Mission

To advance the investment profession in Sri Lanka by introducing global best practices in ethics, education, and professional excellence

Vision

• CFA Sri Lanka to consist of a broad membership of credible, ethical and influential investment professionals
• CFA Sri Lanka to have highly respected opinions and viewpoints that are sought after by many constituent groups including employers, regulators and clients
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Notice of Meeting

Notice of Meeting

Notice is hereby given that the 9th Annual General Meeting of the members of CFA Sri Lanka will be held on 20 October 2011, at Akasa Kade, 11th Floor, 90, Galle Road, Colombo 3, for the following purposes:

1. Confirmation of the Minutes of the 8th Annual General Meeting
3. Appoint the office-bearers for 2011/12.
4. Appoint the ex-officio directors as per article 17 of the Articles of Association.
5. Re-appoint Messrs. S J M S Associates, Chartered Accountants, as auditors of the organization and to authorize the directors to determine their remuneration.
6. To approve any donations made by the company for the financial year ended 30 June 2011 and determine and authorize the directors to determine donations for the ensuing year.
7. Any other business.

The Minutes of the 8th AGM, the Financial Statement for 2010/11, the Annual Report 2010/11 and the Nomination Form are attached for the attention and perusal of members.

By Order of the Board

Priyanka Cooray, CFA
Secretary
29 September 2011
Office Bearers 2010/2011

President
Immediate Past President
Vice President
Secretary
Treasurer

Malinga Arsakularatne, CFA
Murtaza Jafferjee, CFA
Sheyantha Abeykoon, CFA
Priyanka Senadhira, CFA
Sahan Jayasooriya, CFA

Committee Chairs

Advocacy
CFA Institute Liaison
Program
GIRC
Scholarship
Strategic Planning
Social Events
GIPS

Murtaza Jafferjee, CFA
Christine Dias Bandaranaike, CFA
Chanakya Dissanayake, CFA
Sanjay Kulatunga, CFA
Nadika Ranasinghe, CFA
Amal Sandaratne, CFA
Christine Dias Bandaranaike, CFA
Rajiv Casie Chitty

Board of Directors – Ex Officio

Malinga Arsakularatne, CFA
Murtaza Jafferjee, CFA
Sheyantha Abeykoon, CFA
Priyanka Senadhira, CFA
Sahan Jayasooriya, CFA
Chanakya Dissanayake, CFA

President
Immediate Past President
Vice President
Secretary
Treasurer
Programme Chair
# Attendance of Meetings by Committee Members

<table>
<thead>
<tr>
<th>Committee Members</th>
<th>AGM</th>
<th>Meeting - Joey Chan</th>
<th>Committee Meeting</th>
<th>To discuss Events</th>
<th>Strategic Planning Session</th>
<th>Committee Meeting</th>
<th>Governance</th>
<th>To discuss seminars</th>
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<tr>
<td>Sheyantha Abeykoon</td>
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<tr>
<td>Murtaza Jafferjee</td>
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<td>Priyanka Senadhira</td>
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<tr>
<td>Chanakya Dissanayake</td>
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<td>Christine Dias Bandaranike</td>
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<td>Sanjay Kulatunga</td>
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<td>Rajiv Casie Chitty</td>
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<td>Nadika Ranasinghe</td>
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<td>x</td>
<td>x</td>
<td>2 out of 7</td>
</tr>
</tbody>
</table>
Report of the President

Dear Member

It is a pleasure to report to you the financial position of CFA Sri Lanka for the year ended 30 June 2011 and the progress of the operational plan of the society against its strategic goals.

For the year ended 30 June 2011, the society was able to generate a surplus of income over expenditure of Rs 1,713,053, after a tax charge of Rs 720,636. This is an improvement of Rs 270,054 over the previous year, mainly owing to increased sponsorships, which totaled Rs 1,885,750. Total cash reserves including short-term investments amounted to Rs 9,003,860 as at 30 June 2011.

In 2010, the CFA Sri Lanka Board adopted a 3-year strategic plan that involved four strategic priorities:
1. Improve governance structure of CFA Sri Lanka
2. Position “CFA” as the preferred designation amongst constituent groups
3. Build brand awareness amongst constituent groups on the CFA and CFA Sri Lanka brands through various outreach activities
4. Expand candidate outreach efforts

The above strategic priorities were derived from CFA Sri Lanka’s mission and vision, which are mentioned below:

Mission Statement:
To advance the investment profession of Sri Lanka by introducing global best practices in ethics, education and professional excellence

Vision Statement:
- CFA Sri Lanka to consist of a broad membership of credible, ethical and influential investment professionals
- CFA Sri Lanka to have highly respected opinions and viewpoints that are sought after by many constituent groups including employers, regulators and clients

The annual operating plan of the society was based on the strategic priorities mentioned above. Our Strategic Planning Chair, Amal Sandaratne was instrumental in ensuring that an actionable plan was in place for the society to follow. The progress of the annual operating plan is reported below under each of our strategic priorities.

Improve governance structure of CFA Sri Lanka

The board is actively engaged in developing a governance structure that is more sustainable going forward and encourages wider participation of the society membership in CFA Sri Lanka’s activities. Our Vice President, Sheyantha Abeykoon is leading this effort. During the past year, we have been able to increase our awareness in best practices in society governance by learning from other CFA societies,
through our visits to regional meetings and leadership conferences, and from some of our members who have knowledge and exposure in this area.

Volunteer engagement was also identified as a key area under this strategic priority. To this end we have documented the roles and responsibilities of key volunteer roles, i.e. committee chairs of the society. We have also managed to attract young society members as new volunteers to serve the society as project leads and committee chairs.

We plan to propose to the membership, a new governance structure in the form of a revised society constitution, during the early part of 2012.

**Position “CFA” as the preferred designation amongst constituent groups**

Our Advocacy Chair, Murtaza Jafferjee, maintains a regular interaction with key industry stakeholders such as the Securities and Exchange Commission (SEC), Colombo Stock Exchange and the Central Bank etc. in order to ensure that the society is actively engaged in matters relevant to fulfilling our mission. In addition, it is helpful that some of our members serve on various committees and boards of these institutions, thereby making our advocacy efforts more effective. Through these engagements and interventions, we strive to promote higher standards and best practices across the investment industry. To this end, we are engaged with the SEC to promote Global Investment Performance Standards (GIPS) amongst investment management companies and Extensible Business Reporting Language (XBRL) across listed corporate entities. In July this year, we organized a seminar on GIPS at the SEC aimed at the local investment management community, by bringing down an expert on the subject. From our end, Rajiv Cassie Chitty is in charge of the GIPS project, to which the SEC has responded very positively and I am in charge of the XBRL project, which I must confess has progressed at snail’s pace.

Our progress in promoting the CFA designation with employers has been rather slow. Murtaza and I have had one interaction with one of the key employers of the CFA designation, but we were met with a lukewarm response. Lately, however, we have been seeing more enthusiasm amongst some of the employers. On the other hand, our career opportunities database, jobline, has been a useful resource to the employers as well as our members. During the year under review, 26 jobs have been advertised in this resource.

**Build brand awareness amongst constituent groups on the CFA and CFA Sri Lanka brands through various outreach activities**

The resounding success of the Sri Lanka Investment Research Challenge has probably made the biggest impact towards enhancing the CFA and CFA Sri Lanka brands amongst relevant groups. One of our specific goals last year was to see the SLIRC winners advancing to the final round of the regional competition, and as you know, the winning team from the University of Sri Jayawardenapura in fact achieved this feat. This year’s winners should aspire to go one step further by winning the regional competition. This annual event, which is currently in progress for the fifth consecutive year, is the result of a massive effort year after year by a handful of committed members. This initiative was personally undertaken five years ago, and brought to its current level of prominence by our GIRC Chair, Sanjay Kulatunga. It is worth mentioning the continued efforts of Sabrina Jayah, whose contributions have been critical towards the success of the competition.
The CFA Charter Awards Ceremony, Annual Oration and SLIRC Awards, which was held in November last year was well attended. Last year’s orator was Dr Indrajit Coomaraswamy who spoke about regional and global socioeconomic trends over the next decade.

During the year, our Social Events Chair, Christine Dias Bandaranaike organized several creative events, educational as well as social, attracting more member participation. The induction party that was held in January to recognize the new Charter recipients needs special mention, as we saw attendance in excess of 50 members after a very long time. It was encouraging to see increasingly high levels of satisfaction by our members at these events as revealed by the post-event surveys. In July we organized a seminar on ‘Monetary Disorder and the Role of Gold’ with the co-sponsorship of HNB. This seminar was conducted by Louise Boulanger, who is a specialist on the subject, under the speaker retainer program of CFA Institute.

Expand candidate outreach efforts

Our university outreach efforts, which we had planned towards the end of the year, were held back to an extent, as the universities were closed during the period as a result of trade union action. We only managed to conduct two awareness sessions during the year – at the University of Kelaniya by Murtaza Jafferjee and at the Achievers Institute by Sahan Jayasooriya, who is also our Treasurer.

Currently, we are discussing the possibility of a student membership category so that the society could deliver value to our candidates in terms of enhancing knowledge and exposure. This could also potentially be an additional source of revenue to the society. The candidate base has increased to an encouraging 315 this year. Going forward we plan to strengthen our candidate outreach efforts to accelerate the growth in our candidate base, which should hopefully convert to a faster growing membership base. Currently there are 106 CFA Sri Lanka members and this number will increase when 26 new members get recognized at the Charter Awards Ceremony this year.

Our Immediate Past President, Murtaza Jafferjee, made an excellent decision two years ago, to recruit Debbie Wijeyaratne to the society. She is employed as Administrator of CFA Sri Lanka and without her competence and commitment we could not have made the progress we have achieved thus far. At this point, I wish to also acknowledge our sponsors, Gold Sponsor, The Colombo Stock Exchange, they’ve committed Rs.600,000 per year for 3 years (in its second year now), Silver Sponsors JB Securities, Amba Research and HSBC, who have committed Rs 250,000 per year for 3 years and Mobitel and Guardian Fund Management, who have committed Rs 250,000 for 1 year with the option to renew each year. Increased level of sponsorship this year has enabled us to increase our society activities going forward, without worrying about the financial stability of the society.

Whilst looking forward to an even more successful year that would take us closer our vision, let me conclude by thanking the CFA Sri Lanka Board and the Committee Chairs for their commitment, guidance and initiative.

Malinga Arsakularatne
29 Sept 2011
Events / Activities Organized by CFA Sri Lanka

2010 Charter Awards Ceremony & Oration - CFASL held its annual Charter Awards Ceremony and Oration at “On Golden Pond”, Hotel Taj Samudra on 24 Nov 2010. The Chief Guest was Mr. Joey Chan, Director of Planning & Programme Development, CFA Institute, Asia Pacific Office Hong Kong and the Oration was by Dr. Indrajit Coomaraswamy, Former Director, Economic Affairs, Commonwealth Secretariat. 5 new Charterholders & 5 Level III Finalists received their Charters / gifts from the Chief Guest. The SLIRC winning Team from the University of Sri Jayawardenapura was presented with certificates, a trophy and a cash award of LKR100,000/-.

The new Charterholders and level III passed finalists pose for a photograph with Chief Guest, Joey Chan, Orator, Dr. Indrajit Coomaraswamy, President CFA Sri Lanka, Malinga Arsakularatne and Vice President CFA Sri Lanka, Sheyantha Abeykoon.
**Induction and Social** – A social gathering was held in January at the Park Street Mews to induct the new Charterholders and level III finalists. It was a successful evening with lots of networking opportunities, fun and games.

**Strategic Plan** – The committee, along with some other key members met several times to formulate a strategic plan for the next 3 years. The Strategic Plan was finalized in February 2011 and it was uploaded on CFASL’s website.

**CFASL’s FB Page** – CFASL created an Facebook page for all its members – it is proving to be quite popular, with 52 members at present.

**Seminar on “Entrepreneurship” by Ranjit Page** – CFA Sri Lanka’s Continuing Education event calendar for 2011 started with a bang with over 80 participants, including members, level III candidates and guests attending the February 10th opening session titled “Entrepreneurship”. The speaker Ranjit Page, MD, CT Holdings & Deputy Chairman/CEO of Cargills (Ceylon), addressed the gathering with an insightful walk through his and Cargills’ past. A lively Q & A session elicited many questions from the CFA Sri Lanka membership.
Global IRC – Regional Competition – Bali, Indonesia
Representing Sri Lanka, the University of Sri Jayewardenepura advanced to the Asia-Pacific regional final of the 2011 Global Investment Research Challenge (Global IRC) held in Bali, Indonesia. The university was one of six that made it into the final out of 16 teams that competed from across the Asia-Pacific region.

The team from the University of Jayewardenepura emerged as the winner of the CFA Sri Lanka Challenge 2010. While this was the fourth year running that the CFA Sri Lanka Challenge was held, it was the first time that the Sri Lankan team made it to the finals in the Asia Pacific competition. The Colombo Stock Exchange is the main sponsor of this event and it is also supported by the Securities and Exchange Commission of Sri Lanka.

Regional Meeting – Bali Indonesia – Team Sri Jayawardenapura, Malinga & Sheyantha & Sabrina

University Outreach & Awareness – Murtaza Jafferjee, CFA, conducted presentations on “Careers in Finance” and the “CFA Programme” to the final year Electronic Engineering students at the University of Kelaniya on 09 March. Sahan Jayasooriya, CFA conducted a similar presentation to Achievers Lanka Business School on 18 June 2011.

Annual GIPS Meeting – Rajiv Casie Chitty, CFA, who was appointed the country representative for GIPS, attended the Annual GIPS Meeting held in Zurich, Switzerland on 24 & 25 March 2011.
The GIPs executive committee meeting was chaired by Mr. Louis Boulanger, CFA, who later visited Sri Lanka to conduct two seminars.

**Beat the Heat** – A Social event to get together and network was held at the A/C Bar at NCC. 2 podcasts were screened that evening – “Fundamentals vs Momentum” and “Applying Behavioural Finance to Personal Investment Management”. A discussion followed, facilitated by Vice President Sheyantha Abeykoon, CFA. The attendance was good and the evening proved to be a success. Following the event, a member satisfaction survey was conducted and the results proved that such events were popular with the members.

**Asia Pacific Advocacy Workshop – Hong Kong** – Murtaza Jafferjee, CFA, CFA Sri Lanka’s Advocacy Chair attended this workshop on 09 April.

**Leadership Retreat 2011– Edinburgh, Scotland**– Malinga Arsakularatne, CFA, President of CFA Sri Lanka & Christine Dias Bandaranaike, CFA, CFA Institute Liaison Chair attended the Leadership Retreat on 06 – 08 May 2011

**Movie Night** – a movie night was organized for members and students on 23 June 2011, and the award winning documentary “Inside Job”, was screened at the DHPL Auditorium. It was the subject of an interesting discussion facilitated by past President, Murtaza Jafferjee, CFA.

**CFA Sri Lanka Challenge – Financial Analyst Competition 2011/12** - Kicked off on 22 July 2011. Officials from the Tokyo Cement Company (Lanka) PLC, the company selected for the analysis, Murtaza Jafferjee, CFA, Chanakaya Dissanayake, CFA, & Amal Sandaratne, CFA conducted presentations to the audience, which included participating teams from over 6 Universities, their mentors and faculty members. The Company presentation was held on 18 August.

CFA Sri Lanka arranged a visit to the Tokyo Cement factory in Trincomalee for all the participating teams.
Advertisement Campaign 2011 – CFASL ran 6 advertisements featuring Charterholders in the Daily Mirror, and had online banners in the Daily Mirror online and LBO. CFA Institute funded this Ad Campaign.

Website – The CFASL website is fully updated and 26 jobs were uploaded up from Jan to June 2011. Presentations from seminars held during the year have also been uploaded on the website, along with Newsletters, Annual Reports and the Advertisements from the ongoing Campaign. Uploaded too, is an updated Member directory.

Silver Sponsors – CFA Sri Lanka signed up with 5 companies who agreed to be Silver Sponsors, namely, JB Securities, Amba Research, Mobitel, Guardian Fund Management and HSBC. The existing Gold Sponsor is the Colombo Stock Exchange (since 2009).

Seminar - Monetary Disorder and the Role of Gold – Louis Boulanger, CFA, was the first speaker selected from CFA Institute’s Approved Speaker List, he is also the GIPS Council Chair. This seminar was co-sponsored by Hatton National Bank and was held at the King’s Court, Hotel Cinnamon Lakeside On 29 July 2011. The Seminar attracted 145 attendees.
Level II Funding – A project was undertaken to introduce the CFA Programme to a thousand students in the major Universities, unfortunately, due to trade union actions which prevailed for approximately 3 months, only 50% of the project was completed.

Newsletter – CFA Sri Lanka has published 5 newsletters up to date, since the first issue in April 2010.

Society Leadership Conference 2011 – Los Angeles, California, USA – Malinga Arsakularatne, CFA and Sheyantha Abeykoon, CFA represented CFA Sri Lanka at this conference.

20th Annual Society Leadership Conference
Where Ideas Lead to Inspiration!
The Auditor’s Report, Financial Statement & Notes to the Financial Statements 2010 / 11
INDEPENDENT AUDITOR’S REPORT
TO THE MEMBERS OF CFA SRI LANKA

Report on the Financial Statements
We have audited the accompanying financial statements of CFA Sri Lanka which comprise the balance sheet as at 30th June 2011, and the statement of income and expenditure for the year then ended, and a summary of significant accounting policies and other explanatory notes.

Management’s Responsibility for the Financial Statements
The management is responsible for the preparation and fair presentation of these financial statements in accordance with Sri Lanka Accounting Standards for Smaller Enterprises. This responsibility includes designing, implementing and maintaining internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error; selecting and applying appropriate accounting policies, and making accounting estimates that are reasonable in the circumstances.

Scope of Audit and Basis of Opinion
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with Sri Lanka Auditing Standards. Those standards require that we plan and perform the audit to obtain reasonable assurance whether the financial statements are free from material misstatement.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of financial statements.

We have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purposes of our audit. We therefore believe that our audit provides a reasonable basis for our opinion.

Opinion
In our opinion, so far as appears from our examination, the company maintained proper accounting records for the year ended 30th June 2011 and the financial statements give a true and fair view of the company’s state of affairs as at 30th June 2011 and of its surplus of income over expenditure and cash flows for the year then ended in accordance with Sri Lanka Accounting Standards for Smaller Enterprises.

Report on Other Legal Requirements
In our opinion, except for the matters referred to in the opinion paragraph, these financial statements also comply with the requirements of section 151(2) of the Companies Act No. 07 of 2007.

SJMS ASSOCIATES
Chartered Accountants
Colombo
19th September 2011
CFA SRI LANKA

STATEMENT OF INCOME AND EXPENDITURE
FOR THE YEAR ENDED 30TH JUNE 2011

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<tr>
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<td>5,109,132.89</td>
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<td>(2,668,876.58)</td>
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<td>Finance costs</td>
<td>(6,626.86)</td>
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<td>Surplus of income over expenditure before tax</td>
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<td>Tax expense</td>
<td>(720,636.00)</td>
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<td>Surplus of income over expenditure for the year</td>
<td>1,713,053.45</td>
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The accounting policies and notes from 01 to 11 form an integral part of these financial statements.
CFA SRI LANKA
BALANCE SHEET AS AT 30TH JUNE 2011

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<td>Cash at bank</td>
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<td><strong>Total Assets</strong></td>
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<td><strong>Accumulated Fund</strong></td>
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<td><strong>Current Liabilities</strong></td>
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<td>Refundable deposit on CFA books</td>
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<td>Accrued expenses</td>
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<td><strong>Total Current Liabilities</strong></td>
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<td><strong>Total Funds and Liabilities</strong></td>
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I certify that these financial statements also comply with the requirements of Companies Act No. 07 of 2007.

Head of Finance

The Board of Directors is responsible for the preparation and presentation of these financial statements.

Signed for and on behalf of the Board.

Director
Date: 19.09.2011

The accounting policies and notes from 01 to 11 form an integral part of these financial statements.
CFA SRI LANKA
NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 30TH JUNE 2011

1. Corporate Information
1.1 Domicile and Legal Form
CFA Sri Lanka is a Company limited by guarantee and incorporated in Sri Lanka. The registered office of
the company and the principal place of business are situated at 150, St. Joseph’s Street, Colombo – 14.

1.2 Principal Activities and Nature of Operation
The principal activity of the Company is to advance the profession of Financial Analysts, improve the
professional skills of such Financial Analysts, promote and conduct research on financial analysis and to
provide training programmes and conduct examinations on financial analysis.

1.3 Date Of Authorisation For Issue
The financial statements were authorised for issue by the board of directors on 19th September 2011.

2. Accounting Policies
2.1 General
The financial statements of CFA Sri Lanka are prepared in accordance with Sri Lanka Accounting
Standards for Smaller Enterprises on a historical cost basis. The accounting principles are applied
consistently and revenue and cost are accrued in the financial statements of the period to which they relate.

Previous year’s figures and phrases are rearranged wherever necessary to conform to the current year’s
presentation.

2.2 Foreign Exchange Transactions
All foreign currency transactions are converted to Sri Lankan Rupees at the rate of exchange prevailing at
the date of transactions.

All monetary assets and liabilities in foreign currencies are translated into Sri Lankan rupees at the rate of
exchange prevailing at the balance sheet date. The resulting gain or loss is dealt with in the statement of
income and expenditure.

2.3 Events after the Balance Sheet Date
All material events occurring after the balance sheet date are considered and where necessary adjustments
are made in the financial statements.

2.4 Assets and Bases of Their Valuation
2.4.1 Investments
Treasury Bills acquired and held for yield are reflected at cost.

2.5 Liabilities
All known liabilities as at the balance sheet date are included in the financial statements and adequate
provision is made for liabilities which are known to exist but the amount of which cannot be determined
accurately.

2.6 Taxation
CFA Sri Lanka is liable for taxation under the Inland Revenue Act No. 10 of 2006 and its subsequent
amendments.
2.7  **Capital Commitments and Contingencies**
All material capital commitments and contingencies are considered and necessary adjustments are made in the financial statements.

2.8  **Statement of Income and Expenditure**
2.8.1 Income is recognised to the extent that it is probable that the economic benefits will flow to the company and the income can be reliably measured.

Income is recognised on cash basis. However Treasury bill interest income is recognized on an accrual basis.

2.8.2  **Expenditure Recognition**
The surplus earned by the Company as shown in the income and expenditure statement is after providing for all known liabilities.
<table>
<thead>
<tr>
<th>2. Income</th>
<th>12 months ended</th>
<th>15 months ended</th>
</tr>
</thead>
<tbody>
<tr>
<td>USA CFA Institute contributions</td>
<td>2,721,927.57</td>
<td>2,500,422</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>3. Other Income</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Sponsorships</td>
<td>1,885,750.00</td>
<td>300,000</td>
</tr>
<tr>
<td>Interest income on treasury bills</td>
<td>501,515.32</td>
<td>851,722</td>
</tr>
<tr>
<td></td>
<td>2,387,265.32</td>
<td>1,151,722</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>4. Operating Expenses</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Salaries</td>
<td>652,383.00</td>
<td>270,000</td>
</tr>
<tr>
<td>EPF</td>
<td>138,600.00</td>
<td>32,400</td>
</tr>
<tr>
<td>ETF</td>
<td>20,700.00</td>
<td>8,100</td>
</tr>
<tr>
<td>CFA day activities</td>
<td>491,318.75</td>
<td>400,715</td>
</tr>
<tr>
<td>CFA awards ceremony</td>
<td>468,843.00</td>
<td>442,660</td>
</tr>
<tr>
<td>CFA challenge gric</td>
<td>385,673.00</td>
<td>398,872</td>
</tr>
<tr>
<td>Advertising and promotion</td>
<td>68,202.10</td>
<td>179,951</td>
</tr>
<tr>
<td>CFA scholarship</td>
<td>5,000.00</td>
<td>12,900</td>
</tr>
<tr>
<td>Professional and accounting fees</td>
<td>-</td>
<td>14,781</td>
</tr>
<tr>
<td>Auditor's remuneration</td>
<td>30,020.33</td>
<td>34,450</td>
</tr>
<tr>
<td>Administrative expenses</td>
<td>399,746.39</td>
<td>412,369</td>
</tr>
<tr>
<td>Telephone</td>
<td>8,990.01</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>2,668,876.58</td>
<td>2,207,198</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>5. Finance Costs</th>
<th></th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>Debit tax charges</td>
<td>3,921.86</td>
<td>1,947</td>
</tr>
<tr>
<td>Bank charges</td>
<td>2,705.00</td>
<td>-</td>
</tr>
<tr>
<td></td>
<td>6,626.86</td>
<td>1,947</td>
</tr>
</tbody>
</table>
6. **Investments**  
   Treasury bills  
<table>
<thead>
<tr>
<th>30.06.2011 (Rs.)</th>
<th>30.06.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>7,488,844.62</td>
<td>5,919,178</td>
</tr>
</tbody>
</table>

7. **Receivables**  
   - WHT recoverable  
   - Interest receivable on treasury bills  
   - Other receivables  
<table>
<thead>
<tr>
<th>30.06.2011 (Rs.)</th>
<th>30.06.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>26,705.31</td>
<td>26,705</td>
</tr>
<tr>
<td>81,750.40</td>
<td>149,895</td>
</tr>
<tr>
<td>29,926.00</td>
<td>29,926</td>
</tr>
<tr>
<td><strong>138,381.71</strong></td>
<td><strong>206,526.73</strong></td>
</tr>
</tbody>
</table>

8. **Cash at Bank**  
   Bank of Ceylon - 0000351275  
<table>
<thead>
<tr>
<th>30.06.2011 (Rs.)</th>
<th>30.06.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1,585,015.88</td>
<td>1,342,050</td>
</tr>
</tbody>
</table>

9. **Accumulated Fund**  
   - Balance at the beginning of the year  
   - Surplus for the year  
   - Balance at the end of the year  
<table>
<thead>
<tr>
<th>30.06.2011 (Rs.)</th>
<th>30.06.2010 (Rs.)</th>
</tr>
</thead>
<tbody>
<tr>
<td>7,104,287.69</td>
<td>5,661,289</td>
</tr>
<tr>
<td>1,713,053.45</td>
<td>1,442,999</td>
</tr>
<tr>
<td><strong>8,817,341.14</strong></td>
<td><strong>7,104,288</strong></td>
</tr>
</tbody>
</table>

10. **Capital Commitments and Contingent Liabilities**  
    There were no significant capital commitments and contingent liabilities as at the balance sheet date which require adjustments to or disclosures in the financial statements.

11. **Events after the Balance Sheet Date**  
    There were no material events after the balance sheet date, which require adjustments to or disclosure in the financial statements.