

REPORT OF THE AUDITORS
TO THE MEMBERS OF AFLAC INTERNATIONAL

We have reviewed the Financial Statements of AFLAC International for the year ended 31st March 2002, with the underlying records and evidence, based on samples of transactions selected.

So far as appears from our examination the Financial Statements of the Association are in agreement with the books of accounts and information furnished.

signed

B.R.DE SILVA & CO.
Chartered Accountants

RECEIPTS AND PAYMENTS ACCOUNT
FOR THE YEAR ENDED 31ST MARCH 2002

<u>RECEIPTS</u>	<u>Note</u>	<u>2001/2002</u>		<u>2000/2001</u>	
		Rs.	Cts.	Rs.	Cts.
Donations for Education Programme	3	2,487,304.02		1,474,529.59	
Donations / Funds Raised for Other Programs	4	3,162,283.35		1,782,693.04	
RFC Savings Interest		<u>159,715.96</u>		<u>116,735.82</u>	
Total Receipts		<u>5,809,303.33</u>		<u>3,373,958.45</u>	
 <u>PAYMENTS</u>					
Education Program	3	2,220,886.75		1,496,188.00	
Health	5	1,052,978.00		645,868.00	
Food	6	951,340.00		523,700.00	
Shelter	7	47,595.00		58,054.00	
Clothing	8	17,764.30		16,277.37	
Other	9	99,988.48		37,594.50	
Bank Charges		<u>51,764.64</u>		<u>24,995.85</u>	
Total Payments		<u>4,442,317.17</u>		<u>2,802,677.72</u>	
EXCESS OF RECEIPTS OVER PAYMENTS DURING THE YEAR		<u>1,366,986.16</u>		<u>571,280.73</u>	

EXCESS OF RECEIPTS OVER PAYMENTS

	<u>Opening</u>		<u>Excess</u>		<u>Closing</u>	
	<u>Balance</u>				<u>Balance</u>	
	Rs.	Cts.	Rs.	Cts.	Rs.	Cts.
Education Program	706,634.19		266,417.27		973,051.46	
All Other Projects	2,501,120.43		992,617.57		3,493,738.00	
RFC Savings Interest / Bank Charges		-	107,951.32		107,951.32	
	<u>3,207,754.62</u>		<u>1,366,986.16</u>		<u>4,574,740.78</u>	

AFLAC INTERNATIONAL

BALANCE SHEET

AS AT 31ST MARCH 2002

ASSETS

2000/2001

Cash at Bank - Hatton National Bank

<u>Account No.</u>	<u>Currency</u>	<u>Amount</u>		<u>Rate</u>				
		Rs.	Cts.		Rs.	Cts.	Rs.	Cts.
AC No: 01 11381011	LKR	(276,979.09)		1.00	(276,979.09)		182,169.38	
AC No: 01 8172210011	US \$	54,009.15		95.70	5,168,675.66		2,751,275.23	
AC No: 01 38174041016	SG \$	21,256.46		51.85	1,102,147.45		1,154,333.72	
Total					<u>5,993,844.02</u>		<u>4,087,778.33</u>	

REPRESENTED BY

Accumulated Fund

Balance Brought Forward					3,207,754.62		2,636,473.89	
Excess of Receipts over Payments for the year					<u>1,366,986.16</u>		<u>571,280.73</u>	
Balance Carried Forward					4,574,740.78		3,207,754.62	
<u>Exchange Equalization Reserve</u>								
Balance Brought Forward					880,023.71		340,036.22	
Exchange Gain for the year					<u>539,079.53</u>		<u>539,987.49</u>	
Balance Carried Forward					<u>1,419,103.24</u>		<u>880,023.71</u>	
TOTAL LIABILITIES					<u>5,993,844.02</u>		<u>4,087,778.33</u>	

The Board of Directors is responsible for the preparation and presentation of these Financial Statements Signed for and on behalf of the Board by.

	<u>Signature</u>	<u>Name</u>
DIRECTORS	1.	Signed D E De Mel
	2.	Signed R S Fernando

AFLAC INTERNATIONAL

NOTES TO THE FINANCIAL STATEMENTS
FOR THE YEAR ENDED 31ST MARCH 2002

1. Student Sponsorship Fees for the year are usually received at commencement or renewal of sponsorship and disbursed in monthly instalments over the year. The year end balance Rs.973,051.46 represent mostly the Sponsorship Fees received during the year for disbursement over the ensuing year.

2. All foreign exchange transactions are converted to Sri Lanka Rupees, which is the reporting currency at the rates of exchange prevailing at the time the transactions were effected. Monetary assets denominated in foreign currencies are translated to Sri Lanka Rupee equivalents using year-end spot foreign exchange rates. The resulting gains and losses are accounted for in the Balance Sheet under Exchange Equalization Reserve.