



# ජාතික විගණන කාර්යාලය

## தேசிய கணக்காய்வு அலுவலகம்

### NATIONAL AUDIT OFFICE



මගේ අංකය  
எனது இல.  
My No.

එස්ඩබ්එල්/ජී/එස්ටී/01/එස්ජී/2023/15

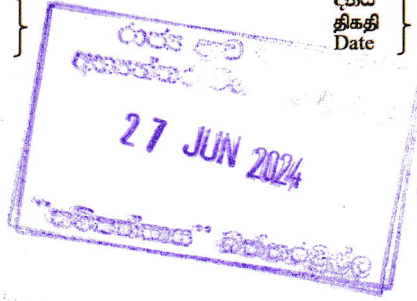
ඔබේ අංකය  
உமது இல.  
Your No.

දිනය  
திகதி  
Date

2024 අග් 26 දින

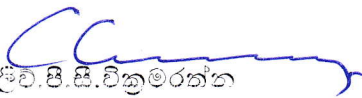
සභාපති

රාජ්‍ය දැව සංස්ථාව

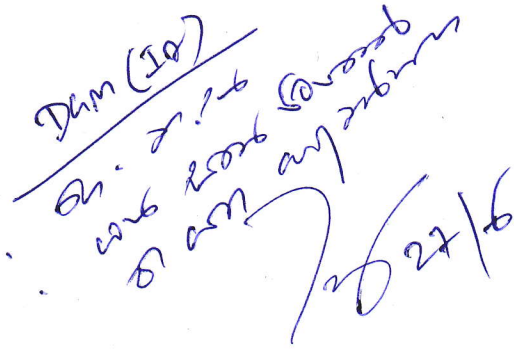


රාජ්‍ය දැව සංස්ථාවේ 2023 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශන සහ වෙනත් තොරතුරු හා නියාමන අවශ්‍යතා පිළිබඳව 2018 අංක 19 දරන ජාතික විගණන පනතේ 12 වන වගන්තිය ප්‍රකාරව විගණකාධිපති වාර්තාව

යථෝක්ත වාර්තාව මේ සමඟ එවා ඇත.

  
ඩබ්ලිව්.පී.සී.වික්‍රමරත්න  
විගණකාධිපති

- පිටපත් -
1. ලේකම් - වනජීවි හා වන සම්පත් සංරක්ෂණ අමාත්‍යාංශය
  2. ලේකම් - මුදල්, ආර්ථික ස්ථායීකරණ හා ජාතික ප්‍රතිපත්ති අමාත්‍යාංශය

  
27/6



# ජාතික විගණන කාර්යාලය

## தேசிய கணக்காய்வு அலுவலகம்

### NATIONAL AUDIT OFFICE



මගේ අංකය  
எனது இல.  
My No.

එස්ඩබ්එල්/ඒ/එස්ටීසී/01/එස්එ/2023/325  
உமது இல.  
Your No.

දිනය  
திகதி  
Date

2024 ජූනි 25 දින

සභාපති

රාජ්‍ය දැව සංස්ථාව

රාජ්‍ය දැව සංස්ථාවේ 2023 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශන සහ වෙනත් තෛතික හා නියාමන අවශ්‍යතා පිළිබඳව 2018 අංක 19 දරන ජාතික විගණන පනතේ 12 වන වගන්තිය ප්‍රකාරව විගණකාධිපති වාර්තාව

#### 1. මූල්‍ය ප්‍රකාශන

##### 1.1 තත්ත්වගණනය කළ මතය

රාජ්‍ය දැව සංස්ථාවේ 2023 දෙසැම්බර් 31 දිනට මූල්‍ය තත්ත්ව ප්‍රකාශනය සහ එදිනෙන් අවසන් වර්ෂය සඳහා වූ ලාභ අලාභ සහ විස්තීර්ණ ආදායම් ප්‍රකාශනය, හිමිකම් වෙනස්වීමේ ප්‍රකාශනය සහ එදිනෙන් අවසන් වර්ෂය සඳහා මුදල් ප්‍රවාහ ප්‍රකාශනය සහ ප්‍රමාණාත්මක ගිණුම්කරණ ප්‍රතිපත්තිවලට අදාළ තොරතුරු ද ඇතුළත් මූල්‍ය ප්‍රකාශනවලට අදාළ සටහන්වලින් සමන්විත 2023 දෙසැම්බර් 31 දිනෙන් අවසන් වර්ෂය සඳහා වූ මූල්‍ය ප්‍රකාශන ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ජනරජයේ ආණ්ඩුක්‍රම ව්‍යවස්ථාවේ 154(1) ව්‍යවස්ථාව සමඟ සංයෝජිතව කියවිය යුතු 2018 අංක 19 දරන ජාතික විගණන පනතේ සහ 1971 අංක 38 දරන මුදල් පනතේ විධිවිධාන ප්‍රකාර මාගේ විධානය යටතේ විගණනය කරන ලදී. ආණ්ඩුක්‍රම ව්‍යවස්ථාවේ 154 (6) ව්‍යවස්ථාව ප්‍රකාරව මාගේ වාර්තාව යථා කාලයේදී පාර්ලිමේන්තුවේ සභාගත කරනු ලැබේ.

මාගේ වාර්තාවේ තත්ත්වගණනය කළ මතය සඳහා පදනම කොටසේ විස්තර කර ඇති කරුණුවලින් වන බලපෑම හැර, සංස්ථාවේ මූල්‍ය ප්‍රකාශන තුළින් 2023 දෙසැම්බර් 31 දිනට මූල්‍ය තත්ත්වය සහ එදිනෙන් අවසන් වර්ෂය සඳහා එහි මූල්‍ය ක්‍රියාකාරිත්වය හා මුදල් ප්‍රවාහ ශ්‍රී ලංකා ගිණුම්කරණ ප්‍රමිතීන්ට අනුකූලව සත්‍ය හා සාධාරණ තත්ත්වයක් පිළිබිඹු කරන බව මා දරන්නා වූ මතය වේ.

##### 1.2 තත්ත්වගණනය කළ මතය සඳහා පදනම

(අ) 1995 වසරේ දී රු.325,000 කට මිලදී ගෙන තිබුණු නෙළුම්දෙණිය ගබඩාව ස්ථාපිත කර ඇති ඉඩම සහ මාතලේ, තලාව, අනුරාධපුර, මැදවව්විය, කදුරුවෙල හා මින්නේරිය යන ගබඩා පිහිටි සංස්ථාව සතු ඉඩම් මූල්‍ය නොවන වත්කම් යටතේ ගිණුම්ගත කිරීමට කටයුතු කර නොතිබුණි. තවද, 1969 වර්ෂයේ සිට යාපනය කාර්යාලය හා කැප්පෙට්පොළ කාර්යාලය පවත්වාගෙන යන සංස්ථාව වෙත පවරා තිබුණු නමුත් අයිතිය ඔප්පුවක් මගින් තහවුරු



නොවන ඉඩම් සම්බන්ධයෙන් මූල්‍ය ප්‍රකාශනවලින් හෙළිදරව් කිරීමට ද කටයුතු කර නොතිබුණි.

- (ආ) සමාලෝචිත වර්ෂය තුළ මුදලින් කරන ලද සේවක පාරිතෝෂික ගෙවීම් රු.92,567,360 ක් වුවද, එය රු.11,328,488 ක් වශයෙන් රු.81,238,872 ක් අඩුවෙන් මුදල් ප්‍රවාහ ප්‍රකාශයේ මෙහෙයුම් ක්‍රියාකාරකම් යටතේ මුදල් ගලායාමක් ලෙස දක්වා තිබුණි.
- (ඇ) සංස්ථාවේ දෛනික සේවකයන්ට 2022 ට පෙර වර්ෂවලට අදාළව ගෙවිය යුතු සේවක අර්ථසාධක (EPF) හා සේවක භාරකාර මුදල් (ETF) රු.43,196,324 ක් සඳහා වෙන් කිරීම් කර නොතිබීමෙන් එම වටිනාකමින් සංස්ථාවේ හිමිකම අධි ගණනය වී වගකීම් උණ ගණනය වී තිබුණි.
- (ඈ) ගෘහ භාණ්ඩ ඒකකයන්ට අදාළ සමාලෝචිත වර්ෂයේ ක්ෂය රු.1,770,611 ක් වෙනත් වියදම් වශයෙන් විස්තීර්ණ ආදායම් ප්‍රකාශයට ගැලපීම හේතුවෙන් එම වටිනාකමින් දේපළ පිරියත හා උපකරණ ක්ෂය අඩුවෙන් හා වෙනත් වියදම් වැඩියෙන් දැක්වුණි.
- (ඉ) ශ්‍රී ලංකා ගිණුම්කරණ ප්‍රමිති 16 හි 51 ඡේදය අනුව දේපළ පිරියත හා උපකරණවල සුන්බුන් වටිනාකම සහ ප්‍රයෝජනවත් ආයු කාලය අවම වශයෙන් සෑම මූල්‍ය වර්ෂයකදීම සමාලෝචනය කර නැවත තක්සේරු කළ යුතු වුවත්, සමාලෝචිත වර්ෂය අවසාන වන විට තවදුරටත් භාවිතයේ පවතින සම්පූර්ණයෙන් ක්ෂය වී ඇති පිරිවැය රු.924,994,884 ක්වූ දේපළ පිරියත හා උපකරණ සම්බන්ධයෙන් ඒ අනුව කටයුතු කර නොතිබුණි.
- (ඊ) සමාලෝචිත වර්ෂයේ මූල්‍ය ප්‍රකාශනවල සටහන් අංක 17 අනුව ලාභ අලාභ ප්‍රකාශනයෙහි හඳුනාගත යුතු පාරිතෝෂික වියදම රු.48,160,020 ක් වුවද, ලාභ අලාභ ප්‍රකාශයට අදාළ සංයුක්ත ආදායම් ප්‍රකාශනයන් හි පවතින තත්‍ය පාරිතෝෂික වියදම රු.67,250,212 ක් වීමෙන් රු.19,090,192 ක වෙනසක් නිරීක්ෂණය විය.
- (උ) ශ්‍රී ලංකා ගිණුම්කරණ ප්‍රමිති 02 අනුව, අවසන් තොග වටිනාකම පිරිවැය හෝ ශුද්ධ උපලබ්ධි අගය යන වටිනාකම්වලින් අඩු අගයට අගය කළ යුතු වුවද, අම්පාර ගෘහ භාණ්ඩ සංකීර්ණයෙහි වෙන්දේසි තොග ලොට් 36 ක රු.1,476,508 ක් වූ ශුද්ධ උපලබ්ධි අගය ඉක්ම වූ රු.2,467,626 ක පිරිවැය අගයට තොගය ගිණුම්ගත කර තිබීම හේතුවෙන් ජංගම වත්කම් හා සමාලෝචිත වර්ෂයේ ශුද්ධ ලාභය රු.991,118 ක් බැගින් අධිගණනය වී තිබුණි.
- (ඌ) සංස්ථාවේ මහජන බැංකු ගිණුමට සෘජුව බැර වී තිබුණු රු.1,464,814 ක මුදලක් හඳුනා ගැනීමට නොහැකිව තිබිය දී ආයෝජන ආදායම් ලෙස ගිණුම්ගත කර තිබීමෙන් එම අගයෙන් ආයෝජන ආදායම අධි ගණනය වී තිබුණි.

(එ) පල්ලේකැලේ නිෂ්පාදනාගාරයේ නිෂ්පාදනය වෙමින් පැවති අර්ධ නිම් හාණ්ඩ හොතිකව සත්‍යාපනය නොකිරීම හේතුවෙන් ඒවාට අදාළ කෙටිගෙන යන වැඩ වටිනාකම හා නිම් තොග මූල්‍ය ප්‍රකාශනවලට ඇතුළත් වී නොතිබුණි.

ශ්‍රී ලංකා විගණන ප්‍රමිතිවලට (ශ්‍රී.ලං.වි.ප්‍ර.) අනුකූලව මා විගණනය සිදු කරන ලදී. මෙම විගණන ප්‍රමිති යටතේ වූ මාගේ වගකීම, මෙම වාර්තාවේ මූල්‍ය ප්‍රකාශන විගණනය සම්බන්ධයෙන් විගණකගේ වගකීම යන කොටසේ තවදුරටත් විස්තර කර ඇත. මාගේ තත්ත්වවිගණනය කළ මතය සඳහා පදනමක් සැපයීම උදෙසා මා විසින් ලබාගෙන ඇති විගණන සාක්ෂි ප්‍රමාණවත් සහ උචිත බව මාගේ විශ්වාසයයි.

### 1.3 සංස්ථාවේ 2023 වාර්ෂික වාර්තාවේ ඇතුළත් අනෙකුත් තොරතුරු

මෙම විගණන වාර්තාවේ දිනට පෙර මා ලබාගත් සංස්ථාවේ 2023 වාර්ෂික වාර්තාවේ ඇතුළත් කර ඇති නමුත් මූල්‍ය ප්‍රකාශන සහ ඒ පිළිබඳව වූ මගේ විගණන වාර්තාවේ ඇතුළත් නොවන තොරතුරු, අනෙකුත් තොරතුරු යන්නෙන් අදහස් වේ. මෙම අනෙකුත් තොරතුරු සඳහා කළමනාකරණය වගකිව යුතුය.

මූල්‍ය ප්‍රකාශන සම්බන්ධයෙන් වූ මගේ මතයෙන් අනෙකුත් තොරතුරු ආවරණය නොකරන අතර මම ඒ පිළිබඳ කිසිදු ආකාරයක සහතික වීමක් හෝ මතයක් ප්‍රකාශ නොකරමි.

මූල්‍ය ප්‍රකාශන පිළිබඳ මගේ විගණනයට අදාළව, මගේ වගකීම වන්නේ ඉහත හඳුනාගත් අනෙකුත් තොරතුරු ලබා ගත හැකි වූ විට කියවීම සහ එසේ කිරීමේදී අනෙකුත් තොරතුරු මූල්‍ය ප්‍රකාශන සමඟ හෝ විගණනයේදී හෝ වෙනත් ආකාරයකින් ලබාගත් මගේ දැනුම අනුව ප්‍රමාණාත්මක වශයෙන් නොගැළපෙනවාද යන්න සලකා බැලීමයි.

මෙම විගණන වාර්තාවේ දිනට පෙර මා ලබාගත් අනෙකුත් තොරතුරු මත හා මා විසින් කරන ලද කාර්යයන් මත පදනම්ව, මෙම අනෙකුත් තොරතුරු ප්‍රමාණාත්මක වශයෙන් වැරදි ලෙස දක්වා ඇති බව මම නිගමනය කරන්නේ නම්, එම කරුණ මා විසින් වාර්තා කිරීමට අවශ්‍ය වේ. මේ සම්බන්ධයෙන් මට වාර්තා කිරීමට කිසිවක් නැත.

### 1.4 මූල්‍ය ප්‍රකාශන පිළිබඳ කළමනාකරණයේ සහ පාලනය කරන පාර්ශවයන්ගේ වගකීම

මෙම මූල්‍ය ප්‍රකාශන ශ්‍රී ලංකා ගිණුම්කරණ ප්‍රමිතිවලට අනුකූලව පිළියෙල කිරීම හා සාධාරණ ලෙස ඉදිරිපත් කිරීම සහ වංචා හෝ වැරදි හේතුවෙන් ඇතිවිය හැකි ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන්ගෙන් තොරව මූල්‍ය ප්‍රකාශන පිළියෙල කිරීමට හැකිවනු පිණිස අවශ්‍ය වන අභ්‍යන්තර පාලනයන් තීරණය කිරීම කළමනාකරණයේ වගකීම වේ.



මූල්‍ය ප්‍රකාශන පිළියෙල කිරීමේදී, සංස්ථාව අඛණ්ඩව පවත්වාගෙන යාමේ හැකියාව තීරණය කිරීම කළමනාකරණයේ වගකීමක් වන අතර, කළමනාකාරිත්වය සංස්ථාව ඇවර කිරීමට අදහස් කරන්නේ නම් හෝ වෙනත් විකල්පයක් නොමැති විටදී මෙහෙයුම් නැවැත්වීමට කටයුතු කරන්නේ නම් හැර අඛණ්ඩ පැවැත්මේ පදනම මත ගිණුම් තැබීම හා සංස්ථාවේ අඛණ්ඩ පැවැත්මට අදාළ කරුණු අනාවරණය කිරීම ද කළමනාකරණයේ වගකීමකි.

සංස්ථාවේ මූල්‍ය වාර්තාකරණ ක්‍රියාවලිය සම්බන්ධව පරීක්ෂා කිරීමේ වගකීම, පාලනය කරන පාර්ශවයන් විසින් දරනු ලබයි.

2018 අංක 19 දරන ජාතික විගණන පනතේ 16 (1) උප වගන්තිය ප්‍රකාරව, සංස්ථාවේ වාර්ෂික සහ කාලීන මූල්‍ය ප්‍රකාශන පිළියෙල කිරීමට හැකිවන පරිදි ස්වකීය ආදායම්, වියදම්, වත්කම් හා බැරකම් පිළිබඳ නිසි පරිදි පොත්පත් හා වාර්තා පවත්වාගෙන යා යුතුය.

### 1.5 මූල්‍ය ප්‍රකාශන විගණනය සම්බන්ධයෙන් විගණකගේ වගකීම

සමස්තයක් ලෙස මූල්‍ය ප්‍රකාශන, වංචා සහ වැරදි නිසා ඇතිවන ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන්ගෙන් තොර බවට සාධාරණ තහවුරුවක් ලබාදීම සහ මාගේ මතය ඇතුළත් විගණකගේ වාර්තාව නිකුත් කිරීම මාගේ අරමුණ වේ. සාධාරණ සහතිකවීම උසස් මට්ටමේ සහතිකවීමක් වන නමුත්, ශ්‍රී ලංකා විගණන ප්‍රමිති ප්‍රකාරව විගණනය සිදු කිරීමේදී එය සැමවිටම ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන් අනාවරණය කරගන්නා බවට වන තහවුරු කිරීමක් නොවනු ඇත. වංචා සහ වැරදි තනි හෝ සාමූහික ලෙස බලපෑම නිසා ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන් ඇතිවිය හැකි අතර, එහි ප්‍රමාණාත්මකභාවය මෙම මූල්‍ය ප්‍රකාශන පදනම් කරගනිමින් පරිශීලකයන් විසින් ගනු ලබන ආර්ථික තීරණ කෙරෙහි වන බලපෑම මත රඳා පවතී.

ශ්‍රී ලංකා විගණන ප්‍රමිති ප්‍රකාරව විගණනයේ කොටසක් ලෙස මා විසින් විගණනයේ දී වෘත්තීය විනිශ්චය සහ වෘත්තීය සැකමුසු බවින් යුතුව විගණනයේ දී ක්‍රියා කරන ලදී. මා විසින් තව දුරටත්,

- ප්‍රකාශ කරන ලද විගණන මතයට පදනමක් සපයා ගැනීමේ දී වංචා හෝ වැරදි හේතුවෙන් මූල්‍ය ප්‍රකාශනවල ඇති විය හැකි ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන් ඇතිවීමේ අවදානම් හඳුනාගැනීම හා තක්සේරු කිරීම සඳහා අවස්ථාවෝචිතව උචිත විගණන පටිපාටි සැලසුම් කර ක්‍රියාත්මක කරන ලදී. වරදවා දැක්වීම හේතුවෙන් සිදුවන ප්‍රමාණාත්මක සාවද්‍ය ප්‍රකාශනයන්ගෙන් සිදුවන බලපෑමට වඩා වංචාවකින් සිදු වන්නා වූ බලපෑම ප්‍රබල වන්නේ ඒවා දුස්සන්ධානයෙන්, ව්‍යාජ ලේඛන සැකසීමෙන්, වෙනතාත්වික මඟහැරීමෙන්, වරදවා දැක්වීමෙන් හෝ අභ්‍යන්තර පාලනයන් මඟහැරීමෙන් වැනි හේතු නිසා වන බැවිනි.

- අභ්‍යන්තර පාලනයේ සම්පූර්ණත්වය පිළිබඳ මතයක් ප්‍රකාශ කිරීමේ අදහසින් නොවුවද, අවස්ථාවෝචිතව උචිත විගණන පටිපාටි සැලසුම් කිරීම පිණිස අභ්‍යන්තර පාලනය පිළිබඳ අවබෝධයක් ලබා ගන්නා ලදී.
- භාවිතා කරන ලද ගිණුම්කරණ ප්‍රතිපත්තිවල උචිතභාවය, ගිණුම්කරණ ඇස්තමේන්තුවල සාධාරණත්වය සහ කළමනාකරණය විසින් කරන ලද සම්බන්ධිත හෙළිදරව් කිරීම් අගයන ලදී.
- සිද්ධීන් හෝ තත්ත්වයන් හේතුවෙන් සංස්ථාවේ අඛණ්ඩ පැවැත්ම පිළිබඳ ප්‍රමාණාත්මක අවිනිශ්චිතතාවයක් තිබේද යන්න සම්බන්ධයෙන් ලබාගත් විගණන සාක්ෂි මත පදනම්ව ගිණුම්කරණය සඳහා ආයතනයේ අඛණ්ඩ පැවැත්ම පිළිබඳ පදනම යොදා ගැනීමේ අදාළත්වය තීරණය කරන ලදී. ප්‍රමාණවත් අවිනිශ්චිතතාවයක් ඇති බවට මා නිගමනය කරන්නේ නම් මූල්‍ය ප්‍රකාශනවල ඒ සම්බන්ධයෙන් වූ හෙළිදරව් කිරීම්වලට මාගේ විගණන වාර්තාවේ අවධානය යොමු කළ යුතු අතර, එම හෙළිදරව් කිරීම් ප්‍රමාණවත් නොවන්නේ නම් මාගේ මතය විකරණය කළ යුතුය. කෙසේ වුවද, අනාගත සිද්ධීන් හෝ තත්ත්වයන් මත අඛණ්ඩ පැවැත්ම අවසන් වීමට හැකිය.
- මූල්‍ය ප්‍රකාශනවල ව්‍යුහය හා අන්තර්ගතය සඳහා පාදක වූ ගනුදෙනු හා සිද්ධීන් උචිත හා සාධාරණව ඇතුළත් වී ඇති බව සහ හෙළිදරව් කිරීම් ඇතුළත් මූල්‍ය ප්‍රකාශනවල සමස්ත ඉදිරිපත් කිරීම අගයන ලදී.

මාගේ විගණනය තුළදී හඳුනාගත් වැදගත් විගණන සොයාගැනීම්, ප්‍රධාන අභ්‍යන්තර පාලන දුර්වලතා හා අනෙකුත් කරුණු පිළිබඳව පාලනය කරනු ලබන පාර්ශවයන් දැනුවත් කරමි.

## 2. වෙනත් තෛතික හා නියාමන අවශ්‍යතා පිළිබඳ වාර්තාව

### 2.1 2018 අංක 19 දරන ජාතික විගණන පනතේ පහත සඳහන් අවශ්‍යතාවයන් සම්බන්ධයෙන් විශේෂ ප්‍රතිපාදන ඇතුළත් වේ .

2.1.1 මාගේ වාර්තාවේ තත්ත්වගණනය කළ මතය සඳහා පදනම කොටසේ විස්තර කර ඇති කරුණු වලින් වන බලපෑම හැර 2018 අංක 19 දරන ජාතික විගණන පනතේ 12(අ) වගන්තියේ සඳහන් අවශ්‍යතාවන් අනුව, විගණනය සඳහා අවශ්‍ය සියලු තොරතුරු සහ පැහැදිලි කිරීම් මා විසින් ලබාගන්නා ලද අතර, මාගේ පරීක්ෂණයෙන් පෙනී යන ආකාරයට නිසි මූල්‍ය වාර්තා සංස්ථාව පවත්වාගෙන ගොස් තිබුණි.

2.1.2 2018 අංක 19 දරන ජාතික විගණන පනතේ 6(I)(ඇ)(iii) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව සංස්ථාවේ මූල්‍ය ප්‍රකාශන ඉකුත් වර්ෂය සමඟ අනුරූප වේ.

2.1.3 2018 අංක 19 දරන ජාතික විගණන පනතේ 6(I)(ඇ)(iv) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව මාගේ වාර්තාවේ තත්ත්වගණනය කළ මතය සඳහා පදනම කොටසේ 1.2 (ඉ) හා (උ) ඡේදයන්හි

දක්වා ඇති නිරීක්ෂණ හැර ඉකුත් වර්ෂයේ දී මා විසින් සිදුකරන ලද නිර්දේශයන් ඉදිරිපත් කරන ලද මූල්‍ය ප්‍රකාශනවල ඇතුළත්ව ඇත.

2.2 අනුගමනය කරන ලද ක්‍රියාමාර්ග සහ ලබා ගන්නා ලද සාක්ෂි මත හා ප්‍රමාණාත්මක කරුණුවලට සීමා කිරීම තුළ, පහත සඳහන් ප්‍රකාශ කිරීමට තරම් කිසිවක් මාගේ අවධානයට ලක් නොවීය.

2.2.1 2018 අංක 19 දරන ජාතික විගණන පනතේ 12(ඇ) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව සංස්ථාවේ පාලක මණ්ඩලයේ යම් සාමාජිකයෙකුට සංස්ථාව සම්බන්ධ වී යම් ගිවිසුමක් සම්බන්ධයෙන් සෘජුව හෝ අන්‍යාකාරයකින් සාමාන්‍ය ව්‍යාපාරික තත්ත්වයෙන් බැහැරව සම්බන්ධයක් ඇති බව.

2.2.2 2018 අංක 19 දරන ජාතික විගණන පනතේ 12(ඊ) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව පහත සඳහන් නිරීක්ෂණය හැර යම් අදාළ ලිඛිත නීතියකට හෝ සංස්ථාවේ පාලක මණ්ඩලය විසින් නිකුත් කරන ලද වෙනත් පොදු හෝ විශේෂ විධානවලට අනුකූල නොවන ලෙස ක්‍රියා කර ඇති බව.

නීති, රීති / විධානයට යොමුව

නිරීක්ෂණ

<p>ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ඛණ්ඩාරවෙල ප්‍රාදේශීයයට අයත් වැඩබිම් වෙනුවෙන් ජනරජයේ මුදල් රෙගුලාසි සංග්‍රහයේ මුදල් රෙගුලාසි 571(3)</p>	<p>කොන්ත්‍රාත්කරුවන් විසින් තබන ලද වසර 2 ක කාලයක් ඉක්මවා තිබුණු රු.1,012,292 ක ඇප තැන්පත් මුදල් පියවීමට කටයුතු කර නොතිබුණි.</p>
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2.2.3 2018 අංක 19 දරන ජාතික විගණන පනතේ 12 (උ) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව සංස්ථාවේ බලතල, කර්තව්‍ය සහ කාර්යයන්ට අනුකූල නොවන ලෙස කටයුතු කර ඇති බව.

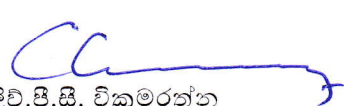
2.2.4 2018 අංක 19 දරන ජාතික විගණන පනතේ 12(ඌ) වගන්තියේ සඳහන් අවශ්‍යතාවය අනුව සංස්ථාවේ සම්පත් සකසුරුවම් ලෙස, කාර්යක්ෂම ලෙස සහ ඵලදායී ලෙස කාලසීමාවන් තුළ අදාළ නීතිරීතිවලට අනුකූලව ප්‍රසම්පාදනය කර භාවිතා කර නොමැති බව.

## 2.3 වෙනත් විගණන නිරීක්ෂණ

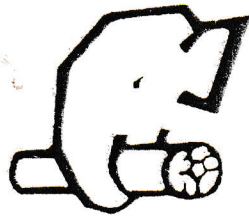
(අ) පල්ලේකැලේ නිෂ්පාදනාගාරයේ Dust collector යන්ත්‍රයක් හා වන අපරාධවලට සම්බන්ධ උසාවියෙන් නිදහස් කර තිබූ ජංගම ලී ඉරුම්හල් 03 ක්, වසර ගණනාවක සිට භාවිතයෙන් තොරව නිෂ්කාර්යව දිරාපත්වීමට ඉඩහැර තිබුණි.



- (ආ) අවශ්‍යතාවය නිශ්චිතව හඳුනාගැනීමෙන් තොරව 2023 වර්ෂයේ දී සංස්ථාව විසින් මිලදීගත් රු.35.800,075 ක් වටිනා, ප්‍රාදේශීය කාර්යාල 13 ක් වෙත බෙදා හැර තිබුණු දම්වැල් කියත් (chain saw) 100 කින් සියයට 75 ට වැඩි ප්‍රමාණයක් කාර්යක්ෂමව භාවිතයට ගැනීම සඳහා විධිමත් වැඩපිළිවෙලක් සකස් නොකිරීම හේතුවෙන් උණ උපයෝජිතව පැවතුණි.
- (ඇ) 2018 ඔක්තෝබර් 10 දිනැති අංක 422 දරන අධිකරණ සේවා කොමිෂන් සභාව විසින් නිකුත් කර ඇති චක්‍රලේඛයේ මහ පෙත්වීම් ප්‍රකාරව වන අපරාධ දැව සම්බන්ධයෙන් කටයුතු නොකිරීම හේතුවෙන්, වන අපරාධ දැව විනාශ වීම, දැව කළමනාකරණය හා ගබඩා පහසුකම් කළමනාකරණය කර ගැනීම අපහසු වීම වැනි අසීරුතාවලට සංස්ථාව මුහුණ පා සිටින අතර මහනුවර ප්‍රාදේශීයයට අදාළව පමණක් කඳන් දැව සහ ඩෙසිමිටර් 159.904 ක් සහ ඉරු දැව සහ ඩෙසිමිටර් 30,933 ක් දිරාපත් වෙමින් ද, ගබඩා ඉඩ පහසුකම් ඇහිරී ගොස් ද තිබුණු බවට නිරීක්ෂණය විය.
- (ඈ) පරිත්‍යාග වශයෙන් ලැබෙන දැව ඉවත් කර ගැනීම සඳහා නිසි ක්‍රමවේදයක් ස්ථාපිත නොකිරීම හේතුවෙන් 2023 වර්ෂයේදී ඉවත් කිරීම් 1,157 ක් සඳහා රු.41.854.672 ක් පෞද්ගලික කොන්ත්‍රාත්කරුවන්ට ගෙවීමට සිදුවී තිබුණි.
- (ඉ) සංස්ථාවේ 2023 දෙසැම්බර් 31 දිනට වෙළඳ ලැබිය යුතු දෑ ගිණුමේ පැවති රු.966.058.091 ක ශේෂය තුළ පැවති වසරක සිට වසර 04කට වැඩි කාලයක් ඉක්ම වූ රු.240.299.687 ක් අයකර ගැනීමට කටයුතු කර නොතිබුණි.
- (ඊ) කළමනාකරණ සේවා දෙපාර්තමේන්තුව මගින් අනුමත කර නොතිබූ තනතුරු 8 ක සේවකයන් 23 දෙනෙක් සඳහා සමාලෝචිත වර්ෂය තුළ දී පත්වීම් ලබා දී තිබුණි.

  
ඩබ්ලිව්.පී.සී. චිත්‍රමරත්න

විගණකාධිපති



# **Annual Accounts**

**Year – 2023**

**STATE TIMBER CORPORATION**

**Ministry of Wildlife and Forest Resources Conservation**

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# State Timber Corporation

## Annual Accounts – 2023

### Vision

To be the nation's leader in providing most trusted and best quality timber & timber based product.

### Mission

To produce timber & timber based products for our customers through the knowledge & skills gained over the time and to contribute to the national and environmental demands of Sri Lanka.

### Introduction

The State Timber Corporation was incorporated in 1968 by Hon.Minister of Lands, Irrigation and Power under the provisions of State Industrial Corporation Act No. 49 of 1957. The objectives and functions of the State Timber Corporation as per Gazette Notifications of No. 178/10 of 05.02.1982 and Gazette No. 11907 of 26.06.2009.

- Extraction of timber from forests, conversion of such timber into sawn timber and finished products. Sale of logs, sawn timber and finished products constructions of forest roads required for the above purpose.
- Acquisition, construction and operation of logging units, sawmills, impregnation and preservation plants, seasoning and drying kilns and other equipment and installations.
- Operation of timber and firewood sales depots.
- Manufacturing and marketing of by products from timber.
- Import of timber.
- Afforestation, reforestation and scientific management of forests and forest plantations.
- Agricultural productions.
- Export of timber related finished and semi-finished products.
- Purchase of timber from private lands.
- Processing of forest related products.
- Import of cane.
- Identification and certification of local and imported timber species through sample testing.
- Conduct training programs on timber industry related subjects and issue certificate and undertake environmental awareness programs to contribute towards developing and environmental conscious society.
- Planning and making investments so as to optimize the return from the lands and buildings owned by the corporation.

**State Timber Corporation****Statement of Profit or Loss and Other Comprehensive Income**For the Year Ended 31st December

	Note	2023 Rs.	2022 Rs.
<b>Turnover</b>	2	4,092,128,811	4,743,049,736
Less- cost of sales	3	(2,183,219,570)	(2,452,074,230)
<b>Gross profit on operation</b>		<b>1,908,909,241</b>	<b>2,290,975,506</b>
<b>Other income</b>	6		
Operating	6.3	95,255,751	33,259,920
Non- operating	6.1	14,568,317	14,953,721
<b>Total net income</b>		<b>2,018,733,309</b>	<b>2,339,189,147</b>
<b><u>Less- expenditure</u></b>			
Selling and distribution	4	(729,542,520)	(955,435,355)
Administration	5	(959,724,662)	(1,039,084,313)
Finance expense		(1,082,440)	(2,844,101)
Finance income	6.2	945,351,151	674,160,950
<b>Profit before tax &amp; levy</b>		<b>1,273,734,838</b>	<b>1,015,986,328</b>
Taxation for the year	7	(117,943,033)	(380,105,005)
Profit after tax		1,155,791,805	635,881,323
Levy paid to treasury		(649,461,969)	(320,000,000)
<b>Profit after tax &amp; levy</b>		<b>506,329,836</b>	<b>315,881,323</b>
<b>Other comprehensive income</b>			
Retirement benefit Surplus/(deficit) for the year	17	(164,697,250)	347,392,072
<b>Other comprehensive income for the year</b>		<b>(164,697,250)</b>	<b>347,392,072</b>
<b>Total comprehensive income for the year</b>		<b>341,632,586</b>	<b>663,273,395</b>

**Statement of Financial Position**

As at 31st December

	Note	2023 Rs.	2022 Rs.
<b>Assets</b>			
<b>Non-current assets</b>			
Property plant and equipment	8	1,155,995,376	1,309,685,438
Intangible assets	9	-	25,493
Biological assets	10	7,735,659	7,735,659
Deposits with treasury		2,966,000	2,966,000
Security deposit - staff		86,622,644	85,468,421
Investments	11.1	779,154,004	973,686,078
Capital work in progress		18,194,374	11,944,333
<b>Total non-current assets</b>		<b>2,050,668,057</b>	<b>2,391,511,422</b>
<b>Current assets</b>			
Inventories	12	1,789,634,929	1,656,987,490
Trade and other receivables	13	1,438,893,929	1,742,578,098
Investment in fixed deposits	11.2	4,060,343,525	3,706,248,722
Cash and cash equivalents	14	223,390,474	90,961,043
<b>Total current assets</b>		<b>7,512,262,857</b>	<b>7,196,775,353</b>
<b>Total assets</b>		<b>9,562,930,913</b>	<b>9,588,286,776</b>
<b>Equity and liabilities</b>			
<b>Capital and reserves</b>			
<b>Authorised</b>		<b>75,000,000</b>	<b>75,000,000</b>
Contributed capital	15	41,503,668	41,503,668
Revenue reserve		7,452,729,690	7,129,558,552
		<b>7,494,233,358</b>	<b>7,171,062,220</b>
Staff loan revolving fund	16	512,554,753	494,093,306
<b>Total equity</b>		<b>8,006,788,112</b>	<b>7,665,155,526</b>
<b>Non current liabilities</b>			
Retirement benefit obligation	17	406,440,553	253,071,791
Security deposit - staff		86,623,394	85,468,421
Interest bearing loans and borrowings	21	3,655,778	7,677,248
Deferred tax liability	7.2	86,912,496	153,845,554
<b>Total non current liabilities</b>		<b>583,632,222</b>	<b>500,063,014</b>
<b>Current liabilities</b>			
Income tax payable	18	24,375,301	109,777,488
Interest bearing loans and borrowings	21	3,520,107	5,043,288
Trade and other payables	19	944,615,173	1,308,247,460
<b>Total current liabilities</b>		<b>972,510,580</b>	<b>1,423,068,236</b>
<b>Total liabilities</b>		<b>1,556,142,801</b>	<b>1,923,131,250</b>
<b>Total equity and liabilities</b>		<b>9,562,930,913</b>	<b>9,588,286,776</b>

This statement of the activities of the State Timber Corporation is submitted in terms of the Finance Act. No. 38 of 1971.

Dr.N.D.Ruwanpathirana  
General Manager/CEO

G.D.S.Kumarasinghe  
Deputy General Manager (Finance)

The Accounting policies on pages 6 to 14 and Notes on pages 15 to 24 form and integral part of these Financial Statements. The Board of Directors is responsible for the preparation and presentation of these Financial Statements. These Financial Statements were approved by the Board of Directors and signed on their behalf.

B.S.Gunarathna  
Chairman  
State Timber Corporation  
Date: 07.03.2024

Director



**State Timber Corporation****Statement of Cash Flows**For the Year Ended 31st December

	2023 Rs.	2022 Rs.
<b><u>Cashflows from operating activities</u></b>		
Cash receipts from customers	4,064,517,097	5,107,850,448
Cash paid to suppliers and employees	(4,084,101,538)	(5,114,966,968)
<b>Cashflows from operating activities</b>	<b>(19,584,441)</b>	<b>(7,116,520)</b>
Income tax	(270,278,278)	(328,192,410)
Special levy	(640,766,036)	(320,000,000)
<b>Net cash flow from/(used in) operating activities</b>	<b>(930,628,755)</b>	<b>(655,308,930)</b>
<b><u>Cashflows from investing activities</u></b>		
Acquisition of property plant and equipment	(54,647,451)	(47,998,119)
Over payment recovery from Land: -	3,591,344	
Investments	(159,562,728)	334,577,909
Income from investment	1,294,205,736	244,506,151
Proceeds on sale of property plant and equipment	305,148	10,718,802
Work in progress	(6,250,041)	(4,526,949)
Staff loan Granted	(176,411,991)	(159,157,899)
Staff loan Recovered	168,455,259	130,930,240
<b>Net cash from/(used in) Investing activities</b>	<b>1,069,685,276</b>	<b>509,050,135</b>
<b><u>Cashflows from financing activities</u></b>		
Proceeds from Interest Bearing Loans & Borrowings	(6,627,091)	(7,083,509)
<b>Net cash from financing activities</b>	<b>(6,627,091)</b>	<b>(7,083,509)</b>
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>132,429,431</b>	<b>(153,342,305)</b>
Cash and cash equivalents at the beginning of the year (Note 14)	90,961,043.32	244,303,348
Cash and cash equivalents at the end of the year (Note 14)	223,390,474	90,961,043
<b>Net increase/(decrease) in cash and cash equivalents</b>	<b>132,429,431</b>	<b>(153,342,305)</b>

**State Timber Corporation****Statement of Changes in Equity**

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	Contributed capital	Staff loan revolving fund	Revenue reserves	Revaluation reserve	Total
<b>Balance as at 01st January 2022</b>	<b>41,503,668</b>	<b>433,020,533</b>	<b>5,829,576,396</b>	<b>453,106,621</b>	<b>6,757,207,218</b>
Fund Transfer during the year	-	50,000,000	(50,000,000)	-	-
Trasfering of stock deterioration			244,674,912		244,674,912
Profit for the year	-	-	315,881,323	-	315,881,323
Staff loan interest adjustment	-	11,072,773	(11,072,773)		-
Trasfering of Revatuation Balance			3,700,000	(3,700,000)	-
Other comprehensive income	-	-	347,392,072	-	347,392,072
<b>Balance as at 01st January 2023</b>	<b>41,503,668</b>	<b>494,093,306</b>	<b>6,680,151,930</b>	<b>449,406,621</b>	<b>7,665,155,526</b>
Fund Transfer during the year	-	-		-	-
Trasfering of stock deterioration					-
Profit for the year	-	-	506,329,836	-	506,329,836
Staff loan interest adjustment	-	18,461,447	(18,461,447)		-
Trasfering of Revatuation Balance				-	-
Other comprehensive income	-	-	(164,697,250)	-	(164,697,250)
<b>Balance as at 31st December 2023</b>	<b>41,503,668</b>	<b>512,554,753</b>	<b>7,003,323,069</b>	<b>449,406,621</b>	<b>8,006,788,113</b>

# **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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## **1.1 Reporting Entity**

### **1.1.1 Legal Form**

State Timber Corporation is a Corporation which was incorporated in April 1968, under the State Industrial Corporation Act No. 49 of 1957.

### **1.1.2 Date of Authorization for Issue**

The Financial Statements of the Corporation for the year ended 31<sup>st</sup> December 2023 were authorized for issue in accordance with a resolution of the Board of Directors on 07<sup>th</sup> March 2024.

### **1.1.3 Number of Employees**

The employees' strength of the Corporation as at 31<sup>st</sup> December 2023 is 1390(2022-1,500).

### **1.1.4 Responsibility for Financial Statements**

The Board of Directors is responsible for preparation and presentation of these financial statements.

## **1.2 Basis of Preparation**

### **1.2.1 Statement of Compliance**

The Statement of Financial Position, Statement of Profit or Loss, Statement of Comprehensive Income, Changes in Equity and Statement of Cash Flows, together with the notes, (the "Financial Statements") of the Corporation as at 31<sup>st</sup> December 2023 and for the period then ended have been prepared in accordance with Sri Lanka Accounting Standards (LKAS & SLFRS) and statements of recommended practices promulgated by The Institute of Chartered Accountants of Sri Lanka (ICASL).

### **1.2.2 Basis of Measurement**

The Financial Statements have been prepared on the historical cost basis except for the trade debtors are measured at fair value.

### **1.2.3 Functional and Presentation Currency**

The Financial Statements are presented in Sri Lankan Rupees, which is the Corporation's functional currency. All financial information presented in Sri Lankan Rupees has been given to the nearest Rupee, unless stated otherwise.



## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.2.4 Use of Estimates and Judgments**

The presentation of Financial Statements requires management to make judgments, estimates and assumptions that affect the application of accounting policies and the reported amounts of assets, liabilities, income and expenses. The estimates and underlying assumptions are based on historical experience and various other factors that are believed to be reasonable under the circumstances. Actual results may differ from these estimates. Estimates and underlying assumptions are reviewed on an ongoing basis. Revisions to accounting estimates are recognized in the period in which the estimate is revised and in any future period affected.

### **1.2.5 Foreign Currency Transactions**

Transactions in foreign currencies are translated to the functional currency at exchange rates on the date of the transactions.

### **1.2.6 Taxation**

The provision for income tax is based on the elements of income and expenditure as reported in the Financial Statements and computed in accordance with the provision of the Inland Revenue Act No.10 of 2006 Act, No.24 of 2017, No. 45 of 2022 and subsequent amendments.

## **1.3 Significant Accounting Policies**

The accounting policies set out below have been applied consistently to all periods presented in these financial statements.

### **1.3.1 Assets and Basis of the Valuation**

#### **1.3.1.1 Property, Plant and Equipment**

##### **1.3.1.1.1 Basis of Recognition**

Property, plant and equipment are recognized if it is probable that future economic benefits associated with the asset will flow to the corporation and the cost of the asset can be reliably measured. Items of property, plant and equipment are stated at cost less accumulated depreciation and accumulated impairment losses. Cost includes expenditure that is directly attributable to the acquisition of the asset and any other costs directly attributable to bringing the asset to a working condition for its intended use, and the cost of dismantling and removing the items and restoring the site on which they are located and capitalized borrowing cost. When parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.1.1.2 Revaluation Model**

Revaluations are made with sufficient regularity such that the carrying amount does not differ materially from that which would be determined using fair value at the end of the reporting year.

When vehicle (except motor bikes) are revalued, the gross carrying amount is adjusted consistently with the revaluation of the carrying amount. The accumulated depreciation at that date is adjusted to equal the difference between the gross carrying amount and the carrying amount after taking into account accumulated impairment losses.

Any increase in an asset's carrying amount, as a result of revaluation, is recognized in other comprehensive income and accumulated in the revaluation reserve in equity. The increase is recognized in profit or loss to the extent that it reverses a revaluation decrease of the same asset previously recognized in profit or loss.

Any decrease in an asset's carrying amount, as a result of a revaluation, is recognized in profit or loss in the current year. The decrease is recognized in other comprehensive income to the extent that any credit balance existing in the revaluation reserve in respect of that asset. The decrease recognized in other comprehensive income reduces the amount accumulated in the revaluation reserve in equity.

The revaluation reserve related to vehicles is transferred directly to retained income when the asset is derecognized.

### **1.3.1.1.3 Gains and Losses on Disposal**

Gains and losses on disposal of an item of property, plant and equipment are determined by comparing the proceeds from disposal with the carrying amount of property, plant and equipment, and are recognized net within "other income/other expenses" in Statement of Profit or Loss.

### **1.3.1.1.4 Subsequent Costs**

The cost of replacing a part of an item of property, plant and equipment is recognized in the carrying amount of the item if it is probable that the future economic benefits embodied within the part will flow to the Corporation, and its cost can be measured reliably. The carrying amount of the replaced part is derecognized. The costs of the day-to-day servicing of property, plant and equipment are recognized in profit or loss as incurred.

### **1.3.1.1.5 De-Recognition**

The carrying amount of an item of Property, Plant & Equipment is derecognized on disposal or when no future economic benefits are expected from its use or disposal. The gain or loss arising from de recognition of an item of Property, Plant & Equipment is included in profit or loss when the item is derecognized.

The asset's residual value, useful lives and methods of depreciation are reviewed, and adjusted if appropriate, at each financial year.

## State Timber Corporation

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### 1.3.1.1.6 Depreciation

Depreciation is recognized in profit and loss on a straight-line basis over the estimated useful lives of each part of an item of property, plant and equipment. Freehold land is not depreciated. Applicable rates are as follows.

Buildings Permanent	2.5%
Buildings Semi-Permanent	30.0%
Plant and Machinery	10.0%
Vehicles	20.0%
Roadways and Railways	5.0%
Leasehold Lands	5.0%
Road Construction	10.0%
Furniture and Fittings	15.0%
Office Equipment	15.0%
Miscellaneous Assets	20.0%
Computers	20.0%
Electrical Equipment	10.0%
Tools and Implements	20.0%
Land Improvements	10.0%

### 1.3.1.2 Capital Work in Progress

Capital expenses incurred during the year which are not completed as at the statement of financial position date are shown as capital work-in-progress, while the capital assets which have been completed during the year and put to use are transferred to property, plant and equipment.

### 1.3.1.3 Intangible Assets

An intangible asset is recognized only when its cost can be measured reliably and it is probable that the expected future economic benefits that are attributable to it will flow to the Corporation. Intangible assets wholly consist of cost of computer software. Intangible assets acquired are measured on initial recognition at cost. Intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Subsequent expenditure is capitalized only when it increases the future economic benefits. Amortization is recognized in Statement of Profit or Loss on a straight-line basis over the estimated useful lives of five years.



## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.1.4 Biological Assets**

Biological assets are classified as mature biological assets and immature biological assets. Mature biological assets are those that have attained harvestable specifications or are able to sustain regular harvests. Immature biological assets are those that have not yet attained harvestable specification.

Biological assets are further classified as bearer biological assets and consumable biological assets. Bearer biological asset are not intended to be sold or harvested, however used to grow for harvesting agriculture produce. Consumable biological assets includes managed timber trees those that are to be harvested as agricultural produce from biological assets or sold as biological assets.

The entity recognize the biological assets when, and only when, the entity controls the assets as a result of past event, it is probable that future economic benefits associated with the assets will flow to the entity and the fair value or cost of the assets can be measured reliably.

Life span of Teak Tree to maturity is expected to be 35 years from the date of planting. It is assumed that one teak tree takes 10 year period from the date of planting for its biological transformation. The cost is treated as approximation to fair value of immature plants as the impact on biological transformation of such plants to price during this period is immaterial. The managed timber trees are measured on initial recognition and at the end of each reporting period at its fair value less cost to sell in terms of LKAS 41 (Agriculture).

### **1.3.1.5 Financial Instruments**

#### **1.3.1.5.1 Non-derivative financial assets**

The Company initially recognizes loans and receivables and deposits on the date that they are originated. All other financial assets (including assets designated at fair value through profit or loss) are recognized initially on the trade date at which the Company becomes a party to the contractual provisions of the instrument. The Company derecognizes a financial asset when the contractual rights to the cash flows from the asset expire, or it transfers the rights to receive the contractual cash flows on the financial asset in a transaction in which substantially all the risks .

##### **1.3.1.5.1.1 Loans and receivables**

Loans and receivables are financial assets with fixed or determinable payments that are not quoted in an active market. Such assets are recognized initially at fair value plus any directly attributable transaction costs. Subsequent to initial recognition loans and receivables are measured at amortized cost using the effective interest method, less any impairment losses. Loans and receivables comprise trade and other receivables, including staff loan receivables.

Cash and cash equivalents comprise cash balances and call deposits are included as a component of cash and cash equivalents for the purpose of the statement of cash flows.

## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.1.6 Investments**

#### **1.3.1.6.1. Investment in Fixed Deposits stated at cost.**

#### **1.3.1.6.2 Long Term Investments Stated at Cost**

#### **1.3.1.6.3 Investment at State Mortgage and Investment Bank**

This investment has been made with the State Mortgage and Investment Bank for granting housing loan facilities to the employees of the State Timber Corporation.

#### **1.3.1.6.4 Impairment**

A financial asset not carried at fair value through profit or loss is assessed at each reporting date to determine whether there is objective evidence that it is impaired. A financial asset is impaired if objective evidence indicates that a loss event has occurred after the initial recognition of the asset, and that the loss event had a negative effect on the estimated future cash flows of that asset that can be estimated reliably.

### **1.3.1.7 Inventories**

Inventories are measured at the lower of cost or net realizable value. Donated timber inventory also measured at the lower of cost (to bring inventories into present location and condition) or net realizable value. Net realizable value is the estimated selling price in the ordinary course of business, less the estimated cost of completion and selling expenses. Cost is determined on the first in first out basis and includes all costs incurred in bringing inventories to the present location and condition. Production cost includes all direct cost and production overhead cost at normal level of activity. Stock deterioration reserve of Rs.244, 674,912 had been transferred to revenue reserve during the year 2022.

### **1.3.2 Liabilities and Provisions**

Liabilities classified as current liabilities on the Statements of Financial Position are those which fall due for payment on demand or within one year from the Statement of Financial Position date. Non-current liabilities are those balances that fall due for payment later than one year from the Statement of Financial Position date. All known liabilities have been accounted for in preparing the Financial Statements.

#### **1.3.2.1 Trade and Other Payables**

Trade and other payables are stated at their cost.

#### **1.3.2.2 Retirement Benefit Obligation**

Employees who have completed five years of continued service with the Corporation are eligible for retirement benefit in accordance with the payment of Gratuities Act No.12 of 1983. However provision has been made in the accounts for the retirement benefit for all employees of the corporation taking into consideration their last drawn salary and the years of services as at 31<sup>st</sup> December 2023. The defined benefit obligation is calculated annually using the Formula method.



## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.2.3 Provisions, Contingent Assets and Contingent Liabilities**

Provisions are recognized, if as a result of a past event, the Corporation has a present legal or constructive obligation that can be estimated reliably and it is probable that an outflow of economic benefits will be required to settle the obligation.

Provision has been made for all quantifiable liabilities and others have been declared.

The Conservator General of Forest has informed us the government had sustained a loss due to unauthorized felling in the Bagawanthalawa Chapalton commercial thinning plot of land. After the investigation this was not established due to doubtful facts. Conservator general of forest has decided to investigate this issue together with STC Officers. Further following cases have been filled against The State Timber Corporation, Case No: 1225/M (Rs. 1,000,000), Case No: 4/SPL (Rs. 500,000), Case No: 15404/M (Rs. 1,578,908), Case No: 11651/MR (Rs. 1,250,000), Case No: 3377/M (Rs. 1,000,000) & Case No: 28211/M (Rs.300,000)(District Court, Rathnapura), Case No:A/46/2021, A/31/2022, A/7/2023, Lt/44/798/2022, Lt/44/800/2022, HE/Ne/19/2022, SC/HC/LA/35/2014, SC/HC/LA/36/2014.

Following cases have been filled by The State Timber Corporation, Case No: 38804 (Rs. 2,500,000), Case No: 7036 (Magistrate Court Colombo), 5271/M (Rs. 294,275),

Bank guarantees were issued against Bank of Ceylon fixed deposits A/C number 82355589, 88980062, and 90579752 as collateral.

### **1.3.3 Revenue Recognition**

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the Corporation and the revenue and associated costs incurred or to be incurred can be reliably measured. Revenue from the sale of goods is measured at the fair value of the consideration received or receivable, net of returns and allowances, trade discounts and volume rebates.

The timber has been issued to the employees of the State Timber Corporation and the Forest Department, under the scheme of 25% concessionary rate.

#### **1.3.3.1 Sale of Goods**

Revenue from the sale of goods is recognized when the significant risks and rewards of ownership of the goods have passed to the buyer, usually on dispatch of the goods.

#### **1.3.3.2 Rental Income**

Rental income is recognized on an accrual basis.

#### **1.3.4 Expenditure Recognition**

All expenditure incurred in the running of the business has been charged to income in arriving at the profit for the year. Repairs and renewals are charged to Statement of Comprehensive Income in the year in which the expenditure is incurred.



## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.4.1 Income Tax**

Income tax expense comprises current and deferred tax. Current tax and deferred tax are recognized in profit or loss except to the extent that it relates to items recognized directly in equity or in other comprehensive income.

Current tax is the expected tax payable or receivable on the taxable income or loss for the year, using tax rates enacted or substantively enacted at the reporting date, and any adjustment to tax payable in respect of previous years.

Current applicable income tax rates is 30% of the year.

Deferred tax is provided using the liability method, providing for temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and the amounts used for taxation purposes. The amount of deferred tax provided is based on the expected manner of realization or settlement of the carrying amount of assets and liabilities, using tax rates enacted or substantially enacted at the Statements of Financial Position date.

A Deferred tax asset is recognized only to the extent that it is probable that future taxable profits will be available against which the future asset can be utilized. Deferred tax assets are reduced to the extent that is no longer probable that the related tax benefit will be realized.

### **1.3.4.2 Stumpage Payment**

The stumpage payment for the year 2023 has been calculated on actual felled timber volume basis.

### **1.3.4.3 Cost Allocation**

Cost of conversion of Saw Mills and Timber Cost is allocated on the basis of Timber Transfer Value and Mechanical Workshop cost is allocated on the basis of Hiring Charge to relevant units.

### **1.3.5 Events Occurring After the Reporting Date**

All material post reporting events have been considered and where appropriate, adjustments or disclosure have been made in respective notes to the Financial Statements.

### **1.3.6 Staff Loan Revolving Fund**

This fund is created to grant the loans to employees of the Corporation. The amount of interest received from staff loans stated as other income in the Statement of Profit or Loss. Interest income received after tax is transferred to Staff Loan Revolving Fund to buildup fund. Employee loans disbursements limit to the available fund balance in the Staff Loan Revolving Fund.

### **1.3.7 Statement of Cash Flows**

The Statement of Cash Flow has been prepared using the direct method in accordance with the Sri Lanka Accounting Standards (LKAS) 07, Statement of Cash Flows. Cash and cash equivalents comprise short term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. The cash and cash equivalents include cash in-hand, balances with banks and short term deposits with banks.

## **State Timber Corporation**

Notes to the Financial Statements

For the year ended 31<sup>st</sup> December 2023

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### **1.3.7 Prepaid staff Benefits**

Staff Loan has been restated to the nominal value in 2023.

## **1.4. Changes in significant accounting policies**

### **1.4.1. Leases**

The Company applied SLFRS 16 using the modified retrospective approach, under which the cumulative effect of initial application is recognized in retained earnings at 1 January 2020. Accordingly, the comparative information presented for 2023 is not restated – i.e. it is presented, as previously reported, under LKAS 17 and related interpretations. The details of the changes in accounting policies are disclosed below. Additionally, the disclosure requirements in SLFRS 16 have not generally been applied to comparative information.

**Notes to the accounts for the year ended 31st December**

<b>Note-02</b>		<b>2023</b>	<b>2022</b>
<b>Turnover</b>		<b>Rs.</b>	<b>Rs.</b>
Logs- crown land		2,329,150,420	2,884,794,418
Logs- private land		87,152,013	82,897,119
Sawn timber		233,895,652	316,315,473
Imported Sawn timber		-	4,516,823
Sleepers- private land		54,267,691	322,233,695
Sleepers - crown land		571,834,053	222,179,959
Transmission poles - crown land		60,586,298	30,486,691
Transmission poles - private land		58,147,166	-
Elephant poles		49,883,694	64,296,744
Others		22,629,656	19,508,910
Forest offence received timber		37,941,325	43,085,239
Donation of timber		316,643,803	363,688,830
Furniture		269,997,038	389,045,833
<b>Net turnover</b>		<b>4,092,128,811</b>	<b>4,743,049,736</b>

<b>Note-03</b>		<b>2023</b>	<b>2022</b>
<b>Cost of sales</b>		<b>Rs.</b>	<b>Rs.</b>
Depots	Page 25	811,245,772	1,119,895,786
Impregnation plants	Page 27	513,782,060	327,669,060
Furniture plants	Page 30	262,313,363	288,422,973
Wayside sale	Page 33	595,878,375	716,086,411
<b>Total</b>		<b>2,183,219,570</b>	<b>2,452,074,230</b>

<b>Note-04</b>		<b>2023</b>	<b>2022</b>
<b>Selling and distribution expenses</b>		<b>Rs.</b>	<b>Rs.</b>
Depots	Page 26	680,049,511	683,486,152
Impregnation plants	Page 28	70,412	153,568,450
Furniture plants	Page 30	41,997,250	107,936,519
RM office and head office	Page 35	7,425,347	10,444,235
<b>Total</b>		<b>729,542,520</b>	<b>955,435,355</b>



**Notes to the accounts for the year ended 31st December**

<b>Note-05</b>		<b>2023</b>	<b>2022</b>
<b>Administration expenses</b>		<b>Rs.</b>	<b>Rs.</b>
Impregnation plants	Page 28	39,394,407	39,430,136
Furniture plants	Page 31	72,637,515	88,301,548
RM office and head office	Page 36	840,546,391	904,564,888
Circuit bungalow	Page 38	7,146,349	6,787,742
<b>Total</b>		<b>959,724,662</b>	<b>1,039,084,314</b>

<b>Note-06</b>		<b>2023</b>	<b>2022</b>
<b>Other income</b>		<b>Rs.</b>	<b>Rs.</b>
<b><u>Non-operating income</u></b>	<b>Note 6.1</b>		
Foreign exchange gain		47,007	217,212
House rent		14,507,700	14,736,509
Gratuity over provision		13,609.57	-
		<b>14,568,317</b>	<b>14,953,721</b>
<b><u>Finance income</u></b>	<b>Note 6.2</b>		
Interest income from investment		925,005,802	656,461,016
Staff loan interest		20,345,350	17,699,934
		<b>945,351,151</b>	<b>674,160,950</b>
<b><u>Operating income</u></b>	<b>Note 6.3</b>		
Miscellaneous income		23,842,502	19,560,152
Fines- contractors and suppliers		107,596	384,062
Disposal income		248,373	7,785,830
Debtors over provision		67,690,968	
Recovery on shortages and losses		1,910,526	1,614,881
Non refundable tender deposits		1,455,785	3,914,995
		<b>95,255,751</b>	<b>33,259,920</b>
<b>Total</b>		<b>1,055,175,219</b>	<b>722,374,591</b>

<b>Note-07</b>		<b>2023</b>	<b>2022</b>
<b>Taxation</b>		<b>Rs.</b>	<b>Rs.</b>
<b>Current tax expense</b>			
Income tax on profit for the year (Note 7.1)		184,876,090	284,985,589
(Over)/under provision of previous year			-
		<b>184,876,090</b>	<b>284,985,589</b>
<b>Deffered tax expense (Note 7.2)</b>			
Origination and reversal of temporary difference		(66,933,057)	95,119,416
		(66,933,057)	95,119,416
<b>Tax charge for the year</b>		<b>117,943,033</b>	<b>380,105,005</b>

# 08. Property, Plant & Equipment

Description	Cost				Depreciation				Carryin as at		
	Balance as at 01.01.23	Additions	Disposals	Adjustment	Balance as at 31.12.23	Disposals	Adjustment	Charge for the year		Balance as at 31.12.23	Carryin as at 31.12.23
Lands	91,657,617			3,591,343.77	88,066,274				-	88,066,274	9.1
Land Improvement	53,252,162				53,252,162			3,385,922	39,426,085	13,826,077	1.1
Buildings	1,022,112,730				1,022,112,730			23,076,722	330,481,593	691,631,137	71.4
Stacking sheds and other buildings	69,796,599				69,796,599			5,216,193	64,572,709	5,223,891	10.1
Roadways and railway lines	43,213,075	1,289,020			44,502,095			2,074,420	17,171,027	27,331,069	28.2
Plant and machinery	767,288,984	28,498,506			795,787,490			28,021,566	664,853,734	130,933,756	130.4
Leasehold land and building	148,311				148,311				148,311	-	-
Road construction mach. and equi.	60,450				60,450				60,450	-	-
Tools & implements	8,402,005	129,310			8,531,315			474,203	7,518,628	1,012,687	1.1
Electrical equipments	31,440,897	2,363,651			33,804,548			2,100,313	22,942,867	10,861,680	10.1
Vehicles & Motor Bikes	629,922,907		283,800		629,639,107		227,040	123,088,552	501,265,093	128,374,014	251.2
Furniture and fittings	96,775,865	9,624,996			106,400,860			8,515,471	76,713,209	29,687,651	28.2
Office equipments	44,865,070	3,475,613			48,340,683			1,828,196	39,255,257	9,085,425	7.7
Computers and accessories	95,476,084	8,631,880	333,750		103,774,214		333,735	5,609,869	86,899,573	16,874,641	13.1
Miscellaneous assets	36,379,311	634,475			37,013,787			1,297,976	33,926,710	3,087,076	3.3
Pre fabricated structure	4,938,333				4,938,333				4,938,333	-	-
Leasehold land-Rathnapura	680,300				680,300				680,300	-	-
Total	2,996,410,699	54,647,451	617,550		3,046,849,256	1,686,725,252	560,775	-	204,689,403	1,890,853,880	1,309.9

\* The Corporation owns the cost of Rs. 924,994,884.09 fully depreciated Property, Plant and Equipments at the reporting date.

# 09. Intangible assets

Description	Cost				Amortization				Carrying amount as at 31.12.23	Carrying amount as at 31.12.22
	Balance as at 01.01.23	Additions	Disposals	Balance as at 31.12.23	Balance as at 01.01.23	Disposals	Charge for the year	Balance as at 31.12.23	as at 31.12.23	as at 31.12.22
Computer software	5,413,211	-	-	5,413,211	5,387,719	-	25,493	5,413,212	-	25,492.23
<b>Total</b>	<b>5,413,211</b>	<b>-</b>	<b>-</b>	<b>5,413,211</b>	<b>5,387,719</b>	<b>-</b>	<b>25,493</b>	<b>5,413,212</b>	<b>0</b>	<b>25,492</b>



**State Timber Corporation****Notes to the accounts for the year ended 31st December**

<b>Note-10</b>		
<b>Biological Assets</b>	<b>2023</b>	<b>2022</b>
	<b>Rs.</b>	<b>Rs.</b>
Balance as at the beginning of the year	7,735,659	7,735,659
Increase due to replantation	-	-
Balance as at the end of the year	7,735,659	7,735,659
life span of Teak tree to maturity is expected to be 35 years from the date of planting. The cost of immature trees up to 10 years from date of planting are treated as approximate to fair value particularly on the grounds of little biological transformation has taken place and impact of the biological transformation on price is not material. Therefore, Teak plantations belong to the Corporation are still only 09 years old immature plantations, when such plantations become mature, the additional investments since taken over to bring them to maturity are transferred from immature to mature.		
Locations of the Teak plantations held by the Corporation are Puliyankulama, Madawachchiya, Sevanapitiya, Vineethagama.		

<b>Note-11</b>		
<b>Investments</b>	<b>2023</b>	<b>2022</b>
	<b>Rs.</b>	<b>Rs.</b>
<b>Note-11.1</b>		
<b><u>Investment in fixed deposits - long term</u></b>		
Government ins. Temporary surplus trust fund		
Government ins. Treasury Bond	731,832,197	731,832,197
State mortgage and investment bank	46,821,808	241,353,882
	<b>778,654,004</b>	<b>973,186,078</b>
<b><u>Investment in shares</u></b>		
Land reclamation and development(pvt) ltd	500,000.00	500,000
lanka timber plantation ltd		
(-) Impairment of investment		
	<b>500,000</b>	<b>500,000</b>
<b>Total</b>	<b>779,154,004</b>	<b>973,686,078</b>

<b>Note-11.2</b>		
<b>Investment in fixed deposits - short term</b>	<b>2023</b>	<b>2022</b>
	<b>Rs.</b>	<b>Rs.</b>
Peoples' bank	2,188,897,580	1,900,333,483
Bank of ceylon	1,871,445,945	1,805,915,239
	<b>4,060,343,525</b>	<b>3,706,248,722</b>

<b>Note-12</b>		
<b>Inventories</b>	<b>2023</b>	<b>2022</b>
	<b>Rs.</b>	<b>Rs.</b>
Stock in trade Page - 23	1,518,825,660.13	1,257,140,272
Stock deterioration	(39,316,116.81)	-
	<b>1,479,509,543</b>	<b>1,257,140,272</b>
W.I.P. production	25,590,130.06	45,932,364
Stores and spares	148,681,869.70	151,331,005
Preservatives	109,428,516.92	154,361,610
Fuel and oil	8,690,792.68	19,160,876
Stationary stock	17,734,076.35	29,061,362
<b>Total</b>	<b>1,789,634,929</b>	<b>1,656,987,490</b>



**State Timber Corporation****Notes to the accounts for the year ended 31st December**

<b>Note-13</b>	<b>2023</b>	<b>2022</b>
<b>Trade and other receivables</b>	<b>Rs.</b>	<b>Rs.</b>
<b>Trade debtors</b>	966,058,091	908,873,671
Allowance for impairment	(286,629,589)	(352,054,492)
	<b>679,428,502</b>	<b>556,819,179</b>
<b>Staff debtors 13.2</b>	<b>377,305,324</b>	<b>405,760,751</b>
<b>Other debtors 13.1</b>	<b>41,625,155</b>	<b>48,896,341</b>
<b>Deposits and prepayments</b>		
Advances local purchases	2,210,439	2,930,984
Advances for imports	100,398	330,311
Advance pre payment	8,497,437	38,258,608
Advances timber supplies	21,340,342	38,110,127
Interest receivable- deposits	211,463,506	553,200,630
Returned cheques	4,791	24,641
Katharagama astapala fund	737,400	760,200
Deposit courts	82,316	8,778,248
Ministry of mahaweli development and environment	1,731,821	1,731,821
Department of forest	92,920,914	80,549,079
Escamp project	1,445,583	6,427,178
Bio Safety		
<b>Total</b>	<b>1,438,893,929</b>	<b>1,742,578,098</b>

<b>Note-14</b>	<b>2023</b>	<b>2022</b>
<b>Cash and cash equivalents</b>	<b>Rs.</b>	<b>Rs.</b>
Cash in hand	1,256,500	1,151,500
Bank of ceylon	79,939,206	56,425,347
Bank of ceylon - call deposit	141,994,769	33,184,196
Bank of ceylon - Debit Card	200,000.00	200,000
<b>Total</b>	<b>223,390,474</b>	<b>90,961,043</b>

<b>Note-15</b>	<b>2023</b>	<b>2022</b>
<b>Contributed capital</b>	<b>Rs.</b>	<b>Rs.</b>
Sri Lanka government fund	25,584,808	25,584,808
Assets taken over from forest department	10,714,815	10,714,815
World bank grant	708,202	708,202
C.A.D. british aid fund	4,495,843	4,495,843
<b>Total</b>	<b>41,503,668</b>	<b>41,503,668</b>

<b>Note-16</b>	<b>2023</b>	<b>2022</b>
<b>Staff loan revolving fund</b>	<b>Rs.</b>	<b>Rs.</b>
Balance as at 1st January	494,093,306	433,020,533
Staff loan interest received	18,461,447	11,072,773
Fund Transfer during the year		50,000,000.00
Total fund as at 31st december	<b>512,554,753</b>	<b>494,093,306</b>
Nominal value of utilized fund balance as at 31st december	343,482,218	355,941,623
<b>Unutilized fund balance as at 31st december</b>	<b>169,072,536</b>	<b>138,151,683</b>

**State Timber Corporation****Notes to the accounts for the year ended 31st December**

<b>Note-17</b>	<b>2023</b>	<b>2022</b>
<b>Retirement benefit obligation</b>	<b>Rs.</b>	<b>Rs.</b>
The amounts recognised in the balance sheet are determined as follows.		
Balance at the beginning of the year	253,071,791.32	508,978,707
Charge for the year	19,708,349.99	10,972,397
Interest for the year	28,451,669.81	121,254,433
Surplus/deficit charge for the year	164,697,249.59	(347,392,072)
Payment/payable during the year	(59,488,508.05)	(40,741,672)
<b>Balance at the end of the year</b>	<b>406,440,553</b>	<b>253,071,791</b>
The amounts recognised in the income statement are as follows.		
Charge for the year	19,708,350	10,972,397
Interest for the year	28,451,670	121,254,433
<b>Recognised in income statement</b>	<b>48,160,020</b>	<b>132,226,830</b>
The amounts recognised in the Statement of Comprehensive income are as follows.		
(Surplus)/deficit charge for the year	164,697,250	(347,392,072)
<b>Recognised in statement of comprehensive income</b>	<b>164,697,250</b>	<b>(347,392,072)</b>
As at December 31, 2023 the gratuity liability was calculated using formula method for all existing employees as required by LKAS 19 - 'Employee Benefits'. However under the Gratuity Act No. 12 of 1983, gratuity liability arises only upon an employee completing continuous service of five years. The following key assumptions were used in arriving at above gratuity liability .		
	<b>2023</b>	<b>2022</b>
Discount interest rate	14.10%	32.39%
Salary increment rate	4.45%	5.33%
Staff turnover rate	6.83%	10.74%
Retirement age	60	60
<b>Note-18</b>	<b>2023</b>	<b>2022</b>
<b>Income tax payable</b>	<b>Rs.</b>	<b>Rs.</b>
Income tax payable opening balance	109,777,488.23	152,984,309
With holding tax on deposits		
Economic Service Charge		
Payment during the year	(270,278,278)	(328,192,410)
Under/over provision of tax for previous years		
Provision for income tax	184,876,090	284,985,589
<b>Balance at the end of the year</b>	<b>24,375,301</b>	<b>109,777,488</b>
<b>Note-19</b>	<b>2023</b>	<b>2022</b>
<b>Trade and other payables</b>	<b>Rs.</b>	<b>Rs.</b>
Central bank- E.P.F	17,912,725	21,202,652
Labour department - E.T.F	2,060,784	2,457,060
Accrued expenses	77,169,571	282,609,994
Refundable tender deposits	19,046,421	22,212,707
Security deposits - except staff	118,498,103	125,789,403
Audit fees payable	4,000,000	4,000,000
Retention money	13,522,126	12,331,258
Other creditors	224,597,457	178,502,395
Department of forest	357,302,771	605,788,853
Stumpage- Wild life department	50,072,609	50,444,632
Stumpage- Agriculture department	112,802	112,802
SSCL	13,858,116	
Value added tax	46,461,689	2,795,704
<b>Total</b>	<b>944,615,173</b>	<b>1,308,247,460</b>



**State Timber Corporation****Notes to the accounts for the year ended 31st December****Note-20****Related party transactions**

\* Conservator General of Forest who is the director of the Corporation is also the head person of Forest Department which is released commercial forest plantation according to national forest management plan to extract timber. The Corporation has received the worth of Rs. 982,005,335 trees from forest department during the year. The Corporation has received the worth of Rs. 1,127,473 trees from Wildlife department during the year.

	No. of Sq. feet	Rented value
Department of Forest-01st Phase	22,040	550,000.00
Department of Forest-02nd Phase	6,480	300,000.00
ESCAMP Project	5,649	375,000.00

Balances arising from above related party transactions as at the Statement of Financial Position date are as follows

	2023 Rs.	2022 Rs.
<b>Payable to related parties</b>		
Department of Forest	357,302,771	605,788,853
Department of Wildlife	50,072,609	50,444,632
	<b>407,375,379</b>	<b>656,233,485</b>
<b>Receivable from related parties</b>		
Department of Forest	92,920,914	80,549,079
Department of Wildlife	10,813,186	27,383,714
ESCAMP Project	1,445,583	6,427,178
	<b>105,179,682</b>	<b>114,359,971</b>

**Note-21****Interest Bearing Loans and Borrowings****Finance Lease**

	2023 Rs.	2022 Rs.
<b>Balance as at 1st January</b>	14,501,583	21,127,311
Repayment	(6,627,091)	(6,625,728)
	<b>7,874,492</b>	<b>14,501,583</b>
Lease interest in suspense	(698,607)	(1,781,048)
<b>Balance at the end of the year</b>	<b>7,175,885</b>	<b>12,720,535</b>
Current portion of Interest-bearing Borrowings	3,520,107	5,043,288
Non-current portion of Interest-bearing Borrowings	3,655,778	7,667,249
	<b>7,175,885</b>	<b>12,720,535</b>



# State Timber Corporation

## Notes to the accounts for the year ended 31st December

Note-06 Analysis of other income for the year 2023						
Income source	Units					
	Depots	Impregnation plant	Furniture plant	Regional and Head office	Circuit bunglows	Total
<b>Non operating income 6.1</b>						
Foreign exchange gain				47,007		47,007
House rent			66,800	14,440,900		14,507,700
Gratuity over provision			13,610			13,610
<b>Sub total</b>	-	-	80,410	14,487,907	-	14,568,317
<b>Finance income 6.2</b>						
Interest income on investment				925,005,802		925,005,802
Staff loan interest			-	20,345,350		20,345,350
<b>Sub total</b>	-	-	-	945,351,151	-	945,351,151
<b>Operating income 6.3</b>						
Miscellaneous income	852,678		3,115,330	18,376,777	1,497,717	23,842,502
Fines from contractors and supplies				107,596		107,596
Disposal income				248,373		248,373
Over provision in doubtful debtors	9,200,584	26,655,836	31,834,549	-		67,690,968
Recovery on shortage and losses			41,609	1,868,917		1,910,526
Non refundable tender deposits			9,500	1,446,285		1,455,785
<b>Sub total</b>	10,053,262	26,655,836	35,000,988	22,047,949	1,497,717	95,255,751
<b>Grand total</b>	10,053,262	26,655,836	35,081,397	981,887,007	1,497,717	1,055,175,219

**State Timber Corporation****Notes to the accounts for the year ended 31st December**

<b>Note 7.1</b>	<b>2023</b>	<b>2022</b>
<b>Taxation</b>	<b>Rs.</b>	<b>Rs.</b>
Profit before taxation	1,273,734,838	1,015,986,328
Aggregate disallowable expenses	255,363,876	595,441,184
Aggregate allowable expenses	(1,223,222,170)	(879,241,564)
Profit from business	305,876,544	732,185,948
Non business income	959,839,059	689,114,672
Assessable income	1,265,715,603	1,421,300,620
Qualifying payment	(649,461,969)	(320,000,000)
Taxable income	616,253,634	1,101,300,620
Income tax	184,876,090	284,985,589
<b>Total taxation</b>	<b>184,876,090</b>	<b>284,985,589</b>

<b>Note 7.2</b>		
<b>Deffered Tax</b>		
	<b>Temporary difference</b>	<b>Temporary difference</b>
as at 31st December 2022	512,818,512	153,845,554
Amount originating during the year	(223,110,191)	(66,933,057)
<b>as at 31st December 2023</b>	<b>289,708,321</b>	<b>86,912,496</b>
Temporary difference of Property plant & equipment	696,148,874	208844662.2
Temporary difference of retirement benefit obligation	406,440,553	121,932,166
<b>As at 31st December 2023</b>	<b>289,708,321</b>	<b>86,912,496</b>

<b>Note 12.1</b>	<b>2023</b>	<b>2022</b>
<b>Analysis of inventories</b>	<b>Rs.</b>	<b>Rs.</b>
Crown land logs	801,355,476	584,592,104
Crown land sawn timber	352,368,904	294,871,597
Imported Sawn timber	346,990	2,170,719
Private land logs	5,628	-
Crown land sleepers	1,054,597	32,346,175
Private land sleepers	-	-
Crown land transmission poles	31,701,917	885,861
Private land transmission poles	2,767,965	784,553
Wayside	1,565,736	19,586,359
Others	17,324,638	21,264,661
Furniture	310,333,809	300,638,243
<b>Total</b>	<b>1,518,825,660</b>	<b>1,257,140,272</b>

**State Timber Corporation****Notes to the accounts for the year ended 31st December**

<b>Note 13.1</b>	<b>2023</b>	<b>2022</b>
<b>Other debtors</b>	<b>Rs.</b>	<b>Rs.</b>
Sundry debtors	2,291,468	5,013,840
Deposit general	39,700,307	44,249,121
Provision	(366,620)	(366,620)
<b>Total</b>	<b>41,625,155</b>	<b>48,896,341</b>

<b>Note 13.2</b>	<b>2023</b>	<b>2022</b>
<b>Staff debtors</b>	<b>Rs.</b>	<b>Rs.</b>
<b>Staff loans</b>		
Vehicle loan	31,309,713	30,135,823
Distress loan	298,625,502	314,243,779
Electrical equipment loan	21,820	30,404
Bicycle loan	1,420,786	914,011
Laptop loan	19,944,464	21,146,514
Furniture loan	4,281,642	5,815,795
	<b>355,603,926</b>	<b>372,286,325</b>
<b>Advances and other receivables</b>		
Salaries and wages advance	10,000	12,000
Travelling advance	8,000	7,000
Advance festival	3,325,192	3,123,198
Internal debit notes	153,145	57,416
Staff recoveries		2,582,800
Site Clearing Expenses Receivable	7,561,816	20,156,809
Textile loan	10,643,245	7,535,203
	<b>21,701,397</b>	<b>33,474,426</b>
<b>Total</b>	<b>377,305,324</b>	<b>405,760,751</b>



# **State Timber Corporation**

## **Depots**

### **Statements of comprehensive income**

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for the year ended 31st December

	2023 Rs.	2022 Rs.
<b><u>Sales</u></b>		
Logs - crown land	1,564,096,036	1,789,087,379
Logs - private land	29,535,031	112,710
Sawn timber	233,400,994	313,088,492
Sawn timber - imported		4,516,823
Sawn timber and fire wood - private	103,568	63,023
Reeperes		12,654
Others	154,479	425,281
Wall Paneling		
Common round poles	699,963	439,875
Fence post and outside slabs	6,220,479	3,879,786
Fire wood	11,072,366	10,613,377
Miscellaneous charges	994,693	1,626,800
Forest offence received timber	37,662,541	43,063,735
Donation of timber	180,023,604	270,663,779
Furniture	232,092	200,064
Firewood- development project	182,195	
<b>Gross sales</b>	<b>2,064,378,040</b>	<b>2,437,793,777</b>
<b>Less:</b>		
NBT	-	-
<b>Net sales</b>	<b>2,064,378,040</b>	<b>2,437,793,777</b>
<b><u>Less - cost of sales</u></b>		
Stock as at 01.01	767,399,184	771,016,372
Imported Sawn Timber		
Timber cost (Page 33)	806,805,328	976,139,826
Loading/unloading	1,094,440	1,729,017
Gang Nail	1,188,318	
Internal used timber	(138,147)	
Cost of sawn timber (Page 34)	245,698,349	138,409,755
	<b>1,822,047,472</b>	<b>1,887,294,970</b>
Stock as at 31.12.	(1,010,801,700)	(767,399,184)
	<b>811,245,772</b>	<b>1,119,895,786</b>
<b>Gross profit</b>	<b>1,253,132,268</b>	<b>1,317,897,991</b>

	2023 Rs.	2022 Rs.
<b>Gross profit</b>	<b>1,253,132,268</b>	<b>1,317,897,991</b>
<b><u>Add- Other income</u></b>		
Sundry income	852,678	514,629
Debtors over provision	9,200,584	
Gratuity over provision	-	-
Over provision for stock	-	-
	<b>1,263,185,530</b>	<b>1,318,412,620</b>
<b><u>Less: Selling and distribution expenses</u></b>		
Salaries and wages	198,655,579	220,747,133
Other allowances	70,879,933	81,798,023
Overtime	19,844,626	20,897,986
Travelling and subsistence	2,500,049	2,127,713
Annual bonus	7,809,044	9,049,176
Retirement gratuity	22,023,305	44,074,402
E.P.F. contribution	35,410,092	41,000,846
E.T.F. contribution	7,068,410	8,231,715
Medical insurance	8,302,205	10,155,334
Training Allowance	774,800	3,742,050
Meal/tea allowance		
Attendance incentive	43,425,268	46,013,152
Welfare facilities	13,280,129	13,045,233
Entertainment	1,588,829	1,445,476
Welfare facilities - uniform	1,542,025	1,861,663
Interim Allowance		
Rent	3,823,835	3,524,000
Employee training	8,500	
Water tax	2,290,660	2,082,708
Rates, taxes and licenses	779,371	307,864
Licenses and insurance	102,437	31,226
Repairs and maintenance	17,133,314	10,735,145
Tyres and tubes	4,592,010	194,900
Depreciation	34,190,308	40,136,080
Sanitary expenses	546,732	462,213
Fuel and oil - vehicles	47,314,536	38,115,110
Fuel and oil - plant and machinery	24,273,632	17,675,224
Electricity - lighting	4,850,851	3,027,797
Consumables	4,076,842	5,269,616
Printing and stationary	6,461,159	4,075,983
News papers, periodicals and books		9,750
Postage	319,995	237,368
Telephone and telegraphs	2,000,498	2,059,854
Miscellaneous transport	590,580	538,757
Advertising - publicity		49,400
Accident insurance		
Insurance fixed assets		66,679
Computer expenses	292,319	413,298
Miscellaneous expenses	2,922,716	3,629,439
Workshop expenses (Page 37)	4,066,544	10,465,479.8
Doubtful debts	2,266,065	24,150,709.7
Workmen Compensation		22,000.00
SSC Levy	44,726,196	12,015,649
Stock deterioration	39,316,116.81	
	<b>680,049,511</b>	<b>683,486,152</b>
<b>Total Profit/(Loss)</b>	<b>583,136,019</b>	<b>634,926,469</b>

**State Timber Corporation**  
**Impregnation and seasoning plant**  
**Statements of comprehensive income**

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for the year ended 31st December

	2023 Rs.	2022 Rs.
<b><u>Sales:</u></b>		
Sleepers - Untreated	2,018,819	4,995,842
Sleepers - export	-	
Sleepers	569,711,666	217,121,093
Tr.Poles - Untreated	33,323	
Transmission poles	60,552,975	30,486,691
Elephant poles	49,883,694	64,296,744
Tr. Poles - private land	58,147,166	
Sleepers - private land	54,267,691	322,233,695
Treated Sawn Timber	494,658	3,214,327
Others	3,305,481	2,523,792
<b>Gross sales</b>	<b>798,415,475</b>	<b>644,872,186</b>
Less: NBT	-	-
<b>Net sales</b>	<b>798,415,475</b>	<b>644,872,186</b>
<b><u>Less: Cost of sales</u></b>		
Stock as at 01.01	53,109,657	33,519,727
<b><u>Add: Cost of production</u></b>		
<b><u>Materials</u></b>		
Timber cost (Page 33)	360,166,596	199,711,088
Cost of sawn timber (Page 34)	37,799,746	45,003,436
Internal used timber	(71,500)	
Creosote consumption	32,447,344	22,797,072
Furnace oil consumption	19,272,900	13,704,466
Gang nail consumption	2,024,845	691,214
Other chemicals	977,247	1,110,233
Hauling, stacking, loading and unl	-	-
	<b>452,617,178</b>	<b>283,017,509</b>
<b><u>Labour</u></b>		
Salaries and wages	17,711,136	24,035,973
Other allowances	6,282,235	8,387,123
Interim Allowance		
Overtime	1,552,431	1,881,311
Production incentive		
E.P.F. contribution	3,292,333	4,314,452
E.T.F. contribution	657,019	864,984
	<b>29,495,155</b>	<b>39,483,843</b>
<b><u>Overheads</u></b>		
Repairs and maintainance - plant and machi.	3,979,605	5,106,183
Tyres and tubes	1,627,335	758,421
Depreciation - plant and machi	2,000,829	2,086,355
Fuel and oil - plant and machinery	9,209,931	7,843,586
Workshop expenses (Page 37)	1,552,443	7,090,447
Electricity - power	2,723,296	1,872,647
	<b>21,093,439</b>	<b>24,757,637</b>
Stock as at 31.12	(42,533,368)	(53,109,657)
	<b>513,782,060</b>	<b>327,669,060</b>
<b>Gross profit</b>	<b>284,633,414</b>	<b>317,203,126</b>



	2023 Rs.	2022 Rs.
<b>Gross profit</b>	<b>284,633,414</b>	<b>317,203,126</b>
<b><u>Other income</u></b>		
Miscellaneous income		
Debtors over provision		
Debtors over provision	26,655,836	
Over provision for stock	-	-
	<b>311,289,250</b>	<b>317,203,126</b>
<b><u>Selling and distribution expenses</u></b>		
Entertainment	70,412	88,983
Doubtful debts		153,479,467
Stock detirioration		
	<b>70,412</b>	<b>153,568,450</b>
<b><u>Administrative expenses</u></b>		
Travelling and sub. - local	173,672	240,950
Annual bonus	700,000	950,000
Retirement gratuity	2,117,396	6,147,300
Medical insurance	659,157	1,384,036
Meal/tea allowance	-	0
Attendance incentive	3,059,160	4,101,952
Welfare facilities	1,303,977	1,173,051
Welfare facilities - Uniforms	48,000	141,843
Water tax	754,074	726,465
Licence and insurance	47,780	252,768
Rate and taxes	330,149	331,383
Depreciation	5,313,132	5,770,309
Repairs and maintenance	521,695	1,651,941
Fuel and oil	5,589,725	5,292,148
Consumables	849,763	868,578
Printing and stationary	23,954	185,968
Postage	6,800	4,730
Telephone	6,977	28,072
Sanitary expenses		513,165
SSC Levy	17,046,942	9,144,619
Miscellaneous transport	240,000	253,636
Workman Compensation		
Miscellaneous expenses	602,052	267,224
Newspapers	-	-
	<b>39,394,407</b>	<b>39,430,136</b>
<b>Total Profit/(Loss)</b>	<b>271,824,431</b>	<b>124,204,541</b>

**State Timber Corporation****Furniture Plant****Statements of comprehensive income****for the year ended 31st December**

	<b>2023 Rs.</b>	<b>2022 Rs.</b>
Opening stock of raw materials	117,966,506	130,599,863
<b>Add:</b>		
Sawn timber cost (Page 34)	94,499,365	66,788,874
Loading and unloading		2,000
Utility furniture - contr/pies	19,182,219	34,344,813
Utility furniture - purchase	14,115,014	31,488,592
Others		
Furniture plant material cons.	37,484,681	41,837,342
	283,247,786	305,061,483
<b>Less: closing stock of raw materials</b>	<b>(154,480,525)</b>	<b>(117,966,506)</b>
<b>Cost of direct materials</b>	<b>128,767,261</b>	<b>187,094,977</b>
<b>Add:</b>		
<b><u>Labour</u></b>		
Wages	50,078,094	56,026,822
Other allowance	33,897,010	16,942,107
Interim Allowance		
Overtime	1,441,975	2,476,149
E.P.F.contribution	8,640,628	9,540,659
E.T.F.contribution	1,808,520	1,865,064
	95,866,226	86,850,801
<b>Prime cost</b>	<b>224,633,487</b>	<b>273,945,778</b>
<b><u>Overheads</u></b>		
Depreciation - plant & machinery	3,270,718	6,347,152
Depreciation - building	718,912	1,048,474
Depreciation- tools & implements	82,731	73,201
Repairs - buildings	5,935,633	1,703,236
Repairs - plant & machinery	9,786,350	5,418,493
Fuel & oil - plant & mach.	5,460,698	1,146,325
Insurance of Asset	237,029	104,351
Electricity - power	10,413,467	6,957,585
	35,905,538	22,798,817
<b>Add: w.i.p as at 01.01.</b>	45,932,364	50,697,909
Internal used timber	(8,864,965)	(8,416,810)
<b>Less: w.i.p.as at 31.12.</b>	<b>(25,590,130)</b>	<b>(45,932,364)</b>
<b>Cost of production</b>	<b>272,016,294</b>	<b>293,093,330</b>
<b><u>Sales:</u></b>		
Utility furniture	269,426,075	388,211,637
Wall panelling		
Door & windo frames		
Others	338,871	634,132
<b>Gross sales</b>	<b>269,764,946</b>	<b>388,845,769</b>
Less: NBT	-	-
<b>Net sales</b>	<b>269,764,946</b>	<b>388,845,769</b>

	2023 Rs.	2022 Rs.
<b><u>Less - cost of sales</u></b>		
Opening stock of finished goods	299,078,566	294,035,350
Cost of production	272,016,294	293,093,330
Workshop expenses (Page 37)	644,398	372,860
Furniture transport		
	571,739,258	587,501,539
<b>Less: closing stock of finished goods</b>	<b>(309,425,895)</b>	<b>(299,078,566)</b>
<b>Cost of sales</b>	<b>262,313,363</b>	<b>288,422,973</b>
<b>Gross profit</b>	<b>7,451,584</b>	<b>100,422,795</b>
<b><u>Add:- other income</u></b>		
Over provision for deterioration		
House Rent	66,800	84,900
Debtors over provision	31,834,549	
Non refundable tender deposits	9,500	
Miscellaneous income	3,115,330	136,218
Recovery on shortages & losses	41,609	
Gratuity over provision	13,610	
	35,081,397	221,118
<b><u>Less :</u></b>		
<b><u>Selling &amp; distribution expenses</u></b>		
Salaries & wages	11,176,439	13,166,559
Other allowances	3,769,864	4,092,282
Interim Allowance		0
Overtime	1,034,696	1,734,346
Travelling & subsistence - local	62,231	117,184
Annual bonus	380,000	413,400
Retirement gratuity	939,398	2,058,533
E.P.F.contribution	2,042,972	2,406,251
E.T.F.contribution	417,092	484,989
Medical insurance	358,753	615,882
Meal/Tea allowance		
Training Allowance	94,900	-
Insuarance		-
Attendance incentive	1,953,330	2,318,060
Welfare facilities	659,037	902,292
Entertainment	75,888	56,030
House Rent	1,311,500	2,090,000
Water tax	119,965	142,373
Rates , taxes & licenses	278,760	183,493
Repairs & maintenance	635,074	576,121
Depreciation	2,280,754	2,251,866
Sanitary expenses	661,525	552,050
Handling, stacking , loading and unloading		-
Insurance and license-vehicle	8,500	6,700
Fuel & oil	3,977,885	4,249,609
Bank charges		9,465
Electricity - lighting	754,657	451,765
Consumables	843,005	303,651
Printing & stationary	330,297	88,378
News papers ,periodicals & books	1,040	2,020
Postage	35,265	36,035
Telephone & telegraphs	443,366	466,313
Computer Expenses		11,210
Doubtful debts		63,047,196
Welfare facilities Uniforms	32,000	57,998
Miscellaneous expenses	370,187	2,263,897
Work shop expenses (Page 37)	105,982	266,507
Sales commission	896,104	911,832
Advertising	105,050	84,440
SSC Levy	5,841,732	1,517,793
Rukropana Programme	-	-
	<b>41,997,250</b>	<b>107,936,519</b>



	2023 Rs.	2022 Rs.
<b><u>Administrative expenses</u></b>		
Salaries & wages	26,663,069	16,893,920
Checkroll Wages	841,341	642,531
Other allowances	9,275,550	6,404,834
Interim Allowance		
Overtime	1,354,987	726,145
Travelling & subsistence - local	165,055	243,170
Annual bonus	1,072,986	2,494,991
Retirement gratuity	2,286,076	13,116,569
E.P.F.contribution	4,868,788	3,125,018
E.T.F.contribution	973,218	624,587
Medical insurance	829,740	3,498,377
Meal/Tea allowance		
Attendance incentive	5,086,301	11,706,411
Welfare facilities	1,871,302	3,898,905
Production incentive		
Employee training - local	166,728	143,700
Entertainment	182,660	458,641
Sanitary expenses	1,362,895	1,419,650
Miscellaneous transport	4,350	3,072
Water tax	258,033	708,974
Insurance & licences	63,373	79,400
Repairs & maintenance	2,536,614	3,207,698
Stores and spares		2,489,894
Depreciation	7,379,775	3,615,468
Electricity	1,444,555	262,471
Consumables	37,899	2,804,509
Printing & stationary	903,614	347,918
Postage	91,670	65,970
Fuel & oil-vehicle	2,146,229	6,558,988
Telephone & telegraphs	337,847	314,832
Rates,taxes	91,354	353,275
Bank Chargers	43,750	39,360
Stock detirioration		
Welfare facilities Uniforms	65,150	155,725
Computer Expenses		300,000
Miscellaneous expenses	232,608	1,596,545
	<b>72,637,515</b>	<b>88,301,548</b>
<b>Total Profit/(Loss)</b>	<b>(72,101,784)</b>	<b>(95,594,153)</b>

**State Timber Corporation**  
**Timber cost account**  
**Statements of comprehensive income**  
for the year ended 31st December

	2023 Rs.	2022 Rs.
Gross Wayside sales - crown land	765,054,385	1,095,707,040
Gross Wayside sales - private land	57,616,982	82,784,409
Forest offence received timber	278,784	21,504
Donation of timber	136,620,199	93,025,051
	<b>959,570,350</b>	<b>1,271,538,004</b>
Less: NBT	-	-
<b>Net Wayside sales</b>	<b>959,570,350</b>	<b>1,271,538,004</b>
<b>Other income</b>		
stock deterioration provision	-	-
	<b>959,570,350</b>	<b>1,271,538,004</b>
Stock as at 01.01	19,586,359	12,575,341
<b>Material cost</b>		
Logs- contract payment	273,055,945	197,483,383
Logs - piece rate payment	334,791	-
Logs - projects	948,534	1,482,908
Logs - private land	58,278,613	57,855,563
Logs - donated	151,867,419	114,718,572
Sleepers - contractor payments	35,844,886	99,118,111
Transmission poles - contract	46,320,631	853,960
Round poles - contract payments	1,132,505	517,862
Fence posts - contract payments	4,158,615	769,974.72
Fence posts - piece rate	-	-
Fire wood - contract payments	-	483,036
Elephant Poles	493,300	3,006,554
Others	1,692,464	7,067,684
Outside slabs-contract payment		
Gang nail consumption	14,368,388	13,443,715
Stumpage	982,005,335	1,059,093,029
Stumpage-wild life	1,127,473	12,512,335
Stumpage-Agriculture Dep.		
Forest offence expenses	43,178	1,146,097
Timber transport		
Marking coupe boundaries	1,503,934	5,964,970
Hauling, stacking, loading & unloading	9,350,094	12,322,003
Stumpage-Agriculture Dep.		-
	<b>1,582,526,104</b>	<b>1,587,839,757</b>
Internal used timber	-	-
	<b>1,582,526,104</b>	<b>1,587,839,757</b>
<b>Labour cost</b>		
Salaries & wages	129,906,524	138,705,223
Checkrole wages	2,836,076	1,817,160
Other allowances	45,512,275	47,004,377
Interim Allowance	-	858,582
Overtime	2,764,721	3,009,367
Retirement gratuity	10,419,647	28,372,179
E.P.F.contribution	23,700,209	25,373,734
E.T.F.contribution	4,746,563	5,033,915
	<b>219,886,015</b>	<b>250,174,536</b>

	2023 Rs.	2022 Rs.
<b>Overheads</b>		
Travelling & subsistances	25,545,947	25,136,139
Annual bonus	5,171,416	5,478,042
Production incentive	693,664	643,631
Medical insuarance	5,928,192	7,163,703
Meal/Tea allowance	-	
Attendance incentive	28,885,893	31,457,470
Welfare facilities	3,137,375	3,853,100
Training Allowance	80,600	438,100
Entertainment	15,580	14,068
Welfare facilities - uniform	87,583	310,811
Rent	1,567,602	1,784,035
Water tax	97,756	55,454
Rates, taxes	33,080	150,359
Insuarance & licence	533,672	315,149
Repairs & maintainances	25,499,362	20,793,301
Tyres & tubes	5,879,838	2,248,879
Depreciation	37,053,442	35,938,087
Fuel & oil - vehicles	47,791,041	45,213,929
Fuel & oil - plant & mach	12,893,548	10,253,822
Electricity - lighting	568,821	269,231
Electricity - Power	-	64,692
Consumables	1,125,048	1,446,941
Printing & stationary	5,454,924	3,764,613
News papers		-
Postage	191,411	140,149
Telephone & telegraphs	162,518	123,298
Bank draft commisions & charges	-	-
Miscellaneous transport	85,520	18,842
Computer expenses	5,160	50,294
Production incentive		
Workshop expenses (Page 37)	4,401,361	10,510,196
Accident insurance	95,000	-
Employee Training	45,000	-
Sanitary expenses	25,600	16,300
Workmen compensation	337,500	33,000
Advertising	1,260	-
Reseach & expt.expenses		
Rukropana programm	97,900	70,411
Legal fees		7,500
Miscellaneous expenses	284,883	413,829
SSC Levy	20,561,214	4,678,045
Examination & interviews expenses		35,200
	<b>234,338,712</b>	<b>212,890,620</b>
Less: Stock as at 31.12	(1,584,172)	(19,586,359)
<b>Cost of timber</b>	<b>2,054,753,018</b>	<b>2,043,893,895</b>
<b>Transferred to depot</b>	<b>806,805,328</b>	<b>976,139,826</b>
<b>Transferred to impregnation plant</b>	<b>360,166,596</b>	<b>199,711,088</b>
<b>Transferred to sawmills</b>	<b>291,902,718</b>	<b>151,956,571</b>
<b>Wayside sales expenditure</b>	<b>595,878,375</b>	<b>716,086,411</b>
	<b>2,054,753,018</b>	<b>2,043,893,896</b>
<b>Total Profit/(Loss)</b>	<b>363,691,975</b>	<b>555,451,593</b>



**State Timber Corporation**  
**Saw mill conversion cost account**  
**Cost Distribution Statement**

for the year ended 31st December

	2023 Rs.	2022 Rs.
<b><u>Material cost</u></b>		
Timber cost [Page 33]	291,902,718	151,956,571
Gang nail consumption	193,515	738,484
	<b>292,096,233</b>	<b>152,695,055</b>
<b><u>Labour cost</u></b>		
Salaries & wages	30,938,464	33,894,733
Other allowances	10,022,945	10,935,420
Overtime	302,868	349,770
Retirement gratuity	1,839,275	6,462,536
E.P.F.contribution	5,442,692	6,036,266
E.T.F.contribution	1,088,538	1,229,540
	<b>49,634,781</b>	<b>58,908,265</b>
<b><u>Overheads</u></b>		
Handling, Stacking, loading and unloading		
Travelling & subsistence	37,856	74,504
Annual bonus	813,000	1,260,500
Medical insuarance	984,069	1,422,579
Meal/Tea allowance		
Attendance incentive	5,428,599	6,055,793
Welfare facilities	1,782,841	2,317,311
Entertainment	11,975	20,830
Welfare facilities - uniform	46,575	26,575
Water tax	304,676	119,749
Rates,taxes	264,834	117,106
Insurance & licenses	15,300	31,820
Repairs & maintainaces	5,521,616	6,028,852
Depreciation	4,482,936	6,898,323
Fuel & oil -vehicle	995,673	2,427,485
Fuel & oil -plant & machinery	1,641,094	1,533,837
Electricity - power	10,588,997	7,218,652
Consumables	1,849,821	1,124,863
Printing & stationary	65,827	164,330
Postage	1,450	1,630
Telephones & telegraphs	38,019	30,288
Work shop expenses (Page 37)	250,563	360,348
Employee training local		
Sanitary expenses		
Miscellaneous transport		13,400
Conversion Chargers		
Workmen Compensation		
Miscellaneous expenses	1,140,728	726,320
stores & spares		623,653
Computer Expenses		
Accidents Insurance		
Sanitary expenses		-
	<b>36,266,446</b>	<b>38,598,745</b>
<b>Cost of sawn timber</b>	<b>377,997,460</b>	<b>250,202,065</b>
<b>Transferred to furniture plants</b>	<b>94,499,365</b>	<b>66,788,874</b>
<b>Transferred to impregnation plant</b>	<b>37,799,746</b>	<b>45,003,436</b>
<b>Transferred to depots</b>	<b>245,698,349</b>	<b>138,409,755</b>
	<b>377,997,460</b>	<b>250,202,065</b>

**State Timber Corporation**  
**R.M. and Head office**  
**Statements of comprehensive income**  
**for the year ended 31st december**

	2023 Rs.	2022 Rs.
<b><u>Income</u></b>		
Fines - contractors & supplies	107,596	384,062
Non refundable tender deposit	1,446,285	3,914,995
Recovery on shortages & losses	1,868,917	1,614,881
House rent	14,440,900	14,651,609
Miscellaneous income	39,017,507	43,566,191
Interest income on investment	925,005,802	656,461,016
Gratuity over provision		
<b>Net income</b>	<b>981,887,007</b>	<b>720,592,754</b>
<b><u>Selling and distribution expenses</u></b>		
Advertising	7,425,347	10,444,235
Sales promotion - dayata kirula		
	<b>7,425,347</b>	<b>10,444,235</b>
<b><u>Administrative expenses</u></b>		
Directors fees	620,000	905,121
Salaries & wages	250,005,173	272,523,948
Checkroll wages	15,954,491	14,695,354
Other allowances	83,871,918	93,743,875
Interim Allowance	-	1,036,345
Overtime	13,811,022	14,698,228
Travelling & subsistence	9,106,919	7,868,084
Annual bonus	9,344,490	10,966,048
Retirement gratuity	26,584,852	67,836,790
E.P.F.contribution	45,985,775	50,572,615
E.T.F.contribution	9,229,703	10,085,048
Workmen compensation	2,133,792	40,989
Medical insuarance	7,772,031	12,244,074
Meal/Tea allowance	-	
Attendance incentive	38,087,282	39,715,687
Language and professional charges	77,896	53,964
Welfare facilities	14,017,075	15,890,381
Entertainment	2,119,920	3,295,517
Welfare facilities - uniform	568,403	1,478,732
Employees training	2,324,975	3,635,468
Production incentive	564,775	1,504,767
Rent	9,085,925	140,535
Water tax	1,977,307	1,476,717
Rates,taxes & licenses	901,491	1,828,260
Insurance & licenses	3,243,511	7,112,743
Insurance fixed assets	448,141	322,840
Repairs & maintenance	25,763,125	41,720,801
Tyres & tubes	3,256,947	3,201,498
Amortization Expenses		370,021
Depreciation	104,119,694	101,608,502
Welfare transport - expressway		828,355
	<b>680,976,632</b>	<b>781,401,305</b>

	2023 Rs.	2022 Rs.
Disciplinary expenses	346,326	8,800
Examination & interview exp.	-	760,300
Sanitary expenses	8,631,348	6,380,067
Fuel & oil	36,486,990	32,209,429
Electricity - lighting	15,272,549	7,856,296
Consumables	4,331,700	7,286,930
Printing & stationary	19,070,124	17,274,358
News papers, periodicals & books	494,491	413,098
Advertising non- publicity	475,320	642,148
Postage	4,067,294	3,384,178
Telephones & telegraphs	6,784,765	6,009,143
Bank draft commissions & charges	517,805	419,752
Miscellaneous transport	325,857	373,336
Computer expenses	8,978,925	700,902
Audit expenses	3,380,868	3,127,800
Legal fees	532,500	2,267,950
Consulting & special assignment	251,190	275,750
Research & expert expenses		23,393
Tree plant expenditure		452,436
Bad debt Write off		-
Non- refundable tender deposit		-
Miscellaneous expenses	15,658,100	10,561,650
Flying squad expenses	-	-
SECURITY SERVICE - EXTERNAL	6,554,586	
Work shop expenses (Page 37)	27,409,022	10,861,912
	<b>840,546,391</b>	<b>892,690,933</b>
<b>Finance Expenses</b>		
Operational lease vehicle		1,165,569
Lease Interaset	1,082,440	1,678,532
	<b>1,082,440</b>	<b>2,844,101</b>
<b>Total Profit/(Loss)</b>	<b>132,832,829</b>	<b>(185,386,514)</b>



**State Timber Corporation**  
**Mechanical Workshop**  
**Cost Distribution Statement**

for the year ended 31st December

	2023 Rs.	2022 Rs.
<b><u>Labour cost</u></b>		
Salaries & wages	12,540,654	13,768,976
Other allowances	4,343,748	4,337,685
Interim Allowance		
Overtime	1,442,659	1,225,310
E.P.F.contribution	2,382,346	2,568,648
E.T.F.contribution	476,469	533,078
	<b>21,185,876</b>	<b>22,433,697</b>
<b><u>Variable overheads</u></b>		
Fuel & oil - plant & mach.	1,622,020	1,606,752
Electricity	374,983	261,561
Consumables	482,875	727,918
	<b>2,479,878</b>	<b>2,596,231</b>
<b><u>Overheads</u></b>		
Retirement gratuity	833,589	1,673,193
Travelling & subsistence	253,862	166,338
Annual bonus	639,123	466,750
Medical insurance	232,814	616,029
Meal/Tea allowance		
Attendance incentive	3,154,634	3,495,400
Welfare facilities	1,246,050	1,003,682
Employee training		
Water tax	301,210	197,504
Repairs & maintenance	4,250,321	4,276,128
Tyres & tubes	72,400	296,250
Depreciation	713,990	775,620
Fuel & oil - vehicles	693,992	433,933
Printing & stationery	368,144	57,206
Postage		-
Telephones & telegraphs	53,980	31,236
Electricity - lighting	1,036,750	634,646
Rates, taxes and license	206,281	123,615
News papers		
Sanitary expenses	569,718	510,810
Advertising publicity		
Welfare facilities Uniforms	4,000	103,921
Miscellaneous expenses	85,972	
Advertising nonpublicity		
Insurance-Fixed Assets		
Licenses/Insurance - vehicles	47,730	35,560
Stores & Spares	-	-
	<b>14,764,560</b>	<b>14,897,821</b>
<b>Total expenditures</b>	<b>38,430,313</b>	<b>39,927,749</b>
<b>Transferred to depot</b>	<b>4,066,544</b>	<b>10,465,480</b>
<b>Transferred to showrooms</b>	<b>105,982</b>	<b>266,507</b>
<b>Transferred to impregnation plant</b>	<b>1,552,443</b>	<b>7,090,447</b>
<b>Transferred to sawmills</b>	<b>250,563</b>	<b>360,348</b>
<b>Transferred to furniture plant</b>	<b>644,398</b>	<b>372,860</b>
<b>Transferred to timber cost</b>	<b>4,401,361</b>	<b>10,510,196</b>
<b>Transferred to RM/HO</b>	<b>27,409,022</b>	<b>10,861,912</b>
	<b>38,430,313</b>	<b>39,927,749</b>

**State Timber Corporation**  
**Circuit Bunglows**  
**Statements of comprehensive income**

for the year ended 31st December

	2023 Rs.	2022 Rs.
Income	1,497,717	1,046,090
Miscellaneous Income		
Net income	<b>1,497,717</b>	<b>1,046,090</b>
<b><u>Administrative expenses</u></b>		
Salaries & wages	1,859,111	1,719,776
Other allowances	724,535	639,409
Overtime	224,380	107,671
Travelling	3,471	4,700
Annual bonus	80,000	80,000
Retirement gratuity	206,674	501,628
E.P.F.contribution	331,068	315,579
E.T.F.contribution	70,808	59,740
Medical insurance	46,849	70,477
Attendance incentive	426,510	457,190
Welfare facilities	52,601	57,619
Entertainments	-	2,250
Water tax	188,759	39,978
Repairs & maintenance	219,977	13,050
Fuel and oil vehicles	2,000	152,000
Depreciation	1,337,064	1,617,925
Sanitary expenses	4,520	144,805
Miscellaneous expenses	217,359	36,470
Electricity - lighting	975,967	455,961
Consumables	80,822	142,443
Welfare facilities Uniforms	-	8,000
Printing & stationary	5,328	19,940
News Papers & Postage	2,560	2,165
Telephone & telegraphs	85,986	71,952
Total expenditure	<b>7,146,349</b>	<b>6,787,742</b>
<b>Total Profit/(Loss)</b>	<b>(5,648,632)</b>	<b>(5,741,653)</b>