

Srilanka Export Credit Insurance Corporation

STATEMENT OF FINANCIAL POSITION

AS AT 31st DECEMBER 2024

		Current Year	Previous Year
(All amounts are in Sri Lankan Rupees)	Note	2024	2023
ASSETS			
Non Current Assets			
Property, Plant & Equipment	9	136,566,769	146,557,087
Long-term Financial Investments (Over 1 Year)	10	97,664,710	384,466,868
Total Non Current Assets		234,231,479	531,023,954
Current Assets			
Stock of Stationery & Consumables		818,264	204,263
Investment Fund		65,589	2,397,029
Trade Debtors Control A/C		26,237,150	11,699,906
Sundry Debtors, Deposits and Pre-payments	11	20,619,480	34,047,683
Interest Receivable	12	279,322,104	432,894,859
Short-term Financial Investments (Less than 1 Year)	13	5,049,044,158	4,523,054,416
Foreign Currency Savings Accounts	14	9,070,440	9,881,383
Cash and Cash Equivalents	15	36,328,560	16,432,199
Total Current Assets		5,421,505,745	5,030,611,739
Total Assets		5,655,737,224	5,561,635,694
EQUITY			
Stated Capital (Page No.04)		150,000,000	150,000,000
Reserves (Page No.04)		2,332,949,978	2,320,481,939
Retained Earning (Page No.04)		2,307,804,460	1,895,167,402
Total Equity		4,790,754,438	4,365,649,342
LIABILITIES			
Non Current Liabilities			
Staff Gratuity Payable	16	12,613,898	13,466,484
Total Non Current Liabilities		12,613,898	13,466,484
Current Liabilities			
Sundry Creditors, Accrued Expenses & Provisions	17	616,526,789	661,752,728
Provision for Future Claims	18	232,882,057	517,807,098
Premium in Advances		2,960,041	2,960,041
Total Current Liabilities		852,368,887	1,182,519,868
Total Liabilities		864,982,786	1,195,986,352
Total Liabilities & Equity		5,655,737,224	5,561,635,694

These Financial Statements have been prepared in accordance with the requirement of the Sri Lanka Public Sector Accounting and Accounting Standards as laid down by the Institute of Chartered Accountants of Sri Lanka and Finance Act No. 38 of 1971.

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Ravin Ovitigala
AGM-Finance

The Accounting Policies and Notes to the Accounts form an integral part of these Financial Statements.
The Board of Directors is responsible for the preparation and presentation of these Financial Statements.
The Financial Statements were approved by the Board of Directors and signed on their behalf.

Prof.(Dr.)Aruna Shatharachchi
Chairman & Managing Director
27-Feb-25

Director

Director

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION

STATEMENT OF COMPREHENSIVE INCOME

FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

	Note	Current Year 2024	Previous Year 2023
Revenue			
Gross Written Premium	1	594,900,235	411,935,492
Net Change in Reserve for Unearned Premium	1a	(7,705,306)	6,590,611
Gross Earned Premium		587,194,928	418,526,103
Other Operational Income	2	17,041,005	15,251,796
Total Net Revenue from Operations		604,235,933	433,777,899
Other Income			
Investment Income	3	498,216,671	787,110,607
		498,216,671	787,110,607
Total Net Revenue		1,102,452,604	1,220,888,505
Claims and Operating Expenses			
Net Claims	4	104,707,592	62,831,747
Status Reports		7,497,485	6,422,511
Establishment Expenditure	5	27,781,934	25,104,920
Administrative Expenditure	6	93,695,505	61,029,577
Selling & Marketing Expenditure	7	16,345,789	9,679,877
Finance Charges	8	460,718	196,844
Net Claims and Operating Expenses		250,489,023	165,265,476
Profit/Loss Before Value Added Tax		851,963,580	1,055,623,029
VAT on Financial Services	8a	-	-
Profit Before Income Tax		851,963,580	1,055,623,029
Income Tax	8b	270,088,617	281,575,841
Profit after tax		581,874,963	774,047,188
Other Income/Expenses			
Exchange Gain/(Loss)		(259,260,836)	(294,017,104)
Total Comprehensive Income after Tax		322,614,127	480,030,084

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
STATEMENT OF CASHFLOW
FOR THE YEAR ENDED 31 DECEMBER 2024
(All amounts are in Sri Lankan Rupees)

	Current Year 2024	Previous Year 2023
Cash Flows from Operating Activities		
Net profit before taxation	851,963,580	1,055,623,029
Adjustments for;		
Depreciation	13,829,333	16,346,130
Provision for Gratuity	3,352,124	2,401,583
Provision for Claims	104,707,592	166,611,769
Unearned premium adjustment	(7,705,306)	(6,590,611)
Foreign Exchange gain	-	-
Prior Year Adjustment	377,862,792	(569,757,611)
Investment income	(498,216,671)	(787,110,607)
Provision for Future Claims	(284,925,041)	21,929,171
Operating Profit before Working Capital Changes	560,868,403	(100,547,147)
(Increase)/Decrease in Trade & Other Receivables	(14,537,244)	6,074,509
(Increase)/Decrease in Deposits & Prepayments	(13,428,203)	(284,885,251)
Increase/(Decrease) in Trade Creditors & Other Payables	(45,404,439)	424,027,772
Increase/(Decrease) in Refundable Deposits Retained from Customers	(178,500)	452,800
Decrease / (Increase) in Inventories	(614,002)	617,972
Cash Generated from / (Used in) Operation	486,706,015	45,740,655
Gratuity paid	(4,976,040)	(2,568,771)
Claims Paid	(26,958,061)	(40,574,275)
Payment of VAT on FS	-	(7,858,426)
Income Tax Paid	296,144,876	(147,945,211)
Special Levy Paid to Treasury	(265,000,000)	(500,000,000)
Net Cash from / (Used in) Operating Activities	485,916,790	(653,206,029)
Cash flows from Investing Activities		
Purchase of Property, Plant & Equipment	3,839,015	(11,775,880)
Interest income	498,216,671	787,110,607
Fixed Deposits	(968,076,115)	(137,873,466)
Net Cash from / (Used in) investing Activities	(466,020,429)	637,461,261
Cash flows from Financing Activities		
Treasury Loan Received / Repayments	-	-
Capital Contributed	-	-
Repayment of Loans	-	-
Net Cash from / (Used in) Financing Activities	-	-
Net Decrease in Cash and Cash Equivalents	19,896,361	(15,744,769)
Cash and Cash Equivalent Beginning of the Year (Note A)	16,432,199	32,176,968
Cash and Cash Equivalent End of the Year (Note A)	36,328,560	16,432,199
NOTE A		
Cash & Cash Equivalents		
Hatton National Bank Current Accounts	11,557,103	955,761
Hatton National Bank Debit Tax Exempt current	1,468,526	605,802
Hatton National Bank Call Deposit Account	13,428,928	13,428,928
Bank of Ceylon Current Account	8,254,923	1,325,877
People's Bank Current Account	1,611,525	113,831
NSB Saving Account	5,555	-
Cash in Hand	2,000	2,000
	36,328,560	16,432,199

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
Annual Financial Statements - 2024
Changes in Equity Statement As At 31st December 2024

Description	Stated Capital Rs.	Retained Earnings Rs.	General Reserve Rs.	Revaluation Reserve Rs.	Investment Fund Rs.	Unearned Premium Rs.	Total Rs.
Balance as at 01st January 2023	30,000,000.00	2,284,894,930.26	2,107,589,464.84	137,308,408.27	58,507,949.05	23,666,728.29	4,641,967,480.71
Transferred from Revaluation Reserve	-	-	13,291,520.00	(13,291,520.00)	-	-	-
Treasury Investment	120,000,000.00	-	-	-	-	-	120,000,000.00
Prior period adjustments	-	(569,757,611.38)	-	-	-	-	(569,757,611.38)
Net Profit for the Year 2023	-	480,030,083.55	-	-	-	-	480,030,083.55
Transferred during the year 2023	-	-	-	-	-	(6,590,611.36)	(6,590,611.36)
Special Levy for 2023	-	(300,000,000.00)	-	-	-	-	(300,000,000.00)
Balance as at 31st December 2023	150,000,000.00	1,895,167,402.43	2,120,880,984.84	124,016,888.27	58,507,949.05	17,076,116.93	4,365,649,341.52
Transferred from Revaluation Reserve	-	-	-	-	-	-	-
Treasury Investment	-	-	-	-	-	-	-
Adjustments	-	377,862,791.81	-	-	-	-	377,862,791.81
Net Profit for the Year 2024	-	322,614,126.91	-	-	-	4,762,732.22	327,376,859.13
Transferred during the year 2024	-	-	-	-	-	-	-
Special Levy for 2024	-	(287,839,861.24)	-	-	-	7,705,306.49	(280,134,554.75)
Balance as at 31st December 2024	150,000,000.00	2,307,804,459.91	2,120,880,984.84	124,016,888.27	58,507,949.05	29,544,155.64	4,790,754,437.71

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
(All amounts are in Sri Lankan Rupees)

	Current Year 2024	Previous Year 2023
Note		
1 Gross Written Premium		
Pre-shipment Credit Guarantee	-	450,000.00
Post Shipment Credit Guarantee	474,241.60	468,737.70
Export Performance Guarantee	3,184,000.00	2,181,000.00
Cost of Passage Guarantee (APARA)	234,389,910.93	79,993,105.14
Export Payments Insurance Policy (Seller's Risk)	356,852,082.42	328,842,648.83
	594,900,234.95	411,935,491.67
(Increase)/Decrease in Unearned Premium	1a. (7,705,306.49)	6,590,611.36
Gross Earned Premium	587,194,928.46	418,526,103.03
1a Unearned Premium		
Export Payments Insurance Policies Gross Unearned Premium		
Balance as at 1st January	14,279,450.46	23,170,908.10
Premium written during the year	356,852,082.42	328,842,648.83
Premium earned during the year	353,391,211.58	337,734,106.47
Balance as at 31st December	17,740,321.30	14,279,450.46
Credit Guarantee Gross Unearned Premium		
Balance as at 1st January	2,796,666.48	495,820.20
Premium written during the year	238,048,152.53	83,092,842.84
Premium earned during the year	233,803,716.88	80,791,996.56
Balance as at 31st December	7,041,102.13	2,796,666.48
Total Reserve as at 31st December	24,781,423.43	17,076,116.94
Total Reserve as at 1st January	17,076,116.94	23,666,728.30
Net Change in Unearned Premium Reserve	7,705,306.49	(6,590,611.36)
2 Other operational Income		
Guarantee, Policy, Administrative, Processing and BLL Fees	17,012,761.97	15,147,115.00
BizInfo Income	28,242.55	104,680.61
	17,041,004.52	15,251,795.61
3 Investment Income		
Treasury Bills / Bonds	26,104,916.26	28,045,523.55
Call Deposit	-	489,268.11
SMB Deposit	23,598.01	22,838.62
US Dollar Fixed Deposits	179,070,836.03	267,416,944.68
US Dollar Savings	119,342.38	531,397.83
Euro Fixed Deposit	3,675,363.38	7,476,874.89
Dividends	-	-
LKR Fixed Deposit	287,692,284.61	480,500,950.81
Interest on Investment Fund	66,336.90	1,492,150.68
Interest on Staff Loans	92,417.06	62,911.23
Treasury Bill Interest on Gratuity Fund	1,367,283.73	1,067,711.70
Interest on Gratuity Savings Account	-	-
Sundry Income	4,292.44	4,034.69
	498,216,670.80	787,110,606.79

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

	Current Year 2024	Previous Year 2023
Note		
4 Net Claims Paid		
Claims Provision as at end of the year - Specific	232,882,057.32	452,510,347.07
Claims Provided in the previous years	116,531,742.27	391,976,133.00
Claims for the year	116,350,315.05	60,534,214.07
Less: Excess Provision made in previous year	(8,281,487.71)	(2,297,532.89)
Net Claims for the year - Specific	108,068,827.34	62,831,746.96
Adjustment 2024	(3,361,232.79)	103,780,022.24
	104,707,594.55	166,611,769.20
5 Establishment Expenditure		
Rates	990,990.00	990,990.00
Water	317,949.84	177,392.79
Electricity	1,395,047.44	859,908.55
Telephone	551,198.98	570,922.34
E-Mail & Internet, Website	457,458.60	452,811.32
Security	768,219.61	671,180.28
Depreciation - Building	8,825,000.04	8,825,000.00
Motor Vehicles	4,475,922.81	4,332,000.00
Office Equipment	233,749.29	145,046.07
Computers & Printers	2,604,978.06	2,604,978.06
Furniture & Fittings	250,534.59	231,249.35
Software	207,856.25	207,856.25
Insurance - Building - Office Premises (Nawam Mwt)	65,505.51	217,568.74
Motor Vehicles	107,529.07	242,238.12
Office Equipment, Furniture & Fittings	10,693.07	27,666.19
Fidelity Insurance	40,735.21	-
Insurance on Cash in Transit	2,965.06	-
Travelling Insurance	11,774.16	-
Repairs & Maintenance - Building	1,257,585.95	1,195,059.53
Motor Vehicles	1,577,717.30	1,248,584.00
Office Equipment, Furniture	75,271.41	473,012.15
Computers & Printers	3,004,638.40	629,183.78
Software	548,613.18	1,002,272.35
	27,781,933.83	25,104,919.87

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

Note	Current Year 2024	Previous Year 2023
6 Administrative Expenditure		
Salaries & Allowances	40,521,196.35	23,171,743.81
Other Staff Benefits	20,086,199.52	18,230,029.82
Recruitment, Local Training & Subscriptions to Educational Inst.	2,137,401.06	1,765,047.51
Tea & Related Expenses	1,358,152.05	1,001,906.35
Employees Provident Fund	8,090,173.45	4,897,171.72
Employees Trust Fund	1,025,445.10	667,039.42
Gratuity	3,352,124.08	2,401,583.33
Directors Fees	350,000.00	390,000.00
Travelling, Transport & Subsistence	436,946.79	408,822.81
Postage	282,285.52	66,219.48
Annual Report & Other Printing	982,072.60	455,100.00
Staff Loan Written Off	-	111,115.44
Stationery	669,466.90	1,337,437.21
Fuel	150,427.80	993,223.56
External Audit Fees	5,230,000.00	1,295,000.00
Cloud Backup cost & Hosting of Website e-mail etc	696,580.65	682,815.95
Professional, Legal & Consultancy Fees	1,390,000.00	1,068,453.79
General Expenses	762,154.33	236,693.75
Stamp Duty	126,050.00	23,490.00
News Papers, Books & Magazines	11,110.00	0.00
Anniversary Expenses	1,935,287.00	720,544.00
Annual Trip	1,022,540.00	854,766.80
Life Insurance	552,065.87	251,372.74
Foreign Training	2,072,465.32	-
Entertainment Expenses	455,360.87	-
	93,695,505.26	61,029,577.49
7 Selling & Marketing Expenditure		
Promotional and Business Development Expenses	2,088,203.55	1,129,211.67
Advertising	3,240,196.65	1,356,535.00
Printing Cost on - Brochures, Forms, Applications etc.	-	86,940.00
Translation Charges	41,095.00	59,075.00
Fuel Cost	1,012,410.80	189,185.44
Corporate Memberships	262,591.00	241,530.00
Subs. to Int. Professional & Export Related Organizations	6,338,798.58	5,782,400.00
Sponsorships	2,400,000.00	835,000.00
Product Development and Aware. Prog. for bank/Exporter	962,493.64	-
	16,345,789.22	9,679,877.11
8 Finance Charges		
Bank Charges	58,977.11	168,133.56
Stamp Duty	-	28,710.00
Social Security Cont. Levy	401,741.33	-
	460,718.44	196,843.56
8a VAT on Financial Services		
As per the act , Corporation not liable for VAT on Financial Services.		
8b Income Tax		
As per the provisions under the Inland Revenue (Amendment) Act, No. 45 of 2022, Income tax payable for the Y/A 2024/25 & Corporations is liable to pay the rate of 30%.		

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

		Current Year		Previous Year
		2024		2023
9	Property, Plant & Equipment			
	9.1 Gross Carrying Amounts	Cost as at 01-Jan-2024	Additions/Transfers (Disposals)/Transfers	Cost as at 31-Dec-2024
	Building	176,500,000.00	-	176,500,000.00
	Furniture and Fittings	2,321,994.75	624,383.75	2,946,378.50
	Computers & Printers	15,884,364.57	-	15,884,364.57
	Office Equipment	1,831,242.58	1,969,801.47	3,801,044.05
	Motor Vehicle	21,660,000.00	1,244,830.00	22,904,830.00
		218,197,601.90	3,839,015.22	222,036,617.12
	9.2 Depreciation	Balance as at 1-Jan-24	Charge for the year/Transfers	Disposals/Error Correction/Transfers
	Building	52,950,000.00	8,825,000.04	-
	Furniture and Fittings	1,073,360.86	250,534.59	79,288.15
	Computers & Printers	8,069,430.39	2,604,978.06	2,590,059.17
	Office Equipment	1,451,299.08	233,749.29	99,360.53
	Motor Vehicle	8,664,000.00	4,475,922.81	-
		72,208,090.33	16,390,184.79	2,768,707.85
	Net Value	145,989,511.57		136,207,049.85
	NOTE - 9-A Intangible Assets			
	Software	7,504,374.77	-	7,504,374.77
		7,504,374.77	-	7,504,374.77
	Amortization			
	Software	6,936,799.73	207,856.25	-
		6,936,799.73	207,856.25	7,144,655.98
	Net Value	567,575.04		359,718.79
	Total Property, Plant & Equipment	146,557,086.61		136,566,768.64
10	Long Term Investments			
	Shares in Ingrin Ltd		10.00	10.00
	Shares in Credit Information Bureau		123,700.00	123,700.00
	Treasury Bonds		97,541,000.00	8,089,500.00
	LKR Fixed Deposits		-	376,253,657.81
			97,664,710.00	384,466,867.81
11	Sundry Debtors, Deposits & Pre Payments			
	Advances on Export Bill Discounting Facility		34,958,636.11	34,958,636.11
	Less: Provision for Doubtful Debts		(34,958,636.11)	(34,958,636.11)
			-	-
	Staff Loans & General Advances		2,973,249.77	2,671,468.28
	Sundry Deposits		108,837.50	108,837.50
	Refundable Deposits		406,500.00	406,500.00
	Loan to the Welfare Society of Slecic		500,000.00	500,000.00
	Salary & Allowance Control A/C		(67,243.79)	30,935.25
	Sundry Debtors		770.00	770.00
	Pre-payments		1,315,114.14	563,996.27
	BizInfo Income Receivable		(6,430.80)	(6,430.80)
	VAT on Financial Services Recoverable		2,185,511.00	2,185,511.00
	WHT Receivable		13,203,172.35	27,586,095.84
			20,619,480.17	34,047,683.34

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

	Current Year 2024	Previous Year 2023
12 Interest Receivable		
Treasury Deposit	67,615,246.42	67,615,246.42
Treasury Bills/Bonds	6,867,551.54	1,295,539.36
US Dollar Fixed Deposits	90,780,935.35	219,884,472.41
Interest Receivable - Euro Fix	3,530,898.32	7,428,203.88
LKR Fixed Deposits	110,527,472.49	136,671,397.33
	279,322,104.12	432,894,859.40
13 Short Term Investments		
US Dollar Fixed Deposits	2,338,639,947.03	2,275,731,540.49
Euro Fixed Deposits	69,841,971.94	74,691,306.25
LKR Fixed Deposits	2,442,867,079.16	1,995,433,571.29
Gratuity Savings Account	150,983.26	143,722.88
Treasury Bills on Gratuity Savings	15,529,259.54	12,880,628.00
Govt. Treasury Bills	181,318,852.43	163,500,000.00
State Mortgage & Investment Bank Deposit	696,064.85	673,646.74
	5,049,044,158.21	4,523,054,415.65
14 Foreign Currency Savings Accounts		
Bank of Ceylon - US Dollar Account	4,516,127.77	4,931,537.43
People's Bank - US Dollar Account	4,509,654.79	4,897,245.54
EURO Savings Account	44,657.41	52,600.30
	9,070,439.97	9,881,383.27
<u>In Foreign Currency</u>		
Bank of Ceylon - US Dollar Account	15,663.09	15,451.13
People's Bank - US Dollar Account	15,640.64	15,343.69
EURO Savings Account	149.65	149.65
<u>Exchange Rate</u>		
Bank of Ceylon - US Dollar Account	288.33	319.17
People's Bank - US Dollar Account	288.33	319.17
EURO Savings Account	298.41	351.48
15 Cash & Cash Equivalent		
Cash at Bank		
Hatton National Bank Current Accounts	11,557,102.74	955,761.17
Hatton National Bank Debit Tax Exempt current	1,468,525.96	605,801.67
Hatton National Bank Call Deposit Account	13,428,928.39	13,428,928.39
Bank of Ceylon Current Account	8,254,922.99	1,325,877.13
People's Bank Current Account	1,611,525.36	113,831.01
NSB Saving Account	5,554.63	-
	36,326,560.07	16,430,199.37
Cash in Hand	2,000.00	2,000.00
	36,328,560.07	16,432,199.37

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

Note	Current Year 2024	Previous Year 2023
16		
Gratuity Payable		
Balance B/F	13,466,484.40	30,010,488.00
Gratuity Provision for the Year	3,352,124.08	2,401,583.33
Adjustment for Under/Over provision	771,330.00	(16,376,815.93)
	<u>17,589,938.48</u>	<u>16,035,255.40</u>
Paid during the year	(4,976,040.00)	(2,568,771.00)
	<u>12,613,898.48</u>	<u>13,466,484.40</u>
17		
Sundry Creditors, Accrued Expenses and Provisions		
Sundry Creditors		
General VAT (Charged from Policy Premium)	1,906,902.00	1,906,902.00
Staff Medical Fund	883,758.00	724,038.00
Refundable Deposits Retained from Customers	1,846,800.00	2,025,300.00
Accrued Expenses		
Employees Provident Fund	(309,862.55)	(309,861.96)
Employees Trust Fund	(49,063.78)	32,783.51
Stamp Duty	17,750.00	6,925.00
Other Payables	14,268,043.77	21,739,550.66
Charges on Status Reports	1,983,730.46	-
Status Report Tax Remi Payable	250,000.00	-
Accruals	6,121,137.39	8,621,280.00
Provisions		
Audit Fees Payable	4,214,436.43	1,287,118.00
Income Tax Payable	213,934,361.11	267,576,715.48
VAT on Financial Services	48,193,771.16	48,193,771.16
Annual Report Printing Charges	275,000.00	1,485,540.00
SSCL Payable	-	8,325,754.55
APIT Tax Payable	150,163.99	131,761.93
Welfare Society of SLECIC	-	5,150.00
Special Levy Payable to Treasury	322,839,861.24	300,000,000.00
	<u>616,526,789.22</u>	<u>661,752,728.33</u>
18		
Provision for Future Claims		
Balance as at 1st January	455,871,582.86	454,601,351.49
Claims Paid During the Year	(26,958,060.95)	(40,574,275.29)
Claim Carried Forward from 2023	428,913,521.91	414,027,076.20
Provision for the Year	112,989,079.26	103,780,022.24
	<u>(309,020,543.85)</u>	<u>-</u>
Adjustment	(309,020,543.85)	-
Balance provision as at 31st December	<u>232,882,057.32</u>	<u>517,807,098.44</u>
Total Provision for Claims	<u>232,882,057.32</u>	<u>517,807,098.44</u>

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31 DECEMBER 2024
(All amounts are in Sri Lankan Rupees)

Note

19 Disclosure on Revaluation of Fixed Assets

- Effective date of Revaluation

Building	1-Jan-18
Motor Vehicles	31-Dec-21
Computers and Printers	31-Dec-16
Office Equipment	31-Dec-16
Furniture and Fittings	31-Dec-16

- Valuation was carried out by the Government Valuation Department
- Valuation has been done as accurately as possible after inspection and observation and considering all the relevant factors that affect the value.
- The value arrived by the revaluation is the market value of the assets.
- Carrying value of the revalued assets under the cost model.

Buildings	132,375,000.00
Motor vehicle	17,328,000.00
Computers and Printers	-
Office Equipment	-
Furniture and Fittings	567,148.24
Software	775,431.29

20 Contingent Liabilities

(a) Lawsuits against the Corporation

1 Tropical Fishery (Pvt) Limited Vs. Sri Lanka Export Credit Insurance Corporation; CHC 47/2020/MR case lodged against part payment made o/a of Suriya LLC of USA claiming Rs.27.5Mln.

(b) The Total Liability underwritten by the Corporation as at 31st December 2024.

- Export Payments Insurance Policies in Force
- Credit Guarantees in Force
- Maximum Liability

21 Related Party Transaction

NAME	DESIGNATION	NATURE OF THE RELATED PARTY TRANSACTION	ADDRESS
Prof.(Dr.)Aruna Shatharachchi	Chairman	None (From 28-Oct-24)	Sri Lanka Export Credit Insurance Corporation, # 42, Level 4, NDB-EDB Tower, Colombo 02
Mr.S.C.Jdevendra	Chairman	None (Resigned on 10-Oct-2024)	
Ms.A.A.I.Dilrukshi	Director	None (Resigned on 30-Nov-2024)	Dept.of Treasury Operations, Ministry of Finance, The Secretariate, Colombo 01
Mrs. Aravindi De Silva	Director	None	Ministry of Trade, Commerce, Food Security & Co-operative Development, No.492,R.A.De Mel Mawatha, Colombo
Mr.A.A.M.Thassim	Director	None (Resigned on 30-Sep-2024)	Central Bank of Srilanka, No.30, Janadhipathi Mawatha, Colombo 01.
Mr.Priyantha Perera	Director	None	Srilanka Insurance Corporation, No.21, Vauxhall Street, Colombo 02.
Ms.B.M.S.Bandara	Director	None (Resigned on 30-June-2024)	Ministry of Trade, LHP Building, 492, R.A.De Mel Mawatha, Colombo 03.

22 Disclosure of Contingent Provision for Claims 2024

	EPIP	PSCG	PCG	EPG	CPA	Total
Balance as at 01-Jan-2024	49,326,397	54,000	23,437	43,620	13,384,293	62,831,747
Claims paid during the year	26,958,061	-	-	-	-	26,958,061
	22,368,336	54,000	23,437	43,620	13,384,293	35,873,686
Contingent Claims Provision for 2024	31,159,476	(54,000)	275	20,060	30,465,266	61,591,077
Balance as at 31-Dec-2024	53,527,812	-	23,712	63,680	43,849,559	97,464,763

	Premium 2024	Provision %	Provision for 2024
Pre Shipment Credit Guarantee	-	12%	-
Post shipment credit Guarantee	474,242	5%	23,712
Export Performance Guarantee	3,184,000	2%	63,680
Export Payments Insurance Policy	356,852,082	15%	53,527,812
			<u>53,615,204</u>
CPA			
CPA Premium	2022 13,317,727	2023 79,993,105	2024 234,562,411
Claims Provision %	5%	10%	15%
Claim Provision	665,886	7,999,311	35,184,362
Total			<u>43,849,559</u> <u>43,849,559</u>
Total Contingent Provision for 2024			<u>97,464,763</u>

Breakdown of Claims for 2024

	Specific Provision	Contigent Provision	Total
EPIP Claims	108,068,827	31,159,476	139,228,303
PSCG Claims	-	(54,000)	(54,000)
PCG Claims	-	275	275
EPG Claims	-	20,060	20,060
CPA Claims	-	30,465,266	30,465,266
Total Claims for 2024	<u>108,068,827</u>	<u>61,591,077</u>	<u>169,659,904</u>

23 Disclosure of due amounts

· Treasury Deposit 67, 615,246.42 is undergoing Forensic audit by Ernst & Young as well the treasury confirmed, there were no records on above deposit on their books. Corporation follow up necessary actions after the Forensic audit report received.

· Advances on Export Bill discounting Facility amounting 34,958,636.11 undergoing Forensic audit by Ernst & Young. Corporation follow up necessary actions after the Forensic audit report received.

24 Prior Year Adjustment

Correction of Error Posting	(6,490,894)
Adjustment for Prior Year	(4,796,780)
Over Provision of Expenses	305,787,458
Reversal of Contingency Fund	65,296,751
Correction of Interest & Staff Deduction	59,240
Adjustment for Gratuity	(261,329)
Adjustment for Gratuity Fund	1,440,311
Correction of Customer Balance	(119,000)
Reversal of Provision	16,947,035
	<u>377,862,792</u>

SRI LANKA EXPORT CREDIT INSURANCE CORPORATION

TRIAL BALANCE

FOR THE YEAR ENDED 31 DECEMBER 2024

(All amounts are in Sri Lankan Rupees)

Account ID	Account Description	Debit Amt	Credit Amt
AE30000	Salaries & Allowances	40,521,196.35	
AE30010	Personal Accidnt & Life Insura	552,065.87	
AE30015	Payments for Festive Seasons	1,911,250.01	
AE30020	Reimbursement of Medical Bills	5,622,753.68	
AE30030	Interest Subsidy	107,118.00	
AE30040	Overtime	1,658,048.23	
AE30050	Attendance Incentive	1,295,416.73	
AE30060	Holiday Pay	605,610.78	
AE30070	Annual Bonus	631,666.62	
AE30080	Incentive Bonus	6,121,137.39	
AE30090	Encashment of Leave	1,763,298.08	
AE30100	Employee Welfare	169,000.00	
AE30110	Uniforms	200,900.00	
AE30130	EPF	8,090,173.45	
AE30140	ETF	1,025,445.10	
AE30150	Staff Gratuity	3,352,124.08	
AE30190	External Audit Fees	5,230,000.00	
AE30205	Audit & Mgmt Fees	190,000.00	
AE30210	Directors Fees	350,000.00	
AE30212	Professional & Legal Fees	1,200,000.00	
AE30230	Tea & Other Expenses	1,358,152.05	
AE30240	Newspapers, Books & Magazines	11,110.00	
AE30260	Recruitment Expenses	1,400,370.10	
AE30270	Local Training	631,530.96	
AE30280	Foreign Training	2,072,465.32	
AE30300	Travelling & Subsistance	436,946.79	
AE30310	Postage	282,285.52	
AE30320	Printing Charges	707,072.60	
AE30330	Stationary Expenses	669,466.90	
AE30360	Entertainment Expenses	455,360.87	
AE30370	General Expenses	752,154.33	
AE30410	Anniversary Expenses	1,897,800.00	
AE30430	Annual Report Printing Charges	275,000.00	

Account ID	Account Description	Debit Amt	Credit Amt
AE30440	Stamp Duty	126,050.00	
AE30460	Annual Trip	1,022,540.00	
AE30470	Subscriptions to Edu. Inst.	105,500.00	
AE30480	Valuation of Assets	10,000.00	
AP55010	Special Levy to Treasury	287,839,861.24	
CA68000	USD Fixed Deposits	2,338,639,947.03	
CA68010	Euro Fixed Deposits	69,841,971.94	
CA68015	Euro Savings A/C - BOC	44,657.41	
CA68020	Treasury Bills-Finance Dept	181,318,852.43	
CA68030	SLR Fixed Diposit	2,442,867,079.16	
CA68040	Gratuity Fund-Savings Account	150,983.26	
CA68050	Treasury Bills-Gratuity Funds	15,529,259.54	
CA68080	Welfare Society Savings AC-HNB	500,000.00	
CA70010	Interesr Receivable-US\$ Fixed	90,780,935.35	
CA70040	Inter Receiv - Treas Deposit	67,615,246.42	
CA70050	Inter Receiva - Treas Bonds	5,616,787.02	
CA70070	intrest receivable-T/Bills on	161,104.33	
CA70090	Interest Receivable - Euro Fix	3,530,898.32	
CA70100	Interest Receivable - SLR Fixe	110,527,472.49	
CA70120	Int.Receivable-T/Bill-Fin.Dept	1,089,660.19	
CA71000	Trade Debtor	26,237,149.79	
CA71010	Receivable WHT deduction	13,203,172.35	
CA73000	Stationary	808,889.00	
CA73030	Books	9,375.00	
CA75010	Pre-payments - Insurance on Fu	14,397.78	
CA75020	Pre-payments - Insurance on Bu	218,918.31	
CA75030	Pre-payments - R & M Office Eq	11,734.57	
CA75040	Pre-payments - Personal Accide	289,913.02	
CA75050	Pre-payments -Subscriptions to	18,400.00	
CA75070	Pre-payments -Post Master Gene	10,000.00	
CA75080	Pre-payments - Life Assurance	72,340.33	
CA75090	Pre-payments -Maintenance of S	549,875.89	
CA75110	Pre-payments -R&M of Computers	68,353.86	
CA75120	Pre-payments -P/P Ins. on new	57,029.30	
CA75126	Pre-payments-Insurance on Cash	4,151.08	
CA75130	Biz Info Income receivable		6,430.80
CA75155	VAT on Fin Ser. Recoverable	2,185,511.00	

Account ID	Account Description	Debit Amt	Credit Amt
CA75170	Distress Loans	2,224,018.63	
CA75180	Consumer Durable Loans	71,349.39	
CA75200	Festival Advances	15,200.00	
CA75220	Sundry Deposits	108,837.50	
CA75260	Deposits in SMIB	696,064.85	
CA75270	Refundable Deposits Paid	406,500.00	
CA75290	General Advances	578,000.00	
CA75320	Adv. on Exp. bills - Sampath	34,958,636.11	
CA75340	Metropolitan Agencies	770.00	
CA78010	HNB Current Account	11,557,102.74	
CA78020	HNB - Debit Tax Exempt current	1,468,525.96	
CA78030	Peoples Bank Current Account	1,611,525.36	
CA78040	BOC Lake View Branch A/C	8,254,922.99	
CA78050	HNB Call Deposit Account	13,428,928.39	
CA78055	NSB SAVING ACCOUNT	5,554.63	
CA78060	Cash in Hand	2,000.00	
CA78095	General Advance Imprest	84,681.75	
CA78100	US\$ Savings Account	4,516,127.77	
CA78110	Peoples Bank - US\$ Savings A/C	4,509,654.79	
CA78130	BOC - Investment Fund Account	65,588.62	
CE25030	Claims-CPA	1,246,697.99	
CE25040	Claims-EPIP	103,460,893.56	
CL79990	Provision for doubtful debts-E		34,958,636.11
CL80010	General VAT Payable		1,906,902.00
CL80020	Salary & Allowance Control A/C		67,243.79
CL81000	Audit Fees		2,497,068.43
CL81010	Annual Report Printing Char.		275,000.00
CL81020	Internal Audit Fees Payable		1,717,368.00
CL81030	Income Tax Payable		213,934,361.11
CL81040	VAT Payable-Financial services		48,193,771.16
CL81080	Staff Gratuity Payable		12,613,898.48
CL81090	Refundable Cash Deposits		1,799,300.00
CL81100	Refundable Gty fees		47,500.00
CL81110	Staff Medical Fund		883,758.00
CL83080	ETF Payable	49,063.78	
CL83090	EPF Payable	309,862.55	
CL83100	Other Payables		14,268,043.77

Account ID	Account Description	Debit Amt	Credit Amt
CL83120	Cost of status reports payable		1,983,730.46
CL83140	Stamp Duty Payable		17,750.00
CL83170	APIT Tax Payable		150,163.99
CL83180	Status Report Tax Remi Payable		250,000.00
CL85000	Outstanding Claims -PSCG		33,717,009.86
CL85010	Outstanding Claims - PCG		13,000,000.00
CL85040	Outstanding Claims - CPA		4,607,933.78
CL85050	Outstanding Claims - EPIP		181,557,113.68
CL85070	Special Levy Payable		322,839,861.24
CL85090	Premium in advance - Guarantee		2,960,040.86
CL85110	Accruals		6,121,137.39
CS20000	Cost of Status Report	6,855,241.47	
CS20010	Tax Remittance on Status Report	642,243.60	
DP60001	Acc Dep. Building		61,775,000.04
DP60011	Acc Dep. Motor Vehicles		13,139,922.81
DP60021	Acc Dep. Furniture and Fitting		1,244,607.30
DP60031	Acc Dep. Office Equipment		1,585,687.84
DP60041	Accum. Dep Software		7,144,655.98
DP60051	Acc Dep. Coputers & Printers		8,084,349.28
EE35000	Water Charges	317,949.84	
EE35010	Electricity	1,395,047.44	
EE35020	Telephone	551,198.98	
EE35030	Dep. on Building	8,825,000.04	
EE35040	Dep.on Motor Vehicles	4,475,922.81	
EE35050	Dep.on Office Equipment	233,749.29	
EE35060	Depreciation on Software	207,856.25	
EE35070	Depreciation of Furniture & Fi	250,534.59	
EE35080	Dep on Computers & Printers	2,604,978.06	
EE35090	Insurance on Buildings	65,505.51	
EE35100	Insurance on Motor Vehicles	107,529.07	
EE35110	Insurance on FF & OE	10,693.07	
EE35115	Fidelity Insurance	40,735.21	
EE35120	Insurance on Cash in Trasit	2,965.06	
EE35121	Travelling Insurance	11,774.16	
EE35130	R&M of Building	243,000.00	
EE35140	R&M of Motor Vehicles	1,577,717.30	
EE35150	R&M of Office Equipment	75,271.41	

Account ID	Account Description	Debit Amt	Credit Amt
EE35170	Office Maintenance	1,014,585.95	
EE35180	Maintainance Software	548,613.18	
EE35190	R&M of Computers & Printers	3,004,638.40	
EE35210	Rates	990,990.00	
EE35220	E-Mail Charges	457,458.60	
EE35222	Cloud Backup cost	682,057.80	
EE35225	Hosting of Website e-mail etc	14,522.85	
EE35230	Security Charges	768,219.61	
FA60020	Furniture and Fittings	2,946,378.50	
FA60030	Office Equipment	3,801,044.05	
FA60040	Software	7,504,374.77	
FA60050	Computers & Printers	15,884,364.57	
RV63000	Motor Vehicles	22,904,830.00	
RV63010	Building	176,500,000.00	
FC50000	Bank Charges	58,977.11	
FC50110	Social Security Cont.Levy	401,741.33	
FC55030	Exchane Gain or Loss Account	259,260,836.36	
II15010	Interest on treasury Bonds		8,487,679.87
II15030	Interest received on SMIB depo		23,598.01
II15070	Interest received on US\$ fixed		179,070,836.03
II15080	Interest received on US\$ savin		119,342.38
II15085	Intrest Received on SLR SAVING		556.01
II15090	Interest Received on Euro Fixe		3,675,363.38
II15120	Intrest Received on SLR Fixed		287,692,284.61
II15130	Intrest Received on Investment		66,336.90
II15140	Intrest received-T/Bills on Gr		1,367,283.73
II15150	Intrest Received on Gratuity S		3,736.43
II15160	Int. Rceivd-T/Bill-Fin. Dept.		17,617,236.39
IN10000	Pre-Shipment Credit Guarantee		-
IN10010	Post-Shipment Credit Guarantee		474,241.60
IN10020	Export Performance Guarantee		3,184,000.00
IN10030	Cost of Air Passage Guarantee		234,389,910.93
IN10050	Export Payment Insuarance Poli		356,852,082.42
IN10055	Un Earned Premium	7,705,306.49	
IN10060	Guarantee Fees		6,631,798.82
IN10065	Processing Fee		2,000.00
IN10066	Administrative Fee		6,000.00

Account ID	Account Description	Debit Amt	Credit Amt
IN10070	Policy Fee		369,500.00
IN10080	BLL Fee		9,931,063.15
IN10085	Enhancement fee		72,400.00
IN10090	Biz-Info Income		28,242.55
IT55050	Income Tax	270,088,617.14	
IV65000	Ingrin Institute of Printing a	10.00	
IV65010	Government Treasury Bonds	97,541,000.00	
IV65020	Credit Information Bureau of S	123,700.00	
OI17030	Interest on Staff Loans		92,417.06
RS90000	General Reserve		2,120,880,984.84
RS90010	Revaluation Reserves - Motor V		17,328,000.00
RS90040	Revaluation Reserves - Furnitu		414,949.83
RS90050	Revaluation Reserves - Buildin		106,273,938.44
RS90060	Investment Fund		58,507,949.05
RS90090	Un Earned Premium Reserve		29,544,155.64
RS95000	Retained Earning		2,273,030,194.24
SC92000	Capital Contributed		150,000,000.00
SE40020	Advertising- Print & Electroni	3,182,602.40	
SE40050	Souvenirs	30,000.00	
SE40070	Trade & Buseniss Directories	27,594.25	
SE40110	Part.Trd.Ex/Evnt\Smnr\Awr.Prog	367,600.00	
SE40130	Promo.inv.Ex.Trd.Ass/Chamb&TAs	1,720,603.55	
SE40150	Aware. Prog. for bank/Exporter	7,302.17	
SE40205	Sponsorships	2,400,000.00	
SE40240	Subs to Busi.Ins & Corp.Member	66,250.00	
SE40250	Subs.to Burn Uni. & Expo.Orgs	6,338,798.58	
SE40260	Membership Fees	196,341.00	
SE40330	Fuel	150,427.80	
AE30340	Fuel	1,012,410.80	
SE40383	Product Development	836,187.47	
SE40390	Anniversary Expenses	37,487.00	
SE40400	Berne Union - RCG Meeting	119,004.00	
SE40408	Translation Charges	41,095.00	
Total:		6,859,486,328.47	6,859,486,328.47