

N. B :- Part IV(A) of the *Gazette* No. 1767 of 13.07.2012 was not published.

The List of Registrars of Births, Marriages and Deaths - 2011 has been published in Part VI of this *Gazette*.

ශ්‍රී ලංකා ප්‍රජාතාන්ත්‍රික සමාජවාදී ජනරජයේ ගැසට් පත්‍රය

The Gazette of the Democratic Socialist Republic of Sri Lanka

අංක 1,768 – 2012 ජූලි 20 වැනි සිකුරාදා – 2012.07.20

No. 1,768 – FRIDAY, JULY 20, 2012

(Published by Authority)

PART I : SECTION (I) – GENERAL

(Separate paging is given to each language of every Part in order that it may be filed separately)

	PAGE		PAGE
Proclamations, &c., by the President ...	—	Government Notifications ...	—
Appointments, &c., by the President ...	738	Price Control Orders ...	—
Appointments, &c., by the Cabinet of Ministers ...	—	Central Bank of Sri Lanka Notices... ..	—
Appointments, &c., by the Public Service Commission ...	—	Accounts of the Government of Sri Lanka ...	—
Appointments, &c., by the Judicial Service Commission ...	—	Revenue and Expenditure Returns ...	741
Other Appointments, &c. ...	—	Miscellaneous Departmental Notices ...	756
Appointments, &c., of Registrars ...	—	Notice to Mariners ...	—
		“Excise Ordinance” Notices ...	—

IMPORTANT NOTICE REGARDING ACCEPTANCE OF NOTICES FOR PUBLICATION IN THE WEEKLY “GAZETTE”

ATTENTION is drawn to the Notification appearing in the 1st week of every month, regarding the latest dates and times of acceptance of Notices for publication in the weekly *Gazettes*, at the end of every weekly *Gazette* of Democratic Socialist Republic of Sri Lanka.

All notices to be published in the weekly *Gazettes* shall close at 12.00 noon of each Friday, two weeks before the date of publication. All Government Departments, Corporations, Boards, etc. are hereby advised that Notifications fixing closing dates and times of applications in respect of Post-Vacancies, Examinations, Tender Notices and dates and times of Auction Sales, etc. should be prepared by giving adequate time both from the date of despatch of notices to Govt. Press and from the date of publication, thereby enabling those interested in the contents of such notices to actively and positively participate please note that inquiries and complaints made in respect of corrections pertaining to notification will not be entertained after **three months** from the date of publication.

All notices to be published in the weekly *Gazettes* should reach Government Press two weeks before the date of publication *i.e.* notices for publication in the weekly *Gazette* of 10th August, 2012 should reach Government Press on or before 12.00 noon on 27th July, 2012.

B. K. S. RAVINDRA,
Acting Government Printer.

Department of Govt. Printing,
Colombo 08,
June 23, 2012.

Appointments by the President

No. 545 of 2012

MOD/DEF/2/01/ARF/CONF/COL/01.

SRI LANKA ARMY—REGULAR FORCE

Confirmation of rank approved by His Excellency the President

CONFIRMATION OF RANK

HIS EXCELLENCY THE PRESIDENT has approved the confirmation of rank of the undermentioned Senior Officers in the rank of Colonel with effect from the dates indicated:

(a) *With effect from 21st March, 2008 :*

Temporary Colonel KURUPPU ARACHCHIGE DON SANATH LAKSHMAN PERERA, Lsc;

(b) *With effect from 20th July, 2008 :*

Temporary Colonel JAYASUMANA ALAWATTE;

(c) *With effect from 01st October, 2008 :*

Temporary Colonel WICKRAMAGE HARITHASIRI MANJULA MANATUNGA;

(d) *With effect from 01st November, 2008 :*

- (1) Temporary Colonel KARUNATILAKA MUDIYANSELAGE RASIKA PRIYANTHA KARUNATILAKA, psc;
- (2) Temporary Colonel NISHANTHA KALUM WADUGODAPITIYA, RSP psc.

(e) *With effect from 16th January, 2009 :*

- (1) Temporary Colonel PRASANNA AJITH KALUARACHCHI
- (2) Temporary Colonel HETTI PATHIRANALAGE NANDA KUMARA JAYAPATHIRANE, RSP;

(f) *With effect from 17th March, 2009 :*

- (1) Temporary Colonel DUMINDA THARANGASIRI GAMAGE, psc;
- (2) Temporary Colonel JAGATH CHINTAKA GAMAGE, psc;
- (3) Temporary Colonel KACHCHAKADUGE NIPUL SAMPATH KOTUWEGODA, IG;
- (4) Temporary Colonel HETTIYAHANDI MANISHA PRABASHMAN DE SILVA;
- (5) Temporary Colonel AMINDA KONDA ARACHCHIGE BUWANEKA GUNARATNA;
- (6) Temporary Colonel KORALAGAMAGE DON CHANDRASIRI GNANENDRA JAYAMPATH THILAKARATHNE, RSP;
- (7) Temporary Colonel LESLIE WIJESUNDARA;
- (8) Temporary Colonel EKANATHA NERANJANA RAMANAYAKA;
- (9) Temporary Colonel KALUWANAGE JAYANATH JAYAWEEERA, RSP;
- (10) Temporary Colonel RANMUTUGE LAKSHMAN CHANDRASIRI FERNANDO;

(11) Temporary Colonel JINENDRA THANTHIRIWATTA, RWP;

(12) Temporary Colonel KODAGODA HEWAGE PALITHA PRASANNE FERNANDO, RSP;

(13) Temporary Colonel ARAMBAWATTEGE SANATH PALITHA PODIRALAHAMIE;

(g) *With effect from 31st March, 2009 :*

- (1) Temporary Colonel MANGALA DESHAPRIYA WIJESUNDERA;
- (2) Temporary Colonel DON DEEPAL MAHINDAPRIYA TENNAKON, RSP;
- (3) Temporary Colonel KOTTARANDENIYA RAJA WASALA DISSANAYAKE MUDIYANSELAGE SENARATHNA BANDARA;
- (4) Temporary Colonel MALPORU MUDIYANSELAGE KITHSIRI, RSP;
- (5) Temporary Colonel HARRIN WALGAMA;
- (6) Temporary Colonel WIPULAJEEWA PRIYADHARSHANE WILEGODA LIYANAGE;
- (7) Temporary Colonel PANANWALA GEDARA MAHENDRA VIPULA JAYASIRI PANANWALA, RSP;
- (8) Temporary Colonel WITHANAGE SRINATH ARIYASINGHE, RSP.

By His Excellency's Command,

GOTABAYA RAJAPAKSHA, RWP RSP psc,
Secretary,

Ministry of Defence and Urban Development.

Colombo,
29th September, 2011.

07-487

MOD/DEF/2/01/ARF/CW/128.

SRI LANKA ARMY—REGULAR FORCE

Withdrawal of Commission Directed by His Excellency the President

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 09th January, 2012.

Captain DON CHANNA SUBASHAN JANANANDANA WICKRAMASINGHE, RSP SLSR (O/61675).

By His Excellency's Command,

GOTABAYA RAJAPAKSHA, RWP RSP psc,
Secretary,

Ministry of Defence and Urban Development.

Colombo,
19th March, 2012.

07-488

MOD/DEF/2/01/ARF/CW/71.

MOD/DEF/2/01/ARF/CW/102.

SRI LANKA ARMY—REGULAR FORCE

SRI LANKA ARMY—REGULAR FORCE

Withdrawal of Commission Directed by His Excellency the President

Withdrawal of Commission Directed by His Excellency the President

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 01st March, 2012.

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 17th October, 2011.

Captain DINESH MANJUKA PRASHANTHA RUWANPURA, RSP SLLI (O/61676).

Temporary Captain AMBALANGODA GURUNNANSELAGE PRIYANTHA PERERA, MI (O/64119).

By His Excellency's Command,

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
16th March, 2012.

Colombo,
16th March, 2012.

07-560

07-492

MOD/DEF/2/01/ARF/RF/120.

MOD/DEF/2/01/ARF/CW/124.

SRI LANKA ARMY—REGULAR FORCE

SRI LANKA ARMY—REGULAR FORCE

Withdrawal of Commission Directed by His Excellency the President

Withdrawal of Commission Directed by His Excellency the President

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 20th August, 2011.

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 07th January, 2012.

Temporary Captain TIROSH ANIL KUMAR DODAMGODA, RSP, SLLI (O/64027).

Temporary Captain DON LALITH KODITUWAKKU, SLASC (O/61957).

By His Excellency's Command,

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
19th March, 2012.

Colombo,
15th March, 2012.

07-490

07-489

No. 546 of 2012

No. 548 of 2012

MOD/DEF/2/01/ARF/RF/119.

DIRF/RECT/270/AY.

SRI LANKA ARMY—REGULAR FORCE**SRI LANKA ARMY—REGULAR FORCE****Retirement approved by His Excellency the President****Commissions approved by His Excellency the President****RETIREMENT**

HIS EXCELLENCY THE PRESIDENT has approved the retirement of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 09th June, 2012.

Captain (Quartermaster) KUKULE KANKANAMGE DON SARATH GAMINI GUNATILAKA, SL SR (O/63127).

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
16th March, 2012.

07-494

HIS EXCELLENCY THE PRESIDENT has been pleased to approve the Commissioning of the undermentioned Medical Students in the rank of Second Lieutenant in the Regular Force of the Sri Lanka Army with effect from 30th September, 2010 and their posting to the Sri Lanka Army Medical Corps with effect from the same date.

With effect from 30th September, 2010 in the rank of Second Lieutenant:-

NAYAKA BANDARALAGE BHADRAJI LAKSIRI NAYAKA BANDARA;
HALWITI KANKANAMGE DILANKA KASUN PRABASARA;
KULATHUNGA MUDIYANSELAGE SAMITH THARANGA KULATHUNGA;

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
30th May, 2012.

07-484

No. 547 of 2012

No. 549 of 2012

DIRF/RECT/86 (X) AY.

DIRF/RECT/88 (VII) AY.

SRI LANKA ARMY—REGULAR FORCE**SRI LANKA ARMY—REGULAR FORCE****Commission approved by His Excellency the President****Commissions approved by His Excellency the President**

HIS EXCELLENCY THE PRESIDENT has been pleased to approve the Commissioning of the undermentioned Lady Officer Cadet in the rank of Second Lieutenant in the Regular Force of the Sri Lanka Army with effect from the 21st September, 2011, and her posting to the Sri Lanka Medical Corps with effect from the same date.

C/56893 Lady Officer Cadet DINUSHI NISANSALA ABEYSIRIWARDANA SENARATH YAPA.

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
14th June, 2012.

07-485

HIS EXCELLENCY THE PRESIDENT has been pleased to approve the Commissioning of the undermentioned Officer Cadet in the rank of Second Lieutenant in the Regular Force of the Sri Lanka Army with effect from the 23rd December, 2011, and their posting to Corps of Engineers Services with effect from the same date.

C/57266 Officer Cadet WANNINAYAKE MUDIYANSELAGE AMANDA OSHADHA BANDARA WANNINAYAKE.

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
14th June, 2012.

07-486

MOD/DEF/2/01/ARF/CW/85.

To the rank of Rear Admiral (E) with effect from 16th May, 2012

SRI LANKA ARMY—REGULAR FORCE

Withdrawal of commission directed by His Excellency the President

HIS EXCELLENCY THE PRESIDENT has directed the withdrawal of commission of the undermentioned Officer from the Regular Force of the Sri Lanka Army with effect from 31st March, 2012.

Second Lieutenant EGODAWATHTHA ARACHCHIGE DON NUWAN SAMEERA, SLSR (O/68160)

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
16th March, 2012.

07-491

No. 550 of 2012

MOD/DEF/03/02/RET/22.

SRI LANKA NAVY—REGULAR FORCE

Amendment to date of Confirmation approved by His Excellency the President

THE date of confirmation of the undermentioned Officer published under No. 458 of 2012 in the *Gazette* Notification of the Democratic Socialist Republic of Sri Lanka (Part I : Section I - General) dated 15th June, 2012 is amended as follows:

Commodore (E) [Temporary Rear Admiral (E)] GAMINI MAHESH GOONESEKERE, USP - SLN - NRE 0184

By His Excellency's Command,

GOTABAYA RAJAPAKSA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
26th June, 2012.

07-493/1

No. 551 of 2012

MOD/DEF/03/02/RET/22.

SRI LANKA NAVY—REGULAR FORCE

Amendment to date of Retirement approved by His Excellency the President

THE date of confirmation of the undermentioned Officer published under No. 459 of 2012 in the *Gazette* Notification of the Democratic Socialist Republic of Sri Lanka (Part I : Section I - General) dated 15th June, 2012 is amended as 16th May, 2012.

Rear Admiral (E) GAMINI MAHESH GOONESEKERE, USP - SLN - NRE 0184

By His Excellency's Command,

GOTABAYA RAJAPAKSHA, RWP RSP psc,
Secretary,
Ministry of Defence and Urban Development.

Colombo,
26th June, 2012.

07-493/2

Revenue and Expenditure Returns

UNIVERSITY OF PERADENIYA

Balance Sheet as at 31st December, 2009

Description	Note No.	Sch. No.	Page No.	General Fund University	Eastern and Jaffna Unit for Displ. Student	Total 2009	Total 2008
				Rs.	Rs.	Rs.	Rs.
ASSETS							
Non Current Assets							
Property Plant and Equipment	01	H, H1	14-16	3,230,399,051.63	4,527,836.46	3,234,926,890.09	3,147,759,588.01
Work in Progress	02	A1	17	369,224,403.73		360,224,403.73	489,037,760.65

<i>Description</i>	<i>Note No.</i>	<i>Sch.</i>	<i>Page No.</i>	<i>General Fund University</i>	<i>Ext. Exam. Unit</i>	<i>Eastern and Jaffna Unit for Displ. Student</i>	<i>Total 2009</i>	<i>Total 2008</i>
				<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>
Restricted fund investment 1	03	I	18-22	116,240,533.21			116,240,533.21	92,003,488.91
Restricted fund investment 2	04	J	23-33	371,272,388.54			371,272,388.54	307,658,877.91
				4,087,136,377.11	4,527,836.46	2.00	4,091,664,215.57	4,036,459,715.48
Current Assets								
Stocks	05	K	34	58,156,432.61	1,788,505.05		59,944,937.66	62,940,786.89
Goods in Transit - 80010240	06	K-I	35-38	7,344,252.52			7,344,252.52	11,475,115.73
Receivable University Staff defaulted agreements and violation of bonds - 12016200	07	K-2	131-135	135,111,976.11			135,111,976.11	105,042,266.43
Monies due from other University and Institutions	08	Q	39	1,582,001.41	84,342,008.68	3,819,554.49	5,401,555.90	5,471,273.37
Sundry Debtors - Miscellaneous	09	L	40	20,977,710.18			20,977,710.18	29,038,466.78
Supplies and Services Advance	10	P	41	3,941,309.81			3,941,309.81	5,277,295.46
Loans and Advances to Students	11	N	42	2,950.00			2,950.00	3,170.00
Loans and Advances to Staff	12	M	43	106,545,357.62	2,228,863.00	28,141.90	108,802,362.52	105,063,090.09
Miscellaneous Advance	13	O	44-45	34,900,225.36	120,138.03		35,020,363.39	42,591,142.47
Pre Payments	14	R	46	1,119,468.14			1,119,468.14	1,142,629.05
Cash at Bank - Balance in Cash Book	15	S	47-49	161,879,795.92	1,646,971.42	7,606.35	163,534,373.69	145,804,562.76
				531,561,479.68	90,126,486.18	3,855,302.74	541,201,259.92	513,849,799.03
Total Assets				4,618,697,856.79	94,654,322.64	3,855,304.74	4,632,865,475.49	4,550,309,514.51

<i>Description</i>	<i>Note No.</i>	<i>Sch.</i>	<i>Page No.</i>	<i>General Fund IT Centre</i>	<i>CDCE</i>	<i>Eastern and Jaffna Unit for Displ. Student</i>	<i>Total 2009</i>	<i>Total 2008</i>
				<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>
Equity and Liabilities								
Capital								
1. Capital Spent Capital Grant				1,562,419,999.62	396,934.50	1,097,232.67	1,563,914,166.79	2,348,219,428.91
2. Capital Spent Capital Grant Work in Progress	20-1	A 1	18	320,595,794.61			320,595,794.61	450,535,513.95
3. Unspent Capital Grant Building	20-1	A	62	17,326,002.07		536,342.33	17,862,344.40	38,534,863.26
4. Unspent Capital Grant Equipments Furniture, Library Books	20-2	B	63	1,546,357.37			1,546,357.37	5,602,005.59
5. Rehabilitation Spent Grant Capital Nature Work in Progress	20-1	A 1		48,628,609.12			48,628,609.12	38,502,246.70
6. Rehabilitation Unspent Grant	20-3	B:1	64	876,225.14			876,225.14	(2,598,895.97)

<i>Description</i>	<i>Note No.</i>	<i>Sch. No.</i>	<i>Page No.</i>	<i>University</i>	<i>General Fund IT Centre</i>	<i>CDCE</i>	<i>Eastern and Jaffna Unit for Displ. Student</i>	<i>Total 2009</i>	<i>Total 2008</i>
				<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>
7. Donations Buildings - Dental Faculty				1,225,101,020.00			1,225,101,020.00	1,225,101,020.00	
8. Donation Assets				1,207,534,584.74		1,468,163.60	1,209,002,748.34	1,161,859,135.19	
9. Donation Buildings - Foreign and Local				585,377,836.18			585,377,836.18	606,176,346.41	
Restricted Funds									
1. (a) Endowment Fund	22-1	C	68-75	113,194,306.08			113,194,306.08	98,264,548.07	
(b) Student Bursaries Fund							42,400.00	42,400.00	42,400.00
2. Special Grants	22-2	D	76	2,010,396.67			2,010,396.67	1,889,541.47	
3. Research Grants	22-3	E	77-90	85,847,268.84			85,847,268.84	85,096,449.57	
4. Cash Donations				60,038.09			60,038.09	60,038.09	
5. Other Funds	22-4	G	91-103	476,409,130.52	9,856.53		471,108,410.75	395,280,550.11	
Reserves									
1.Fixed Assets Revaluation Reserve				2,440,915,018.34		4,542,659.83	2,445,457,678.17	2,445,457,678.17	
2. General Reserve of the Institution				(4,288,019,837.47)	6,085,549.33	77,132,294.23	1,229,356.38 (4,203,572,637.53)	(5,064,653,455.85)	
Total Funds				3,799,822,749.92	6,095,405.86	83,540,052.16	2,905,331.38 3,887,052,963.02	3,833,369,413.67	
Non - Current Liabilities									
Retirement Gratuity				656,115,695.50		7,276,001.55	663,391,697.05	653,884,541.05	
Lease Creditor - Long-term							-	2,362,930.00	
Total Non-Current Liabilities				656,115,695.50	0.00	7,276,001.55	0.00 663,391,697.05	656,247,471.05	
Current Liabilities									
Deposits	16	U	58	6,256,493.96		4,903.16	6,261,397.12	6,198,412.12	
Monies due to other Universities and Institutions	17	W	59	28,337,452.13	466,395.70		903,982.84	903,982.84	1,280,584.79
Sundry Creditors	18	T	60	93,851,864.37	3,814,964.74		45,990.52	41,246,148.34	34,440,086.39
Lease Creditor-Short-term		T	60	2,362,930.00		221,049.57	2,583,979.57	4,843,776.00	
Expenses Creditors	19	V	61	23,796,847.42	42,500.00	3,612,316.20	27,451,663.62	21,582,473.39	
Total Current Liabilities				154,605,587.88	4,323,860.44	3,838,268.93	949,973.36 78,447,171.49	68,345,332.69	
Total Funds and Liabilities				4,610,544,033.30	10,419,266.30	94,654,322.64	3,855,304.74 4,628,891,831.56	4,557,962,217.41	

The notes annexed form an integral part of these financial statements.

Certified correct

Prof. S. B. S. Abayakoon,
Vice-Chancellor
24.02.2010

U. D. DODANWELA
Acting Registrar

M. D. GANTHUNE,
Bursar

Income Statement for the year ended 31st Deember, 2009

<i>Description</i>	<i>2009 General Fund</i>	<i>2009 Total</i>	<i>2008 Total</i>
	<i>University</i>	<i>IT Centre</i>	<i>CDCE</i>
	<i>SL Rs.</i>	<i>SL Rs.</i>	<i>SL Rs.</i>
Operating Revenue			
Recurrent Grant			
(a) Government Grant			
Recurrent	1,745,400,000.00		1,745,400,000.00 1,703,000,000.00
Other Income			
(b) Government Grant- Student Bursary	8,784,900.00		8,784,900.00 10,084,300.00

Description	2009 General Fund				2009 Total	2008 Total
	University		IT Centre	CDCE		
	SL Rs.	SL Rs.	SL Rs.	SL Rs.	SL Rs.	SL Rs.
(c) Government Grant- Mahapola	15,500,800.00				15,500,800.00	17,384,850.00
(d) Other Fund	259,665,251.14				259,665,251.14	234,593,126.87
		2,029,350,951.14			2,029,350,951.14	1,965,062,276.87
Rehabilitation Grant for Maintenance	-	36,590,264.35			36,590,264.35	27,903,160.15
Interest from Investment	34,345,855.47		518,345.47		34,864,200.94 *	29,323,424.97
Interest from Staff Loan	4,253,209.28			89,219.76	4,342,429.04	4,130,787.22
Rent from Properties	5,004,660.54		593,922.50		5,598,583.04 *	4,653,642.50
Sale of Old Stores	3,559,456.51				3,559,456.51	-
Sale of Produce	3,270.00				3,270.00	12,007.00
Miscellaneous Receipt	11,628,808.06		16,400.00	20,724.00	11,665,932.06 *	13,128,990.24
Registration Fees (Undergraduate)	19,245,929.03			14,321,625.00	33,567,554.03	13,142,579.00
Registration Fees (Postgraduate)	5,200.00				5,200.00	238,600.00
Tuition Fees (Undergraduate)	-		1,130,568.86	10,724,593.28	11,855,162.14	723,757.87
Tuition Fees (Postgraduate)					-	1,062,000.00
Examination Fees (Undergraduate)	237,983.00			19,546,650.00	19,784,633.00	13,203,487.00
Examination Fees (Postgraduate)	250.00				250.00	357,000.00
Sale of Publication	20,305.96			5,392,260.00	5,412,565.96	3,957,778.34
Library Fine	281,030.61				281,030.61	718,786.58
Medical Fees	410,900.00				410,900.00	82,205.00
Proceeds from Ancillary Activities	12,033,345.79				12,033,345.79	9,422,977.48
		91,030,204.25			-	
Transferred for payment of Loan		(4,253,209.28)			(4,253,209.28)	(4,040,419.58)
		2,152,718,210.46	2,259,236.83	50,095,072.04	2,205,072,519.33	2,083,083,040.64

* IT Centre details incorporated

Income Statement for the year ended 31st December, 2009 (Contd.)

Description	Note No.	2009 General Fund				2009 Total	2008 Total
		University		IT Centre	CDCE		
		SL Rs.	SL Rs.	SL Rs.	SL Rs.	SL Rs.	SL Rs.
Operating Expenses	58-73						
Personal Emoluments		1,456,314,862.92		706,350.00	11,523,980.92	1,468,545,193.84	1,404,543,227.91
Travelling		5,397,876.01			22,459.00	5,420,335.01	8,186,420.86
Supplies and Consumables							
Used		117,301,580.61		4,270.00	2,136,334.43	119,442,185.04	139,379,982.14
Maintenance Expenses		16,965,064.00			171,445.30	17,136,509.30	14,208,705.81
Contractual Services		185,865,573.52		546,964.27	2,451,103.71	188,863,641.50	168,138,383.59
Research and Development		3,845,960.37			11,000.00	3,856,960.37	7,762,956.50
Depreciation and Amortisation							
Expenses		251,204,803.85			917,755.45	252,122,559.30	239,273,664.84
Other Operating Expenses		107,031,413.89		233,358.09	17,725,297.35	124,990,069.33	110,145,101.12
Expenses on Other Fund		178,494,636.38				178,494,636.38	166,080,755.50
Total operating Expenses		2,322,421,771.55	1,490,942.36	34,959,376.16	2,358,872,090.07	2,257,719,198.27	
Surplus/(Deficit) for the period		(2,322,421,771.55)	(1,490,942.36)	(34,959,376.16)	(2,358,872,090.07)	(2,257,719,198.27)	
Finance Cost			(1,357,320.00)		-	(1,357,320.00)	1,750,990.00
Gain on Sales of Property							
Plant and Equipment			1,390,606.00		-	1,390,606.00	-
Total non Operating Revenue (Expenses)			33,286.00	-	-	33,286.00	1,750,990.00

Description	Note No.	2009 General Fund				2009 Total	2008 Total
		SL Rs.	University SL Rs.	IT Centre SL Rs.	CDCE SL Rs.	SL Rs.	SL Rs.
Net Surplus/(Deficit) Before Extra Ordinary Items			(2,322,388,485.55)	(1,490,942.36)	(34,959,376.16)	(2,358,838,804.07)	(2,259,470,188.27)
Extra Ordinary Items							
Net Surplus/(Deficit) for the Period			(2,322,388,485.55)	(1,490,942.36)	(34,959,376.16)	(2,358,838,804.07)	(2,259,470,188.27)

* IT Centre details incorporated

Appropriation Account for the year ended 31st December, 2009

Description	2009 General Fund			2009 Total	2008 Total
	University SL Rs.	IT Centre SL Rs.	Ext. Exam. Unit SL Rs.	SL Rs.	SL Rs.
Excess of Income over Expenditure	(169,670,275.09)	768,294.47	15,135,695.88	(153,766,284.74)	(176,387,147.63)
Balance brought forward from previous year	(5,131,966,499.29)	5,317,254.86	61,996,598.35	(5,064,652,646.08)	(4,853,505,556.62)
Add : Income in respect of past years and other adjustments	210,752,394.95	-	-	210,752,394.95	45,668,117.03
Amortization of Govt. Grant on value of Fixed Assets purchased from Govt. Grant in previous years	889,376,877.51	-	-	889,376,877.51	
	(4,201,507,501.92)	6,085,549.33	77,132,294.23	(4,118,289,658.36)	(4,984,224,587.22)
Less :					
Payment in respect of past years and other adjustments	5,341,720.79		-	5,341,720.79	13,145,853.64
Transfer to Other Funds	81,170,614.76		-	81,170,614.76	68,512,371.37
	(4,288,019,837.47)	6,085,549.33	77,132,294.23	(4,204,801,993.91)	(5,065,882,812.23)

Statement of Changes in Fund for the Year ended 31st December, 2009

	Capital Grants	Restricted Funds	Revaluation Reserve	Retained Earnings	Total
Balance as at 31st December, 2007	5,745,566,327.58	512,352,010.98	2,445,457,678.17	(4,856,856,054.93)	3,846,519,961.80
Surplus/(Deficit) for the period				(207,797,400.92)	(207,797,400.92)
Net movement in other Funds	126,365,336.46	68,281,516.33	-	-	194,646,852.79
Balance as at 31st December, 2008	5,871,931,664.04	580,633,527.31	2,445,457,678.17	(5,064,653,455.85)	3,833,369,413.67
Net movement in Funds/Capital					
Grants	(899,026,562.09)	91,629,293.12	-	-	(807,397,268.97)
Surplus/(Deficit) for the period	-	-	-	861,080,818.32	861,080,818.32
Balance as at 31st December, 2009	4,972,905,101.95	672,262,820.43	2,445,457,678.17	(4,203,572,637.53)	3,887,052,963.02

Cash Flow for the year Ended 31st December, 2009

	2009 SL Rs.	2008 SL Rs.
1. Cash Flow from operating activities		
Surplus/Deficit from ordinary Activities	(153,766,284.74)	(244,406,753.00)
Non Cash movements		
Depreciation	252,122,559.30	239,273,664.84
Gratuity and other adjustment	61,410,628.94	44,189,731.36
Net prior year adjustment	(1,288,161.10)	32,522,263.00
Finance Cost	1,357,320.00	1,795,990.00
Profit on Disposal of Assets	(1,390,606.00)	-
Interest Income	(34,864,200.94)	(29,106,587.46)
Operating Surplus/(Deficit) before working capital Changes	123,581,255.46	44,268,308.74
Working Capital Changes		
(Increase)/Decrease Stock	2,902,763.69	(13,919,353.25)
(Increase)/Decrease Goods in transit	4,130,863.21	14,003,676.09
(Increase)/Decrease Receivable from violation of bonds, etc.	(30,069,709.68)	(24,557,466.13)
(Increase)/Decrease Money due from other Universities	998,227.91	9,780,809.52
(Increase)/Decrease Sundry Debtors	(7,864,822.88)	1,314,266.90
(Increase)/Decrease Supplies and Advances	8,879,998.55	(111,516.96)
(Increase)/Decrease Loans and Advances to Student	220.00	240.00
(Increase)/Decrease Loans and Advances to Staff	(3,739,272.43)	(6,077,533.09)
(Increase)/Decrease Miscellaneous Advance	7,570,779.08	(12,648,434.86)
(Increase)/Decrease Prepayments Advances and Deposits	23,160.91	(1,129,579.15)
(Increase)/Decrease Refundable Deposits	62,985.00	(917,892.22)
(Increase)/Decrease Monies Due to Other Universities and Insti.	(376,601.95)	-
(Increase)/Decrease Sundry Creditors	6,806,061.95)	11,968,318.50
(Increase)/Decrease Lease Creditors	(2,259,796.43)	(612,240.00)
(Increase)/Decrease Money due to other Universities		
(Increase)/Decrease Expense Creditors	5,869,190.23	9,733,778.30
(Increase)/Decrease Gratuity paid	(51,903,472.94)	(47,903,447.88)
Net Cash flows from Operating activities	64,611,829.68	(16,808,065.49)
2. Cash Flow from Investing activities		
Addition to Fixed Assets	(291,502,520.78)	(143,743,479.78)
Work in Progress	119,813,356.92	(21,894,604.75)
Proceeds from disposal of Fixed Assets	1,390,606.00	-
Restricted Fund investment I	(17,500,000.00)	(12,009,061.24)
Restricted Fund investment II	(63,613,510.63)	(101,673,732.94)
Finance Cost	(1,357,320.00)	(1,795,990.00)
Interest Income	7,352,139.32	6,685,107.87
Self Financing Project	(166,329,514.91)	(173,362,729.00)
Net Cash Flow from investing Activities	(411,746,764.08)	(447,794,489.84)
3. Cash Flow from Financing Activities		
Government Grant for :		
Equipment, Books and Periodicals	65,150,000.00	78,500,000.00
Building Programme	73,350,000.00	75,300,000.00
Rehabilitation Capital Nature	20,834,614.54	28,055,606.44
Information Technology	-	2,500,000.00
Self Financing Project	203,982,106.26	232,814,690.38
Lease Creditors	(2,362,930.00)	(8,674,612.00)
Net Cash Flows from Financing Activities	360,953,790.80	408,495,684.82

	2009 SL Rs.	2008 SL Rs.
Net Increase in Cash and Cash equivalents	13,818,856.40	(56,106,870.51)
Cash and cash equivalents at the beginning of the year	145,804,562.76	201,911,433.27
Cash and cash equivalents at the end of the year	159,623,419.16	145,804,562.76

The Vice-chancellor,

Report of the Auditor General on the Financial Statements of the University of Peradeniya for the year ended 31st December, 2009 in terms of Section 108 (2) of the Universities Act, No. 16 of 1978 and Section 13 (7) (a) of the Finance Act, No. 38 of 1971

The audit of financial statements of the University of Peradeniya for the year ended 31st December, 2009 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 108 (2) and 111 of the Universities Act, No. 16 of 1978 and Sub-sections (3), (4) and (7) of Section 13 of the Finance Act, No. 38 of 1971. My comments and observations which I consider should be published with the Annual Report of the University in terms of Section 108 (2) of the Universities Act and Section 13 (7) (a) of the Finance Act, No. 38 of 1971 appear in this report.

1.2 Responsibility of the Management for the Financial Statements.

Management is responsible for the preparation and fair presentation of these financial statements in accordance with Generally Accepted Accounting Principles. This responsibility includes, designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatements, whether due to fraud or error, selecting and applying appropriate accounting policies and making accounting estimates that are reasonable in the circumstances.

1.3 Scope of Audit and Basis of Opinion

My responsibility is to express an opinion on these financial statements based on my audit. Audit opinion, comments and findings in this report are based on review of the financial statements presented to audit and substantive tests of samples of transactions. The scope and extent of such review and tests were such as to enable as wide and 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 to obtain reasonable assurance as to whether the financial statements are free from material misstatements. The audit includes the examination on test basis of evidence supporting the amounts and disclosures in financial statements and assessments of accounting Policies used and significant estimates made by the management in the preparation of financial statements as well as evaluating their overall presentation. I have obtained sufficient information and explanations which to the best of my knowledge and belief were necessary for the purpose of my audit. I therefore believe that my audit provides and reasonable basis for my opinion. 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. Financial Statements :

2:1 Opinion

In view of my comments and observations appearing in this report, I am unable to express an opinion on the financial statements of the University of Peradeniya for the year ended 31st December, 2009 presented for audit.

2:2 Comments on Financial Statements :

2.2.1 Accounting Deficiencies :

The following matters were observed –

(a) Omissions in the Accounts.

- The written down value of the fixed assets of which the total cost was Rs. 878,357,522 had become zero as at 31st December, 2009. Action had not been taken to revalue those assets and shown in the financial statements as those assets are continued to be use.

- ii. Court cases of which contingent liabilities amounted to Rs. 8,142,295 related to year 2007 and 2008 and 10 court cases initiated in the year 2009 had not been disclosed in the accounts.
 - iii. Rate payable amounting to Rs. 673,640 for the period 1995 to 2007 had not been brought to account and the rates payable for the years 2008 and 2009 also had not been computed and brought to account.
 - iv. The value of 133 stock items existed in the stores of the Dental Faculty had not been completed and brought to account, whilst stock items valued at Rs. 4,612,789 owned by 02 Departments had not been brought to account. The Vice-chancellor informed that these items are being assessed at present.
 - v. 27 balances of unsettled salary advances amounting to Rs. 292,100 which had been brought forward from year 2002 to 2008 had been omitted in the financial statements.
 - vi. According to Financial Act, No. 11 of 2004 and Economic Service Charges Act, No. 13 of 2006, Economic Services Charges should be computed on income from course fees exceeding Rs. 3,000,000 and remitted to the Commissioner General of Inland Revenue. Nevertheless, provisions had not been made in the financial statements for charges amounting to Rs. 83,303 and Rs. 89,184 respectively payable for the years 2008 and 2009.
 - vii. 24 balances of unpaid salaries amounting to Rs. 324,615 brought forward in the financial statements for the year 2008 and salaries amounting to Rs. 223,340 payable to two officers for the year under review had been omitted in the financial statements.
 - viii. Provisions had not been made in the financial statements for surcharges amounting to Rs. 235,575 payable due to non-remittance of the contributions payable for the relevant month before the last date of the following month to the Fund in terms of Employees Trust Fund Act, No. 46 of 1980.
 - ix. The balances of 02 bank accounts of the Agriculture Faculty as at 31st December, 2009 were Rs. 70,136 and Rs. 1,884,809 respectively. But, these balances had not been disclosed in the financial statements.
 - x. Income amounting to Rs. 3,844,750 received for the training courses conducted by the Information Technology Center during the year 2009 had not been brought to account whilst the expenditure of Rs. 491,900 payable for the same had been brought to account under current liabilities.
 - xi. According to Council Decision No. 363 dated 26th January, 2008, 15 official quarters valued at Rs. 2,658,180 owned by the Postgraduate Institute of Agriculture had been handed over to the University. However, that value had not been brought to account under fixed assets.
 - xii. According to the agreement signed between the Secretary to the Ministry of Finance and the Sri Lanka Ambassador of Sweden on 14th October, 2003 all the assets purchased by the respective Project should be handed over to the University. Nevertheless, the assets valued at Rs. 17,101,569 purchased from 20th March, 2004 to 29th April, 2009 had not been brought to account under assets of the University. The Vice-chancellor informed that action will be taken to capitalize the said assets in terms of the agreement after the completion of the Project.
 - xiii. The necessary provisions had not been made in the accounts for telephone charges amounting to Rs. 66,588 recoverable from the academic and non-academic staff of the University for the year 2009.
- (b) Overstatements and Understatements in the Accounts.
- i. Although the depreciation for the year under review on vehicle valued at Rs. 27,795,125 owned by the University was Rs. 5,559,025, it had been brought to account as Rs. 4,922,673. As such, depreciation and provision for depreciation accounts had been understated by Rs. 636,352.
 - ii. Fixed assets valued at Rs. 6,599,107 purchased during the year under review for 06 Faculties of the University had been brought to account under recurrent expenditure and therefore, the expenditure for the year, had been overstated and the fixed assets had been understated by a similar amount.
 - iii. According to the registers maintained at the Capital Works Division and as confirmed for Audit, creditors relating to the construction of the Information Technology Building and the Hostel Building were Rs. 1,214,367 and Rs. 13,703,004 respectively. It had been brought to account as Rs. 2,401,745 and Rs. 11,000,000 respectively resulting an understatement of the balances of fixed assets and net value of creditors by Rs. 1,515,626.

- iv. A net income of Rs. 2,893,818 received on conducting training courses at the Information Technology Center during the preceding year had been brought to account as income of the year under review. Hence the income for the year under review had been overstated by a similar amount.
- v. The value of the bond of a Lecturer who had violated bond had been shown in the financial statements as Rs. 4,865,849 whereas the correct value as computed on 23rd March, 2009 was Rs. 3,778,223 resulting an overstatement of Rs. 1,087,626 in the financial statements. The Vice-chancellor informed that the reason for this difference is the deduction of the balance of his provident fund from the total value.

(c) Inappropriate Disclosures

- i. The difference of Rs. 16,358,539 between the balances of stock books and the physical balances existed since 1995 had been shown under sundry creditors, instead of being identified and settled the difference.
- ii. Stocks valued at Rs. 604,959 remained in 03 stores for over a long period without being used had been removed from the relevant stock verification reports; but had not been written-off from the accounts.
- iii. Although all the funds received by the University should be credited to the University Fund in terms of Section 101 of the Universities Act, a sum of Rs. 89,773 given by the World Health Organization had been credited to the Dean's Fund of the Faculty of Allied Health Science.
- iv. A sum of Rs. 626,156 given from 04 outside grants as administration expenses for the Faculty of Veterinary Science had been credited as Rs. 579,788 to the Department Fund of that Faculty and Rs. 46,368 to the Dean's Fund instead of being credited to the University Fund.

2.2.2 *Unreconciled Control Accounts :*

The following non-reconciliation were observed.

<i>Items</i>	<i>Balance as per Account</i>	<i>Balance as per subsidiary Records</i>	<i>Difference</i>
	<i>Rs.</i>	<i>Rs.</i>	<i>Rs.</i>
Creditors	19,885,086	19,514,077	371,009
Debtors	36,903,289	37,627,106	723,817
Employees Distress Loan	67,180,014	66,793,084	386,930
Stock in Transit	6,860,235	5,958,735	901,500
Other Fund Account	32,161,035	28,792,270	3,368,769
Payments in Advance	1,106,009	1,068,834	37,175
	<u>164,095,068</u>	<u>159,754,106</u>	

2.2.3 *Accounts Receivable and Payable :*

The following matters were observed.

- (a) Nine employees loan balances amounting to Rs. 268,279 existed as at 31st December, 2008 had been written-off from the employees loans account without giving any acceptable reason although these balances had not been recovered during the year under review.
- (b) Payment of Advances
 - (i) The balance of local supply advances amounting to Rs. 2,050,469 included 18 balances amounting to Rs. 342,945 related to the period 2001 to 2008 and these balances had not been settled even as at 31st December, 2009.
 - (ii) Advances totalling Rs. 451,632 granted during the period 1991 to 2007 under Research and Other Funds had not been settled even as at 31st December, 2009.

- (iii) Electricity charges amounting to Rs. 796,677 and water charges amounting to Rs. 113,077 recoverable by the University for over periods ranging 02 to 09 years from 40 outside parties had not been recovered even as at 31st December, 2009.
- (iv) An advance of Rs. 210,000 granted for the research activities of the Information Technology Center had further being shown as unsettled advances despite that it had been settled during the year.
- (c) Although a sum of Rs. 135,111,976 had been due from 195 individuals of the academic staff of the University for violation of bonds, action had not been taken to recover these money.
- (d) Action had not been taken to recover the lease rent amounting to Rs. 10,336,177 remained outstanding in respect of lands and buildings leased out to 06 outside institutions. Details are shown below.

<i>Institution</i>	<i>Period of which income recoverable</i>	<i>Lease rent outstanding</i>
Bank of Ceylon - Peradeniya	1992 to 2009	1,650,000
Ceylon Transport Board	1987 to 2009	2,058,000
Pradeshiya Sabha- Gangawata Korale	2001 to 2009	4,145,000
Upcountry Rural Rehabilitation Commission	1992 to 2009	2,459,000
Fisheries Corporation	2007 to 2009	24,177
		<u>10,336,177</u>

- (e) Salary advances paid to casual and temporary employees should be recovered from the salaries of the relevant month. But, salary advances amounting to Rs. 731,320 had remained unrecovered for periods 02 to 07 years.
- (f) Unpaid salaries amounting to Rs. 56,113 even prior to year 2004 had continuously been shown in the accounts by the University without action being taken in terms of Financial Regulations 271 (2).
- (g) Festival advances amounting to Rs. 351,136 paid to 157 casual employees during the period 2003 to 2006 had not been recovered.

2.2.4 Lack of Evidence for Audit:

The following transaction totalling Rs. 5,832,675,662 could not be satisfactorily vouched/verified in audit as the required information had not been made available for audit.

<i>Item</i>	<i>Amount</i>	<i>Information Not Made Available</i>
	<i>Rs.</i>	
Lands	1,220,000,000	Registers of Fixed Assets and Schedules
Buildings	2,572,702,659	Do.
Equipment and Tools	86,468,398	Do.
Motor Vehicle	68,811,868	Do.
Furniture and Equipment	124,167,702	Do.
Office Equipment and Others	329,981,792	Do.
Laboratory and Teaching Equipment	866,355,683	Do.
Library Books and Publications	556,738,246	Do.
Unsettled Salary Advances	190,011	Schedules
Unsettled Festival Advances	88,314	Do.
Unpaid Salaries	56,113	Do.
04 Creditor Balances	817,863	Do.
Payments	6,297,013	10 payment vouchers
	<u>5,832,675,662</u>	

2.2.5 *Non-compliance with Laws, Rules, Regulations and Management Decisions :*

The following non-compliances with laws, rules, regulations and management decisions were observed in audit:-

<i>Reference to Laws, Rules etc.</i>	<i>Non-compliance</i>
(a) Finance Act, No. 38 of 1971 Section 11	Investment amounting to Rs. 371,272,388 had been made without obtaining the approval of the relevant Minister with the consent of the Minister of Finance.
(b) Government Financial Regulations (F. R.)	
(i) F. R. 104, 110 and 156 (i)	(i) Repair expenses amounting to Rs. 2,661,645 had been incurred in respect of accidents occurred to 40 vehicles owned by the University in 56 instances since 1993. But, action had not been taken in terms of the F. R. in this regard.
	(ii) A Lap-top Computer valued at Rs. 133,572 purchased during the year 2005 for the Information Technology Center of the Medical Faculty had been misplaced in February, 2006 and action had not been taken in terms of the F. R. in this connection.
(ii) F. R. 394	Action had not been taken in respect of dishonored cheques valued at Rs. 209,982 old more than 04 years.
(iii) F. R. 454 (1)	Although a register of stocks should be maintained for recording receipts and issues of goods, action had not been taken accordingly in respect of chemicals valued at Rs. 910,530 purchased during the years 2008 and 2009 by the Medical Department of the Faculty of Medicine.
(c) Establishments Code for the University Grants Commission and the Higher Educational Institutions	
(i) Section 26.3 and 26.7.3 of Chapter III	Visiting Lecturers should be recruited on an assessment plan and on the recommendations of the Selection Committees. But, action had not been taken accordingly and a sum of Rs. 8,309,264 had been paid to the Visiting Lecturers participated in various courses of 08 Faculties of the University.
(ii) Section 2.1 of Chapter XXVII	Two Nos. of two wheeled hand tractors valued at Rs. 218,950 and one two wheeled hand tractor of which the value was not assessed had been owned by 02 Faculties of the University and the said tractors had not been registered in the Department of the Commissioner of Motor Traffic.
(d) Sub-section 8.1.2 and Section 8.2 of Chapter XIV of the Establishments Code	The approval of the Secretary to the Ministry should be obtained to use private vehicle for official purposes. But without obtaining such approval Rs. 16 per kilometer had been paid to 02 Lecturers resulting on over payment of Rs. 19,061.
(e) Letter No. රගැබ/නිකො/පොදු/2008 dated 28th November, 2008 of the Deputy Commissioner of Inland Revenue on Recovery of Income Tax Paragraph 04	Although withholding Tax at 5% should be recovered from the contractors and remitted to the Commissioner General of Inland Revenue, tax mounting to Rs. 756,543 had not been recovered from 17 contractors.
(f) Public Administration Circular No. 41/90 dated 10th October, 1990 - Paragraph 02	Fuel consumption of the vehicles owned by the institution had not been tested.

2.2.6 *Transactions not Supported by Adequate Authority :*

The following matters were observed :—

- (a) Second and third language proficiency allowances amounting to Rs. 31,494,765 had been paid from 1994 to 31st December, 2009 in contrary to the Circular Letter No. PE/1/174/11 (b) dated 10th March, 1978 of the Director General of Public Enterprises.
- (b) Contributions amounting to Rs. 111,234,858 and Rs. 22,246,970 respectively had been overpaid from year 1997 to 2009 due to inclusion of academic allowances in computation and payment of contribution to the Employees Provident Fund and Employees Trust Fund; contrary to the Circular Letter No. PD/I/NS/DL/GS/A 078 dated 18th July, 2003 of the Director General of Budget.
- (c) The financial loss of Rs. 176,888 incurred from the exhibition held at the Faculty of Allied Health Science during the year under review had been settled from the Deans Fund without the approval of the Council.
- (d) Retired officers can be recruited only for essential functions with the formal approval in terms of the Circular No. 9/2007 dated 11th May, 2007 of the Secretary to the Ministry of Public Administration. But, contrary to this, a retired Professor had been appointed to a post of Director of a Department of the same Faculty and the said post is not included in the approved cadre. Further, allowances amounting to Rs. 150,000 had been paid to him from year 2008 to August, 2009.
- (e) According to Sub-section 5 of Chapter III of the Establishment Code for the Universities, all the appointments should be done in compliance with the approved recruitment procedure. But, 08 officers had been recruited for the post of Computer Application Assistant which had not been approved for the Center for Distance and Continuing Education and allowances amounting to Rs. 673,851 had been paid to them for the years 2008 and 2009.
- (f) A temporary female lecturer had been recruited for the Faculty of Arts without formal approval, even though there were 04 permanent lecturers and 06 Temporary Lecturers in excess in the Faculty.
- (g) According to letter No. PE/174/1/2003 dated 29th January, 2003 of the Secretary to the Treasury and Section 5 of the Chapter III of the Establishments Code for Universities, all the recruitments should be in compliance with the approved recruitment procedure and the approval of the Treasury should be obtained to obtain allowances 05 Director posts had been created and allowances amounting to Rs. 1,105,000 had been paid during the year under review, without such approval.
- (h) Six laboratory Technicians belong to the Department of Medicine of the Faculty of Medicine are serving in the Teaching Hospital, Peradeniya and salaries and allowances amounting to Rs. 5,283,236 had been paid to them though no service is obtained to the institution from them and during the period 2005 to 2009, two of them had obtained allowances amounting to Rs. 374,096 from this Hospital too.
- (i) According to Section 45 (2) (XV) of the Universities Act, No. 16 of 1978, only the Vice-chancellor should enter in to agreements on behalf of the University. But, the agreement entered in to at Rs. 462,114 for renting out a part of the building of the Information Technology Center had been signed by the Director of the said institution.
- (j) Although only the Vice-chancellor should enter in to agreements with outside parties on behalf of the University, the Dean of the Faculty of Arts had entered in to an agreement with an outside party for a value of Rs. 1,070,000 on 09th March, 2009 and the equipment valued at Rs. 192,500 purchased had not been handed over to the University after completion of the Project. The progress reports on the Project had also not been sent to the relevant parties even by June 2010.
- (k) A sum of Rs. 12,383,503 had been paid out of the University Fund and a Project Fund for 03 Lecturers of the Faculty of Arts for studying for a postgraduate course. Although no-pay leave had been approved for them, salaries and allowances amounting to Rs. 1,058,048 had been paid to them for the said period. However, they had reported back to the University without completing the postgraduate courses and action had not been taken in terms of Section 2.4.2 of Chapter XII of the Establishments Code for Universities to recover the total amount spent from the relevant parties.

- (l) A sum of Rs. 1,231,905 had been paid out of the University Fund and a Project Fund from 2003 to 2006 for a Temporary Lecturer to travel abroad to study for a postgraduate course without obtaining a security bond; in contrary to Sections 21.1, 33 and 34 of Chapter X of the Establishments Code for Universities. However, he had not reported to the University even by May, 2010.
- (m) A Lecturer had been released on 11th January, 1999 on 03 years study leave to follow a postgraduate course and he had not reported for University service after the completion of the course. Therefore, it had been informed to recover the security bond amounting to Rs. 3,778,223 from him considering him as a person who had violated bonds and to issue the letter of vacation of post in terms of the University Grants Commission Circular No. 455 dated 10th October, 1990 and the Council Decision No. 331.11.5.1 dated 20th November, 2004. But he had been released from the service without recovering the amount of the security bond.
- (n) According to decisions taken at the meetings held on 20th October, 2005 and 25th February, 2006 about the information Technology Network and the Telephone Communication, all direct telephone facilities provided to Heads of Sections had been disconnected and stopped making payments by the University. But, a sum of Rs. 152,283 had been paid for using direct telephones in 03 Departments of the Faculty of Arts.

2.2.7 *Transactions of Contentious Nature :*

A Professor of the Faculty of Agriculture had obtained allowances amounting to Rs. 600,000 from 28th May, 2008 to January, 2009 for working as a Director of the Postgraduate Institute of Agriculture and he had obtained salaries amounting to Rs. 565,699 from the University too for the same period without the approval of the Vice-chancellor of the University of Peradeniya.

3. *Financial and Operating Review :*

3.1 *Financial Review :*

3.1.1 *Financial Results :*

According to the financial statements presented, the working of the institution for the year ended 31st December, 2009 had resulted in a deficit of Rs. 1,923,451,984 before taking into consideration the Government Grant for recurrent expenditure and this deficit had decreased to Rs. 153,766,285 after taking in to account the Government Grant of Rs. 2,360,229,410 for recurrent expenditure. The corresponding deficit for the preceding year was Rs. 41,906,856,298 before taking into consideration the Government Grant for recurrent expenditure and this deficit had been decreased to Rs. 176,387,148 after taking into account the Government Grant of Rs. 2,259,470,188 for recurrent expenditure. Hence, the deficit had been decreased by Rs. 22,620,865 during the year under review.

3.2 *Operating Review :*

3.2.1 *Performance :*

The following matters were observed:-

- (a) The Council had decided to utilize for the intended purpose on 80% equivalent to Rs. 12,323,801 of the interest received by investing the donations given to the University by the outsiders to award scholarships to the students facing financial difficulties. There was no proper procedure to achieve the intended purpose and therefore, 74% equivalent to Rs. 9,155,120 of the interest income had not been utilized for awarding scholarships for the year.
- (b) Period of completion had been over in respect of 34 researches valued at Rs. 74,500, Rs. 920,980 and Rs. 1,258,878 respectively commenced from the University funds during the years 2006, 2007 and 2008. But, the final reports of those researches had not been submitted even by July, 2010.
- (c) The expenditure incurred on academic activities during the year under review and the average expenditure per student as compared with the preceding two years are shown below.

Faculty	No. of Students			Direct Academic Expenses			Cost per Student		
	2007	2008	2009	2007 Rs.	2008 Rs.	2009 Rs.	2007 Rs.	2008 Rs.	2009 Rs.
Arts	3,186	2,905	2,883	221,338,605	217,601,854	224,912,230	76,773	74,906	70,594
Engineering	1,533	1,468	1,374	178,329,175	91,885,948	176,235,529	129,788	62,593	114,961
Agriculture	839	804	811	147,148,990	158,794,757	154,168,707	181,441	197,506	183,753
Medicine	995	977	955	167,376,423	166,009,222	172,313,385	175,263	169,917	173,179
Veterinary Medicine	402	371	366	61,076,328	66,431,647	74,309,290	166,875	179,061	184,849
Science	1,697	1,565	1,398	187,603,577	155,633,449	178,082,200	134,194	99,446	104,939
Dental Science	383	374	375	108,407,943	108,630,632	115,052,672	289,088	290,456	300,399
Allied Health Science	570	453	307	13,895,529	26,316,450	28,610,676	45,262	58,094	50,194

3.2.2 Uneconomic Transactions :

Balances of 36 external research accounts for over period of 02 to 04 years valued at Rs. 8,892,134 and the balances of 16 research accounts for over 05 to 07 years valued at Rs. 611,734 had remained unutilized.

3.2.3 Identified Losses :

The following matters were observed :-

- A sum of Rs. 1,138,500 had been paid to a private institution in year 2005 for obtaining consultancy services without taking into consideration the lowest quotations in contrary to paragraph 68 of the Government Tender Guidelines No. 352 (1) dated 28th September, 1997. Nevertheless, no consultancy service had been obtained up to year 2009 in relation to the above.
- Water charges had been recovered from 07 categories of official quarters at Rs. 9.50 per unit whilst the University had paid Rs. 16 per unit in purchasing water. As a result, the University had incurred a loss of Rs. 2,123,741.

3.2.4 Contract Administration :

According to the agreements relating to 25 works of repairs and construction of the buildings of the University, the respective work should be completed during the years 2000 to 2005. But, the works had been abandoned despite that payments amounting to Rs. 52,959,275 had been made for the same as at 31st December, 2009. Proper action had not been taken during the year 2009 to get the work done and action had not been taken against the contractors in terms of the agreement for non-completion of work and defective works. 23 works had not been accounted under work-in-progress.

3.2.5 Management Inefficiencies :

The following management inefficiencies were observed :-

- According to the lease agreement entered into with the People's Bank on 18th March, 1982, the annual lease rent relating to the People's Bank Branch functioning in the Senate Building should be revised. But, without taking action accordingly, an annual lease rent of Rs. 300 is being recovered since 1982.

- (b) A total sum of Rs. 33,250 being Rs. 20,500 stating that lectures had been done for the Fine Arts Postgraduate Course, though lectures had not actually been done and a sum of Rs. 12,750 by signing to the effect that 2 Lectures had been done during the same times; had been paid to a female lecturer without having a formal appointment letter.
- (c) According to Section 87 of the Universities Act Appeal Board Decisions are the final decisions. Lawyers' charges amounting to Rs. 465,000 had to be paid for 08 cases filed against the University by a security officer for injustice done to him in respect of an appointment as the University had not acted according to above provisions of the Act.
- (d) All the activities such as, identification of project, preparation of estimates, purchase of materials, making recommendations of the Technical Evaluation Committee had been carried out by the Works Superintendent (Electrical) of the University by himself and purchases valued at Rs. 233,750 had been made in 02 instances in excess of the estimated value.
- (e) The Students had been given study leave after completion of the studies of the 2nd year of the Faculty of Arts on 23rd May, 2009. But, salaries amounting to Rs. 1,074,637 had been paid to 17 Assistant Lecturers since then up to August, without obtaining any service from them. Further, 49 persons had been attached to 09 Departments of the Faculty of Arts in excess of the approved academic cadre of those Departments.
- (f) An examination of time tables relating to 132 lecturers of the faculty of Arts revealed that 53 lecturers have been given teaching hours from 10-20 hours per week whilst 82 lecturers have been given 02 to 09 hours. Further, the time tables of lectures attached to 06 Departments of the Faculty of Arts had not been made available for audit.
- (g) According to the Circular No. 27/96 dated 30th August, 1996 of the Secretary to the Ministry of Public Administration, if the requests for extension of service are rejected, such decisions should be implemented after making inquiries from the relevant Minister. Due to non-compliance with the said requirement, a compensation of Rs. 198,000 had to be paid on a verdict of a case filed by an officer sent on compulsory retirement.
- (h) A contract for Rs. 961,812 had been entered into for carrying out a work relating to the Faculty of Allied Health Science based on direct labor method. But bills of quantities for the works to be carry out in respect of the above work had not been prepared.
- (i) An advance of Rs. 500,000 had been paid to the State Engineering Corporation on 22nd February, 2009 for consultancy charges on the construction of the Convocation Hall, without entering in to an agreement with them. The construction works had not been commences even after a lapse of 01 year and 03 months as at 10th May, 2010.

3.2.6 *Idle and Underutilized Assets :*

The following matters were observed –

- (a) Balances of 39 Other Fund Accounts valued at Rs. 7,252,065 and balances of 66 accounts valued at Rs. 6,393,151 respectively had remained unutilized for 02 to 04 years and over 05 years.
- (b) The main objective of operating the Dodamgolla Agriculture Research Center and the Farm is to enhance the knowledge of students about researches. But, no adequate evidence available to confirm the students' participation for the research work of the Center and the physical situation of the Center do not possess an environment required for carry out research works. Five buildings including the research laboratory and the hostel owned by this Center had not been utilized for the intended purposes, though recurrent expenditure amounting to Rs. 15 million to Rs. 18 million is spent annually on this center from 2004 to 2009.
- (c) A building constructed at a cost Rs. 6,567,694 for the Faculty of Allied Health Science had been taken over after completion during the year 2006 and it had remained closed without any use since then even as at 06th November, 2009, the date of audit examination.

3.2.7 *Corporate Plan :*

The Corporate Plan approved by the Council on 13th December, 2008 did not included estimates prepared for expected targets. Therefore, it could not review whether the objectives stated in the Corporate Plan had been achieved through the Action Plan and the Budget.

3.2.8 *Budgetary Control* :

The following matters were observed :—

- (a) Variations from 4% to 71% in respect of 22 items of income and variations from 1% to 100% in respect of 49 items of expenditure were observed at a comparison of estimated income and expenditure with the actual income and expenditure of the year under review. Therefore, it was observed that the budget had not been made use of as an effective instrument of financial control.
- (b) An expenditure amounting to Rs. 2,677,128 had been incurred in excess of the provisions received for 08 external researches. But it had not been settled even as at 31st December 2009.

4. *Systems and Controls* :

Deficiencies systems and controls observed during the course of audit were brought to the notice of the Vice-Chancellor time to time. Special attention is needed in respect of the following areas of control :—

- (a) Accounting,
- (b) Collection of income,
- (c) Purchases,
- (d) Contract Administration,
- (e) Advances,
- (f) Fixed assets,
- (g) Stocks and inventory control,
- (h) Control over vehicle,
- (i) Maintenance of registers,
- (j) Conducting researches,
- (k) Work in progress.

S. SWARNAJOTHI.
Auditor General.

07-526

Miscellaneous Departmental Notices

PRADESHIYA SANWARDHANA BANK URUBOKKA BRANCH (Formally known as Ruhuna Development Bank)

Resolution adopted by the Board of Directors of Ruhuna Development Bank under Section 04 of the Recovery of Loans by Banks (Special Provisions) Act, No. 04 of 1990

IT is hereby notified that the following Resolution was specially and unanimously passed by the Board of the Directors of Pradeshiya Sanwardhana Bank according to the Powers vested on the following Banks Such as Ruhuna Sanwardhana Bank, Sabaragamuwa Sanwardhana Bank, Kandurata Sanwardhana Bank, Uwa Sanwardhana Bank, Wayamba Sanwardhana Bank and Rajarata Sanwardhana Bank established Under *Extra ordinary Gazette Notification* issued on 24.04.1998 by the monetary Board of the Central Bank Sri Lanka, under Pradeshiya Sanwardhana Bank Act, No. 41 of 2008 at their meeting held on 28.10.2009.

Whereas Arambage Thakshila Damayanthi and Vidana Gamage Karunathilaka Both of S. S. Traders, Dampahala have made default in payment due on Mortgage Bond No. 4491 dated 27.11.2008 attested by Mr. Ajith P. Abeysekara, Attorney-at-Law and Notary Public in favour of the Ruhuna Development Bank and there is now due and owing to the Ruhuna Development Bank a sum of Rupees One Thousand Two Hundred and Fifty-two Thousand and Seven Hundred Fifty (Rs. 1,252,750) together with interest from 15.07.2009 to the date of sale on a sum of Rupees One Thousand Two Hundred and Fifty-two Thousand and Seven Hundred Fifty (Rs. 1,252,750) being the outstanding balance of the loan at the rate of 27.5% per annum.

And whereas the Board of Directors of Pradeshiya Sanwardhana Bank do hereby resolve that the property described below Mortgaged to the said Bank by the said Mortgage Bond No. 4491 be sold by public Auction by Mr. G. P. Ananda, Licensed Auctioneer of Walgama, Matara for the recovery of the said sum or any portion thereof remaining unpaid at the time of sale less payment (if any) since received.

DESCRIPTION OF THE PROPERTY MORTGAGED

01. All that divided and defined allotment of land marked Lot 01 of Lot 05 the land called Rukaththanagahawatta situated at Dampahala, Morawakkorale, Matara District, Southern Province and which said Lot 01 is bounded on the North by Kotapola-Mawarala Road, East by Lot 02 and 04 of this land, South by Mahagedarawatta, Paranawatta and Pinliyadda and on the West by V. C. Road and excluded Lot B and containing in extent Eighteen decimal Five Perches (0A., 0R., 18.5P.) together with all the buildings, Three Plantation and everything else standing thereon.

By order of the Board of Directors,

General Manager.

Pradeshiya Sanwardana Bank,
Southern Provincial Office,
Pamburana,
Matara.

07-451

PVS 31.

COMPANIES ACT, No. 07 OF 2007

Notice under Section 394(3) to strike off the name of the
Ceylon Merchants Limited

WHEREAS there is reasonable cause to believe that “Ceylon Merchants Limited” a Company incorporated on “29.01.1941” under the provisions of the Companies Ordinance, No. 51 of 1938 is not carrying on business or in operation.

Now know you that, I, Dias Karunaratne Hettiarachchi, Registrar General of Companies, acting under Section 394(3) of the Companies Act, No. 07 of 2007, do hereby give notice that at the expiration of three months from this date the name of “Ceylon Merchants Limited” will unless cause is shown to the contrary, be struck off the Register of Companies kept in this office and the company will be dissolved.

D. K. HETTIARACHCHI,
Registrar General of Companies.

Department of Registrar of Companies,
No. 400, D. R. Wijewardena Mawatha,
Colombo 10,
27th June, 2012.

07-446

SAMPATH BANK PLC
(Formerly known as Sampath Bank Limited)

Resolution adopted by the Board of Directors of Sampath
Bank Limited under Section 04 of the Recovery of Loans
by Banks (Special Provisions) Act, No. 04 of 1990

M. A. W. Gunatillake and G. T. De Silva Jayasinghe.
A/C No. : 1001 0001 5824 and 1009 5003 9730.

At a meeting held on 26.02.2004 by the Board of Directors of Sampath Bank Limited it was resolved specially and unanimously:

Whereas Muthukutti Arachchilage Wathsala Gunatillake of No. 187/B1, Prajamandala Mawatha, Kiribathgoda, Kelaniya in the Democratic Socialist Republic of Sri Lanka as the Obligor has made default in payment due on the Mortgage Bond Nos. 2245 dated 22nd February, 2000 and 2303 dated 15th September, 2000 both attested by S. V. E. Wijeratne of Colombo Notary Public in favour of Sampath Bank Limited and there is now due and owing to Sampath Bank Limited as at 14th November, 2003 a sum of Rupees One Million Fifty-one Thousand Three Hundred and Eight and Cents Thirty-six (Rs. 1,051,308.36) of lawful money of Sri Lanka.

And whereas Gnanasiri Thilak de Silva Jayasinghe also of No. 187/B1, Prajamandala Mawatha, Kiribathgoda, Kelaniya in the said Republic of Sri Lanka as the Obligor and the said Muthukutti Arachchilage Wathsala Gunatillake as the Mortgagor have made default in payment due on the Mortgage Bond No. 2046 dated 06th December, 2000 attested by D. P. L. H. H. Silva of Colombo, Notary Public in favour of Sampath Bank Limited and there is now due and owing to Sampath Bank Limited as at 14th November, 2003 a sum of Rupees One Million One Hundred and Seventy-three Thousand Nine Hundred and Eighteen and cents Ninety-two (Rs. 1,173,918.92) of lawful money of Sri Lanka.

And whereas there is now due and owing to Sampath Bank Limited under the said Mortgage Bond Nos. 2245, 2303 and 2046 as at 14th November, 2003 a total sum of Rupees Two Million Two Hundred and Twenty-five Thousand Two Hundred and Twenty-seven and cents Twenty-eight (Rs. 2,225,227.28) being the total amount outstanding on the said Bonds and the Board of Directors of Sampath Bank Limited under the powers vested by the Recovery of Loans by Banks (Special Provisions) Act, No. 04 of 1990 do hereby resolve that the properties and premises morefully described in the Schedule hereto mortgaged to Sampath Bank Limited by the said Bonds bearing Nos. 2245, 2303 and 2046 to be sold in public auction by I. W. Jayasuriya, Licensed Auctioneer of Kandy for recovery of the said total sum of Rupees Two Million Two Hundred and Twenty-five Thousand Two Hundred and Twenty-seven and cents Twenty-eight (Rs. 2,225,227.28) together with further interest on a sum of Rupees Eight Hundred and Sixty-nine Thousand Three Hundred and Eighty-four (Rs. 869,384) at the rate of Seventeen decimal Five *per centum* (17.5%) per annum and on a further sum of Rupees Seven Hundred and Ninety-five Thousand Five Hundred and Forty-three (Rs. 795,543) at the rate of Eighteen *per centum* (18%) per annum from 15th November, 2003 to date of sale together with costs of advertising and other charges incurred less payments (if any) since received.

THE SCHEDULE

All that divided and defined allotment of land marked Lot A depicted in Plan No. 317/1999 dated 14th November, 1999 made by D. C. M. C. Wimalaratne, Licensed Surveyor of the land called “Walawwewatta *alias* Landsdale Estate bearing Assessment No. 40 1/1, 7th Cross Road situated in the village of Talawatuhenpita North within the Pradeshiya Sabha Limits of Kelaniya sub Office of Dalugama in Adikari Pattu of Siyane Korale in the District of Gampaha within the registration Division of Colombo, Western Province and which said Lot A is bounded on the North by balance portion of Lot 2 in P. Plan Gam 577, on the East by Kiribathgoda Hospital Premises, on the South by balance portion of Lot 2 in P. Plan Gam 577 and on the West by road and containing in extent Nine decimal One Nought Perches (0A., 0R., 9.10P.) according to the said Plan No. 317/1999. Registered in Volume/Folio C 600/209 at the Colombo District Land Registry.

Together with the right to use the roadways marked on P. Plan Gam 577.

By order of the Board,

Company Secretary.

07-572

SAMPATH BANK PLC
(Formerly known as Sampath Bank Ltd.)

Resolution adopted by the Board of Directors of Sampath Bank PLC under Section 04 of the Recovery of Loans by Banks (Special Provisions) Act, No. 04 of 1990

A B Constructions (Private) Limited.
A/C No. : 0024 1000 3727.

AT a meeting held on 06th July, 2011 by the Board of Directors of Sampath Bank Limited it was resolved specially and unanimously:

Whereas A B Constructions (Private) Limited a company holding Company Registration No. PV 3954 duly incorporated under the Companies Laws of the Democratic Socialist Republic of Sri Lanka as the Obligor and Angampodige Warnakumara as the Mortgagor has made default in the repayment of the credit facilities granted against the security of the property morefully described in the First Schedule hereto mortgaged and hypothecated by the Mortgage Bond No. 491 dated 19th October, 2007 attested by G. N. M. Kodagoda of Notary Public of Colombo in favour of Sampath Bank PLC holding Company Registration No. PQ 144.

And whereas A B Constructions (Private) Limited a company holding Company Registration No. PV 3954 duly incorporated under the Companies Laws of the Democratic Socialist Republic of Sri Lanka as the Obligor and Gamage Ashoka Damayanathi as the Mortgagor have made default in the repayment of the credit facilities

granted against the security of the property morefully described in the Second Schedule hereto mortgaged and hypothecated by the Mortgage Bond No. 212 dated 30th May 2008 attested by C. G. Abeywickrama of Colombo Notary Public in favour of Sampath Bank PLC holding Company Registration No. PQ 144.

And whereas there is now due and owing on the said Bonds Nos. 491 and 212 to Sampath Bank PLC aforesaid, as at 16th August, 2010 a sum of Rupees Eight Million Four Hundred and Twenty-seven Thousand Forty-eight and cents Four only (Rs. 8,427,048.04) of lawful money of Sri Lanka being the total amount outstanding on the said Bonds and the Board of Directors of Sampath Bank PLC aforesaid under the powers vested by the Recovery of Loans by Banks (Special Provisions) Act, No. 04 of 1990 do hereby resolve that the properties and premises morefully described in the Schedules hereto mortgaged to Sampath Bank PLC aforesaid as security for the said credit facilities by the said Bonds bearing Nos. 491 and 212 to be sold in public auction by I. W. Jayasuriya, Licensed Auctioneer of Kandy for the recovery of the said sum of Rupees Eight Million Four Hundred and Twenty-seven Thousand Forty-eight and cents Four only (Rs. 8,427,048.04) together with further interest on a sum of Rupees Seven Million Five Hundred and Fifty Thousand One Hundred and Seventy-three and cents Twenty-six only (Rs. 7,550,173.26) at the rate of Twenty *per centum* (20%) per annum from 17th August, 2010 to date of satisfaction of the total debt due upon the said Bonds bearing Nos. 491 and 212 together with costs of advertising and other charges incurred less payments (if any) since received.

THE FIRST SCHEDULE

All that divided and defined allotment of land marked Lot 1 in Plan No. 4858 dated 15th January, 2004 made by D. P. Wimalasena, Licensed Surveyor of the land called “Kosgahawatta, Kongahawatta and Talgahawatta” together with the soil, trees, plantations, buildings and everything else standing thereon and all rights, ways, privileges, easements, servitudes appertaining thereto belonging situated at Second Division Hunupitiya within the Municipal Council Limits and registration Division of Negombo in the District of Gampaha Western Province and which said Lot 1 is bounded on the North by land of Jayanthi Kaldera, on the East and South by Railway Line and Railway reservation and on the West by land of Kamal Fernando, Road 12ft. wide and land of M. Kumara and containing in extent Nineteen Perches (0A., 0R., 19P.) according to Plan No. 4858 and registered in Volume/Folio A 297/163 at the Land Registry, Negombo.

All that divided and defined allotment of land depicted in Plan No. 4672 dated 23rd August, 1997 made by R. I. Fernando, Licensed Surveyor of the land called “Ambagahawatta” together with the soil, trees, plantations, buildings and everything else standing thereon and all rights, ways, privileges, easements, servitudes appertaining thereto belonging situated at Second Division Hunupitiya within the Municipal Council Limits and Registration Division of Negombo in the District of Gampaha, Western Province and which said Land is bounded on the North by Water course, on the East by land of Jayanthi Caldera, on the South by land of K. M. C. Fernando and on the West by Road and containing in extent Fourteen decimal One Perches (0A., 0R., 14.10P.) according to the said Plan No. 4672. Registered in Volume/Folio A 298/52 at the Land Registry, Negombo.

Together with the right of way in Plan No. 1884 dated 10th October, 1959 made by W. R. S. Fernando.

Mortgaged and hypothecated under and by virtue of Mortgage Bond No. 491.

THE SECOND SCHEDULE

All that divided and defined allotment of land marked Lot 1 depicted in Plan No. 4882 dated 01st February, 2004 made by D. P. Wimalasena, Licensed Surveyor of the land called “Dangahakumbura, Weediyabodawatta and Thalagahawatta” (as per Deed registered Madangahakumbura) together with the soil, trees, plantations, buildings and everything else standing thereon and all rights, ways, privileges, easements, servitudes appertaining thereto belonging situated at 2nd Division, Kurana bearing Assmt. No. 642/1, Colombo Road within the Municipal Council Limits of Negombo in the District of Gampaha Western Province and which said Lot 1 is bounded on the North by Lot 2 and Land of M. Kumara bearing Assmt. No. 642, Colombo Road, on the East by land of M. M. Ratnawathi Fernando (as per Deed M. M. Rathnawali) bearing Assmt. No. 646, Colombo Road, land of Chandra Fernando bearing

Assmt. No. 648, Colombo Road and land of M. J. W. L. Fernando, bearing Assmt. No. 650, Colombo Road, on the South by land of M. J. W. L. Fernando, bearing Assmt. No. 650, Colombo Road and on the West by land of Primal Gunasekara bearing Assmt. No. 640/3A, Colombo Road and land of H. D. Mangalika bearing Assmt. No. 640/3, Colombo Road (as per deed land Primal Gunasekara, bearing Assmt. No. 640/3A, Colombo Road) and containing in extent Nineteen decimal Two Five Perches (0A., 0R., 19.25P.) according to the said Plan No. 4882 and registered in Volume/Folio A 283/158 at the Land Registry, Negombo.

Together with the right of way over and along Lot 2 (10ft. wide Road) depicted in Plan No. 4882.

Mortgaged and hypothecated under and by virtue of Mortgage Bond No. 212.

By order of the Board,

Company Secretary.

07-571