

## **Billiard and Snooker Association of Sri Lanka - 2020**

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### **1. Financial Statement**

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#### **1.1 Disclaimer of Opinion**

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The audit of the financial statements of the Billiard and Snooker Association of Sri Lanka (“the association”) for the year ended 31 December 2020 comprising the balance sheet as at 31 December 2020 and the income and expenditure account, accumulated fund statement and statement of cash flow for the year then ended, and notes to the financial statements, including a summary of significant accounting policies, was carried out under my direction in pursuance of provisions in Article 154(3) of the Constitution of the Democratic Socialist Republic of Sri Lanka read in conjunction with provisions of the National Audit Act No. 19 of 2018. My Comments and observations which I consider should be report to parliament appear in this report. To carry out this audit I was assisted by a firm of Chartered Accountants in Public Practice.

I do not express an opinion on the accompanying financial statements of the Association. 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.

#### **1.2 Basis for Disclaimer of Opinion**

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My opinion is Disclaimed 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**

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Management is responsible for the preparation of financial statements that give a true and fair view in accordance with Sri Lanka Accounting Standards for Small and Medium sized Entities (SLFRS for SMEs), 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 Association’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 Association or to cease operations, or has no realistic alternative but to do so.

Those charged with governance are responsible for overseeing the Association’s financial reporting process.

As per Section 16(1) of the National Audit Act No.19 of 2018, the Association 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 Association.

**1.4 Scope of Audit**  
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My responsibility is to conduct an audit of the Association’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.**  
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**Accounting deficiencies**  
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Audit Issue -----	Management Comments -----	Recommendation -----
(a) Annual Physical verification on non-current assets cost of Rs.1,560,268 as at 31 December 2020 had not been carried out and fixed assets register had not been updated. Hence accuracy and existence of assets could not be satisfactorily verified in audit.	Association’s comments had not submitted.	The documents should be adequately furnished to audit in order to verify the Non-current Assets.
(b) Other payables amounting to Rs.51,812 were remained outstanding for over 03 years without being settled or made necessary adjustments in the financial statements.	Association’s comments had not submitted	Prompt action should be taken to settle payable balances or made necessary adjustments in the financial statements.

**2. Financial Review**  
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**2.1 Financial Results**  
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The operating result of the association for the year under review amounted to a surplus of Rs.267,745 and the corresponding surplus in the preceding year amounted to Rs. 499,573 Therefore, a deterioration amounting to Rs.231,828 of the financial result was observed. The reason for the deterioration was decrease the total income by Rs.1,168,308.