

WOMEN EMPOWERMENT AND EDUCATION SUPPORT

VANNI HOPE AUSTRALIA

NETWORK FOR ADVOCATING REQUIREMENTS OF  
WOMEN

FINANCIAL STATEMENTS  
31 DECEMBER 2021



WOMEN EMPOWERMENT AND EDUCATION SUPPORT - VANNI HOPE AUSTRALIA

FINANCIAL STATEMENTS  
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CONTENTS

PAGE

Independent Auditors' Report	1
Statement of Financial Position	2
Statement of Financial Activities	3
Statement of Cash Flows	4
Notes to the Financial Statements	5 - 7



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## INDEPENDENT AUDITORS' REPORT TO THE MEMBERS OF NETWORK FOR ADVOCATING REQUIREMENTS OF WOMEN

### Report on the Financial Statements

We have audited the accompanying financial statements of **Women Empowerment and Education Support - Vanni Hope Australia** ("the Project"), which comprise the statement of financial position as at **31 December 2021**, and the statements of financial activities, reconciliation of funds, cash flows for the year then ended, and a summary of significant accounting policies and other explanatory information.

### Board's Responsibility for the Financial Statements

The Board of Management ("Board") is responsible for the preparation of these financial statements that give a true and fair view in accordance with Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations (including Non-Governmental Organizations) (SL SoRP - NPOs [including NGOs]) issued by the Institute of Chartered Accountants of Sri Lanka, and for such internal control as Board determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditors' 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. Those standards require that we comply with ethical requirements and plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation of the financial statements that give a true and fair view in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by Board, as well as evaluating the overall presentation of the financial statements.

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

### Opinion

In our opinion, the financial statements give a true and fair view of the financial position of the Project as at **31 December 2021**, and of its financial performance and cash flows for the year then ended in accordance with Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations (including Non-Governmental Organizations) (SL SoRP - NPOs [including NGOs]) issued by the Institute of Chartered Accountants of Sri Lanka.

CHARTERED ACCOUNTANTS  
Colombo

13 January 2022



Women Empowerment and Education Support - Vanni Hope Australia

STATEMENT OF FINANCIAL POSITION

As at 31 December	Notes	2021 Rs.	2020 Rs.
<b>ASSETS</b>			
<b>Non-Current Assets</b>			
Property, Plant and Equipment		-	-
<b>Total Non-Current Assets</b>		-	-
<b>Current Assets</b>			
Cash and Cash Equivalents	4	62,280.87	226,010.03
<b>Total Current Assets</b>		62,280.87	226,010.03
<b>Total Assets</b>		62,280.87	226,010.03
<b>FUNDING AND LIABILITIES</b>			
<b>Funds</b>			
Restricted Funds		22,280.87	206,010.03
<b>Total Accumulated Fund</b>		22,280.87	206,010.03
<b>Current Liabilities</b>			
Accounts Payables	5	40,000.00	20,000.00
<b>Total Current Liabilities</b>		40,000.00	20,000.00
<b>Total Accumulated Fund and Liabilities</b>		62,280.87	226,010.03

I certify that these Financial Statements are in compliance with the Sri Lanka Accounting Standards.

*N. Jayasinghe*  
 Finance Officer  
**Finance Officer**  
**Network For Advancing Requirement of Women**  
 Batticaloa

The Board of Management is responsible for the preparation and presentation of these financial statements.  
 Signed for and on behalf of the Board by,

*P. S. Jayasinghe*  
 Coordinator  
**Co-ordinator**  
**Network For Advancing Requirement of Women**  
 Batticaloa

*V. Lakshmi*  
 Treasurer  
**President Secretary / Treasurer**  
**Network For Advancing Requirement of Women**  
 Batticaloa

Notes to the Financial Statements set out on pages 5 to 7 form an integral part of the financial statements.

13 January 2022  
 Colombo



Women Empowerment and Education Support - Vanni Hope Australia

STATEMENT OF FINANCIAL ACTIVITIES

For the year ended 31 December

Notes	2021 Restricted Funds Rs.	2020 Restricted Funds Rs.
<b>Incoming Resources</b>		
Vanni Hope Australia	5,321,303.73	2,604,342.92
Gandhi Illam New Zealand	-	928,422.90
Tamil Forum Malaysia	-	514,800.00
Bank Savings Interest	9,368.57	4,429.21
<b>Total Incoming Resources</b>	<b>5,330,672.30</b>	<b>4,051,995.03</b>
<b>Project Expenditure</b>		
Education and Skill Enhancement	906,205.00	-
Women Empowerment	259,820.00	-
Community Development	3,675,324.00	-
Emergency Support - Covid 19	-	2,823,212.00
Education Support	-	91,025.00
Livelihood Support	10,000.00	39,500.00
Nutrition Support	-	226,354.00
Shakthi Illam	-	150,780.00
Hari Illam	-	62,000.00
Mental Health Hospital	-	15,760.00
Mobile Phone for Staff	-	30,300.00
Staff and Awareness Development	400,000.00	-
Motor Bike for Staff	-	100,000.00
Refreshment and Communication	-	17,690.00
Volunteers Allowance	-	97,500.00
Printing and Stationery	-	11,715.00
Travelling and Transport	-	121,400.00
Admin Cost	223,052.46	38,749.00
Audit Fees	40,000.00	20,000.00
<b>Total Project Expenditure</b>	<b>5,514,401.46</b>	<b>3,845,985.00</b>
<b>Net Income/(Expenditure) for the Year</b>	<b>(183,729.16)</b>	<b>206,010.03</b>
<b>Reconciliation of Funds:</b>		
Total Funds Brought Forward	206,010.03	-
<b>Total Funds Carried Forward</b>	<b>22,280.87</b>	<b>206,010.03</b>

Notes to the Financial Statements, set out on pages 5 to 7 form an integral part of the financial statements.

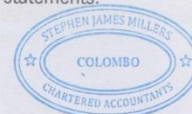


Women Empowerment and Education Support - Vanni Hope Australia

**STATEMENT OF CASH FLOWS**

For the year ended 31 December	Notes	2021 Rs.	2020 Rs.
<b>Cash Flows from Project Activities</b>			
Net Income/(Expenditure) for the Year		(183,729.16)	206,010.03
<b>Adjustments for:</b>			
Depreciation		-	-
Gain on Sale of Property, Plant and Equipment		-	-
Decrease / (Increase) in Accounts Receivables		-	-
Increase / (Decrease) in Accounts Payables		20,000.00	20,000.00
<b>Net Cash Flows from Project Activities</b>		<b>(163,729.16)</b>	<b>226,010.03</b>
<b>Cash Flows from Investing Activities</b>			
Purchase of Property, Plant and Equipment		-	-
Proceeds from Sale of Property, Plant and Equipment		-	-
<b>Net Cash Flows from Investing Activities</b>		<b>-</b>	<b>-</b>
<b>Cash Flows from Financing Activities</b>			
Obtaining (Repayment) of Loans and Borrowings		-	-
<b>Net Cash Flows from Financing Activities</b>		<b>-</b>	<b>-</b>
<b>Net increase/(Decrease) in Cash and Cash Equivalents</b>		<b>(163,729.16)</b>	<b>226,010.03</b>
Cash and Cash Equivalents at the Beginning of the Year		226,010.03	-
Cash and Cash Equivalents at the End of the Year		<b>62,280.87</b>	<b>226,010.03</b>
<b>Analysis of Cash and Cash Equivalents at the End of the Year</b>			
Cash and Cash Equivalents		<b>62,280.87</b>	<b>226,010.03</b>
Bank Overdrafts		-	-
<b>Cash and Cash Equivalents at the end of the year</b>	<b>4</b>	<b>62,280.87</b>	<b>226,010.03</b>

Notes to the Financial Statements, set out on pages 5 to 7 form an integral part of the financial statements.



**NOTES TO THE FINANCIAL STATEMENTS**

**1 GENERAL INFORMATION**

**Network for Advocating Requirements of Women** was registered as a Voluntary Social Services/Non-Governmental Organization under Voluntary Social Services Organizations Act, No.31 of 1980 as amended by Act, No.8 of 1998. The registered office is situated at Day Care Center, Rosairo Lane, Batticaloa.

**2 BASIS OF PREPARATION**

**2.1 Statement of Compliance**

Organization has prepared the financial statements in accordance with the Sri Lanka Statement of Recommended Practice for Not-for-Profit Organizations (including Non-Governmental Organizations) (SL SoRP - NPOs [including NGOs]) issued by the Institute of Chartered Accountants of Sri Lanka.

**2.2 Basis of Measurement**

The financial statements are prepared on the historical cost basis and applied consistently, with no adjustments being made for inflationary factors affecting the financial statements.

**2.3 Functional and Presentation Currency**

The financial statements are presented in Sri Lankan Rupees, which is the Organization's functional currency. All financial information presented in Sri Lankan Rupees.

**3 SIGNIFICANT ACCOUNTING POLICIES**

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

**3.1 Foreign Currency Transactions**

Transactions in foreign currencies are translated at the foreign exchange rate ruling at the date of the transaction.

**3.2 Cash and Cash Equivalents**

For the purpose of the cash flows statement, cash and cash equivalents comprise cash in hand, deposits held at call with banks and term deposits.

**3.3 Funds**

**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 their respective 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.

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

**3.4 Income Recognition**

**(a) Incoming Resources**

Income realized from restricted funds is recognized in the statement 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 is expected to compensate has been incurred and charged to the statement of financial activities. Unutilized funds are carried forward as such in the financial position.

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 purposes of the Program at the point of such sale.



**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

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.

Grants are recognized in the financial statements at their fair value. When the grant 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.

**(b) Revenue**

Interest earned is recognized on an accrual basis. Net gains and losses on the disposal of property, plant and equipment and other non-current 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. Other income is recognized on an accrual basis.

**3.5 Other Operating Income**

**a) Gain / Loss from Sale of Property, Plant and Equipment**

Any gains or losses on retirement or disposal of Property, Plant and Equipment are recognized in the period in which the sale occurs and is classified as Other Operating Income or Expense.

**(b) Other Income**

Other income is recognized on an accrual basis.

**3.6 Expenditure Recognition**

Expenses in carrying out program and other activities of Organization are recognized in the statement of financial activities during the period in which they are incurred. Other expenses incurred in administration, restoring and maintaining of property, plant and equipment are accounted for on an accrual basis and charged to the statement of financial activities.

**3.7 Deferred Income/Expenses**

Where funds earmarked for program are not fully utilized at the date of the financial position, such amounts are carried forward as deferred income.

Where expenses of programs exceed earmarked funds received and it is certain that donors will reimburse these expenses, such amounts at financial position date are carried forward as deferred expenses.

**3.8 Income Tax**

The organization is a non-profit making charity and is accordingly exempt from income tax under Section 08 of the Inland Revenue Act No. 10 of 2006.

**3.9 Information**

The accounting policies have been consistently applied, unless otherwise stated, and are consistent with those used in previous years.





Women Empowerment and Education Support - Vanni Hope Australia

**NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)**

For the year ended 31 December

2021  
Rs.

2020  
Rs.

**4 Cash and Cash Equivalents**

Cash at Bank

Hatton National Bank (Savings Account) - 057020422811

62,280.87

225,823.03

Cash in Hand

-

187.00

62,280.87

226,010.03

**5 Accounts Payables**

Audit Fees

40,000.00

20,000.00

40,000.00

20,000.00

**6 Commitment and Contingencies**

To the best of knowledge and information available to the Board the Management does not have any significant commitments and contingencies as at the reporting date.

**7 Events Occurring After The Reporting Date**

No circumstances have arisen and no material event have occurred during the period between the balance sheet date and the date in which the account has been signed and no event is required to disclosure or adjust to the Financial Statements.

