
ANNUAL REPORT

Year Ending 31st March 2019



The Apex Representative Body of the Domestic Construction Industry

**Chamber of Construction Industry
Sri Lanka**

CONTENTS

Vision & Mission Statement	02
President's Message	03
The Council 2017-2018	04
The Council 2018-2019	05

Annual Report 2018-2019

2.0 The CCI Council : Year 2017-2018	06
2.4 The CCI Council : Year 2018-2019	07
3.0 Meetings of Board of Directors, Council & Committees	08 - 09
4.0 New Members	10
5. AGM for the year ended 31st March 2018	10
Attendance Record at Council Meetings	11
6. Publications	13
6.2 Major Activities, Initiatives, Events & Achievements	14
7.0 Interventions with The Government	18
Corporate Information	19

Financial Statements

Report of the Auditors	20 - 21
Statement of Comprehensive Income for the Year Ended 31st March 2019	22
Statement of Financial Position as at 31st March 2019	23
Statement of Changes in Equity for the Year Ended 31st March 2019	24
Statement of Cash Flow for the Year Ended 31st March 2019	25-26
Accounting Policies & Explanatory Notes	27-30
Notes to the Financial Statements	31-40

Vision

To lead the Construction Industry, Sri Lanka towards developing excellence in the Built Environment to meet the challenges of the 21st Century World.

Mission

Be the exclusive voice for the Construction Industry Sri Lanka to provide a safe, high quality, sustainable and eco-friendly Built Environment.

CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

The Chamber is a Company limited by Guarantee where no profits or dividends could be declared to the members. The Chamber is administered by a Board of Directors elected by the Council which is also elected by the Members. All the stakeholders of the construction industry are very well represented in the Council, which is the main policy making body.

The growing conviction that the capacity of the Construction Industry which has great potential to stimulate economic growth had not been properly harnessed largely contributed to the formation of this apex representative body.

CCI is now positioned as the "Main Voice" on issues affecting the Construction Industry and is committed to protecting and promoting the construction industry. We endeavor to mediate wherever possible on issues faced by our members. It also acts as a facilitator of investments on development projects on Public-Private Partnership (PPP) model or as direct investments.

The Chamber enjoys a Consultative status with the Government, Multilateral Development Banks and International Funding Agencies among many others.

PRESIDENT'S MESSAGE



Eng. Maj. Ranjith Gunatilleke
President
Chamber of Construction Industry Sri Lanka

Our vision of the Chamber of Construction Industry Sri Lanka, is to pave the way for the country, to achieve the excellence in development, in par with the other developed countries. The Chamber, being the apex representative body of all the stakeholders of construction industry, which will include from project planners to executors at all levels, manufacturers, suppliers and service providers shall examine, analyze, coordinate and lead the industry to achieve this "vision", subject to the governing rules and regulations.

The Chamber of Construction Industry Sri Lanka, which was inaugurated in 2001 has successfully rendered it's services to a very great extent, and also it is pleased to note that, the incorporation of the Chamber by an Act of Parliament is due in a few weeks.

Enactment of Construction Industry Development Act, No. 33 of 2014 by Parliament of Sri Lanka has established, the much awaited authority to regulate the industry, with the creation of Construction Industry Development Authority and National Advisory Council on Construction, which function as the regulatory bodies of the industry. Chamber of Construction Industry Sri Lanka is pleased, that they are well represented in both these regulatory bodies as per the Construction Industry Development Act.

We have carefully studied the National Policy on Construction, and represented the Industry on many occasions with the respective state organizations and also with different Ministries at important times and issues, such as "Preparation of National Budget", Industry Effects of Easter Attacks etc; Also we actively participated in formulating the rules and regulations required under the Construction Industry Development Act. at the CIDA, National Advisory Council, Ministry and other authorities. Due to these interventions it was possible to Gazette 12 Rule & Regulations. These are available in our web site www.ccisrilanka.org

CCI, met regularly during the last year, with the Board of Directors and also with the Council and kept all the stake holders informed, of these

developments in the industry, while informing the general public the same with the public exhibitions (Build Sri Lanka, Sustainable Energy), Seminars, Bulletins and the meetings.

During the year we were compelled to advance the Build SL 2019 to March due to the CITES CoP conference & exhibition that was intended to be held in May 2019, Thus we were fortunate to have two Build Sri Lanka exhibitions during the year under review. In addition CCI attended to the regular publication of monthly bulletins, gradually increase the general membership of the Chamber, increase the popularity of CCI - Sampath Bank Affinity card and held important seminars for the general public.

Our participation in the CHINCA events held in Macau, China has not brought us any direct benefits but certainly kept the Industry and also Sri Lanka informed on "What's happening in the Belt and Road" initiative by Chinese authorities and the many organizations involved with development strategies in China and Asia.

Also, we shall not forget to mention the most important news, the Chamber had in physical development, which is the allocation of a State land for our "Main Secretariat" building. Formalities are in progress and in my opinion a separate "Building Fund" shall be established soon to develop the Secretariat as a viable project.

I shall note with appreciation the whole hearted support and assistance received by the Chamber from the General Membership and Council Members which created an atmosphere for the Board Members to meet and implement the decisions effectively, with the efficient management, led by CEO Col. Eng. Nissanka Wijeratne. I sincerely note a big "Thank You" to all of them.



COUNCIL 2017 - 2018

Seated Left to Right

- Dr. Rohan Karunaratne, Eng. Col. Nissanka N. Wijeratne (SG/CEO), Mr. Manilal Fernando (Vice President), Eng. D.D. Wijemanne (Vice President), Eng. Maj. Ranjith Gunatilleke (President), Archt. Jayantha Perera (Vice President), Mr. Mahanama Jayamanne (Vice President), Prof. Ranjith Dissanayake (Vice President), Mr. Priyantha W. Perera

Standing Left to Right

- Eng. Walter Perera, Eng. Kirthi Sri Senanayake, Eng. K.L.S. Sahabandu, Mr. Lakshman Jayasekara, Eng. Y.P.C. De Silva, Mr. Sagara Gunawardana, Mr. Chaturanga Fernando, Mr. Nandana Ekanayake, Mr. Kalana Alwis, Archt. Ranjan Nadesapillai, Mr. Prasanna Abeyratne, Ch.QS. H.D. Chandrasena, Mr. Danister Thudellage, Mr. P.B. Kalugalagedara, Mr. Lalith Kumara

Absent

- Deshabandu Dr. Surath Wickramasinghe, Ch. QS. Upul Shantha, Archt. D.H. Wijewardena, Mr. L.P.A. Shantha Priya Perera, Mr. Anuradha Siriwardane, Mr. N.G.K. Karunawansa, Archt. Plnr. Piyaal Silva, Mr. Neil Mario Jeremy Adams, Mr. Asoka Siriwardena, Mr. Wang Hao, Mr. Ranjan Sibera, Eng. G.D.A. Piyathilaka, Eng. Rohan Tudawe, Prof. Chitra Weddickara, Dr. Kamal Laksiri

THE COUNCIL

2018 - 2019

PRESIDENT

Eng. Maj. Ranjith Gunatilleke

PRESIDENT ELECT

Archt. Jayantha Perera

PAST PRESIDENT

Deshabandu Dr Surath Wickramasinghe

VICE PRESIDENTS

Eng. D.D. Wijemanne
Mr. Manilal Fernando
Mr. Mahanama Jayamanne
Prof. Ranjith Dissanayake
Dr. Rohan Karunaratne

INSTITUTIONAL MEMBER REPRESENTATIVES

SRI LANKA INSTITUTE OF ARCHITECTS	Archt. D.H. Wijewardena
INSTITUTE OF QUANTITY SURVEYORS SRI LANKA	Ch. QS. Upul Shantha
INSTITUTE OF TOWN PLANNERS SRI LANKA	Archt. Plnr. Piyal Silva
INSTITUTE OF SURVEYORS SRI LANKA	Mr. L.P.A.S.P. Perera
INSTITUTE OF VALUERS OF SRI LANKA	Mr. P.B. Kalugalagedara
ASSOCIATION OF CONSULTING ENGINEERS SRI LANKA	Eng. Kithsiri Senanayake
NATIONAL CONSTRUCTION ASSOCIATION OF SRI LANKA	Mr. N.G.K. Karunawansa
INSURANCE ASSOCIATION OF SRI LANKA	Mr. Anuradha Siriwardena
CEYLON INSTITUTE OF BUILDERS	Dr. Rohan Karunaratne
MAJOR CONSTRUCTORS OF SRI LANKA	Mr. Priyantha Perera
LANKA READY-MIX CONCRETE ASSOCIATION	Mr. Neil Mario Jeremy Adams
SOCIETY OF STRUCTURAL ENGINEERS SRI LANKA	Eng. K.L.S. Sahabandu

CORPORATE MEMBER REPRESENTATIVES

Mr. Prasanna Abeyratne	<i>GTB Colombo Corporation (Pvt) Ltd</i>
Eng. Sagara Gunawardane	<i>Venora International Projects (Pvt) Ltd</i>
Mr. Lalith Kumara	<i>Alucare (Pvt) Ltd</i>
Mr. Asoka Siriwardena	<i>Bitumix (Pvt) Ltd</i>
Mr. Danister Thudellage	<i>Solico International (Pvt) Ltd</i>
Eng. Walter Perera	<i>Frigi Engineering (Pvt) Ltd</i>
Ch.QS. H.D. Chandrasena	<i>Cost Consultancy Services (Pvt) Ltd</i>

OVERSEAS CORPORATE MEMBER REPRESENTATIVES

Mr. David Wang	<i>CHEC Port City Colombo (Pvt) Ltd</i>
----------------	---

STATUTORY AGENCY REPRESENTATIVES

Mr. G.D.A Piyathilaka	<i>Central Engineering Construction Bureau</i>
Eng. Y.P.C. De Silva	<i>Sri Lanka Land Reclamation & Development Corporation</i>
Mr. C.L. Fernando	<i>Lanka Transformers Ltd</i>

INDIVIDUAL MEMBER REPRESENTATIVES

Archt. Ranjan Nadesapillai	Ranjan Nadesapillai Associates
----------------------------	--------------------------------

PRESIDENTS NOMINEES

Eng. Rohan Tudawe	<i>Tudawe Brothers Ltd</i>
Prof Chitra Weddikara	<i>Q Serve (Pvt) Ltd</i>
Dr. Kamal Laksiri	<i>Project Director - CEB Broadlands Project</i>
Mr. Kalana Alwis	<i>Nawaloka Construction Company (Pvt) Ltd</i>
Mr. Lakshman Jayasekara	<i>Ministry of Western Region Megapolis Planning Project</i>
Capt. M.G. Kularatne	<i>Maga Engineering (Pvt) Ltd</i>
Mr. Harsha De Seram	<i>International Construction Consortium (Pvt) Ltd</i>
Mr. Nandana Ekanayake	<i>Siam City Cement (Lanka) Limited</i>

Secretary General / CEO

Eng. Col. Nissanka N. Wijeratne

ANNUAL REPORT 2018-2019

The Board of Directors and Management of the Chamber of Construction Industry Sri Lanka have pleasure in presenting the Annual Report highlighting the activities, initiatives, events and achievements of the Chamber for the Financial Year ended on 31st March, 2019.

1. INTRODUCTION

The Chamber of Construction Industry Sri Lanka was established in the year 2001 and incorporated on 25th March 2003 under Section 15 sub section 1 of the Companies Act No. 17 Of 1982, as a Company by Guarantee. The Chamber has been subsequently re-registered under Companies Act No. 07 of 2007 on 3rd September, 2008.

Registration Number GA 95.

The Annual General Meeting held on the 07th September 2018 at BMICH (Lavendar Hall) Colombo 07 was the 15th AGM of the Chamber of Construction Industry Sri Lanka, after its incorporation.

2. THE CCI COUNCIL : YEAR 2017-2018

2.1. BOARD OF DIRECTORS

As per the decisions taken at the 14th AGM held on 7th September 2017 at Galleface Hotel, Colombo 03 the Board of Directors comprised of following.

- | | |
|--------------------------|--|
| 1. President | - Eng. Maj. Ranjith Gunatilleke |
| 2. Past President | - Deshabandu Dr. Surath Wickramasinghe |
| 3. Vice President | - Eng. D.D. Wijemanne |
| 4. Vice President | - Mr. Manilal Fernando |
| 5. Vice President | - Mr. Mahanama Jayamanne |
| 6. Vice President | - Archt. Jantha Perera |

By the powers vested in the President by the Constitution the following appointment was made for Year 2017/18

- | | |
|-----------------------|------------------------------|
| Vice President | - Prof . Ranjith Dissanayake |
|-----------------------|------------------------------|

2.2. COUNCIL MEMBERS

As per the decisions taken at the AGM held on 07th September 2017 the Council comprised of following.

- | | |
|--------------------------------|---------------------------------|
| 1. Ch. QS. Upul Shantha | 15. Mr. Asoka Siriwardena |
| 2. Archt. D. H. Wijewardena | 16. Mr. Danister Thudellage |
| 3. Mr. Shantha Priya Perera | 17. Eng. Sagara Gunawardana |
| 4. Mr. Priyantha Perera | 18. Mr. Kalana Alwis |
| 5. Mr. P B Kalugalagedara | 19. Mr. Walter Perera |
| 6. Dr. Kamal Laksiri | 20. Mr. Ranjan Sibera |
| 7. Mr. N.G.K. Karunawansa | 21. Eng. G. D. A. Piyathilaka |
| 8. Archt. Plnr. Piyal Silva | 22. Ch. QS. H.D. Chandrasena |
| 9. Dr. Rohan Karunaratne | 23. Eng. Rohan Tudawe |
| 10. Mr. Anuradha Siriwardane | 24. Prof. Chittra Wedikkara |
| 11. Mr. Prasanna Abeyratne | 25. Eng. K. L. S. Sahabandu |
| 12. Eng. Kirthi Sri Senanayake | 26. Mr. Neel Mario Jeremy Adams |
| 13. Mr. Dhammika Lokuwithana | 27. Mr. David Wang |
| 14. Mr. Lalith Kumara | |

The above Board of Directors and the Council functioned until the 15th AGM held on 07th September 2018.

2.3. THE CCI COUNCIL : YEAR 2018-2019

2.4.1 THE BOARD OF DIRECTORS

President Eng. Maj. Ranjith Gunathilaka to chaired the meeting.

President	- Eng. Maj. Ranjith Gunatilleke
President Elect	- Archt. Jayantha Perera
Past President	- Deshabandu Dr. Surath Wickramasinghe

At the AGM following four continued as the Vice Presidents of the Chamber, until year 2018.

Vice President	- Eng. D.D. Wijemanne
Vice President	- Mr. Manilal Fernando
Vice President	- Mr. Mahanama Jayamanne
Vice President	- Proj. Ranjith Dissanayake

By Nomination of CCI Council the following appointment was made for the year 2018-2019

Vice President	- Dr. Rohan Karunaratne
-----------------------	-------------------------

2.4.2. Election of Seven (07) Representatives to the Council to Represent the Collective Interest of the Corporate Members

The following seven persons were elected to represent the collective interest of Corporate Members.

1. Mr. Prasanna Abeyratne	- GTB Colombo Corporation (Pvt) Ltd
2. Mr. Walter Perera	- Frigi Engineering (Pvt) Ltd
3. Mr. Lalith Kumarage	- Alucare (Pvt) Ltd
4. Mr. Ashoka Siriwardena	- Bitumix (Pvt) Ltd
5. Mr. Danister Thudellage	- Solico International (Pvt) Ltd
6. Eng. Sagara Gunawardhana	- Verona International Projects (Pvt) Ltd
7. Ch. QS. H.D. Chandrasena	- Cost Consultancy Services (Pvt) Ltd

2.4.3. Election of Four (04) Representatives to the Council to Represent the collective interest of Statutory Agency Members

01. Eng. G. D. A. Piyathilaka	- CENTRAL ENGINEERING CONSULTANCY BUREAU
02. Eng. Y.D.C. De Silva	- SRI LANKA LAND RECLAMATION & DEVELOPMENT CORPORATION
03. C.L. Fernando	- LTL HOLDINGS (PVT) LTD

2.4.4. Election of One (01) Representatives to the Council to Represent the Collective Interest of Overseas Corporate Members

Mr. David Wang	- CHEC PORT CITY COLOMBO (PVT)LTD
----------------	-----------------------------------

2.4.5. Election of One (01) Representative to the Council to Represent the Collective Interest of Individual Members

Archt. Ranjan Nadesapillai	- Ranjan Nadesapillai Associates
----------------------------	----------------------------------

2.2.6. INSTITUTIONAL MEMBER REPRESENTATIVES (10 MEMBERS)

The following members were appointed as Institutional member representatives by each Institutional member respectively for the period of 2018 - 2019.

01. SRI LANKA INSTITUTE OF ARCHITECTS	- Archt. D.H. Wijewardena
02. INSTITUTE OF QUANTITY SURVEYORS	- Ch. QS. Upul Shantha
03. INSTITUTE OF TOWN PLANNERS	- Archt. Plnr. Piyal Silva
04. INSTITUTE OF SURVEYORS SRI LANKA	- Mr. L.P.A.S.P. Perera
05. INSTITUTE OF VALUERS	- Mr. P.B. Kalugalagedara
06. ASSOCIATION OF CONSULTING ENGINEERS	- Eng. Kirthi Sri Senanayake
07. NATIONAL CONSTRUCTION ASSOCIATION	- Mr. N.G.K. Karunawansa
08. INSURANCE ASSOCIATION OF SRI LANKA	- Mr. Anuradha Siriwarda
09. CEYLON INSTITUTE OF BUILDERS	- Dr. Rohan Karunaratne
10. MAJOR CONSTRUCTORS OF SRI LANKA	- Mr. Priyantha Perera
11. LANKA READY-MIX CONCRETE ASSOCIATION	- Mr. Neil Mario Jeremy Adams
12. SOCIETY OF STRUCTURAL ENGINEERS SRI LANKA	- Eng. K.L.S. Sahabandu

2.2.7. PRESIDENTS NOMINEES

01. Eng. Rohan Tudawe	- Tudawe Brothers Ltd
02. Prof. Chittra Wedikkara	- Q. Serve (Pvt) Ltd
03. Dr. Kamal Laksiri	-CEB Broadlands Projects
04. Mr. Kalana Alwis	-Nawaloka Construction Pvt Ltd
05. Mr. Lakshman Jayasekara	-Ministry of Western Region (Megapolis Planning Project)
06. Capt. M.G. Kularatne	-Maga Engineering (Pvt) Ltd
07. Mr. Harsha De Seram	-International Construction Consortium (Pvt) Ltd
08. Mr. Nandana Ekanayake	-Siam City Cement (Lanka) Limited

3. MEETINGS

3.1 THE FINANCE AND MANAGEMENT COMMITTEE (FMC)

The FMC continued to function up to October 2018.
During this period 05 (Five) meetings were held.

Chairman

Eng. D D Wijemanne

Members

1. Mr. M. Jayamanne
2. Mr. Lalith Kumarage
3. Mr. Danister Thudellage
4. Ch.QS. Chandrasena

3.2 THE EXHIBITION AND FUND RAISING COMMITTEE (EFR)

The EFR continued to function up to October 2018.
During this period 05 (Five) meetings were held.

Chairman

Mr. M. Jayamanne

Members

1. Eng. D D Wijemanne
2. Mr. Danister Thudellage
3. Mr. Lalith Kumarage

3.2.1 MANAGEMENT COMMITTEE (MC)

The FMC & EFR Committees were coalesced as the Management Committee from October 2018 up to end of Financial year (31-03-2019).

The Committee members are as follows;

Chairman

Archt. Jayantha Perera

Members

1. Eng. D.D. Wijemanne
2. Mr. M. Jayamanne
3. Mr. Lalith Kumara
4. Mr. Danister Thudellage
5. Ch. QS. H.D. Chandrasena
6. Archt. Ranjan Nadesapillai
7. Dr. Kamal Laksiri

During the period (1st November 2018 to 31st March 2019) five (05) Management Council Meetings were held.

Some of the topics that were discussed :-

- Secretariat building for CCI - on approval by the government, a block of land was identified at Colombage Mawatha by the Urban Development Authority, towards the Chamber for a Secretariat building. Chamber Institutional Members who did not possess a permanent secretariat were also encouraged to avail themselves of this opportunity.
- CCI Bulletin - the English bulletin for 12 consecutive issues have had only 36 pages. This needs to go up to 44 pages to generate funds to meet the daily expenses of the Chamber.
- CCI Bulletin -A Sinhala bulletin (Nimsara) was published in May, August and October 2018. However due to lack of funds was temporarily halted thereafter.
- CCI Diary - This was published in December 2018

3.3 THE DIRECTORS MEETINGS

The Board of Directors held 12 (Twelve) meetings during the year under review.

3.4 THE COUNCIL MEETINGS

A total of 12 (Eleven) meetings from Nos. 181 to 192 were held during the year under review.

Statistics in relation to the attendance of individual Council Members have been tabulated in this report.

3.5 THE SECTOR COMMITTEE MEETINGS

During the period under review, 05 (Five) meetings were held.

It was decided to amalgamate the Committee for Manufacturers of Construction Materials & Committee for Suppliers of Construction Materials & for the Secretary General to chair the meetings.

The function of the Sector Committee would be as follows

- Prepare reports on issues related to the sub-sector represented by committee.
- Prepare proposals to improve the performance of the companies in sub-sector.
- Discuss and formulate the guide lines to enroll companies in the sub-sector as corporate members.
- Encourage suitable companies to join CCI.
- Encouraging maximum number of companies from the sub-sector to enlist in the Trade Directory and participate in Build SL Exhibition.

During the period under review, proposals to include into the Budget 2019 were forwarded and issues regarding Import duties & CESS were taken up by the Chamber & notified to Authorities.

3.6 NEW PREMISES FOR CHAMBER

The Chamber relocated to Red Cross Building, 8th Floor, No.106, Anagarika Dharmapala Mw, Colombo 07, on the 10th January 2019 on a sub-lease from Sri Lanka Red Cross for a period up to June 2029.

4. NEW MEMBERS

During the period under review 15 Sri Lankan companies & 8 Foreign companies obtained ordinary membership of the Chamber.

A. INSTITUTIONAL MEMBERS

-

B. STATUTORY AGENCY MEMBERS

-

C. LOCAL CORPORATE MEMBERS

- Wurth Lanka Pvt Ltd
- Sewana Builders Holdings Pvt Ltd
- Society Of Structural Engineers Sri Lanka
- Facility & Engineering Mngmnt Services
- Van Strien Designer Tiles (Pvt)Ltd
- Asda Engineering Pvt Ltd
- Alcobronz (Pvt) Ltd.
- Kevilton Electrical Products Pvt Ltd
- Midas Construction Pvt Ltd
- Building Services Engineering Pvt Ltd
- Kent Engineers Pvt Ltd

D. OVERSEAS CORPORATE MEMBERS

- UNI-EFF Pvt Ltd
- Modern Trading Pvt Ltd
- Kent Engineers Pvt Ltd
- Delmege Forsyth & Co.Ltd
- WKK Engineering Company Pvt Ltd
- Y D Construction Pvt Ltd
- Naveen Ceramic (Pvt)Ltd
- Charter House International (Pvt)Ltd
- Ceylon Steel Corporation Limited
- Q Serve pvt Ltd
- Metecno Lanka (Pvt)Ltd
- Alulanka (Pvt) Ltd

E. INDIVIDUAL MEMBERS

Mr. Jude Pullenayegam

5. ANNUAL GENERAL MEETING FOR THE YEAR ENDED 31ST MARCH, 2018

The 15th Annual General Meeting of the Chamber of Construction Industry, Sri Lanka was held at the Lavendar Hall, BMICH, Colombo 07 on 07th September 2018.

5.1. The President, Eng. Maj. Ranjith Gunatilleke welcomed all those who were present at this Fifteenth Annual General Meeting. Prior to commencement of the AGM, Ms. Suwendrini Dimbulana of "Corporate Advisory Services Ltd", Corporate Secretaries to the Chamber read the notice convening the meeting.

5.2. The President requested Mr. Nissanka N Wijerathne - CEO to read the Report of the Council for the year 2017 - 2018. Mr. Nissanka N Wijerathne – CEO thereafter read the Report to the members. Further, the CEO briefed the members with regard to the activities of the Council for Financial Year ended on 31st March 2018 and briefed the members present on the activities undertaken by the Chamber along with the proposed projects for the future. Arct. Jayantha Perera proposed & Mr. Rohan Thudawe seconded the above minutes & the report of the Council was duly adopted.

5.3. The President then went on to present the statement of Accounts and balance sheet for the year ended 31st March 2018. At this Point the CEO of the Chamber informed that the Company had made a profit of Rs. 8.9 million over the past year. Mr. V.M. Feranando proposed & Arct. Jayantha Perera seconded the statement of Accounts and Balance Sheet for the year ending 31st March, 2018 which was adopted and approved.

5.4. Thereafter Eng. Maj. Ranjith Gunathilleke addressed all the members, management & staff & thanked them for the support to carry out his duties over the past year.

ATTENDANCE RECORD at COUNCIL MEETINGS

(01st April 2018 to 31st March 2019)

No.	Council Members	Apr	May	June	Jul	Aug	Sep	Oct	Nov	Jan	Jan	Feb	Mar	Total	%
		2018	2018	2018	2018	2018	2018	2018	2018	2019	2019	2019	2019	Meetings	
		181	182	183	184	185	186	187	188	189	190	191	192	Attended	
1	Maj. Ranjith Gunathilake	1	1	1	1	1	1	1	1	1	1	1	1	12	100
2	Dr. Surath Wickramasinghe	AP	AP	AP	AP	AP	AP	AP	AP	AP	AP	AP	AP	0	0
3	Eng. D D Wijemanne	1	1	1	1	AP	1	1	1	1	1	1	AP	10	83
4	Mr. Manilal Fernando	AP	1	1	1	1	1	AP	AP	1	1	1	AP	8	67
5	Ar. Jayantha Perera	1	AP	1	1	1	1	1	1	1	1	1	AP	10	83
6	Mr. Mahanama Jayamanne	1	AP	1	AP	AP	AP	AP	AP	AP	AP	AP	AP	2	17
7	Ch.Qs. Upul Shantha	1	1	AP	AP	1	1	1	AP	1	1	1	AP	8	67
8	Eng. Kirithi Sri Senanayake	1	AB	1	1	1	1	1	1	1	1	1	1	11	92
9	Ar. Plmr. Piyal Silva	1	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	1	8
10	Mr. W.A. Priyantha Perera	1	AP	AP	1	AP	AP	AP	1	1	AP	AB	1	5	42
11	Dr. Rohan Karunaratne	1	1	1	1	AP	1	1	1	1	1	AP	1	10	83
12	Mr. Shantha Priya Perera	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	0	0
13	Mr. Anuradha Siriwardana	AB	1	AP	AP	AP	AP	AP	AB	AB	AB	AP	AP	1	8
14	Mr. P B Kalugalagedara	1	1	1	AB	1	1	1	1	AP	1	1	AB	9	75
15	Mr. N G K Karunawansa	AP	1	1	1	1	1	1	1	1	1	1	1	11	92
16	Mr. N. M.J. Adams	AP	1	AP	AP	AP	AP	1	1	AP	AP	1	AP	4	33
17	Arch. D H Wijewardena	AP	1	AP	1	AP	AP	1	1	1	AP	1	AB	6	50
18	Eng. KLS Sahabandu	AP	1	1	1	1	AP	1	1	1	1	AP	1	9	75
19	Mr. G D A Piyathilaka	AP	1	1	1	AB	1	AP	1	AP	AP	1	1	7	58
20	Mr. Chathuranga L Fernando	1	AP	AP	1	1	1	1	1	1	1	1	1	10	83
21	Mr. Prasanna Abeeyratne	1	AP	AP	1	AP	AP	AP	AP	AP	AP	AB	AP	2	17
22	Mr. Lalith Kumara	1	1	1	1	1	AP	1	1	1	1	AP	1	10	83
23	Mr. Asoka Siriwardena	1	1	AP	AP	1	AP	1	1	1	AP	1	AP	7	58
24	Mr. Danister Thudellage	AP	1	1	1	1	1	AP	AP	1	1	1	1	9	75
25	Mr. H D Chandrasena	1	1	1	1	1	AP	1	AP	1	1	1	AP	9	75
26	Mr. Nandana Ekanayake	1	1	AP	AP	AP	AP	1	1	1	1	1	AP	7	58
27	Mr. Dammika Lokuwathana	AP	1	AP	AP	AP	AP	AP	-	-	-	-	-	1	8
28	Eng. Sagara Gunawardana	1	AP	AP	AP	AP	1	AP	1	1	AP	AP	1	5	42
29	Eng. Walter Perera	1	1	1	1	AB	1	1	AP	1	1	1	1	10	83
30	Arch. Ranjan Nadesapillai	1	1	1	1	1	AP	1	AP	1	1	1	1	10	83
31	Eng. Rohan Tudawe	AP	AP	1	1	1	AP	AP	1	1	AP	1	1	7	58
32	Prof. P B R Dissanayake	1	AB	1	1	1	AP	AP	AP	1	AP	AP	AP	5	42
33	Dr. Kamal Laksiri	AP	1	1	1	1	1	1	1	AP	1	AP	1	9	75
34	Mr. Kalana Alwis	AP	1	1	1	AP	AP	1	1	1	AP	1	AP	7	58
35	Prof. Chitra Weddickara	AP	1	AP	1	1	AP	AP	AP	1	1	AP	AP	5	42
36	Mr. M G Kularatne	AP	AP	AP	AB	AB	1	AP	AP	1	AP	AP	AP	2	17
37	Mr. Harsha De Saram	-	-	-	-	-	-	-	1	AP	AP	AB	AP	1	8
38	Mr. Lakshman Jayasekara	1	1	AP	AB	1	AP	1	1	1	1	1	AB	8	67
39	Mr. Ranjan Sibera	AP	AP	1	AP	AP	AP	AB	-	-	-	-	-	1	8
40	Mr. Wang Hao	1	1	1	AP	AP	AB	1	1	1	1	1	AP	8	67
41	Eng. Y P C De Silva	AB	AB	AB	AB	AB	AB	AB	AB	AB	AB	AP	AP	0	0
Total No. Present at each meeting		22/40	25/40	22/40	23/40	19/40	16/40	22/40	23/39	27/39	21/39	22/39	15/39	Average	52
Percentage (%) of attendance at each meeting		55.00	62.50	55.00	57.50	47.50	40.00	55.00	58.97	69.23	53.85	56.41	38.46	Attendance	
AP - Apologies AB - Absent															

5.5 ELECTION OF OFFICE BEARERS

5.5.1 As there were no nominations received to represent Statutory Agencies, it was suggested to appoint them at the next Council Meeting.

5.5.2 The President stated that there were 7 vacancies to represent the Corporate Membership and said that the following 07 nominations have been received for the above vacancies for Corporate Members as such they were declared elected to represent the Corporate Members.

- 01.Mr. Prasanna Abeyratne
- 02.Eng. Sagara Gunawardane
- 03.Mr. Lalith Kumarage
- 04.Mr. Asoka Siriwardena
- 05.Mr. Danister Thudellage
- 06.Eng. Walter Perera
- 07.Ch. QS. H.D. Chandrasena

5.5.3 As there were no nominations received representing Overseas Corporate Members it was suggested to appoint them at the next Council Meeting.

5.6.4 The President stated that there were no nominations received for representing SME Members and it was suggested to appoint them at the next Council Meeting.

5.6.5 The President stated that the following nomination has been received for the Individual Member. Arch. Ranjan Nadesapillai. Arct. Jayantha Perera proposed and Prof. Ranjith Dissanayake seconded and the appointment was approved unanimously.

5.7 The President stated that the present Auditors, Messrs. Jayalath & Company Chartered Accountants had informed their willingness to continue as Auditors of the Company for the ensuring year. Accordingly Messrs. Jayalath & Company Chartered Accountants were re-appointed for the year 2018-2019 proposed by Mr. Manilal Fernando & seconded by Mr. Lalith Kumarage.

6. PUBLICATIONS

6.1.1 CCI BULLETIN



CCI CONSTRUCTION REVIEW

"Construction Review" is the newspaper bulletin published monthly by the Chamber of Construction Industry Sri Lanka. CCI has signed an agreement with Associated News Papers Ceylon (ANCL – Lake House) to publish and distribute the Bulletin along with "Daily News" on last Thursday of every month from April 2015. It provides a service to the Members and the Public by providing information on latest Construction Technology, Materials and also General News regarding status of the Construction Industry.

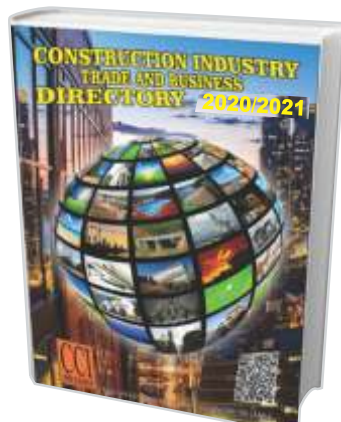
The Construction Review, being the only regular National Publication in the country, that focus on the Construction Industry, has been able to make its impact through the novel and striking layout and design while standing out from the rest as a newspaper bulletin with fruitful contents. It has become a reference document to some of the undergraduates and the industry professionals.

The current & archived copies of the Bulletin are available at CCI web site - <http://www.ccisrilanka.org/bulletin/>

Every endeavour is been made to improve the content & out reach of the bulletin. Industry leaders are been interviewed for their views. A "Business News" page is a new feature. Space for advertising vacancies in the industry is available.

6.1.2 CONSTRUCTION INDUSTRY TRADE AND BUSINESS DIRECTORY 2020-2021

The CCI Trade and Business Directory 2020/2021 is being prepared. This new Edition of the Directory is published once in two Years and is the one and only Construction Industry focused Trade and Business Directory in Sri Lanka. The Trade & Business Directory have the following new features incorporated.



CCI TRADE & BUSINESS DIRECTORY

6.2 MAJOR ACTIVITIES, INITIATIVES, EVENTS & ACHIEVEMENTS

6.3 EXHIBITIONS AND TRADE FAIRS OF THE CONSTRUCTION INDUSTRY

6.3.1 BUILD SL HOUSING & CONSTRUCTION EXPO 2018



Build SLt premier Housing & Construction Exposition was held on 18th, 19th, 20th May 2018 with over 300 stalls and participants from many countries.

The exhibition was held at Sirimavo Bandaranaike Exhibition Center in BMICH with the “Chinese Pavilion” as a special feature.

6.3.2. BUILD SL 2019 LAUNCH :



The most sought after Exhibition and Trade Fair of the Construction Industry, Build SL 2019 - Housing and Construction Expo was launched on 09th October 2018 at Grand Ball Room, Galadari Hotel, Colombo 01. The Annual Exhibition, with a new tagline “Build For a Smart Living” was launched.

Chief Guest at the event was the Hon. Kabir Hashim, Minister of Highways & Road Development and Petroleum Resources Development & the Guest of Honor was Mr. Nihal Rupasinghe - Secretary, Ministry of Megapolis & Western Region Development. It was a highly successful launch & well received.

6.3.3. SUSTAINABLE ENERGY EXPO -2018 - 14th, 15th, 16th September 2018

The objective of this Exhibition was to highlight and create an awareness of the innovative new technological products and services available that are related to Sustainable Energy development.

The Exhibition was arranged by CCI in collaboration with the Ministry of Power and Renewable Energy and the Sri Lanka Sustainable Energy Authority.

The Exhibition was declared open by the Deputy Minister for Power and Renewable Energy Hon. Ajith P. Perera.

The Exhibition drew enthusiastic and enquiring crowds to the venue at the BMICH.

The next Exhibition will be held on 08th, 09th, and 10th November 2019 at the BMICH, Colombo, Sri Lanka.



6.3.4 BUILD SL 2019



The 2019 was held on 22nd, 23rd and 24th March 2019 at the BMICH, Colombo, Sri Lanka. The exhibition was held at Sirimavo Bandaranaike Exhibition Center in BMICH with the "German Pavilion" as a special feature. This exposition was very useful for house builders, construction personnel & students.

6.4. SEMINARS

6.4.1. SEMINAR ON "IMPACTS ON THE CONSTRUCTION SECTOR FROM THE NEW INLAND REVENUE ACT (EFFECTIVE 01-04-2018)"



A very well attended seminar was held on the 8th May 2018 at the Taj Samudra (Samudra Ballroom). Eminent Speakers from the Inland Revenue Department & Tax consultancies from Ernst & Young, KPMG and Condominium Developers Association presented their analysis' lucidly. This seminar was timely & well recieved.

6.4.2. CHINA-SRI LANKA INFRASTRUCTURE INVESTMENT COOPERATION FORUM Chamber of Construction Industry Signed MOU with CHINCA in Macau, China



On 08th June 2018, the Chamber of Construction Industry Sri Lanka (CCISL), as the apex representative body of all those engaged in the construction sector was able to enter into a historic MOU with the China International Construction Association (CHINCA), which is the sole representative body of all Chinese construction companies. The signing ceremony took place during the 9th International Infrastructure Investment and Construction Forum held in Macau, China from 06th – 08th June 2018.

This Forum organized by CHINCA was attended by over 1500 delegates from nearly 100 countries including 50 Ministers from these countries. The signing of this MOU was witnessed by Hon. Patali Champika Ranawaka, Minister of Megapolis & Western Development who was a special invitee to the Forum.

By this MOU, CHINCA will recognize CCISL as its counterpart in Sri Lanka and establish website linkages between the two parties. It will promote the formation of business partnerships and joint ventures between members of CCISL and CHINCA.



Further it will facilitate each others members to undertake investments and development projects in Sri Lanka as the Chinese Government is recognizing CHINCA as the official representative of the Chinese construction sector in overseas, who is even represented in the negotiating team on China Sri Lanka FTA, this MOU will be a good instrument to the Government Agencies and our private sector to make use of to facilitate investments for mutual benefit.

6.4.3 SEMINAR ON “THE SUPPLY OF SAND FOR CONSTRUCTION WORK”



A seminar on The Supply of Sand for Construction Work was held at Sri Lanka Foundation Institute, Colombo 07, on 30th August 2018. This seminar drew a large number of participants. Hon. Patali Champika Ranawaka MP (Minister of Megapolis & Western Region Development) & Hon. Ajith Mannapperuma MP (Deputy Minister of Environment) attended this seminar as special invitees.

The topics taken up for discussion were Requirement of Sand for Construction Work, Sustainable Extraction of River Sand, Role of the Geological Survey and Mines Bureau in Regulation of Sand Supply, Supply of off shore Sea Sand, Production of Manufactured Sand, Design Alternatives to Minimize Use of Sand, Role of Sri Lanka Land Reclamation & Development Corporation (SLLRDC).

A report was prepared of the proceeding & presented to the government.

6.4.3. SEMINAR ON “FIRE RISK IN BUILDINGS”



This Seminar drew a large number of participants with Mr. David Ware, Fire Consultant from the UK as Main Speaker with a first hand knowlegde of the Glenfell fire in London addressing the seminar. Also other knowledgable speakers in the field including the Fire Chief of the Colombo Municipal Council spoke. Proceedings of the seminar are available at the Chamber web site www.ccisirilanka.org.

6.4.3. GERMAN - SRI LANKA CONFERENCE “THE FUTURE OF CONSTRUCTION OF BUILDINGS”



This conference was held in concurrence with the Build SL 2019 Expo on the 22nd March 2019. It was organized by Deligation of German Industry & Commerce in Sri Lanka (AHK Sri Lanka) in collaboration with Chamber of Construction Industry Sri Lanka.

7.0 INTERVENTIONS WITH THE GOVERNMENT

CCI representation in Statutory Authorities

7.1 CONSTRUCTION INDUSTRY DEVELOPMENT AUTHORITY

CCI is represented by Eng. Maj. Ranjith Gunatilleke, President of the Board of Directors.

7.2 NATIONAL ADVISORY COUNCIL ON CONSTRUCTION

CCI is represented by Eng. Nissanka N Wijeratne, Secretary General / CEO at this advisory council chaired by the Secretary to the Ministry of Housing, Construction & Cultural Affairs.

7.3 ASSISTING DRAFTING OF LEGISLATIONS

CCI actively involved itself in the drafting of following legislations

- a) Amendments to the Construction Industry Development Act, No.33 of 2014 to include provisions to ensure payments in time, timely planning approvals, compulsory requirement to use standard contract documents without adhoc changes and participation of local consultants and contractors in foreign funded projects.
- b) Drafting of 25 Rules and Regulations required under the Construction Industry Development Act, No.33 of 2014. Out of these 12 have been already Gazetted.

7.4 REPRESENTATIONS TO THE GOVERNMENT

a. Following representations made by CCI to the Government, approval was granted to recruit 2500 Construction workers from Nepal and Myanmar. Upto 31st March 2019, 140 Nepalese Workers were deployed at various Construction Sites of Member Companies. However as the Nepal government insisted on higher salaries, CCI has made arrangements to get approval to recruit from other countries.

Budget Proposals 2019

Several Proposals were made by the Chamber for inclusion into Budget Proposals 2019. Some of them were partly realized :-

- Requiring foreign construction companies to form joint ventures with local contracting or consultancy companies when tendering for Government projects, unless the project is fully foreign funded.
- Removal of NBT on main construction contractors.
- Reduction of para-tariffs on some imported construction materials.
- Reduction of Cess by 30% on imported construction materials.

Another pressing problem that the Chamber has been highlighting is the "Guaranti of Payments Act" that needs to be addressed.

7.5 CONSTRUCTION INDUSTRY AGENCIES

Monthly Meetings

CCI actively participated at all the monthly meetings with Construction Industry Agencies chaired by Mr. R. Paskaralingam., Senior Advisor to the Prime Minister. At these meetings CCI drew attention to the difficulties faced by the construction industry, especially on scarcity of labour and sand and non-acceptance of CGF Guarantee. It is regretted that these meetings were not held since October 2018.

CORPORATE INFORMATION

Red Cross Building, 8th Floor, No.106, Anagarika Dharmapala Mw, Colombo 07, Sri Lanka.
Tel +94 11 2667700 (Hunting) / +94 11 3050810 (Marketing) Fax +94 11 2667713
e-mail: adminsec@ccisrilanka.org web: www.ccisrilanka.org

NAME OF CHAMBER

Chamber of Construction Industry Sri Lanka
Red Cross Building, 8th Floor, No.106,
Anagarika Dharmapala Mw, Colombo 07, Sri Lanka

LEGAL FORM

A Company by Guarantee

REGISTRATION

GA 95

DIRECTORS

PRESIDENT	-Eng. Maj. Ranjith Gunatilleke
VICE PRESIDENTS	-Eng. D.D. Wijemanne -Mr. Manilal Fernando -Mr. Mahanama Jayamanne -Arct. Jayantha Perera -Prof. Ranjith Dissanayake

SECRETARIES & REGISTRARS

Corporate Advisory Services Pvt Ltd
No.47, Alexandra Place, Colombo 07

AUDITORS

Kingsley Jayalath & Company Ltd
Chartered Accountants
9/1/1, Murugan Place, Colombo 06

BANKERS

Peoples Bank
Bank of Ceylon

MANAGEMENT

Secretary General / CEO - Eng. Col. N.N. Wijeratne

REGISTERED OFFICE

Chamber of Construction Industry Sri Lanka
Red Cross Building, 8th Floor, No.106,
Anagarika Dharmapala Mw, Colombo 07, Sri Lanka

CHAMBER OFFICE

Chamber of Construction Industry Sri Lanka
Red Cross Building, 8th Floor, No.106,
Anagarika Dharmapala Mw, Colombo 07, Sri Lanka

INDEPENDENT AUDITOR'S REPORT

TO THE MEMBERS OF THE CHAMBER OF CONSTRUCTION INDUSTRY, SRILANKA

Opinion

We have audited the financial statements of The Chamber of Construction Industry Sri Lanka, which comprise the statement of financial position as at March 31, 2019, and the statement of comprehensive income and retained earnings, statement of changes in equity and statement of cash flow for the year then ended, and notes to the financial statements including a summary of significant accounting policies and other explanatory information.

In our opinion the accompanying financial statements give a true and fair view of the financial position of the Company as at 31 March 2019, 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.

Basis for Opinion

We conducted our audit in accordance with International Standards on Auditing (ISAs). 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 ethical requirements that are relevant to our audit of the financial statements in accordance with Sri Lanka Auditing Standards and we have fulfilled our other responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

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

Management is responsible for the preparation of the financial statements in accordance with Sri Lanka Accounting Standard for Small and Medium-Sized Entities 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.

KJ KINGSLEY JAYALATH & CO
Chartered Accountants

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 ISAs 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.

As part of an audit in accordance with ISAs, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
- Obtain an understanding of internal control relevant to the audit 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 Company's internal control.
- Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
- Conclude on the appropriateness of management's use of the going concern basis of accounting and based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Company's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditor's report to the related disclosures in the financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditor's report. However, future events or conditions may cause the Company to cease to continue as a going concern.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.



KINGSLEY JAYALATH & CO.,
Chartered Accountants
43/3, Sri Saranankara Road,
Dehiwala

06 August 2019



KJ KINGSLEY JAYALATH & CO
Chartered Accountants

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

STATEMENT OF COMPREHENSIVE INCOME FOR THE YEAR ENDED 31 MARCH 2019

	<u>Notes</u>	<u>2018 / 2019</u> <u>Rs.</u>	<u>2017 / 2018</u> <u>Rs.</u>
Revenue	5	80,911,033	66,342,512
Less: Direct Costs	6	48,349,620	38,972,606
		32,561,413	27,369,905
Add: Other Income	7	3,406,054	2,782,267
		35,967,468	30,152,172
Less: Administrative Expenses	8	29,293,193	21,196,734
Finance Costs	9	154,219	41,377
Profit/(Loss) prior to Taxation		6,520,055	8,914,061
Less: Income Tax Expense		977,025	1,064,764
Surplus/(Loss) after Taxation		5,543,030	7,849,297
G.P. Ratio		40.24%	41.26%

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
STATEMENT OF FINANCIAL POSITION AS AT 31 MARCH 2019

<u>ASSETS</u>	<u>Notes</u>	<u>31.03.2019</u> <u>Rs.</u>	<u>31.03.2018</u> <u>Rs.</u>
<u>Non Current Assets</u>			
Property, Plant & Equipment	10	1,493,043	1,523,399
Intangible Assets	11	257,355	182,882
Fixed Deposits		21,319,755	22,745,263
<u>Current Assets</u>			
Trade & Other Receivables	12	2,641,767	3,257,624
Cash & Cash Equivalents	13	4,790,281	3,205,656
Total Assets		<u>30,502,202</u>	<u>30,914,824</u>
<u>EQUITY & LIABILITIES</u>			
<u>Capital & Reserves</u>			
Accumulated Fund	14	24,197,335	18,654,305
<u>Non Current Liabilities</u>			
Provision for Gratuity	15	1,569,125	1,263,750
<u>Current Liabilities</u>			
Trade & Other Payables	16	4,731,741	7,921,138
Bank Overdrafts	17	4,000	19,722
Deferred Revenue		-	3,055,909
Total Equity & Liabilities		<u>30,502,202</u>	<u>30,914,824</u>

The company is responsible for the preparation and presentation of these financial statements, signed for and on behalf of the association.



 President



 Vice President

06 August 2019

KJ KINGSLEY JAYALATH & CO
 Chartered Accountants

Page - 03

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

STATEMENT OF CHANGES IN EQUITY FOR THE YEAR ENDED 31ST MARCH 2019

	Accumulated Fund	Total Rs.
Balance as at 31.03.2017	10,805,008	10,805,008
Profit/(Loss) for the Year	7,849,297	7,849,297
Balance as at 31.03.2018	18,654,305	18,654,305
Profit/(Loss) for the Year	5,543,030	5,543,030
Balance as at 31.03.2019	24,197,335	24,197,335

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA**STATEMENT OF CASH FLOW****FOR THE YEAR ENDED 31 MARCH**

	2019	2018
	<u>Rs.</u>	<u>Rs.</u>
<u>Cash Flow from Operating Activities</u>		
Profit/(Loss) Before Taxation	6,520,055	8,914,061
Adjustments for		
Depreciation	576,841	550,880
Interest Income	(2,305,774)	(1,991,828)
Profit/Loss disposal of PP&E	(280,995)	-
Gratuity	305,375	368,750
	<u>(1,704,553)</u>	<u>(1,072,199)</u>
Operating Profit Before Changes in Working Capital	4,815,502	7,841,862
Decrease/(Increase) in trade & other receivables	615,857	3,856,088
(Decrease)/Increase in trade & other payables	(6,169,688)	(1,132,444)
Deferred Income	(3,055,909)	(1,664,500)
Deferred catalogue income	-	-
	<u>(8,609,739)</u>	<u>1,059,144</u>
Cash Generated From Operations	(3,794,237)	8,901,006
Gratuity Paid	-	-
Income Taxes Paid	2,003,266	-
	<u>2,003,266</u>	<u>-</u>
Net Cash inflow/(outflow) from operating activities	(1,790,972)	8,901,006
<u>Cashflow from Investing Activities</u>		
Purchase of Property, Plant & Equipment	(1,060,808)	(863,369)
Interest Income Received	2,305,774	1,991,828
Disposal of Property, Plant & Equipment	720,844	-
Fixed Deposit investments	1,425,508	(9,736,412)
Net Cashflow used in Investing Activities	<u>3,391,318</u>	<u>(8,607,953)</u>
<u>Cashflow from Financing Activities</u>		
Net Cashflow from Financing Activities	-	-
Net Increase in Cash & Cash Equivalents	1,600,346	293,053
Cash & Cash Equivalents at the beginning of the year	3,185,934	2,892,881
Cash & Cash Equivalents at the end of the year Note : A	<u>4,786,281</u>	<u>3,185,934</u>

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
STATEMENT OF CASH FLOW
FOR THE YEAR ENDED 31 MARCH

	<u>2019</u>	<u>2018</u>
	<u>Rs.</u>	<u>Rs.</u>
<u>Note : A</u>		
Bank Of Ceylon A/C 5696	(4,000)	843,906
Bank Of Ceylon A/C 6088	766,755	(19,722)
Commercial Bank PLC A/C 5279	6,085	6,085
Peoples' Bank A/C 220001816	59,288	570,749
Peoples' Bank A/C 130001816	2,166,109	637,611
Petty Cash IOU	3,962	8,700
Peoples' Bank USD SAVINGS A/C 2004021130001816	1,566,684	1,035,041
Cash for events (Disbursements)	7,591	12,238
Petty Cash Control	226	12,652
Return Cheques	-	58,674
Special Cash Imprest-CEO	20,000	20,000
Cash for events(Disbursements)-Foreign Lab	66,086	-
Sampath Bank A/C- 017510006210	127,495	-
	<u>4,786,281</u>	<u>3,185,934</u>

THE CHAMBER OF CONSTRUCTION INDUSTRY, SRI LANKA

ACCOUNTING POLICIES & EXPLANATORY NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 31 MARCH 2019

1. GENERAL INFORMATION

The Chamber of Construction Industry, Sri Lanka is a guarantee limited company incorporated in Sri Lanka. The address of its registered office and principal place of business is No. 65, Walukarama Road, Colombo 03.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The principal accounting policies applied in the preparation of these financial statements are set out below. These policies have been consistently applied to all the years presented, unless otherwise stated.

2.1 BASIS OF PREPARATION

These financial statements have been prepared in accordance with the *Sri Lanka Accounting Standard for small and Medium- Sized Entities* issued by the Institute of Chartered Accountants of Sri Lanka. These financial statements are presented in Sri Lankan Rupees (Rs.) and all financial information presented in Sri Lankan Rupees has been rounded to the nearest rupee.

2.1.1 GOING CONCERN

The directors have made an assessment of Company's ability to continue as a going concern and they do not intend either to liquidate or to cease trading.

2.2 REVENUE RECOGNITION


Revenue is recognized to the extent that is probable that the economic benefits will flow to the company and associated costs incurred or to be incurred can be reliably measured. Revenue is measured at the fair value of the consideration received or receivable net of discounts and sales taxes. Following specific criteria are used for the purpose of recognition of revenue.

(a) Rendering of Services

Revenue from rendering of services is recognized in the accounting period in which the services are rendered or prepared.

(b) Other Income

Other income is recognized on an accrual basis.

 **KINGSLEY JAYALATH & CO**
Chartered Accountants

Page - 07

2.3 INCOME TAX

Income tax expense represents the sum of the tax currently payable. The tax currently payable is based on taxable profit for the year.

Provision for taxation has been made according to the Inland Revenue Act No. 24 of 2017.

2.4 DEFERRED TAXATION

No provision has been made for Deferred Tax.

2.5 PROPERTY, PLANT & EQUIPMENT

Tangible Assets are shown at written down value. Depreciation is charged on written down value at the following rates per annum, in order to write off the cost of such assets over their estimated useful lives.

Office Equipment	25 %
Office Refurbishment	20 %
Office Furniture	20 %
Motor Vehicles	25 %

Depreciation is charged from the date, an asset is available for use.

2.6 INTANGIBLE ASSETS

Intangible assets are purchased computer software that is stated at cost less accumulated depreciation and any accumulated impairment losses. It is amortized over its estimated life of four years using the written down value method. If there is an indication that there has been a significant change in amortization rate, useful life or residual value of an intangible asset, the amortization is revised prospectively to reflect the new expectations.

2.7 IMPAIRMENT OF ASSETS

At each reporting date, property, plant and equipment, intangible assets, and investments in associates are reviewed to determine whether there is any indication that those assets have suffered an impairment loss. If there is an indication of possible impairment, the recoverable amount of any affected asset (or group of related assets) is estimated and compared with its carrying amount. If estimated recoverable amount is lower, the carrying amount is reduced to its estimated recoverable amount, and an impairment loss is recognized immediately in profit or loss.

Similarly, at each reporting date, inventories are assessed for impairment by comparing the carrying amount of each item of inventory (or group of similar items) with its selling price less costs to complete and sell. If an item of inventory (or group of similar items) is impaired, its carrying amount is reduced to selling price less costs to complete and sell, and an impairment loss is recognized immediately in profit or loss.

If an impairment loss subsequently reverses, the carrying amount of the asset (or group of related assets) is increased to the revised estimate of its recoverable amount (selling price less costs to complete and sell, in the case of inventories), but not in excess of the amount that would have been determined had no impairment loss been recognized for the asset (group of related assets) in prior year. A reversal of an impairment loss is recognized immediately in profit or loss.

2.8 *TRADE AND OTHER RECEIVABLES*

Trade and Receivables are stated at the value estimated to be realized. Receivables are made on the basis of normal credit terms, and the receivables do not bear interest.

2.9 *TRADE PAYABLES*

Trade payables are those, which fall due for payment on demand or within one year from the statement of financial position date. Trade payables are obligations on the basis of normal credit terms and do not bear interest.

2.10 *BANK LOANS AND OVERDRAFTS*

Bank loans and overdraft interest is recognized in profit or loss in the year in which they are incurred.

3 *EMPLOYEE BENEFITS*

3.1 *DEFINED CONTRIBUTION PLANS*

A defined contribution plan is a post-employment benefit plan under which an entity pays fixed contribution into a separate entity and will have no legal or constructive obligation to pay further amounts. Obligations for contribution to Employee Provident and Employee Trust Funds covering all employees are recognized as an expense in profit or loss as incurred.

The company contributes 12% and 3% of gross emoluments of employees as Provident Fund and Trust Fund contribution respectively.

3.2 DEFINED BENEFIT PLANS

Full provision has been made on account of retiring gratuity from the first year of service of the employees in conformity with the section 28 of the Sri Lanka Accounting Standards for Small and Medium Sized Entities – “Employee Benefits” at half (1/2) month’s salary for each year’s service.

However, according to the payment of Gratuity Act No.12 of 1983, the liability for gratuity payment to an employee arises only after the completion of 5 years of continued service.

The liability is not externally funded nor actuarially valued. The item is grouped under Non-Current Liabilities in the Balance Sheet.

4. EVENTS OCCURRING AFTER REPORTING DATE

The materiality of events after the reporting period has been considered and appropriate adjustments, wherever necessary, have been made in the accounts.

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
NOTES TO THE FINANCIAL STATEMENTS

Note: 5

Income

Annual Subscriptions
Entrance Fees
Trade Directory
CCI English Bulletin
Contributions
Seminars
AGM Sponsorship
Build SL 2018
Build SL-Entrance Ticket Sale
Musical Show
Diary 2018
Sustainable Energy
Foreign Worker Service Charge

2018 / 2019	2017 / 2018
<u>Rs.</u>	<u>Rs.</u>
3,858,334	2,658,333
275,000	652,539
701,500	6,510,365
19,678,791	21,132,621
84,668	-
5,150,582	4,975,273
90,000	-
48,108,355	21,984,130
13,805	-
510,000	-
-	318,000
1,180,000	7,081,249
1,260,000	1,030,000
80,911,033	66,342,512

Note: 6

Direct Expenses

Stamps
Commission
Printing Charges
Article Contributors & Writing
Direct Expenses : Build SL
Direct Expenses : Seminars
Travelling
Advertising-Other
Project-RTC-Meeting Expenses
Distribution Expenses
Total Direct Expenses

2018 / 2019	2017 / 2018
<u>Rs.</u>	<u>Rs.</u>
371,385	30,400
1,330,733	4,599,470
10,030,425	7,822,800
618	-
34,762,522	21,414,747
1,696,524	4,481,959
150,813	133,045
5,100	25,530
1,500	-
-	464,655
48,349,620	38,972,606

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

Note: 7

Other Income	2018 / 2019 Rs.	2017 / 2018 Rs.
Exchange Gain/(Loss)	322,822	13,610
Profit on disposal of Motor Bicycles	280,995	-
Other Income	496,463	776,829
Interest on Fixed Deposits	2,305,774	1,991,828
	<u>3,406,054</u>	<u>2,782,267</u>

Note: 8

Administrative Expenses	2018 / 2019 Rs.	2017 / 2018 Rs.
Allowance	2,498,627	2,400,630
Salaries	9,608,231	8,533,833
Overtime	-	430,638
ETF	281,414	256,035
EPF	1,126,135	1,024,140
ETF Arrears	-	9,469
EPF Arrears	-	37,876
Penalty on PAYE Tax	2,083	-
Staff Welfare	114,659	153,508
Staff Medical Insurance	312,156	273,776
Travelling Expenses	807,528	425,286
Motor Bike Hiring	76,682	63,795
Car Parking	198,390	184,300
Sales Promotion	245,757	-
Advertising-Other	21,700	12,300
Promotion & Branding	93,834	211,275
Computer Equipment Maintenance	241,759	338,160
Electricity	846,099	802,137
Office Rent	1,645,322	1,290,000
Postage & Stamps	44,480	120,273
Printing & Stationery	215,566	353,319
Professional Services	195,120	270,000
Consultancy Fee	-	120,000
Repairs & Maintenance	54,785	95,675
Renovations	3,432,134	-
Donation	1,500	-
Secretarial Services	71,555	130,728
Telephone Charges	789,853	534,443
Audit fees	82,143	60,000
Tax Computation Charges	41,071	30,000
Licence & Registration	27,078	49,793
Water Rates	38,217	114,610
Drinking Water	62,418	66,184

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

Administrative Expenses (Contd...)

Internet & E-mail	86,950	81,500
Meeting Expenses	1,288,775	181,192
Office Maintenance	108,708	733,588
AGM Expenses	350,248	44,000
Janitorial Expenses	260,375	242,000
Newspapers & Magazines	29,480	41,335
Other Expenses	1,490,106	434,430
Depreciation	576,841	550,880
Gratuity	305,375	368,750
NBT	368,288	18,711
Bad And Doubtful Debts	1,251,753	108,165
	<u>29,293,193</u>	<u>21,196,734</u>

Note: 9

	2018 / 2019	2017 / 2018
<u>Finance Cost</u>	<u>Rs.</u>	<u>Rs.</u>
Bank Charges	92,574	29,440
Interest on Loan	35,608	8,902
Overdraft Interest	-	750
Other Expenses	26,037	2,286
	<u>154,219</u>	<u>41,377</u>

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

Note: 10

PROPERTY, PLANT & EQUIPMENT

	Motor Vehicles	Office Equipment	Office Refurbishments	Office Furniture	Computers	TOTAL Rs.
<u>COST</u>						
As at 01.04.2018	460,490	3,052,347	1,691,092	948,332	1,366,800	7,519,061
Additions /Adjustment	-	92,854	-	460,957	359,200	913,010
Disposal /Adjustment	460,490	477,908	-	-	-	938,398
As at 31.03.2019	-	2,667,292	1,691,092	1,409,289	1,726,000	7,493,673

ACCUMULATED DEPRECIATION

As at 01.04.2018	226,291	2,646,356	1,691,092	775,490	656,433	5,995,662
Annual Depreciation	-	149,023	-	78,148	276,345	503,516
<u>Less : Accumulated Depreciation on Assets Disposed of</u>	226,291	272,257	-	-	-	498,548
As at 31.03.2019	-	2,523,122	1,691,092	853,638	932,778	6,000,630

NET BOOK VALUE

As at 31.03.2019	-	144,170	-	555,650	793,222	1,493,043
As at 31.03.2018	234,199	405,991	-	172,842	710,367	1,523,399

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

Note: 11

INTANGIBLE ASSETS

<u>COST</u>	Computer Software	Total
As at 01.04.2018	400,300	400,300
Additions /Adjustment	147,798	147,798
Disposal /Adjustment	-	-
As at 31.03.2019	548,098	548,098

ACCUMULATED DEPRECIATION AND IMPAIRMENT

As at 01.04.2018	217,418	217,418
Annual Depreciation	73,325	73,325
<u>Less</u> : Accumulated Depreciation on Assets Disposed of	-	-
As at 31.03.2019	290,743	290,743

NET BOOK VALUE

As at 31.03.2019	257,355	257,355
As at 31.03.2018	182,882	182,882

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
NOTES TO THE FINANCIAL STATEMENTS

Note: 12

Trade & Other Receivables

Trade Debtors	12.1
Other Receivables	12.2

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
(12,311,250)	1,332,052
14,953,017	1,925,572
<u>2,641,767</u>	<u>3,257,624</u>

Note: 12.1

Trade Debtors

Accounts Receivables
Existing Member Subscriptions
Trade Exhibition
Trade Directory
Bulletin Debtors
Seminars

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
131,015	(457,435)
108,981	150,087
(17,539,576)	(4,144,267)
48,014	1,970,876
4,525,418	3,841,234
414,898	(28,444)
<u>(12,311,250)</u>	<u>1,332,052</u>
<u>(12,311,250)</u>	<u>1,332,052</u>

Trade Debtors

Note: 12.2

Other Receivables

BMICH Advance Paid
Refundable Deposits
Staff Loans
Rent Prepayment
VAT Receivables
Interest Receivables
WHT Receivables
Unidentified Deposits Cheques
Total Trade & Other Receivables

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
-	750,000
10,000	303,000
170,208	213,500
14,583,333	877,500
-	158,541
-	27,474
189,475	427,894
-	(832,337)
<u>14,953,017</u>	<u>1,925,572</u>
<u>2,641,767</u>	<u>3,257,624</u>

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
NOTES TO THE FINANCIAL STATEMENTS

Note: 13

Cash & Cash Equivalents

	31.03.2019	31.03.2018
	<u>Rs.</u>	<u>Rs.</u>
Bank Of Ceylon A/C 5696	-	843,906
Bank Of Ceylon A/C 6088	766,755	-
Commercial Bank PLC A/C 5279	6,085	6,085
Peoples' Bank A/C 220001816	59,288	570,749
Peoples' Bank A/C 130001816	2,166,109	637,611
Peoples' Bank USD SAVINGS A/C 2004021130001816	1,566,684	1,035,041
Sampath Bank A/C- 017510006210	127,495	-
Petty Cash IOU	3,962	8,700
Cash for events(Disbursements)	7,591	12,238
Cash for events(Disbursements)-Foreign Lab	66,086	-
Petty Cash Control	226	12,652
Return Chques	-	58,674
Special Cash Imprest-CEO	20,000	20,000
	<u>4,790,281</u>	<u>3,205,656</u>

Note: 14

Accumulated Fund

	31.03.2019	31.03.2018
	<u>Rs.</u>	<u>Rs.</u>
Balance as at beginning of the year	18,654,305	10,805,008
Profit/(Loss) for the Year	5,543,030	7,849,297
Balance as at end of the year	<u>24,197,335</u>	<u>18,654,305</u>

Note: 15

Provision For Gratuity

	31.03.2019	31.03.2018
	<u>Rs.</u>	<u>Rs.</u>
Balance at the beginning of the year	1,263,750	895,000
Add: Provision for the year	305,375	368,750
Less: Paid during the year	-	-
Balance at the end of the year	<u>1,569,125</u>	<u>1,263,750</u>

Note: 16

Trade & Other Payables

	31.03.2019	31.03.2018
	<u>Rs.</u>	<u>Rs.</u>
Accounts Payables 16.1	1,531,195	3,542,955
Other Payables 16.2	354,594	3,924,127
Amount Payable to Foreign Labour 16.3	2,845,953	454,056
	<u>4,731,741</u>	<u>7,921,138</u>



KINGSLEY JAYALATH & CO
Chartered Accountants

Page - 17

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA
NOTES TO THE FINANCIAL STATEMENTS

Note: 16.1

Accounts Payable

Accounts Payable

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
1,531,195	3,542,955
<u>1,531,195</u>	<u>3,542,955</u>

Note: 16.2

Other Payable

NBT Payable

VAT Payable

VAT Penalty Payable

Income Tax Payable

Audit Fees Payable

Tax Computation Charges Payable

Short Term Loan - Peoples' Bank

Recoveries for Motor Bike

WUSC Expenses

Reconciliation Discrepancies

Advance Received

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
167,970	36,734
(68,552)	263,896
18,438	18,438
38,523	1,128,591
82,143	60,000
41,071	30,000
75,000	375,000
-	343,000
-	152,840
-	15,229
-	1,500,399
<u>354,594</u>	<u>3,924,127</u>
<u>1,885,788</u>	<u>7,467,083</u>

Note: 16.3

Amount Payable to Foreign Labour

Reimbursement Expenses-Foreign labour

Foreign Labour Project

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
10,200,202	7,495,538
(7,354,248)	(7,041,482)
<u>2,845,953</u>	<u>454,056</u>

Note: 17

Bank Overdrafts

Bank Of Ceylon A/C 5696

Bank Of Ceylon A/C 6088

31.03.2019	31.03.2018
<u>Rs.</u>	<u>Rs.</u>
4,000	-
-	19,722
<u>4,000</u>	<u>19,722</u>

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA**TAX ADJUSTMENT ACCOUNT****Y/A 2018/2019****2019****Rs.**

Profit/(Loss) for the year	6,520,055
Less : Interest Income	2,305,774
: Disposal Profit On Sale	280,995
	<u>3,933,286</u>

Add: Disallowable Expenses

Depreciation	576,841	
Other Expenses	1,516,143	
Donations	1,500	
Gratuity Provision	305,375	
Penalty On PAYE Tax	2,083	
Bad & Doubtful Debts	1,251,753	3,653,695
		<u>7,586,980</u>

Tax Profit Of Disposal Of Motor Bicycles**Calculation Of Tax Written Down Value**

Cost	460,490	
Less : Depreciation Claimed	<u>(92,098)</u>	
WDV	368,392	
Sales Proceeds	515,195	
Profit	<u>146,803</u>	146,803

Less : Depreciation Allowances**Motor Vehicles**

2015/2016	224,500	20%	44,900
2016/2017	235,990	20%	47,198

Office Equipment

2011/2012	133,650	12.5%	16,706
2013/2014	9,990	12.5%	1,249
2017/2018	250,700	33 1 / 3 %	83,567
2018/2019	92,854	20%	18,571

Office Furniture

2014/2015	33,650	20%	6,730
2015/2016	111,660	20%	22,332
2016/2017	55,000	20%	11,000
2017/2018	62,169	20%	12,434
2018/2019	460,957	20%	92,191

THE CHAMBER OF CONSTRUCTION INDUSTRY SRI LANKA

TAX ADJUSTMENT ACCOUNT

Y/A 2018/2019

CONTD.....

Computers

2015/2016	225,500	25%	56,375
2016/2017	227,000	25%	56,750
2017/2018	442,200	25%	110,550
2018/2019	359,200	20%	71,840

Computer Software

2018/2019	147,798	20%	29,560	755,033
				<u>6,978,750</u>

Less : Gratuity Paid

Profit on Business Operations

6,978,750

Taxable Profit

6,978,750

Income Tax

On Taxable Income	6,978,750	14%	<u><u>977,025</u></u>
-------------------	-----------	-----	-----------------------

