

INDEPENDENT AUDITORS' REPORT

TO THE MEMBERS OF S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of S. Thomas' Preparatory School Old Boys Union, which comprise the Statement of Financial Position as at 31 March 2023, and the Statement of Comprehensive Income, the Statement of Changes in Reserve and Statement of Cash Flows for the year ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the financial statements give a true and fair view of the financial position of the Union as at 31 March 2023, and of its financial performance and cash flows for the year ended in accordance with Sri Lanka Accounting Standards and Sri Lanka Statement of Recommended Practice for Not-For-Profit Organization.

Basis for Opinion

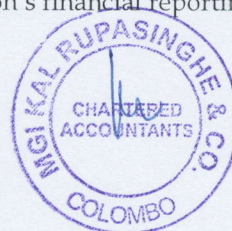
We conducted our audit in accordance with Sri Lanka Auditing Standards (SLAuSs). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are independent of the Union and its Executive Committee in accordance with the ethical requirements of the Code of Ethics issued by CA Sri Lanka that are relevant to our audit of the financial statements, and we have fulfilled our other ethical responsibilities in accordance with the Code of Ethics. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Responsibilities of Executive Committee and Those Charged with Governance for the Financial Statements

The Executive Committee is responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Accounting Standards and Sri Lanka Statement of Recommended Practice for Not-For-Profit Organization and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, the Executive Committee is responsible for assessing the Union's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Union or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Union's financial reporting process.



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INDEPENDENT AUDITORS' REPORT (CONTD.....)

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with SLAuSs will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these financial statements.

Mgi Kal Rupasinghe

MGI KAL Rupasinghe & Co.

Chartered Accountants

Colombo

26th May 2023

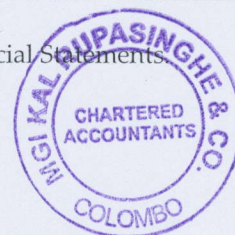


S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
STATEMENT OF COMPREHENSIVE INCOME
FOR THE YEAR ENDED 31 MARCH

		2023	2022
	Notes	Rs.	Rs.
INCOME			
Merchandise Income	03	20,000	8,000
Membership Fees Income		45,500	152,543
Interest Income - Money Market		1,337,826	445,157
Interest on Trust Funds Investments		696,739	381,859
Less : Interest Income on Trust Fund Investments Transferred to Trust Fund	12	(696,739)	(381,859)
Total Income		1,403,326	605,700
EXPENDITURE			
Project Expenses	04	85,750	119,200
Administrative Expenses	05	934,348	406,613
Membership Fee Expenses		7,050	-
Fund Raising Expenses		235,747	-
Total Expenditures		1,262,895	525,813
Surplus of income over expenditure before income tax		140,431	79,887
Income Tax	06	-	-
Surplus of income over expenditure after income tax		140,431	79,887

The accounting policies and notes on pages 04 through 08 form integral part of the Financial Statements.


Colombo
26th May 2023

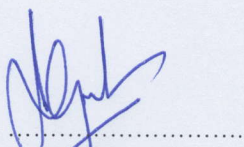


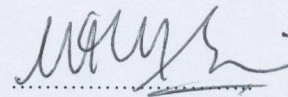
S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
STATEMENT OF FINANCIAL POSITION
AS AT 31ST MARCH

	Notes	2023 Rs.	2022 Rs.
ASSETS			
Current Assets			
Inventories	07	804,139	530,500
Investments	08	12,122,490	13,855,832
Other Receivables	09	80,003	236,000
Cash and Cash Equivalents	10	6,111,541	967,435
Total Current Assets		19,118,172	15,589,768
TOTAL ASSETS		19,118,172	15,589,768
LIABILITIES AND RESERVES			
Accumulated Reserves and Funds			
Accumulated Fund	11	3,555,502	3,415,071
Total Accumulated Reserves & Funds		3,555,502	3,415,071
Current Liabilities			
OBU Trust Fund Payable	12	7,962,518	7,671,697
Other Payable	13	5,350,152	2,253,000
Pool Development and Infrastructure payable		2,250,000	2,250,000
Total Current Liabilities		15,562,670	12,174,697
TOTAL LIABILITIES & RESERVES		19,118,172	15,589,768

The Executive Committee is responsible for the preparation and presentation of these financial statements. Signed for and on behalf of the union by.

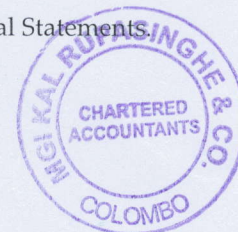

The President


The Secretary


The Treasurer

The accounting policies and notes on pages 04 through 08 form integral part of the Financial Statements.

Colombo
26th May 2023

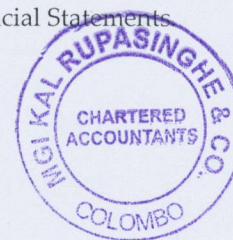


S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
STATEMENT OF CHANGES IN ACCUMULATED FUNDS
FOR THE YEAR ENDED 31 MARCH

Notes	Accumulated Funds	Total
	Rs.	Rs.
Balance as at 1st April 2021	3,038,434	3,038,434
Prior Year Adjustment - Tie Inventory Adjustment	296,750	296,750
Surplus for the year	79,887	79,887
Balance as at 31st March 2022	<u>3,415,071</u>	<u>3,415,071</u>
Surplus for the year	140,431	140,431
Balance as at 31st March 2023	<u>3,555,502</u>	<u>3,555,502</u>

The accounting policies and notes on pages 04 through 08 form integral part of the Financial Statements

Colombo
26th May 2023



S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED 31ST MARCH

	Note	2023 Rs.	2022 Rs.
CASH FLOWS FROM OPERATING ACTIVITIES			
Surplus For The Year		140,431	79,887
Adjustment for;			
Prior Year Adjustment - Tie Inventory Adjustment		-	296,750
Operating Surplus Before Working Capital Changes		140,431	376,637
Working Capital Adjustments			
Decrease / (Increase) in Inventory		(273,639)	(530,500)
Decrease / (Increase) in Deposits, Advances and Other Receivables		155,997	(194,000)
Increase / (Decrease) in OBU Trust Fund Payable		290,821	(221,151)
Increase / (Decrease) in Other Payable		3,097,152	1,213,149
Increase / (Decrease) in Pool Development and Infrastructure payable		-	(1,000,000)
Cash Flows Generated From / (Used In) Operating Activities		3,410,763	(355,865)
Income Tax Payment		-	-
Net Cash Flows Generated From / (Used In) Operating Activities		3,410,763	(355,865)
CASH FLOWS FROM INVESTING ACTIVITIES			
Withdrawal in Fixed Deposit		1,733,343	15,554
Net Cash Generated From Investing Activities		1,733,343	15,554
NET INCREASE / (DECREASE) IN CASH AND CASH EQUIVALENTS		5,144,106	(340,311)
CASH AND CASH EQUIVALENTS AT 1ST APRIL		967,435	1,307,746
CASH AND CASH EQUIVALENTS AT 31ST MARCH	11	6,111,541	967,435

The accounting policies and notes on pages 04 through 08 form integral part of the Financial Statements.

Colombo
26th May 2023



S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
NOTES TO THE FINANCIAL STATEMENTS

1. General information

S.Thomas' Preparatory School Kollupitiya OBU ("the Union") was established in May 12, 1978.

The Union was formed with the following objects:

- i. To increase a sense of fellowship in Old Boys both with one another and with the school,
- ii. To promote good works for the benefit of the school and assist the school when assistance is needed.
- iii. To afford guidance and encouragement to the younger generation of boys.
- iv. To give guidance when requested by the Headmaster for the better management and administration of the school, provided that the Union shall not in any manner be entitled to participate in or intervene in the management and administration of the school by the Board of Governors or the Headmaster, or make any decisions concerning the policy of the school in any matter.

Date of authorization for issue

The financial statements of the Union for the year ended 31 March 2023 were authorized for issue by the committee on 26th May 2023.

2. Basis of preparation and summary of significant accounting policies

These financial statements have been prepared on a going concern basis and in compliance with Sri Lanka Accounting Standard for Smaller Entities issued by the Institute of Chartered Accountants of Sri Lanka. All values appearing in the financial statement are presented in Sri Lankan Rupees (Rs.) rounded to the nearest rupee. The basis of measurement used is the historical cost basis, except where otherwise stated in the accounting policies below. The accounting policies applied by the Union are consistent with those used in the previous year. Previous year's figures and phrases are rearranged wherever necessary to conform to the current year's presentation.

2.1 Significant accounting policies

2.1.1 Income and expenditure recognition

Income

Income is accounted on accrual basis.

Expenditure

Expenditure is accounted on accrual basis.

2.1.2 Receivables

Receivables are stated at the amounts they are estimated to be realized.

2.1.3 Liabilities and provisions

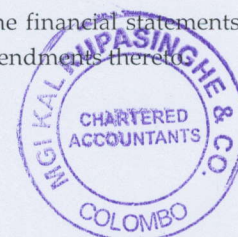
The amount recognised as a provision is the best estimate of the consideration required to settle the present obligation at the reporting date.

2.1.4 Cash and cash equivalents

Cash and cash equivalents comprise cash and bank balances.

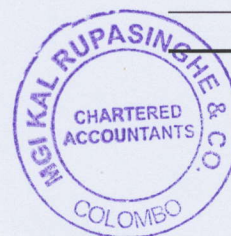
2.1.5 Taxation expenses

The calculation of tax is based on the elements of income and expenditure as reported in the financial statements and computed in accordance with the provisions of the Inland Revenue Act No.24 of 2017 and amendments thereto.



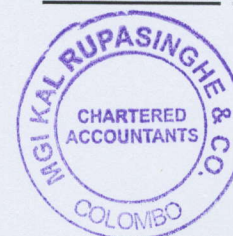
S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
NOTES TO THE FINANCIAL STATEMENTS

	For the year ended 31 March 2023 Rs.	For the year ended 31 March 2022 Rs.
03 Merchandise Income		
Cufflink Sales	10,000	-
Tie Sales	10,000	8,000
	<u>20,000</u>	<u>8,000</u>
04 Project Expenses		
Web Design and Development	85,750	119,200
	<u>85,750</u>	<u>119,200</u>
05 Administrative Expenses		
SGM / AGM Expenses	15,100	17,600
Bank Charges	8,827	1,700
Audit Fees	40,000	35,000
Postal Expenses	2,460	4,010
Travelling Expense	1,619	2,478
Salaries Expense	195,000	150,000
Communication Expenses	27,770	34,472
Printing and Stationery	65,901	10,052
IT and Website Maintenance	37,715	144,500
Meal and Entertainment Expenses	12,810	6,800
Event Expense	81,000	-
School Related Expenses	149,274	-
Donation Expenses	250,000	-
Welfare	13,500	-
Gifts	33,372	-
	<u>934,348</u>	<u>406,613</u>
06 Income Tax Expenses		
Current year Income Tax Expenses	-	-
	<u>-</u>	<u>-</u>



S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
NOTES TO THE FINANCIAL STATEMENTS

		As at 31 March 2023	As at 31 March 2022
	Quantity	Rs.	Rs.
07 Inventories			
Ties	480	448,800	467,500
Cufflinks	8	56,000	63,000
T-Shirt Normal & Embroidery	59	109,150	-
Coasters	454	90,800	-
Car Stickers	966	96,600	-
Envelops	97	2,789	-
		<u>804,139</u>	<u>530,500</u>
08 Investments			
Investment in Financial Assets - OBU		6,173,561	5,983,305
Investment in Financial Assets - OBU Trust Fund		5,040,955	7,840,978
Interest Receivables		907,974	31,550
		<u>12,122,490</u>	<u>13,855,832</u>
09 Other Receivables			
Receivable from School		2,000	65,000
Other Receivables		65,000	171,000
WHT Receivable		13,003	-
		<u>80,003</u>	<u>236,000</u>
10 Cash and Cash Equivalent			
<u>Favourable Cash & Cash Equivalent Balances</u>			
National Development Bank PLC - General Account		1,278,581	772,421
National Development Bank PLC - Special Project		4,684,838	52,442
National Development Bank PLC - Infrastructure Development		128,122	128,122
National Development Bank PLC - 0719		15,000	14,000
Cash in Hand		5,000	450
		<u>6,111,541</u>	<u>967,435</u>
11 Accumulated Fund			
Opening balance as at 01 April		3,415,071	3,038,434
Prior Year Adjustment - Tie Inventory Adjustment		-	296,750
Surplus for the year		140,431	79,887
Closing Balance as at 31 March		<u>3,555,502</u>	<u>3,415,071</u>
12 OBU Trust Fund Payable			
Opening balance as at 01 April		7,671,697	7,892,848
Add : Interest Income Transfer from Income Statement		696,739	381,859
Less : Interest paid to School		(405,918)	(603,010)
Closing Balance as at 31 March		<u>7,962,518</u>	<u>7,671,697</u>



S. THOMAS' PREPARATORY SCHOOL OLD BOYS UNION
NOTES TO THE FINANCIAL STATEMENTS

	As at 31 March 2023	As at 31 March 2022
	Rs.	Rs.
13 Other Payable		
Audit Fee Payable	40,000	35,000
Sports Club Donations	1,449,650	2,200,000
Salaries Payable	75,000	15,000
Education Grants & Payables to School	3,000	3,000
New Fund Collection	3,782,502	-
	<u>5,350,152</u>	<u>2,253,000</u>

14 Events After the Balance Sheet Date

There have been no material events occurred between Financial Position date and the date on which the financial statements are authorized for issue that require adjustments to or disclosures in the Financial Statements.

