises	21	96,842,051,860	67,604,832,106
Total Financial Assets		304,495,338,110	292,786,723,872
<u>Liabilities</u>			
Bank Overdrafts		19,742,581,635	2,765,359,317
Advance from the Central Bank	22	49,015,400,000	39,746,300,000
Foreign Loan Revolving Funds	23	9,117,734,410	13,903,918,713
Miscellaneous Funds	24	1,831,360,882	1,166,045,668
Government Borrowings	25	2,430,870,913,435	2,101,663,030,025
Deposits and Other Liabilities	26	67,607,138,550	14,362,868,573
Operating Accounts with Government Departments	27	3,610,026,041	2,170,478,218
Sundry Accounts	28	(3,805,585,246)	2,589,381,510
Total Liabilities		2,577,989,569,708	2,178,367,382,024
Contingency Fund		140,000,000	140,000,000
Total Liabilities & Contingency Fund Balance		2,578,129,569,708	2,178,507,382,024
Total Liabilities and Contingency Fund Balance over Financial Assets		2,273,634,231,598	1,885,720,658,152
Consolidated Fund- Accumulated Deficit	29	113,034,062,956	43,242,407,556
Total Investments in Physical Assets and Accumulated Net Revenue Deficit	30	2,160,600,168,642	1,842,478,250,596
		2,273,634,231,598	1,885,720,658,152
Contingencies & Commitments	31	30,968,370,000	92,893,050,000

The accompanying "Statement of Accounting Policies" and "Notes" to Financial Statements form an integral part of these Financial Statements. The Department of State Accounts is responsible for the preparation and presentation of these Financial Statements.

Sgd. D. Widanagamachchi
Director General of State Accounts

Sgd. P.B.Jayasundera
Secretary, Ministry of Finance & Planning
and Secretary to the Treasury

10th April, 2007
Colombo-01.

Analysis of Total Expenses of the Statement of Financial Performance
for the year ended 31st December, 2006

By Functional Classification	Actual (Rs. Million)							
	2006				2005			
	Recurrent	Capital	Total	%	Recurrent	Capital	Total	%
General Public Service	85,615	51,354	136,969	17.63	31,775	51,632	83,407	14.39
Finance Costs	151,140	-	151,140	19.45	120,371	-	120,371	20.77
Law & Order	30,039	4,145	34,184	4.40	22,469	2,152	24,621	4.25
Defence	67,108	9,100	76,208	9.81	53,961	7,494	61,455	10.60
Economic Affairs	102,431	84,811	187,242	24.10	75,201	64,051	139,252	24.03
Environment	977	1,724	2,701	0.35	794	1,874	2,668	0.46
Housing and Community Amenities	306	22,274	22,580	2.91	145	17,633	17,778	3.07
Health	30,816	7,231	38,047	4.90	22,903	6,903	29,806	5.14
Education	25,478	11,216	36,694	4.72	20,117	9,785	29,902	5.16
Recreation, Culture and Religion	3,079	1,539	4,618	0.59	1,826	936	2,762	0.48
Pension Expenses	58,319	-	58,319	7.50	46,523	-	46,523	8.03
Other Social Protection Expenses	23,930	4,456	28,386	3.65	19,778	1,214	20,992	3.62
Total Expenses	579,238	197,850	777,088	100	415,863	163,674	579,537	100

Note : These figures are presented in Economic format prepared in compliance with Government Finance Statistics Manual of the International Monetary Fund (IMF).

Statement of Accounting Policies

Reporting Entity

These Financial Statements are of the Government of the Democratic Socialist Republic of Sri Lanka and encompass the Reporting Entity of the Central Government comprised of Government Ministries & Departments. Public Corporations, State Owned Enterprises, Statutory Boards and Provincial Councils are not covered in these statements. However cash outflows to those entities taken place during the reporting year and the total interest the Government is having in the Commercial Public Corporations and State Owned Enterprises in the form of capital contribution and loans granted are recognized in these Financial Statements.

Basis of Preparation

These Financial Statements are prepared under historic cost convention in conformity with Generally Accepted Accounting Principles. Required guidance has been obtained from Sri Lanka Accounting Standards and International Public Sector Accounting Standards. The measurement base applied is historical cost. The cash based accounting has been used unless otherwise stated.

Reporting Period

The reporting period of these Financial Statements is the year ended 31st December 2006.

Basis of Combination

Ministries & Departments are combined using the classification codes for revenue collected and expenditures incurred. Accordingly total financial assets, liabilities, revenues and expenses are added together line by line.

Revenue

Central Government provides many services and benefits that do not generate revenue. Therefore revenue is raised through Parliament by way of imposing taxes, and fees & charges.

Revenue is earned by the Government in exchange for the provision of its products and services to the society.

All such revenue collected through the relevant Ministries & Departments is recognized at the time of collection.

Investment Income is recognized in the period it is earned and collected.;

Premiums and Discounts

Premiums and discounts on the issue of a debt instrument are treated as (an adjustment to the) cost of borrowings.

Gains

Related gains arising from sale of assets are recognized in the period in which transaction occurs.

Unrealized foreign exchange gains on monetary assets and liabilities are recognized in the Statements of Financial Position as at the end of the Reporting Period.

Expenses

All expenses are recognized in the period in which it is incurred.

Foreign Currency Transactions

Transactions in Foreign currencies are translated into Sri Lanka Rupee using the exchange rate on the date of transaction. Exchange differences arising on settlement of these transactions are recognized in the Statement of Financial Performance.

Assets

Equity investments in State Owned Enterprises are recorded at cost and shown separately, but investments in Statutory Boards are not separately disclosed in the accounts as they operate like other Government Departments relying for their recurrent and capital expenditures from the government.

Liabilities

In the Statement of Financial Position, all local borrowings are recorded at cost. Where foreign borrowings are subject to variation of exchange rates such foreign monetary liabilities are translated at the exchange rate as at the end of the Reporting Period.

Employee Entitlements

Employee entitlements to salaries and wages, annual leave, retiring leave and other similar benefits are recognized when they accrue to employees. Retired Government employee entitlements for their pension payments are also recognized in the same manner.

Contingent Liabilities

Contingent liabilities are recorded in the Statement of Contingent Liabilities at the point at which the contingency is evident.

Comparatives

To ensure consistency with the current period and classification method adopted to make a fair presentation of financial information, comparative figures have been restated where appropriate.

Compilation of Government Finance Statistics

The Budget Outturn presented in Economic Classification under Government Finance Statistics (GFS) vary from the information presented in these Financial Statements due to the different classification methods adopted for economic analyses. Figures for the compilation of Budget outturn are related statistics which compiled in accordance with Government Finance Statistical Manual based on this Balance Sheet figures.

Notes to Financial Statements

<u>Budget Estimate</u>	<u>Revenue Code</u>	<u>Revenue Title</u>	<u>2006 Rs</u>	<u>2005 Rs</u>
NOTE - 1 INCOME TAX				
11,680,000,000	1004.10.01	Dividend Tax	3,315,824,389	1,992,687,219
9,614,000,000	1004.10.02	Economic Service Charges	8,852,985,755	1,683,137,003
11,000,000,000	1004.10.09	Corporate Tax	35,220,018,294	17,719,262,590
32,294,000,000	1004.10.00	Total Corporate Tax (a)	47,388,828,438	21,395,086,812
	1004.20.00	Non -Corporate	2,367,132	-
18,795,000,000	1004.20.01	PAYE Tax	7,464,595,075	5,660,854,016
20,183,000,000	1004.20.02	Withholding Tax on Interest	15,130,572,001	9,175,249,160
3,100,000,000	1004.20.03	Specified Fees & Other Withholdings	5,534,264,390	3,153,292,778
1,400,000,000	1004.20.09	Others	2,186,213,117	13,151,123,134
43,478,000,000	1004.20.00	Total Non -Corporate Tax (b)	30,318,011,715	31,140,519,088
75,772,000,000		Total Incom Tax (a+b)	77,706,840,153	52,535,605,900
NOTE - 2 TAXES ON DOMESTIC GOODS & SERVICES				
162,298,000,000	1002.10.00	Value Added Tax	164,277,228,616	141,887,300,089
-	1002.20.00	Goods and Services Tax	158,331,861	461,638,918
-	1002.30.00	National Security Levy	92,560,902	34,623,758
21,658,000,000	1002.40.00	Excise (Ordinance) Duty	20,660,503,742	16,083,071,090
30,816,000,000	1002.50.01	Duty on Cigarettes (Special)	30,067,019,967	26,657,912,882
-	1002.50.02	Special Duty on Liquor	26,871,365	2,099,626
18,234,000,000	1002.50.03	Duty on Petroleum Products (Special)	16,585,513,464	22,564,309,770
20,847,000,000	1002.50.04	Duty on Motor Vehicles (Special)	20,730,716,730	13,032,996,623
2,525,000,000	1002.50.09	Other	3,112,686,286	3,127,372,502
36,000,000	1002.60.00	Tobacco Tax	33,524,816	34,484,373
1,200,000,000	1002.70.00	Stamp Duty	1,495,293,475	8,961,348
6,841,000,000	1002.80.00	Debit Tax	6,254,885,378	5,700,862,973
150,000,000	1002.90.00	Turnover Tax	232,565,202	143,096,426
550,000,000	1003.10.00	Motor Vehicle Tax	286,747,504	276,151,381
63,000,000	1003.20.00	Transfer Tax	67,147,063	38,154,536
460,000,000	1003.30.00	Betting & Gaming Levy	282,294,230	196,371,909
1,900,000,000	1003.40.00	Social Responsibility Tax	1,408,053,014	255,306,098
475,000,000	1003.50.00	Share Transaction Levy	420,180,879	451,233,786
25,000,000	1003.60.00	Construction Industry Levy	24,218,235	362,516
294,000,000	1003.90.00	Licence Fees & Others	478,156,972	335,544,655
268,372,000,000		Total Taxes on Domestic Goods & Services	266,694,499,699	231,291,855,259
NOTE - 3 TAXES ON EXTERNAL TRADE				
60,642,000,000	1001.10.00	Import Duties	53,006,278,847	45,660,009,470
20,000,000	1001.20.00	Export Duties	24,148,491	20,903,741
300,000,000	1001.30.00	Import & Export Licence Fees	329,384,287	723,078,050
20,600,000,000	1001.40.00	Port & Airport Development Levy	21,125,702,436	11,188,335,865
6,756,000,000	1001.50.00	Cess Duty	5,872,425,071	4,444,040,618
	1001.60.00	Motor Vehicle Concessionary Levy	2,609,976	-
	1001.70.00	Regional Infrastructure Development Levy	136,847,935	-
	1001.90.00	Other	-	-
88,318,000,000		Total Revenue from Taxes on External Trade	80,497,397,044	62,036,367,744
NOTE - 4 NON-TAX REVENUE AND OTHERS				
2,254,000,000	2001.10.00	Revenue from Railways	2,491,261,937	1,958,082,176
3,270,000,000	2001.20.00	Revenue from Postal Service	2,766,339,642	2,644,676,034
50,000,000	2001.30.00	Revenue from Trading Advance Account Activities	44,591,601	66,938,873
5,574,000,000		Revenue From Other Sources (a)	5,302,193,180	4,669,697,083
1,238,000,000	2002.10.00	Rent	1,293,888,316	1,154,814,428
10,030,038,000	2002.20.00	Interest	10,320,723,701	16,459,588,364
5,283,000,000	2002.30.00	Profit	3,669,000,000	2,875,500,000
3,270,000,000	2002.40.00	Dividend	3,282,443,579	3,053,340,040
58,000,000	2003.10.00	Other Departmental Sales	48,787,582	116,121,992
9,136,000,000	2003.20.00	Administrative Fees & Charges	8,751,805,388	8,210,207,469
2,491,000,000	2003.30.00	Fines & Forfeits	999,673,511	1,715,157,443
5,000,000,000	2003.90.00	Other Receipts	11,136,038,334	6,001,218,332
5,382,000,000	2004.10.00	Social Security Contribution-Central Govt.	3,999,630,669	2,971,256,979
2,918,000,000	2004.20.00	Social Security Contribution-Provincial Council	2,469,826,072	1,938,583,458
-	2005.10.00	Central Bank Profits	-	5,000,000,000
4,336,000,000	2005.20.00	Other Profits	1,209,431,865	1,248,684,289
49,142,038,000		Revenue From Other Sources (b)	47,181,249,018	50,744,472,794
54,716,038,000		Total Non - Tax Revenue & Others (a) + (b)	52,483,442,197	55,414,169,877

487,178,038,000

Grand Total (Note 1 - 4) Total Revenue

477,382,179,094

401,277,998,780

**NOTE - 5 WAGES, SALARIES & OTHER EMPLOYMENT BENEFITS
(OBJECT CODE WISE CLASSIFICATION)**

			Actual	
Budget	Object	Object Title	2006	2005
Estimate	Code		Rs	Rs
Personal Emoluments				
82,351,202,071	1001	Salaries & Wages	81,293,940,159	59,528,420,083
5,493,433,919	1002	Overtime & Holiday Pay	5,099,456,342	3,840,258,894
36,513,813,082	1003	Other Allowances	35,430,440,620	35,557,115,273
597,792,629	1004	Pension Fund Contribution	465,811,990	387,814,268
263,328,844	1005	Public Service Provident Fund Contribution	255,143,145	250,425,574
333,338,822	1006	Property Loan Interest Subsidies	160,298,005	-
125,552,909,366		Total	122,705,090,261	99,564,034,092

NOTE - 6 OTHER GOODS AND SERVICES (OBJECT CODE WISE CLASSIFICATION)

Travelling Expenditure				
5,515,782,782	1101	Domestic Travelling Expenditure	5,423,143,919	3,551,782,354
1,151,692,312	1102	Foreign Travelling Expenditure	1,035,625,146	649,362,440
6,667,475,094		Total (a)	6,458,769,065	4,201,144,794
Supplies				
856,076,936	1201	Stationery and Office Requisites	781,635,712	622,705,340
8,011,467,603	1202	Fuel and Lubricants	7,762,732,362	5,231,199,548
1,922,985,189	1203	Uniforms	1,626,661,310	1,306,721,980
9,148,511,227	1204	Diets	8,974,480,719	6,739,767,005
12,104,899,032	1205	Medical Supplies	11,794,289,984	7,462,031,224
1,197,224,628	1206	Mechanical & Electrical Goods	1,064,711,766	708,295,882
4,856,517,897	1207	Other Supplies	2,957,434,595	2,267,010,157
38,097,682,512		Total (b)	34,961,946,447	24,337,731,136
Maintenance Expenditure				
1,065,975,896	1301	Vehicle Maintenance Expenditure	947,086,132	785,221,171
425,452,442	1302	Plant, Machinery & Equipment Maintenance Expenditure	356,139,726	327,746,794
573,248,969	1303	Buildings Maintenance Expenditure	483,355,134	395,168,270
1,060,719,510	1304	Other Maintenance Expenditure	991,799,084	635,811,849
1,189,500	1305	Structures	263,365	260,939
3,126,586,318		Total (c)	2,778,643,440	2,144,209,023
Contractual Services				
722,174,588	1401	Transport	688,499,481	513,855,477
1,501,265,895	1402	Telecommunication	1,383,437,830	1,273,512,187
117,544,484	1403	Postal Charges	89,319,151	71,360,204
4,676,310,061	1404	Electricity & Water	4,365,593,471	3,941,503,758
1,860,090,698	1405	Rent	1,647,729,242	1,547,232,037
218,849,869	1406	Rates & Taxes to Local Authorities	172,085,280	157,680,671
2,330,867,638	1407	Other Contractual Services	2,181,760,993	1,821,464,279
1,676,368,577	1408	Hire Charges	1,576,864,673	1,341,884,076
13,103,471,809		Total (d)	12,105,290,122	10,668,492,689
60,995,215,733		Total (a+b+c+d)	56,304,649,074	41,351,577,642

NOTE - 7 TRANSFERS, GRANTS & SUBSIDIES (OBJECT CODE WISE CLASSIFICATION)

Transfers				
24,394,236,330	1501	Transfers to Households Through Welfare Programmes	23,501,715,927	18,886,646,331
58,615,107,263	1502	Pension, Retirements and Gratifications	58,005,687,004	46,522,602,643
20,643,808,075	1503	Transfers to Public Institutions	20,039,360,623	16,016,612,679
5,838,503,000	1504	Transfers to Public Enterprises	5,752,300,198	1,921,747,145
22,360,000	1505	Transfers to Financial Institutions	22,285,682	31,438,548
157,848,000	1506	Subscriptions, Contributions & Membership Fees- Domestic	126,951,092	488,846,065
466,139,417	1507	Subscriptions, Contributions & Membership Fees- Foreign	422,701,303	323,062,321
110,138,002,085		Total (a)	107,871,001,829	84,190,955,732
Grants				
177,285,000	1601	Grants to Public Institutions	176,298,852	126,755,977
65,564,930,000	1602	Grants to Provincial Councils	63,029,284,526	47,428,142,243
1,917,217,746	1603	Grants to Non Public Institutions & Private Individuals	1,824,422,203	1,452,406,643
67,659,432,746		Total (b)	65,030,005,581	49,007,304,863
Subsidies				
8,284,842,442	1702	Internal Subsidies	8,009,195,979	293,904,978
61,428,592,444	1703	Price Subsidies	60,161,611,395	8,471,912,055
465,869	1704	Development Subsidies	465,869	34,115,225
69,713,900,755		Total (c)	68,171,273,243	8,799,932,258
247,511,335,586		Total (a+b+c)	241,072,280,652	141,998,192,853

NOTE - 8 INTEREST PAYMENTS (OBJECT CODE WISE CLASSIFICATION)

<u>Budget Estimate</u>	<u>Object Code</u>	<u>Object Title</u>	<u>Actual</u>	
			<u>2006 Rs</u>	<u>2005 Rs</u>
		Interest Payments		
138,081,205,424	1801	Interest on Domestic Debt	133,787,693,266	113,164,085,642
19,451,181,000	1802	Interest on Foreign Debt	16,989,825,416	6,994,695,439 *
-	1803	Property Loan Interest Subsidies	-	2,731,283
157,532,386,424		Total	150,777,518,682	120,161,512,364
		NOTE - 9 OTHER RECURRENT EXPENSES (OBJECT CODE WISE CLASSIFICATION)		
		Other Recurrent Expenses		
271,912,000	1901	Awards & Indemnities	265,072,937	155,982,872
478,567,921	1902	Losses & Write Offs	400,465,103	654,078,495
96,285,797	1903	Holiday Warrants	82,845,593	70,298,563
21,231,537	1904	Implementation of the Official Language Policy	15,067,238	6,215,843
7,705,184,273	1905	Others	6,697,141,408	5,535,872,251
866,768,411	1906	Refunds	800,740,048	732,756,531
148,753,097	1907	Training Services - Local	117,145,470	71,811,688
9,588,703,035		Total	8,378,477,797	7,227,016,243
601,180,550,143		Grand Total (Notes 5 to 9)- Total Recurrent Expenditure	579,238,016,466	410,302,333,194
		NOTE - 10 PUBLIC INVESTMENT - TOTAL CAPITAL EXPENDITURE (OBJECT CODE WISE CLASSIFICATION)		
		Expenditure on Rehabilitation & Improvements of Capital Assets		
5,176,224,323	2001	Buildings	4,246,028,210	3,216,947,449
1,819,677,190	2002	Plant, Machinery and Equipment	1,551,293,096	1,445,903,645
1,598,093,558	2003	Vehicles	1,368,302,401	1,034,738,941
4,727,648,794	2004	Other Capital Assets	3,972,073,727	3,127,318,628
22,725,563,097	2005	Structures	12,206,758,889	6,614,758,205
36,047,206,962		Total (a)	23,344,456,323	15,439,666,868
		Expenditure on Acquisition of Capital Assets		
10,478,468,665	2101	Vehicles	5,614,499,425	2,282,475,153
5,524,718,799	2102	Furniture & Office Equipment	3,722,874,174	3,055,214,772
10,160,763,510	2103	Machinery	6,568,739,024	5,805,820,198
13,208,246,636	2104	Buildings	8,982,855,185	5,425,350,294
10,437,954,210	2105	Lands and Land Improvement	7,860,295,016	5,479,321,622
6,786,803,228	2106	Others	5,528,506,018	4,088,292,420
19,215,321,926	2107	Structures	17,648,639,015	13,755,810,773
75,812,276,973		Total (b)	55,926,407,858	39,892,285,232
		Expenditure on Capital Transfers		
11,469,078,321	2201	Transfers to Public Institutions	8,842,366,934	14,408,775,968
28,214,657,775	2202	Transfers to Public Enterprises	19,486,945,460	4,682,210,000
4,710,491,000	2203	Development Assistance	3,524,227,584	2,936,453,569
528,200,000	2204	Transfers Abroad	410,942,468	198,095,698
44,922,427,096		Total (c)	32,264,482,445	22,225,535,235
		Capital Grants		
2,494,100,000	2301	Capital Grants to Non - Public Institutions and Private Individuals	1,618,027,840	512,506,160
9,653,400,000	2302	Grants to Provincial Councils	4,690,450,000	4,644,156,155
12,147,500,000		Total (d)	6,308,477,840	5,156,662,315
		Acquisition of Financial Assets		
14,333,750,000	2402	Loans Outlay	7,560,026,212	9,805,267,489
18,395,966,818	2403	On-Lending	16,078,710,582	7,732,719,659
2,310,000,000	2404	Acquisition of Other Capital Assets	1,785,000,000	916,231,000
35,039,716,818		Total (e)	25,423,736,794	18,454,218,148
		Other Capital Expenditure		
48,814,818,339	2501	Other Capital Expenditure	39,484,728,934	23,154,836,917
3,824,384,912	2502	Consultations	2,347,291,277	1,560,935,996
2,717,212,021	2503	Training Services	1,397,656,405	1,334,296,043
55,356,415,272		Total (f)	43,229,676,616	26,050,068,956
		Restructuring & Reform Expenditure		
2,353,727,423	2601	Restructuring & Reform Expenditure	1,995,555,610	1,404,363,030
2,353,727,423		Total (g)	1,995,555,610	1,404,363,030
		Expenditure on Donor Funded Projects		
2,702,100,000	2701	Operational Cost of Donor Funded Projects	2,462,197,305	-
22,300,000	2702	Operational Cost of Donor Funded Projects	18,110,137	118,627,004
20,200,000	2705	Human Resources Development	454,185	-
30,000,000	2706	Operational Cost of Donor Funded Projects	20,000,000	-
70,100,000	2709	Operational Cost of Donor Funded Projects	48,144,567	-
1,392,210,772	2711	Personal Emolument of Project Staff	792,127,588	717,486,523
11,018,833,917	2712	Other Goods & Services	6,015,776,907	5,727,627,231
15,255,744,689		Total (h)	9,356,810,689	6,563,740,758

276,935,015,233

GRAND TOTAL PUBLIC INVESTMENTS - TOTAL CAPITAL EXPENDITURE
(a+b+c+d+e+f+g+h)

197,849,604,176

135,186,540,542

* Reflect Debt Moratorium for Tsunami.

Note 11 - Foreign Borrowings (Projects wise)

<u>S.No</u>	<u>(Source & Relevant Project Financed)</u>	<u>2006</u> <u>Rs.</u>	<u>2005</u> <u>Rs.</u>
1	Kuwait Fund Loan No; 226/449 Mahaweli System C Development	70,792,829	-
2	Saudi Fund For Development Loan 3 / 196 - Mahaweli Ganga Development Project	9,881,534	20,662,320
3	Japan / Sri Lanka Loan No: SLP 44- Samanalawewa Hydro Electric Power Project	-	75,613,422
4	ADB Loan No. 1312 (SRI) SF - 3rd Road Improvement Project	-	13,040,769
5	IFAD Loan No: 384 LK - North Central Province - Rural Dev. Project	-	4,427,234
6	ADB Loan No.1462 (SF)- N.C.P. Rural Development Project	-	43,634,648
7	Japan / Sri Lanka Loan No: SL - P40 - Kakule Ganga Hydroelectric Power Project	-	460,049,487
8	Japan / Sri Lanka Loan No: SL - P48 - Walawe Left Bank Irrigation Upgrading &	1,123,878,067	1,002,475,634
9	IDA Loan No.2880 CE -Private Sector Infrastructure Development Project	112,369,101	480,722,762
10	Japan / Sri Lanka Loan No. SL P49 - Colombo North Water Supply Project	437,214,065	612,358,963
11	Japan / Sri Lanka Loan No. SL P50 - Flood Control & Environment Improvement	-	962,876,093
12	IDA Loan No. 3014 - CE - 2nd General Education Project (Part for Tsunami) (*)	578,876,450	688,139,363
13	IDA Loan No. 3058 - CE - Mahaweli Restructuring & Rehabilitation Project	-	63,430,133
14	IDA Loan No: 2881 - CE - Teacher Education & Teacher Development Project (Part	69,837,159	342,026,450
15	ADB Loan No.1535 (SF) - Science & Technology Personnel Dev. Project	-	116,963,378
16	ADB Loan No.1545 (SF) - Upper Watershed Management Project	56,385,234	163,305,221
17	ADB Loan No.1552 (SF) - Second Perennial Crops Development Project	31,267,280	47,393,061
18	ADB Loan No.1567 (SF) - Southern Provincial Road Improvement Project	-	195,522,871
19	Kuwait Fund Loan No;466 - Bridges Reconstruction & Rehabilitation Project	184,108,155	131,174,725
20	ADB Loan No;1575SRI (SF) - 3rd Water Supply and Sanitation Sector project	600,450,481	1,406,565,905
21	ADB Loan No; 1649 SRI (SF) - Raod Netwrok Improvement Project	1,420,516,106	1,673,979,912
22	German Loan No;9865080 - Koggala Water Supply Project	84,302,978	100,251,351
23	ADB Loan;1639 SRI (SF) - Tea Development Project	9,410,948	664,515,182
24	ADB Loan No: 1632 SRI (SF) - Urban Development And Low Income Housing	-	416,837,169
25	Japan / Sri Lanka Loan No: SLP 69 - Improve the National Blood Transfusion	480,956,426	208,219,520
26	Japan / Sri Lanka Loan No: SLP 60 - Telecom Network Expression - Colombo	-	2,390,417
27	Japan / Sri Lanka Loan No: SLP 55 - Kaluganga Water Supply Project	1,865,089,491	1,706,017,250
28	Indian Line of Credit - 1997	-	13,087,375
29	Japan / Sri Lanka Loan No: SLP 59 - Medium Voltage Distribution Network	-	238,680,425
30	Japan / Sri Lanka Loan No: SLP 64 - Poverty Alleviation Micro Finance Project	562,594,203	158,956,437
31	Japan / Sri Lanka Loan No: SLP 67 - Urgent Upgrading of Colombo Port Project	38,484,115	224,707,977
32	Japan / Sri Lanka Loan No: SLP 56 - Mahaweli System "C" Upgrading Project	717,310,873	360,383,494
33	IDA Loan No: 3301 CE North - East Irrigated Agriculture Project (Part for	-	235,964,484
34	IDA Loan No: 3384 CE - Legal & Judicial Reform Project	362,258,889	359,016,951
35	Korean Loan No: SRI 07 - Rathnapura - Bandarawela Road Rehabilitation	-	98,923,594
36	ADB Loan No: 1707 SRI (SF) - Skils Development Project	275,739,591	391,031,999
37	ADB Loan No: 1756 SRI (SF) - Secondary Education Mordenization project	972,415,289	1,342,362,470
38	German Loan No: 9765835 - Water Supply Nawalapitiya	72,399,483	95,740,041
39	French Loan - Ministry of Health - Cardio Thoracic Equipment for Kandy Hospital	-	2,989,000
40	French Mixed Credit - National Water Supply & Development Board	-	53,108,283
41	German Loan No: 9765843 - Water Supply Ampara	40,776,888	54,636,985
42	Japan / Sri Lanka Loan No: SLP 68 - Small And Micro Industries Leader And	-	52,167,602
43	Japan / Sri Lanka Loan No: SLP 46 - Port of Colombo North Pier Development	-	195,570,077
44	Japan / Sri Lanka Loan No: SLP 63 - Road Network Improvement Project	733,040,651	535,354,315
45	Japan / Sri Lanka Loan No: SLP 70 - Southern Highway Construction Project	2,686,929,198	929,992
46	Japan / Sri Lanka Loan No: SLP 62 - Bandaranayaka International Airport	4,682,617,990	3,518,457,567
47	IDA Loan No: 3525 CE - Sri Lanka Central Bank Strengthening Project	-	519,704,119
48	IDA Loan No: 3469 CE - Distance Learning Project	-	4,571,714
49	Korean Loan No: SRI 10 - Greater Galle Water Supply Project	-	697,023,368
50	NDF Loan No.356 - Secondary Education Modernization Project	172,362,302	132,143,385
51	ADB Loan;1744 SRI (SF) - Forest Resources Management Sector Project	443,599,526	453,830,407
52	ADB Loan;1716 SRI (SF) - Coastal Resource Management Project	229,591,962	1,296,505,224
53	ADB Loan;1767 SRI (SF) - Protected Area Management And Wildlife Conservation	170,526,190	284,155,607
54	IFAD Loan No: 493 LK - Regional Economic Advance Project	188,506,081	128,237,148
55	Kuwait Fund Loan No;598 - Rural Electrification Project-5	40,346,810	321,480,510
56	German Loan No: 9966698 - Colombo Grid Substation Project	926,688,122	994,697,143
57	Japan / Sri Lanka Loan No: SLP 71 - Greater Kandy Water Supply Project	1,652,012,827	622,466,646
58	The Export Import Bank of Korea - Greater Galle Water Supply Project	-	166,036,450
59	IDA Loan No: 3496 CE - Land Titling And Related Services Project	40,350,314	80,321,275
60	ADB Loan;1895 SRI (SF) - Small And Medium Enterprise Sector Development	17,146,918	39,194,609
61	Indian Line of Credit - 2001	-	4,802,500
62	Sweden Loan - Molecular Biology Institution of Univercity of Colomb	8,631,161	46,869,132
63	IDA Loan No: 3673 CE - Renewable Energy For Rural Economic Development	2,005,839,983	2,272,875,160
64	NDF Loan No.325 - The Skills Development Project	356,345,174	199,990,644
65	Kuwait Fund Loan No;563 - Rehabilitation of Irrigation And Schemes Project	107,801,412	148,108,498
66	ADB Loan;1896 SRI (SF) - Small And Medium Enterprise Sector Development	425,284,297	1,176,636,871

S.No**(Source & Relevant Project Financed)**

	2006	2005
	Rs.	Rs.
67	ADB Loan;1757 SRI (SF) - Water Resource Management Project	32,425,537
68	ADB Loan;1846 SRI (SF) - North East Community Restoration And Development	789,442,125
69	Japan / Sri Lanka Loan No: SLP - 66 - Reduction of Non Revenue Water Project	84,555,551
70	Japan / Sri Lanka Loan No: SLP - 79 - Small Scale Infrastructure Rehabilitation	1,356,449,435
	Japan / Sri Lanka Loan No: SLP - 73 - Lunawa Environment Improvement And	85,098,619
71	Community Development Project	
72	Japan / Sri Lanka Loan No: SLP - 75 - Plantation Reform Project (II)	26,918,477
	Japan / Sri Lanka Loan No: SLP - 77 - Pro-poor Economic Advancement And	9,035,693
73	Community Enhancement Project	
74	IDA Loan No: 3772 CE - Economic Reform Technical Assistance Project (Part for	538,515,201
	IDA Loan No: 3781 CE - Improving Relevance And Quality of Undergraduate	1,233,430,275
75	Education Project (Part for Tsunami) (*)	
76	Korean Loan No: SRI 08 - Housing Project For Public Servants	124,234,846
77	NDF Loan No.324 - Sourthern Transport Development Project	85,788,548
78	Australian Loan - Intergrated Water Supply Scheme Ampara (II)	-
79	ADB Loan;1841 SRI (SF) - Colombo Port Efficiency And Expansion Project	188,272,822
80	ADB Loan;1849 SRI (SF) - Southern Province Rural Economic Advance Project	397,985,410
81	ADB Loan;1711 SRI (SF) - Sourthern Transport Development Project	1,201,852,092
82	ADB Loan;1914 SRI (SF) - Plantation Development Project	5,960,887
83	ADB Loan;1986 SRI (SF) - Road Sector Development Project	1,516,651,549
84	ADB Loan;1910 SRI (SF) - Aquatic Resource Development And Quality	20,676,859
85	ADB Loan;1911 SRI (SF) - Aquatic Resource Development And Quality	115,215,900
86	ADB Loan;1993 SRI (SF) - Towns And Rural Community Water / Sanitation	208,790,584
87	ADB Loan;1999 SRI (SF) - Distance Education Modernization Project	397,440,015
88	German Loan No. 200165589 NDB - small & Micro Enterprises	-
89	HSBC Loan - Rehabilitation Bridges in North & East Project	890,013,855
90	OPEC Loan No;782 P - The Skills Development Project	35,125,629
91	Eropean Investment Bank - Crdit Line to DFCC	1,817,730,500
92	Austrian Loan - Sirimavo Bandaranayake Children Hospita	404,034,934
93	Austrian Loan - Railway Bridges to Extent Railtracks	514,841,332
94	Indian Line of Credit - 2003	122,576,595
95	ADB Loan;2043 SRI (SF) - Conflict Affected Area Rehabilitation Project	1,105,846,327
96	ADB Loan;1913 SRI (SF) - Plantation Development Project	17,667,846
97	ADB Loan 2040 SRI (sf) Rural Finance Sector development	-
98	ADB Loan;1930 SRI (SF) - Power Sector Development Project	1,284,882,566
99	ADB Loan;2041 SRI (SF) - Rural Finance Sector Development Program	287,551,213
100	ADB Loan;2042 SRI (SF) - Rural Finance Sector Development Program	55,421,297
101	ADB Loan 2130 SRI (sf) Fiscal Management Reform	-
102	China loan - Rural Electrification Project (vii)	721,649,181
103	China loan - Kelanithissa Diesel Storage Tank Project	308,922,895
104	Denmark Loan - Colombo Sewerage Rehabilitation Project	177,587,702
105	Japan / Sri Lanka Loan No: SLP - 74 - Upper Kotmale Hydro Electric Power	570,472,563
106	Japan / Sri Lanka Loan No: SLP - 76 - Provincial Road Improvement Project	227,590,295
107	Japan / Sri Lanka Loan No: SLP - 78 - Power Sector Restructuring Project	15,053,873
108	Japan / Sri Lanka Loan No: SLP - 80 - Small Scale Infrastructure Rehabilitation	2,107,200,019
109	Japan /Sri Lanka Loan No;SLP - 81 Small & micro Industries Leader	-
110	Japan /Sri Lanka Loan No;SLP - 82 Enviromentally Friendly	-
111	OPEC Loan No;879 P - North East Community Restoration & Development	57,553,024
112	Saudi Loan No;4/390 - Development Health Facilities - Colombo Hospital	9,658,202
113	Austrian Loan No;2333.045 - Water Supply Weligama, Ambalantota, Kataragama	379,435,780
114	OPEC Loan No;868 P - Southern Province Rural Economic Advancement Project	16,610,294
115	OPEC Loan No;942 P - Road Sector Development Project	180,385,666
116	Japan / Sri Lanka Loan No. SLP 83 - Vauniya Kilinichchi Transmossion Line	47,752,505
117	Japan / Sri Lanka Loan No. SLP-84 - Sri Lanka Tsunami Affected Area Recovery	3,949,819,401
118	Japan / Sri Lanka Loan No. SLP - 72 - Colombo City Electricity Distribution	81,001,500
119	Korean Loan No. SRI 11 - Balangoda-Bbandaraswela Road Rehabilitation Project	535,278,158
120	Korean Loan No. SRI 12 - Greater Galle Water Supply Project Phase (II)	305,493,567
121	UK Loan - Equipment to Teaching Base Hospitals	785,692,255
122	CITI Bank Loan - Sustainable Water Assistance Management Project	459,699,905
123	ADB Loan No: 2027 - North East Coastal Community Development Project	93,921,125
124	ADB Loan No: 2132 - Fiscal Management Modernization of Revenue	1,349,786
125	ADB Loan No: 2131 - Strenthening of the Fiscal management Institutions Project	115,748,611
126	ADB Loan No: 2167 - Tsunami Affected Area Rebuilding project (*)	121,180,266
127	ADB Loan No: 2084 - North East Community Restoration Project	89,675,425
128	ADB Loan No: 2168 - North East Community Restore and Development Project	151,105,438
129	ADB Loan No: 2096 - Secondary Education Modernization Project	164,026,072
130	ADB Loan - NDB V - Private sector Promotion	612,002,500
131	ADB Loan No: 2138 - Financial Markets Programe for Private sector	1,988,908,000
132	ADB Loan No: 2044 - Conflict Affected Areas Rehabilitation Project	16,540,526

<u>S.No</u>	<u>(Source & Relevant Project Financed)</u>	<u>2006</u> <u>Rs.</u>	<u>2005</u> <u>Rs.</u>
133	IDA Loan No: 3935 CE - Second North East Irrigated Agriculture Project	431,243,212	306,856,955
134	IDA Loan No: 4014 CE - North East Housing Reconstruction Project	1,690,785,744	1,690,084,159
135	IDA Loan No: 3986 CE - E - Sri-Llanka Development project (Part for Tsunami)	306,251,577	1,032,380,499
136	IDA Loan No: 4039 CE - Tsunami Emergency Recovery Project (*)	2,559,260,047	1,425,921,285
137	IDA Loan No:- 4050 CE - Road Sector Assistant Project	-	96,029,851
138	SIDA - 2004072/SL - Education Reforms in Plantation Schools	170,730,794	39,845,100
139	US\$ 100 Million - City Bank US\$ 100 Million From City Bank	-	10,211,720,000
140	Indian Line of Credit	-	43,401,047
141	ADB Loan No.2139 - Technical Assistance for Financial Markets Programme	344,261	43,723,487
142	2004043 5/416 Baticolowa - Trincomalee Road Project	169,569,412	-
143	2006080 USD 75 Million Bank Of Ceylon	7,798,290,000	-
144	2006081 USD 25 Million Bank Of Ceylon	2,599,657,500	-
145	Us \$ 100Mn from city bank	10,755,580,000	-
146	Us \$ 130Mn loan	13,178,880,000	-
147	Us \$ 35Mn loan	3,777,942,000	-
148	Us \$ 15Mn loan	1,623,969,000	-
149	2006042 SLP - 87 Pro - poor Eastern infrastructure Development	4,445,343	-
150	Korean Loan No SRI 12	448,288,455	-
151	2005050 - 5980199 Sapugaskanda Diesel Power plant	1,702,098,090	-
152	20050430 DFCC IV Private sector Development	2,480,140,551	-
153	2006002 ADB 2197 Technical Education Development	62,358,840	-
154	2006073 Post Tsunami Line Of Credit - contract A	2,640,830,000	-
155	2006073 Post Tsunami Line Of Credit - contract B	792,249,000	-
156	2004006 ADB2080 TA Loan - Road Project	70,092,030	-
157	2006079 Nuwara eliya District Group Water Supply	516,483,302	-
158	2005079 Solar Energy for the Dev.of Health & Education	2,239,097,774	-
159	2005052 Grater Trincomalee water supply	30,964,797	-
160	2006020 IDA 4138 Road sector Assistance	1,410,391,290	-
161	2006021 Praparation of the proposed puttalama housing	5,130,020	-
162	2004022 Dry zone livelihood support & partner ship programme	191,521,334	-
163	2004076 Fourth Rural electrification	9,469,746	-
164	2006072 Towns South of kandy water supply	1,276,418,415	-
165	2006086 The supply and construction of pre -	194,119,696	-
166	2004040 Indian Line of Credit	1,543,191,285	-
167	2006071 Pakistan line of credit	2,079,960,000	-
		122,750,299,767	73,369,677,034
	Less - Foreign Borrowings for Tsunami Related Projects (*)	-	(8,966,929,064)
		122,750,299,767	64,402,747,970

Note 12 - Foreign Grants Received

	2006	2005
	Rs.	Rs.
Grants Received in the Form of Cash for Projects		
Association of South East Asian Nations (ASEAN)	5,407,532	1,172,500
Canada	13,589,414	34,076,926
European Economic Commission	105,306,902	182,414,000
France	17,500,000	21,880,990
International Labour Organization	538,726	3,738,706
Japan	607,041,649	1,169,584,591
The Netherlands	553,799,869	725,684,259
Norad	88,848,884	-
Norway	157,830,984	500,029,014
Sweeden	58,609,946	2,894,850
United Nations High Commission for Refugeees (UNHCR)	31,965,271	15,045,274
United Kingdom	676,285	2,978,717
United Nations Development Programme(UNDP)	230,366,580	160,495,940
UNESCO	989,495	-
United Nations Fund for Population	58,560,834	29,085,088
United Nations Children's Education Fund	57,311,403	37,127,198
United State of America	35,257,850	107,656,251
World Health Organization	26,621,634	21,044,503
World Bank	122,755,287	93,904,575
United Nations Environment Programm (UNEP)	36,769,447	14,615,169
Italy	15,750,371	11,816,729
German	3,302,475	15,000,000
Other	755,056,065	1,530,988
	2,983,856,902	3,151,776,268
Less: Refunds or adjustments	(602,487,414)	(6,764,079)
Sub Total (a)	2,381,369,488	3,145,012,189
Grants Received in the form of Cash for Non Projects		
The Government of Japan	32,733,486	-
United Kingdom/ IDA	580,419,049	-
Sub Total (b)	613,152,535	-
Grants Received through Special Foreign Currency Accounts		
International Development Association (IDA)	6,065,020,568	4,527,775,641
USAID	7,327,408	-
Government of Norway	38,994,745	-
Asian Development Bank (ADB)	1,349,898,086	1,163,751,445
Switzerland Development Corporation	557,693,039	722,899,828
United Nations Development Programme(UNDP)	102,913,182	-
KFW	1,209,197,406	-
Government of Italy	25,929,540	73,276,630
Sub Total (c)	9,356,973,973	6,487,703,544
Grants Received and Reported in the Form of Materials & Equipments		
Australian Aid	86,962,489	95,541,046
World Food Programme	1,025,984,996	3,492,036,447
The Government of Netherlands	141,610,184	2,757,829
The Government of Korea	3,064,483	-
The Government of China	1,622,695	-
The Government of France	136,829	-
The Government of Japan	247,217,263	127,125,688
JICA	483,010,280	-
JICS	698,788,410	-
IDA/ WB	64,602,665	-
GTZ	146,629,118	-
United Nations Development Programme(UNDP)	9,294,184	-
USAID	73,315,200	-
United Nations Children's Education Fund	114,512,513	36,795,924
Unicef/ UNFPA/ Red Cross	1,324,560,000	-
Unicef/ Norwegian Refugee Council & Others	2,888,750,000	-
KFW	251,166,911	-
The Government of India	-	691,674
World Trade Microsoft Sri Lanka (IBM)	-	14,502,000
Japan International Cooperative System	-	368,358,431
International Transport Federation	-	101,475,000
World Vision	-	280,654,074
M/s Renault Asia Pacific, Malaysia	-	13,777,662
Government of Italy	-	284,251,000
American Weather Service	-	134,319
Sub Total (d)	7,561,228,219	4,818,101,094
Grand Total - (a)+(b)+(c)+(d)	19,912,724,215	14,450,816,827
Less: Grants Received for Tsunami Related Expenses	-	(5,532,702,868)
Refunds relating to Prior years	(1,801,788)	-
	19,910,922,427	8,918,113,959

Note 13 - Domestic Non-Bank Borrowings

Net Borrowings through Treasury Bills
Treasury Bonds
Rupee Loans
Foreign Currency Banking Unit
Sri Lanka Development Bonds
CITI Bank
Sri Lanka Nations Building Bonds (9128)

<u>Actual</u>	
2006	2005
<u>Rs.</u>	<u>Rs.</u>
20,336,688,409	-
268,895,366,833	225,024,227,182
23,065,850	43,679,274,780
21,359,641,500	58,970,147,000
60,149,154,500	
332,716,858	523,156,186
260,464,463	
371,357,098,414	328,196,805,148
	(19,395,693,360)
371,357,098,414	308,801,111,788

Less : Domestic Borrowings for Tsunami Related Expenses**Note 14 - Domestic Debt Repayments**

Net Amount of Repayments of Treasury Bills
Treasury Bonds
Rupee Loans
Sri Lanka Development Bonds
Local Loans in Foreign Currency
CITI Bank Loans
Others

<u>Actual</u>	
2006	2005
<u>Rs.</u>	<u>Rs.</u>
-	9,837,359,650
171,467,291,040	117,093,271,370
23,872,482,000	67,874,970,500
25,902,428,726	-
24,887,283,845	17,235,938,500
372,868,557	
340,500,000	3,631,695,269
246,842,854,169	215,673,235,289

Note : - Net amount payment of Treasury Bills reflects the difference between borrowings through Treasury Bills and their settlements on maturity, taken place during the year as follows.

Total Borrowings
<u>Less:</u> Total Repayments
Net Amount of Repayment/ Borrowings

<u>Rs.</u>	<u>Rs.</u>
600,082,354,640	465,308,955,482
(579,745,666,231)	(475,146,315,312)
20,336,688,409	(9,837,359,830)

Note 15- Recoveries From On-Lending**Foreign Funded Lending**

National Development Bank
Sri Lanka Ports Authority
Sri Lanka Telecom
Development Finance Corporation of Ceylon
Hatton National Bank
Lanka Electric Company Ltd.
National Water Supply & Drainage Board
Sampath Bank
Commercial Bank
Seylan Bank
Ceylon Electricity Board
Development Banks
Ceylon Petroleum Corporation
National Development Trust Fund
Lanka Oriex Leasing Company
Local Loan Development Fund
Revolving Funds of Central Bank with Reginal Dev.Banks
Other Institutions
Sub Total (a)

<u>Actual</u>	
2006	2005
<u>Rs.</u>	<u>Rs.</u>
1,477,981,911	1,535,850,866
2,887,099,581	3,036,331,836
713,455,496	768,779,220
1,142,202,812	1,191,688,749
49,202,207	49,202,920
89,402,804	101,383,202
438,400,525	165,500,000
150,020,350	85,076,912
211,307,489	197,221,071
17,319,308	17,319,308
-	-
4,158,493	1,762,696
647,368,644	647,368,644
16,032,023	16,032,023
3,783,257	3,783,256
1,078,671	202,408
3,261,868,693	1,779,552,700
2,341,006,891	513,107,626
13,451,689,155	10,110,163,437
268,123,402	208,940,635
36,780,000	14,200,000
124,704,145	30,293,276
429,607,547	253,433,911
13,881,296,703	10,363,597,348

Treasury Funded Lending

AHF Loan Scheme
Provincial Council Loans
Other Loans
Sub Total (b)

Grand Total (a+b)

Note - 16 Loans To Public Officers

Advances to Public Officers Transferred to Provincial Councils (7004)
Advances to Public Officers of the Central Government (8493)

Actual

2006	2005
Rs.	Rs.
200,709,920	200,709,920
18,528,009,319	18,764,006,746
18,728,719,239	18,964,716,666

Note - 17 Advances to Government Departments

Treasury Authorised Advance Accounts (7000)

9,868,885,922	9,010,239,618
9,868,885,922	9,010,239,618

Note - 18 Foreign Aid Counterpart Funds

Foreign Aid Counterpart Fund - Grants (8317)
Foreign Aid Counterpart Fund - Loan (8318)
Foreign Aid Counterpart Fund (8319)
General Services Mutual Fund for Import of Wheat (8321) & (8322)

1,398,743,332	1,398,743,332
299,824,617	299,824,617
167,520,817	167,520,817
859,672,713	859,672,713
2,725,761,479	2,725,761,479

Note - 19 Membership Fees Paid

International Monetary Institutions Membership Fees Paid (8234) and (8339)

1,885,484,942	1,885,484,941
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Note 20 - On lending

S.No.	Name of the Institution	Balance as at	New Loan During 2006	Amount Settled	Balance as at
		31.12.2005		During 2006	31.12.2006
		Rs.	Rs.	Rs.	Rs.
1	Sri Lanka Ports Authority Less/ Add : Parity Variance Balance	50,158,011,539 (7,102,087,926) 43,055,923,613	55,255,448	2,887,099,581	40,224,079,479 1,184,916,515 41,408,995,994
2	Ceylon Electricity Board Add : Adjustment to 2005 balances New Disbursement 2006 Less: Converted to equity * Add : Parity Variance Balance	59,932,894,990 297,371 59,933,192,361	2,063,225,877 1,524,748,275	0 30,998,209,120 0	32,522,957,395 32,522,957,395
3	Development Finance Corporation of Ceylon Less/ Add : Parity Variance Balance	10,545,438,404 (13,811,316) 10,531,627,088	4,732,502,471	1,142,202,812	14,121,926,749 103,636,876 14,225,563,624
4	Private Sector Infrastructure Development. Co. Ltd. Less/ Add : Parity Variance Balance	2,445,454,155 (52,606,492) 2,392,847,664	-	918,900,000	1,473,947,664 81,193,135 1,555,140,799
	Indian Line of Credits				
5	Aliance Finance Co. Ltd.	16,747,883	-	4,186,972	12,560,911
6	Bank of Ceylon	229,587,331	-	56,352,492	173,234,839
7	Ceylease Financial Service Ltd.	16,800,333	-	8,019,472	8,780,861
8	Ceylinco Leasing Company Ltd.	12,429,217	-	3,824,376	8,604,841
9	Commercial Bank of Ceylon Ltd.	4,846,213	-	775,396	4,070,817
10	Commercial Leasing Corporation Ltd.	37,773,736	-	14,266,796	23,506,940
11	DFCC Bank Ltd.	8,413,069	-	4,748,848	3,664,221
12	Hatton National Bank Ltd.	62,433,614	-	17,500,536	44,933,078
13	Lanka Orix Leasing Co. Ltd.	1,864,223	-	745,692	1,118,531
14	National Development Bank Ltd.	10,740,562	-	3,580,184	7,160,378
15	People's Bank	1,226,531,449	-	351,490,268	875,041,181
16	Seylan Bank	3,527,304	-	1,410,920	2,116,384
	Sub Total	1,631,694,934	0	466,901,952	1,164,792,982
17	IMPORTING 300 TRACTORS UNDER THE INDIAN LINE OF CREDIT		146,298,906	146,298,906	-
18	National Development Bank Less : Parity Variance Balance	12,992,601,448 (359,286,743) 12,633,314,705	2,189,349,505.86	1,477,981,911	13,344,682,299 (521,492,101) 12,823,190,198
19	Sri Lanka Telecom	3,385,829,273	-	713,455,496	2,672,373,777
20	Lanka Electricity Company	725,239,907	-	89,402,804	635,837,103
21	Sampath Bank Ltd.	962,220,033	944,411,542.63	150,020,350	1,756,611,226
22	Hatton National Bank Ceylon Ltd.	777,300,700	259,683,414.48	49,202,207	987,781,907
23	Commercial Bank	1,869,455,644	266,514,536.41	211,307,489	1,924,662,691
24	Seylan Bank	165,688,141	336,097,559.32	17,319,308	484,466,392
25	Ceylon Petroleum Corporation	7,177,167,714	-	647,368,644	6,529,799,070
26	National Development Trust Fund	553,900,881	306,354,749.80	16,032,023	844,223,607
27	Sarvodaya	1,291,334,570	111,932,785.00	26,752,815	1,376,514,540
28	Local Loan Development Fund	1,120,234,476	1,224,309,682.71	1,078,671	2,343,465,487
29	Lanka Orix Leasing Co. Ltd.	255,873,689	138,637,971.11	3,783,257	390,728,403
30	National Water Supplies & Drainage Board	12,877,150,128	2,201,753,385.49	438,400,525	14,640,502,988
31	Bank of Ceylon	797,355	120,703,939.41	797,355	120,703,939
32	Colombo Dockyard Add : Parity Variance Balance	158,984,280 0 158,984,280	18,342,540.00	24,336,720	152,990,100 31,537,296 184,527,396
33	Nation Trust Bank (MILL)	46,123,690	-	9,224,738	36,898,952
34	People's Bank	378,700	-	378,700	0
35	Urban Development Athority	276,749,960	-	0	276,749,960
36	S.L. Land Reclamation and Dev.Board	555,239,361	90,597,062.64	0	645,836,424
37	Commercial Leasing Company Ltd.	2,325,562	-	387,594	1,937,968
38	Ceylinco Leasing Company Ltd.	146,496,772	-	0	146,496,772
39	Housing Development Finance Corporation	201,581,870	-	36,651,249	164,930,621
40	State Mortgage & Investment Bank.	188,790,641	-	35,006,379	153,784,262
41	Central Bank of Sri Lanka	578,940,875	-	196,592,688	382,348,188
42	Federation of Thrift & Credit Corporation	32,009,675	-	32,009,675	0
43	Prajashakthi District Organization-Badulla	7,275,000	-	970,000	6,305,000
44	Sanasa Development Bank	12,056,479	-	-	12,056,479
45	Sanasa Development Bank	33,068,160	5,476,760.00	-	38,544,920
46	Uva Development Bank	5,199,995	-	3,188,493	2,011,502

S.No.	Name of the Institution	Balance as at 31.12.2005	New Loan During 2006	Amount Settled During 2006	Balance as at 31.12.2006
		Rs.	Rs.	Rs.	Rs.
*47	Revolving Funds with Central Bank of Sri Lanka Add: Parity Variance	16,842,996,605	1,263,742,399.07	3,261,868,693.40	14,844,870,311
	Balance	16,842,996,605	1,263,742,399.07	3,261,868,693	15,366,362,412
48	Asia Hotel Corporation	0	-	-	0
49	Wayamaba Development Bank	0	28,748,117.00	-	28,748,117
50	HDFC / NHDA	0	488,195,040.00	-	488,195,040
51	Airport & Aviation Services (Sri Lanka) Ltd Add : Parity Variance	0	3,582,732,573.45	446,768,120.60	3,135,964,453
	Balance	0	3,582,732,573.45	446,768,120.60	3,264,175,652.70
	On Lending Based on Foreign Aids	180,429,010,497.77	22,099,614,541.96	13,451,689,154.93	159,608,221,788.61
52	Provincial Councils	165,900,000	-	36,780,000	129,120,000
53	Local Loan Development Fund	405,243,025	-	21,592,500	383,650,525
54	Sri Lanka Rubber Manufacture & Development Corpo	773,340,000	-	0	773,340,000
55	Sri Lanka Handicraft Development Board	13,620,000	-	1,362,000	12,258,000
** 56	SME Bank	1,500,000,000	-	1,500,000,000	0
57	SME Bank	0	50,000,000.00	0	50,000,000
58	Hotel Developers Lanka Ltd.	5,267,050,307	457,385,711.54	0	5,724,436,019
59	Other Local Loans	79,600,000	-	3,500,000	76,100,000
60	AHF Loan Scheme 2004/2005	3,863,675,587	-	268,123,402.16	3,595,552,185
61	People's Bank - Small Sector Ent. Dev. Loan Scheme	98,249,645	-	98,249,645	0
62	Real Estate Exchange Pvt Ltd		250,000,000.00		250,000,000
63	Mity. of Prtrolium & Pet.Resos. Dev.		926,500,000.00		926,500,000
64	Sri Lanka Agriculture Products Marketing Authority		1,999,025,150.00		1,999,025,150
65	Prperty Loan Guarantee Fund		916,231,000.00		916,231,000
	On Lending Based on Domestic Funds	12,166,678,564	4,599,141,862	429,607,547	14,836,212,879
	Total Parity Variance	7,527,495,106			1,529,495,022
	Total (Before Parity Variance)	200,123,184,168	26,698,756,403	13,881,296,702	172,914,939,645
	Total (After Parity Variance)	192,595,689,062		13,881,296,702	174,444,434,667

* Note : According to the Cabinet Decission on 04/03/2006 Rs. 30,998,209,119.96 has been transferred to equity.

** Adjustments

Note - 21 Capital Contribution or Shareholdings in the Commercial Public Corporations/ State Owned Companies / Other Companies/ Plantation Companies/ Bus Companies/ Development Banks

	<u>Balance as at 01.01.2006</u>	<u>Additions in 2006</u>	<u>Adjustments +/- Reductions in 2006</u>	<u>Balance as at 31.12.2006</u>
	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>
Note - 21.1 (a) Capital Contribution in Commercial Public Corporations	42,360,991,181	30,998,209,120	-	73,359,200,301
Note - 21.1 (b) Central Bank of Sri Lanka	15,000,000	-	-	15,000,000
Note - 21.2 Shareholdings in Government Owned or Other Companies	19,277,074,990	1,503,607,080	(2,973,587,700) *	17,807,094,370
Note - 21-3 Shareholdings in Plantation Companies	986,927,300	55,550	-	986,982,850
Note - 21.4 Shareholdings in Bus Companies	4,257,077,950	705,882,440	1,018,069,840	3,944,890,550
Note - 21.5 Shareholdings in Companies in US Dollar denomination	195,760,685	10,923,104	-	206,683,789
Note - 21.6 Shareholdings in Development Banks	512,000,000	-	10,200,000	522,200,000
Total	67,604,832,106	33,218,677,294	(1,945,317,860)	96,842,051,860

Note - 21.1 (a) Commercial Public Corporations

<u>S.No</u>	<u>Balance as at 01.01.2006</u>	<u>Additions in 2006</u>	<u>Reduction in 2006</u>	<u>Balance as at 31.12.2006</u>
	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>
1 Bank of Ceylon	2,600,000,000	-	-	2,600,000,000
2 Central Engineering Consultancy Bureau	500,000	-	-	500,000
3 Ceylon Ceramics Corporation	2,640,000	-	-	2,640,000
4 Ceylon Electricity Board	20,200,467,000	30,998,209,120	-	51,198,676,120
5 Ceylon Fisheries Corporation	376,710,000	-	-	376,710,000
6 Ceylon Petroleum Corporation	117,820,000	-	-	117,820,000
7 Development Lotteries Board	2,200,000	-	-	2,200,000
8 Housing Development Finance Corporation Bank	391,308,000	-	-	391,308,000
9 National Films Corporation of Sri Lanka	10,000,000	-	-	10,000,000
10 National Institute of Business Management	57,175,766	-	-	57,175,766
11 National Livestock Development Board	576,587,649	-	-	576,587,649
12 National Lotteries Board	21,263,100	-	-	21,263,100
13 National Savings Bank	1,700,000,000	-	-	1,700,000,000
14 National Water Supply & Drainage Board	185,480,000	-	-	185,480,000
15 People's Bank	3,198,133,000	-	-	3,198,133,000
16 Sri Lanka Ayurvedic Drugs Corporation	5,000,000	-	-	5,000,000
17 Sri Lanka Broadcasting Corporation	307,386,085	-	-	307,386,085
18 Sri Lanka Cashew Corporation	427,287,074	-	-	427,287,074
19 Sri Lanka Cement Corporation	966,971,844	-	-	966,971,844
20 Sri Lanka Export Credit Insurance Corporation	30,000,000	-	-	30,000,000
21 Sri Lanka Handicraft Board	69,629,000	-	-	69,629,000
22 Sri Lanka Land Reclamation & Development Corporation	1,000,000	-	-	1,000,000
23 Sri Lanka Ports Authority	7,535,916,027	-	-	7,535,916,027
24 Sri Lanka Rupavahini Corporation	537,743,000	-	-	537,743,000
25 State Development & Construction Corporation	16,671,650	-	-	16,671,650
26 State Engineering Corporation of Sri Lanka	70,000,000	-	-	70,000,000
27 State Mortgage & Investment Bank	889,813,000	-	-	889,813,000
28 State Pharmaceuticals Corporation of Sri Lanka	59,055,258	-	-	59,055,258
29 State Pharmaceuticals Manufacturing Corporation	690,079,000	-	-	690,079,000
30 State Printing Corporation	15,000,000	-	-	15,000,000
31 State Timber Corporation	41,503,668	-	-	41,503,668
32 Urban Development Authority	1,257,651,060	-	-	1,257,651,060
Total (25.1)	42,360,991,181	30,998,209,120	-	73,359,200,301

Note - 21.1 (b) Central Bank of Sri Lanka

1 Central Bank of Sri Lanka	15,000,000	-	-	15,000,000
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Note : Total Equity (Net Worth of Commercial Public Corporation and Central bank of Sri Lanka) Note 25.1.1 *

408,507,372,084 - Not Ready by 31.03.2007

* (Only to satisfy the disclosure requirement)

21.2 Shareholdings in Government Owned or other Companies (A/C. 9116)

Se. No.	Name of Company	Number of Shares			Nominal Value per Share (Rs.)	Value of the Investment as at 31.12.2005	Value of the Investment as at 31.12.2006	Percentage of Share holdings by the Treasury	
		As at 01.01.2006	Addition	Deductions					As at 31.12.2006
1	Airport & Aviation Services (Sri Lanka) Ltd.	200,000			200,000	100.00	20,000,000.00	20,000,000.00	98.00%
2	BCC Lanka Limited	10,000,000			10,000,000	10.00	100,000,000.00	100,000,000.00	100.00%
3	Bogala Graphite Lanka Ltd	254,500			254,500	10.00	2,545,000.00	2,545,000.00	0.91%
4	Borwood Limited	200,000			200,000	10.00	2,000,000.00	2,000,000.00	-
5	Building Materials Coporation	1,000,000			1,000,000	10.00	10,000,000.00	10,000,000.00	100.00%
6	Ceylon Agro Ltd	5,951,701			5,951,701	10.00	59,517,010.00	59,517,010.00	-
7	Ceylon fertilizer Co. Ltd	14,445,608			14,445,608	10.00	144,456,080.00	144,456,080.00	100.00%
8	Ceylon Hotel Corporation	1,200,000			1,200,000	10.00	12,000,000.00	12,000,000.00	100.00%
9	Ceylon Oxygen Ltd	-	8,453		8,453	10.00	-	84,530.00	-
10	Ceylon Shipping Corporation Ltd	5,000,000			5,000,000	10.00	50,000,000.00	50,000,000.00	100.00%
11	Ceylon Shipping Lines Ltd	156,493			156,493	10.00	1,564,930.00	1,564,930.00	39.00%
12	Ceynor Foundation Ltd	4,000,000			4,000,000	10.00	40,000,000.00	40,000,000.00	100.00%
13	Colombo Commercial Company (Engineering) Ltd	2,960,000			2,960,000	10.00	29,600,000.00	29,600,000.00	-
14	Colombo Commercial Fertilizer Ltd	1,000,000			1,000,000	10.00	10,000,000.00	10,000,000.00	100.00%
15	Colombo Sack Makers Ltd	2,499,996			2,499,996	10.00	24,999,960.00	24,999,960.00	-
16	Commercial Bank of Ceylon Limited	5,546			5,546	10.00	55,460.00	55,460.00	0.00418%
17	Comsec Management Services	2,499,996			2,499,996	10.00	24,999,960.00	24,999,960.00	-
18	Cultural Publication Company Ltd	600			600	100.00	60,000.00	60,000.00	-
19	Distance Learning Center Ltd	2,600,000			2,600,000	10.00	26,000,000.00	26,000,000.00	99.90%
20	Elephant Lite Corporation Ltd (Laxapana Batteries Ltd)	829,200		829,200	-	10.00	8,292,000.00	-	-
21	Elephant Lite Corporation Ltd (Preference) - (Laxapana Batteries Ltd)	1,000			1,000	10.00	10,000.00	10,000.00	5.00%
22	Galadari Hotels Lanka Ltd	301,200			301,200	10.00	3,012,000.00	3,012,000.00	-
23	Glaxso Welcome Ceylon Ltd	450			450	10.00	4,500.00	4,500.00	0.00%
24	Hotel Developers (Lanka) Ltd	29,388,463			29,388,463	10.00	293,884,630.00	293,884,630.00	64.98%
25	Hotel Services Ltd	-	2,263		2,263	10.00	-	22,630.00	0.0128%
26	Hunas Falls Limited	1			1	10.00	10.00	10.00	-
27	Independent Television Network Ltd	9,500,000			9,500,000	10.00	95,000,000.00	95,000,000.00	100.00%
28	International Dairy Products Ltd	1,200,000			1,200,000	10.00	12,000,000.00	12,000,000.00	-
29	Kahatagaha Grafite Lanka Limited	130,000			130,000	10.00	1,300,000.00	1,300,000.00	90.00%
30	Kalubowityana Tea Factory Ltd	4,637,500			4,637,500	10.00	46,375,000.00	46,375,000.00	99.90%
31	Kantale Suger Industries Ltd	268,993			268,993	100.00	26,899,300.00	26,899,300.00	100.00%
32	Lafarge Mahaweli Cement (Pvt) Ltd	480,000			480,000	10.00	4,800,000.00	4,800,000.00	10.00%
33	Lanka Canneries Limited	40,002			40,002	100.00	4,000,200.00	4,000,200.00	9.17%
34	Lanka Cement Limited	22,246,000			22,246,000	10.00	222,460,000.00	222,460,000.00	13.00%
35	Lanka Electricity Company (Pvt) Ltd	49,880,000			49,880,000	10.00	498,800,000.00	498,800,000.00	43.56%
36	Lanka Fabrics Limited	210,000			210,000	10.00	2,100,000.00	2,100,000.00	93.30%
37	Lanka Hydraulic Institute Ltd	50,000			50,000	10.00	500,000.00	500,000.00	4.53%
38	Lanka Industrial Estates Ltd	7,800,000			7,800,000	10.00	78,000,000.00	78,000,000.00	48.84%
39	Lanka Layland Ltd	2,149,900			2,149,900	10.00	21,499,000.00	21,499,000.00	41.77%
40	Lanka Machine Leasers (Pvt) Ltd	588,884			588,884	100.00	58,888,400.00	58,888,400.00	-
41	Lanka Mineral Sands Ltd	80,000,000			80,000,000	10.00	800,000,000.00	800,000,000.00	100.00%
42	Lanka Phosphate Limited	7,251,000			7,251,000	10.00	72,510,000.00	72,510,000.00	100.00%
43	Lanka STC General Trading Co. Ltd	10,000,000			10,000,000	10.00	100,000,000.00	100,000,000.00	100.00%
44	Lanka Synthetic Fiber Company	956,256			956,256	10.00	9,562,560.00	9,562,560.00	-
45	Lanka Textile Mills Emporium Ltd	700,000			700,000	10.00	7,000,000.00	7,000,000.00	-
46	Lanka Tractors Limited	5,250,000			5,250,000	10.00	52,500,000.00	52,500,000.00	30.00%
47	Mantai Salt Ltd	300,000			300,000	100.00	30,000,000.00	30,000,000.00	100.00%
48	Mattegoda Textile Mills Ltd	900,000			900,000	10.00	9,000,000.00	9,000,000.00	-
49	MILCO (Pvt) Ltd - Kiriya Milk Industries	30,649,999			30,649,999	10.00	306,499,990.00	306,499,990.00	99.99%
50	National Development Bank	177,300			177,300	10.00	1,773,000.00	1,773,000.00	0.32%
51	National Paper Company Ltd	32,300,000			32,300,000	10.00	323,000,000.00	323,000,000.00	100.00%
52	National Insurance Corporation Ltd	6,848			6,848	10.00	68,480.00	68,480.00	-
53	Orient Lanka Ltd	1,048			1,048	10.00	10,480.00	10,480.00	0.035%
54	Paranthan Chemicals Company Ltd	4,000,000			4,000,000	10.00	40,000,000.00	40,000,000.00	100.00%
55	Rajarata Food Grain Ltd	-	350,000		350,000	10.00	-	3,500,000.00	-
56	Puttalam Cement Company Ltd	97,071			97,071	10.00	970,710.00	970,710.00	-
57	Ruhunu Cement Co. Ltd	10,175,000			10,175,000	10.00	101,750,000.00	101,750,000.00	-
58	Shell Gas Lanka Limited	17,616,853			17,616,853	10.00	176,168,530.00	176,168,530.00	48.90%
59	Skills Development Fund Ltd	10,200,012			10,200,012	10.00	102,000,120.00	102,000,120.00	98.00%
60	SME Bank	-	149,999,992		149,999,992	10.00	-	1,499,999,920.00	-
61	Sri Lanka Export Credit Insurance	1,000,000			1,000,000	10.00	10,000,000.00	10,000,000.00	100.00%
62	Sri Lanka Rubber Manufacturing & Export Corporation Ltd.	7,798,000			7,798,000	10.00	77,980,000.00	77,980,000.00	100.00%
63	Sri Lanka Telecom Limited	893,405,709			893,405,709	10.00	8,934,057,090.00	8,934,057,090.00	49.50%
64	Sri Lanka Telecom (Servicers)	1			1	10.00	10.00	10.00	-
65	Sri Lankan Airlines Ltd	26,275,436			26,275,436	100.00	2,627,543,600.00	2,627,543,600.00	51.05%
66	Statcon Rubber Company Ltd	74,830			74,830	10.00	748,300.00	748,300.00	9.00%
67	Tea Smallholder Factories Ltd	49,000,000			49,000,000	10.00	490,000,000.00	490,000,000.00	100.00%
68	The Selinsing Company Limited	615			615	10.00	6,150.00	6,150.00	1.00%
69	Thomas De La Rue Lanka Currency & Security Print (Pvt) Ltd	2,800,000			2,800,000	10.00	28,000,000.00	28,000,000.00	40.00%
70	United Motors Lanka Limited	13			13	10.00	130.00	130.00	-
71	Vayangoda Textile Ltd	7,500,000			7,500,000	10.00	75,000,000.00	75,000,000.00	-
72	Wakers & Greig Limited	2,850			2,850	2.00	5,700.00	5,700.00	-
73	Wakers & Greig Limited	100			100	10.00	1,000.00	1,000.00	-
	Total	1,382,114,974	150,360,708	829,200	1,531,646,482		16,311,779,290	17,807,094,370	

21.3 Shareholding in Plantation Companies

Se. No.	Name of Company	Number of Shares				Nominal Value per Share (Rs.)	Value of the Investment at cost as at 31.12.2005	Value of the Investment at cost as at 31.12.2006	Percentage of Share holdings by the Treasury
		As at 01.01.2006	Addition	Deductions	As at 31.12.2006				
		Nos.	Nos.	Nos.	Nos.				
1	Agaraptana Plantation Ltd	5,821,162			5,821,162	10.00	58,211,620.00	58,211,620.00	30.39%
2	Agalawatta Plantation Ltd	-	741		741	10.00	-	7,410.00	0.0029%
3	Bagawantalawa Plantation Ltd	9,629	4,814		14,443	10.00	96,290.00	144,430.00	0.028%
4	Balangoda Plantation Ltd	4,760			4,760	10.00	47,600.00	47,600.00	0.20%
5	Chilaw Plantation Ltd	20,000,000			20,000,000	10.00	200,000,000.00	200,000,000.00	100.00%
6	Elkaduwa Plantation Ltd	18,000,010			18,000,010	10.00	180,000,100.00	180,000,100.00	100.00%
7	Elpitiya Plantation Ltd	7,806,546			7,806,546	10.00	78,065,460.00	78,065,460.00	39.00%
8	Hapugastenne Plantation Ltd	1			1	10.00	10.00	10.00	19.00%
9	Horana Plantation Ltd	5,889			5,889	10.00	58,890.00	58,890.00	0.024%
10	Kahawatte Plantation Limited	1			1	10.00	10.00	10.00	0.000002%
11	Kegalle Plantation Ltd	4,387			4,387	10.00	43,870.00	43,870.00	-
12	Kelani Valley Plantation Ltd	1			1	10.00	10.00	10.00	-
13	Kotagala Plantation Ltd	3,800,557			3,800,557	10.00	38,005,570.00	38,005,570.00	11.88%
14	Kurunegala Plantation Ltd	20,000,001			20,000,001	10.00	200,000,010.00	200,000,010.00	100.00%
15	Madulsima Plantation Ltd	3,805,652			3,805,652	10.00	38,056,520.00	38,056,520.00	13.12%
16	Malwatta Valley Plantation Ltd.	1			1	10.00	10.00	10.00	-
17	Maskeliya Plantation Ltd.	9,007			9,007	10.00	90,070.00	90,070.00	-
18	Maturata Plantation Ltd.	7,806,020			7,806,020	10.00	78,060,200.00	78,060,200.00	39.00%
19	Namunukula Plantation Ltd.	3,801,598			3,801,598	10.00	38,015,980.00	38,015,980.00	16.00%
20	Pussellawa Plantation Ltd.	7,817,123			7,817,123	10.00	78,171,230.00	78,171,230.00	32.70%
21	Talawakelle Plantations Limited	368			368	10.00	3,680.00	3,680.00	0.0015%
22	Udapussellawa Plantation Ltd	1			1	10.00	10.00	10.00	19.00%
23	Watawala Plantation Ltd.	16			16	10.00	160.00	160.00	-
	Total	98,692,730	5,555	-	98,698,285		986,927,300	986,982,850	

21.4 Shareholding in Bus Companies

Se. No.	Name of Company	Number of Shares				Nominal Value per Share (Rs.)	Value of the Investment at cost as at 31.12.2005	Value of the Investment at cost as at 31.12.2006	Percentage of Share holdings by the Treasury
		As at 01.01.2006	Addition	Deductions	As at 31.12.2006				
		Nos.	Nos.	Nos.	Nos.				
1	Colombo Metropolitan Bus Company	117,000,000		70,000,000	47,000,000	10.00	1,170,000,000	470,000,000.00	90.00%
2	Gampaha Bus Company	40,050,000			40,050,000	10.00	400,500,000.00	400,500,000.00	89.00%
3	Kalutara Bus Company Ltd	22,350,000			22,350,000	10.00	223,500,000.00	223,500,000.00	90.00%
4	Mahanuwara Bus Company Ltd	5,261,756	14,688,244		19,950,000	10.00	52,617,560	199,500,000.00	90.90%
5	New Eastern Bus Company Ltd	38,156,987			38,156,987	10.00	381,569,870	381,569,870.00	95.40%
6	Nuwaraeliya Bus Company Ltd	27,393,695			27,393,695	10.00	273,936,950	273,936,950.00	91.30%
7	Rajarata Bus Company Limited	33,200,000			33,200,000	10.00	332,000,000.00	332,000,000.00	94.86%
8	Ruhunu Bus Company Limited	30,000,000	10,550,000		40,550,000	10.00	300,000,000	405,500,000.00	40.00%
9	Uva Bus Company Ltd	32,745,357		1,806,984	30,938,373	10.00	327,453,570	309,383,730.00	95.00%
10	Wayamba Bus Company Ltd	79,550,000		30,000,000	49,550,000	10.00	795,500,000	495,500,000.00	90.00%
11	Sabaragamu Bus Company Ltd	-	45,350,000		45,350,000	10.00	-	453,500,000.00	-
	Total	425,707,795	70,588,244	101,806,984	394,489,055		4,257,077,950	3,944,890,550	

21.5 Shareholdings in Companies in US Dollar denomination

Se. No.	Name of Company	Number of Shares				Nominal Value per Share (Rs.)	Value of the Investment at cost as at 31.12.2005	Value of the Investment at cost as at 31.12.2006	Percentage of Share holdings by the Treasury
		As at 01.01.2006	Addition	Deductions	As at 31.12.2006				
		Nos.	Nos.	Nos.	Nos.				
1	Asian Reinsurance Corporation	900			900	US\$ 1000	91,872,000.00	96,935,040.00	-
2	Ceylon Shipping Agency	24,500			24,500	1 (Singapore)	1,502,445.35	1,720,032.30	99.00%
3	International Finance Corporation	1,003			1,003	US\$ 1000	102,386,240.00	108,028,716.80	-
	Total	26,403	-	-	26,403		195,760,685.35	206,683,789.10	

Exchange Rate as at 31.12.2005/29.12.2006

Currency	31.12.2005	29.12.2006
	Rate	
US Dollar	102.08	107.71
Singapore Dollar	61.32	70.21

21.6 Shareholdings in Development Banks

Se. No.	Name of Company	Number of Shares				Nominal Value per Share (Rs.)	Value of the Investment at cost as at 31.12.2005	Value of the Investment at cost as at 31.12.2006	Percentage of Share holdings by the Treasury
		As at 01.01.2006	Addition	Deductions	As at 31.12.2006				
		Nos.	Nos.	Nos.	Nos.				
1	Kandurata Development Bank	10,200,000			10,200,000	10.00	102,000,000.00	102,000,000.00	68.00%
2	Rajarata Development Bank	5,200,000			5,200,000	10.00	52,000,000.00	52,000,000.00	52.00%
3	Ruhunu Development Bank	10,200,000			10,200,000	10.00	102,000,000.00	102,000,000.00	68.00%
4	Sabaragamuwa Development Bank	10,200,000			10,200,000	10.00	102,000,000.00	102,000,000.00	68.00%
5	Uva Development Bank	5,200,000			5,200,000	10.00	52,000,000.00	52,000,000.00	52.00%
6	Wayamba Development Bank	11,220,000			11,220,000	10.00	112,200,000.00	112,200,000.00	60.00%
	Total	52,220,000	-	-	52,220,000		522,200,000	522,200,000.00	

Summary		31.12.2006	
Se. No.	Company Name	Numbers of Shares	Nominal Value of Shares (RS.)
1	General	1,531,646,482	17,807,094,370.00
2	Plantation	98,698,285	986,982,850.00
3	Bus	394,489,055	3,944,890,550.00
4	Shares in Dollar Value	26,403	206,683,789.10
5	Development Banks	52,220,000	522,200,000.00
	Number of Shares	2,024,860,225	23,467,851,559.10

Note - 21.1.1 (a) Equity (Net worth) of the Commercial Public Corporations

<u>S.No.</u>	<u>Name</u>	<u>As at 01.01.2006</u> <u>Rs.</u>	<u>As at 01.01.2005</u> <u>Rs.</u>
1	Bank of Ceylon	16,182,522,000	15,347,725,000
2	Central Engineering Consultancy Bureau	345,480,369	330,315,352
3	Ceylon Ceramics Corporation	(114,287,000)	(125,354,000)
4	Ceylon Electricity Board	178,233,978,000	161,167,635,000
5	Ceylon Fisheries Corporation	310,272,431	304,907,955
6	Ceylon Petroleum Corporation	12,673,455,000	2,984,126,000
7	Development Lotteries Board	608,613,715	372,538,497
8	Housing Development Finance Corporation Bank	1,642,877,246	1,012,950,139
9	National Films Corporation of Sri Lanka	236,260,883	197,121,000
10	National Livestock Development Board	514,115,338	541,105,838
11	National Lotteries Board	2,308,407,981	1,850,672,644
12	National Savings Bank	12,520,822,000	11,409,422,000
13	National Water Supply & Drainage Board	71,963,528,254	60,544,018,802
14	People's Bank	4,181,404,000	131,168,000
15	Sri Lanka Ayurvedic Drugs Corporation	135,492,876	115,319,327
16	Sri Lanka Broadcasting Corporation	387,513,866	439,142,313
17	Sri Lanka Cashew Corporation	390,036,928	372,951,754
18	Sri Lanka Cement Corporation	1,526,505,000	1,525,516,000
19	Sri Lanka Export Credit Insurance Corporation	691,732,370	615,902,700
20	Sri Lanka Handicraft Board	90,131,997	90,633,243
21	Sri Lanka Land Reclamation & Development Corporation	935,870,000	839,259,000
22	Sri Lanka Ports Authority	12,164,550,238	2,167,844,369
23	Sri Lanka Rupavahini Corporation	1,791,895,000	1,668,704,000
24	State Development & Construction Corporation	850,470,064	573,493,213
25	State Engineering Corporation of Sri Lanka	(114,787,721)	(125,446,832)
26	State Mortgage & Investment Bank	2,396,491,000	2,350,638,000
27	State Pharmaceuticals Corporation of Sri Lanka	1,591,225,095	1,136,262,178
28	State Pharmaceuticals Manufacturing Corporation	1,026,005,369	1,021,778,059
29	State Printing Corporation	123,354,938	104,387,338
30	State Timber Corporation	1,654,640,768	1,430,830,732
31	Urban Development Authority	4,123,161,079	4,132,541,252
Total (a) Equity (Net worth)		331,371,739,084	274,528,108,873

Note - 21.1.1 (b) Equity (Net worth) of the Central Bank.

<u>S.No.</u>	<u>Name</u>	<u>As at 01.01.2006</u> <u>Rs.</u>	<u>As at 01.01.2005</u> <u>Rs.</u>
1	Central Bank of Sri Lanka	77,135,633,000	88,896,622,000
Total (b) Equity (Net worth)		77,135,633,000	88,896,622,000
Total (a + b) Equity (Net worth)		408,507,372,084	363,424,730,873

(Only to satisfy disclosure requirement)

	Actual		
	2006	2005	
	Rs.	Rs.	
Note - 22 Advances From Central Bank Sri Lanka			
Advance From CBSL - Monetary Law Act (8176)	49,015,400,000	39,746,300,000	
	49,015,400,000	39,746,300,000	
Note - 23 Foreign loan Revolving Funds			
Reimbursable Foreign Aid Revolving Fund (8760)	1,598,950,016	2,237,891,735	
Central Bank Special Nordic Revolving Fund (9111)	100,839,548	99,714,703	
IDA Revolving Fund (8814)	1,358,423,454	2,628,364,937	
CBSL Special Dollar Account (International Fund for Agr. Dev.Revolving Fund) (8974)	359,954,922	151,282,786	
IBRD Revolving Fund Account (8982)	1,570,884,206	1,759,120,131	
ADB Special Dollar Revolving Fund Account (8919)	2,779,351,649	6,159,517,060	
CBSL Revolving Fund Account (Yen) - (9095)	506,801,602	69,951,928	
CBSL Special Deutsche Mark Revolving Fund Account (9102)	492,926,540	695,958,233	
UNDP Revolving Fund Account (9124)	102,913,182	102,117,200	
Special Rupee Revolving Fund Account - Netherland & Sri Lanka Cultural Assistance Programme (9131)	45,500,333	-	
Special Foreign Currency Revolving Fund Account (Euro Italy) (9121)	(7,178,600)		
Special Foreign Currency Revolving Fund Account (9126)	208,367,559		
	9,117,734,410	13,903,918,713	
Note - 24 Miscellaneous Funds			
Public Service Provident Fund Account (8098)	1,579,279,634	937,642,479	
Teachers' Widows & Orphans Pension Fund (8186)	152,193,391	128,515,331	
Technical Development Fund (IDB) (8365)	99,887,858	99,887,858	
	1,831,360,882	1,166,045,668	
Note - 25 Government Borrowings			
	2006	2006	2005
	Face Value	Rs.	Rs.
Treasury Bills (8085)	257,732,000,000	240,949,120,557	220,612,432,148
Treasury Bonds (9093)	885,972,000,000	815,437,089,359	718,009,013,566
Sub Total	1,143,704,000,000	1,056,386,209,916	938,621,445,714
Rupee Loans (8249)		116,713,041,162	140,562,457,312
Sri Lanken Development Bonds (9105)		59,959,056,975	25,705,051,075
Local Loans In Foreign Currency (9107)		55,993,551,625	70,650,771,970
CITI Bank loan (9112)		1,628,622,556	1,668,774,254
Sri Lanka Nations Building Bonds (9128)		260,464,463	
Total Borrowings - Domestic		1,290,940,946,696	1,177,208,500,325
Foreign Loans (8343) - (Adverse Parity Variance recognised in 2006 was Rs.109,207,750,550)	*	1,139,929,966,739	924,454,529,700
		2,430,870,913,435	2,101,663,030,025
<i>* Note : Foreign Loan Balance as per Central Bank of Sri Lanka</i>		1,123,803,064,586	944,478,047,906
Note - 26 Deposits & other Liabilities			
Treasury General Deposit Account (6000)		61,413,196,472	52,273,566,781
Treasury Deposit Account for District Secretaries (6003)		2,755,982,493	2,248,651,183
Public Service Mutual Guarantee Association (8013)		8,152,310	372,503
Subsidy Expenditure Account (9127)		-	(41,885,688,095)
Director General Of Customs - Cess Recovery Account (8105)		3,395,241,256	1,691,400,183
Treasury Certificate of Deposits (8976)		34,566,018	34,566,018
		67,607,138,550	14,362,868,573
Note - 27 Operating Accounts With Government Departments [Dr./ (Cr.)]			
General Manager - Railway Department (8003)		93,652,797	39,029,782
Director General - Dept. of Customs (8005)		11,482,539	(49,909,777)
Post Master General - Department Of Posts (8037)		(5,216,269)	(4,521,714)
Treasury Operations Department (8233) and (8583)		(3,689,734,885)	(2,138,474,683)
Treasury Operations Department (9092)		(79,119,869)	(74,975,847)
State Accounts Department (8584)		(221,366)	(127,419)
Provincial Councils (8657)		464,987	(868,788)
Collection Of GST (9098)		38,940,420	38,940,419
GST Refund Account (9099)		(986,855)	(986,855)
Non Operating Accounts (9100)		20,712,460	20,712,460
Chief Accountant - Kerala (Foreign Pension) (8190)		-	704,204

(3,610,026,041) **(2,170,478,218)**

	<u>2006</u> <u>Rs.</u>	<u>2005</u> <u>Rs.</u>
<u>Note - 28 Sundry Accounts [Dr./Cr].]</u>		
Foreign Aid Loan Expenditure Credit Account (8100)	-	(2,587,204,687)
Cheque Returned Account (8315)	1,233,070	2,918,533
Sinking Fund Investment Account (8574)	46,492,720	46,492,720
Sinking Fund Account (8575)	(46,492,720)	(46,492,720)
Parity Variance Account on Crown Agent Account (8029)	(25,050,828)	(1,667,162)
Foreign Aid Expenditure Account (8301)	3,877,938,064	43,401,047
Foreign Aid Grant Account (8314)	(49,819,260)	(48,113,441)
Investment Account for National Housing Bonds (8859)	1,284,200	1,284,200
	3,805,585,246	(2,589,381,510)
<u>Note - 29 Statement of Change in Equity</u>		
Opening Balance of the Consolidated Fund as at 1st January	(43,242,407,561)	(58,772,176,205)
(Dr.) Prior years' Adjustments.	(2,866,038,155)	
<u>Add Receipts to the Consolidated Fund</u>		
Total Cash Provided from Operations	477,382,179,094	401,277,998,780
Total Cash Provided from Investing Activities	14,454,879,574	11,463,831,843
Total Cash Provided From Financing Activities	514,018,320,607	416,171,288,566
Total Cash Receipts (a)	1,005,855,379,275	828,913,119,189
<u>Less Total Payments of the Consolidated Fund</u>		
Total Cash Disbursement to Operations	(579,238,016,466)	(415,863,528,419)
Total Cash Disbursement to Investing Activities	(197,849,604,176)	(163,674,660,169)
Total Cash Disbursement to Repayment of Debt	(295,693,375,873)	(233,845,161,957)
Total Cash Payments (b)	(1,072,780,996,515)	(813,383,350,545)
Net Cash Receipts (a) - (b)	(66,925,617,240)	15,529,768,644
Closing Balance of the Consolidated Fund as at 31st December (Dr.)	(113,034,062,956)	(43,242,407,561)
<u>Note- 30 Total Investment in Physical Assets and Accumulated Net Revenue Deficit</u>		
Accumulated Revenue Deficit (2006/2005/2004)	161,014,814,309	59,158,976,937
Total Accumulated Value of Physical Assets at cost, with Accumulated Net Revenue Deficit Prior to 2004	1,999,585,354,333	1,783,319,273,659
	2,160,600,168,642	1,842,478,250,596

Note 31 -Statement of Contingent Liabilities

(A) STATEMENT OF BANK GUARANTEES ISSUED BY THE TREASURY UP TO 31.12.2006

S. NO:	NAME OF INSTITUTION	NAME OF BANK OR INSTITUTION	GURANTEE AMOUNT (Rs. Million)	DATE OF ISSUE	DATE OF EXPIRY	CAPITAL OUTSTANDING (Rs. in Million)
1	Merchant Bank of Sri Lanka	Employee's Trust Fund Board	125.00	2003.05.30	2006.01.10	125.00
2	Merchant Bank of Sri Lanka	Employee's Trust Fund Board	430.00	2003.05.30	2008.01.10	430.00
3	Ceylon Petroleum Corporation	National Development Bank	998.80	1997.08.28	2008.02.28	166.60
4	Merchant Bank of Sri Lanka	National Savings Bank	400.00	2002.12.27	2007.12.27	400.00
5	Merchant Bank of Sri Lanka	National Savings Bank	70.00	2004.03.17	2008.12.10	35.00
6	Urban Development Authority	National Savings Bank	500.00	1999.08.17	2010.07.01	187.50
7	Cooperative Whole sale Establishment	People's Bank	207.10	2005.02.02	2006.02.15	207.10
	Sub Total		2,730.90			1,551.20
8	State Pharmaceuticals Corporation	People's Bank	500.00	2001.07.11	2001.12.31	577.32
9	Palindanuwara Kitul Treacle Producers Cooperative Society	People's Bank	0.30	1994.09.01	1994.12.31	0.08
10	Govinna Instrial Cooperative Society	People's Bank	0.25	1994.09.01	1994.12.31	0.16
11	Amaragedara Decorative Granite Slabs Manufactures Cooperative Soc.	People's Bank	0.25	1994.09.01	1994.12.31	0.18
12	Janatha Bandaragama Rice Produces & Sales Coop. Soc.	People's Bank	2.09	1993.03.29	1994.12.31	0.15
13	Bulathsinhala Kitul Treacle & Juggery Producers Coop. Soc.	People's Bank	0.30	1994.09.01	1994.12.31	0.19
14	Colombo Commercial (Engineer's	People's Bank	10.59	1999.09.20	2002.06.30	2.00
15	Relief to Small Holder Tea Sector Credits Scheme	People's Bank	27.25	2000.03.13	2002.06.13	15.58
16	Grayline International Pvt. Ltd.	People's Bank	351.00	1994.08.11	1996.08.08	351.00
17	Overseas Reality Ceylon Pvt.Ltd.	SR & CC & Terriorism Fund	500.00	2000.02.14	2004.12.31	500.00
18	Galadari Hotel Lanka Ltd	SR & CC & Terriorism Fund	350.00	2000.02.14	2004.12.31	350.00
19	Hospilality International Pvt. Ltd.	SR & CC & Terriorism Fund	20.00	200.02.14	2004.12.31	6.46
20	Galadari Hotel Lanka Ltd	SR & CC & Terriorism Fund	50.00	2000.02.14	2004.12.31	48.21
21	Hotel Developer's Lanka Ltd	SR & CC & Terriorism Fund	350.00	2002.02.14	2004.12.31	218.75
	Sub Total		2,162.03			2,070.08
23	Lanka Canneries Ltd.	Bank of Ceylon	20.00	1993.04.30	2006.12.31	4.30
24	Lanka Salu Sala Ltd.	Bank of Ceylon	105.00	1996.07.31	2006.12.31	125.00
25	Ceylon Petrolleum Corporation	People's Bank	17,000.00	1995.04.26	2001.12.31	10,144.74
26	Ceylon Petrolleum Corporation	Bank of Ceylon	20,000.00	2004.12.28	2006.12.31	8,159.50
27	Ceylon Electricity Board	People's Bank	3,000.00	2004.03.03		3,019.25
28	National Textile Corporation	People's Bank	620.00	2005.12.31		269.27
29	S/L Consumer Co-operative Societies	People's Bank	50.00	2006.07.31	2007.01.31	50.00
	Sub Total		40,795.00			21,772.06
	GRAND TOTAL		45,687.93			25,393.34

(B) STATEMENT OF LETTERS OF COMFORT ISSUED TO LOCAL BANKS AND THE LIABILITY AS AT 31.12.2006

S. No.	Name of Institution	Name of Bank	Currency	Total Value of Letters of Comfort Issued	Date of Issue	Liability as at 31.12.2006 (Rs. in Million)
1	Sri Lanka Air Force	Bank of Ceylon	USD	36,099,422	30.08.2000	764.05
2	Sri Lanka Air Force	People's Bank	USD	19,190,502	21.12.2004	1,794.31
3	Sri Lanka Air Force	People's Bank	USD	10,255,776	08.07.2005	676.88
4	Sri Lanka Air Force	People's Bank	USD	5,151,191	11.07.2005	242.57
5	Sri Lanka Air Force	People's Bank	USD	13,976,000	17.08.2006	1,537.36
6	Sri Lanka Air Force	People's Bank	USD	1,175,000	28.12.2006	129.25
7	Sri Lanka Navy	Bank of Ceylon	USD	29,500,000	10.05.2005	429.96
8	Sri Lanka Navy	Bank of Ceylon	EURO	3,714,657	21.12.2005	0.65
	Total					5,575.03