



KPMG
(Chartered Accountants)
32A, Sir Mohamed Macan Markar Mawatha,
P. O. Box 186,
Colombo 00300, Sri Lanka.

Tel : +94 - 11 542 6426
Fax : +94 - 11 244 5872
+94 - 11 244 6058
Internet : www.kpmg.com/lk

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF COLOURS OF COURAGE TRUST (GUARANTEE) LIMITED

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Colours of Courage Trust (Guarantee) Limited ("the Company"), which comprise the statement of financial position as at 31 March 2020, and the statement of income and expenditure, statement of changes in funds, statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2020, and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Accounting Standard for Small and Medium-sized Entities (SLFRS for SMEs).

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 Company in accordance with the Code of Ethics issued by CA Sri Lanka (Code of Ethics) 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.

Other Information

Management is responsible for other information. These financial statements do not comprise other information.

Our opinion on the financial statements does not cover the other information and we do not express any form of assurance conclusion thereon.

Responsibilities of Management and Those Charged with Governance for the Financial Statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standard for Small and Medium-sized Entities (SLFRS for SMEs), 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, management is responsible for assessing the Company'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 Company or to cease operations, or has no realistic alternative but to do so.

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



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.

A further description of the auditor's responsibilities for the audit of the financial statements is located at Sri Lanka Accounting and Auditing Standards website at: <http://slaasc.com/auditing/auditorsresponsibility.php>. This description forms part of our auditor's report.

Report on Other Legal and Regulatory Requirements

As required by section 163 (2) of the Companies Act No. 07 of 2007, we have obtained all the information and explanations that were required for the audit and, as far as appears from our examination, proper accounting records have been kept by the Company.


CHARTERED ACCOUNTANTS

Colombo, Sri Lanka

14 October 2020

COLOURS OF COURAGE TRUST (GUARANTEE) LIMITED
THE STATEMENT OF FINANCIAL POSITION

As at 31 March,

	Note	2020 Rs.	2019 Rs.
Assets			
Current assets			
Cash advances		-	443,407
Cash and cash equivalents	2	556,062,584	629,634,816
Total assets		556,062,584	630,078,223
Funds and liabilities			
Funds			
Accumulated fund		18,094,946	9,834,822
Maharagama project fund		8,657,974	7,517,737
Jaffna project fund		56,997,928	53,033,787
Karapitiya project fund		470,151,792	556,557,340
Total funds		553,902,640	626,943,686
Liabilities			
Current liabilities			
Income tax payable	3	2,159,944	3,134,537
Total liabilities		2,159,944	3,134,537
Total funds and liabilities		556,062,584	630,078,223

The financial statements are to be read in conjunction with the related notes, which form an integral part of these financial statements of the Company.

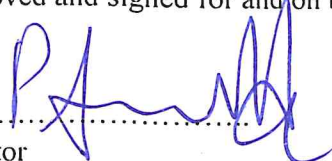
I certify that these financial statements are prepared in compliance with the requirements of the Companies Act No. 07 of 2007.



.....
 Mrs. Rasika Srilal
 (Accountant)

The Board of Directors is responsible for the preparation and presentation of these financial statements in accordance with SLFRS for SMEs .

Approved and signed for and on behalf of the Board of Directors;



.....
 Director



.....
 Director

14 October 2020
 Colombo

COLOURS OF COURAGE TRUST (GUARANTEE) LIMITED
STATEMENT OF INCOME AND EXPENDITURE

For the year ended 31 March,

	Note	2020 Rs.	2019 Rs.
Income			
A & E contribution to the trust		9,793,087	7,774,164
Tranferred from Maharagama Project fund	4.1	62,438	27,353
Tranferred from Jaffna Project fund	5.1	948,549	2,406,023
Tranferred from Karapitiya Project fund	6.1	142,045,116	15,242,515
Total income		<u>152,849,190</u>	<u>25,450,055</u>
Expenses			
Expenses incurred from Maharagama Project fund	4.2	-	-
Expenses incurred from Jaffna Project fund	5.2	(728,407)	(2,189,536)
Expenses incurred from Karapitiya Project fund	6.2	(140,062,213)	(11,381,766)
Administration expenses	7	(1,450,702)	(2,398,822)
Total expenses		<u>(142,241,322)</u>	<u>(15,970,124)</u>
Surplus before income tax expenses		10,607,868	9,479,931
Income tax expense			
Maharagama Project fund	4.2	(62,438)	(27,353)
Jaffna Project fund	5.2	(220,142)	(216,487)
Karapitiya Project fund	6.2	(1,982,903)	(3,860,749)
Total income tax expense		<u>(2,265,483)</u>	<u>(4,104,589)</u>
Tax on general contribution		(82,261)	(65,303)
Total income tax expense	3.1	<u>(2,347,744)</u>	<u>(4,169,892)</u>
Surplus for the year		<u><u>8,260,124</u></u>	<u><u>5,310,039</u></u>

The financial statements are to be read in conjunction with the related notes, which form an integral part of these financial statements of the Company.

COLOURS OF COURAGE TRUST (GUARANTEE) LIMITED
STATEMENT OF CHANGES IN FUNDS

For the year ended 31 March ,

	Maharagama Project fund	Jaffna Project fund	Karapitiya Project fund	Accumulated fund	Total
	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>	<u>Rs.</u>
Balance as at 31 March 2018	6,936,961	50,376,032	495,337,494	4,524,783	557,175,270
Surplus for the year	-	-	-	5,310,039	5,310,039
Donations received during the year	-	100,000	33,718,969	-	33,818,969
Interest income	608,129	4,963,778	42,743,392	-	48,315,299
Utilization of funds during the year	-	(2,189,536)	(11,381,766)	-	(13,571,302)
Tax expense for the year	(27,353)	(216,487)	(3,860,749)	-	(4,104,589)
Balance as at 31 March 2019	<u>7,517,737</u>	<u>53,033,787</u>	<u>556,557,340</u>	<u>9,834,822</u>	<u>626,943,686</u>
Surplus for the year	-	-	-	8,260,124	8,260,124
Donations received during the year	326,977	570,000	7,905,681	-	8,802,658
Interest income	875,698	4,342,690	47,733,887	-	52,952,275
Utilization of funds during the year	-	(728,407)	(140,062,213)	-	(140,790,620)
Tax expense for the year	(62,438)	(220,142)	(1,982,903)	-	(2,265,483)
Balance as at 31 March 2020	<u>8,657,974</u>	<u>56,997,928</u>	<u>470,151,792</u>	<u>18,094,946</u>	<u>553,902,640</u>

The financial statements are to be read in conjunction with the related notes, which form an integral part of these financial statements of the Company.