

**1. Financial Statement**

**1.1 Disclaimer of Opinion**

The audit of the financial statements of the Cricket Aid (Guarantee) Limited (“the Company”) for the year ended 31 December 2021 comprising the statement of financial position as at 31 December 2021 and the statement of financial activities, statement of changes in equity and statement of cash flows for the year then ended, and notes to the financial statements, including material accounting policy information, was carried out under my direction in pursuance of provisions in Article 154(1) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with provisions of the National Audit Act No. 19 of

the accompanying financial statements of the Company. Because of the significance of the matters described in paragraph 1.5 of this report, I have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion on these financial statements. 2018. My Comments and observations which I consider should be report to parliament appear in this report.

I do not express an opinion on

**1.2 Basis for Disclaimer of Opinion**

I am expressing a disclaimer of opinion on the accompanying financial statements of the Company based on the matters described in paragraph 1.5 of this report.

I conducted my audit in accordance with Sri Lanka Auditing Standards (SLAuSs). My responsibilities, under those auditing standards are further described in the Scope of Audit section of my report.

**1.3 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 Accounting Standards, and for such internal control as management determine is necessary to enable the preparation of financial statements that are free from material misstatements, 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 intend 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.

As per Section 16(1) of the National Audit Act No.19 of 2018, the Company is required to maintain proper books and records of all its income, expenditure, assets and liabilities, to enable annual and periodic financial statements to be prepared of the Company.

## 1.4 Scope of Audit

My responsibility is to conduct an audit of the Company's financial statements in accordance with Sri Lanka Auditing Standards and to issue an auditor's report. However, because of the matters described in the Basis for Disclaimer of opinion section, I was not able to obtain sufficient and appropriate audit evidence to provide a basis for an audit opinion on these financial statements.

## 1.5 Audit Observations on the preparation of Financial Statements.

### 1.5.1 Documentary Evidences not made available for Audit

Items	Amount Rs.	Evidence not made available	Management Comments	Recommendation
Fund Raising Program in UK for Chronic Kidney Disease Fund	3,925,000	Number of tickets printed and sold, price of the tickets, cost of the programme, expected income from the programme, period of the programme, selection procedure of the event management company and their role, payment for event management company, items put on auction, payment vouchers, invoices, bank deposit slips and detail reports.	Since the project was carried out in 2016, it will have an impact on the financial statements of 2016, but it will not affect the financial statements of 2021.	The documentary evidence should be furnished to audit in order to verify the total fund raised and total expenditure incurred on the programme.
(i) Programme Income	12,443,706			
(ii) Programme Expenditure	3,807,491			
(iii) Retained Revenue				

## 2. Financial Review

### 2.1 Financial Results

The operating result of the year under review amounted to a deficit of Rs.248,000 and the corresponding deficit in the preceding year amounted to Rs.248,500. Therefore, an improvement amounting to Rs.500 in the financial result was observed. The decrease of the bank charges with compare to the previous year was the main reason attributed for this improvement.

## 3 Operational Review

### 3.1 Accounts Payable

Audit Issue	Management Comment	Recommendation
A payable balance of PAYE tax amounting to Rs.86,360 deducted from the salary of an employee during the years 2017 to 2019 had not been remitted to the Director General of the Inland Revenue even up to 31 July 2024.	Taxpayer Identification Number had not issued by the Department of Inland Revenue.	PAYE tax should be remitted to the Director General of the Inland Revenue.

### 3.2 Management Inefficacy

#### Audit issue

According to the recommendations made by the Ministry of Sports and Youth Affairs, the liquidation process of the Company has not been completed even after three years elapsed since the ceased of operations of the Company.

#### Management Comment

Although the company ceased operations three years ago, there is no possibility of liquidation due to lack of audited financial statements until 2023 as requested by the Registrar of Companies.

#### Recommendation

Action should be taken to submit the financial statement to the Auditor General in the stipulated date and accelerate the liquidation process accordingly.