

**SOCIAL ORGANIZATION NETWORKING FOR
DEVELOPMENT (SOND)**

CONSOLIDATED FINANCIAL STATEMENT

For the year ended 31st December 2015

CENTRA MANAGERMENTS ASSOCIATES

CHARTERED ACCOUNTANTS



CENTRA MANAGEMENT ASSOCIATES
(CHARTERED ACCOUNTANTS)

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INDEPENDENT AUDITORS REPORT

To the Members of

SOCIAL ORGANIZATIONS NET WORKING FOR DEVELOPMENT (SOND)
AKKARAIPATTU BRANCH,
R.K.M. ROAD, AKKARAIPATTU - 08.

1. Report on the Financial Statements

We have audited the accompanying consolidated financial statements of **Social Welfare Organization of Ampara District**, which comprise the Statement of Financial Position as at 31st December 2015, the Statement of Comprehensive Income, Statement of Changes in reserve and cash flow statement for the year then ended, and a summary of significant accounting policies and other explanatory notes.

2. Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the Sri Lanka Statement of Recommended Practice for Non - for - Profit Organizations issued by the Institute of Chartered Accountants of Sri Lanka. This responsibility includes: developing, implementing and maintaining internal controls 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.

3. Auditor Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards, which are almost in adherence with the International Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide basis of our qualified opinion.

4. Basis for our qualified opinion

The organization employee's gratuity provision has not been made for the period ended December 2015. The company records indicate that management not taken any action on the payment of gratuity. Accordingly, the company's liability would be reduced if the provision not made to the employee and organization would face liquidity problem when making payment to the employee respectively.

5. Opinion

In our opinion, so far as appears from our examination,

- I. Except for the effects of the matter described in the basis for qualified opinion paragraph,
- II. The Consolidated Financial Statement that includes the Statement of Financial Position give a true and fair view of the Organization's state of affairs as at December 31, 2015 and its Statement of Comprehensive Income, Statement of Changes in Reserve and cash flows for the year then ended in accordance with the Sri Lanka Statement of Recommended Practice for Non-for-Profit Organizations issued by the Institute of Chartered Accountants of Sri Lanka, which are almost in adherence with the International Standards.

6. Report on other Legal and Regulatory Requirements

These financial statements also comply with the requirements of Section 151 (2) of the Companies Act No.07 of 2007.

Centra Management Associates

CENTRA MANAGEMENT ASSOCIATES
Chartered Accountants
Colombo.

Date: 20th June, 2016



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
CONSOLIDATED STATEMENTS OF FINANCIAL POSITION
FOR THE YEAR ENDED 31ST DECEMBER 2015**

ASSETS	Note	RS
NON CURRENT ASSETS		
Property ,plant & Equipment	4.1	7,067,120.57
		<u>7,067,120.57</u>
CURRENT ASSETS		
Prepayments	4.2	89,500.00
Accounts Recievable	4.3	1,772,748.21
cash & cash Equivalents	4.4	1,582,783.03
Total Current Assets		<u>3,445,031.24</u>
TOTAL ASSETS		<u><u>10,512,151.81</u></u>
<u>RECOVERES AND LIABILITIES</u>		
<u>Accumalated Recevres</u>		
Endowment Funds	4.5	6,501,610.40
Total Accumulated Recerve		<u>6,501,610.40</u>
<u>Non Current Liabilities</u>		
Loan and borrowings		-
Total non current liabilities		-
<u>Current Liabilities</u>		
Unspent money	4.6	1,615,655.52
Provision	4.8	231,237.90
Accrued Expenses	4.7	2,163,647.99
		<u>4,010,541.41</u>
Total Liabilities and Reserves		<u><u>10,512,151.81</u></u>



The Board of Directors /Trustees is responciable for the preparation and precentation of these financial statements. These financial statements were approved for issue by the Board of Directors/ Trustees on 31.12.2015

Name	Signature
Chairman <u>S. Senthurajah</u>	<u>[Signature]</u>
Secretary <u>K. Thillayamma</u>	<u>[Signature]</u>
Treasurer <u>V. Paramasingam</u>	<u>[Signature]</u>

The notes on pages 06 to 25 form an integral part of these financial statements

**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31ST DECEMBER 2015**

	Note	RS.
OPERATING INCOME		
Incoming Resources	4.9	14,121,229.59
Total Operating Income		<u>14,121,229.59</u>
OPERATING EXPENDITURE		
Staff Related Costs	4.10	812,504.58
Direct projects / activity costs	4.11	13,351,729.94
Administrative Expences	4.12	1,665,772.70
Rentals	4.13	157,220.00
Depreciation		<u>778,781.08</u>
Total operating Expenditure		16,766,008.30
Net surplus / (defecit) of operating activities		<u>(2,644,778.71)</u>
OTHER INCOME		
Net financial income	4.14	64,578.69
Other income		<u>1,835,296.12</u>
Total other income		1,899,874.81
OTHER EXPENDITURE		
Finance & other expences	4.15	<u>22,676.99</u>
Total Other expenditure		22,676.99
Net surplus/(defecit) of non operating expenditure		(767,580.89)
Net surplus / (deficit) before taxation		(767,580.89)
Income Tax Expences	4.16	114,107.00
SURPLUS/(DEFICIT) FOR THE YEAR		<u>(881,687.89)</u>



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

1. General Information

- 1.1 Social Welfare Organization of Ampara District is a nongovernmental organization as per the definition provided in the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations (including Non Governmental Organizations).

The organization has been incorporated under the Voluntary Social Services Organizations (Registration & Supervision) Act No. 31 of 1980 as amended by Act, No. 8 of 1998.

- 1.2 It is domiciled in Sri Lanka. The principle place of activity of the organization is located at Akkaraipattu.

Except for certain activities that will conclude on the realization of their relevant activities in accordance with the relevant terms of reference, the financial statements have been prepared on a going concern basis.

- 1.3 The notes to the financial statements on pages [06] to [21] are an integral part of the financial statements
- 1.4 All values presented in the financial statements are in Sri Lankan Rupees.

2. Summary of significant accounting policies

2.1 General Policies

2.1.1 Basis of Preparation

The Consolidated Statement of Financial Position, Consolidated Statement of Financial Activities, Statement of Changes in Reserve and the Cash Flows, together with the Accounting Policies and Notes to the financial statements as at 31st December 2015 and for the year then ended comply with the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations (including Non Governmental Organizations) issued by the Institute of Chartered Accountants of Sri Lanka.

The Financial Statements have been prepared on a historical basis.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015

2.1.2 Comparative Information

The Accounting policies have been consistently applied and are consistent with those used in previous years.

2.1.3 Transaction of Foreign Currency

- a. All foreign currency transactions have been converted into Sri Lanka rupees, which are the reporting currency, at the rates of exchange prevailing at the time that the transaction was effected. Monetary assets and liabilities as at the date of the balance sheet are converted at the rates prevailing at the balance sheet date; and non-monetary assets and liabilities are converted at the rates existing at the date that the value was determined. Any resulting exchange gains or losses are reflected in the statement of financial activities, except for gains or losses relating to items adjusted through the accumulated fund, which are reflected there in.

2.1.4 Taxation

a. Current Taxes

Income tax is provided in accordance with the provisions of the Inland Revenue Act. No. 38 of 2000, on the profits earned by the organization and in terms of Sec 96A; and is based on the elements of income and expenditure reflected in the statement of financial activities and on the elements of grants received, subject to exemptions Referred to in note [15.1] to the financial statements.

2.1.5 Borrowing costs

Borrowing costs are recognized as an expense in the period in which they are incurred, unless they are incurred in respect of a qualifying asset in which case it is capitalized as a part of the cost of that asset.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

2.2 Accounting for the receipt and utilization of Funds

2.2.1 Funds

a. Unrestricted Funds

Unrestricted funds are those that are available for use by the organization at the discretion of the Board, in furtherance of the general objectives of the organization and which are not designated for any specific purpose. Surplus funds are transferred from restricted funds to unrestricted funds in terms of the relevant Do not Agreements or with the subsequent approval of the donor. Contributions received from the general public are recognized in the statement of financial activities on a cash basis.

c. Restricted Funds

Where grants are received for use in an identified project or activity, such funds are held in a restricted fund account and transferred to the statement of financial activities Account to match with expenses incurred in respect of that identified project. Unutilized funds are held in the irrespective Fund accounts and included under accumulated fund in the balance sheet until such time as they are required.

Funds collected through a fund raising activity for any specific or defined purpose are also included under this category

Where approved grant expenditure exceeds the income received and there is certainty that the balance will be received such amount is recognized through Debtors in the balance sheet.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

The activities for which these restricted funds may and are being used are identified in the notes to the financial statements.

e. Endowment Funds

Where assets are received as an endowment, which are not exhausted, only the income earned from such assets may be recognized and used as income.

2.2.2 Grants and Subsidies

Grants and subsidies are recognized in the financial statements at their fair value. When the grant or subsidy relates to an expense it is recognized as income over the period necessary to match it with the costs, which it is intended to compensate for on a systematic basis.

Grants and subsidies related to assets are generally deferred in the balance sheet and credited to the statement of financial activities over the useful life of the asset.

In the case of grants received to fund an entire project or activity, which includes the purchase of an asset, and the cost of such asset is charged with the project costs to the statement of financial activities, the grant value is recognized as income in the same period as the cost of the asset is charged to the statement of financial activities. On conclusion of the project, in the event that the asset is not handed over to the beneficiary or returned to the original donor, the cost of the asset is included in a memorandum inventory of property plant and equipment identified as such in the financial statements.

2.3 Valuation of assets and their bases of measurement

2.3.1 Receivables

Receivables are stated at the amounts they are estimate to realize net of provisions for bad and doubtful debts.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

2.3.2 Cash and cash equivalents

Cash and cash equivalents are defined as cash in hand, demand deposits, short term investments readily convertible to identified amounts of cash and which are not subject to any significant risk of change in value.

For purpose of the cash flow statement, cash and cash equivalents consist of cash in hand and bank deposits, net of outstanding bank overdrafts. Investments with short maturities (i.e. of 3 months or less from the date of acquisition are also treated as cash equivalents).

2.3.3 Property, Plant and Equipment

a. Cost and Valuation

All items of property, plant and equipment are initially recorded at cost. Where any item of property, plant and equipment subsequently revalued, the entire class of such asset is revalued. Revaluation is carried out with sufficient regularity to ensure that their carrying amounts do not differ materially from their fair values as at the balance sheet date. Subsequent to the initial recognition of an asset, property plant and equipment are carried at historical cost or, if revalued, at their valued amounts less any subsequent depreciation. An addition subsequent to the last revaluation is carried at cost less any subsequent depreciation.

Buildings owned are used for purpose of the organization and is therefore do not fall under the definition of Investment Property.

b. Restoration costs

Expenditure incurred on repairs or maintenance of property, plant or equipment to restore or maintain the economic benefits to be obtained at original levels of performance is recognized as an expense as and when incurred.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015

c. Depreciation

Depreciation is provided for on all assets on the straight-line basis and is calculated on the cost or revalued amount of all property, plant and equipment other than land, in order to write off such amounts less any terminal value over the estimated useful lives of such assets. Depreciation is not provided in the year of purchase while a full year's depreciation is charged in the year of disposal.

The annual rates of depreciation currently being used by the Organization are:

<u>Assets</u>	<u>Rate PA</u>
Vehicle Training Centre	10%
Furniture & Fittings	10%
Computers & Printers	10%
Photo Copier	10%
Office Equipments	10%
Equipment's - Thampattai	10%
Tools - Mould	10%
Motor Cycle	10%
Water tank Motor	10%
Amplifier Set	10%
Roneio Machine	10%
Multimedia Projector	10%

No depreciation is charged to building

d. Donated Assets

Where property plant and equipment is purchased as part of a project through restricted funds, until the conclusion of the project, if on conclusion of the project, the asset is not handed over to the beneficiary or returned to the original donor, the cost of the asset is included in a memorandum inventory of property plant and equipment identified as such in the financial statements. Depreciations/is not provided on such assets.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

Alternative Treatment:

Where property plant and equipment is purchased as a part of a project through restricted funds, if on conclusion of the project, the asset is not handed over to the beneficiary or returned to the original donor, the asset is valued on the conclusion of the project and brought in to the financial statements under property plant and equipment through a Capital Reserve. The basis of valuation is as provided hereunder. Depreciation provided on such assets will be charged against the reserve. For purpose of depreciation the date of valuation for inclusion in the financial statements is considered the date of purchase.

2.4 Statement of Financial Activities

2.4.1 *Income recognition*

a. **Incoming Resources**

Income realized from restricted funds is recognized in the statements of financial activities only when there is certainty that all of the conditions for receipt of the funds have been complied with and the relevant expenditure that it is expected to compensate has been incurred and charged to the statement of financial activities. Unutilized funds are carried forward as such in the balance sheet.

Gifts and donations received in kind are recognized at valuation at the time that they are distributed to beneficiaries, or if received for resale with proceeds being used for the purpose of the organization at the point of such sale. Items not sold or distributed are inventoried but not recognized in the financial statements.

All other income is recognized when the organization is legally entitled to the use of such funds and the amount can be quantified. This would include income receivable through fund raising activities and donations.



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)

**NOTES TO THE FINANCIAL STATEMENTS
YEAR ENDED 31ST DECEMBER 2015**

b. **Revenue**

Interest earned is recognized on an accrual basis. Revenues earned on services rendered are recognized in the accounting period in which the services were rendered.

Net gains and losses on the disposal of property, plant and equipment and other noncurrent assets, including investments, are recognized in the statement of financial activities after deducting from the proceeds on disposal, the carrying value of the item disposed of and any related selling expenses. In the case of any revalued asset, any balance remaining in the Revaluation Reserve account is transferred to the statement of financial activities. Other income is recognized on an accrual basis.

2.4.2 Expenditure recognition

Expenses in carrying out the projects and other activities of the Organization are recognized in the statement of financial activity during the period in which they are incurred. Other expenses incurred in administering and running the organization and in restoring and maintaining the property plant and equipment to perform at expected levels are accounted for on an accrual basis and charged to the statement of financial activities.

The Organization has adopted the "Function of expense" method to present fairly the elements of Organizations activities in its statement of financial activities.



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Head office	Balance as at 01.01.2015	Additions	Disposal	Balance as at 31.12.2015
Property pant & Equipment				
Item				
At cost/Valuation				
Car - EP KX - 8287	1,700,000.00	-	-	1,700,000.00
Office Equipment	22,700.00	-	-	22,700.00
Video Camera & Accessories	114,348.40	-	-	114,348.40
	<u>1,837,048.40</u>	<u>-</u>	<u>-</u>	<u>1,837,048.40</u>

Depreciation	Balance as at 01.01.2015	Charge for the Year	Balance as at 31.12.2015
Cost/valuation			
Car - EP KX - 8287	5,676.00	4,540.00	10,216.00
Office Equipment	28,586.00	28,587.10	57,173.10
Video Camera & Accessories	34,262.00	33,127.10	67,389.10
	<u>68,524.00</u>	<u>66,254.20</u>	<u>134,778.20</u>

Net Book Value of Assets				
At Cost	1,837,048.40	-	-	1,837,048.40
At valuation	34,262.00	-	-	67,389.10
Total	<u>1,802,786.40</u>	<u>-</u>	<u>-</u>	<u>1,769,659.30</u>

NOTE

4.1 Property pant & Equipment
Item
At cost/Valuation
Car - EP KX - 8287
Office Equipment
Video Camera & Accessories

Depreciation
Cost/valuation
Car - EP KX - 8287
Office Equipment
Video Camera & Accessories

Net Book Value of Assets
At Cost
At valuation
Total



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Akkaraipattu	Balance as at 01.01.2015	Additions	Disposal	Balance as at 31.12.2015
Property pant & Equipment				
Item				
At cost /Valuation				
Building	3,500,000.00	-	-	3,500,000.00
Computer Equipment	610,680.00	-	-	610,680.00
Motor bike	200,000.00	-	-	200,000.00
Office Furniture	345,150.00	-	-	345,150.00
Utensil	19,990.00	-	-	19,990.00
Communication Equipment	69,400.00	-	-	69,400.00
Office Equipment	937,005.00	2,600.00	-	939,605.00
	5,682,225.00	2,600.00	-	5,684,825.00

Depreciation	Balance as at 01.01.2015	Charge for the Year	Disposal	Balance as at 31.12.2015
Cost /valuation				
Building	395,550.00	73,281.60	-	468,831.60
Computer Equipment	120,625.00	24,000.00	-	144,625.00
Motor bike	319,265.00	25,885.00	-	345,150.00
Office Furniture	19,988.00	-	-	19,988.00
Utensil	76,375.00	-	-	76,375.00
Communication Equipment	802,154.50	112,752.60	-	914,907.10
Office Equipment	1,733,957.50	235,919.20	-	1,969,876.70

Net Book Value of Assets				
At Cost	5,682,225.00			5,684,825.00
At valuation	1,733,957.50			1,969,876.70
Total	3,948,267.50	235,919.20	-	3,714,948.30



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Batticaloa	Balance as at 01.01.2015	Additions	Disposal	Balance as at 31.12.2015
Property plant & Equipment				
Item				
At cost /Valuation				
Computer Accessories	199,000.00	234,095.00	-	433,095.00
Furniture fittings	84,250.00	76,612.00	-	160,862.00
Motor vehicle	105,000.00	-	-	105,000.00
Office Equipment	429,305.00	7,550.00	-	436,855.00
	817,555.00	318,257.00	-	1,135,812.00

Depreciation	Balance as at 01.01.2015	Charge for the Year	Balance as at 31.12.2015
Cost /valuation			
Computer Accessories	199,000.00	54,136.88	253,136.88
Furniture fittings	52,655.75	32,172.40	84,828.15
Motor vehicle	65,625.00	13,125.00	78,750.00
Office Equipment	167,057.50	87,371.00	254,428.50
	484,338.25	186,805.28	671,143.53

Net Book Value of Assets	
At Cost	1,135,812.00
At valuation	671,143.53
Total	464,668.47



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015

Jaffna

Property plant & Equipment

Item	Balance as at 01.01.2015	Additions	Disposal	Balance as at 31.12.2015
At cost/Valuation	675,000.00	-	-	675,000.00
Motor vehicle - Van	599,500.00	18,400.00	-	617,900.00
Computer & Printer	18,200.00	-	-	18,200.00
Camera	200,725.00	-	-	200,725.00
Office table & chair	55,000.00	-	-	55,000.00
Multimedia projector	2,250.00	-	-	2,250.00
Water filter	48,890.00	-	-	48,890.00
Telephone	11,620.00	-	-	11,620.00
Sound equipment	37,050.00	-	-	37,050.00
Electric fitting	154,000.00	-	-	154,000.00
Photo copy machine	600,490.00	4,110.00	-	604,600.00
Motor vehicle	212,625.00	-	-	212,625.00
Office Equipment	2,615,350.00	22,510.00	-	2,637,860.00

Item	Balance as at 01.01.2015	Charge for the Year	Balance as at 31.12.2015
Depreciation	-	-	-
Cost/valuation	508,760.00	100,920.00	609,680.00
Motor vehicle - Van	18,200.00	-	18,200.00
Computer & Printer	88,756.50	20,073.00	108,829.50
Camera	11,000.00	5,500.00	16,500.00
Office table & chair	225.00	-	225.00
Multimedia projector	8,240.00	4,889.00	13,129.00
Water filter	1,962.00	1,162.00	3,124.00
Telephone	77,000.00	2,964.00	79,964.00
Sound equipment	394,900.00	150,122.50	545,022.50
Electric fitting	83,474.50	21,674.00	105,148.50
Photo copy machine	1,197,086.00	322,929.50	1,520,015.50
Motor vehicle	2,615,350.00	-	2,615,350.00
Office Equipment	1,197,086.00	322,929.50	1,520,015.50

Net Book Value of Assets

At Cost	2,615,350.00	2,637,860.00
At valuation	1,197,086.00	1,520,015.50
Total	1,418,264.00	1,117,844.50

Total Assets

Total Assets	11,295,545.40
Total Depreciation	4,228,424.83
Total Value	7,067,120.57



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Note	Prepayments	Head office	Akkaraipattu	Batticaloa	Jaffna	Total
4.2	Rent Advance	-	-	52,000.00	37,500.00	89,500.00
		-	-	-	-	-
		-	-	52,000.00	37,500.00	89,500.00
4.3	Accounts Recievable					
	SOND Batticalo	651,691.99	6,109.00	-	-	657,800.99
	SOND Akkaraipattu	644,000.00	-	-	-	644,000.00
	Sond Jaffna	234,097.22	234,000.00	-	-	468,097.22
	ZOA NSA program advance	-	-	2,850.00	-	2,850.00
		1,529,789.21	240,109.00	2,850.00	-	1,772,748.21
4.4	Cash and Cash Equivalents					
	Cash in hand 4.4.1	-	107.00	6,240.00	11.00	6,358.00
	Cash at bank 4.4.2	2,200.00	113,500.64	1,410,988.39	49,736.00	1,576,425.03
		2,200.00	113,607.64	1,417,228.39	49,747.00	1,582,783.03
4.4.1	Cash in hand					
	Cash in hand	-	107.00	-	11.00	118.00
	Sond admin	-	-	669.00	-	669.00
	ZOA-NSA	-	-	5,571.00	-	5,571.00
		-	107.00	6,240.00	11.00	6,358.00



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015

Note	Head office	Akkaraipattu	Batticaloa	Jaffna	Total
4.4.2					
Cash at bank					
HNB : M/S/A - 057020352558 NSA	-	-	1,380,482.66	-	1,380,482.66
HNB : C/A - 057010018204 -NSA	-	-	(4,760.00)	-	(4,760.00)
HNB : C/A - 057010018440	-	-	7,297.63	-	7,297.63
HNB : 057010010744	-	-	27,968.10	-	27,968.10
HNB: C/A - 0788010002921 - DIAKONIA	-	40,000.00	-	-	40,000.00
HNB : C/A - 078010002921- SOND	-	25,454.05	-	-	25,454.05
HNB : C/A - 078010002921 - PRE SCHOOL	-	14,169.13	-	-	14,169.13
HNB : C/A - 0780100011002- SOND ADMIN	-	2,714.53	-	-	2,714.53
HNB : C/A - 078010015291 -	-	26,200.00	-	-	26,200.00
HNB : S/A - 078020095392 - MICRO CREDIT	-	4,962.93	-	-	4,962.93
COM : C/A - 1127005033	-	-	-	3,480.00	3,480.00
COM : C/A - 1127014454	-	-	-	14,642.00	14,642.00
COM : C/A - 1127011996	-	-	-	(28,284.00)	(28,284.00)
COM : S/A - 1127011999	-	-	-	21,308.00	21,308.00
COM : S/A - 1127012001	-	-	-	1,424.00	1,424.00
COM : S/A - 8127011996	-	-	-	37,041.00	37,041.00
COM : S/A - 8127012001	2,200.00	-	-	125.00	2,325.00
HNB : S/A - 078020093861	2,200.00	113,500.64	1,410,988.39	49,736.00	1,576,425.03



NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015

Note

4.5 Endowment Fund

Accumulated fund at beginning of the year 01.01.2015
Prior Year Adjustment
Building Fund
Surplus / deficit for the year
Balance at end of the year 31.12.2015

	Head office	Akkaraipattu	Batticaloa	Jaffna	Total
	3,328,584.89	3,239,907.48	(265,054.56)	(300,638.00)	6,002,799.81
	-	-	-	-	-
	-	-	-	1,380,498.00	1,380,498.00
	(33,060.76)	(192,566.84)	107,999.19	(764,059.00)	(881,687.41)
	3,295,524.13	3,047,340.64	(157,055.37)	315,801.00	6,501,610.40

4.6

Unspent Money

Payable - Pre school
Refundable to donar
Unicef
Sampal sponsor ship fund
Mythili
SDC
Christian Aid

	-	239,420.00	-	-	239,420.00
	-	-	1,363,839.52	-	1,363,839.52
	-	-	-	4,359.00	4,359.00
	-	-	-	148.00	148.00
	-	-	-	6,516.00	6,516.00
	-	-	-	1,373.00	1,373.00
	-	-	-	-	-
	-	239,420.00	1,363,839.52	12,396.00	1,615,655.52



4.7

Accrud Expenses

Audit fee
Pre school teachers salary payable
Sond payable - Head office
SWOAD - Advance received
Sond payable - Akkaraipattu

	-	40,000.00	30,000.00	40,000.00	110,000.00
	-	8,750.00	-	-	8,750.00
	-	644,000.00	651,691.99	234,097.00	1,529,788.99
	-	-	-	275,000.00	275,000.00
	-	-	6,109.00	234,000.00	240,109.00
	-	692,750.00	687,800.99	783,097.00	2,163,647.99

**SOCIAL WORKING ORGANIZATION FOR DEVELOPMENT SOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Note

	Head office	Akkaraipattu	Batticaloa	Jaffna	Total
Provision- income tax					
Balance as at 01.01.2015	6,123.60	54,780.30	336.00	55,891.00	117,130.90
Allocation during the year	-	34,374.00	41,826.00	37,907.00	114,107.00
Use of Provision for the year	-	-	-	-	-
Release of provision during the year	-	-	-	-	-
Total	6,123.60	89,154.30	42,162.00	93,798.00	231,237.90

4.9

Incoming Resources

Grand - Restricted funding

Grants for Project / Programme

B/F Unspent Money		12,390.00	-	1,740,044.00	1,752,434.00
Non State Sector		-	4,654,969.60	-	4,654,969.60
Diakonia		3,177,137.51	-	-	3,177,137.51
Grant from shivacharathy		915,000.00	-	-	915,000.00
National Language Project		-	-	374,400.00	374,400.00
UNDP - Integrated Model Farm - Kannakipuram		-	-	-	-
UNDP - Integrated Model Farm - Thirukovil		-	-	-	-
Unicef		-	-	3,237,370.00	3,237,370.00
SDC		-	-	278,000.00	278,000.00
Mythili		-	-	216,436.00	216,436.00
Dharsini Mahendran		-	-	20,600.00	20,600.00
Sampol Sponsor Ship Fund		-	-	155,438.00	155,438.00
Co -Op Research		-	-	230,500.00	230,500.00
Refundable to Donars(unspent money)		4,104,527.51	4,654,969.60	6,252,788.00	15,012,285.11

Grands - Unrestricted Funding

Well Wisher Donation		400,250.00	324,350.00	-	724,600.00
Refundable to Donors (Unspent Money)		-	-	-	-
Received from SOND Akkaraipattu -Diakonia		(239,420.00)	(1,363,839.52)	(12,396.00)	(1,615,655.52)
Received From SOND Akkaraipattu - Siva charity		-	-	-	-
Total		4,265,357.51	3,615,480.08	6,240,392.00	14,121,229.59



**SOCIAL ORGANIZATION NET WORKING FOR DEVELOPMENT - SOND
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Note

4.1

Staff related cost

	Head office	Akkaraipattu	Batticaloa	Jaffna	Total
Staff Salary	-	10,000.00	35,000.00	434,538.00	479,538.00
Staff Allowance	-	120,500.00	106,000.00	-	226,500.00
Staff salary ETF 3%	-	300.00	1,050.00	-	1,350.00
Staff Salary EPF12%	-	1,200.00	4,200.00	-	5,400.00
Lawyer's fee	-	99,500.00	-	-	99,500.00
ETF surcharge	-	-	216.58	-	216.58
Total	-	231,500.00	146,466.58	434,538.00	812,504.58

4.11 Direct Project/Activity Costs

Creative a conductive Society for good environment -Diakonia	3,254,190.86	-	-	-	3,254,190.86
Siva charity - Pre school project	687,970.00	-	-	-	687,970.00
Non State Actors	-	3,291,130.08	-	-	3,291,130.08
Christian Aid - cultivation & Marketing food security project	-	-	-	145,475.00	145,475.00
UNICEF- Mini Risk Education	-	-	-	4,110,854.00	4,110,854.00
Darshani Mahendran - Educational support	-	-	-	20,600.00	20,600.00
Mythily - Educational support	-	-	-	216,000.00	216,000.00
Sambal Sponsorship Fund- Educational Support	-	-	-	155,400.00	155,400.00
Co - op Research	-	-	-	695,640.00	695,640.00
SDC	-	-	-	1,132,727.00	1,132,727.00
Assets belong to SOND Batticaloa	-	-	(318,257.00)	-	(318,257.00)
Audit fees (Diakonia)	-	(40,000.00)	-	-	(40,000.00)
Total	-	3,902,160.86	2,972,873.08	6,476,696.00	13,351,729.94

4.11.1

Diakonia programmes expenses

Create climate change action forum	382,646.50	-	-	-	382,646.50
Climate change environment protection	359,210.00	-	-	-	359,210.00
Management capacity building	98,673.50	-	-	-	98,673.50
Produce 5000 fruit plants	115,021.00	-	-	-	115,021.00
Agri based producer forum & link with out side markets	126,516.00	-	-	-	126,516.00
Start a model farm with farmer society - Thangavelayadapuram	470,551.00	-	-	-	470,551.00
Maintain trees	304,778.00	-	-	-	304,778.00
Audit fee	40,000.00	-	-	-	40,000.00
context analysis on climate change in Ampara and Batticaloa	150,000.00	-	-	-	150,000.00
Mapping on climate change impact in Ampara and Batticaloa District	150,080.00	-	-	-	150,080.00
Staff salary	701,442.50	-	-	-	701,442.50
Diakonia -Administration cost	355,272.36	-	-	-	355,272.36
Total	-	3,254,190.86	-	-	3,254,190.86



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Note	Head office	Akkanipattu	Batticaloa	Jaffna	Total
4.11.2					
Siva charity - Pre school Project					
Ampara Pre school	412,500.00	-	-	-	412,500.00
Batticaloa Pre school	75,000.00	-	-	-	75,000.00
Staff salary	199,000.00	-	-	-	199,000.00
Monthly meeting expenses	1,470.00	-	-	-	1,470.00
	687,970.00	-	-	-	687,970.00
4.11.3					
Creative a conductive Society for good Environment for the future - Diakonia					
Management capacity building for farmers & women groups			9,180.00	-	9,180.00
Maintain trees in Batticaloa			304,778.00	-	304,778.00
Create climate change action forum			54,154.00	-	54,154.00
Produce 5000 fruit plants			99,851.00	-	99,851.00
School base environment programme			74,200.00	-	74,200.00
Staff salary			237,600.00	-	237,600.00
EPF 12%			36,000.00	-	36,000.00
ETF 3%			5,400.00	-	5,400.00
Tea & refreshment			11,915.00	-	11,915.00
Electricity			14,259.00	-	14,259.00
Phone & email			23,677.48	-	23,677.48
Stationery			17,989.00	-	17,989.00
Fuel for the motor bike			25,670.00	-	25,670.00
			914,673.48	-	914,673.48
4.11.4					
ZOA-NSA-Non State Actors					
Perdium Local (staff assigned to the action)			33,983.00	-	33,983.00
Local transportation			51,132.00	-	51,132.00
Purchase of furniture(SOND)			76,612.00	-	76,612.00
Purchase of IT ,communication equipment (SOND) 4@100%			233,100.00	-	233,100.00
Running cost of motorbikes (fuel,insurance & maintenance) 4@100%			148,157.00	-	148,157.00
Running costs of vehicle (fuel, insurance & maintenance) SOND (4@100%)			28,822.00	-	28,822.00
Consumables - office supplies 3 site offices SOND (3@ 100%)			65,493.50	-	65,493.50
Other services (tel/ fax, electricity/heating, maintenance) 3 site offices SOND (3@ 100%)			35,239.08	-	35,239.08
Hand books SOND			10,120.00	-	10,120.00
Seminar for orientation of staff and volunteers SOND			152,610.00	-	152,610.00
Consultations assessment and selection of CSO's & Local Authorities SOND			63,810.00	-	63,810.00
Capacity' building training for CSOs and Local Authority SOND			567,474.00	-	567,474.00
Consultation / facilitations of monthly meetings SOND			8,497.50	-	8,497.50
Preparation of village development plans SOND			103,240.00	-	103,240.00
Community meetings around common events SOND			76,040.00	-	76,040.00
Staff salary			1,423,304.41	-	1,423,304.41
EPF 12%			170,796.53	-	170,796.53
ETF 3 %			42,699.06	-	42,699.06
			3,291,130.08	-	3,291,130.08



SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015

Note
4.12

Administration Expenses	Head office	Akkaraipattu	Batticolo	Jaffna	Total
Refreshment tea	-	-	440.00	50,005.00	50,445.00
Membership	-	-	3,600.00	-	3,600.00
Motor bike fuel & maintenance	-	-	100.00	-	100.00
Communication	-	-	-	-	-
Sundry expenses	-	17.30	-	-	17.30
Stationery	-	-	350.00	34,800.00	35,150.00
Travelling	-	-	711.00	11,356.00	12,067.00
Saraswathi pooja	-	-	-	603.00	603.00
Audit fee	-	40,000.00	30,000.00	40,000.00	110,000.00
Monthly fees	-	-	-	12,000.00	12,000.00
Insurance paid	-	-	-	23,085.00	23,085.00
Electricity charge	-	-	-	2,000.00	2,000.00
Printing & stationery	-	-	-	28,406.65	28,406.65
Fuel expense	-	-	-	4,910.00	4,910.00
Gift & donation	-	3,000.00	-	10,000.00	13,000.00
Advertisement expense	-	-	-	5,858.00	5,858.00
Office equipment & machinery maintenance	-	12,950.00	-	50,417.00	63,367.00
Office maintenance	-	6,994.00	-	30,057.25	37,051.25
Vehicle repair & maintenance	-	-	-	96,530.00	96,530.00
Bank charge	-	-	-	32,930.00	32,930.00
Medical expense	-	-	-	1,549.00	1,549.00
Office rent	-	-	-	600,000.00	600,000.00
Resource person fee	-	-	-	40,000.00	40,000.00
Municipality tax	-	-	-	920.00	920.00
Purchase of books	-	-	-	2,690.00	2,690.00
News paper & periodicals	-	-	-	13,840.00	13,840.00
Postage	-	-	-	2,060.00	2,060.00
Training expense	-	-	-	8,590.00	8,590.00
Modern farm	-	-	-	465,003.50	465,003.50
	-	62,961.30	35,201.00	1,567,610.40	1,665,772.70



**SOCIAL ORGANIZATION WORKING FOR DEVELOPMENT (SOND)
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST DECEMBER 2015**

Note	Head office	Akkaraiyapattu	Batticolo	Jaffna	Total
4.13 Rentals					
Transport	400.00	820.00	-	-	1,220.00
Office rent	-	156,000.00	-	-	156,000.00
	<u>400.00</u>	<u>156,820.00</u>	<u>-</u>	<u>-</u>	<u>157,220.00</u>
4.13.1 Other income					
Motor bike rent income	-	-	-	200,000.00	200,000.00
Multimedia rent income	-	-	-	19,500.00	19,500.00
Donation	-	-	-	1,095,160.00	1,095,160.00
Nallur Buner Printing	-	-	-	32,500.00	32,500.00
Staff Leave	-	-	-	22,746.00	22,746.00
Model farm	-	-	-	439,460.00	439,460.00
Saving account interest	67.12	-	-	25,863.00	25,863.00
	<u>67.12</u>	<u>-</u>	<u>-</u>	<u>1,835,229.00</u>	<u>1,835,296.12</u>
4.14 Net financial income					
Interest	153.55	20,304.14	-	-	20,457.69
Staff fine	25,962.00	17,159.00	-	-	43,121.00
Sale equipment	1,000.00	-	-	-	1,000.00
	<u>27,115.55</u>	<u>37,463.14</u>	<u>-</u>	<u>-</u>	<u>64,578.69</u>
4.15 Finance and Other expenses					
Bank charges	5,900.00	4,952.37	-	-	10,852.37
Provision for doubtful accounts	11,824.62	-	-	-	11,824.62
	<u>17,724.62</u>	<u>4,952.37</u>	<u>-</u>	<u>-</u>	<u>22,676.99</u>
4.16 Income tax expenses					
Current tax on ordinary activities	-	34,374.00	41,826.00	37,907.00	114,107.00
NGO tax on grand received	-	34,374.00	41,826.00	37,907.00	114,107.00
Total income tax expenses	<u>-</u>	<u>34,374.00</u>	<u>41,826.00</u>	<u>37,907.00</u>	<u>114,107.00</u>

