

MEDICAL AID TO SRI LANKA - FINANCIAL REPORT FOR THE YEAR ENDED 30 SEPTEMBER 06.

1. Introduction

This year accounts reflect a deficit of £18,562 compared with last year's surplus of 20,034, Reduction in Membership income, Fund raising income and increase in expenditure are the main contributory factors for such deficit.

2. Income

The Total Income generated in the current year from ordinary activities, excluding Tsunami fund amounted to £18,917 compared to the last year's income of £19,305

a) Income Mix

The percentage of income received from various sources for the ordinary activities, excluding Donations for the Tsunami Disaster Fund is as follows:

Income	Year 2006
Membership Fees	17%
Donations	48%
Fund raising	25%
Interest	3%
Tax credit	7%

b) Membership Income

	2006	2005
	£	£
Standing orders	3047	3403
Contributions	240	717

Standing order and contribution income compared to the last year show a reduction of 10% and 67 % respectively.

c) Donations for the current year reflect 113% increase compared to the last year.

Major donations.	2006	2005
	£	£
Imperial College, Sri Lankan Student Society	3,500	4,100
Southampton University Sri Lankan Student Society	2,000	
Festival of Cricket Organizers	1,000	
Lions Club International	500	
Dr. N. Kulatilake	1,000	
Mr. T. Peekok	340	
Donations through the internet	170	
Computer Associates		100

d) Tsunami Disaster Fund

Contribution of £300 was received from Mr. M.G. Plant.

e) Fund raising income

Fund raising income has recorded a reduction of 26% from last year's income of £6,396 to £4,726 in the current year mainly due to the reduced number of events organized in the current year.

	2006	2005
	£	£
New Year dinner	4,126	3,520
Christmas cards	600	198
Festival of cricket stall income		325
Sponsored walk		2,353

f) Interest income has increased by £319 due to the increase in interest rates attached to the deposits.

g) Tax credits received from Inland Revenue for the year in respect of Gift Aid declarations amounted to £1,270.

3. Expenditure

a) Medical expenditure

Medical expenditure has increased by £8,644, 60 % increase compared to last year's expenditure. Total of £12,137 or 53 % of expenditure was incurred in respect of cataract project providing lenses and eye drops to total of 465 patients resident in Dambulla, Galgamuwa and Monaragala. £7,391 or 32% was spent towards providing much needed equipment to Monaragala Hospital.

Beneficiary	Description	Amount (£)
Chitra Lane School	Upgrade of facilities	1,067
Moneragala Hospital	Defibrillator	991
Moneragala Hospital	Pulse Oxymeter	6,400
Chitra Lane School	Dental Chair	1,540
Galgamuwa Hospital	Adult sphygmomano meter	144
Dambulla Hospital	166 Lenses and Eye drops	4,363
Galgamuwa Hospital	149 Lenses and Eye drops	4,203
Monaragala Hospital	150 Lenses and Eye drops	3,571
Vajira Children Home	Hygiene project	306
Baddegama Hospital	ECG machine	102
Galgamuwa Hospital	Blood Haemoglobin analyser	367

b) Fund raising expenditure

Fund raising expenditure shows reduction of £211 .Charity has succeeded in achieving reduction in expenditure due to the donations received from the Members towards fund raising events.

c) Tsunami Disaster Fund

£12,987 was incurred for the construction of six houses in Venamulla, Galle district through the Colombo Friend In Need Society in Sri Lanka.

4. Cash at Bank

Cash at bank as at 30 September 2006 stands at £16,890 of which £6,513 is invested in the interest bearing deposit accounts at Bank of Ceylon. During the current year, two deposits with a maturing value of £6,652 were transferred to the current account to meet the committed expenditure.

5. Conclusion

Charity has recorded another successful year. In order to achieve its objectives this year, high level of expenditure was incurred depleting part of the cash reserves. (Expenditure to income ratio of 129% compared to last year's 84%) It needs to generate higher level of income in order to sustain such high level of expenditure in the future.

Darshana Ranmuthu.
Hon. Treasurer
Medical Aid to Sri Lanka
10 November 2006.