

ECU WORLDWIDE LANKA (PRIVATE) LIMITED

Accounts for the Year Ended 31st December 2022

Tudor V. Perera & Co.
Chartered Accountants,
Colombo.

INDEPENDENT AUDITOR'S REPORT
TO THE SHAREHOLDERS OF ECU WORLDWIDE LANKA (PRIVATE) LIMITED.
Report on the audit of the financial statements

Opinion

We have audited the financial statements of ECU Worldwide Lanka (Private) Limited, which comprise the statement of financial position as at 31st December 2022, and the statement of comprehensive income, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying financial statements give a true and fair view of the financial position of the Company as at 31st December 2022 and of its financial performance and its cash flows for the year then ended in accordance with Sri Lanka Financial Reporting Standards for Small and Medium Sized Entities (SLFRSs for SMEs).

Basis for Opinion

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

Responsibilities of management and those charged with governance for the financial statements

Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Financial Reporting Standards for Small and Medium Sized Entities (SLFRSs for SMEs), and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

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

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

Auditor's responsibilities for the audit of the financial statements

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

Partners:

S.M.N.L. Senanayake, B.Sc. (Pub.Admin), FCA
S.M. Deshapriya Senanayake, ACA, ACMA (UK)

M.T. Lantra

Mrs. B.A.R.W. Senanayake, FCA
K.P.S. Dammika, B.B.Mgt. (Fin.) Special, ACA

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

Report on other legal and regulatory requirements

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

Tudor V. Perera & Co.
TUDOR V. PERERA & CO.
Chartered Accountants

Colombo.
Date: 20/03/2023

ECU WORLDWIDE LANKA (PRIVATE) LIMITED
STATEMENT OF FINANCIAL POSITION

As at 31st December,

		<u>2022</u>	<u>2021</u>
ASSETS	Notes	Rs. Cts.	Rs.
Non Current Assets			
Property, Plant and Equipment	3	3,286,381.36	1,990,776
Intangible Assets - Software	4	185,000.00	245,000
Investment	5	5,000,000.00	5,000,000
		<u>8,471,381.36</u>	<u>7,235,776</u>
Current Assets			
Trade and Other Receivables	6	165,412,084.26	240,960,279
Amounts Due from Related Parties	7	14,100,615.51	14,100,616
Current Tax Assets	8	-	121,942
Cash and Cash Equivalents	9	509,095,117.53	20,021,036
		<u>688,607,817.30</u>	<u>275,203,873</u>
Total Assets		<u>697,079,198.66</u>	<u>282,439,649</u>
EQUITY AND LIABILITIES			
Stated Capital	10	1,000.00	1,000
Retained Earnings		259,794,670.79	124,551,645
Total Equity		<u>259,795,670.79</u>	<u>124,552,645</u>
Non Current Liabilities			
Non Interest Bearing Borrowings	11	3,716,000.00	1,325,000
Retirement Benifit Obligation		2,688,055.59	2,365,005
		<u>6,404,055.59</u>	<u>3,690,005</u>
Current Liabilities			
Trade and Other Payables	12	398,078,939.90	152,722,948
Current Tax Liability	8	32,800,532.38	-
Bank Balance Overdrawn	9	-	1,474,051
		<u>430,879,472.28</u>	<u>154,196,999</u>
Total Equity and Liabilities		<u>697,079,198.66</u>	<u>282,439,649</u>

Figures in brackets indicate deductions.

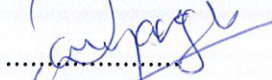
The significant Accounting Policies and Notes from pages 5 to 11 form an integral part of these Financial Statements.

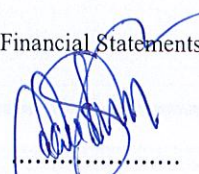
It is certified that these Financial Statements have been prepared in compliance with the requirements of Companies Act No. 07 of 2007.


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Finance Officer

The Board of directors is responsible for the preparation and presentation of these Financial Statements.

Signed for and on behalf of the Board.


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Director


.....
Director

Colombo.
Date : 20/03/2023



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
STATEMENT OF COMPREHENSIVE INCOME

For the Year Ended 31st December,

	Notes	<u>2022</u> Rs. Cts.	<u>2021</u> Rs.
Revenue	13	1,671,528,650.91	777,370,079
Cost of Sales		(1,403,807,543.57)	(688,393,709)
Gross Profit		<u>267,721,107.34</u>	<u>88,976,370</u>
Other Income	14	215,447.78	10,819
Administration Expenses		(105,722,302.79)	(61,531,482)
Other Expenses		<u>(8,925,128.67)</u>	<u>(4,752,219)</u>
Profit from Operations	15	153,289,123.66	22,703,488
Net Finance Income	16	<u>20,616,686.94</u>	<u>1,339,071</u>
Profit Before Taxation		173,905,810.60	24,042,559
Taxation	17	(38,662,785.00)	(5,211,892)
Net Profit After Taxation		<u><u>135,243,025.60</u></u>	<u><u>18,830,667</u></u>

Figures in brackets indicate deductions.

The significant Accounting Policies and Notes from pages 5 to 11 form an integral part of these Financial Statements.



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
STATEMENT OF CHANGES IN EQUITY

For the Year Ended 31st December 2022

	<u>Stated</u> <u>Capital</u> Rs. Cts.	<u>Retained</u> <u>Earnings</u> Rs. Cts.	<u>Total</u> Rs. Cts.
Balance as at 01st January 2021	1,000.00	105,028,061.75	105,029,061.75
Prior Year Adjustment	-	692,916.46	692,916.46
Profit for the Year	-	18,830,666.98	18,830,666.98
Balance as at 01st January 2022	1,000.00	124,551,645.19	124,552,645.19
Profit for the Year	-	135,243,025.60	135,243,025.60
Balance as at 31st December 2022	1,000.00	259,794,670.79	259,795,670.79

Figures in brackets indicate deductions.

The significant Accounting Policies and Notes from pages 5 to 11 form an integral part of these Financial Statements.



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
STATEMENT OF CASH FLOWS

For the Year Ended 31st December,

	<u>2022</u> Rs.	<u>2021</u> Rs.
Cash Flows from Operating Activities		
Profit for the Year	173,905,811	24,042,559
Adjustments for:		
Interest Income	(20,616,687)	(1,339,071)
Gratuity Provision	913,708	671,261
Depreciation	1,014,395	647,210
Amortization	60,000	55,000
Adjustments	-	(45,657)
Operating Profit before Working Capital Changes	<u>155,277,227</u>	<u>24,031,302</u>
(Increase) / Decrease in Trade and Other Receivable	75,548,194	(119,989,187)
Increase in Amounts Due from Related Parties	-	1,874,629
Increase in Trade and Other Payable	<u>245,355,993</u>	<u>102,564,753</u>
Cash Generated from Operations	<u>476,181,414</u>	<u>8,481,497</u>
Income Tax Paid	(5,740,311)	(3,937,266)
Gratuity Paid	(590,657)	-
Net Cash Flow from Operating Activities	<u>469,850,446</u>	<u>4,544,231</u>
Cash Flows from Investing Activities		
Acquisition of Property, Plant and Equipment	(2,310,000)	(1,929,557)
Interest Income	<u>20,616,687</u>	<u>1,339,071</u>
Net Cash Flow from Investing Activities	<u>18,306,687</u>	<u>(590,486)</u>
Cash Flows from Financing Activities		
Loans Obtained	<u>2,391,000</u>	-
Net Cash Flow from Financing Activities	<u>2,391,000</u>	-
Net Increase in Cash and Cash Equivalents	490,548,133	3,953,745
Cash and Cash Equivalents at the Beginning of the Year	<u>18,546,985</u>	<u>14,593,240</u>
Cash and Cash Equivalents at the End of the Year (Note - A)	<u><u>509,095,118</u></u>	<u><u>18,546,985</u></u>

Note - A

Cash and Cash Equivalents

Hatton National Bank PLC	- A/c No. 115010127280	-	(1,474,051)
Hatton National Bank PLC	- A/c No. 115020247323	112,536,500	806,752
Commercial Bank PLC	- A/c No. 1190049684	5,183,604	4,073,478
Commercial Bank PLC	- A/c No. 1190049881	335,220,088	14,329,803
Hatton National Bank PLC	- A/c No. 115910094060 (USD)	55,335,339	-
Hatton National Bank PLC	- A/c No. 115010140449	500,000	500,000
Cash in Hand		319,587	311,003
		<u>509,095,118</u>	<u>18,546,985</u>

Figures in brackets indicate deductions.

The significant Accounting Policies and Notes from pages 5 to 11 form an integral part of these Financial Statements.



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS

For the Year Ended 31st December 2022

1. Corporation Information

1.1 General

ECU Worldwide Lanka (Private) Limited is a limited liability Company incorporated and domiciled in Sri Lanka. The registered office and the principal place of business of the Company are located at 1st Floor, No. 110-114, Braybrook Place, Colombo 02.

1.2 Principal Activities and Nature of Operations

During the year, the principal activity of the company was international freight forwarding.

1.3 Parent Enterprise and Ultimate Parent Enterprise

The Company's shares are held by ECU International Far East Limited and Mr. Ernest Maximus Rathna Egodawattage.

2. General

2.1 Basis of Preparation

The Financial Statements have been prepared on a historical cost basis. The Financial Statements are presented in Sri Lankan Rupees. The preparation and presentation of these Financial Statements is in compliance with the Companies Act No. 07 of 2007.

2.1.1 Statement of Compliance

The Financial Statements of ECU Worldwide Lanka (Pvt) Ltd have been prepared in accordance Sri Lanka Financial Reporting Standards for Small and Medium Sized Entities (SLFRSs for SMEs).

2.2 Summary of Significant Accounting Policies

2.2.1 Foreign Currency Translation

The financial statements are presented in Sri Lankan rupees, which is the company's functional and presentation currency. Transactions in foreign currencies are initially recorded at the functional currency rate ruling at the date of the transaction. Monetary assets and liabilities denominated in foreign currencies are retranslated at the functional currency rate of exchange ruling at the reporting date. All differences are taken to profit or loss. Non monetary items that are measured in terms of historical cost in a foreign currency are translated using the exchange rates as at the dates of the initial transactions. Non monetary items measured at fair value in a foreign currency are translated using the exchange rates at the date when the fair value was determined.

2.2.2 Taxation

Current Taxes

The provision for income tax is based on the elements of income and expenditure as reported in the financial statements and computed in accordance with the provisions of the relevant tax legislations.

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ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31st December 2022

2.2.3 Cash and Cash Equivalents

Cash and cash equivalents are defined as cash in hand, demand deposits and short term highly liquid investments, readily convertible to known amounts of cash and subject to insignificant risk of changes in value.

For the purpose of cash flow statement, cash and cash equivalents consist of cash in hand and deposits in banks. Investments with short maturities i.e. three months or less from the date of acquisition are also treated as cash equivalents.

2.2.4 Property, Plant and Equipment

Property, plant and equipment is stated at cost, excluding the costs of day to day servicing, less accumulated depreciation and accumulated impairment in value. Such cost includes the cost of replacing part of the plant and equipment when that cost is incurred, if the recognition criteria are met.

Depreciation is calculated on a straight line basis over the useful life of the assets from the date of purchase. The asset's residual values, useful lives and methods of depreciation are reviewed, and adjusted if appropriate, at each financial year end.

Useful lives of the assets is estimated as follows.

Computer and Accessories	Over 5 Years
Office Equipment	Over 4 Years
Furniture and Fittings	Over 5 Years
Motor Vehicles	Over 5 Years
Electrical Equipment	Over 5 Years

2.2.5 Intangible Assets

Computer Software

Acquired computer software licenses are capitalized on the basis of the costs incurred to acquire and bring to use the specific software. These costs are amortized over their estimated useful life of 5 years. Costs associated with maintaining computer software programs are recognized as an expense as incurred. Intangible assets acquired separately are measured on initial recognition at cost. Following initial recognition, intangible assets are carried at cost less any accumulated amortization and any accumulated impairment losses. Internally generated intangible assets, are not capitalized and expenditure is reflected in the statement of comprehensive income in the year in which the expenditure is incurred.

The useful lives of intangible assets are assessed to be either finite or indefinite.

Gains or losses arising from derecognition of an intangible asset are measured as the difference between the net disposal proceeds and the carrying amount of the asset and are recognized in the statement of comprehensive income when the asset is derecognised.

2.2.6 Provisions

Provisions are recognized when the company has a present obligation (legal or constructive) as a result of a past event, where it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation.

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ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31st December 2022

2.2.7 Impairment of Non Financial Assets

The Company assesses at each reporting date whether there is an indication that an asset may be impaired. If any such indication exists, or when annual impairment testing for an asset is required, the company makes an estimate of the asset's recoverable amount. An asset's recoverable amount is the higher of an asset's or cash-generating unit's fair value less costs to sell and its value in use and is determined for an individual asset, unless the asset does not generate cash inflows that are largely independent of those from other assets or groups of assets. Where the carrying amount of an asset exceeds its recoverable amount, the asset is considered impaired and is written down to its recoverable amount.

2.2.8 Revenue Recognition

Revenue is recognized to the extent that it is probable that the economic benefits will flow to the company and the revenue 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 trade discounts and sales taxes. The 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) Interest

Interest is recognised on a time proportion basis that takes in to account the effective interest rate on asset.

c) Others

Other income is recognized on an accrual basis.



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
As at 31st December,

3. Property, Plant and Equipment

Cost	<u>2021</u>	<u>Additions</u>	<u>2022</u>
	Rs. Cts.	Rs. Cts.	Rs. Cts.
Computers and Accessories	1,274,500.00	2,310,000.00	3,584,500.00
Office Equipment	734,275.26	-	734,275.26
Furniture and Fittings	3,205,333.22	-	3,205,333.22
Motor Vehicles	656,630.00	-	656,630.00
Electrical Equipment	860,062.46	-	860,062.46
Total	6,730,800.94	2,310,000.00	9,040,800.94

Depreciation	<u>2021</u>	<u>Charge for</u>	<u>2022</u>
	Rs. Cts.	the Year	Rs. Cts.
Computers and Accessories	951,697.42	523,569.96	1,475,267.38
Office Equipment	392,244.60	100,153.41	492,398.01
Furniture and Fittings	2,297,519.90	209,751.94	2,507,271.84
Motor Vehicles	626,678.17	29,951.77	656,629.94
Electrical Equipment	471,884.95	150,967.46	622,852.41
Total	4,740,025.04	1,014,394.54	5,754,419.58
Written Down Value	1,990,775.90		3,286,381.36

4. Intangible Assets - Software

Cost	<u>2022</u>	<u>2021</u>
	Rs. Cts.	Rs.
As at the Beginning of the Year	300,000.00	-
Additions During the Year	-	300,000
As at the End of the Year	300,000.00	300,000
Amortization		
As at the Beginning of the Year	55,000.00	-
Amortization for the Year	60,000.00	55,000
As at the End of the Year	115,000.00	55,000
Written Down Value	185,000.00	245,000

5. Investment

Fixed Deposit

Hatton National Bank PLC - A/c No. 115031070202

5,000,000.00	5,000,000
5,000,000.00	5,000,000

6. Trade and Other Receivables

Trade Debtors - Associate Companies	82,351,592.94	108,848,752
- Other	46,939,673.06	63,158,241
Provision for Doubtful Debts	(16,534,615.97)	(16,678,433)
	112,756,650.03	155,328,560
Advances and Prepayments	12,349,150.74	29,300,562
Accrued Income	4,874,527.75	29,022,468
Deposits	814,000.00	2,064,000
Sundry Debtors	34,617,755.74	25,244,689
	165,412,084.26	240,960,279

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ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS

As at 31st December,

	<u>2022</u>	<u>2021</u>
	Rs. Cts.	Rs.
7. <u>Amounts Due from Related Parties</u>		
All Cargo Logistics Lanka (Pvt) Ltd	14,100,615.51	14,100,616
	<u>14,100,615.51</u>	<u>14,100,616</u>
8. <u>Current Tax (Assets) / Liability</u>		
Balance as at the Beginning of the Year	(121,941.62)	(970,912)
Add: Previous Year Under Provision	31,905.00	1,630,412
Less: Adjustment	-	(425,656)
Add: Advance Payments Made in 2021	542,458.00	-
	<u>452,421.38</u>	<u>233,844</u>
Add: Provision for the Year	38,630,880.00	3,581,480
	<u>39,083,301.38</u>	<u>3,815,324</u>
Less: Self Assessment Payments Made During the Year	(6,282,769.00)	(3,937,266)
Balance as at the End of Year	<u>32,800,532.38</u>	<u>(121,942)</u>
9. <u>Cash and Cash Equivalents</u>		
<u>Favorable Balances</u>		
Hatton National Bank PLC - A/c No. 115020247323	112,536,499.65	806,752
Hatton National Bank PLC - A/c No. 115010127280	-	-
Commercial Bank PLC - A/c No. 1190049684	5,183,603.50	4,073,478
Commercial Bank PLC - A/c No. 1190049881	335,220,088.36	14,329,803
Hatton National Bank PLC - A/c No. 115910094060 (USD)	55,335,338.93	-
Hatton National Bank PLC - A/c No. 115010140449	500,000.00	500,000
Cash in Hand	319,587.09	311,003
	<u>509,095,117.53</u>	<u>20,021,036</u>
<u>Unfavorable Balances</u>		
Hatton National Bank PLC - A/c No. 115010127280	-	1,474,051
	<u>-</u>	<u>1,474,051</u>
10. <u>Stated Capital</u>		
Number of Ordinary Shares Issued	100	100
	<u>2022</u>	<u>2021</u>
	Rs. Cts.	Rs.
Issued and Fully Paid Ordinary Shares	1,000.00	1,000
	<u>1,000.00</u>	<u>1,000</u>
11. <u>Non Interest Bearing Loans and Borrowings</u>		
ECU International Far East Limited	3,716,000.00	1,325,000
	<u>3,716,000.00</u>	<u>1,325,000</u>
12. <u>Trade and Other Payables</u>		
Trade Creditors - Associate Companies	23,655,403.50	15,451,153
- Others	155,813,299.75	9,216,562
	<u>179,468,703.25</u>	<u>24,667,715</u>
Other Payable	218,607,349.15	126,386,658
Provision for Bonus	2,887.50	1,668,575
	<u>398,078,939.90</u>	<u>152,722,948</u>

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ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS
For the Year Ended 31st December,

	2022	2021
	Rs. Cts.	Rs.
13. Revenue		
Export Income	992,230,262.10	420,242,426
Import Income	679,298,388.81	357,127,653
	<u>1,671,528,650.91</u>	<u>777,370,079</u>
14. Other Income		
Balance Written Off	215,447.78	10,819
	<u>215,447.78</u>	<u>10,819</u>
15. Profit from Operations		
Profit from operations is stated after charging all expenses including the following:		
Audit Fees	220,800.00	192,000
Depreciation	1,014,394.61	647,210
Amortization	60,000.00	50,000
Staff Cost (Note 15.1)	22,896,692.47	20,299,891
15.1 Staff Cost		
Staff Salaries	17,699,685.73	12,175,600
Staff Allowances	3,405,077.76	3,183,920
Contributions to Employees' Provident Fund	-	2,646,870
Contributions to Employees' Trust Fund	-	397,030
Staff Bonus	1,115,083.41	1,668,575
Staff Welfare	676,845.57	227,896
	<u>22,896,692.47</u>	<u>20,299,891</u>
16. Net Finance Income		
Finance Income		
Interest on Fixed Deposit & Savings	20,616,686.94	1,338,550
Staff Loan Interest	-	521
	<u>20,616,686.94</u>	<u>1,339,071</u>
17. Income Tax Expenses		
Provision for the Year	(38,630,880.00)	(3,581,480)
Previous Year Under Provision	(31,905.00)	(1,630,412)
	<u>(38,662,785.00)</u>	<u>(5,211,892)</u>

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ECU WORLDWIDE LANKA (PRIVATE) LIMITED
NOTES TO THE FINANCIAL STATEMENTS

Year Ended 31st December 2022

18. Related Party

18.1. Transactions with Key Management Personnel

18.1.1. The Compensation of KMPs

For the Year Ended 31st December	2022		2021	
	Executive Directors Rs. '000	Non-Executive Directors Rs. '000	Executive Directors Rs. '000	Non-Executive Directors Rs. '000
Short-term employment benefit	Nil	Nil	Nil	Nil
Post-employment benefit - Defined Benefit Plans	Nil	Nil	Nil	Nil
Loans given to Key Management Personnel during the year (Other long-term benefits)	Nil	Nil	Nil	Nil
Termination benefits	Nil	Nil	Nil	Nil
Share-based payment benefits	Nil	Nil	Nil	Nil

18.2. Dealings with Related Parties

Name of the Company and Relationship	Common Directors	Nature of Transaction	Amount of Outstanding Balances / Amount of the Transaction (Rs.)
ECU International Far East Limited	Nil	Long Term loan	(3,716,000.00)

- Credit balances are noted within brackets

18.3 The Board of Directors confirm that the related party transactions were made on terms equivalent to those that prevail in arm's length transactions are made only if such terms can be substantiated and all relevant transactions which needed disclosure been disclosed above and there are no related party transactions other than those disclosed above.

19. Capital Commitments

No known Capital Commitments were exist as at the reporting date.

20. Contingencies

No known contingent liabilities exist as at the Reporting date.

21. Events After the Reporting Period

There have been no material events occurring after the reporting date that require adjustments or disclosures in the financial statements.

22. Existing Shareholdings (Voting)

Name	As at 31.12.2022	As at 31.12.2021
ECU International Far East Ltd	40	40
Ernest Maximus Rathna Egodawatte	60	60



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
DETAILED SCHEDULES TO THE FINANCIAL STATEMENTS
For the Year Ended 31st December,

	<u>2022</u>	<u>2021</u>
	<u>Rs.</u> <u>Cts.</u>	<u>Rs.</u>
1. <u>Revenue</u>		
<u>Export Income</u>		
Operational Revenue	83,883,591.71	53,484,033
Operational Revenue - GP Adjustment	(23,326,842.72)	19,047,825
Export Clearance Income	16,609.05	-
Export Transport Income	154,656.05	173,154
Operational Revenues - Exports - Intercompany	931,502,248.01	347,537,414
	<u>992,230,262.10</u>	<u>420,242,426</u>
<u>Import Income</u>		
Operational Revenue	639,534,467.82	324,744,102
Operational Revenue - GP Adjustment	(598,286.86)	1,406,085
Import Clearance Income	66,600.00	65,323
Import Transport Income	-	149,893
Operational Revenues - Imports - Intercompany	40,295,607.85	30,762,250
	<u>679,298,388.81</u>	<u>357,127,653</u>
Total	<u>1,671,528,650.91</u>	<u>777,370,079</u>
2. <u>Cost of Sales</u>		
<u>Export Cost of Sales</u>		
Operational Costs	516,113,995.22	296,835,830
Operational Costs - GP Adjustment	8,437,661.04	34,366,201
Transport - Export	2,767,430.49	1,435,506
Clearance	28,267.47	157,325
Operational Costs - Exports - Intercompany	240,485,063.89	36,034,905
	<u>767,832,418.11</u>	<u>368,829,767</u>
<u>Import Cost of Sales</u>		
Operational Costs - Import	267,703,333.91	191,290,297
Operational Costs - GP Adjustment	(7,755,071.84)	8,701,630
Transport - Import	4,972,597.08	1,726,212
Clearance	153,874.00	44,673
Operational Costs - Imports - Intercompany	370,900,392.31	117,801,130
	<u>635,975,125.46</u>	<u>319,563,942</u>
Total	<u>1,403,807,543.57</u>	<u>688,393,709</u>

Contd



ECU WORLDWIDE LANKA (PRIVATE) LIMITED
DETAILED SCHEDULES TO THE FINANCIAL STATEMENTS
For the Year Ended 31st December,

	<u>2022</u>	<u>2021</u>
	Rs. Cts.	Rs.
3. Administration Expenses		
Staff Salaries and Wages	17,699,685.73	12,175,600
Contribution to Employees' Provident Fund	-	2,646,870
Contribution to Employees' Trust Fund	-	397,030
Staff Vehicle / Conveyance Allowance	3,405,077.76	3,183,920
Staff Personal Allowance	1,397,101.46	-
Sales Incentive	839,361.53	-
Other Operating Charges	1,055,518.20	-
Gratuity	913,707.93	671,260
Bonus	1,115,083.41	1,668,575
Staff Welfare Expenses	676,845.57	227,896
Management Fees	46,213,593.25	9,544,338
Telephone	2,785,547.88	2,361,224
Courier Domestic	477,590.00	207,510
Office Rent	3,426,755.29	3,764,950
Local Travel Expenses	749,072.06	353,065
Foreign Travel Expenses (Business)	1,097,190.00	685,594
Electricity Expenses	397,452.79	429,080
Maintenance for Office	406,049.00	329,550
Maintenance for Office Equipments	228,078.30	163,165
Maintenance for Vehicles	259,297.93	117,365
Maintenance Other	-	12,500
Professional Fees	221,346.00	203,360
Donations	24,600.00	8,900
Entertainment Expenses	549,700.00	26,800
Entertainment Expenses - Staff	796,966.99	267,040
Advertising	541,000.00	120,000
Audit Fees	220,800.00	192,000
Office Expenses	689,467.67	636,520
Printing and Stationary	959,715.40	457,973
Insurance MTO Charges	2,696,737.70	928,703
Depreciation	1,014,394.61	647,210
Amortization	60,000.00	55,000
Subscription and Membership	-	103,642
Bank Charges	2,102,640.95	289,200
Outsourcing Fees	2,050,765.47	2,755,825
Software Maintenance Fee	-	7,558,472
Medical Insurance	551,908.37	462,649
Tax Penalties	-	6,536
Annual Software License Fee	25,728.51	96,042
Consultancy Fee	10,073,523.03	7,776,118
	<u>105,722,302.79</u>	<u>61,531,482</u>
4. Other Expenses		
Exchange Loss	8,925,128.67	4,752,219
	<u>8,925,128.67</u>	<u>4,752,219</u>

