

## CHAIRMAN'S REVIEW

The year 2002 has been a challenging year for the Sri Lanka Ports Authority and its performance can be reviewed with satisfaction.

### *1.1 Revenue/Profits:*

Managerial prudence exercised by the SLPA has resulted in a total net profit for the year 2002 of Rs. 2,796 million as compared to Rs.267 million in the year 2001, a growth of 1047%. The revenue for 2002 was Rs. 15,667 million as compared to 2001 revenue of Rs. 16,389 million a decrease of 4 % being attributable to the shift of Grand Alliance from JCT to the SAGT in December, 2000.

SLPA was entitled to set-off tax liabilities of year 2002, amounting to Rs. 1,813 million from Special-Levy of Rs.11, 953 million paid to the General Treasury during the previous years. The Net Profit of 2002 after 'Tax-Set-Off' was Rs. 983 million compared to Rs. 267 million in 2001, a growth of 368%.

### *Operational Activities:*

Overall container throughput showed a growth in the year 2002. Transshipment volumes increased from 1,183,900 TEUs in 2001 to 1,197,277 TEUs in 2002. The domestic container volume has also increased from 542,705 TEUs in 2001 to 567,417 TEUs in 2002.

Break-Bulk and Liquid bulk cargo handled increased from 8,689,100 M.T. in 2001 to 8,903,200 in 2002 a growth of 2.5%.

The number of vessels, which called at the three Ports, increased from 4,014 in the year 2001 to 4,062 in the year 2002.

### *1.2 Operational Efficiency Enhancement Measures:*

- ◆ The Productivity at the Jaya Container Terminal has recorded a growth of around 100-120% (from 30-35 container moves per hour to 70-80 container moves per hour)
- ◆ There was 100% worker attendance during New Year, Vesak and Christmas Holidays.
- ◆ Speed money (Santhosam) paid by shipping lines/port users for well over 25 years for handling containers in the Port of Colombo has been completely eliminated.

- ◆ For the first time in container handling history, the Sri Lanka Ports Authority has entered into Terminal Service Agreements with Shipping Lines.
- Functions of lashing/unlashing and refer monitoring being taken over by the SLPA so as to eliminate hidden costs to port users at JCT.
- ◆ The Jaya Container Terminal was corporatised under Jaya Container Terminal Limited.
- ◆ A new Conventional Cargo Division was set up to improve efficiency of conventional cargo handling operations.
- ◆ Action has been initiated to draw up a Human Resource Management Plan.
- ◆ Setting up of a Marketing & Business Development Division to promote the image of the Port of Colombo and attract more business for the Port.
- ◆ Consequent to the discussions had with the UK based Consultants, removal of additional war risk premium resulting in payment of lower freight rates by Sri Lankan Importers and Exporters.
- ◆ Establishment of a One Stop Documentation Centre to facilitate the clearance of import cargo.
- ◆ Setting up of a 24 hour Customer Service Unit to find immediate solutions for the difficulties encountered by the port users.
- ◆ Setting up of an Internet Cyber Café for port users to send and receive various electronic messages.

### *1.3 Human Resources and Employee Welfare:*

The total number of employees of the SLPA in all three Ports at the end of the year 2002 was 17,909. All employees of the Authority continue to enjoy a wide range of benefits which includes free meals, free medical attention, special leave and ex-gratia payments, non-contributory medical aid scheme, a housing loan scheme in collaboration with the State Mortgage and Investment Bank, bus service within Colombo Port premises with the assistance of Colombo North Regional Transport Board and SLPA Co-operative Bank at a subsidized rate, welfare buses to provide transport facilities to employees to attend funerals and weddings etc. and financial assistance to children of employees to pursue their higher studies etc.

#### *1.4 Voluntary Retirement Scheme:*

A VRS was implemented after obtaining the approval of the General Treasury. Approximately 3,030 employees have opted to retire, thereby generating a net saving of around Rs.1,000 million per annum.

#### *1.5 Port Development Projects:*

##### *(a) Unity Container Terminal (New North Pier Phase II) Project:*

This project was undertaken to increase the general cargo handling capacity of the Port of Colombo and was modified to accommodate bulk and container cargo traffic. Work was completed as targeted in May 2002.

##### *Unity Container Terminal (New North Pier) Procurement of Equipment:*

The scope of the Project is to purchase (a) 03 Nos. Quayside Container Cranes and 08 Nos. RGTs (b) 45 Nos. Prime Movers & Trailers and (c) a Computer System linking with the JCT, funded by JBIC loan SL-46.

With regard to the purchasing of 3 Nos. Gantry Cranes and 8 Nos. RGTs the CATB has finalized the tender and obtained Cabinet approval and concurrence of the Japan Bank for International Cooperation (JBIC). The Letter of Acceptance was issued on 31<sup>st</sup> December 2002.

With regard to purchasing of 45 Nos. Prime Movers & Trailers, the TEC report was submitted to CATB on 9<sup>th</sup> December 2002. The CATB is scheduled to meet on 3<sup>rd</sup> January 2003 for finalization of the tender award.

With regard to the computer system a new TEC submitted their final report on 11<sup>th</sup> September 2002. The CATB held a meeting on 3<sup>rd</sup> October 2002. The Cabinet has approved the selection of the Overseas Coastal Area Development Institute of Japan (OCDI) as consultants for the project. The Consultancy assignments are scheduled to commence in March 2003.

##### *(b) North Channel Dredging Project:*

The scope of the project is to deepen the North Approach Channel of the Port of Colombo from its present depth of -11m to -13m. M/s Japan Port Consultants Ltd. was selected as consultants to the Project. M/s Penta Ocean Construction Company, the contractor commenced dredging work in January 2002 and it is scheduled for completion in March 2003. Except dredging of hard material in the North Channel, other work including installation of Navigational Aids has been completed.

(c) *Colombo Port Efficiency and Expansion Project:*

The Government of Sri Lanka has signed an agreement for Technical Assistance Loan from the Asian Development Board (ADB) for improving the efficiency of existing facilities at the Port of Colombo and to expand the capacity to handle future growth in a way that is technically, economically, financially, socially and commercially viable.

Expressions of interests from consulting firms for Main Services under this project was closed on 21<sup>st</sup> December 2001 and a total of 21 consulting firms responded. The evaluation process short-listed 7 firms of consultants as pre-qualified consultants and their Bid Offers were closed on 1<sup>st</sup> July 2002 to carry out engineering design for the South Harbour Development Project and for the improvement of efficiency at the Port of Colombo.

The CATB approved the TEC's recommendations and ADB concurrence is awaited to seek Cabinet approval for the selection of a Consultant.

As defined under the guidelines of Government Tender procedures, a Project Management unit was formed for this project under the Ministry of Port Development and Shipping which is functioning under a Project Director.

(d) *Feasibility Study on proposed Sea Port at Hambantota :*

As a Catalyst for development of the Southern region of Sri Lanka, major Port activities at a location in close proximity to the east-west international shipping route is being considered at Hambantota. To carry out a feasibility study on the proposed Sea Port of Hambantota to provide services to international trade, M/s S N C Lavalin Ltd of Canada, has been selected under CIDA funding arrangements.

The Base Line report has been submitted on 18<sup>th</sup> November 2002 and the final report is expected in September, 2003.

(e) *Other Important Projects :*

- ◆ Funding for the development of the Port of Oluvil successfully concluded with the government of Denmark.
- ◆ Funding arrangements for the rehabilitation of the Port of Kankasanthurai is underway.
- ◆ Funding arrangements for the development of the two 12 metre berths in the Port of Galle is underway.

- ◆ Completion of alongside berth in the Port of Trincomalee. A 13 metre deep 257 metre long, alongside berth as a multi-user, multipurpose berth has been constructed. The first such facility in Trincomalee.
- ◆ Completion of the deepening of the Main Channel to 16 metres and the harbour basin to 15 metres. Arrival of larger container vessels has been catered for in the Port of Colombo.
- ◆ Completion of the deepening of JCT berths 3 & 4 to 15 metres. These berths have been deepened from 14 metres to 15 metres to handle deep draught vessels.
- ◆ Completion of extension of the booms of all six (06) container cranes at JCT berths 3 & 4 to handle wider vessels. Handling capability has been extended from 16 boxes across to 18 boxes across.

*Appreciation*

On behalf of the Board of Directors, I wish to thank all our employees for the diligence and dedication with which they have performed their work during the year, which greatly enhanced the efficiency and productivity of our three Ports.

I also wish to thank Trade Unions in the Port, the Sri Lanka Customs, the Police, the Navy and all Government Agencies, which had close dealings with the Port for the co-operation and the assistance extended to the Authority.

I wish to express my sincere appreciation to all our Port users in Sri Lanka and abroad for their valuable support and for the confidence placed on our services during the year.

I wish to take this opportunity to thank Her Excellency, the President, the Hon. Prime Minister and the Hon. Minister of Port Development & Shipping along with the Secretary to the Ministry and his officials, for setting policy guidelines and advice, pertaining to Port activities and development, which enabled the Sri Lanka Ports Authority to record a very successful year.

(Parakrama Dissanayake)  
CHAIRMAN

The Chairman  
Sri Lanka Ports Authority.

**REPORT OF THE AUDITOR GENERAL ON THE ACCOUNTS OF THE SRI LANKA PORTS AUTHORITY FOR THE YEAR ENDED 31 DECEMBER 2002 IN TERMS OF SECTION 14(2)(C) OF THE FINANCE ACT NO.38 OF 1971**

The audit of accounts of the Sri Lanka Ports Authority for the year ended 31 December 2002 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. My observations which I consider should be published with the Annual Report of the Authority 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 will be furnished to the Chairman in due course.

**1.2 Scope of Audit**

Audit opinion, comments and findings in this report are based on a review of the financial statements presented to audit and substantive tests of samples of transactions. The scope and the extent of such review and tests were such as to enable as wide an audit coverage as possible within the limitations of staff, other resources and time available to me. The audit was carried out in accordance with Sri Lanka Auditing Standards, methods and practices to obtain reasonable assurance as to whether the financial statements are free of material misstatements. The audit included examination of evidence supporting the amounts and disclosures in financial statements and assessment of accounting principles and significant estimates and judgments made in the preparation of financial statements, evaluation of their overall presentation and determining whether accounting policies adopted were appropriate, consistently applied and adequately disclosed. Sub-sections (3) and (4) of Section 13 of the Finance Act No.38 of 1971 give discretionary powers to the Auditor General to determine the scope and extent of the audit.

**2. Accounts**

**2.1 Audit Opinion**

Except for the effects of the adjustments arising from the matters referred to in paragraph 2:2 of this report, I am of opinion that, the financial statements have been satisfactorily prepared to present fairly in all material respects, the financial position of the Authority as at 31 December 2002 and the results of its operations and cash flow for the year then ended in accordance with Sri Lanka Accounting Standards other than the Standards indicated in this report and the stated accounting policies as set out in Notes 1 to 12 to the financial statements.

## 2.2 Comments on Accounts

### 2.2.1 Accounting Policies

(a) Accounting policies adopted for following items had not been disclosed in the accounts according to Sri Lanka Accounting Standards. (SLAS).

(1) Presentation of financial statements (S.L.A.S – 03)

(i) Galle and Trincomalee current accounts aggregating Rs.12,461,909 had not been reconciled.

(ii) 25 ledger accounts aggregating Rs.902,124,450 had not been reconciled.

(iii) Method of provisioning for accrued expenditure

(2) Net profit or loss for the period, fundamental errors and changes in accounting policies (S.L.A/S – 10)

Loss of cash amounting to Rs.1,547,540 had been written off to P/L account.

(3) Although the provisions for gratuity amounting to Rs. 138,534,869 had been provided according to the Gratuity Act No. 12 of 1983, the actuarial basis had not been adapted as per SLAS 16

(4) Related party disclosures (S.L.A.S – 30)

(5) Contingent liabilities and contingent assets. (S.L.A.S – 36)

Compensation amounting to Rs.1,940,957,313 had not been provided for in respect of employees who had retired under Voluntary Retirement Scheme.

(b) Stocks aggregating Rs.1285.4 million shown in the accounts represented the book value instead of the cost or net realisable value which ever is less. A sum of Rs.16.1 million identified as fixed assets had also been included in the value of stocks shown in the accounts.

### 2.2.2 Accounting Deficiencies

14 (fourteen) accounting deficiencies aggregating Rs. 2,180,859,270 observed in audit test checks carried out during the year were brought to the notice of the Chairman of the Authority. Due to these deficiencies the net profit before taxation had been overstated by Rs. 67,133,390 for the year under review.

### 2.2.3 Accounts Receivable and Payable

- (a) Lease rent amounting to Rs.15,528,052 in respect of premises No.56, Duty free Shop and Ceylon Port Services Ltd. remained outstanding as at 31 December 2002.
- (b) A sum of Rs.130,000 representing excess telephone charges, Goods and Services Tax thereon and National Security Levy had not been recovered from the relevant officers.
- (c) Appropriate steps had not been taken to reimburse a sum of Rs.497,296 incurred on repairs to official residence of the Minister of the Ports Development and Shipping; from the respective Ministry
- (d) Appropriate steps had not been taken to reimburse the expenditure amounting to Rs 756,695 and Rs 1,805,760 incurred during the year under review and the preceding year respectively on foreign travels of Ministers and their officers of the Ministry of Ports Development and Shipping from the respective Ministry.
- (e) Appropriate steps had not been taken to recover a sum of Rs.245,821,334 due from the Department of Inland Revenue as GST for the year under review.

### 2.2.4 Lack of Evidence for Audit

Debtors aggregating Rs. 11,126,489,180, creditors aggregating Rs. 33,323,491,751 assets aggregating Rs. 1,119,006,151 and expenditure amounting to Rs. 28,119,222 could not be satisfactorily vouched or accepted in audit due to lack of evidence required .

## 2.2.5 Non-compliance with Laws, Rules Regulations & Management Decisions etc.

The following instances of non-compliance were observed.

- (a) Financial Regulation 689 and Public Finance Circular, No.352.
- (b) Ministry of Finance and Planning Letter No. FIN-1096-21-14 dated 26.January 2000 and Circular MF 6/1/1/96, Paragraphs 2.4.1 and 2.4.3
- (c) Presidential Secretariat Letter No.S.E.I/A/4/34 dated 12. July 1995
- (d) Tender Guideline, No.169.1 and 179
- (e) Public Finance Circular No. PF/PE/11 Dated 06 December 2000
- (f) Sri Lanka Ports Authority Act No.51 of 1979, Section 39(7) and Customs Ordinance, Section 105(4),109
- (g) Sri Lanka Ports Authority, Purchase Procedures, Paragraph No.3( c)
- (h) Sri Lanka Ports Authority Tariff. Para 66.02, 67.02.03 and 67.02.04
- (i) Sri Lanka Ports Authority Financial Regulations No. 7.5
- (j) S L A S - 18

## 3. Financial and Operating Review

### 3.1 Financial Results

According to the accounts presented, the financial result for the year under review amounted to a net profit of Rs. 2,796.995 million before taxation as compared with the corresponding net profit of Rs. 4,195.631 million for the previous year showing a decrease of Rs. 1,398.636 million in the net profit.

### 3.2 Financial Position

According to the accounts presented, the financial position of the Authority as at end of the year under review as compared with that as at end of the previous year is given below.

	<b><u>As at 31 December</u></b>	
	<b>2002</b>	<b>2001</b>
	<b>Rs. (Mn.)</b>	<b>Rs.(Mn.)</b>
Fixed assets at written down value	46,757.041	45,363.478
Non current assets	9,590.408	4,067.906
Current Assets	22,469.717	11,648.972
	-----	-----
Total Assets	78,817.166	61,080.356
	=====	=====
Capital & Reserves	27,671.342	15,682.982
Long Term Liabilities	43,182.558	39,482.274
Current Liabilities	9,729.032	8,662.345
Accumulated Loss	(1,765.766)	(2,747.245)
	-----	-----
Total Liabilities	78,817.166	61,080.356
	=====	=====

### **3.3 Operational and Financial Highlights**

Operational and Financial highlights of the year under review and the previous two years are as follows.

	<b><u>Year</u></b>		
	<b><u>2000</u></b>	<b><u>2001</u></b>	<b><u>2002</u></b>
Number of ships called	4930	4822	4789
Total TEU's handled	1,732,855	1,726,605	1,764,694
Total M/T handled	9,392,315	8,689,086	8,903,163

Number of employees	19,344	18,561	17,909
Net profit per tonne (Rs)	144	155	95
Total revenue (Rs. Mn.)	14,714	16,389	16,667
Total expenditure(Rs.Mn.)	10,744	12,193	12,870
Net profit(Before Tax) (Rs. Mn.)	3,973	4,196	2,797

### 3.4 Uneconomic Transactions

- (a) A approximate sum of Rs.93 million had been paid in excess of the standard value to Colombo Dockyard Limited in respect of 4 Nos. Tugs purchased outside tender procedure without resort to world-wide tenders.
- (b) The construction of a building for the Immigration and Emigration Office at Galle Port had been abandoned in January 1997 after incurring an expenditure of Rs.267,322.
- (c) The construction of a fence around the Circuit Bungalow at Rumassala had been abandoned in December 2001 after incurring an expenditure amounting to Rs.391,762. The following observations are made in this connection.
- (i) Total estimated cost amounted to Rs.500,000.
  - (ii) Fence had been proposed to be constructed enclosing 22 squatters' houses without prior action being taking for ejection.
  - (iii) Work carried out had been broken down by the squatters.
- (d) A test audit of purchase of rice disclosed that purchases had been made on the basis of quotations received any without and comparison with the prevailing market prices or the prices of the CWE. This had resulted in the payment of a sum of Rs.132,585 in excess of C.W.E prices of rice during September and October 2002.

### 3.5 Extraneous Transactions

- (a) A sum of Rs.2,113,059 had been incurred to renovate Religious Centres at the University of Peradeniya.
- (b) A sum of Rs.730,242 had been incurred for supply of free meals to third parties who had no direct or indirect connection with the activities of the Authority.

### 3.6 Identified Losses

Test audit checks revealed the following identified losses.

- (a) A sum of Rs.25,270,480 had been under paid by lessee on the lease hold premises.
- (b) Surcharges amounting to Rs.12,907 had been paid due to delay in furnishing half yearly reports to the Employees Trust Fund.
- (c) A cash fraud of Rs.230,920 was observed at an examination of vehicle repairs.
- (d) Excess payment amounting to Rs.9,750 had been made over market price for procurement of sand for the use of constructions.
- (e) A sum of Rs.198,456,064 had been paid to the Department of Inland Revenue as G.S.T. on rental income from South Asia Gateway Terminated Private Limited, although this should have been recovered from the company concerned.
- (f) Revenue on landing and delivery charges amounting to Rs.11,483,070 had been lost during the period from August to December during the year under review due to submission of forged documents for cargo clearing.
- (g) 22 vehicles belonging to the Authority had been lost during the year and in the previous years.

(h) Although a credit note to the value of Rs.3,411,191 had been issued to a shipping Agent in respect of rent income, they had not responded due to unfavourable conditions in the agreement entered into with the South Asia Gateway Terminal (private) Limited.

(i) A comparison of market prices of rice, fish, vegetables etc. with prices paid for purchases made by the Authority revealed that a sum of Rs.2,398,913 had been spent in excess of the market prices prevailed during the respective periods. Details are shown below.

<u>Item</u>	<u>Period of purchase</u>	<u>Excess Payment</u>
		Rs.
Vegetables	1 week of October 2002	159,427
Fish and meat	September 2002	263,745
Dry fish	- do -	232,770
Provisions	- do -	300,218
Spices	- do -	66,120
Rice	January, August, September 2002	1,376,633
		<u>2,398,913</u>
		=====

(j) A sum of Rs.252,170 had been over paid on purchase of Double Burks for the use of Security Division.

### 3.7 Delay in Projects

The Projects in respect of agreements entered into with the Colombo Dry Dockyard Limited to construct the following tugs had been delayed as follows.

	Date of completion as per Agreement -----	Actual date of Completion -----	Period of Delay -----
55 Ton Tug Boat	25.12.2000	06.04.2001	18 weeks
10 Ton Tug Boats			
(i) No.1 Tug Boats	16.08.2000	19.09.2000	4 weeks
(ii) No.2 Tug Boat	16.10.2000	20.11.2000	4 weeks

### 3.8 Idle and Underutilised Assets

Furniture valued at Rs.195,894 had been lying idle for several years at the official quarters of the Resident Manager of the Galle Port. This quarters had not been used for several years.

### 3.9 Vehicle Utilisation

Daily running charts of the vehicles utilised during the year under review had not been maintained properly. As a result, the cost of fuel, cost of repairs and maintenance, performance of each vehicle etc. could not be analysed in audit.

### 3.10 Stock Verification

- (a) The following excesses and shortages were observed at a test audit examination at the Kitchen of the Authority.

Item	Book Balance (kgs)	Physical Balance (kgs)	Excess/ (Shortage) (Kgs)
-----	-----	-----	-----
Samba Rice	13447	13390	(57)
Kekulu Rice	4719	4795	76
Red Dhall	2125 ½	2118	(71/2)

- (b) Rice in stock appeared to be inferior to the sample of rice submitted by the supplier for consideration his quotation, in that, rice cleaning machine was observed to be used often for removing foreign matter contained in the stock.
- (c) 18 Kgs out of the physical balance of red dhal had perished as at the date of verification.

### 4. Systems and Controls

Special attention is needed in respect of the following areas of control.

- (a) Utilization and maintenance of motor vehicles.
- (b) Procurement of capital assets
- (c) Leased premises to third parties
- (d) Stock control

- (e) Payments for foreign travel
- (f) Cash collections at landing points accounting and distribution to the head office.
- (g) Identification and billing of imported articles.
- (h) Inter Port transactions

**(S.C. MAYADUNNE)**  
**AUDITOR GENERAL.**

## GENERAL ACCOUNTING POLICIES

### 1.0 BASIS OF ACCOUNTING

- 1.1 The financial statements have been prepared in conformity with the generally accepted accounting principles and the accounting standards laid down by the Institute of Chartered Accountants of Sri Lanka and have been applied consistently on a historical cost basis with no adjustments being made for inflationary factors affecting the financial statements.
- 1.2 All Foreign exchange transactions other than loans granted by Government of Japan through OCEF, are converted to Sri Lankan Rupees at the rate of exchange prevailing at the time transactions are effected.

### 2.0 Fixed Assets & Valuation

#### 2.1 Fixed Assets

Fixed Assets are stated at cost of valuation less accumulated depreciation to date.

#### 2.2 Depreciation

Depreciation is provided on a straight line basis, to write off cost/ valuation of fixed assets over the expected useful lives of assets concerned less residual value estimated at 0.1% based on the rates given below.

<b>Type of Asset ( Category)</b>	<b>Depreciation rates (range% )</b>
Operational Buildings & Structures	2% - 10% 2% Store Yard. 2.5% Permanent structures. 2.9% Permanent buildings 4.% Other build.& structures. 10% Coconut Oil Pipe Line. 5% Railway Tracking
Floating Equipment	6.7% -12.5% 6.7% Steel Lighters. 10% Boats & Launches. 12.5% Pumps for Boats.
Handling Equipment	8.3% - 20% 8.3% Gantry & Other cranes. 12.5% Trainers & weighing machines 20% Folk lift & Prime movers.
Plant and Machinery	10% - 20% 10% Accessories 12.5% Equipment (Electric Power). 20% Machinery

Office & Welfare buildings	2.9% - 4% 2.9% Permanent office buildings. 4% Other buildings (Garage Etc.)
Rented property	2.9% - 12.5% 2.9% Permanent buildings 10% Bungalow Furniture. 12.5% Electric Goods used in Bungalows
Computer Hardware & Software	25%
Electric & Electronic Equipment	5% - 12.5% 5% Lighting Towers. 10% Telephone & other equipment. 12.5% Equipment (Electric power)
Office furniture & Equip.	10% - 33.3% 10% Furniture(Wooden) 16.6% Furniture & Equipment (Steel) 33.3% Library Books.
Motor vehicles	20%
Other assets	10% - 25% 10% Miscellaneous equipment 12.5 % Misc. items (Elec. Power). 25% Kitchen Equipment.

- 2.3 Depreciation is calculated on all fixed assets other than freehold land from the month of acquisition of use whilst no depreciation is provided in the year of disposal.

### **3.0 Valuation of Stocks & Pricing of Issues**

- 3.1 Stocks in stores in Port of Colombo are stated at the book value, as physical verifications at year end is not possible due to the large number of stores and items in stock. However perpetual verification of physical balances are carried out by the Internal Audit Division. Stores in Galle and Trincomalee Ports have been valued at cost after physical verification.
- 3.2 Simple average method of pricing has been used consistently for pricing of all issues.

### **4.0 Debtors and Receivables**

Trade debtors are stated at amounts after providing for bad and doubtful debts.

### **5.0 Port Development Loans ( Japanese Loans)**

Loans granted from the Government of Japan has been rescheduled at a "Fixed-Rate" with effect from 1<sup>st</sup> January 1995 whereby loss or gains in Foreign Exchange with regard to repayment has to be borne by SLPA. The balance shown in the above accounts as at 31-12-2002 has been increased upto

Rs.43,072,830,123. The repayment of loans would be, however, at the spot rate of exchange prevailing at the date of repayment. The difference in such spot rate and the Fixed rate is treated as loss/ gain in exchange, in the profit and loss account.

## **6.0 Liabilities And Provisions.**

### **6.1 Liabilities**

All liabilities which are Material & significant, as at the balance sheet date have been included in the accounts and adequate provision has been made for liabilities.

### **6.2 Retirement Benefits- Gratuity.**

Provision for retiring gratuities are accounted in accordance with the payment of gratuities Act.No.12 of 1982.

## **7.0 Taxation**

Liability for taxation on the profits for the year is computed in accordance with the provisions for the Inland Revenue Act. No. 38 of 2000 and the subsequent amendments. However for year ended 2002, SLPA is not liable for Taxation as the Authority could set-off from 'Special-Levy' paid to the General Treasury, as Specified in the Inland Revenue Act., Section 23(s) of Act. No. 38 of 2000.

## **8.0 Research & Development costs and Deferred Expenditure**

All expenses incurred by the Planning, Research & Development Division including salaries are regarded as a part of a continuing operation and therefore treated as recurrent expenditure. However certain development costs such as expenditure incurred on account of consultants for enhancement of Port Management have been deferred and written off over the period.

## **9.0 Foreign Exchange Receipts**

The Central Bank has abolished the operation of External Accounts in respect of Foreign Exchange Receipt. Shipping Agents are now permitted to pay Port- Dues through the Rupee Account. For the purpose of information the estimate Foreign Exchange calculation is done 100% of Transshipment and Navigation revenue together with 73% of other operational revenue.

<b>Revenue</b>	<b>% taken for calculation</b>
Transshipment	100
Navigation	100
Other Operational Revenue	73

## **10.0 Investments.**

All Long term & short term investments are stated at cost.

## **11.0 Income Statement.**

### **11.1 Revenue Recognition**

Revenue is recognized on an accrual basis. Revenue from services rendered to ships which arrived in January 01<sup>st</sup> to 31<sup>st</sup> December of each year is recognized as the revenue of that particular year.

### **11.2 Borrowing Costs.**

Borrowing costs are recognized as an expense in the year in which they are incurred, except to the extent where borrowing costs are directly attributable and integral to the construction, acquisition or production of an asset, is capitalized at the end of the project.

## 12.0 Bad & Doubt full debt provision

Bad & Doubt-full debt is calculated as a percentage of Debtor Balance as at 31<sup>st</sup> December 2002. Percentages are given below.

<u>Type of Debtors</u>	<u>Percentage</u>
i. Operating Agents	5%
ii. Suspended Agents	100%
iii. Non. Operating Agents	100%
iv. Agents under litigation	100%
v. Armed Forces, Police	50%
vi. Govt. Depts. & Corporation	10%
vii. Sri Lanka Customs & Food Department	100%

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**NOTES TO THE ACCOUNTS (PROFIT & LOSS ACCOUNTS)**  
**REVENUE - ACTIVITY WISE**

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>1.0. REVENUE FROM PORT ACTIVITIES</b>		
<b>SEAWARD NAVIGATION</b>		
Light dues	204,969,756	1,380,103
Outer anchorage (cargo vessels)	3,341,550	630,961
Other vessels	6,088,697	264,999
	<b>214,400,004</b>	<b>2,276,063</b>
<b>HARBOUR</b>		
Entering dues	282,413,476	2,367,650
Harbour tonnage dues	290,509,929	19,975,246
	<b>572,923,405</b>	<b>22,342,896</b>
<b>PILOTAGE &amp; TUGS</b>		
Pilotage & detention fees	291,076,125	1,990,161
Pilot launch charges	240,708	4,055,085
Tug charges	173,956,016	2,912,700
	<b>465,272,849</b>	<b>8,957,946</b>
<b>NAVIGATION, HARBOUR, PILOTAGE &amp; TUGS</b>	<b>1,252,596,258</b>	<b>33,576,905</b>
<b>PORT INFRASTRUCTURE</b>		
Stream anchorage	8,256,694	1,319,880
Dockage	314,737,043	9,512,649
Wharfage - import cargo	61,467	-
Wharfage - export cargo	2,857,981	-
Storage rent on conventional cargo	115,051,418	-
Storage rent on containerised domestic cargo	536,268,751	-
Storage rent on transshipment containerised cargo	48,627,977	-
Storage rent on transshipment conventional cargo	2,017,040	-
Storage on Imports LCL, LCL D/C Cargo	195,975,283	-
Canal locks, slipways & embarkation fees	-	-
	<b>1,223,853,654</b>	<b>10,832,529</b>
<b>CARGO HANDLING</b>		
<b>CONTAINERISED DOMESTIC CARGO STEVEDORING FUNCTION</b>		
Containerised cargo (discharged/loaded)	4,187,895,744	-
Mounting, demounting & other services	205,542,205	-
Hire of floating craft	37,752	-
Stuffing, de-stuffing, shout-out & handling charges by ships crew/private labour	73,560,576	-
	<b>4,467,036,276</b>	-
<b>WHARF HANDLING FUNCTION</b>		
Wharf handling	1,004,531,467	-
	<b>1,004,531,467</b>	-
<b>STEVEDORING &amp; WHARF FUNCTION</b>	<b>5,471,567,744</b>	-
<b>CONTAINERISED TRANSSHIPMENT CARGO STEVEDORING FUNCTION</b>		
Transshipment container handling	2,238,797,231	-
Other transshipment Service	3,719,509	-
Hire of equipment	60,894	-
	<b>2,242,577,634</b>	-
<b>CONVENTIONAL DOMESTIC CARGO STEVEDORING FUNCTION</b>		
Bag, bulk general cargo, & animal		

discharged/loaded	1,388,119,855	190,368,569
Other special cargo handling	91,634,179	-
Labour gang/personnel rates & other stevedoring services	25,951,559	-
Pumping of coconut oil	-	-
	<b>1,505,705,592</b>	<b>190,368,569</b>
<b>WHARF HANDLING FUNCTION</b>		
Wharf handling	767,249,065	59,646,610
Hire of equipment	4,683	-
Other services	1,775,630	-
	<b>769,029,378</b>	<b>59,646,610</b>
<b>STEVEDORING &amp; WHARF FUNCTION</b>	<b>2,274,734,970</b>	<b>250,015,179</b>

(13)

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>CONVENTIONAL TRANSHIPMENT CARGO STEVEDORING FUNCTION</b>		
Transshipment break-bulk cargo handling	4,607,509	282,300
	<b>4,607,509</b>	<b>282,300</b>
<b>OTHER SERVICES (OPERATIONAL)</b>		
Supply of fresh water	75,753,473	-
Supply of electricity	86,575,058	-
Railway facilities	902,840	-
Fire fighting	8,634,406	-
Miscellaneous services for rupees settlement	3,734,383	-
Other ancilliary services	-	-
Charges for ship wright divers	-	-
	<b>175,600,161</b>	-
<b>OTHER SERVICES</b>	<b>175,600,161</b>	-
<b>REVENUE FROM PORT ACTIVITIES</b>	<b>12,645,537,930</b>	<b>294,706,913</b>
<b>1.1 REVENUE RECEIVED FROM S.A.G.T.</b>		
<b>SEAWARD NAVIGATION</b>		
Light dues	62,995,577	-
Outer anchorage ( Cargo Vessels)	17,177	-
	<b>63,012,754</b>	-
<b>HARBOUR</b>		
Entering dues	84,794,338	-
Harbour tonnage dues	102,625,096	-
	<b>187,419,434</b>	-
<b>PILOTAGE &amp; TUGS</b>		
Pilotage & detention fees	88,711,452	-
		-
Pilot launch charges	-	-
Tug charges	51,313,966	-
	<b>140,025,418</b>	-
<b>NAVIGATION, HARBOUR, PILOTAGE &amp; TUGS</b>	<b>390,457,606</b>	-
<b>PORT INFRASTRUCTURE</b>		
Stream anchorage	2,252,301	-
Dockage	1,753,653	-
Wharfage - import cargo	-	-

Wharfage - export cargo	-	-
Storage rent on Transshipment conventional cargo	112,455	-
Storage rent on containerised domestic cargo	473,393	-
Storage on transshipment containerised cargo	240,990	-
	<b>4,832,792</b>	-
<b>CARGO HANDLING</b>		
<b>CONTAINERISED DOMESTIC CARGO STEVEDORING FUNCTION</b>		
Containerised cargo (discharged/loaded)	11,798,699	-
Mounting, demounting & other services	18,253,920	-
Hire of floating craft	-	-
Stuffing, de-stuffing, shout-out & handling charges by ships crew/private labour	21,208,721	-
	<b>51,261,340</b>	-
<b>WHARF HANDLING FUNCTION</b>		
Wharf handling	248,838,339	-
	<b>248,838,339</b>	-
<b>STEVEDORING &amp; WHARF FUNCTION</b>	<b>300,099,679</b>	-

(14)

<b>CONTAINERISED TRANSHIPMENT CARGO STEVEDORING FUNCTION</b>		
Transshipment container handling	17,552,638	-
Other transshipment Service	365,313	-
	-	-
	<b>17,917,951</b>	-
<b>CONVENTIONAL DOMESTIC CARGO STEVEDORING FUNCTION</b>		
Bag, bulk general cargo, & animal discharged/loaded	1,467,907	-
Other special cargo handling	89,926	-
Labour gang/personnel rates & other stevedoring services	122,418	-
	-	-
	<b>1,680,251</b>	-
<b>WHARF HANDLING FUNCTION</b>		
Wharf handling	967,615	-
	-	-
	<b>967,615</b>	-
<b>STEVEDORING &amp; WHARF FUNCTION</b>	<b>2,647,866</b>	-
<b>CONVENTIONAL TRANSHIPMENT CARGO</b>		
Transshipment break bulk Cargo	235,624	-
	<b>235,624</b>	-
<b>OTHER SERVICES (OPERATIONAL)</b>		
Supply of fresh water	8,396,445	-
Supply of electricity	14,869,426	-
Fire fighting	-	-
Misce: Services for Rs. Settlements	3,665	-
	<b>23,269,536</b>	-
<b>OTHER SERVICES</b>	<b>23,269,536</b>	-
<b>REVENUE FROM PORT ACTIVITIES(S.A.G.T.)</b>	<b>739,461,054</b>	

<b>2.0. OTHER REVENUE</b>		
<b>OTHER SERVICES (NON OPERATIONAL)</b>		
Supply of electricity	63,210,937	1,556
Hire of equipment and other services	5,588,832	851,128
	<b>68,799,769</b>	<b>852,684</b>
<b>PORT ESTATE</b>		
Rent/leasing income & Miscellaneous	80,621,987	10,457,161
	<b>80,621,987</b>	<b>10,457,161</b>
<b>FINANCIAL</b>		
Interest on treasury bills & call deposits	893,299,199	21,558,052
Interest on loans to employees	67,805,198	2,672,796
Charges on dishonoured bonds	259,998	-
Tender sales revenue	19,818,379	-
Revenue from port permits & others	229,485,484	1,637,939
Penalty & surcharge on overdue bills & others	13,214,652	196,886
	<b>1,223,882,909</b>	<b>26,065,673</b>
<b>TOTAL OTHER REVENUE (NON OPERATIONAL)</b>	<b>1,373,304,665</b>	<b>37,375,518</b>
<b>2.1 OTHER REVENUE RECEIVED FROM S.A.G.T.</b>		
<b>PORT ESTATE</b>		
Other services	-	-
Rent/leasing income & Miscellaneous	205,559,602	-
Royalty	125,899,770	-
	<b>331,459,372</b>	-
<b>FINANCIAL</b>		
Revenue from port permits & others	-	-
Penalty & surcharge on overdue bills & others	1,447	-
	<b>1,447</b>	-
<b>TOTAL OTHER REVENUE (NON OPERATIONAL)</b>	<b>331,460,819</b>	-
<b>2.2 REVENUE RECEIVED FROM K.K.S.PORT</b>		
<b>CONTAINERISED &amp; CONVENTIONAL</b>		
<b>TRANSHIPMENT CARGO STEVEDORING FUNCTION</b>		
Containerised cargo (discharged/loaded)	7,588,504	
Bag, bulk general cargo, & animal discharged/loaded	7,277,702	
<b>TOTAL REVENUE (K.K.S. Port)</b>	<b>14,866,206</b>	
<b>TOTAL REVENUE</b>	<b>15,104,630,673</b>	<b>332,082,431</b>

(15)

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>3.0. OPERATING EXPENSES (ANALYSIS)</b>		
<b>NAVIGATION DIVISION</b>		
Wages, salaries & allowances	251,754,227	18,381,159
Overtime	51,184,063	4,212,830
Provision for Gratuity	-	1,071,347
Travelling & subsistence	179,709	27,654
Fuel, electricity & other expenses	79,511,398	1,404,745
Insurance & licences	806,644	-
Depreciation	249,048,550	37,296,139
Materials for Operational Activities	-	-
Contract work for maint. & repairs	489,253	26,401
External Hire Charges	-	-
	<b>632,973,843</b>	<b>62,420,273</b>
<b>OPERATION DIVISION</b>		
Wages, salaries & allowances	1,303,442,547	84,035,842

Overtime	470,085,137	12,177,200
Provision for Gratuity	62,087,574	6,781,515
Travelling & subsistence	22,917	528,071
Fuel, electricity & other expenses	245,235,450	116,887
Insurance & licences	4,797,322	-
Depreciation	1,454,613,252	16,499,711
Maintenance of assets	-	302,837
Contract work for maintenance & repairs	4,370,463	730
Customs overtime	-	-
Cost of water to ships	12,373,152	-
Rates/Taxes	-	-
Materials for operational act.	4,158,723	-
External Hire Charges	59,251,745	-
	<b>3,620,438,282</b>	<b>120,442,795</b>
<b>ENGINEERING DIVISION</b>		
Wages, salaries & allowances	24,688,228	826
Overtime	8,084,429	801
Travelling & subsistence	9,320	247
Fuel, electricity & other expenses	933,292	11,638
Insurance & licences	5,500	-
Depreciation	542,836,937	5,296,652
Contract work for maintenance & repairs	10,959,626	-
Customs overtime & external hire charges	42,150	-
Materials for operational act.	988,042	-
	<b>588,547,524</b>	<b>5,310,165</b>
<b>ELECTRICAL &amp; ELECTRONIC DIVISION</b>		
Depreciation	896,657	-
Fuel, electricity & other expenses	67,517,062	-
	<b>68,413,719</b>	-
<b>CONTRACT &amp; DISIGN DIVISION</b>		
Fuel, electricity & other expenses	74,429	-
Materials for operational act.	-	-
Depreciation	31,919	-
	<b>106,348</b>	-
<b>COMMERCIAL DIVISION</b>		
Wages, salaries & allowances	50,491,918	-
Overtime	7,944,738	-
Provision for Gratuity	3,692,941	-
Insurance & Licences	5,419	-
Fuel, electricity & other expenses	1,888,758	-
Depreciation	34,211	-
Contract work for maintenance & repairs	-	-
Maintenance of assets	29,322	-
Customs overtime	176,975	-
	<b>64,264,282</b>	-
<b>PLANNING RESEARCH &amp; DEVELOPMENT DIVI :</b>		
Wages, salaries & allowances	165,459	-
Overtime	42,918	-
Fuel, electricity & other expenses	11,477	-
Depreciation	-	-
	<b>219,854</b>	-
<b>K.K.S. PORT</b>		
Wages, salaries & allowances	280,702	-
Overtime	20,828	-
Travelling & subsistence	-	-
	<b>301,531</b>	-
<b>TOTAL OPERATING EXPENSES</b>	<b>4,975,265,383</b>	<b>188,173,233</b>

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>4.0. REPAIR &amp; MAINTENANCE EXPENSES (ANALYSIS)</b>		
<b>NAVIGATION DIVISION</b>		
Wages, salaries & allowances	137,147,997	298,654
Overtime	25,762,145	96,841
Provision for Gratuity	4,039,155	
Travelling & subsistence	3,953	-
Fuel, electricity & other expenses	14,397	7,105
Depreciation	1,111,519	-
Contract work for maintenance & repairs	106,105	-
Maintenance of assets	21,942,067	511,902
External hire charges	-	-
	<b>190,127,339</b>	<b>914,502</b>
<b>ENGINEERING DIVISION</b>		
Wages, salaries & allowances	983,623,031	28,160,961
Overtime	302,976,267	5,424,282
Provision for Gratuity	17,079,853	2,052,427
Travelling & subsistence	11,400,201	539,482
Fuel, electricity & other expenses	6,851,225	505,994
Insurance & licences	1,267	-
External Hire charges	39,400	2,771
Depreciation	25,227,627	1,062,209
Contract work for maintenance & repairs	17,577,751	10,025
Maintenance of assets	165,837,117	1,007,521
	<b>1,530,613,739</b>	<b>38,765,671</b>
<b>ELECTRICAL &amp; ELECTRONIC DIVISION</b>		
Wages, salaries & allowances	6,494	
Overtime	-	
Fuel, electricity & other expenses	987,385	
Contract work for maintenance & repairs	40,143	
Maintenance of assets	57,019,597	
Depreciation	105,045	
	<b>58,158,664</b>	-
<b>CONTRACT &amp; DISIGN DIVISION</b>		
Wages, salaries & allowances	4,384	
Contract work for maintenance & repairs	3,020	
Fuel, Electricity & Other Services	7,044	
Maintenance of assets	3,591,591	
Depreciation	324,445	
External hire Charges	-	
	<b>3,930,484</b>	-
<b>PLANNING RESEARCH &amp; DEVELOPMENT DIV :</b>		
Wages, salaries & allowances	15,547,723	
Overtime	5,287,524	
Travelling & subsistence	680,436	
Fuel Electricity & Other Expenses	9,196	
Depreciation	110,259	
Contract work for maintenance & repairs	92,616	
Maintenance of assets	35,933	
	<b>21,763,687</b>	
<b>K.K.S.PORT</b>		
Wages, salaries & allowances	463,824	
Overtime	497,044	
Travelling & subsistence	177,540	
	<b>1,138,409</b>	
<b>TOTAL REPAIR &amp; MAINTENANCE EXPENSES</b>	<b>1,805,732,322</b>	<b>39,680,173</b>
<b>5.0. ADMINISTRATION EXPENSES(ANALYSIS)</b>		
Wages, salaries & allowances	1,279,645,110	45,886,880
Overtime	273,889,354	8,109,929

Provision for Gratuity	28,504,890	3,032,827
Travelling & subsistence	6,873,202	212,275
Fuel, electricity & other expenses	116,884,873	2,554,636
Depreciation	709,954,242	3,337,043
Maintenance of assets	181,844	864,813
Contract work for maintenance & repairs	50,082,762	235,432
External hire charges & Customs overtime	5,177,022	1,425
Insurance & licences	6,021,236	364,736
Expenses on communication	24,237,030	933,748
Publicity & public relation	22,439,038	46,965
Training expenses	12,238,057	2,500
Office requisities	28,928,982	473,148
Welfare expenses	67,731,361	3,191,348
Sundry expenses	96,597,185	7,344,656
Cost of water (domestic)	57,398,015	1,080,490
Profit/Loss on asset sold	-	-
Rates & taxes	28,594	424,502
Financial & other charges	31,178,682	10,407
Audit fees	740,964	98,690
Provision for bad & doubtful debts	29,175,061	(959,427)
Misc. on written off	3,688,085	-
Foreign Exchange Fluctuation	1,098,465,315	-
Capital Loss Due to Bills Discount	-	-
Provision for volume rebate on T/S Cargo	67,207,445	-
Expenses on G.S.T.	198,436,064	-
Government Fiscal Levy	-	-
Unabsorbed kitchen expenditure	81,961,933	-
	<b>4,297,666,345</b>	<b>77,247,021</b>

(17)

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>6.0. INTEREST ON FOREIGN LOANS</b>		
Interest on foreign loans	1,133,604,497	
<b>7.0. PROVISION FOR TAXATION</b>		
Taxable income (Adjusted Profit)	3,538,733,598	
deemed dividend tax 25% for year 2000		
Income tax 35% of adjusted profit	1,238,556,759	
Income tax surcharge 20%		
deemed dividend tax 25% of balance profit	575,044,210	
<b>TAX FOR THE YEAR</b>	<b>1,813,600,969</b>	
Special levy to Government treasury	-	
<b>8.0. PROFIT &amp; LOSS ADJUSTMENT ACCOUNT</b>		
Tax Relevant to Previous Year		
Others	(1,917,343)	
	<b>(1,917,343)</b>	-
Cumulative Profit/(Loss)	<b>(979,286,634)</b>	<b>(168,027,411)</b>
<b>9.0. AMOUNT TRANSFERRED TO LOAN REDEMPTION RESERVE</b>	-	-

Note:- (a) Inland Revenue Act. No.38 of 2000 section 23 allows organisations to set off taxes against si

**(b) Tax Reconciliation**

**Rs. M.**

**Rs. M.**

Special Levy Paid

11,953

**Less:**

Set off during 2000

59

Set off during 2001

1,951

Set off during 2002

1,813

**Sub Total**

3,823

3,823

C/F for future set off

8,130

(25)

**EXPENDITURE ACCORDING TO SUBJECTS**

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>EMPLOYEE EMOLUMENTS</b>		
Wages, salaries & allowances	4,047,261,645	176,764,321
Overtime	1,145,774,449	30,021,884
	<b>5,193,036,093</b>	<b>206,786,204</b>
Provision for Gratuity	<b>115,404,413</b>	<b>12,938,117</b>
Depreciation	<b>2,984,294,665</b>	<b>63,491,754</b>
<b>MAINTENANCE OF ASSETS</b>		
Maintenance of assets (Materials)	253,784,236	2,687,073
Contract work for maintenance & repairs	83,721,738	272,587
	<b>337,505,974</b>	<b>2,959,661</b>
<b>FUEL, ELECTRICITY &amp; WATER</b>		
Fuel, electricity & lubricant	519,925,986	4,601,004
Cost of water	69,771,166	1,080,490
	<b>589,697,153</b>	<b>5,681,494</b>
Interest of foreign loans	<b>1,133,604,497</b>	
Provision for volume rebate on T/S cargo	<b>67,207,445</b>	
<b>OTHER EXPENDITURE</b>		
Travelling & subsistence	19,347,278	1,307,729
External Hire charges & Customs overtimes	64,687,292	4,196
Insurance & Licences	11,637,387	364,736
Expenses on communication	24,237,030	933,748
Mic. Written off	3,688,085	-
Rates & taxes	28,594	424,502
Publicity and Public relations	22,439,038	46,965
Training expenses	12,238,057	2,500
Office requisities	28,928,982	473,148
Welfare expenses	67,731,361	3,191,348
Sundry expenses	96,597,185	7,344,656
Financial & other charges	31,178,682	10,407
Audit fees	740,964	98,690
Foreign Exchange Fluctuation	1,098,465,315	-
Capital Loss Due to Bills Discount	-	-
Provision for bad & doubtful debts	29,175,061	(959,427)
Government Fiscal Levy	-	-
Unabsorbed kitchen expenditure	81,961,933	-
Expenses On G.S.T.	198,436,064	-
Profit & Loss Asset Sold	-	-
	<b>1,791,518,307</b>	<b>13,243,197</b>
<b>TOTAL EXPENDITURE</b>	<b>12,212,268,547</b>	<b>305,100,427</b>

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>10.2 WORK IN PROGRESS</b>		
Constructions	1,234,898,827	1,263,501
Plant & machinery	-	-
Expansion Project (Local)	2,126,568,365	66,622,268
Expansion Project (Foreign)	2,846,386,798	-
Floating craft	743,003	-
Electrical installation	1,236,298	-
Other capital items	27,187,953	-
Purchasing of capital assets	755,060	-
	130,515,479	
	<b>6,368,291,782</b>	<b>67,885,768</b>
<b>11 INVESTMENTS</b>		
<b>11.1 Investments in company shares</b>		
S.A.G.T. - Investment	20,425,150	22,000,000
Investment - Jaya Container Terminals Ltd.	577,372,113	-
	750,000	-
	<b>598,547,263</b>	<b>22,000,000</b>
<b>11.2 Other long term investments</b>		
Investment in employees government rupee loan	1,595,361,200	-
Fixed deposits	43,440,313	-
Fund Deposit	157,843	-
Miscellaneous Deposit	863,000	-
	<b>1,639,822,356</b>	-
<b>TOTAL FIXED ASSETS</b>	<b>44,327,357,359</b>	<b>1,070,862,981</b>
<b>CURRENT ACCOUNT GALLE &amp; TRINCOMALEE</b>		
Current Account- Galle	1,079,720,468	(1,079,720,468)
Loan Account- Galle	400,006,192	(400,006,192)
Current Account- Trincomalee	668,123,457	-
Loan Account- Trincomalee	1,279,052,714	-
	<b>3,426,902,831</b>	<b>(1,479,726,660)</b>
<b>12 NON CURRENT ASSETS</b>		
Deferred Revenue/Expenditure	32,841,353	42,570,185
Accumulated Foreign Exchange	9,514,997,315	-
	<b>9,547,838,668</b>	<b>42,570,185</b>
	<b>57,302,098,858</b>	<b>(366,293,493)</b>

## Notes. 11.1 SLPA Investment in SAGT

SLPA "Share Investment's" in SAGT is 15%  
Certificates issued by SAGT

(a) 25.11.1999

(b) 15.11.2001

Sub-Total

Call awaited

Total

US \$ Million

In-Cash

7.236( 7.5%)

In-Kind

3 no. Cranes

7.236(7.5%)

2.239

2.239

1.289

1.289

3.528

3.528

3.708

3.708

**7.236****7.236**

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.

<b>13</b>	<b>CURRENT ASSETS</b>		
<b>13.1</b>	Goods in Stock		
	Goods in stock	1,021,741,307	3,426,746
	Stock in hand - Admiralty kitchen	2,966,744	-
	Logs of sewn timber	2,636,361	-
	Sub Stores Account	224,298,081	-
	Stock a/c purchase of fixed assets	16,188,699	-
	Goods Damaged/Short Supplied (Foreign Purchase)	121,873	-
	Custom Duty on capital Purchases		
		<b>1,267,953,066</b>	<b>3,426,746</b>
<b>13.2</b>	Goods in Transit		
	Foreign purchases clearing account	1,610,809,740	
		<b>1,610,809,740</b>	
<b>13.3</b>	<b>NET TRADE DEBTORS &amp; ACCRUED REVENUE</b>		
	Colombo Dock Yard Ltd. (External)	-	-
	Debtors new account	244,575,143	11,846,590
	Accrued Revenue	665,159,127	7,354,777
	Trade debtors/dispute	61,402,941	-
		<b>971,137,211</b>	<b>19,201,367</b>
	Bad & doubtful debt reserve	(125,427,442)	(5,562,677)
		<b>845,709,769</b>	<b>13,638,690</b>
<b>13.4</b>	<b>NON TRADE DEBTORS &amp; ADVANCE PAYMENT</b>		
	Accrued interest	327,693,147	-
	Prepayments	2,668,847	24,602
	Sundry debtors - Cash due from assets sold	5,000,000	-
	Supply of spare parts to SAGT	2,648,005	-
	Supply of fuel to ministries	2,243,384	-
	Miscellaneous recoverable accounts	7,511,533	-
	Rent & electricity debtors account	46,430,407	3,027,525
	Ship wreck & Work done to outside parties	1,883,035	-
	Loan to Catholic Association	1,543,259	-
	De Panama lands	61,232	-
	Return cheques	-	-
	Services rendered or goods supplied	88,118,839	53,905
	Port Development & other capital expenditure	37,328,178	-
	Deposits & Advance	605,630	-
	Expenditure will be reimbursed by ministry	7,938,659	6,905
		<b>531,674,155</b>	<b>3,112,937</b>
	Less: Bad & doubtful debt reserve	-	-
		<b>531,674,155</b>	<b>3,112,937</b>

**Notes 13.3 Accrued Revenues**

These are bills raised in year 2003 on vessels serviced during last week of December 2002.

(21)

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.

<b>13.5 LOANS &amp; ADVANCES TO EMPLOYEES</b>		
Advance given to employees	64,623,523	2,116,150
H.D.F.C. Housing loan advance A/C	13,759,383	-
Mortgage Bank Loan	208,575,550	-
Debit balance	15,357,246	450,964
Vehicle Loan	182,414,704	8,772,662
Loans given to employees	1,447,044,294	67,077,173
Misc. Loans given to employees	33,527,165	2,200
Other Misc. balances	73,674,245	967,324
	<b>2,038,976,109</b>	<b>79,386,473</b>
Bad & doubtful debt reserve	(60,134)	-
	<b>2,038,915,975</b>	<b>79,386,473</b>
<b>13.6 INVESTMENTS IN TREASURY BILLS FIXED / CALL DEPOSITS</b>		
Treasury bills re-purchase a/c	1,774,000,000	228,000,000
Investment in treasury bills & fixed deposit	4,248,251,102	-
Call deposit	155,000,000	15,700,000
	<b>6,177,251,102</b>	<b>243,700,000</b>
<b>13.7 DEPOSITS &amp; OTHER RECEIVABLES</b>		
Government Deposits	2,239,025	-
Corporation Deposits	23,150,450	6,450
Company Deposits	2,375,308	-
Miscellaneous Deposits	284,000	2,437
Night Duty Allowance		
L/D & Shipping cash bills	800,657	-
L/D Current a/c	154,770,759	-
Suspense a/c	456,321,187	14,898,835
Asset Disposal	-	-
G S T	239,530,184	6,291,150
Imprest a/c	10,419	-
	<b>879,481,990</b>	<b>21,198,872</b>
<b>13.8 SPECIAL LEAVY RECOVERABLE</b>		
Special Levy Recoverable	<b>8,130,000,000.00</b>	-
<b>13.9 FOREIGN CURRENCY CASH A/C</b>		
Foreign Currency (Dollar)	<b>257,282,020</b>	-
<b>13.10 CASH IN TRANSIT, AT BANK AND IN HAND</b>		
People's Bank	14,329,089	2,090,363
Bank of Ceylon	77,247,821	-
Bank of Ceylon (Seeduwa)	299,399	-
Bank of Ceylon (Paliyagoda)	838,075	-
H.N.B. (E/N)	19,505	-
H.N.B.	8,278,729	-
People's Bank(Oluvil)	99,551	-
Cash in transit	1,307,820	-
Cash in hand - Chief Shroff	1	-
Chief Cashier's -Cash	668,627	4,412,377
Bank of Ceylon	126,316,077	-
	<b>229,404,695</b>	<b>6,502,740</b>

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>14 CURRENT LIABILITIES</b>		
<b>14.1 CREDITORS &amp; ACCRUED CHARGES</b>		
Assets disposal A/c	1,216,030	-
Advance a/c	21,616,857	218,824
Stores excess & shortages	-	-
Other Miscellaneous Deposits	10,000	-
Excess cash-Cashier/Shroff	(1,565)	-
Disposable recoveries	3,493,489	25,888
Stamp fees	-	-
EPF	64,145,111	2,999,253
ETF	7,697,473	360,371
Unclaimed wages & salaries	8,238,320	52,904
Debtors Advance accounts	49,922,005	8,340,479
Bonus A/C	395,366	-
Ajestion A/c for Bal: Confirmed as at 31-12-96	12,850,323	-
Cents payable to employees	91,131	3,840
Colombo Dock Yard Ltd	60,479	
Advance a/c Port of Col. Develop. Project (Local)	45,070,891	
Value Added Tax	92,149,759	828,279
Miscellonous a/c	9,929,146	(1,092,673)
Landing & delivery shipping cash A/c	1,761,605	-
Outstanding expenses - stores etc.	12,040,669	-
Accrued expenses customs duty	1,906,928,971	-
Accrued expenses	458,914,617	3,507,953
Bad & doubtful debt reserve	-	-
	<b>2,696,530,680</b>	<b>15,245,117</b>
<b>14.2 Short term foreign loan payment</b>	<b>4,022,402,869</b>	-
<b>REFUNDABLE DEPOSITS &amp; SUSPENSE A/Cs</b>		
Temporary suspense account		
Deposits - Shipping	5,031,515	1,571,552
Landing & Delivery Deposit	45,386,803	-
Bonding Deposit	9,313,755	-
Miscellonus	67,669,653	2,221,000
Deposit for credit facilities (stores)	109,783	-
Non Operative & Suspended Debtors	-	-
Securities	1,013,428	3,449
Canteen deposit	1,360,510	113,915
Proceeds of cargo auction	-	-
Deposit for Engineering Services	790,500	-
Payment with hold from contractors	228,040,102	5,698,485
Deposits by contractors	216,175,058	-
Agent Deposits	127,868	-
Bad & doubtful debt reserve	-	-
Night duty allowances	7,944,641	302,253
	<b>582,963,615</b>	<b>9,910,653</b>
<b>14.3 FUND AND PROVISIONS</b>		
Miscellaneous fund	20,195,676	-
Provision for gratuity	1,552,185,763	74,795,546
Volume rebate	91,430,853	-

1,663,812,292

74,795,546

(23)

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>14.4 PROVISION FOR TAXES</b>		
Income Tax	303,941,863	-
Deemed dividend Tax	66,229,639	-
	<b>370,171,502</b>	-
<b>14.5 PROVISION FOR CLAIMS</b>		
Reserve for claims against SLPA	53,562,951	-
	<b>53,562,951</b>	-
<b>14.6 BANK BALANCES OVERDRAFT</b>		
Bank of Ceylon		
B.O.C. - Debit Tax Payment & Recoveries	100,000,000	
B.O.C. - Debit Tax Payment & Recoveries	326,619	
Hatton National Bank		
Bank of Ceylon - Seeduwa	-	
Bank of Ceylon - Peliyagoda	-	-
Bank of Ceylon - CPC		
	<b>100,326,619</b>	-
<b>15 CAPITAL EMPLOYED</b>		
<b>15.1</b> Equity Capital	461,914,459	7,973,573
<b>15.2</b> Other Capital	7,078,135,953	41,696,700
	<b>7,540,050,412</b>	<b>49,670,273</b>
<b>16 RESERVE &amp; OTHER PROVISIONS</b>		
<b>16.1</b> Capital Reserve	1,072,545,994	3,445,452
Port Development Reserve	557,023,661	
Insurance Reserve	-	150,000
General Reserve	500,903	-
<b>Total</b>	<b>1,630,070,557</b>	<b>3,595,452</b>
<b>16.2</b> Loan redemption reserve	18,426,900,548	-
<b>Balance at the year end</b>	<b>18,426,900,548</b>	-
<b>16.4 Profit &amp; Loss A/c</b>	<b>(979,286,634)</b>	<b>(168,027,411)</b>

DESCRIPTION	2002	
	PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
<b>17 LONG TERM LIABILITIES</b>		
<b>17.1 Port Development Loan</b>		
Japanese Loans		
Balance at the beginning of the year	37,353,940,342	
Add: Loan disbursed during the year	1,603,603,858	
Less: Repayment of Japanese & QEQ paying Instalment	(131,092,617)	
The exchange gain / loss on adjustment of Japanese Loan to tally with the General Treasury 31.12.2002	6,597,915,146	
	<b>45,424,366,728</b>	
Short term liabilities	(2,351,536,605)	
End of the year balance	<b>43,072,830,123</b>	
<b>17.2 Netherland Loans</b>		
Balance at the beginning of the year	112,070,880	
Add: Loan disbursed during the year		
Repayment of loans	11,685,000	
	<b>123,755,880</b>	
Short term liabilities	(33,510,044)	
Balance at end of year	<b>90,245,836</b>	
Total loans	<b>43,163,075,960</b>	
<b>17.3 RoyaltyCreditors</b>		19,483,334

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(2)

**SRI LANKA PORTS AUTHORITY  
OPERATIONAL & FINANCIAL HIGHLIGHTS  
ALL THREE PORTS**

DESCRIPTION	2002	
	PORT OF COLOMBO	PORT OF GALLE
<b>NUMBER OF SHIPS CALLED (NO)</b>		
Cargo ships	3,696	71
Other ships	91	5
Sailing vessels	175	
Other vessels	273	189
	<b>4,235</b>	<b>265</b>
<b>THROUGHPUT</b>		
<b>CONTAINER TEU's (INCLUDING S.A.G.T.)</b>		
Transshipment	1,197,277	-
Domestic	567,417	-
<b>TOTAL TEU's</b>	<b>1,764,694</b>	-
<b>CONTAINER TEU's (EXCLUDING S.A.G.T.)</b>		
Transshipment	833,122	
Domestic	373,572	
<b>TOTAL TEU's</b>	<b>1,206,694</b>	
Conventional M/T	2,976,337	520,972
Liquid M/T	3,836,675	5,280
	<b>6,813,012</b>	<b>526,252</b>
<b>TOTAL EQU (M/T) - INCLUDING S.A.G.T.</b>	<b>26,272,592</b>	<b>526,252</b>
<b>TOTAL EQU (M/T) - EXCLUDING S.A.G.T.</b>	<b>20,297,821</b>	<b>526,252</b>
<b>PERSONNEL</b>		
Number of employees	<b>16,157</b>	<b>751</b>
		<b>FINANCE (Rs)</b>
<b>Gross Revenue from Port Activities</b>	13,400	295
Other Revenue	1,705	37
<b>TOTAL REVENUE</b>	<b>15,105</b>	<b>332</b>
Operating & Other Expenses	12,212	305
<b>Net profit/(loss) before Tax</b>	<b>2,892</b>	<b>27</b>
Net Profit after Taxation	1,079	27
Foreign Exchange Earning (Rs.M)	10,826	224
	<b>Unit</b>	<b>RATIO</b>
<b>PER TONNE OF CARGO</b>		
Operational & Other Revenue	Rs. 575	631
Operating & Other Expenses	Rs. 465	580
Net profit per tonne	Rs. 110	51

<b>Expenditure on Payroll</b>	Rs.M	5,193	207
<b>PAYROLL TO</b>			
Total Expenditure	%	43	68
Total Revenue	%	34	62

(6)

**SRI LANKA PORTS AUTHORITY  
PROFIT AND LOSS ACCOUNT  
FOR THE 31ST DECEMBER 2002**

DESCRIPTION	N O T E	2002	
		PORT OF COLOMBO Rs.	PORT OF GALLE Rs.
Revenue from port activities	1.0	12,645,537,930	294,706,913
S.A.G.T. Operational Revenue	1.1	739,461,054	-
Other Revenue	2.0	1,373,304,665	37,375,518
S.A.G.T. Other Revenue	2.1	331,460,819	-
Revenue from K.K.S. Port activities	2.2	14,866,206	
<b>Total Revenue</b>		<b>15,104,630,673</b>	<b>332,082,431</b>
Operating expenses	3.0	(4,975,265,383)	(188,173,233)
Repair & maintenance expenses	4.0	(1,805,732,322)	(39,680,173)
Administration expenses	5.0	(4,297,666,345)	(77,247,021)
<b>Operating Profit</b>		<b>4,025,966,623</b>	<b>26,982,004</b>
Interest on foreign loans	6.0	(1,133,604,497)	-
<b>Net Profit before Tax</b>		<b>2,892,362,126</b>	<b>26,982,004</b>
Less: Income, Deemed dividend tax & Surcharge	7.0	(1,813,600,969)	-
<b>Net Profit After Tax</b>		<b>1,078,761,157</b>	<b>26,982,004</b>
Less: Appropriation ( Refer note below )			
Special Levy			-
		<b>1,078,761,157</b>	<b>26,982,004</b>
<b>Adjustment in respect of previous year</b>	8.0		
Tax Relavant To Previous Year			
Others		(1,917,343)	
		<b>(1,917,343)</b>	

Cumulative Profit b/f		(2,056,130,448)	(195,009,415)
Retained Profit/Loss		(979,286,634)	(168,027,411)
Amount transferred to loan redemption reserve	9.0	-	-
<b>Balance Profit/Loss c/f</b>		<b>(979,286,634)</b>	<b>(168,027,411)</b>

**Note :**

**(1) Through Put ( Only Containers) details attached.**

**Only S.L.P.A.**

Transshipment

Domestic

**TOTAL**

	COLOMBO	GALLE
Transshipment	833,122	-
Domestic	373,572	-
<b>TOTAL</b>	<b>1,206,694</b>	<b>-</b>

**(2) (A) - Inland Revenue Act 38 of 2000 clause 23 allows institutions to set off Tax: Special Levy paid.**

	<u>Rs. M.</u>
Special Levy Upto	11,953
Set -off Upto 2001	(2,010)
Set -off during 2002	(1,813)
<b>Balance C/F</b>	<b>8,130</b>

(26)

**STATEMENT OF EMPLOYEE EARNINGS**

DESCRIPTION	Unit	2002	
		COLOMBO	GALLE
<b>Employees</b>	<b>No.</b>	<b>16,157</b>	<b>751</b>
Wages, Salaries & allowances	<b>Rs.M.</b>	4,114	177
Overtime	<b>Rs.M.</b>	1174	30
<b>Total</b>	<b>Rs.M.</b>	<b>5,287</b>	<b>207</b>
<b>Per Employee</b>			
<b>Average Annual</b>			
Wages, Salaries & allowances	<b>Rs.</b>	254,610	235,372
Overtime	<b>Rs.</b>	72,638	39,976
<b>Total</b>	<b>Rs.</b>	<b>327,249</b>	<b>275,348</b>
<b>Average Monthly</b>			

Wages, Salaries & allowances	Rs.	21,218	19,614
Overtime	Rs.	6,053	3,331
<b>Total</b>	<b>Rs.</b>	<b>27,271</b>	<b>22,946</b>

**NOTE:**

1.0 Wages, Salaries & Allowances & Overtime include kitchen Employees Wages & Salaries as follows

	<b><u>2002</u></b>
Salaries, Wages & Allowances (Rs.MN.)	66
Overtime ( Rs.MN.)	28
	<b><u>94</u></b>

**2.0 Voluntary Retirement Scheme**

S.L.P.A implemented the above scheme , upon obtaining approval from the General Treasury, subject t

2.1. Employees should have completed 10 years of service and for each year completed, 2 Months G subject to a Maximum amount of Rs.750,000/=

2.2. Employees, who had approx. Less than 3 years to Retirement, were Not- eligible as their " forwa However, such employees were given the option to "exercise early Retirement " by accepting the "

2.3. The Statistics of the V.R.S. are as follows.

	No. of Employees	V.R.S. Entitlement (Gross) Rs.Mn
<b>Colombo</b>	2,834	1,743.21
<b>Galle</b>	80	41.02
<b>Trincomalee</b>	116	42.07
<b>Total</b>	<b>3,030</b>	<b>1,826.31</b>

**Gro**

Les:

**Net**

(a) Approximately 10,000 employees were eligible to apply under the above scheme , having served fo who opted under V.R.S. is only 30 % of the eligible strength.

(b) The Adjusted Manpower strength consequent to V.R.S. is as follows

	<b><u>Colombo</u></b>	<b><u>Galle</u></b>
<b>31.12.2002</b>	16,157	751
<b><u>Less :</u></b>		
<b>January 2003</b>	2,834	80
<b>Total</b>	<b><u>13,323</u></b>	<b><u>671</u></b>

(c) Additional 300 Nos. (Approx) will be released under the scheme on Medical grounds in Marc

(d) The "Gross out Lay" would be Re-couped within a period of 2 years at around Rs.1,000 Million per :

PORT OF TRINCOMALEE Rs.	Combined	
	2002	2001
	Rs.	Rs.
4,278,491	210,628,350	199,453,890
2,525	3,975,036	2,062,354
-	6,353,696	14,812,417
<b>4,281,016</b>	<b>220,957,082</b>	<b>216,328,661</b>
9,123,022	293,904,149	277,084,197
29,165,393	339,650,568	294,881,253
<b>38,288,415</b>	<b>633,554,716</b>	<b>571,965,450</b>
14,669,094	307,735,380	286,750,383
-	4,295,793	4,468,592
11,430,395	188,299,111	154,165,599
<b>26,099,489</b>	<b>500,330,284</b>	<b>445,384,574</b>
<b>68,668,920</b>	<b>1,354,842,083</b>	<b>1,233,678,685</b>
2,663,076	12,239,650	11,023,980
3,517,165	327,766,858	326,296,645
6,181,103	6,242,570	199,016,815
-	2,857,981	107,203,953
-	115,051,418	147,329,230
-	536,268,751	848,619,384
-	48,627,977	93,658,532
-	2,017,040	1,558,428
-	195,975,283	-
601,437	601,437	1,757,569
<b>12,962,781</b>	<b>1,247,648,965</b>	<b>1,736,464,536</b>
-	4,187,895,744	4,720,165,160
-	205,542,205	143,677,514
-	37,752	276,832
-	73,560,576	75,722,494
-	<b>4,467,036,276</b>	<b>4,939,842,000</b>
-	1,004,531,467	1,190,852,496
-	<b>1,004,531,467</b>	<b>1,190,852,496</b>
-	<b>5,471,567,744</b>	<b>6,130,694,495</b>
-	2,238,797,231	2,472,886,301
-	3,719,509	4,637,772
-	60,894	79,894
-	<b>2,242,577,634</b>	<b>2,477,603,967</b>

10.1

110,013,181	1,688,501,605	1,550,218,534
2,411	91,636,590	42,644,933
	-	-
2,762,929	28,714,488	59,909,313
-	-	-
<b>112,778,521</b>	<b>1,808,852,682</b>	<b>1,652,772,779</b>
1,410,128	828,305,803	538,780,058
-	4,683	10,048,610
12,623	1,788,253	66,572,083
<b>1,422,751</b>	<b>830,098,739</b>	<b>615,400,751</b>
<b>114,201,272</b>	<b>2,638,951,421</b>	<b>2,268,173,530</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
-	4,889,809	3,839,177
-	<b>4,889,809</b>	<b>3,839,177</b>
8,010,082	83,763,555	73,637,128
-	86,575,058	106,482,883
-	902,840	833,124
-	8,634,406	5,570,673
-	3,734,383	4,360,830
-	-	49140
-	-	202422.2
<b>8,010,082</b>	<b>183,610,243</b>	<b>191,136,200</b>
<b>8,010,082</b>	<b>183,610,243</b>	<b>191,136,200</b>
<b>203,843,055</b>	<b>13,144,087,898</b>	<b>14,041,590,590</b>
-	62,995,577	29,498,702
-	17,177	34,554
-	<b>63,012,754</b>	<b>29,533,255</b>
-	84,794,338	40,499,412
-	102,625,096	41,181,759
-	<b>187,419,434</b>	<b>81,681,170</b>
-	88,711,452	43,393,908
-	-	-
-	-	142,925
-	51,313,966	40,840,955
-	<b>140,025,418</b>	<b>84,377,789</b>
-	<b>390,457,606</b>	<b>195,592,214</b>
-	2,252,301	988,228
-	1,753,653	2,713,553
-	-	21,967,034

-	-	3,810,921
-	112,455	164,430
-	473,393	8,291,131
-	240,990	587,543
-	<b>4,832,792</b>	<b>38,522,840</b>
-	11,798,699	17,066,311
-	18,253,920	21,025,322
-	-	147,779
-	21,208,721	11,284,840
-	<b>51,261,340</b>	<b>49,524,252</b>
-	-	-
-	248,838,339	128,227,174
-	<b>248,838,339</b>	<b>128,227,174</b>
-	<b>300,099,679</b>	<b>177,751,426</b>

-	17,552,638	34,225,369
-	365,313	637,899
-	<b>17,917,951</b>	<b>34,863,268</b>
-	1,467,907	2,296,315
-	-	-
-	89,926	426,077
-	-	-
-	122,418	158,074
-	<b>1,680,251</b>	<b>2,880,466</b>
-	967,615	605,678
-	<b>967,615</b>	<b>605,678</b>
-	<b>2,647,866</b>	<b>3,486,144</b>
-	235,624	177,875
-	<b>235,624</b>	<b>177,875</b>
-	8,396,445	12,248,841
-	14,869,426	20,097,581
-	-	69,448
-	3,665	(132,769)
-	<b>23,269,536</b>	<b>32,283,102</b>
-	<b>23,269,536</b>	<b>32,283,102</b>
-	<b>739,461,054</b>	<b>482,676,868</b>

-	63,212,494	49,321,699
1,145,724	7,585,684	5,599,270
<b>1,145,724</b>	<b>70,798,178</b>	<b>54,920,969</b>
20,265,143	111,344,290	299,050,830
<b>20,265,143</b>	<b>111,344,290</b>	<b>299,050,830</b>
661,507	915,518,757	1,104,899,209
2,954,069	73,432,063	57,344,288
-	259,998	244,490
18,550	19,836,929	15,866,459
1,345,554	232,468,977	187,025,798
38,709	13,450,247	70,920,117
<b>5,018,389</b>	<b>1,254,966,971</b>	<b>1,436,300,361</b>
<b>26,429,256</b>	<b>1,437,109,439</b>	<b>1,790,272,159</b>
-	-	542
-	205,559,602	2,241,719
-	125,899,770	59,694,115
<b>-</b>	<b>331,459,372</b>	<b>61,936,376</b>
-	-	12,048,013
-	1,447	2,600
<b>-</b>	<b>1,447</b>	<b>12,050,613</b>
<b>-</b>	<b>331,460,819</b>	<b>73,986,989</b>
	7,588,504	
	7,277,702	
	<b>14,866,206</b>	-
<b>230,272,311</b>	<b>15,666,985,416</b>	<b>16,388,526,607</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
26,132,939	296,268,325	256,382,961
8,098,966	63,495,858	44,197,406
1,466,201	2,537,548	4,706,956
35,143	242,506	336,333
4,189,496	85,105,638	70,742,821
-	806,644	1,496,570
856,329	287,201,017	210,653,392
	-	195
52,676	568,329	5,376,808
-	-	-
<b>40,831,749</b>	<b>736,225,866</b>	<b>593,893,442</b>
116,501,188	1,503,979,576	1,344,112,319

17,095,414	499,357,752	373,189,778
5,123,197	73,992,287	297,340,899
1,337,021	1,888,010	1,415,277
415,882	245,768,219	210,523,171
-	4,797,322	5,471,116
852,732	1,471,965,695	1,444,977,635
1,150	303,987	806,996
1,250	4,372,443	9,546,385
	-	-
2,067,289	14,440,441	17,973,953
-	-	8,626
-	4,158,723	5,476,037
-	59,251,745	44,538,546
<b>143,395,123</b>	<b>3,884,276,199</b>	<b>3,755,380,738</b>
-	24,689,054	20,108,547
-	8,085,231	6,128,385
-	9,567	31,833
-	944,930	1,049,108
-	5,500	818,455
315,031	548,448,620	550,262,302
800	10,960,426	147,519,492
-	42,150	349,532
	988,042	62,936
<b>315,831</b>	<b>594,173,520</b>	<b>726,330,591</b>
	896,657	217,924
	67,517,062	102,788,929
	<b>68,413,719</b>	<b>103,006,853</b>
	74,429	2,082,730
	-	37,763
	31,919	
-	<b>106,348</b>	<b>2,120,493</b>
	50,491,918	46,446,596
	7,944,738	6,870,668
	3,692,941	16,024,579
	1,888,758	836,835
	34,211	34,211
	-	20,667
	29,322	171,591
	176,975	46,300
	<b>64,258,863</b>	<b>70,451,448</b>
	165,459	163,729
	42,918	31,394
	11,477	4,504
	-	73,471
	<b>219,854</b>	<b>273,097</b>
	280,702	
	20,828	
	-	
	<b>301,531</b>	
<b>184,542,703</b>	<b>5,347,975,900</b>	<b>5,251,456,662</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
	137,446,651	130,801,751
	25,858,987	17,918,114
	4,039,155	17,526,883
	3,953	107,283
363,694	385,196	2,027,052
22,977	1,134,496	1,162,004
406,113	512,218	704,145
670,183	23,124,152	14,480,712
-	-	-
<b>1,462,968</b>	<b>192,504,808</b>	<b>184,727,944</b>
42,330,149	1,054,114,140	962,457,538
11,603,203	320,003,752	237,007,779
1,615,990	20,748,271	81,634,144
1,688,121	13,627,804	5,651,997
665,139	8,022,358	8,887,864
	1,267	1,267
-	42,171	114,590
309,465	26,599,301	25,961,116
210,798	17,798,574	26,453,373
1,623,001	168,467,639	338,601,668
<b>60,045,865</b>	<b>1,629,425,276</b>	<b>1,686,771,336</b>
	6,494	
	-	1,460
	987,385	577,562
	40,143	483,603
	57,019,597	88,581,138
	105,045	
-	<b>58,158,664</b>	<b>89,643,762</b>
	4,384	
	3,020	7,185,488
	7,044	
	3,591,591	
	324,445	13,701,990
	-	195,377
-	<b>3,930,484</b>	<b>21,082,855</b>
	15,547,723	14,920,614
	5,287,524	3,782,065
	680,436	397,573
	9,196	-
	110,259	110,259
	92,616	6,088
	35,933	31,204
	<b>21,763,687</b>	<b>19,247,804</b>
	463,824	
	497,044	
	177,540	
	<b>1,138,409</b>	
<b>61,508,833</b>	<b>1,906,921,328</b>	<b>2,001,473,700</b>
58,720,282	1,384,252,272	1,309,461,534
14,244,850	296,244,133	242,417,808

1,986,950	33,524,668	133,930,467
27,929	7,113,406	693,322
4,390,426	123,829,935	91,573,823
16,814,368	730,105,653	453,792,869
139,299	1,185,956	1,119,944
161,720	50,479,914	38,430,363
1,955	5,180,402	2,909,818
733,925	7,119,897	8,362,678
909,251	26,080,029	24,831,766
640,118	23,126,121	16,186,518
-	12,240,557	10,444,461
422,084	29,824,214	35,430,639
3,897,652	74,820,360	67,593,594
11,000	103,952,840	78,519,974
1,305,770	59,784,275	58,834,250
-	-	26,112,737
97,665	550,761	17,439,992
283,278	31,472,367	2,790,684
77,023	916,677	789,027
1,703,916	29,919,550	2,245,268
	3,688,085	7,642,077
	1,098,465,315	1,026,069,883
	-	-
	67,207,445	191,466,073
	198,436,064	25,699,846
	-	-
	81,961,933	2,680,413
<b>106,569,462</b>	<b>4,481,482,828</b>	<b>3,877,469,827</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
	1,133,604,497	1,062,494,848
	-	-
	-	-
	3,538,733,598	5,167,287,935
	-	1,086,157,692
	1,238,556,759	1,808,550,777
	-	193,773,298
	575,044,210	839,684,289
	<b>1,813,600,969</b>	<b>3,928,166,056</b>
	-	700,000,000
	(1,917,343)	405,136,874
-	<b>(1,917,343)</b>	<b>405,136,874</b>
<b>(618,454,397)</b>	<b>(1,765,768,442)</b>	<b>(2,747,245,474)</b>
-	-	-

special levy paid.

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
243,684,558	4,467,710,523	4,084,855,589
51,042,432	1,226,838,765	931,544,855
<b>294,726,990</b>	<b>5,694,549,288</b>	<b>5,016,400,445</b>
<b>10,192,338</b>	<b>138,534,869</b>	<b>551,163,928</b>
<b>19,170,902</b>	<b>3,066,957,321</b>	<b>2,700,947,174</b>
2,433,633	258,904,942	556,729,025
833,357	84,827,682	231,156,600
<b>3,266,990</b>	<b>343,732,624</b>	<b>787,885,625</b>
10,024,638	534,551,628	388,305,469
3,373,059	74,224,716	76,808,204
<b>13,397,697</b>	<b>608,776,343</b>	<b>465,113,673</b>
	<b>1,133,604,497</b>	<b>1,062,494,848</b>
	<b>67,207,445</b>	<b>191,466,073</b>
3,088,214	23,743,221	8,633,618
1,955	64,693,443	48,154,163
733,925	12,736,048	16,150,086
909,251	26,080,029	24,831,766
-	3,688,085	7,642,077
97,665	550,761	17,448,619
640,118	23,126,121	16,186,518
-	12,240,557	10,444,461
422,084	29,824,214	35,430,639
3,897,652	74,820,360	67,593,594
11,000	103,952,840	78,519,974
283,278	31,472,367	2,790,684
77,023	916,677	789,027
-	1,098,465,315	1,026,069,883
-	-	-
1,703,916	29,919,550	2,245,268
-	-	-
-	81,961,933	2,680,413
-	198,436,064	25,699,846
-	-	26,112,737
<b>11,866,080</b>	<b>1,816,627,585</b>	<b>1,417,423,371</b>
<b>352,620,997</b>	<b>12,869,989,972</b>	<b>12,192,895,137</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
3,245,840	1,239,408,168	1,575,775,788
-	-	-
-	2,193,190,633	1,120,996,153
-	2,846,386,798	1,242,782,940
-	743,003	293,841,660
-	1,236,298	1,236,298
-	27,187,953	27,187,953
-	755,060	985,656
	130,515,479	
<b>3,245,840</b>	<b>6,439,423,390</b>	<b>4,262,806,447</b>
	42,425,150	43,425,150
	577,372,113	577,372,113
-	750,000	
-	<b>620,547,263</b>	<b>620,797,263</b>
-	1,595,361,200	1,250,536,800
-	43,440,313	40,062,867
-	157,843	157,843
45,404	908,404	942,349
<b>45,404</b>	<b>1,639,867,761</b>	<b>1,291,699,859</b>
<b>1,358,821,091</b>	<b>46,757,041,431</b>	<b>45,363,478,116</b>
-		
-		
(668,123,457)		
(1,279,052,714)		
<b>(1,947,176,171)</b>		
-	75,411,538	93,602,570
-	9,514,997,315	3,974,304,094
-	<b>9,590,408,854</b>	<b>4,067,906,664</b>
<b>(588,355,080)</b>	<b>56,347,450,285</b>	<b>49,431,384,780</b>

**Total**

14.472 (15%)

4.478

2.578

7.056

7.416

**14.472**

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.

14,008,132	1,039,176,185	1,100,464,570
-	2,966,744	29,994,798
-	2,636,361	750,199
-	224,298,081	-
-	16,188,699	30,759,640
-	121,873	178,550
-	-	121,723,121
<b>14,008,132</b>	<b>1,285,387,943</b>	<b>1,283,870,878</b>
	1,610,809,740	1,288,304,072
	<b>1,610,809,740</b>	<b>1,288,304,072</b>
	-	9,680,708
13,100,718	269,522,451	467,324,245
289,728	672,803,631	632,861,925
-	61,402,941	69,314,851
<b>13,390,445</b>	<b>1,003,729,023</b>	<b>1,179,181,729</b>
(4,203,072)	(135,193,191)	(238,559,155)
<b>9,187,373</b>	<b>868,535,832</b>	<b>940,622,573</b>
-	327,693,147	280,312,162
181,834	2,875,284	2,623,916
-	5,000,000	15,000,000
-	2,648,005	2,648,006
-	2,243,384	2,194,840
-	7,511,533	27,007,900
8,154	49,466,086	95,753,053
-	1,883,035	2,060,234
-	-	-
-	1,543,259	1,583,793
-	61,232	61,232
-	-	-
275,832	88,448,576	137,627,682
-	37,328,178	299,020,775
-	605,630	757,217
-	7,945,563	9,843,460
<b>465,820</b>	<b>535,252,912</b>	<b>876,494,270</b>
-	-	-
<b>465,820</b>	<b>535,252,912</b>	<b>876,494,270</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.

3,202,789	69,942,461	58,221,508
-	13,759,383	16,949,901
-	208,575,550	186,625,790
1,508,458	17,316,668	15,081,915
11,658,710	202,846,076	176,100,141
77,474,441	1,591,595,908	1,122,730,348
152,461	33,681,826	826,702
594,771	75,236,340	93,739,113
<b>94,591,630</b>	<b>2,212,954,213</b>	<b>1,670,275,418</b>
-	(60,134)	(60,134)
<b>94,591,630</b>	<b>2,212,894,079</b>	<b>1,670,215,284</b>

-	2,002,000,000	1,219,000,000
-	4,248,251,102	2,316,172,634
-	170,700,000	67,700,000
-	<b>6,420,951,102</b>	<b>3,602,872,634</b>

28,011	2,267,036	2,219,598
-	23,156,900	23,178,569
-	2,375,308	2,375,308
-	286,437	616,437
-	-	-
-	800,657	16,724,685
-	154,770,759	351,773,867
5,338,680	476,558,702	464,573,167
-	-	43,584
-	-	-
-	-	-
-	245,821,334	245,405,314
-	-	-
6,025	16,444	66,865
<b>5,372,716</b>	<b>906,053,577</b>	<b>1,106,977,395</b>

-	<b>8,130,000,000</b>	
	<b>257,282,020</b>	<b>564,301,721</b>

665,244	17,084,697	27,051,481
5,954,508	83,202,329	136,553,991
-	299,399	2,083,643
-	838,075	487,899
-	19,505	19,505
-	8,278,729	-
-	99,551	99,731
-	1,307,820	4,172,769
23,155	23,156	55,617
-	5,081,004	1,205,659
-	126,316,077	143,583,125
<b>6,642,907</b>	<b>242,550,342</b>	<b>315,313,420</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
-	1,216,030	1,216,030
154,916	21,990,596	58,743,100
2,488	2,488	2,488
-	10,000	-
-	(1,565)	57,031
281,678	3,801,055	2,617,326
-	-	61,425
-	67,144,364	75,858,441
-	8,057,844	9,103,013
585,836	8,877,060	8,294,603
-	58,262,484	198,116,065
-	-	-
22,945	418,311	1,797,061
-	12,850,323	12,670,426
15,073	110,044	111,998
-	60,479	-
-	45,070,891	-
600,977	93,579,015	-
55,009,794	63,846,268	100,736,433
-	1,761,605	713,653
-	12,040,669	17,885,940
-	1,906,928,971	1,906,928,971
3,890,144	466,312,714	498,166,508
-	-	-
<b>60,563,851</b>	<b>2,772,339,648</b>	<b>2,893,080,512</b>
-	<b>4,022,402,869</b>	<b>1,996,043,080</b>
1,328,496	7,931,563	13,024,315
-	45,386,803	43,767,234
-	9,313,755	16,401,108
106,157	69,996,810	26,612,824
40,000	149,783	149,783
8,057	8,057	8,057
49,544	1,066,421	1,096,027
750	1,475,175	1,343,368
-	-	24,431,288
-	790,500	937,500
-	233,738,587	267,402,262
-	216,175,058	520,939,867
4,448,750	4,576,618	373,684,083
-	-	211,450
-	8,246,894	6,319,763
<b>5,981,755</b>	<b>598,856,023</b>	<b>1,296,328,926</b>
-	20,195,676	19,162,325
72,765,009	1,699,746,318	1,655,774,272
-	91,430,853	177,993,471

72,765,009

1,811,372,847

1,852,930,069

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
-	303,941,863	1,747,548,245
-	66,229,639	839,684,289
-	<b>370,171,502</b>	<b>2,587,232,534</b>
-	53,562,951	15,703,353
-	<b>53,562,951</b>	<b>15,703,353</b>
	-	1,120,669
	100,000,000	
	326,619	
	-	15,951,048
-	-	-
	-	-
-	<b>100,326,619</b>	<b>17,071,717</b>
663,900	470,551,932	470,551,932
995,200	7,120,827,853	7,120,827,853
<b>1,659,100</b>	<b>7,591,379,785</b>	<b>7,591,379,785</b>
18,923,181	1,094,914,626	1,059,554,626
	557,023,661	557,023,661
475,000	625,000	625,000
-	500,903	500,903
<b>19,398,181</b>	<b>1,653,064,190</b>	<b>1,617,704,190</b>
-	18,426,900,548	6,473,900,548
-	<b>18,426,900,548</b>	<b>6,473,900,548</b>
<b>(618,454,397)</b>	<b>(1,765,768,442)</b>	<b>(2,747,245,574)</b>

PORT OF TRINCOMALEE Rs.	Combined	
	2002 Rs.	2001 Rs.
	37,353,940,342	39,432,634,587
	1,603,603,858	455,362,752
	(131,092,617)	(1,276,169,494)
	6,597,915,146	692,960,533
	<b>45,424,366,728</b>	<b>39,304,788,378</b>
	(2,351,536,605)	(1,950,848,036)
	<b>43,072,830,123</b>	<b>37,353,940,342</b>
	112,070,880	190,775,968
	-	-
	11,685,000	(33,510,044)
	<b>123,755,880</b>	<b>157,265,924</b>
	(33,510,044)	(45,195,044)
	<b>90,245,836</b>	<b>112,070,880</b>
	<b>43,163,075,960</b>	<b>37,466,011,222</b>
	<b>19,483,334</b>	<b>20,216,667</b>

PORT OF TRINCO	TOTALS		VAR. %
	2002	2001	
<b>STATISTICS</b>			
159	3,926	3,852	2
40	136	162	(16)
	175	277	(37)
90	552	531	4
<b>289</b>	<b>4,789</b>	<b>4,822</b>	<b>(1)</b>
-	1,197,277	1,183,900	1
-	567,417	542,705	5
-	<b>1,764,694</b>	<b>1,726,605</b>	<b>2</b>
	833,122	949,356	(12)
	373,572	447,590	(17)
	<b>1,206,694</b>	<b>1,396,946</b>	<b>(14)</b>
1,462,252	4,959,561	5,055,009	(2)
101,647	3,943,602	3,634,077	9
<b>1,563,899</b>	<b>8,903,163</b>	<b>8,689,086</b>	<b>2</b>
<b>1,563,899</b>	<b>28,362,743</b>	<b>27,062,633</b>	<b>5</b>
<b>1,563,899</b>	<b>22,387,972</b>	<b>23,528,355</b>	<b>(5)</b>
<b>1,001</b>	<b>17,909</b>	<b>18,561</b>	<b>(4)</b>
<b>s. Million)</b>			
204	13,898	14,524	(4)
26	1,769	1,865	(5)
<b>230</b>	<b>15,667</b>	<b>16,389</b>	<b>(4)</b>
353	12,870	12,194	(6)
<b>(122)</b>	<b>2,797</b>	<b>4,195</b>	<b>(33.33)</b>
<b>(122)</b>	983	267	<b>268.31</b>
167	11,218	11,668	<b>(3.86)</b>
<b>IS</b>			
147	552	606	
225	454	451	
<b>(78)</b>	<b>99</b>	<b>155</b>	

295	5,695	5,016
84	44	41
128	36	31

PORT OF TRINCOMALEE	Combined - Total		VAR
	2002	2001	
	Rs.	Rs.	
203,843,055	13,144,087,898	14,041,590,590	(6.39)
-	739,461,054	482,676,868	53.20
26,429,256	1,437,109,439	1,790,272,159	(19.73)
-	331,460,819	73,986,989	348.00
	14,866,206		
<b>230,272,311</b>	<b>15,666,985,416</b>	<b>16,388,526,607</b>	<b>(4.40)</b>
(184,542,703)	(5,347,981,319)	(5,251,456,662)	(1.84)
(61,508,833)	(1,906,921,328)	(2,001,473,700)	4.72
(106,569,462)	(4,481,482,828)	(3,877,469,827)	(15.58)
	-		
<b>(122,348,686)</b>	<b>3,930,599,941</b>	<b>5,258,126,418</b>	<b>(25.25)</b>
-	(1,133,604,497)	(1,062,494,848)	(6.69)
<b>(122,348,686)</b>	<b>2,796,995,444</b>	<b>4,195,631,570</b>	<b>(33.34)</b>
-	(1,813,600,969)	(3,928,166,056)	53.83
-			
<b>(122,348,686)</b>	<b>983,394,475</b>	<b>267,465,514</b>	<b>267.67</b>
-		(700,000,000)	100.00
<b>(122,348,686)</b>	<b>983,394,475</b>	<b>(432,534,486)</b>	<b>327.36</b>
	(1,917,343)	405,136,874	(100.47)
	<b>(1,917,343)</b>	<b>405,136,874</b>	<b>(100.47)</b>

(496,105,712)	(2,747,245,574)	(2,719,847,862)	(1.01)
(618,454,397)	(1,765,768,442)	(2,747,245,474)	35.73
-	-	-	
(618,454,397)	(1,765,768,442)	(2,747,245,474)	35.73

TRINCOMALEE	Combined - Total	
	2002	2001
-	833,122	949,356
-	373,572	447,590
-	<b>1,206,694</b>	<b>1,396,946</b>

as against

	2002	2001
<b>TRINCO.</b>	<b>COMBINED</b>	
1,001	17,909	18,561
244	4,534	4,085
51	1,255	932
<b>295</b>	<b>5,789</b>	<b>5,017</b>
243,441	253,179	220,077
50,991	70,059	50,188
<b>294,433</b>	<b>323,238</b>	<b>270,265</b>

20,287	21,098	18,340
4,249	5,838	4,182
<b>24,536</b>	<b>26,937</b>	<b>22,522</b>

3:

to following conditions.

Gross Salary + each year up to Retirement, 1 months salary,

and Emoluments" up to Retirement were lower, compared to 3.1 above.

"forward - salary" up to retirement.

**In Millions**

<b>Medical entitlement</b>	<b>Service entitlement</b>	<b>Gratuity entitlement</b>	<b>Total</b>
<b>Rs.Mn</b>	<b>Rs.Mn</b>	<b>Rs.Mn</b>	<b>Rs.Mn</b>
42.51	18.06	439.68	2,243.46
1.20	0.64	12.91	55.77
1.15	0.84	16.66	60.72
<b>44.86</b>	<b>19.53</b>	<b>469.25</b>	<b>2,359.95</b>

<b><u>Gross Entitlements</u></b>	=	2,359.95
Less S.L.P.A Loan Recoveries		(427.00)
<b><u>Net Disbursements</u></b>	=	<b><u>1,932.95</u></b>

for more than 10 years, The 3030 employees

<b><u>Trinco</u></b>	<b><u>Total</u></b>
1,001	17,909
116	3,030
<b><u>885</u></b>	<b><u>14,879</u></b>

March 2003.

annum .

## NOTES TO THE BALANCE SHEET

DESCRIPTION	Cost as at	2002	Addition	31.12.2002
	01.01.2002	Disposal		
	Rs.	Rs.	Rs.	Rs.
<b>FIXED ASSETS ( ALL THREE PORTS)</b>				
<b>OPERATIONAL ASSETS</b>				
Land	5,370,368,154		2,491,150	5,372,859,304
Operational buildings & structures	28,141,804,591		1,365,194,661	29,506,999,252
Floating equipment	3,269,563,962	(1,955,396)	392,375,874	3,659,984,440
Handling equipment	12,719,759,710	(66,667)	38,616,973	12,758,310,016
Plant & machinery	390,829,923	(53,458)	26,775,253	417,551,718
Office & Welfare buildings	1,790,162,537		25,200	1,790,187,737
Staff Quarters anf Other Buildings	219,823,900		1,262,992	221,086,892
Computer hard/soft ware	1,157,973,098		25,137,105	1,183,110,203
Electric & Electronic equipment	1,359,083,926	(41,600)	24,052,668	1,383,094,994
Office furniture & equipment	156,404,046	(329,267)	10,659,533	166,734,312
Motor vehicles	416,329,719	(1,564,131)	6,259,304	421,024,892
Other assets	295,154,677	(82,800)	44,883,457	339,955,333
	<b>55,287,258,241</b>	<b>(4,093,319)</b>	<b>1,937,734,171</b>	<b>57,220,899,093</b>
	<b>Cumulative Depreciat</b>	<b>Charge for the Year</b>	<b>Disposal</b>	<b>Cumulative  </b>
	<b>01.01.2002</b>			<b>31.12.2002</b>
Operational buildings & structures	5,440,687,217	954,517,703		6,395,204,920
Floating equipment	906,213,388	356,180,630	(1,822,995)	1,260,571,023
Handling equipment	6,858,901,631	1,011,191,379	(38,858)	7,870,054,152
Plant & machinery	290,169,505	29,019,465	(52,406)	319,136,564
Office & Welfare buildings	527,023,961	68,020,187		595,044,148
Staff Quarters anf Other Buildings	48,113,303	6,802,610		54,915,913
Computer hard/soft ware	675,647,147	444,715,041		1,120,362,188
Electric & Electronic equipment	794,309,158	109,691,643	(41,558)	903,959,242
Office furniture & equipment	101,111,052	12,887,289	(319,135)	113,679,205
Motor vehicles	267,361,222	53,891,788	(1,886,230)	319,366,780
Other assets	189,546,111	21,938,479	(82,651)	211,401,939
	<b>16,099,083,694</b>	<b>3,068,856,214</b>	<b>(4,243,833)</b>	<b>19,163,696,076</b>
				<b>Written</b>
<b>Written Down Value</b>				<b>as at 31.12.2002</b>
Land				5,372,859,304
Operational buildings & structures				23,111,794,332
Floating equipment				2,399,413,417
Handling equipment				4,888,255,864
Plant & machinery				98,415,154
Office & Welfare buildings				1,195,143,589
Staff Quarters anf Other Buildings				166,170,979
Computer hard/soft ware				62,748,015
Electric & Electronic equipment				479,135,752
Office furniture & equipment				53,055,107
Motor vehicles				101,658,112
Other assets				128,553,394
				<b>38,057,203,017</b>
<b>TOTAL FIXED ASSETS</b>				<b>38,057,203,017</b>











































































2002 Rs.	2001 Rs.
38,057,203,017	39,188,174,547
6,439,423,390	4,262,806,447
620,547,263	620,797,263
1,639,867,761	1,291,699,859
<b>46,757,041,431</b>	<b>45,363,478,116</b>
9,590,408,854	4,067,906,664
<b>56,347,450,285</b>	<b>49,431,384,780</b>
1,285,387,943	1,283,870,878
1,610,809,740	1,288,304,073
868,535,832	940,622,573
535,252,912	876,494,270
2,212,894,079	1,670,215,284
6,420,951,102	3,602,872,634
906,053,577	1,106,977,396
8,130,000,000	-
257,282,020	564,301,721
242,550,342	315,313,420
<b>22,469,717,548</b>	<b>11,648,972,249</b>
2,772,339,648	2,893,080,512
4,022,402,869	1,996,043,080
598,856,023	1,296,328,926
1,811,372,847	1,852,930,069
370,171,502	2,587,232,534
53,562,951	15,703,353
100,326,619	17,071,717
<b>9,729,032,459</b>	<b>10,658,390,191</b>
<b>12,740,685,089</b>	<b>990,582,058</b>
<b>69,088,135,374</b>	<b>50,421,966,838</b>
470,551,932	470,551,932
7,120,827,853	7,120,827,853
1,653,064,190	1,617,704,190
18,426,900,548	6,473,900,548
(1,765,768,442)	(2,747,245,574)
43,072,830,123	37,353,940,342
90,245,836	112,070,880
19,483,334	20,216,667
<b>69,088,135,374</b>	<b>50,421,966,838</b>

## ALL THREE PORTS

DESCRIPTION
Cash & Cash Equivalent at beginning of period
<b>CASH FLOW FROM OPERATING ACTIVITIES</b>
Cash receipts from operations
Cash paid to employees
Materials & electricity expenses
Miscellaneous expenses
Income tax, GST / VAT, Debit tax
Special Levy to Treasury
<b>Net Cash flow from Operating Activities</b>
<b>CASH FLOW FROM OTHER ACTIVITIES</b>
Interest received from Treasury Bills, Call Dep. & Repo.
Miscellaneous revenue
Port Development project expenditure
Capital expenditure
<b>Net Cash from Other Activities</b>
<b>CASH FLOW FROM FINANCING ACTIVITIES</b>
Foreign Loan - Interest
Foreign Loan - Principal
Foreign Loan - Differences in foreign exchange
Investment in S.A.G.T
<b>Net cash used in financing activities</b>
<b>Net increase/decrease in cash &amp; cash equivalents</b>
<b>Cash &amp; cash equivalent at end of the period</b>





































( 7 )

KA PORTS AUTHORITY  
DW STATEMENT 2002

2002		2001	
Rs.Mill	Rs.Mill	Rs.Mill	Rs.Mill
	<b>4,402.761</b>		<b>4,347.984</b>
13,982.414		14,423.739	
(6,121.901)		(5,227.658)	
(898.094)		(969.989)	
(1,127.821)		(920.207)	
<b>5,834.598</b>		<b>7,305.885</b>	
(758.487)		(2,471.03)	
0.000		(700.000)	
<b>5,076.111</b>		<b>4,134.854</b>	
841.337		974.909	
1,335.899		1,433.394	
(2,169.897)		(2,034.476)	
(698.886)		(1,918.238)	
<b>(691.547)</b>		<b>(1,544.411)</b>	
(974.913)		(1,069.456)	
(374.054)		(1,334.971)	
(29.455)		(12.542)	
0.000		(118.697)	
<b>(1,378.422)</b>		<b>(2,535.666)</b>	
	<b>3,006.142</b>		<b>54.777</b>
	<b>7,408.903</b>		<b>4,402.761</b>





































FINAL ACCOUNTS AUDIT – 2002

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2.2 Comments on Accounts (SLPA comments in *Italic*)

2.2.1 Accounting Policies

Query

- (a) Accounting policies adopted for following items had not been disclosed in the accounts according to S.L.A.S.

(1) Presentation of financial statements (S.L.A.S.- 03)

- (i) Galle and Trincomalee current accounts aggregating to Rs. 12,461,909 had not been reconciled.
- (ii) 25 ledger accounts aggregating to Rs. 902,124,450 had not been reconciled.
- (iii) Method of provisioning for accrued expenditure

Reply

- (i) **Trincomalee = Already submitted to Audit.  
Galle = Submitted on 30.04.03.**
- (ii) **Colombo = This involves Loans, Wages etc., with numerous Sub-Accounts. Will be finalized mid May' 03.**
- (iii) **We have a standard policy for ascertaining Accrued expenses. Action will be taken to disclose the policies in year 2003 accounts.**

Query

- (2) Net profit or Loss for the period, Fundamental Errors and changes in Accounting policies (S.L.A/S-10).  
Cash loss of Rs. 1,547,540 written off to P/L account.  
Loss of cash amounting to Rs. 1,547,540 had been written off to P/L account.

Reply

- The ex-Chief Shroff expired whilst the court-case was in progress.**  
**-This defect was detected in year 1998.**  
**-Board approval was obtained to write-off, as there was no other option.**

Query

- (2) Although the provisions for gratuity amounting to Rs. 62,087,584 had been provided according to the Gratuity Act No.12 of 1983, the actuarial basis had not been adapted as per SLAS 16

**Reply**

- (a) **As at end of each year, SLPA ascertain the Total commitments towards Gratuity.**
- (b) **The charge to P& L is the incremental difference between the "Preceding year's" provision and the Actual Value (a) above.**
- (c) **The "Funds" are separately reserved under Govt. Rupee Loan + Treasury Bills, thus adequate care is exercised towards Gratuity as required by Law.**

**Query**

- (4) Related parties disclosures (S.L.A.S – 30)

**Reply**

**2002 signature list of Board Members was submitted on 11/04/2003.**

**Query**

- (5) Contingent Liabilities and Contingent Assets. (S.L.A.S.-36)  
Compensation amounting to Rs. 1,940,957,313 had not been provided for in respect of employees who voluntary retired under Voluntary Retirement Scheme.

**Reply**

- These employees were in service as at 31.12.2002.**
- Details regarding Voluntary Retirement Scheme has been included as a Note to the Account of 2002.**
- Relevant entries will appear in 2003 Accounts.**

**Query**

- (b) Stocks aggregating Rs. 1285.4 Million shown in the accounts represented the book value instead of the cost or net realizable value which ever is less. A sum of Rs. 16.1 Million identified as fixed assets had also been included in the value of stocks shown in the accounts.

**Reply**

**There is no realizable value for stocks as these are specifically for SLPA equipment's. Action will be taken to show separately the stocks + fixed assets, in year 2003 accounts, which is already available.**

**2.2.2 Accounting Deficiencies**

**Query**

14 (fourteen) accounting deficiencies aggregating Rs. 2,180,859,270 observed in audit test checks carried out during the year were brought to the notice of the Chairman of the Authority. Due to these deficiencies the net profit before taxation had been overstated by Rs. 67,133,390 for the year under review.

**Reply**

**Detailed explanations were tendered to the Audit in each occasion explaining SLPA's procedures.**

**2.2.3. Accounts Receivable and payable**

**Query**

- (a) Lease rent amounting to Rs. 15,528,052 in respect of premises No.56, Duty free Shop and Ceylon Port Services Ltd. remained outstanding as at 31 December 2002.

**Reply**

**Action will be taken to initiate legal proceedings against these 03 institutions.**

**Query**

- (b) A sum of Rs.130,000 representing excess telephone charges, Goods and Services Tax thereon and National Security Levy had not been recovered from the relevant officers.

**Reply**

**Explanation will be forwarded later .**

**Query**

- (c) Appropriate steps had not been taken to reimburse a sum of Rs.497,296 incurred on repairs to official residence of the Minister of the Ports Development and Shipping; from the respective Ministry

**Reply:**

**Action will be taken to get above sum reimbursed from the Ministry of Ports Development, Shipping, Eastern Development and Muslim Religious Affairs.**

**Query**

- (d) Appropriate steps had not been taken to reimburse the expenditure amounting to Rs. 756,695 and Rs. 1,805,760 incurred during the year under review and the preceding year respectively on foreign travels of Ministers and their officers of the Ministry of Ports Development and Shipping from the respective Ministry.

**Reply:**

**Action will be taken to get above sum reimbursed from the Ministry of Ports Development, Shipping, Eastern Development and Muslim Religious Affairs.**

**Query**

- (e) Appropriate steps had not been taken to recover a sum of Rs. 245,821,334 due from the Department of Inland Revenue as GST for the year under review.

**Reply**

**Inland Revenue Department informed us that they need to audit SLPA accounts prior to allowing for above over payment. Adjustment were made after inspection of accounts in 1998 to 2001. After audit of 2002 accounts action will be taken to recover the payment.**

**2.2.4 Lack of Evidence for Audit**

**Query**

Debtors aggregating Rs. 11,126,489,180 Creditors aggregating Rs. 33,323,491,751 Assets aggregating Rs. 1,119,006,151 and Expenditure amounting to Rs. 28,119,222 could not be satisfactorily vouched or accepted in audit due to lack of evidence required.

**Reply**

***Action will be taken to provide necessary reconciliation's and schedules, before end of May.***

**2.2.5 Non- compliance with Laws, Rules Regulation & Management Decisions etc.**

**Query**

The Following instances of non-compliance were observed.

- a. Financial Regulation 689 and Public Finance Circular, No. 352.
- b. Ministry of Finance and Planning Letter No. FIN – 1096- 21-14 dated 26 January 2000 and Circular MF 6/1/1/96. Paragraphs 2.4.1 and 2.4.3
- c. Presidential Secretariat Letter No.S.E.I/A/4/34 dated 12 July 1995
- d. Tender Guideline, No. 169. 1 and 179
- e. Public Finance Circular No. PF/PE/11 Dated 06 December 2000
- f. Sri Lanka Ports Authority Act. No.51 of 1979, Section 39(7) and Customs Ordinance, Section 105(4), 109
- g. Sri Lanka Ports Authority, Purchase Procedures, Paragraph No. 3(c)
- h. Sri Lanka Ports Authority Tariff. Para 66.02, 67.02.03 and 67.02.04
- i. Sri Lanka Ports Authority Financial Regulations No.7.5
- j. S L A S - 18

**Reply**

***S.L.P.A. do follow the established procedures. In the event of a deviation, there would have been a valid reason.***

**3. Financial and Operating Review**

**3.1 Financial Results**

**Query**

According to the accounts presented, the financial result for the year under review amounted to a net profit of Rs. 2,796.995 Million before taxation as compared with the corresponding net profit of Rs. 4,195.631 Million for the previous year showing a decrease of Rs. 1,398.636 Million in the net profit.

**Reply**

***The Comparison of share-holder's interest should be "Profit After Tax" which is an increase during year 2002 at Rs.983.4 Mill. as against 2001- Rs.267.4 Mill. This would reveal the "TRUE & FAIR" view of the Balance Sheet of SLPA.***

**3.2 Financial Position**

**Query**

According to the accounts presented, the financial position of the Authority as at end of the year under review as compared with that as at end of the previous year is given below.

	<b><u>As at 31 December</u></b>	
	2002 Rs.	2001 Rs.
Fixed assets at written down value	46,757,041	45,363,478
Non current assets	9,590,408	4,067,906
Current Assets	22,469,717	11,648,972
	.....	.....
Total Assets	<u>78,817,166</u>	<u>61,080,356</u>
Capital & Reserves	27,671,342	15,682,982
Long Term Liabilities	43,182,558	39,482,274
Current Liabilities	9,729,032	8,662,345
Accumulated Loss	(1,765,768)	(2,747,245)
	.....	.....
Total Liabilities	<u>78,817,166</u>	<u>61,080,356</u>

**Reply**

***Agreed. Long Term & Current Liabilities in 2001 should be corrected as Rs. 37,486,227 and 10,658,390 respectively.***

**3.3 Operational and Financial Highlights**

**Query**

Operational and Financial highlights of the year under review and the previous two years are as follows.

	<b><u>Year</u></b>		
	<b><u>2000</u></b>	<b><u>2001</u></b>	<b><u>2002</u></b>
Number of ships called	4930	4822	4789
Total TEU's handled	1,732,855	1,726,605	1,764,694
Total M/T handled	9,392,315	8,689,086	8,903,163
Number of employees	19,344	18,561	17,909
Net profit per ton (Rs.)	144	155	99
Total revenue (Rs.Mn.)	14,714	16,389	15,667
Total expenditure(Rs.Mn.)	10,744	12,193	12,870
Net Profit (Before Tax)(Rs.Mn.)	3,973	4,196	2,797

**Reply**

**Agreed.**

**3.4 Uneconomic Transactions**

**Query**

- (a) Approximate sum of Rs. 93 million had been paid in excess of the standard value to Colombo Dockyard Limited in respect of 4 Nos. Tugs purchased outside tender procedure without resort to world- wide tenders.

**Reply**

***Orders have to be placed to purchase Tugs after evaluation and assessment of complete technical proposal including the equipment. In addition to the price factor, purchasing Tugs from a Supplier with proven record has also been taken into consideration. Price is not the only factor to be considered where high precision & reliable Tugs are purchased, particularly when there had been Vessel collisions in the Port Costing Millions of US Dollars.***

**Query**

- (b) The construction of a building for the Immigration and Emigration Office at Galle Port had been abandoned in January 1997 after incurring an expenditure of Rs. 267,322.

**Reply**

***The Audit Query is correct. After commencement of the construction of the building in 1997, Civil Engineer in charge went abroad. Hence, the construction work had to be stopped half away. After the appointment of the new Civil Engineer in late 1999, he was making arrangements to start construction work again. In the mean time Department of Immigration & Emigration requested to change a plan of the building. Commencement of construction had to be delayed till the decision is made on this request. Later on, by the letter dated 06.08.2001, the Controller, Immigration & Emigration agreed to construct the building according to the initial plan. Arrangements are being made to commence the construction under the 2003 Budget allocation.***

**Query**

- (c) The construction of a fence around the Circuit Bungalow at Rumassala had been abandoned in December 2001 after incurring an expenditure amounting to Rs.391,762.

The following observations are made in this connection.

- (i) Total estimated cost amounted to Rs.500,000.
- (ii) Fence had been proposed to be constructed enclosing 22 squatters' houses without prior action being taken for ejection.
- (iii) Work carried out had been broken down by the squatters.

**Reply**

***I. The Audit Query regarding the allocation is correct.***

***II. About 80% of fencing around Rumassala Sri Lanka Ports Authority area have been completed. Erection of the fence could prevent settling of new encroachers in Sri Lanka Ports Authority Area. Arrangements are being made to remove this unauthorized 22 numbers of families.***

***III. The erection of the fence, did not inconvenience the residence but they destroyed some portions of the fence. Further, 20% of the fence could not be completed due to their objections. All of the above incidents were reported to the Police, but no fruitful result to date.***

**Query**

- (d) A test audit of purchase of rice disclosed that purchases had been made on the basis of quotations received and without and comparison with the prevailing market prices or the prices of the C.W.E. This had resulted in the payment of a sum of Rs. 132,585 in excess of C.W.E. prices during September and October 2002.

**Reply**

***Agreed . Instructions would be issued to Chief Manager (W & IR) to Purchase rice after calling for quotations, where CWE too could quote.***

**3.5 Extraneous Transactions**

**Query**

- (a) A sum of Rs.2,113,059 had been incurred to renovate Religious Centers at the University of Peradeniya.

**Reply**

***This service was rendered on the advice of Hon. Minister of Ports Development, Shipping, Eastern Development & Muslim Religions Affairs on a request made by Vice Chancellor of the University.***

**Query**

- (b) A sum of Rs. 730,242 had been incurred for supply of free meals to third parties who had no direct or indirect connection with the activities of the Authority.

**Reply**

***Specific instructions have been issued not to supply free meals to any third party under any circumstances. However in the event of natural disasters in the Area such as Mini-Floods Cyclones, SLPA do assist the distress public.***

**3.6 Identified Losses**

Test audit checks revealed the following identified losses.

**Query**

- (a) A sum of Rs. 25,270,480 had been under paid by lessee on the lease hold premises.

**Reply**

***This query is in respect of agreement entered into with S.A.G.T. According to clause 2.1 of the Site Lease Agreement SLPA is liable to pay GST on the lease rent received. Further, opinion had been obtained from the Attorney General and the Executive Director (Project Finance) of Infrastructure investment, where SLPA was liable to pay G.S.T. (copies attached)***

**Query**

- (b) Surcharges amounting to Rs. 12,907 had been paid due to delay in furnishing half yearly reports to the Employees Trust Fund.

**Reply**

***We had submitted Employees Provident Fund reports 'C' & Employee Trust Fund reports Form II annually up to 1999 as per instructions given by the above body. The Superintendent of EPF Department of Central Bank by letter dated 13.09.99 had requested to submit 'C' returns half yearly. However there was a one off delay thus the penalty. This will not occur again.***

**Query**

- (c) A cash fraud of Rs.230,920 was observed at an examination of vehicle repairs.

**Reply**

***A sum of Rs. 125,686 has been reimbursed by M/S Senok Enterprises.***

**Query**

- (d) Excess payment amounting to Rs.9,750 had been made over market price for procurement of sand for the use of constructions.

**Reply**

***Quotations were obtained from over 20 registered suppliers including BMC and the lowest quotation was accepted.***

**Query**

- (e) A sum of Rs. 198,456,064 had been paid to the Department of Inland Revenue as G.S.T. on rental income from South Asia Gateway Terminal Private Limited, although this should have been recovered from the company concerned.

**Reply**

***This query is in respect of agreement entered into with S.A.G.T. According to clause 2.1 of the Site Lease Agreement SLPA is liable to pay GST on the lease rent received. Further, opinion had been obtained from the Attorney General and the Executive Director (Project Finance) of Infrastructure investment, where SLPA was liable to pay G.S.T. (copies attached)***

**Query**

- (f) Revenue on landing and delivery charges amounting to Rs.11,483,070 had been lost during the period from August to December during the year under review due to submission of forged documents for cargo clearing .

**Reply**

***This query is in respect of M/s Kabool Lanka, where the Clearing Agent & submitted false documents. The total value of the fraud was Rs. 11,862,775.00 Action has been taken to recover from the consignee. The first installment of Rs. 1,000,000/= was paid on 22/04/2003.***

**Query**

- (g) 22 vehicles belonging to the Authority had been lost during the year and in the previous years.

**Reply**

***Director (Technical) has reported that No vehicle belonging to SLPA were lost during this year or in previous years, according to our records.***

**Query**

- (h) A credit note to the value of Rs.3,411,191 had been issued to a shipping Agent in respect in the agreement entered into with the South Asia Gateway Terminal Private Limited.

**Reply**

***According to SLPA/SAGT agreement, Loading Terminal should recover storage charges. Therefore we granted credit for the amount we had erroneously recovered contravening the agreement. The Credit Note is correct and in line with the agreement.***

### Query

- (i) A comparison of market prices of rice, fish, vegetables etc. with prices paid for purchases made by the Authority revealed that a sum of Rs.2,398,913 had been spent in excess of the market prices during the respective periods. Details are shown below.

<u>Item</u>	<u>Period of purchase</u>	<u>Excess Payment</u> <u>Rs.</u>
Vegetables	1 week of October 2002	159,427
Fish and meat	September 2002	263,745
Dry Fish	- do -	232,770
Provisions	- do -	300,218
Spices	- do -	66,120
Rice	January, August, September 2002	1,376,633
		<hr/>
		2,398,913
		<hr/> <hr/>

### Reply

*Agreed . Instructions would be issued to Chief Manager (W & IR) to Purchase rice after calling for quotations, where CWE too could quote.*

### Query

- (j) A sum of Rs. 252,170 had been over paid on purchase of Double Burks for the use of Security Division

### Reply

*Detailed explanation is attached.*

## 3.7 Delay in Projects

### Query

The Projects in respect of agreements entered into with the Colombo Dry Dockyard Limited to construct the following tugs had been delayed as follows.

	Date of completion as per Agreement	Actual date of Completion	Period of Delay
	-----	-----	-----
55 Ton Tugs Boat	25.12.2000	06.04.2001	18 weeks
10 Ton Tugs Boat			
(i) No. 1 Tug Boats	16.08.2000	19.09.2000	4 weeks
(ii) No. 2 Tug Boat	16.10.2000	20.11.2000	4 weeks

**Reply**

***It is correct that there had been delays in delivery of tugs. However it has been reported that there had not been any loss of income to SLPA due to delay in delivery of these Tugs.***

**3.8 Idle and Under utilized Assets**

**Query**

Furniture valued at Rs.195,894 had been lying idle for several years at the official quarters of the Resident Manager of the Galle Port and quarters not been used for several years.

**Reply**

***Audit Query is correct. As these furniture are for Resident Manager's Bungalow, these have been kept securely for future use.***

**3.9 Vehicle Utilization**

**Query**

Daily running charts of the vehicles utilized during the year under review had not been maintained properly. As a result, the cost of fuel, cost of repairs and maintenance, performance of each vehicle etc. could not be analyzed in audit.

**Reply**

***It is correct that there had been instances where Daily Running Charts of vehicle had not been maintained properly. All Heads of Divisions were given strict instructions to maintain such documentation.***

**3.10 Stock Verification**

**Query**

(a) The following excesses and shortages were observed at a test audit examination at the Kitchen.

Item	Book Balance (kgs)	Physical Balance (kgs)	Excess / (Shortage) (kgs)
-----	-----	-----	-----
Samba Rice	13447	13390	(57)
Kekulu Rice	4719	4795	76
Red Dhall	2125 1/2	2118	(7 1/2)

**Reply**

***Excesses / shortages of Samba Rice, Kekulu Rice and Red Dhal pointed out by the Govt. Audit had been found correct.***

***Action would be taken by Chief Manager (W&IR) and his staff to avoid such excesses/ shortages in stocks in the future.***

(b) **Query**

Rice in stock appeared to be inferior to the sample of rice submitted by the supplier for consideration in his quotation and that, rice cleaning machine was observed to be used often for removing foreign matter contained in the stock.

**Reply**

Instructions have been given to the Chief Manager(W& IR) to ensure that rice to the kitchen is accepted only after checking with the samples submitted by the Suppliers.

**Query**

(c) 18 Kgs out of the physical balance of red dhal had perished as at the date of verification.

**Reply**

An investigation will be conducted by the Chief Manager (W&IR) with regard to perishing of 18KG of Red Dhal and if it has happened as a result of negligence/wrongful act of any person, disciplinary action would be initiated against him/them.

**4. Systems and Controls**

**Query**

Special attention is needed in respect of the following areas of control.

- (a) Utilization and maintenance of motor vehicles.
- (b) Procurement of capital assets
- (c) Leased premises to third parties
- (d) Stock control
- (e) Payments for foreign travel
- (f) Cash collections at landing points accounting and distribution to the head office.
- (g) Identification and billing of imported articles.
- (h) Inter Port transactions

**Reply**

***Agreed, Action is being taken to improve the systems & controls.***